

Balance Sheet

<i>at 31 December in HK\$ million</i>	Note	2007	2006
Assets			
Fixed assets			
– Investment properties	18	36,562	22,539
– Other property, plant and equipment	19	79,270	84,256
– Service concession assets	20	15,250	–
		131,082	106,795
Property management rights	21	40	–
Railway construction in progress	22	424	232
Property development in progress	23A	9,066	3,297
Deferred expenditure	24	155	283
Prepaid land lease payments	25	581	594
Investments in subsidiaries	27	1,150	184
Staff housing loans	30	15	25
Properties held for sale	31	756	2,018
Derivative financial assets	32	273	195
Stores and spares	33	640	272
Debtors, deposits and payments in advance	34	5,057	1,782
Loan to a property developer	35	3,532	3,355
Amounts due from the Government and other related parties	36	1,315	700
Cash and cash equivalents	37	184	127
		154,270	119,859
Liabilities			
Bank overdrafts	38A	2	5
Short-term loans	38A	186	1,114
Creditors, accrued charges and provisions	39	4,856	3,259
Current taxation	44A	1	–
Contract retentions	40	197	191
Amounts due to related parties	41	12,962	11,718
Loans and obligations under finance leases	38A	21,771	15,518
Derivative financial liabilities	32	192	515
Obligations under service concession	42	10,685	–
Deferred income	43	515	1,682
Deferred tax liabilities	44B	12,574	9,453
		63,941	43,455
Net assets		90,329	76,404
Capital and reserves			
Share capital, share premium and capital reserve	45A	39,828	38,639
Other reserves	46	50,501	37,765
Total equity		90,329	76,404

Approved and authorised for issue by the Members of the Board on 11 March 2008

Raymond K F Ch'ien

C K Chow

Lincoln K K Leong

The notes on pages 132 to 214 form part of the accounts