

## Interim Results for the Six Months Ended 30 June 2007

### Combined Cash Flow Statements

	6 Months Ended 30 June 2007	6 Months Ended 30 June 2006	Year ended 31 December 2006
	(Unaudited) RMB'000	(Unaudited Proforma) RMB'000	(Audited Proforma) RMB'000
<b>Operating Activities</b>			
Profit before tax	3,605	4,683	44,950
<b>Adjustments for:</b>			
Allowance for doubtful debts	-	272	1,233
Depreciation of property, plant and equipment	607	544	1,231
Amortisation of intangible assets	535	247	582
Losses/(gains) on disposal of property, plant and equipment	-	1	90
Operating cash flows before movement in working capital	4,747	5,747	48,086
Decrease/(increase) in inventories	1,370	835	(1,487)
Decrease/(increase) in trade and other receivables	2,127	(5,245)	(48,628)
Increase/(decrease) in trade and other payables	4,456	(8,507)	18,855
Cash generated from operations	12,700	(7,170)	16,826
Income taxes paid	-	-	(41)
Net cash from operating activities	12,700	(7,170)	16,785

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	(Unaudited)	(Unaudited Proforma)	(Audited Proforma)
	RMB'000	RMB'000	RMB'000
<b>Investing Activities</b>			
Proceeds of disposal of property, plant and equipment	1	-	3
Purchase of property, plant and equipment	(717)	(1,001)	(1,226)
Purchase of intangible assets	(103)	-	(1,937)
Expenditure on product development	-	(793)	(3,834)
Cash paid for acquisition of investments	(22,575)	-	-
Net cash used in investing activities	(23,394)	(1,794)	(6,994)
<b>Financing activities</b>			
Cash received from investors	138,250	-	391
Cash received from borrowings	15,184	-	-
Dividends paid	-	(3,786)	(7,216)
Cash transferred on restructuring (note 1 (V))	-	13,276	17,785
Net cash used in financing activities	153,434	9,490	10,960
Net increase/(decrease) in cash and cash equivalents	142,740	526	20,751
Cash and cash equivalents at the beginning of the year	23,054	2,303	2,303
Cash and cash equivalents at the end of the year	165,794	2,829	23,054