

NOTES TO CONDENSED ACCOUNTS (Continued)

11 TRADE AND OTHER PAYABLES AND ACCRUALS

Trade and other payables and accruals of HK\$512,025,000 include trade payables of HK\$91,381,000. The aging analysis of trade payables is as follows:

	30 June 2004 HK\$'000	31 December 2003 HK\$'000
Current	58,718	65,009
1-2 months	23,896	29,690
2-3 months	5,394	3,158
3-4 months	1,576	1,475
4-5 months	460	848
Over 5 months	1,337	1,789
	91,381	101,969
Trade payables due to:		
Third parties	86,006	93,666
Jointly controlled entities, associated companies and related parties	5,375	8,303
	91,381	101,969

12 PROVISIONS

	Onerous contracts	
	HK\$'000	
At 1 January 2004	95,125	
Less: utilised during the period	(54,037)	
Less: reversal of over provision (note)	(11,014)	
Exchange differences	192	
At 30 June 2004	30,266	
Analysis of total provisions		
	30 June 2004	31 December 2003
	HK\$'000	HK\$'000
Non-current	3,135	62,052
Current	27,131	33,073
	30,266	95,125

Note: At 31 December 2003, the directors considered that certain lease contracts in relation to office premises and transmission capacities to which the group is a party, became onerous when consideration was taken where the costs of meeting the obligations under such contracts exceeded the economic benefits expected to be received. Following subsequent negotiation with SES Americom, one of the lessors of lease contracts, SES Americom agreed to accept a cash compensation for an early termination of the lease for transmission capacities (the "Lease"). The cash compensation was paid on 28 May 2004 which has been charged against the provision for onerous contracts. As a result, the remaining balance of the provision in relation to the Lease has been written back in the accounts.

NOTES TO CONDENSED ACCOUNTS (Continued)

13 SHARE CAPITAL

	Number of ordinary shares of HK\$0.05 each	Nominal value HK\$'000
Authorised:		
At 1 January 2003 and 2004 and 30 June 2004	1,300,000,000	65,000
Issued and fully paid:		
At 1 January 2003 and 2004 and 30 June 2004	438,000,000	21,900

14 RESERVES

	Share premium HK\$'000	General reserve HK\$'000	Capital reserve HK\$'000	Legal reserve HK\$'000	Exchange fluctuation reserve HK\$'000	Capital redemption reserve HK\$'000	Retained earnings HK\$'000	Total HK\$'000
At 1 January 2004	602,026	70,000	864	7,831	(26,468)	40,118	2,579,276	3,273,647
Arising on consolidation								
- subsidiaries	-	-	-	-	(2,632)	-	-	(2,632)
- jointly controlled entities	-	-	-	-	(95)	-	-	(95)
Exchange translation differences	-	-	-	-	(1,033)	-	1,033	-
Profit for the period	-	-	-	-	-	-	217,465	217,465
2003 Final dividend paid (note 7(b))	-	-	-	-	-	-	(262,800)	(262,800)
At 30 June 2004	602,026	70,000	864	7,831	(30,228)	40,118	2,534,974	3,225,585
Representing:								
2004 Interim dividend proposed							87,600	
Others							2,447,374	
Retained earnings at 30 June 2004							2,534,974	
At 1 January 2003	602,026	70,000	1,171	7,468	(1,869)	40,118	2,533,418	3,252,332
Arising on consolidation								
- subsidiaries	-	-	-	-	(43)	-	-	(43)
- jointly controlled entities	-	-	-	-	300	-	-	300
- associated companies	-	-	-	-	686	-	-	686
Exchange translation differences	-	-	-	-	(21,016)	-	21,016	-
Profit for the period	-	-	-	-	-	-	155,066	155,066
Transfers	-	-	-	363	-	-	(363)	-
2002 Final dividend paid	-	-	-	-	-	-	(328,500)	(328,500)
At 30 June 2003	602,026	70,000	1,171	7,831	(21,942)	40,118	2,380,637	3,079,841
Representing:								
2003 Interim dividend proposed							87,600	
Others							2,293,037	
Retained earnings at 30 June 2003							2,380,637	

NOTES TO CONDENSED ACCOUNTS (Continued)

15 LONG-TERM LIABILITIES

	30 June 2004	31 December 2003
	HK\$'000	HK\$'000
Loans, secured	58,358	62,182
Obligations under finance leases	102	359
	58,460	62,541
Amounts due within one year included under current liabilities	(9,436)	(5,276)
	49,024	57,265

At 30 June 2004, the group's bank loans and other loans (excluding finance lease liabilities) were repayable as follows:

	30 June 2004		
	Bank loans	Other loans	Total
	HK\$'000	HK\$'000	HK\$'000
Within one year	5,012	4,322	9,334
In the second year	5,249	-	5,249
In the third to fifth year	17,284	-	17,284
After the fifth year	26,491	-	26,491
	54,036	4,322	58,358

	31 December 2003		
	Bank loans	Other loans	Total
	HK\$'000	HK\$'000	HK\$'000
Within one year	4,806	111	4,917
In the second year	5,081	4,246	9,327
In the third to fifth year	17,050	-	17,050
After the fifth year	30,888	-	30,888
	57,825	4,357	62,182

At 30 June 2004, the group's finance lease liabilities were repayable as follows:

	30 June 2004	31 December 2003
	HK\$'000	HK\$'000
Within one year	111	395
Future finance charges on finance leases	(9)	(36)
	102	359
Present value of finance lease liabilities		
The present value of finance lease liabilities is as follows:		
Within one year	102	359