

EXTRACTS OF FINANCIAL STATEMENTS OF HONGKONG ELECTRIC HOLDINGS LIMITED

APPENDIX 4

The following is a summary of the audited group profit and loss account and consolidated balance sheet of Hongkong Electric, a principal associate of the Company, for the year ended 31st December, 2000, as extracted from the 2000 published financial statements of Hongkong Electric.

GROUP PROFIT AND LOSS ACCOUNT

for the year ended 31st December

HK\$million	2000	1999
Turnover	10,643	9,690
Operating profit	6,348	5,545
Share of results of associates	(2)	3
Profit before taxation	6,346	5,548
Taxation	(637)	(496)
Profit after taxation	5,709	5,052
Scheme of Control transfers		
(To)/From:		
Development Fund	(160)	251
Rate Reduction Reserve	(14)	(17)
Profit attributable to shareholders	5,535	5,286
Dividends	(3,233)	(3,088)
Retained profit for the year	2,302	2,198
Earnings per share	HK\$2.62	HK\$2.58

Note: Interest income has been classified as other revenue in 2000. Comparative figure of turnover for the year ended 31st December, 1999 has been restated to exclude interest income to conform to the current year's presentation.

EXTRACTS OF FINANCIAL STATEMENTS OF HONGKONG ELECTRIC
HOLDINGS LIMITED (Cont'd)

APPENDIX 4 (Cont'd)

CONSOLIDATED BALANCE SHEET

as at 31st December

HK\$million	2000	1999
Fixed assets		
– Property, plant and equipment	36,423	35,702
– Assets under construction	5,169	3,959
Interest in associates	6,326	23
Investments in securities	891	84
Current assets	2,841	2,601
Current liabilities	(7,956)	(4,843)
Non-current liabilities	(14,986)	(12,429)
Rate reduction reserve	(14)	(21)
Development fund	(249)	(89)
Net assets	28,445	24,987
Share capital	2,134	2,085
Reserves	26,311	22,902
Capital and reserves	28,445	24,987