

Report of the Directors

The Directors have pleasure in presenting to shareholders their annual report together with the audited financial statements of the Company and of the Group for the year ended 31st December, 2002.

| PRINCIPAL ACTIVITIES |

The principal activities of the Company are investment holding and project management. Its subsidiaries are active in the field of property development and investment, property and project management, hotel and serviced suite operation and investment in securities.

| RESULTS AND DIVIDENDS |

Results of the Group for the year ended 31st December, 2002 are set out in the consolidated profit and loss account on page 52.

The Directors recommend the payment of a final dividend of HK\$1.22 per share which, together with the interim dividend of HK\$0.38 per share paid on 18th October, 2002, makes a total dividend of HK\$1.60 per share for the year.

| FIXED ASSETS |

Movements in fixed assets during the year are set out in note (8) to the financial statements.

| RESERVES |

Movements in reserves during the year are set out in note (19) to the financial statements.

| GROUP FINANCIAL SUMMARY |

Results, assets and liabilities of the Group for the last ten years are summarised on page 2.

| PROPERTIES |

Particulars of major properties held by the Group are set out on pages 46 to 49.

| DIRECTORS |

The Directors of the Company are listed on page 96. The Directors' biographical information is set out on pages 24 to 27.

In accordance with the Company's Articles of Association, the Directors of the Company (including Non-executive Directors) retire in every year by rotation. Mr. George Colin Magnus, Mr. Kam Hing Lam, Mr. Fok Kin-ning, Canning, Mr. Frank John Sixt, Ms. Hung Siu-lin, Katherine and Mr. Kwok Tun-li, Stanley retire from office and, being eligible, offer themselves for re-election at the forthcoming annual general meeting.

| DIRECTORS' INTERESTS |

As at 31st December, 2002, the interests of the Directors in the shares or debentures of the Company and its associated corporations as required to be recorded in the register maintained under Section 29 of the Securities (Disclosure of Interests) Ordinance ("SDI Ordinance") were as follows:

1. Interests in the Company

Name of Director	Number of Ordinary Shares				Total
	Personal Interest	Family Interest	Corporate Interest	Other Interest	
Li Ka-shing	–	–	84,680,338 (Note 1)	771,705,406 (Note 2)	856,385,744
Li Tzar Kuoi, Victor	220,000	100,000	579,000 (Note 4)	771,705,406 (Note 2)	772,604,406
George Colin Magnus	56,000	10,000	–	184,000 (Note 5)	250,000
Kam Hing Lam	10,000	–	–	–	10,000
Leung Siu Hon	635,500	64,500	–	–	700,000
Chow Kun Chee, Roland	65,600	–	–	–	65,600
Hung Siu-lin, Katherine	20,000	–	–	–	20,000
Yeh Yuan Chang, Anthony	–	384,000	–	–	384,000

2. Interests in Associated Corporations

Hutchison Whampoa Limited

Name of Director	Number of Ordinary Shares				Total
	Personal Interest	Family Interest	Corporate Interest	Other Interest	
Li Ka-shing	–	–	1,026,000 (Note 1)	2,140,672,773 (Note 3)	2,141,698,773
Li Tzar Kuoi, Victor	–	–	1,086,770 (Note 4)	2,140,672,773 (Note 3)	2,141,759,543
George Colin Magnus	990,100	9,900	–	–	1,000,000
Kam Hing Lam	60,000	–	–	–	60,000
Leung Siu Hon	11,000	28,600	–	–	39,600
Fok Kin-ning, Canning	–	–	2,010,875 (Note 8)	–	2,010,875
Frank John Sixt	50,000	–	–	–	50,000
Chow Kun Chee, Roland	49,931	–	–	–	49,931
Hung Siu-lin, Katherine	34,000	–	–	–	34,000
Yeh Yuan Chang, Anthony	–	100,000	–	–	100,000
Chow Nin Mow, Albert	97	–	–	–	97
Simon Murray	25,000	–	–	17,000 (Note 9)	42,000

Cheung Kong Infrastructure Holdings Limited

Name of Director	Number of Ordinary Shares				Total
	Personal Interest	Family Interest	Corporate Interest	Other Interest	
Li Ka-shing	–	–	–	1,912,109,945 (Note 6)	1,912,109,945
Li Tzar Kuoi, Victor	–	–	–	1,912,109,945 (Note 6)	1,912,109,945
Kam Hing Lam	100,000	–	–	–	100,000

CK Life Sciences Int'l., (Holdings) Inc.

Name of Director	Number of Ordinary Shares				Total
	Personal Interest	Family Interest	Corporate Interest	Other Interest	
Li Ka-shing	–	–	1,880,005,715 (Note 1)	2,820,008,571 (Note 7)	4,700,014,286
Li Tzar Kuoi, Victor	1,500,000	–	–	2,820,008,571 (Note 7)	2,821,508,571
George Colin Magnus	502,240	400	–	7,360 (Note 5)	510,000
Kam Hing Lam	–	4,150,000	–	–	4,150,000
Chung Sun Keung, Davy	250,000	–	–	–	250,000
Ip Tak Chuen, Edmond	1,500,000	–	–	–	1,500,000
Pau Yee Wan, Ezra	600,000	–	–	–	600,000
Woo Chia Ching, Grace	750,000	–	–	–	750,000
Leung Siu Hon	525,420	2,000	1,980 (Note 10)	–	529,400

Report of the Directors *(continued)*

Name of Director	Number of Ordinary Shares				Total
	Personal Interest	Family Interest	Corporate Interest	Other Interest	
Fok Kin-ning, Canning	–	–	1,000,000 (Note 8)	–	1,000,000
Frank John Sixt	600,000	–	–	–	600,000
Chow Kun Chee, Roland	602,624	–	–	–	602,624
Hung Siu-lin, Katherine	6,000	–	–	–	6,000
Yeh Yuan Chang, Anthony	500,000	–	–	–	500,000
Kwok Tun-li, Stanley	–	200,000	–	–	200,000

Mr. Li Ka-shing and Mr. Li Tzar Kuoi, Victor, by virtue of their interests in the share capital of the Company as described in Note (2) and as Directors of the Company are deemed to be interested in the securities of the subsidiaries and associated companies of the Company held through the Company under the provisions of the SDI Ordinance.

Also by virtue of their interests as discretionary beneficiaries of certain discretionary trusts as described in Note (2) and as Directors of the Company, Mr. Li Ka-shing and Mr. Li Tzar Kuoi, Victor, are deemed to be interested in the shares of the following subsidiaries of the Company held by Li Ka-Shing Unity Trustee Company Limited (and companies it controls) as trustee of The Li Ka-Shing Unity Trust:

Subsidiary	Number of Ordinary Shares
Beautiland Company Limited	15,000,000
Jabrin Limited	2,000
Kobert Limited	75
Tsing-Yi Realty, Limited	945,000

As at 31st December, 2002, Mr. Li Ka-shing is also deemed to be interested in 4 shares of Tosbo Limited, a subsidiary of the Company, by virtue of his interest through his private companies.

Notes:

- (1) Such shares are held by certain companies in which Mr. Li Ka-shing is entitled to exercise or control the exercise of one-third or more of the voting power at their general meetings.
- (2) The two references to 771,705,406 shares relate to the same block of shares in the Company. Such shares are held by Li Ka-Shing Unity Trustee Company Limited (“TUT”) as trustee of The Li Ka-Shing Unity Trust (the “LKS Unity Trust”) and by companies controlled by TUT as trustee of the LKS Unity Trust. All issued and outstanding units in the LKS Unity Trust are held by Li Ka-Shing Unity Trustee Corporation Limited as trustee of The Li Ka-Shing Unity Discretionary Trust and by another discretionary trust. The discretionary beneficiaries of such discretionary trusts are, inter alia, Mr. Li Ka-shing, Mr. Li Tzar Kuoi, Victor, his wife and two daughters, and Mr. Li Tzar Kai, Richard.

More than one-third of the issued share capital of TUT and of the trustees of the aforementioned discretionary trusts are owned by Li Ka-Shing Unity Holdings Limited. Mr. Li Ka-shing owns more than one-third of the issued share capital of Li Ka-Shing Unity Holdings Limited and accordingly is taken to be interested in the 771,705,406 shares in the Company under the SDI Ordinance.

- (3) The two references to 2,140,672,773 shares in Hutchison Whampoa Limited (“HWL”) relate to the same block of shares comprising:
 - (a) 2,130,202,773 shares held by certain subsidiaries of the Company. Mr. Li Ka-shing and Mr. Li Tzar Kuoi, Victor, as Directors of the Company, are deemed to be interested in such shares by virtue of their interests in the shares of the Company as described in Note (2) as, inter alia, discretionary beneficiaries of certain discretionary trusts. The discretionary beneficiaries of such discretionary trusts are, inter alia, Mr. Li Ka-shing, Mr. Li Tzar Kuoi, Victor, his wife and two daughters, and Mr. Li Tzar Kai, Richard; and
 - (b) 10,470,000 shares held by a unit trust and a company controlled by such unit trust. All issued and outstanding units of such unit trust are held by discretionary trusts. The discretionary beneficiaries of such discretionary trusts are, inter alia, Mr. Li Ka-shing, Mr. Li Tzar Kuoi, Victor, his wife and two daughters, and Mr. Li Tzar Kai, Richard.

More than one-third of the issued share capital of the trustees of the aforementioned unit trust and discretionary trusts are owned by Li Ka-Shing Castle Holdings Limited in which Mr. Li Ka-shing owns more than one-third of its issued share capital and accordingly, Mr. Li Ka-shing is taken to be interested in the 10,470,000 shares in HWL under the SDI Ordinance.

- (4) Such shares are held by certain companies in which Mr. Li Tzar Kuoi, Victor is entitled to exercise or control the exercise of one-third or more of the voting power at their general meetings.
- (5) Such interests in the shares are held by a company controlled by a trust under which Mr. George Colin Magnus is a discretionary beneficiary.
- (6) The two references to 1,912,109,945 shares in Cheung Kong Infrastructure Holdings Limited (“CKI”) relate to the same block of shares comprising:
 - (a) 1,906,681,945 shares held by a subsidiary of HWL. Certain subsidiaries of the Company hold more than one-third of the issued share capital of HWL. Mr. Li Ka-shing and Mr. Li Tzar Kuoi, Victor by virtue of their deemed interest in the shares of the Company as discretionary beneficiaries of certain discretionary trusts as described in Note (2) above, are deemed to be interested in such shares of CKI held by the subsidiary of HWL; and

- (b) 3,603,000 shares held by Pennywise Investments Limited (“Pennywise”) and 1,825,000 shares held by Triumphant Investments Limited (“Triumphant”). Pennywise and Triumphant are companies controlled by TUT as trustee of the LKS Unity Trust. Mr. Li Tzar Kuoi, Victor is deemed to be interested in such shares of CKI held by Pennywise and Triumphant by virtue of his interests as discretionary beneficiary of certain discretionary trusts as described in Note (2) above and as a Director of CKI. Mr. Li Ka-shing is deemed to be interested in such shares of CKI held by Pennywise and Triumphant by virtue of his deemed interest in TUT and the trustees of those discretionary trusts as described in Note (2) above.
- (7) The two references to 2,820,008,571 shares in CK Life Sciences Int'l., (Holdings) Inc. relate to the same block of shares which are held by a subsidiary of the Company. Mr. Li Ka-shing and Mr. Li Tzar Kuoi, Victor, as Directors of the Company, are deemed to be interested in such shares by virtue of their interests in the shares of the Company as described in Note (2) above as, inter alia, discretionary beneficiaries of certain discretionary trusts. The discretionary beneficiaries of such discretionary trusts are, inter alia, Mr. Li Ka-shing, Mr. Li Tzar Kuoi, Victor, his wife and two daughters, and Mr. Li Tzar Kai, Richard.
- (8) Such shares are held by a company which is equally owned by Mr. Fok Kin-ning, Canning and his wife.
- (9) Such interests are held by an offshore family trust fund under which Mr. Simon Murray is a discretionary beneficiary.
- (10) Such interests are held by a company which is wholly owned by Mr. Leung Siu Hon and his wife.
- (11) Effective 1st April, 2003, each of Mr. Li Ka-shing, Mr. Li Tzar Kuoi, Victor and Mr. Li Tzar Kai, Richard is interested in one-third of the entire issued share capital of Li Ka-Shing Unity Holdings Limited and of Li Ka-Shing Castle Holdings Limited, and the discretionary beneficiaries of each of those discretionary trusts referred to in Notes (2) and (3)(b) above are, inter alia, Mr. Li Tzar Kuoi, Victor, his wife and two daughters, and Mr. Li Tzar Kai, Richard.

As at 31st December, 2002, Mr. Li Tzar Kuoi, Victor had a corporate interest in a notional amount of US\$7,000,000 in the 7% Notes due 2011 issued by Hutchison Whampoa International (01/11) Limited. Such Notes are held through a company in which he is entitled to control one-third or more of the voting rights at its general meetings.

As at 31st December, 2002, Mr. Fok Kin-ning, Canning had a personal interest in 100,000 ordinary shares in Hutchison Telecommunications (Australia) Limited (“HTAL”) and 134,000 5.5% Unsecured Convertible Notes due 2007 issued by HTAL, and corporate interests in (a) 5,000,000 ordinary shares in Hutchison Harbour Ring Limited, (b) 1,000,000 ordinary shares in HTAL, (c) 1,340,001 5.5% Unsecured Convertible Notes due 2007 issued by HTAL and (d) a notional amount of US\$30,000,000 in the 7% Notes due 2011 issued by Hutchison Whampoa International (01/11) Limited. Such corporate interests are held through a company which is equally owned by him and his wife.

Certain Directors held qualifying shares in certain subsidiaries in trust for the Company and other subsidiaries.

Apart from the above, as at 31st December, 2002 there was no other interest or right recorded in the register required to be kept under Section 29 of the SDI Ordinance.

At no time during the year was the Company or subsidiary a party to any arrangements which enabled any Director to acquire benefits by means of the acquisition of shares in or debentures of the Company or of any other body corporate.

No other contracts of significance to which the Company or a subsidiary was a party and in which a Director had a material interest subsisted at the balance sheet date or at any time during the year.

None of the Directors has any service contract with the Company or any of its subsidiaries.

| SUBSTANTIAL SHAREHOLDERS |

As at 31st December, 2002, the register required to be kept under Section 16(1) of the SDI Ordinance showed that, in addition to the interests disclosed above in respect of the Directors, the Company has been notified by Li Ka-Shing Unity Holdings Limited, Li Ka-Shing Unity Trustee Company Limited as trustee of The Li Ka-Shing Unity Trust, Li Ka-Shing Unity Trustee Corporation Limited as trustee of The Li Ka-Shing Unity Discretionary Trust that each of them is taken to have an interest under the SDI Ordinance in the same 771,705,406 shares of the Company as described in Note (2) above.

| CONNECTED TRANSACTIONS |

- (1) On 29th June, 2002, the Group entered into a sale and purchase agreement with, among others, Sun Hung Kai Properties Limited (“SHK”) and its wholly owned subsidiary (the “SHK Group”) for the acquisition (the “Acquisition”) from the SHK Group of 25% of the entire issued share capital of, and the benefit of the shareholders’ loan and debt that may be due by, Mightypattern Limited and Waldorf Realty Limited respectively. As SHK, through its wholly owned subsidiary, owns 40% of the entire issued share capital of a 60% owned indirect subsidiary of the Company, the Acquisition constituted a connected transaction for the Company under Rule 14.25(1) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”).
- (2) On 6th November, 2002, the Company issued a letter of support (the “Letter of Support”) to the Broadcasting Authority with respect to the provision of 50% financial support to Metro Broadcast Corporation Limited, which is owned as to 50% by the Company and 50% by Hutchison Whampoa Limited. The Letter of Support constituted a connected transaction for the Company under the Listing Rules.

- (3) On 12th November, 2002, the Company entered into a deed of guarantee (“Guarantee”) in favour of MTR Corporation Limited (“MTRC”) in respect of the due performance and observance by Union Ford Investments Limited (“Union Ford”), a 80% owned subsidiary of the Group, under a development agreement entered into with MTRC. The shareholder of the remaining 20% of Union Ford had provided a counter indemnity to the Company in respect of its 20% interest in Union Ford. The Guarantee constituted a connected transaction for the Company under Rule 14.25(2)(a) of the Listing Rules.
- (4) On 25th February, 2003, the Company agreed to make available a loan (“Loan”) for up to US\$143 million to Hui Xian (Holdings) Limited and/or its subsidiaries (“Hui Xian”) for general corporate purposes. The Loan would be provided on a several basis pro-rated to the respective interests of the Group and Hutchison Whampoa Limited in Hui Xian. The Loan constituted a connected transaction for the Company under Rule 14.25(2)(b) of the Listing Rules.
- (5) The Group had provided guarantees (“Guarantees”) to companies in respect of which both the Group and Hutchison Whampoa Limited or its wholly owned subsidiaries (“Hutchison”) have interests. The Guarantees were provided by the Group and Hutchison on a several basis and pro-rated to their respective interests in the relevant company. Such arrangements constituted or might constitute connected transactions for the Company under Rule 14.25(2)(b) of the Listing Rules.

Date	Name of Company	Guarantee provided by the Group
24th April, 2002	Hutchison Whampoa Properties (Shanghai) Gubei Limited	50% of the obligations under a loan of RMB100 million made available by an independent financial institution.
20th June, 2002	Shanghai Westgate Mall Co., Ltd.	50% of the obligations under a loan of RMB100 million made available by an independent financial institution.
17th July, 2002	Shanghai Xin Hui Property Development Co., Ltd	50% of the obligations under a loan of RMB195.2 million made available by an independent financial institution.
17th July, 2002	Shanghai Hehui Property Development Co., Ltd	50% of the obligations under a loan of RMB1,024.8 million made available by an independent financial institution.
31st July, 2002	Hutchison Enterprises (Chongqing) Co., Ltd.	50% of the obligations under a loan of RMB370 million made available by an independent financial institution.

Date	Name of Company	Guarantee provided by the Group
13th August, 2002	Hutchison Whampoa Properties (Shenzhen) Co., Ltd.	50% of the obligations under a credit facility of RMB1.5 billion made available by an independent financial institution.
24th October, 2002	Hutchison Whampoa Properties (Zhuhai) Co., Ltd.	50% of the obligations under a loan of RMB200 million made available by an independent financial institution.
6th November, 2002	Hutchison Whampoa Properties (Guangzhou Liwan) Limited	50% of the obligations under a loan of RMB400 million made available by an independent financial institution.
12th November, 2002	Hutchison Whampoa Properties (Shanghai) Gubei Limited	50% of the obligations under a loan of RMB400 million made available by an independent financial institution.
12th November, 2002	Shanghai Westgate Mall Co., Ltd.	50% of the obligations under two loans of RMB50 million each made available by an independent financial institution.
31st December, 2002	Shanghai Helian Property Development Co., Ltd	50% of the obligations under a loan of RMB370 million made available by an independent financial institution.

| MAJOR CUSTOMERS AND SUPPLIERS |

During the year, 74% of the Group's purchases were attributable to the Group's five largest suppliers with the largest supplier accounting for 30% of the Group's purchases. The Group's turnover attributable to the Group's five largest customers was less than 30%.

For the year ended 31st December, 2002, MTR Corporation Limited ("MTRC"), a company listed on The Stock Exchange of Hong Kong Limited, was one of the Group's five largest suppliers. Mr. Li Ka-shing and Ms. Pau Yee Wan, Ezra, Directors of the Company, or their associates, had interest in MTRC as shareholders. Save as disclosed above, none of the Directors, their associates or any shareholder (which to the knowledge of the Directors owns more than 5% of the Company's issued share capital) has any interest in the Group's five largest suppliers.

| DIRECTORS' INTERESTS IN COMPETING BUSINESSES |

During the year, the interests of Directors in the businesses which compete or are likely to compete, either directly or indirectly, with the businesses of the Group (the "Competing Business") as required to be disclosed pursuant to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited were as follows:

1. Core business activities of the Group

- (1) Property development and investment.
- (2) Property and project management.
- (3) Hotel and serviced suite operation.
- (4) Investment in securities.
- (5) Information technology, e-commerce and new technology.

2. Interests in Competing Business

Name of Director	Name of Company	Nature of Interest	Competing Business (Note)
Li Ka-shing	Hutchison Whampoa Limited	Chairman	(1), (2), (3), (4) & (5)
Li Tzar Kuoi, Victor	Hutchison Whampoa Limited	Deputy Chairman	(1), (2), (3), (4) & (5)
	Cheung Kong Infrastructure Holdings Limited	Chairman	(4) & (5)
	Hongkong Electric Holdings Limited	Executive Director	(4) & (5)
	CK Life Sciences Int'l., (Holdings) Inc.	Chairman	(4) & (5)
George Colin Magnus	Hutchison Whampoa Limited	Executive Director	(1), (2), (3), (4) & (5)
	Cheung Kong Infrastructure Holdings Limited	Deputy Chairman	(4) & (5)
	Hongkong Electric Holdings Limited	Chairman	(4) & (5)

Name of Director	Name of Company	Nature of Interest	Competing Business (Note)
Kam Hing Lam	Hutchison Whampoa Limited	Executive Director	(1), (2), (3), (4) & (5)
	Cheung Kong Infrastructure Holdings Limited	Group Managing Director	(4) & (5)
	Hongkong Electric Holdings Limited	Executive Director	(4) & (5)
	CK Life Sciences Int'l., (Holdings) Inc.	President and Chief Executive Officer	(4) & (5)
Ip Tak Chuen, Edmond	Cheung Kong Infrastructure Holdings Limited	Deputy Chairman	(4) & (5)
	CK Life Sciences Int'l., (Holdings) Inc.	Senior Vice President and Chief Investment Officer	(4) & (5)
	TOM.COM LIMITED	Non-executive Director	(4) & (5)
	CATIC International Holdings Limited	Non-executive Director	(1) & (4)
	Excel Technology International Holdings Limited	Non-executive Director	(4) & (5)
	Hanny Holdings Limited	Non-executive Director	(4) & (5)
	Shougang Concord International Enterprises Company Limited	Non-executive Director	(1) & (4)
	Town Health International Holdings Company Limited	Non-executive Director <i>(Resigned on 5th August, 2002)</i>	(4) & (5)
	Trasy Gold Ex Limited	Non-executive Director	(4) & (5)
	Fok Kin-ning, Canning	Hutchison Whampoa Limited	Group Managing Director
Cheung Kong Infrastructure Holdings Limited		Deputy Chairman	(4) & (5)
Hongkong Electric Holdings Limited		Deputy Chairman	(4) & (5)
Hanny Holdings Limited		Non-executive Director	(4) & (5)

Report of the Directors *(continued)*

Name of Director	Name of Company	Nature of Interest	Competing Business (Note)
Frank John Sixt	Hutchison Whampoa Limited	Group Finance Director	(1), (2), (3), (4) & (5)
	Cheung Kong Infrastructure Holdings Limited	Executive Director	(4) & (5)
	Hongkong Electric Holdings Limited	Executive Director	(4) & (5)
	TOM.COM LIMITED	Chairman	(4) & (5)
Hung Siu-lin, Katherine	The Hong Kong Housing Society	Supervisory Board Member	(1) & (2)
	Hong Kong Young Women's Christian Association	Hotel Management Committee Member	(1), (2) & (3)
Chow Nin Mow, Albert	Wah Yip (Holdings) Limited	Chairman and Managing Director	(1)

Note: Such businesses may be made through subsidiaries, associated companies or by way of other forms of investments.

Save as disclosed above, none of the Directors is interested in any business apart from the Group's businesses which competes or is likely to compete, either directly or indirectly, with businesses of the Group.

| PURCHASE, SALE OR REDEMPTION OF SHARES |

The Company has not redeemed any of its shares during the year. Neither the Company nor any of its subsidiaries has purchased or sold any of the Company's shares during the year.

| COMMUNITY RELATIONS |

During the year, the Group supported a wide variety of charities and activities beneficial to the community. Donations made by the Group during the year amounted to approximately HK\$22,700,000.

| CODE OF BEST PRACTICE |

The Company has complied with Appendix 14 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited throughout the accounting period covered by this annual report.

| AUDIT COMMITTEE |

Pursuant to the requirements of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited, an Audit Committee of the Company was established in December 1998 with reference to “A Guide for the Formation of an Audit Committee” issued by the Hong Kong Society of Accountants. Regular meetings have been held by the Committee since its establishment and the Committee met twice in 2002.

The Audit Committee is answerable to the Board and the principal duties of the Committee include the review and supervision of the Company’s financial reporting process and internal controls.

| AUDITORS |

The financial statements for the year have been audited by Messrs. Deloitte Touche Tohmatsu who retire and offer themselves for re-appointment.

On behalf of the Board

Li Ka-shing

Chairman

Hong Kong, 20th March, 2003