
SEGMENT INFORMATION

The principal activities of the Group include those relating to international transportation and logistics, container terminal, property investment and development. International transportation and logistics include global containerised shipping services in major trade lanes, covering Trans-Pacific, Transatlantic, Asia/Europe, Asia/Australia and Intra-Asia trades, and integrated services over the management and control of effective storage and flow of goods. In accordance with the Group's internal financial reporting and operating activities, the primary segment reporting is by business segments and the secondary segment reporting is by geographical segments.

The business segment for international transportation and logistics includes the operations of the terminals at Long Beach and Kaohsiung, which form an integral part of that business. For the geographical segment reporting, freight revenues from international transportation and logistics are analysed based on the outbound cargoes of each geographical territory. The Directors consider that the nature of the international transportation and logistics activities, which cover the world's major shipping lanes, and the way in which costs are allocated precludes a meaningful allocation of operating profit to specific geographical segments. Accordingly, geographical segment results for international transportation and logistic business are not presented. Segment assets consist primarily of fixed assets, other non-current assets, debtors and prepayments and investments in finance leases, and mainly exclude investments in securities. Segment liabilities comprise creditors, accruals and other non-current liabilities. Total assets and capital expenditure are where the assets are located.

SEGMENT INFORMATION

BUSINESS SEGMENTS

US\$'000	International transportation and logistics	Terminal	Property	Investments and corporate services	Elimination	Group
Year ended 31st December 2001						
Turnover	2,134,612	233,574	23,538	—	(12,774)	2,378,950
Other operating income	2,674	3,415	—	3,552	—	9,641
Segment results	117,464	9,788	(10,711)	(9,150)	—	107,391
Net financing charges						(45,614)
Share of profits less losses of jointly controlled entities	(729)	—	10,000	41	—	9,312
Profit before taxation						71,089
Taxation						(10,919)
Profit after taxation						60,170
Minority interests	(522)	—	—	—	—	(522)
Profit for the year						59,648
Segment assets						
Fixed assets	1,167,280	131,850	90,001	—	—	1,389,131
Jointly controlled entities	7,251	—	38,702	1,297	—	47,250
Other assets	124,408	48,368	123,449	887	—	297,112
Unallocated assets						402,424
Consolidated total assets						2,135,917
Segment liabilities						
Minority interests	(4,647)	—	—	—	—	(4,647)
Other liabilities	(321,785)	(31,833)	(1,676)	(5,733)	—	(361,027)
Unallocated liabilities						(936,875)
Consolidated total liabilities						(1,302,549)
Capital expenditure	215,649	16,704	—	—	—	232,353
Depreciation	87,050	11,710	1	—	—	98,761
Amortisation of deferred expenditure	439	45	2,595	—	—	3,079
Provision for diminution in value of long-term investments						2,000
Revaluation deficit of the investment property	—	—	20,000	—	—	20,000

BUSINESS SEGMENTS (Continued)

US\$'000	International transportation and logistics	Terminal	Property	Investments and corporate services	Elimination	Group
Year ended 31st December 2000						
Turnover	2,168,283	220,750	18,492	—	(12,365)	2,395,160
Other operating income	9,975	—	—	3,551	—	13,526
Segment results	159,207	24,583	5,262	(22,653)	—	166,399
Net financing charges						(48,246)
Share of profits less losses of jointly controlled entities	(90)	—	13,432	(31)	—	13,311
Profit before taxation						131,464
Taxation						(18,987)
Profit after taxation						112,477
Minority interests	(600)	—	—	(14)	—	(614)
Profit for the year						111,863
Segment assets						
Fixed assets	1,044,424	131,767	110,006	—	—	1,286,197
Jointly controlled entities	6,980	—	42,437	1,412	—	50,829
Other assets	196,492	51,128	108,730	3,853	—	360,203
Unallocated assets						458,025
Consolidated total assets						2,155,254
Segment liabilities						
Minority interests	(4,532)	—	—	—	—	(4,532)
Other liabilities	(360,963)	(24,932)	(2,677)	(6,695)	—	(395,267)
Unallocated liabilities						(958,708)
Consolidated total liabilities						(1,358,507)
Capital expenditure	303,780	74,678	—	—	—	378,458
Depreciation	75,533	8,585	—	—	—	84,118
Amortisation of deferred expenditure	258	722	3,856	60	—	4,896
Provision for diminution in value of long-term investments						9,877
Write back of provision for closure cost of subsidiaries	—	—	—	(2,435)	—	(2,435)

SEGMENT INFORMATION

GEOGRAPHICAL SEGMENTS

US\$'000	Turnover	Operating profit before financing	Total assets	Capital expenditure
Year ended 31st December 2001				
Asia	1,390,527	134	336,270	7,586
North America	641,576	(1,057)	387,894	34,467
Europe	309,064	—	18,784	710
Australia	37,783	—	426	17
Unallocated*	—	108,314	1,392,543	189,573
	2,378,950	107,391	2,135,917	232,353
Year ended 31st December 2000				
Asia	1,439,745	(745)	278,956	15,623
North America	617,399	30,590	403,017	94,425
Europe	303,276	—	22,828	589
Australia	34,740	—	428	19
Unallocated*	—	136,554	1,450,025	267,802
	2,395,160	166,399	2,155,254	378,458

* Operating profit before financing comprise of results from international transportation and logistics and investment activities whereas total assets and capital expenditure comprise of vessels and containers.