

## 12 FIXED ASSETS

### (a) Group

|                                 | Construction<br>in<br>progress | Land and<br>buildings | Leasehold<br>improvements | Studio,<br>broadcasting<br>and<br>transmitting<br>equipment | Furniture,<br>fixtures<br>and<br>equipment | Motor<br>vehicles | Total            |
|---------------------------------|--------------------------------|-----------------------|---------------------------|---|--|-------------------|------------------|
|                                 | HK\$'000                       | HK\$'000              | HK\$'000                  | HK\$'000  | HK\$'000                                   | HK\$'000          | HK\$'000         |
| <b>Cost</b>                     |                                |                       |                           |   |  |                   |                  |
| At 1 January 2001               | 216,236                        | 149,722               | 253,488                   | 1,247,629   | 308,967                                    | 35,944            | 2,211,986        |
| Exchange differences            | -                              | (10,492)              | (7,631)                   | (32,033)  | (3,877)                                    | (981)             | (55,014)         |
| Additions                       | 765,679                        | 482                   | 1,706                     | 95,073  | 21,019                                     | 3,574             | 887,533          |
| Transfers                       | -                              | -                     | (22,875)                  | 9,585   | 13,290                                     | -                 | -                |
| Disposals                       | -                              | -                     | (5,773)                   | (56,117)  | (26,270)                                   | (5,963)           | (94,123)         |
| <b>At 31 December 2001</b>      | <b>981,915</b>                 | <b>139,712</b>        | <b>218,915</b>            | <b>1,264,137</b>  | <b>313,129</b>                             | <b>32,574</b>     | <b>2,950,382</b> |
| <b>Accumulated depreciation</b> |                                |                       |                           |   |  |                   |                  |
| At 1 January 2001               | -                              | 6,777                 | 171,696                   | 793,775   | 221,614                                    | 26,356            | 1,220,218        |
| Exchange differences            | -                              | (359)                 | (2,212)                   | (13,257)  | (2,638)                                    | (534)             | (19,000)         |
| Charge for the year             | -                              | 2,280                 | 12,053                    | 121,150   | 33,913                                     | 4,272             | 173,668          |
| Transfers                       | -                              | -                     | (2,860)                   | 1,043   | 1,817                                      | -                 | -                |
| Written back on disposals       | -                              | -                     | (1,398)                   | (51,827)  | (19,662)                                   | (5,317)           | (78,204)         |
| <b>At 31 December 2001</b>      | <b>-</b>                       | <b>8,698</b>          | <b>177,279</b>            | <b>850,884</b>  | <b>235,044</b>                             | <b>24,777</b>     | <b>1,296,682</b> |

|                            | Construction   | Land and       | Leasehold     | Studio,<br>broadcasting<br>and<br>transmitting<br>equipment | Furniture,<br>fixtures<br>and<br>equipment | Motor<br>vehicles | Total            |
|----------------------------|----------------|----------------|---------------|---|--|-------------------|------------------|
|                            | in<br>progress | buildings      | improvements  |   |  |                   |                  |
|                            | HK\$'000       | HK\$'000       | HK\$'000      | HK\$'000  | HK\$'000                                   | HK\$'000          | HK\$'000         |
| <b>Net book value</b>      |                |                |               |   |  |                   |                  |
| <b>At 31 December 2001</b> | <b>981,915</b> | <b>131,014</b> | <b>41,636</b> | <b>413,253</b>  | <b>78,085</b>                              | <b>7,797</b>      | <b>1,653,700</b> |
| At 31 December 2000        | 216,236        | 142,945        | 81,792        | 453,854   | 87,353                                     | 9,588             | 991,768          |

Notes:

- (i) The net book value of leased assets as at 31 December 2001 comprised furniture, fixtures and equipment of HK\$266,000 (2000: nil) and motor vehicles of HK\$186,000 (2000: nil).
- (ii) At 31 December 2001, fixed assets with net book value amounting to HK\$114,789,000 (2000: HK\$140,566,000) were pledged as security for the group's short term loans and long term liabilities.
- (iii) The cost of construction in progress comprises premium paid for the land registered in Hong Kong as Tseung Kwan O Town Lot Number 39 with a lease term of between 10 to 50 years and expenditures incurred on the development of buildings not yet completed at the year end.
- (iv) As at 31 December 2001, interest capitalised in construction in progress and other fixed assets amounted to HK\$13,637,000 (2000: HK\$7,395,000) and HK\$5,157,000 (2000: HK\$5,157,000) respectively.

(v) The group's interests in land and buildings at their net book values are analysed as follows:

|   | <b>2001</b>     | 2000     |
|---|-----------------|----------|
|   | <b>HK\$'000</b> | HK\$'000 |
| Outside Hong Kong, freehold                   | <b>111,173</b>  | 122,354  |
| In Hong Kong, lease of between 10 to 50 years | <b>19,841</b>   | 20,591   |
|   | <b>131,014</b>  | 142,945  |

(b) **Company**

|                             | <b>Construction<br/>in<br/>progress</b> | <b>Leasehold<br/>improvements</b> | <b>Studio,<br/>broadcasting<br/>and<br/>transmitting<br/>equipment</b> | <b>Furniture,<br/>fixtures<br/>and<br/>equipment</b> | <b>Motor<br/>vehicles</b> | <b>Total</b>     |
|-----------------------------|---|-----------------------------------|--|--|---------------------------|------------------|
|                             | HK\$'000                                | HK\$'000                          | HK\$'000   | HK\$'000   | HK\$'000                  | HK\$'000         |
| <b>Cost</b>                 |   |                                   |  |  |                           |                  |
| At 1 January 2001           | 216,236                                 | 147,180                           | 694,166  | 203,116  | 24,479                    | 1,285,177        |
| Additions                   | 765,679                                 | -                                 | 34,824   | 7,230  | 3,574                     | 811,307          |
| Transfers from subsidiaries | -                                       | -                                 | -  | 1,680  | -                         | 1,680            |
| Disposals                   | -                                       | -                                 | (8,236)  | (3,272)  | (2,966)                   | (14,474)         |
| <b>At 31 December 2001</b>  | <b>981,915</b>                          | <b>147,180</b>                    | <b>720,754</b>   | <b>208,754</b>                                       | <b>25,087</b>             | <b>2,083,690</b> |

|                                 | <b>Construction<br/>in<br/>progress</b> | <b>Leasehold<br/>improvements</b> | <b>Studio,<br/>broadcasting<br/>and<br/>transmitting<br/>equipment</b> | <b>Furniture,<br/>fixtures<br/>and<br/>equipment</b> | <b>Motor<br/>vehicles</b> | <b>Total</b>     |
|---------------------------------|---|-----------------------------------|--|--|---------------------------|------------------|
|                                 | HK\$'000                                | HK\$'000                          | HK\$'000   | HK\$'000   | HK\$'000                  | HK\$'000         |
| <b>Accumulated depreciation</b> |   |                                   |  |  |                           |                  |
| At 1 January 2001               | -                                       | 139,916                           | 565,446  | 165,576  | 20,179                    | 891,117          |
| Charge for the year             | -                                       | 2,422                             | 49,896   | 17,338   | 2,977                     | 72,633           |
| Written back on disposals       | -                                       | -                                 | (7,823)  | (2,767)  | (2,881)                   | (13,471)         |
| <b>At 31 December 2001</b>      | <b>-</b>                                | <b>142,338</b>                    | <b>607,519</b>   | <b>180,147</b>                                       | <b>20,275</b>             | <b>950,279</b>   |
| <b>Net book value</b>           |   |                                   |  |  |                           |                  |
| <b>At 31 December 2001</b>      | <b>981,915</b>                          | <b>4,842</b>                      | <b>113,235</b>   | <b>28,607</b>  | <b>4,812</b>              | <b>1,133,411</b> |
| At 31 December 2000             | 216,236                                 | 7,264                             | 128,720  | 37,540   | 4,300                     | 394,060          |

Notes:

- (i) The cost of construction in progress comprises premium paid for the land registered in Hong Kong as Tseung Kwan O Town Lot Number 39 with a lease term of between 10 to 50 years and expenditures incurred on the development of buildings not yet completed at the year end.
- (ii) As at 31 December 2001, interest capitalised in construction in progress amounted to HK\$13,637,000 (2000: HK\$7,395,000).