

TEN-YEAR BALANCE SHEET

As at 31st December

The Hongkong Electric Company, Limited

HK\$ million	2002	2001	2000	1999	1998	1997	1996	1995	1994	1993
Assets										
Non-Current Assets										
Fixed Assets	45,287	44,045	41,688	39,761	37,750	35,120	32,315	29,087	24,590	20,800
Employee Retirement Benefit Assets	212	–	–	–	–	–	–	–	–	–
	45,499	44,045	41,688	39,761	37,750	35,120	32,315	29,087	24,590	20,800
Current Assets										
Coal and fuel oil	120	138	100	142	135	143	188	152	148	147
Stores	292	301	299	309	291	280	275	265	225	196
Fuel Clause Account	1,235	1,216	981	262	186	–	–	–	–	–
Trade and other receivables	1,039	664	633	641	525	486	416	348	356	317
Bank balances	2	5	12	9	–	–	6	1	1	4
	2,688	2,324	2,025	1,363	1,137	909	885	766	730	664
Current Liabilities										
Bank loans and other borrowings	(9,266)	(7,944)	(6,573)	(5,992)	(5,176)	(4,680)	(4,901)	(3,326)	(2,403)	(1,853)
Fuel Clause Account	–	–	–	–	–	(7)	(20)	(103)	(147)	(129)
Trade and other payables	(1,242)	(1,858)	(1,511)	(1,867)	(2,309)	(2,351)	(1,957)	(3,024)	(1,544)	(1,300)
Taxation	(419)	(792)	(209)	(227)	(179)	(142)	(204)	(53)	(130)	(83)
	(10,927)	(10,594)	(8,293)	(8,086)	(7,664)	(7,180)	(7,082)	(6,506)	(4,224)	(3,365)
Net Current Liabilities	(8,239)	(8,270)	(6,268)	(6,723)	(6,527)	(6,271)	(6,197)	(5,740)	(3,494)	(2,701)
Total Assets Less Current Liabilities	37,260	35,775	35,420	33,038	31,223	28,849	26,118	23,347	21,096	18,099
Non-Current Liabilities										
Bank loans and other borrowings	(7,295)	(8,036)	(9,639)	(8,790)	(8,444)	(8,343)	(5,649)	(3,461)	(3,776)	(2,677)
Deferred creditors	(972)	(1,184)	(1,362)	(1,770)	(2,036)	(1,734)	(3,103)	(4,064)	(3,043)	(2,709)
Customers' deposits	(1,350)	(1,302)	(1,242)	(1,169)	(1,131)	(1,084)	(1,016)	(958)	(892)	(814)
Employee Retirement Benefit Liabilities	(57)	–	–	–	–	–	–	–	–	–
	(9,674)	(10,522)	(12,243)	(11,729)	(11,611)	(11,161)	(9,768)	(8,483)	(7,711)	(6,200)
Rate Reduction Reserve (Note 1)	(10)	(9)	(14)	(21)	(62)	(92)	(93)	(80)	(64)	(105)
Development Fund (Note 2)	(139)	(138)	(249)	(89)	(340)	(338)	(556)	(638)	(644)	(370)
Net Assets	27,437	25,106	22,914	21,199	19,210	17,258	15,701	14,146	12,677	11,424
Capital and Reserves										
Share capital	2,411	2,411	2,411	2,411	2,411	2,411	2,411	2,411	2,411	2,411
Reserves (Note 3)	5,536	2,460	2,201	1,975	1,724	1,390	1,066	730	311	–
Proposed dividend	1,903	4,311	3,917	3,945	3,518	3,036	2,828	2,409	2,102	2,074
	9,850	9,182	8,529	8,331	7,653	6,837	6,305	5,550	4,824	4,485
Loan capital	17,587	15,924	14,385	12,868	11,557	10,421	9,396	8,596	7,853	6,939
	27,437	25,106	22,914	21,199	19,210	17,258	15,701	14,146	12,677	11,424

Notes:

- (1) The purpose of this reserve is to reduce, by means of rebates, electricity tariffs to customers.
- (2) The main purpose of the development fund is to assist in financing the acquisition of fixed assets and it is not part of shareholders' funds.
- (3) These reserves included \$2,629 million representing a Scheme of Control tax adjustment, calculated in accordance with the renewed Scheme of Control Agreement effective 1st January 1994. These represent the accumulated difference between depreciation and the Inland Revenue tax allowances, applying the tax rate applicable to each respective year. This Scheme of Control tax adjustment shall be retained within HEC until such time as it may be required to pay the tax.
- (4) Certain comparative figures have been reclassified to conform with current year's presentation.