

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31 December 2020

	2020 RMB'000	2019 RMB'000
Operating activities		
Profit before tax	3,487,598	3,493,601
Adjustments for:		
Depreciation and amortisation	1,350,230	1,251,618
Impairment losses on accounts receivable, other receivables and contract assets, net	127,187	264,630
Write-down of inventories, net	60,599	37,988
Impairment losses on associates	–	8,815
Impairment losses on property, plant and equipment	965	–
Interest income	(290,493)	(245,370)
Finance costs	63,482	68,888
Share of profits of associates and joint ventures	(168,928)	(148,478)
Dividend income	(161,920)	(143,868)
Investment income and fair value gains of financial instruments at fair value through profit or loss	(208,492)	(220,203)
Gain on disposal of associates	–	(687)
Loss/(gain) on disposal of property, plant and equipment, construction in progress, other intangible assets, leasehold lands and termination of lease, net	8,662	(44,845)
Foreign exchange loss, net	42,415	11,944
Write-back of non-payable liabilities	(24,717)	(54,806)
Operating profit before changes in working capital	4,286,588	4,279,227
Decrease in inventories	236,608	240,889
Decrease/(increase) in accounts and bills receivable	719,561	(583,035)
Increase in contract assets	(2,594,804)	(1,518,487)
Increase in prepayments and other current assets	(959,942)	(507,502)
Increase in accounts and bills payable	2,697,264	2,395,086
Increase in contract liabilities	890,543	1,439,042
Increase/(decrease) in accrued expenses and other payables	437,185	(557,856)
Net cash inflow from operations	5,713,003	5,187,364
Interest paid	(63,818)	(67,312)
Interest received	280,788	221,854
Income tax paid	(476,488)	(530,255)
Net cash generated from operating activities	5,453,485	4,811,651

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31 December 2020

	Note	2020 RMB'000	2019 RMB'000
Investing activities			
Payments for purchase of property, plant and equipment, construction in progress, other intangible assets and investment properties		(3,531,568)	(1,025,735)
Payments for leasehold lands		(309)	(154,474)
Proceeds from disposal of property, plant and equipment, other intangible assets and investment properties		15,326	71,005
Proceeds from disposal of leasehold lands		1,718	15,416
Restricted bank deposits paid		(485,869)	(95,460)
Dividends received		298,238	207,608
Proceeds from disposal of equity investments		20,338	1,869
Payments for acquisition of wealth management products and structured deposits		(10,978,985)	(9,950,000)
Proceeds from disposal of wealth management products and structured deposits		12,637,767	10,450,000
Payments for acquisition of associates and joint ventures		(128,575)	(88,965)
Other cash paid related to investing activities		(95,555)	(176)
Other cash received related to investing activities		3,779	257,596
Net cash used in investing activities		(2,243,695)	(311,316)
Financing activities			
Proceeds from bank and other loans		388,429	125,945
Repayments of bank and other loans		(166,315)	(98,603)
Repayments of leases liabilities		(467,840)	(350,303)
Dividends paid		(1,108,278)	(1,062,172)
Capital contribution from non-controlling interests		144	–
Net cash used in financing activities		(1,353,860)	(1,385,133)
Net increase in cash and cash equivalents		1,855,930	3,115,202
Cash and cash equivalents at beginning of year		19,220,764	16,106,246
Effect of foreign exchange rate changes		(68,204)	(684)
Cash and cash equivalents at end of year	32	21,008,490	19,220,764

The notes on pages 133 to 206 form part of these consolidated financial statements.