

## Consolidated Profit and Loss Account

	FY2002 HK\$m	FY2001 HK\$m (As restated)
Turnover (net of intra-group transactions)		
– Rental	<b>1,489.4</b>	1,507.6
– Property sales	<b>4,308.6</b>	4,898.4
– Construction and engineering	<b>6,881.2</b>	7,198.0
– Hotel and restaurant	<b>1,621.9</b>	2,571.8
– Infrastructure	<b>676.1</b>	788.1
– Telecommunications	<b>2,554.8</b>	2,922.8
– Others	<b>5,342.6</b>	4,495.7
<b>1 Total turnover</b>	<b>22,874.6</b>	24,382.4
<b>2 Operating profit before interest</b>	<b>3,102.6</b>	1,770.7
Financing income	<b>615.1</b>	912.7
<b>3 Financing costs</b>	<b>(2,017.7)</b>	(2,451.2)
<b>4 Share of results of associated companies and JCE</b>	<b>565.1</b>	885.5
Profit before taxation	<b>2,265.1</b>	1,117.7
<b>5 Taxation</b>	<b>(524.7)</b>	(494.9)
<b>6 Minority interests</b>	<b>(465.0)</b>	(576.4)
<b>7 Profit attributable to shareholders</b>	<b>1,275.4</b>	46.4
<b>8 Dividends</b>	<b>431.5</b>	425.7

## Consolidated Balance Sheet

	FY2002 HK\$m	FY2001 HK\$m (As restated)
<b>Assets</b>		
Goodwill	<b>123.3</b>	–
<b>9 Investment properties and hotels</b>	<b>22,474.6</b>	26,881.3
<b>10 Toll roads, bridges and port facilities</b>	<b>5,624.1</b>	5,974.4
<b>11 Land and buildings, assets under construction and other fixed assets</b>	<b>12,947.4</b>	13,227.2
Associated companies	<b>8,871.9</b>	7,086.3
Jointly controlled entities (“JCE”)	<b>28,424.8</b>	25,524.9
<b>12 Other investments</b>	<b>6,148.0</b>	8,173.5
Long term receivables	<b>948.7</b>	539.4
Cash and bank balances	<b>7,093.9</b>	9,809.6
<b>13 Other net current assets</b>	<b>3,056.6</b>	8,997.0
	<b>95,713.3</b>	106,213.6
<b>Shareholders’ Equity and Long Term Liabilities</b>		
Share capital	<b>2,166.4</b>	2,134.0
Share premium	<b>19,232.4</b>	19,047.4
<b>14 Reserves</b>	<b>16,294.4</b>	21,314.6
Retained profits	<b>15,741.5</b>	14,938.6
Proposed final dividend	<b>216.6</b>	213.4
Shareholders’ funds	<b>53,651.3</b>	57,648.0
Minority interests	<b>18,069.8</b>	17,407.7
Mandatorily convertible bonds	–	1,162.2
Long term liabilities	<b>23,929.3</b>	29,970.9
Deferred taxation	<b>62.9</b>	24.8
	<b>95,713.3</b>	106,213.6

## Consolidated Cash Flow Statement

	FY2002 HK\$m	FY2001 HK\$m (As restated)
<b>15</b> Net cash inflow from operations	<b>1,942.1</b>	3,037.7
Interest received	<b>615.1</b>	912.7
Interest paid	<b>(1,762.8)</b>	(2,438.4)
Dividends received from associated companies, JCE and other investments	<b>1,056.8</b>	1,011.5
Dividends paid and dividends paid to minority shareholders	<b>(535.9)</b>	(537.3)
Tax paid	<b>(231.7)</b>	(245.0)
Purchase of fixed assets	<b>(2,449.0)</b>	(2,677.7)
Proceeds from disposal of fixed assets	<b>2,679.3</b>	23.0
<b>16</b> Increase in investment in associated companies, JCE and other investments	<b>(4,579.4)</b>	(1,731.8)
Acquisition of subsidiaries and additional interests in subsidiaries	<b>(947.5)</b>	(653.8)
Other cash inflow from investing activities	<b>595.4</b>	3,070.9
<b>17</b> Net cash (outflow)/inflow from financing activities	<b>(178.0)</b>	1,690.0
Net (decrease)/increase in cash and cash equivalents and effect of foreign exchange rate changes	<b>(3,775.0)</b>	1,515.3
Cash and cash equivalents at year end	<b>3,211.8</b>	6,986.8

- 1** The Group's turnover decreased 6.2% over the previous year, mainly due to the decreased contribution from hotel and restaurant operations. The decrease in hotel and restaurant operations was mainly due to the disposal of the Regent in August 2001.
- 2** Operating profit before interest increased over 75.2% to HK\$3,102.6 million, mainly due to the substantial increase in property sales which recorded a 155.0% growth to HK\$1,017.6 million.
- 3** The Group's net financing costs decreased 8.8% to HK\$1,402.6 million in FY2002, leading to a higher interest cover of 1.8 times (FY2001: 1.1 times). Meanwhile, HK\$ 102.9 million was capitalised during the year.
- 4** Share of results of associated companies and JCE decreased by 36.2% to HK 565.1 million in FY2002.
- 5** Increased tax expenses resulted from the increase in share of JCE's taxation.
- 6** Minority interests decreased by 19.3% in this year, mainly because of the drop in profit attributable to shareholders from the hotel and restaurant segments.
- 7** Details are shown in the section "Analysis of Group's Attributable Operating Profit".
- 8** The Board recommended a final dividend of 10 cents per share. Together with the interim dividend of 10 cents per share, total dividend for the FY2002 is 20 cents per share (FY2001: 20 cents per share).
- 9** Investment properties and hotels decreased 16.4% mainly due to the decrease in valuation and the disposal of The Regent.
- 10** The slight decrease in toll roads, bridges and port facilities was mainly due to the depreciation and impairment charge.
- 11** Land and buildings, assets under construction and other fixed assets decreased 2.1% due to the depreciation and impairment charge.
- 12** The decrease in other investments was mainly due to the decline of investment in other joint ventures.
- 13** The Group's liquidity remained acceptable with a current ratio of 1.3 times (FY2001: 1.8 times). For details, please refer to the section "Liquidity and Capital Resources".
- 14** The decrease in other reserves was mainly due to the decrease in asset revaluation in investment and hotel properties and the disposal of The Regent.
- 15** The Group's net cash inflow from operating activities decreased by HK\$1,095.6 million to HK\$1,942.1 million mainly because of increase in investment in properties held for sale.
- 16** The Group has increased the investment in associated companies, JCE and other investments by 164.4% to HK\$4,579.4 million. The increase in investment in JCE utilised HK\$2,900 million of this FY2002.
- 17** The drop in net cash inflow from financing activities was mainly due to the outflow for redemption of convertible bonds. For details, please refer to the section "Liquidity and Capital Resources".