

**HONGKONG ELECTRIC HOLDINGS LIMITED**

**GROUP PROFIT AND LOSS ACCOUNT**

**FOR THE YEAR ENDED 31ST DECEMBER 2000**

(Expressed in Hong Kong Dollars)

	Note	2000 (\$ million)	1999 (\$ million)
<b>Turnover</b>	2	<b>10,643</b>	9,690
Direct costs		<b>(3,528)</b>	(3,406)
		<b>7,115</b>	6,284
Other revenue	3	<b>728</b>	396
Other operating costs		<b>(472)</b>	(403)
Provision for impairment loss in Other Investments	14	<b>(84)</b>	(84)
Finance costs		<b>(939)</b>	(648)
<b>Operating profit</b>	4	<b>6,348</b>	5,545
Share of results of associates		<b>(2)</b>	3
<b>Profit before taxation</b>		<b>6,346</b>	5,548
Taxation	8	<b>(637)</b>	(496)
<b>Profit after taxation</b>		<b>5,709</b>	5,052
Scheme of Control transfers (To)/ From:	9		
Development Fund		<b>(160)</b>	251
Rate Reduction Reserve		<b>(14)</b>	(17)
		<b>(174)</b>	234
<b>Profit attributable to shareholders</b>		<b>5,535</b>	5,286
Dividends	6	<b>(3,233)</b>	(3,088)
<b>Retained profit for the year</b>		<b>2,302</b>	2,198
<b>Profit for the year retained by:</b>			
The Company and its subsidiaries		<b>2,302</b>	2,198
Associates		-	-
		<b>2,302</b>	2,198
<b>Earnings per share</b>	10	<b>\$2.62</b>	\$2.58

There were no recognised gains or losses other than the net profit for the year.

The notes on pages 25 to 47 form part of these accounts.