

# Other Businesses



Internet Data Centre of NWT



Carrier-grade facilities of NWT

## NEW WORLD TELECOMMUNICATIONS LIMITED (“NWT”)

During the year under review, NWT endeavored to restructure its business to trim off unprofitable business and impose stringent cost control measure. NWT broke even in FY2009.

## CSL NEW WORLD MOBILITY GROUP (“CSLNWM”)

The Group owns 23.6% of CSLNWM. In FY2009, CSLNWM recorded revenue of HK\$5,675 million, down 11.3%. The revenue decline has predominantly been driven by lower volume of handset sales following a significant slowdown in consumer spending. Additionally, CSLNWM has experienced lower local voice revenue, lower outbound roaming voice revenue and prepaid revenue. Outbound roaming voice revenue has been particularly impacted by the global economic climate and the reduction in travel out of Hong Kong. In the context of a challenging economic environment, EBITDA has declined by 24.2% for FY2009. The EBIT recorded a loss of HK\$312 million and the decline was impacted by accelerated depreciation on the company’s old networks, following the decision to invest in new network technologies and acceleration in the phasing out of the old networks. The acceleration commenced in the second half of fiscal 2008 and finished in June 2009, resulting in a year-on-year increase of HK\$370 million in depreciation expenses.

## NEW WORLD CHINA ENTERPRISES PROJECTS LIMITED (“NWCEP”)

NWCEP not only acts as investment and project manager for New World Enterprise Holdings Limited, but also acts as project manager for a China focused private equity fund, namely New World Liberty China Ventures Limited (“NWLCV”). The total accumulated investment amount of NWCEP is about US\$163 million for over 20 projects.

During the financial year, NWLCV disposed its interest in a paper product manufacturer with approximately 40% of overall investment return.

## NEW WORLD TMT LIMITED (“NWTMT”)

The NWTMT business strategy is based on providing profit generating services and applications in the Mainland China and the Asia Pacific region TMT arena. NWTMT is well positioned to benefit from regional liberalization initiatives and technological advancement. By way of providing managerial expertise, strategic partnerships and capital, the company aims to maximize returns and create shareholder value for a portfolio of enterprises in which NWTMT has significant equity interest.

