

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31 December 2019

	2019 RMB'000	2018 RMB'000
Operating activities		
Profit before tax	3,493,601	3,425,304
Adjustments for:		
Depreciation and amortisation	1,251,618	838,137
Impairment losses on accounts receivable, other receivables and contract assets, net	264,630	289,992
Impairment losses on inventories, net	37,988	27,944
Impairment losses on associates	8,815	–
Interest income	(245,370)	(181,612)
Finance costs	68,888	25,179
Share of profits of associates and joint ventures	(148,478)	(105,421)
Dividend income	(143,868)	(1,575)
Investment income and fair value gains of financial instruments at fair value through profit or loss	(220,203)	(252,058)
Gain on disposal of associates and subsidiaries	(687)	(20,206)
Gain on disposal of property, plant and equipment, construction in progress, other intangible assets, leasehold lands and termination of lease, net	(44,845)	(48,588)
Exchange differences, net	11,944	23,899
Write-back of non-payable liabilities	(54,806)	(37,184)
Operating profit before changes in working capital	4,279,227	3,983,811
Decrease in inventories	240,889	5,078
Increase in accounts and bills receivable	(583,035)	(188,956)
Increase in contract assets	(1,518,487)	(4,208,117)
Increase in prepayments and other current assets	(507,502)	(166,367)
Increase in accounts and bills payable	2,395,086	3,693,666
Increase in contract liabilities	1,439,042	358,185
(Decrease)/increase in accrued expenses and other payables	(557,856)	1,177,350
Net cash inflow from operations	5,187,364	4,654,650
Interest paid	(67,312)	(20,598)
Interest received	221,854	206,616
Income tax paid	(530,255)	(579,697)
Net cash generated from operating activities	4,811,651	4,260,971

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31 December 2019

	Note	2019 RMB'000	2018 RMB'000
Investing activities			
Payments for purchase of property, plant and equipment, construction in progress, other intangible assets and investment properties		(1,025,735)	(932,087)
Payments for leasehold lands		(154,474)	(55,292)
Proceeds from disposal of property, plant and equipment and other intangible assets		71,005	201,428
Proceeds from disposal of leasehold lands		15,416	66,716
Restricted bank deposits (paid)/received		(95,460)	626,116
Dividends received		207,608	55,928
Proceeds from disposal of investments		1,869	17,270
Payments for acquisition of wealth management products and structured deposits		(9,950,000)	(10,650,000)
Proceeds from disposal of wealth management products and structured deposits		10,450,000	10,650,000
Payments for acquisition of investments		(88,965)	(759,359)
Other cash paid related to investing activities		(176)	(21,237)
Other cash received related to investing activities		257,596	249,631
Net cash used in investing activities		(311,316)	(550,886)
Financing activities			
Proceeds from bank and other loans		125,945	793,786
Repayments of bank and other loans		(98,603)	(660,823)
Repayments of leases liabilities		(350,303)	–
Dividends paid		(1,062,172)	(1,013,058)
Other cash paid related to financing activities		–	(5,768)
Other cash received related to financing activities		–	153
Net cash used in financing activities		(1,385,133)	(885,710)
Net increase in cash and cash equivalents		3,115,202	2,824,375
Cash and cash equivalents at beginning of year		16,106,246	13,266,631
Effect of foreign exchange rate changes		(684)	15,240
Cash and cash equivalents at end of year	33	19,220,764	16,106,246

The notes on pages 142 to 234 form part of these consolidated financial statements.