

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31 December 2015

| Notes | 2015 RMB'000 | 2014 RMB'000 |
|---|--------------------|-----------------|
| Operating activities | | |
| Profit before tax | 2,824,963 | 2,630,886 |
| Adjustments for: | | |
| Depreciation and amortisation | 845,518 | 840,742 |
| Impairment losses on accounts and bills and other receivables | 583,792 | 329,569 |
| Impairment losses on property, plant and equipment and construction in progress | — | 454 |
| Impairment losses on inventories | 63,260 | 17,609 |
| Interest income | (143,392) | (94,605) |
| Finance costs | 51,392 | 20,430 |
| Share of profits of associates | (49,985) | (25,700) |
| Dividend income | (63,857) | (63,083) |
| Changes in fair value of financial derivatives | (3,524) | 1,969 |
| Gain on partial disposal of an associate and other investments | — | (69,411) |
| (Gain)/loss on disposal of property, plant and equipment and other intangible assets, net | (29,013) | 2,274 |
| Exchange differences | 41,118 | 15,099 |
| Write-back of non-payable liabilities | (34,443) | (23,889) |
| Operating profit before changes in working capital | 4,085,829 | 3,582,344 |
| Increase in inventories | (526,351) | (210,293) |
| Increase in accounts and bills receivable | (583,468) | (2,659,181) |
| Increase in prepayments and other current assets | (1,347,048) | (1,209,483) |
| Increase in accounts and bills payable | 871,498 | 1,734,784 |
| Increase in receipts in advance for contract work | 1,333,454 | 414,059 |
| Increase in accrued expenses and other payables | 1,353,086 | 410,672 |
| Net cash inflow from operations | 5,187,000 | 2,062,902 |
| Interest paid | (50,334) | (20,042) |
| Interest received | 126,758 | 89,516 |
| Income tax paid | (575,613) | (523,522) |
| Net cash generated from operating activities | 4,687,811 | 1,608,854 |

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31 December 2015

| | Notes | 2015 RMB'000 | 2014 RMB'000 |
|---|-------|--------------------|------------------|
| Investing activities | | | |
| Payments for purchase of property, plant and equipment and other intangible assets | | (811,769) | (794,595) |
| Proceeds from disposal of property, plant and equipment and other intangible assets | | 161,637 | 13,784 |
| Restricted bank deposits paid | | (1,102,061) | (64,265) |
| Dividends received | | 63,727 | 78,251 |
| Proceeds from disposal of investments | | 1,463 | 190,843 |
| Payments for acquisition of investments | | (750) | (300,140) |
| Other cash paid related to investing activities | | (623) | (552) |
| Other cash received related to investing activities | | 2,212 | — |
| Net cash used in investing activities | | (1,686,164) | (876,674) |
| Financing activities | | | |
| Proceeds from bank and other loans | | 225,813 | 995,468 |
| Repayments of bank and other loans | | (302,502) | (209,500) |
| Dividends paid | | (716,142) | (942,019) |
| Net cash used in financing activities | | (792,831) | (156,051) |
| Increase in cash and cash equivalents | | 2,208,816 | 576,129 |
| Cash and cash equivalents at beginning of year | | 7,313,515 | 6,760,237 |
| Effect of foreign exchange rate changes | | 13,520 | (22,851) |
| Cash and cash equivalents at end of the year | 31 | 9,535,851 | 7,313,515 |

The notes on pages 102 to 170 form part of these consolidated financial statements.