

**Summary of Audited Consolidated Financial Statements of Silverlink Holdings Limited**  
**Consolidated profit and loss account** for the year ended 31 December 2003

	2003 HK\$'000	2002 HK\$'000
Turnover	222,971	281,034
Direct departmental expenses	( 100,394)	( 107,726)
Administrative expenses	( 36,863)	( 41,231)
Marketing expenses	( 8,939)	( 9,633)
Property operation maintenance and energy costs	( 30,342)	( 33,064)
	<u>46,433</u>	<u>89,380</u>
Other operating income	16,224	14,586
Other operating expenses	( 115,705)	( 69,693)
(Loss) profit from operations	( 53,048)	34,273
Finance costs, net	( 40,849)	( 5,733)
Share of (losses) profits of associates	( 819)	10,335
(Loss) profit before tax	( 94,716)	38,875
Income tax expense	( 11,536)	( 13,346)
(Loss) profit before minority interests	( 106,252)	25,529
Minority interests	11,973	( 3,526)
Net (loss) profit for the year	<u>( 94,279)</u>	<u>22,003</u>

**Summary of Audited Consolidated Financial Statements of Silverlink Holdings Limited** (Cont'd)  
**Consolidated balance sheet** as at 31 December 2003

	2003 HK\$'000	2002 HK\$'000
Non-current assets		
Property, plant and equipment	1,043,062	1,039,186
Intangible asset	1,420	—
Projects under development	327,506	233,735
Interests in associates	296,923	280,480
Other investments	35,350	47,760
	<u>1,704,261</u>	<u>1,601,161</u>
Current assets		
Inventories, at cost	10,226	10,359
Trade and other receivables	119,215	105,136
Amounts due from related parties	1,162	3,541
Cash and bank balances	21,887	20,077
	<u>152,490</u>	<u>139,113</u>
Current liabilities		
Trade and other payables	125,401	88,117
Tax liabilities	13,978	11,318
Amounts due to related parties	39	62
Borrowings	51,113	31,247
Obligations under finance leases	23	335
	<u>190,554</u>	<u>131,079</u>
Net current (liabilities) assets	<u>( 38,064)</u>	<u>8,034</u>
	<u>1,666,197</u>	<u>1,609,195</u>
Non-current liabilities		
Convertible loans	620,100	184,314
Obligations on repurchase of shares	86,744	—
Borrowings	150,376	91,985
Obligations under finance leases	226	148
Loans from minority shareholders	47,112	36,013
Deferred liabilities	7,020	7,020
Deferred income	320	632
Deferred taxation	1,771	453
	<u>913,669</u>	<u>320,565</u>
Minority interests	<u>163,558</u>	<u>165,703</u>
Capital and reserves		
Share capital	83,624	138,341
Reserves	505,346	984,586
	<u>588,970</u>	<u>1,122,927</u>
	<u>1,666,197</u>	<u>1,609,195</u>

## **Summary of Audited Consolidated Financial Statements of Silverlink Holdings Limited** (Cont'd)

### Contingent liabilities

The group of Silverlink Holdings Limited ("Silverlink") has issued guarantees to banks in respect of the banking facilities granted to its associate amounting to HK\$23.4 million (2002: HK\$23.4 million).

On 24 January 2001, a subsidiary of Silverlink entered into a debt restructuring agreement with a bank. Under the agreement, that subsidiary has to pay interest of HK\$5.4 million in the event that the repayment is not made in accordance with the repayment schedule.