

Consolidated Cash Flow Statement

For the year ended 31 December 2010
(Expressed in Renminbi)

Note	2010 RMB'000	2009 RMB'000
Operating activities		
Profit before tax	2,276,102	2,037,594
Adjustments for:		
– Depreciation and amortisation	622,514	609,607
– Impairment losses on accounts and other receivable	115,807	61,919
– Impairment losses on property, plant and equipment and other intangible assets	9,614	3,847
– Impairment losses on inventories	4,587	23,409
– Interest income	(77,734)	(72,726)
– Finance costs	57,732	88,435
– Share of profits of associates	(3,126)	(1,571)
– Dividend income	(28,816)	(31,594)
– Gain on disposal of investments	(54,841)	(6,845)
– (Gain)/loss on disposal of property, plant and equipment	(2,373)	22,217
– Impairment loss on other investments	4,926	8,211
– Exchange differences	9,788	9,051
– Write back of non-payable liabilities	(11,799)	(25,135)
Operating profit before changes in working capital	2,922,381	2,726,419
Increase in inventories	(171,210)	(500,656)
Increase in accounts and bills receivable	(2,500,741)	(1,173,726)
Increase in prepayments and other current assets	(1,049,038)	(207,093)
Increase in accounts and bills payable	917,807	1,091,363
(Decrease)/increase in receipts in advance for contract work	(4,740)	280,129
Increase in accrued expenses and other payables	1,830,346	292,961
Net cash inflow from operations	1,944,805	2,509,397
Interest paid	(56,824)	(73,588)
Interest received	75,678	72,936
Income tax paid	(437,247)	(446,518)
Cash generated from operating activities	1,526,412	2,062,227

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For the year ended 31 December 2010
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	Note	2010 RMB'000	2009 RMB'000
Investing activities			
Payments for purchase of property, plant and equipment and other assets		(819,923)	(724,820)
Proceeds from disposal of property, plant and equipment and other assets		26,913	47,173
Net cash inflow arising from acquisition of subsidiaries	39(i)	2,532	3,529
Payments for acquisition of investments		(298,464)	–
Payments for acquisition of non-controlling interests		(41,096)	(71,807)
Payments for an associate		(45,347)	–
Payments for acquisition of Target Interests (as defined in note (1c))		–	(98,081)
Proceeds from disposal of investments		63,325	7,194
Dividends received		56,696	22,697
Net cash used in investing activities		(1,055,364)	(814,115)
Financing activities			
Proceeds from bank and other loans		1,723,994	1,450,905
Repayments of bank and other loans		(1,356,505)	(2,135,142)
Dividends paid		(1,297,868)	(309,177)
Contribution from non-controlling owners to subsidiaries		69,276	–
Decrease in restricted deposits for bank loans		–	81,977
Net cash used in financing activities		(861,103)	(911,437)
Net (decrease)/increase in cash and cash equivalents		(390,055)	336,675
Cash and cash equivalents at the beginning of year		8,870,424	8,538,142
Effect of foreign exchange rate changes		(10,120)	(4,393)
Cash and cash equivalents at the end of year	32	8,470,249	8,870,424

The notes on pages 98 to 158 form part of these financial statements.