

#### **Forward-Looking Statements**

This Annual Report contains forward-looking statements that involve risks and uncertainties. These forward-looking statements are not historical facts, but rather are based on the current beliefs, assumptions, expectations, estimates and projections of the directors and management of Pacific Century CyberWorks Limited (the "Company") about the industry and markets in which the Company operates. These statements are not guarantees of future performance and are subject to risks, uncertainties and other factors, some of which are beyond the control of the Company, are difficult to predict and could cause actual results to differ materially from those expressed or forecast in the forward-looking statements. Factors that could cause actual results to differ materially from those reflected in the forward-looking statements include, but are not limited to, (a) the Company's financing needs and its expected future expenditures for capital projects; (b) the pace of development of Internet and telecoms markets in Asia, the growth in demand for services in those markets, and the Company's ability successfully to develop, and sustain demand for, services that respond to those demands in the face of strong competition; (c) the Company's ability to generate revenues and profits from its Internet operations; (d) changes in the market price and valuation of the Company's investments in publicly-traded and non-publicly traded securities and its investments in joint ventures and associated companies; (e) the continuing effects of deregulation of the Hong Kong telecoms markets and the Company's ability to deal with those effects; and (f) changes in the political, social, economic and regulatory environment in the countries in which the Company operates or intends to operate. An expanded statement of these factors can be found in the "Risk Factors" section of the convertible bond Offering Circular dated December 5, 2000 issued by PCCW Capital Limited, a copy of which has been filed by the Company with the United States Securities and Exchange Commission. Reliance should not be placed on these forward-looking statements, which reflect the view of the Company's directors and management as of the date of this report only. The Company undertakes no obligation to publicly revise these forward-looking statements to reflect events or circumstances that arise after publication.

#### **Exchange Rates**

This report contains translations of certain Hong Kong dollar amounts into US dollars, and vice versa, at the fixed rate of US\$1 = HK\$7.80, solely for illustrative purposes. This does not mean that the currency conversions have been, or could be, converted at that rate or at any other rate of exchange.

#### **Management photography**

Leong Ka Tai, Camera 22 Ltd.

#### **Cyberport image P.30**

Government of the Hong Kong Special Administrative Region