

Consolidated Cash Flow Statement

For the year ended 31 December 2005
(All amounts in Renminbi Thousand Yuan unless otherwise stated)

	Note	2005	2004
Cash flows from operating activities	28	(6,379)	98,950
PRC enterprise income tax paid		(6,974)	(13,489)
Interest paid		(5,628)	(3,979)
Net cash (used in)/generated from operating activities		(18,981)	81,482
Cash flows from Investing activities			
Purchase of property, plant and equipment		(13,443)	(9,101)
Purchase of investment securities		—	(750)
Payment of cash consideration of acquiring a subsidiary in 2004		(11,732)	—
Acquisition of associated companies		(350)	(12,700)
Interest received		1,063	130
Net cash inflow from acquisition of a subsidiary		—	14,679
Cash advance made to related parties		—	(14,543)
Repayments of cash advances from related parties		—	47,710
Net cash (used in)/generated from investing activities		(24,462)	25,425
Cash flows from financing activities			
Proceeds from issue of shares for cash	15	12,402	—
Proceeds from issuance of ordinary shares	15	151,050	—
Share issuance costs	15	(22,989)	—
Proceeds from borrowings		136,160	100,000
Repayments of borrowings		(140,000)	(60,000)
Dividend paid to the Company's shareholders	27	(16,640)	—
Dividend paid to then shareholders of the Company's subsidiaries		—	(121,555)
Dividend paid to minority shareholders		—	(4,293)
Cash advances from related parties		—	14,056
Repayments of cash advances to related parties		—	(6,950)
Net cash generated from/(used in) financing activities		119,983	(78,742)
Net Increase in cash and cash equivalents		76,540	28,165
Cash and cash equivalents at beginning of the year		38,951	10,786
Exchange loss on cash and bank		(2,650)	—
Cash and cash equivalents at end of the year	14	112,841	38,951

The notes on pages 50 to 93 are an integral part of these consolidated financial statements.