

Extracts of Financial Statements of Hongkong Electric

Appendix 4

The following is a summary of the audited consolidated profit and loss account and consolidated balance sheet of Hongkong Electric, a principal associate of the Company, for the year ended 31st December, 2002, as extracted from the 2002 published financial statements of Hongkong Electric.

Consolidated Profit and Loss Account

for the year ended 31st December

<i>HK\$ million</i>	2002	2001
Turnover	11,605	10,867
Direct costs	(3,728)	(3,663)
	7,877	7,204
Other revenue and net income	878	663
Other operating costs	(513)	(457)
Finance costs	(565)	(695)
Operating profit	7,677	6,715
Share of results of associates	163	472
Profit before taxation	7,840	7,187
Taxation	(1,001)	(776)
Profit after taxation	6,839	6,411
Scheme of Control transfers		
(To)/From:		
Development Fund	(1)	111
Rate Reduction Reserve	(11)	(15)
Profit attributable to shareholders	6,827	6,507
Dividends		
Interim dividend paid	1,238	1,195
Proposed final dividend	2,412	2,284
	3,650	3,479
Earnings per share	HK\$3.20	HK\$3.05
Dividends per share	HK\$1.71	HK\$1.63

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Appendix 4 (Cont'd)

Consolidated Balance Sheet

as at 31st December

<i>HK\$ million</i>	2002	2001
Fixed assets		
Property, plant and equipment	42,049	39,360
Assets under construction	3,153	4,595
Interest in associates	7,982	4,836
Other financial assets	405	393
Employee retirement benefit assets	228	–
Current assets	2,823	2,922
Current liabilities	(5,049)	(3,510)
Non-current liabilities	(14,291)	(14,691)
Rate reduction reserve	(10)	(9)
Development fund	(139)	(138)
Net assets	37,151	33,758
Share capital	2,134	2,134
Reserves	35,017	31,624
Capital and reserves	37,151	33,758