



Consolidated Cash Flow Statement

For the year ended 31 December 2008

(Expressed in Renminbi)

| Note | 2008 RMB'000 | 2007 RMB'000 |
|---|------------------|------------------|
| Operating activities | | |
| Profit before tax | 1,733,016 | 1,644,250 |
| Adjustments for: | | |
| — Depreciation and amortisation | 572,888 | 508,249 |
| — Charge for/(write back) of impairment losses on accounts and other receivable | 36,842 | (11,274) |
| — Impairment losses on property, plant and equipment | 1,073 | — |
| — Impairment losses on inventories | 4,846 | 1,456 |
| — Interest income | (102,513) | (119,396) |
| — Finance costs | 168,740 | 52,792 |
| — Share of profits of associates | (2,161) | (3,575) |
| — Dividend income | (19,332) | (39,629) |
| — Gain on disposal of investments | (7,340) | (53,237) |
| — Gain/(loss) on disposal of property, plant and equipment and other assets | 24,350 | (129) |
| — Change in fair value of derivative financial instruments | — | 9,461 |
| — Exchange differences | 11,474 | 15,461 |
| — Donation of equity interests | (12,475) | — |
| — Write back of non-payable liabilities | (14,367) | (11,623) |
| Operating profit before changes in working capital | 2,395,041 | 1,992,806 |
| Increase in inventories | (107,804) | (59,500) |
| Increase in accounts and bills receivable | (1,982,441) | (815,941) |
| Increase in prepayments and other current assets | (422,549) | (332,625) |
| Increase in accounts and bills payable | 2,612,158 | 508,569 |
| Increase/(decrease) in receipts in advance for contract work | 247,527 | (159,286) |
| (Decrease)/increase in accrued expenses and other payables | (273,117) | 911,699 |
| Net cash inflow from operations | 2,468,815 | 2,045,722 |
| Interest paid | (171,006) | (50,258) |
| Interest received | 100,967 | 120,337 |
| Income tax paid | (448,467) | (452,025) |
| Cash generated from operating activities | 1,950,309 | 1,663,776 |



| | Note | 2008 RMB'000 | 2007 RMB'000 |
|--|--------|------------------|--------------------|
| Investing activities | | | |
| Payments on acquisition of property, plant and equipment and other assets | | (756,746) | (623,564) |
| Proceeds from disposal of property, plant and equipment and other assets | | 56,996 | 73,549 |
| Net cash inflow arising from acquisition of subsidiaries | 38(i) | 612,796 | — |
| Net cash inflow arising from receipt of donation of equity interests | 38(ii) | 55,178 | — |
| Payments for acquisition of investments | | (2,201) | (193,188) |
| Payments for acquisition of Target Business (as defined in note (1b)) and assets | | (44,092) | (4,600,200) |
| Proceeds from disposal of investments | | 32,030 | 102,232 |
| Proceeds from disposal of associate | | 403 | — |
| Dividends received | | 2,027 | 57,985 |
| Net cash used in investing activities | | (43,609) | (5,183,186) |
| Financing activities | | | |
| Proceeds from bank and other loans | | 1,995,425 | 4,142,839 |
| Repayments of bank and other loans | | (3,543,827) | (1,752,720) |
| Dividends paid | | (326,012) | (643,830) |
| Contributions from owner | | — | 514,312 |
| Contribution from minority shareholders to subsidiaries | | 72,460 | — |
| Distributions to owner | | — | (53,353) |
| Net proceeds from issuance of new shares | | 1,484,752 | — |
| Decrease/(increase) in restricted deposits | | 193,911 | (218,210) |
| Net cash (used in)/generated from financing activities | | (123,291) | 1,989,038 |
| Net increase/(decrease) in cash and cash equivalents | | 1,783,409 | (1,530,372) |
| Cash and cash equivalents at the beginning of year | | 6,632,252 | 8,163,755 |
| Effect of foreign exchanges | | (650) | (1,131) |
| Cash and cash equivalents at the end of year | 31 | 8,415,011 | 6,632,252 |

For major non-cash transactions, please refer to note 38(iii).

The notes on pages 94 to 166 form part of these financial statements.