

The Directors have pleasure in presenting their annual report and the audited financial statements for the year ended 31 December 2006.

### PRINCIPAL ACTIVITIES

The Company acts as an investment holding company. The principal activities of the Group, including the infrastructure joint ventures, are the investment in, development, operation and management of toll roads and expressways and property development projects in the People's Republic of China ("PRC"), the details of which are set out in note 18 and 41 to the consolidated financial statements respectively.

### MAJOR CUSTOMERS AND SUPPLIERS

In view of the nature of the toll road business, there are no major customers and suppliers. For the property business, the major customers are households and aggregate sales attributable to the Group's five largest customers were less than 30% of total sales. The five largest suppliers and the largest supplier accounted for approximately 38% and 34% of the Group's purchases in this business respectively.

None of the Directors, their associates or any shareholders (which to the knowledge of the Directors own more than 5% of the Company's share capital) had an interest in the major suppliers mentioned above.

### RESULTS AND APPROPRIATIONS

The results of the Group for the year ended 31 December 2006 are set out in the consolidated income statement on page 60.

An interim dividend of HK\$0.22 per share amounting to HK\$132,614,000 was paid to the shareholders on 11 August 2006.

The Directors recommend the payment of a final dividend of HK\$0.26 per share to the shareholders on the register of members on 14 May 2007 amounting to HK\$191 million.

### SHARE CAPITAL AND SHARE OPTIONS

Details of the movements during the year in the share capital and share options of the Company are set out in notes 27 and 28 to the consolidated financial statements respectively.

### RESERVES

Movements during the year in the reserves of the Group are set out in the consolidated statement of changes in equity on page 63.

## DISTRIBUTABLE RESERVES OF THE COMPANY

The Company's reserves available for distribution to shareholders as at 31 December 2006 were as follows:

	2006 HK\$'000	2005 HK\$'000
Contributed surplus	<b>1,348,042</b>	1,348,042
Retained profits	<b>383,560</b>	577,902
	<b>1,731,602</b>	1,925,944

Under the Companies Act 1981 of Bermuda (as amended), the contributed surplus account of the Company is available for distribution. However, the Company cannot declare or pay a dividend, or make a distribution out of contributed surplus, if:

- (i) it is, or would after the payment be, unable to pay its liabilities as they become due; or
- (ii) the realisable value of its assets would thereby be less than the aggregate of its liabilities and its issued share capital and share premium account.

## PROPERTY, PLANT AND EQUIPMENT

Details of movements during the year in the property, plant and equipment of the Group are set out in note 17 to the consolidated financial statements.

## PROPERTIES UNDER DEVELOPMENT FOR SALE AND ADVANCES FOR LAND LEASES

Particulars of these properties of the Group are shown under the section of Management Discussion and Analysis – Project Review.

## BANK AND OTHER BORROWINGS

Particulars of bank and other borrowings of the Group are set out in note 29 to the consolidated financial statements.

## RETIREMENT BENEFIT PLANS

Particulars of these retirement benefit plans of the Group are set out in note 35 to the consolidated financial statements.

## FINANCIAL SUMMARY

A summary of the results and of the assets and liabilities of the Group for the last five financial years is set out on pages 117 to 118 of the annual report.

## DIRECTORS AND DIRECTORS' SERVICE CONTRACTS

The Directors of the Company during the year and up to the date of this report are:

### Executive Directors:

Zen Wei Pao, William (*Chairman*)  
Ko Yuk Bing (*Managing Director and Chief Executive Officer*)  
Chan Kam Hung (*Chief Operating Officer*)  
Fong Shiu Leung, Keter (*Finance Director*)  
Zen Wei Peu, Derek

### Non-executive Directors:

Hu Aimin  
Zhang Yijun

### Independent Non-executive Directors:

Chan Hing Chiu, Vincent  
Chow Shiu Kee, Stephen  
Lau Sai Yung

In accordance with Bye-laws 86 and 87 of the Company's Bye-laws, Messrs. Hu Aimin, Chan Hing Chiu, Vincent, Chow Shiu Kee, Stephen and Lau Sai Yung shall retire by rotation and, being eligible, offer themselves for re-election. All other remaining directors continue in office.

The term of office for each non-executive Director is the period up to his retirement by rotation in accordance with the Company's Bye-laws.

None of the Directors proposed for re-election at the forthcoming annual general meeting has a service contract which is not determinable by the Group within one year without payment of compensation (other than statutory compensation).

## DIRECTORS' INTERESTS IN CONTRACTS

No contracts of significance to which the Company or any of its subsidiaries was a party and in which a Director of the Company had a material interest, whether directly or indirectly, subsisted at the end of the year or at any time during the year.

## DISCLOSURE OF INTERESTS

### Directors' Interests and Short Positions

As at 31 December 2006, the interests and short positions of the Directors of the Company in the shares, underlying shares and debentures of the Company or any associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance ("SFO")) which were required to be notified to the Company and The Stock Exchange of Hong Kong Limited (the "Stock Exchange") pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they were taken or deemed to have under such provisions of the SFO) or were required to be entered in the register maintained by the Company pursuant to section 352 of the SFO or were required, pursuant to the Model Code for Securities Transactions by Directors of Listed Companies, to be notified to the Company and the Stock Exchange were as follows:

#### (I) The Company

##### (a) Interests in shares

Name of Director	Capacity/ Nature of interest	Number of shares held		Percentage of holding (%)
		Long position	Short position	
Zen Wei Pao, William	Personal	1,000,000 (note 1)	—	0.14
		8,000,000 (note 2)	—	1.16
Ko Yuk Bing	Personal	70,000 (note 1)	—	0.01
		5,300,000 (note 2)	—	0.77
Chan Kam Hung	Personal	450,000 (note 1)	—	0.07
		4,900,000 (note 2)	—	0.71
Fong Shiu Leung, Keter	Personal	527,000 (note 1)	—	0.08
		3,400,000 (note 2)	—	0.49
Zen Wei Peu, Derek	Personal	5,286,000 (note 1)	—	0.77
		1,300,000 (note 2)	—	0.19
Hu Aimin	Personal	250,000 (note 2)	—	0.04
Zhang Yijun	Personal	250,000 (note 2)	—	0.04
Chan Hing Chiu, Vincent	Personal	750,000 (note 2)	—	0.11
Chow Shiu Kee, Stephen	Personal	160,000 (note 1)	—	0.02
		1,000,000 (note 2)	—	0.14
Lau Sai Yung	Personal	500,000 (note 2)	—	0.07

Notes:

1. Long position in the shares (other than pursuant to equity derivatives such as share options, warrants to subscribe or convertible bonds).
2. Long position in the underlying shares of the Company pursuant to unlisted equity derivatives (including physically settled, cash settled and other equity derivatives). Share options granted to Directors are included in this category, the particulars of which are set out in (II) below.

## DISCLOSURE OF INTERESTS (Continued)

### Directors' Interests and Short Positions (Continued)

#### (II) Details of share options

The share option scheme was adopted by the Company on 12 May 2003. Particulars of the share option scheme are set out in note 28 to the consolidated financial statements.

A summary of movement during the year under the share option scheme is as follows:

Name	Issue	Number of share options					Weighted average closing price (note 5)
		Balance at 1.1.2006	Granted during the year	Exercised during the year	Cancelled during the year	Balance at 31.12.2006	
<b>Directors</b>							
Zen Wei Pao, William	Note 1	2,500,000	—	2,000,000	—	500,000	11.58
	Note 2	2,500,000	—	—	—	2,500,000	—
	Note 3	2,500,000	—	—	—	2,500,000	—
	Note 4	—	2,500,000	—	—	2,500,000	—
Ko Yuk Bing	Note 1	1,100,000	—	1,100,000	—	—	8.00
	Note 2	2,300,000	—	1,600,000	—	700,000	8.11
	Note 3	2,300,000	—	—	—	2,300,000	—
	Note 4	—	2,300,000	—	—	2,300,000	—
Chan Kam Hung	Note 1	1,200,000	—	1,200,000	—	—	10.69
	Note 2	1,800,000	—	500,000	—	1,300,000	9.30
	Note 3	1,800,000	—	—	—	1,800,000	—
	Note 4	—	1,800,000	—	—	1,800,000	—
Fong Shiu Leung, Keter	Note 1	1,000,000	—	1,000,000	—	—	10.01
	Note 2	1,000,000	—	400,000	—	600,000	11.64
	Note 3	1,400,000	—	—	—	1,400,000	—
	Note 4	—	1,400,000	—	—	1,400,000	—
Zen Wei Peu, Derek	Note 2	1,000,000	—	1,000,000	—	—	8.93
	Note 3	1,300,000	—	1,300,000	—	—	9.90
	Note 4	—	1,300,000	—	—	1,300,000	—
Hu Aimin	Note 2	250,000	—	250,000	—	—	11.00
	Note 3	250,000	—	250,000	—	—	11.00
	Note 4	—	250,000	—	—	250,000	—
Zhang Yijun	Note 3	250,000	—	250,000	—	—	11.00
	Note 4	—	250,000	—	—	250,000	—

## DISCLOSURE OF INTERESTS (Continued)

### Directors' Interests and Short Positions (Continued)

#### (II) Details of share options (Continued)

Name	Issue	Number of share options					Weighted average closing price (note 5)
		Balance at 1.1.2006	Granted during the year	Exercised during the year	Cancelled during the year	Balance at 31.12.2006	
Chan Hing Chiu, Vincent	Note 1	250,000	—	250,000	—	—	9.90
	Note 2	250,000	—	—	—	250,000	—
	Note 3	250,000	—	—	—	250,000	—
	Note 4	—	250,000	—	—	250,000	—
Chow Shiu Kee, Stephen	Note 1	250,000	—	—	—	250,000	—
	Note 2	250,000	—	—	—	250,000	—
	Note 3	250,000	—	—	—	250,000	—
	Note 4	—	250,000	—	—	250,000	—
Lau Sai Yung	Note 3	250,000	—	—	—	250,000	—
	Note 4	—	250,000	—	—	250,000	—
		<u>26,200,000</u>	<u>10,550,000</u>	<u>11,100,000</u>	<u>—</u>	<u>25,650,000</u>	
<b>Others</b>							
Employees	Note 1	2,010,000	—	1,550,000	—	460,000	7.86
	Note 2	3,600,000	—	3,110,000	—	490,000	8.65
	Note 3	4,910,000	—	3,420,000	20,000	1,470,000	9.70
	Note 4	—	8,790,000	—	—	8,790,000	—
		<u>10,520,000</u>	<u>8,790,000</u>	<u>8,080,000</u>	<u>20,000</u>	<u>11,210,000</u>	
		<u>36,720,000</u>	<u>19,340,000</u>	<u>19,180,000</u>	<u>20,000</u>	<u>36,860,000</u>	

Notes:

- The share options under this issue were granted on 17 October 2003 with an exercisable period from 17 October 2003 to 16 October 2008 and an exercise price of HK\$5.15.
- The share options under this issue were granted on 26 August 2004 with an exercisable period from 26 August 2004 to 25 August 2009 and an exercise price of HK\$5.70.
- The share options under this issue were granted on 14 December 2005 with an exercisable period from 14 December 2005 to 13 December 2010 and an exercise price of HK\$5.80.
- The share options under this issue were granted on 20 December 2006 with an exercisable period from 20 December 2006 to 19 December 2011 and an exercise price of HK\$11.66.
- This represents the weighted average closing price of the Company's shares immediately before the date on which the share options were exercised.

## **DISCLOSURE OF INTERESTS (Continued)**

### **Directors' Interests and Short Positions (Continued)**

#### **(II) Details of share options (Continued)**

Save as disclosed above, none of the Directors or their associates has any interests or short positions in any shares, underlying shares and debentures of the Company or any associated corporations (within the meaning of Part XV of the SFO) as recorded in the register to be kept by the Company under section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange.

Save as disclosed herein, none of the Directors nor their spouse or children under 18 years of age were granted or had exercised any rights to subscribe for any securities of the Company or any of its associated corporations.

## **ARRANGEMENTS TO ACQUIRE SHARES OR DEBENTURES**

Other than the share option scheme as mentioned earlier, at no time during the year was the Company or any of its subsidiaries a party to any arrangements to enable the Directors of the Company to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

## SUBSTANTIAL SHAREHOLDERS' INTERESTS

As at 31 December 2006, so far as is known to any Director of the Company, the following persons (other than Directors of the Company), had interests or short positions in the shares and underlying shares of the Company which fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO as recorded in the register required to be kept by the Company pursuant to section 336 of the SFO:

Name of shareholder	Capacity/ Nature of interest	Number of shares held		Percentage of holding (%) (note 10)
		Long position (note 1)	Short position	
Wai Kee Holdings Limited (note 2)	Corporate	278,934,428	—	40.42
Wai Kee (Zens) Holding Limited (note 3)	Corporate	278,934,428	—	40.42
Groove Trading Limited (note 4)	Personal/Beneficiary	66,000,000	—	9.56
Wai Kee China Investments (BVI) Company Limited (note 4)	Corporate	209,317,428	—	30.33
Wai Kee China Investments Company Limited (note 5)	Corporate	209,317,428	—	30.33
ZWP Investments Limited (note 6)	Personal/Beneficiary	209,317,428	—	30.33
Shenzhen Investment Limited (note 7)	Corporate	166,069,142	—	24.07
Hover Limited (note 8)	Personal/Beneficiary	166,069,142	—	24.07
Cheah Cheng Hye (note 9)	Corporate	73,023,852	—	10.58
Value Partners Limited	Investment Manager	73,023,852	—	10.58

Notes:

1. Long position in the shares (other than pursuant to equity derivatives such as share options, warrants to subscribe or convertible bonds).
2. Wai Kee Holdings Limited is deemed to be interested in the shares through its interests in (i) its wholly owned subsidiaries, namely Wai Kee (Zens) Holding Limited, Groove Trading Limited and Wai Kee China Investments (BVI) Company Limited, Wai Kee China Investments Company Limited, ZWP Investments Limited and Top Horizon Holdings Limited respectively; and (ii) its subsidiaries, namely Build King Holdings Limited, Top Tactic Holdings Limited, Amazing Reward Group Limited, Absolute Achieve Holdings Limited and Smart Start Investments Limited, which beneficially held 3,617,000 shares, respectively.
3. Wai Kee (Zens) Holding Limited is a direct wholly owned subsidiary of Wai Kee Holdings Limited.
4. Groove Trading Limited and Wai Kee China Investments (BVI) Company Limited are direct wholly owned subsidiaries of Wai Kee (Zens) Holding Limited.



## **SUBSTANTIAL SHAREHOLDERS' INTERESTS (Continued)**

5. Wai Kee China Investments Company Limited is a direct wholly owned subsidiary of Wai Kee China Investments (BVI) Company Limited.
6. ZWP Investments Limited is a direct wholly owned subsidiary of Wai Kee China Investments Company Limited.
7. Shenzhen Investment Limited is deemed to be interested in the shares through its interests in its wholly owned subsidiary, namely Hover Limited.
8. Hover Limited is a direct wholly owned subsidiary of Shenzhen Investment Limited.
9. Cheah Cheng Hye is deemed to be interested in the shares through his 35.65% interest in Value Partners Limited.
10. The percentage was calculated based on 690,076,566 ordinary shares in issue as at 31 December 2006.

Save as disclosed above, no other person (other than a Director of the Company) has an interest or a short position in the shares and underlying shares of the Company as recorded in the register required to be kept by the Company pursuant to section 336 of the SFO.

## **PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES**

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities during the year.

## **PRE-EMPTIVE RIGHTS**

There are no provisions for pre-emptive rights under the Company's Bye-laws, or the laws of Bermuda, which would oblige the Company to offer new shares on a pro-rata basis to existing shareholders.

## **SUFFICIENCY OF PUBLIC FLOAT**

According to the information that is available to the Company and within the knowledge of the Directors of the Company, the Company has maintained the prescribed public float under the Listing Rules.

## **APPOINTMENT OF INDEPENDENT NON-EXECUTIVE DIRECTORS**

The Company has received, from each of the independent non-executive Directors, an annual confirmation of his independence pursuant to Rule 3.13 of the Listing Rules. The Company considers all of the independent non-executive Directors are independent.

## EMOLUMENT POLICY

The emolument policy of the employees of the Group is set up by the Remuneration Committee on the basis of their merit, qualifications and competence.

The emoluments of the Directors of the Company with the exception of the Chairman of the Board are decided by the Remuneration Committee, having regard to the Company's operating results, individual performance and comparable market statistics.

The Company has adopted a share option scheme as an incentive to Directors and eligible employees, details of the scheme is set out in note 28 to the consolidated financial statements.

## CONNECTED TRANSACTIONS

The Group had the following connected transactions entered into during the year ended 31 December 2006:

### Construction agreement:

On 14 June 2006, Changzhou Great Gallop Properties Development Limited (the "Developer"), an indirect wholly-owned subsidiary of the Company, and 常州利駿建築工程有限公司 (the "Contractor"), a wholly-owned subsidiary of Value Ahead Limited, a company indirectly owned as to 60% by the Company and as to 40% by Build King Holdings Limited ("Build King") entered into the conditional construction agreement ("Construction Agreement"), pursuant to which the Developer appointed the Contractor for the construction and decoration works of Phases 1A and 1B of the Royal City residential development project for a total contract sum of approximately RMB251,000,000. As Wai Kee Holdings Limited is the controlling shareholder of each of the Company and Build King, the transaction contemplated under the Construction Agreement constituted a connected transaction for the Company and was subject to the reporting, announcement and independent shareholders' approval requirements of Rule 14A.17 of the Listing Rules. The Construction Agreement was approved by the then independent shareholders of the Company on 21 July 2006.

For the year ended 31 December, 2006, a total amount of HK\$33,339,130 was incurred by the Group for the construction work undertaken by the Contractor.

### Subscription agreement:

On 9 November 2006, the Company and Shenzhen Investment Limited ("SIL") entered into the subscription agreement (the "SIL Subscription Agreement"), pursuant to which SIL would conditionally subscribe for 20,000,000 ordinary shares of the Company at the price of HK\$10.96 per share. As SIL is a substantial shareholder of the Company and thus is a connected person of the Company for the purposes of the Listing Rules and the subscription contemplated under the SIL Subscription Agreement constituted a connected transaction for the Company and was subject to the independent shareholders' approval under the Listing Rules. The SIL Subscription Agreement was approved by the then independent shareholders of the Company on 22 December 2006.

## CONTINUING DISCLOSURE OF THE LISTING RULES

In compliance with continuing disclosure obligations of the Listing Rules, the following information is disclosed:

### 1. Pursuant to rules 13.13 and 13.16 of the Listing Rules:

- (a) All the Group's investments in highway projects are structured in the form of Sino-foreign co-operative joint ventures. The 43 joint ventures are regarded as infrastructure joint ventures irrespective of whether the Group's interests exceed 50% or not. The investments are in the form of both registered capital and loans. The size of loans made by the Group and by the other joint venture partner(s) to each joint venture is in proportion to the respective interests in each joint venture.
- (b) During the year, the Group has not provided guarantees in respect of bank facilities utilised by the joint ventures.
- (c) The total amount of loans to the joint ventures is HK\$3.45 billion which in aggregate exceeds 8% of the Group's adjusted total assets of HK\$10.80 billion (being the Group's total assets as at 31 December 2006 adjusted for the dividend proposed for the year ended 31 December 2006 by the Company) as at 31 December 2006 and exceeds 8% of the Company's market capitalization of HK\$7.94 billion as at 31 December 2006. The loans are actually part of the investments and are unsecured, interest free and have no definite repayment terms.
- (d) The loans to the joint ventures are reflected in the accounts as part of the cost of investment and were funded by equities raised at the listing of the Company or by borrowings or internal resources of the Group.
- (e) Details of the joint ventures are as follows:

	% of interest held indirectly by the Company	Loan to joint venture HK\$'000	Outstanding loan to be injected HK\$'000
<b>PRC Infrastructure Joint Ventures</b>			
Anhui Road Universe Hefei Highway Development Co., Ltd.	50%	124,677	—
Anhui Road Universe Hehuai Highway Dayang Section Development Co., Ltd.	60%	75,663	—
Anhui Road Universe Hehuai Highway Yangjin Section Development Co., Ltd.	60%	67,252	—
Anhui Road Universe Liuan Highway Development Co., Ltd.	50%	64,705	—
Bengbu Road King Chaoyanglu Huaihe Highway Bridge Development Co., Ltd.	60%	65,277	—
Bengbu Road King Huaihe Bridge Highway Development Co., Ltd.	60%	78,083	—
Bengbu Road King Huaimeng Highway Development Co., Ltd.	60%	57,201	—
Guangxi Hengjing Highway Development Co., Ltd.	70%	61,513	19,494
Guangxi Lutong Highway Development Co., Ltd.	70%	81,800	16,747
Handan Rongguang Highway Development Co., Ltd.	70%	79,223	—
Handan Xinguang Highway Development Co., Ltd.	70%	80,474	—
Hebei Baofa Expressway Co., Ltd.	40%	54,064	—
Hebei Baofeng Expressway Co., Ltd.	40%	54,111	—

## CONTINUING DISCLOSURE OF THE LISTING RULES (Continued)

### 1. Pursuant to rules 13.13 and 13.16 of the Listing Rules: (Continued)

(f) Details of the joint ventures are as follows: (Continued)

	% of interest held indirectly by the Company	Loan to joint venture HK\$'000	Outstanding loan to be injected HK\$'000
Hebei Baohui Expressway Co., Ltd.	40%	53,907	—
Hebei Baojie Expressway Co., Ltd.	40%	54,994	—
Hebei Baojin Expressway Co., Ltd.	40%	54,377	—
Hebei Baoli Expressway Co., Ltd.	40%	55,049	—
Hebei Baoming Expressway Co., Ltd.	40%	50,550	—
Hebei Baosheng Expressway Co., Ltd.	40%	54,187	—
Hebei Baoyi Expressway Co., Ltd.	40%	54,445	—
Hebei Baoyu Expressway Co., Ltd.	40%	54,703	—
Hebei Tanghui Expressway Co., Ltd.	45%	182,778	—
Hebei Tangjin Expressway Co., Ltd.	45%	159,225	—
Hebei Tangrun Expressway Co., Ltd.	45%	109,749	—
Hunan Changyi (Baining) Expressway Co., Ltd.	43.17%	58,635	—
Hunan Changyi (Cangyi) Expressway Co., Ltd.	43.17%	59,832	—
Hunan Changyi Expressway Co., Ltd.	43.17%	59,567	—
Hunan Changyi (Hengcang) Expressway Co., Ltd.	43.17%	61,465	—
Hunan Changyi (Ningheng) Expressway Co., Ltd.	43.17%	59,510	—
Hunan Changyi (Zijiang No. 2 Bridge) Expressway Co., Ltd.	43.17%	47,346	—
Liu'an Road Universe Liuye Highway Development Co., Ltd.	50%	68,487	—
Liu'an Road Universe Pihe Bridge Development Co., Ltd.	50%	63,286	—
Luodingshi Luochong Highway Company Limited	61%	114,725	—
Pingdingshan Road King Xuchang-Nanyang Highway (Xiangcheng Section) Development Co., Ltd.	50%	68,352	—
Pingdingshan Road King Xuchang-Nanyang Highway (Yexian Section) Development Co., Ltd.	50%	59,025	—
Shanxi Lutong Dongguan Highway Co., Ltd.	65%	99,693	—
Shanxi Lutong Taiyu Highway Co., Ltd.	65%	75,938	—
Shanxi Lutong Yuci Highway Co., Ltd.	65%	60,460	—
Shenzhen Airport-Heao Expressway (Eastern Section) Co., Ltd.	45%	377,028	—
Shijiazhuang Luhui Road & Bridge Development Co., Ltd.	60%	96,657	—
Shijiazhuang Luxin Road & Bridge Development Co., Ltd.	60%	54,040	—
Suzhou Road King Shanghai-Suzhou Airport Road Development Co., Ltd.	50%	120,874	—
<b>Property Construction Joint Venture</b>			
常州利駿建築工程有限公司 (「利駿」)	60%	14,136*	—
		<u>3,447,063</u>	<u>36,241</u>

\* The loan was advanced to the immediate holding company of 利駿, Value Ahead Limited, which then on-lent it to 利駿.

## CONTINUING DISCLOSURE OF THE LISTING RULES (Continued)

### 2. Pursuant to rule 13.22 of the Listing Rules:

The combined balance sheet of the infrastructure joint ventures, based on the adjusted financial statements prepared under accounting principles generally accepted in Hong Kong for the year ended 31 December 2006, is as follows:

Balance sheet	2006 HK\$'000
Property, plant and equipment	<u>9,975,597</u>
Current assets	<u>663,586</u>
Current liabilities	<u>(294,212)</u>
Net current assets	<u>369,374</u>
Amounts due to joint venture partners	<u>(2,040,151)</u>
Net assets	<u><u>8,304,820</u></u>

Details of the Group's attributable interests in the infrastructure joint ventures are set out in note 18 to the financial statements.

3. Save as disclosed above, there is no other continuing disclosure required to be made by the Company pursuant to Chapter 13 of the Listing Rules.

### AUDITOR

A resolution will be proposed at the forthcoming annual general meeting of the Company to re-appoint Messrs. Deloitte Touche Tohmatsu as auditor.

On behalf of the Board  
**Zen Wei Pao, William**  
*Chairman*

Hong Kong, 3 April 2007