

Ten-Year Balance Sheet

As at 31st December

The Hongkong Electric Company, Limited

HK\$ million	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Non-current assets										
Fixed assets	48,848	47,976	47,523	46,550	46,123	46,565	46,331	45,353	45,104	45,287
Employee retirement benefit assets	271	796	456	–	1,033	539	159	277	220	212
Derivative financial instruments	433	21	31	29	8	1	29	–	–	–
	49,552	48,793	48,010	46,579	47,164	47,105	46,519	45,630	45,324	45,499
Current assets										
Coal, fuel oil and natural gas	780	433	629	375	255	204	164	189	86	120
Stores and materials	335	314	301	283	281	278	281	275	281	292
Fuel Clause Recovery Account	1,035	569	551	998	336	566	1,079	1,197	1,147	1,235
Trade and other receivables	1,078	1,118	1,035	1,104	1,071	1,056	1,013	1,049	1,018	1,039
Bank deposits and cash	24	9	92	11	4	21	2	7	3	2
	3,252	2,443	2,608	2,771	1,947	2,125	2,539	2,717	2,535	2,688
Current liabilities										
Bank loans and other borrowings	(617)	(52)	–	(1,687)	(1,405)	(3,735)	(4,398)	(7,535)	(8,269)	(9,266)
Trade and other payables	(2,565)	(1,577)	(1,487)	(1,009)	(860)	(898)	(842)	(1,010)	(1,011)	(1,242)
Current taxation	(218)	(157)	(236)	(187)	(410)	(540)	(220)	(229)	(301)	(419)
	(3,400)	(1,786)	(1,723)	(2,883)	(2,675)	(5,173)	(5,460)	(8,774)	(9,581)	(10,927)
Net current (liabilities)/assets	(148)	657	885	(112)	(728)	(3,048)	(2,921)	(6,057)	(7,046)	(8,239)
Total assets less current liabilities	49,404	49,450	48,895	46,467	46,436	44,057	43,598	39,573	38,278	37,260
Non-current liabilities										
Bank loans and other borrowings	(26,691)	(25,727)	(24,909)	(10,037)	(9,796)	(9,845)	(6,936)	(4,276)	(3,852)	(7,295)
Deferred creditors	–	–	–	–	–	–	(52)	(548)	(760)	(972)
Customers' deposits	(1,801)	(1,747)	(1,676)	(1,634)	(1,585)	(1,537)	(1,508)	(1,455)	(1,387)	(1,350)
Employee retirement benefit liabilities	(827)	(587)	(722)	(1,267)	(423)	(307)	(268)	(79)	(68)	(57)
Deferred tax liabilities (note 3)	(5,883)	(5,763)	(5,622)	(5,479)	(5,426)	(5,432)	(5,382)	(5,236)	(5,105)	(4,599)
Derivative financial instruments	(10)	(132)	(15)	(14)	(7)	(1)	(5)	–	–	–
	(35,212)	(33,956)	(32,944)	(18,431)	(17,237)	(17,122)	(14,151)	(11,594)	(11,172)	(14,273)
Rate Reduction Reserve (note 1)	(1)	(4)	(14)	(14)	(1)	–	–	–	(5)	(10)
Tariff Stabilisation Fund (note 2)	(497)	(543)	(485)	(311)	(14)	–	–	–	–	(139)
Net assets	13,694	14,947	15,452	27,711	29,184	26,935	29,447	27,979	27,101	22,838
Capital and reserves										
Share capital	2,411	2,411	2,411	2,411	2,411	2,411	2,411	2,411	2,411	2,411
Reserves (note 3)	4	–	6	22	6	4	–	–	–	937
Hedging reserves	(4)	8	(6)	(22)	(6)	(4)	3	–	–	–
Proposed dividend	2,438	3,683	4,196	3,455	4,928	4,878	3,882	4,244	5,200	1,903
	4,849	6,102	6,607	5,866	7,339	7,289	6,296	6,655	7,611	5,251
Loan capital	8,845	8,845	8,845	21,845	21,845	19,646	23,151	21,324	19,490	17,587
Total equity	13,694	14,947	15,452	27,711	29,184	26,935	29,447	27,979	27,101	22,838

Notes:

- The purpose of this reserve is to reduce, by means of rebates, electricity tariffs to customers.
- The Tariff Stabilisation Fund is not part of shareholders' funds.
- Hong Kong Statement of Standard Accounting Practice No. 12 (revised) "Income Taxes" was first effective for accounting periods beginning on or after 1st January 2003. In order to comply with this revised Statement, the Group adopted a new accounting policy for deferred tax in 2003. Figures for 2002 have been adjusted.