

FINANCIAL AND OPERATING HIGHLIGHTS

	2006	2005	% Increase/ (Decrease)
Income statement (HK\$m)			
Turnover	3,723	3,276	14
EBITDA	1,281	1,092	17
Profit before non-operating items	904	688	31
Profit attributable to shareholders	2,094	2,664	(21)
Dividends	228	199	15
Earnings per share (HK\$)	1.47	1.89	(22)
Earnings per share excluding non-operating items (HK\$)*	0.54	0.45	20
Dividends per share (HK cents)	16	14	14
Dividend cover (times)	9.2x	13.4x	(31)
Interest cover (times)	8.2x	5.2x	57
Weighted average gross interest rate	5.0%	5.0%	-
Balance sheet (HK\$m)			
Total assets	24,609	21,972	12
Audited net assets attributable to shareholders	16,982	14,896	14
Adjusted net assets attributable to shareholders	21,841	**	N/A
Audited net assets per share (HK\$)	11.89	10.51	13
Adjusted net assets per share (HK\$)	15.29	**	N/A
Net borrowings	2,076	2,313	(10)
Gearing	11%	13%	(16)
Cash flow (HK\$m)			
Net cash generated from operating activities	1,164	1,058	10
Capital expenditure	645	664	(3)
Net cash inflow after interest and dividends before financing activities	232	1,928	(88)
Share information			
Highest share price (HK\$)	13.30	9.35	42
Lowest share price (HK\$)	8.05	7.40	9
Year end closing share price (HK\$)	13.14	8.50	55
Operating information			
Number of hotel rooms	2,561	2,564	-
Average occupancy rate***			
– Asia	70%	74%	(5)
– United States of America	74%	73%	1
Average room rate			
– Asia (HK\$)	1,605	1,337	20
– United States of America (HK\$)	4,129	3,722	11
RevPAR			
– Asia (HK\$)	1,120	990	13
– United States of America (HK\$)	3,076	2,730	13

* Please refer to calculation on page 49.

** The comparative figure for adjusted net assets as at 31 December 2005 is not meaningful as no fair valuation was conducted for hotels and golf courses as at that date.

*** Occupancy rates are stated based on the total number of rooms at each hotel. In 2006, The Peninsula Manila was partially closed for an extensive renovation.