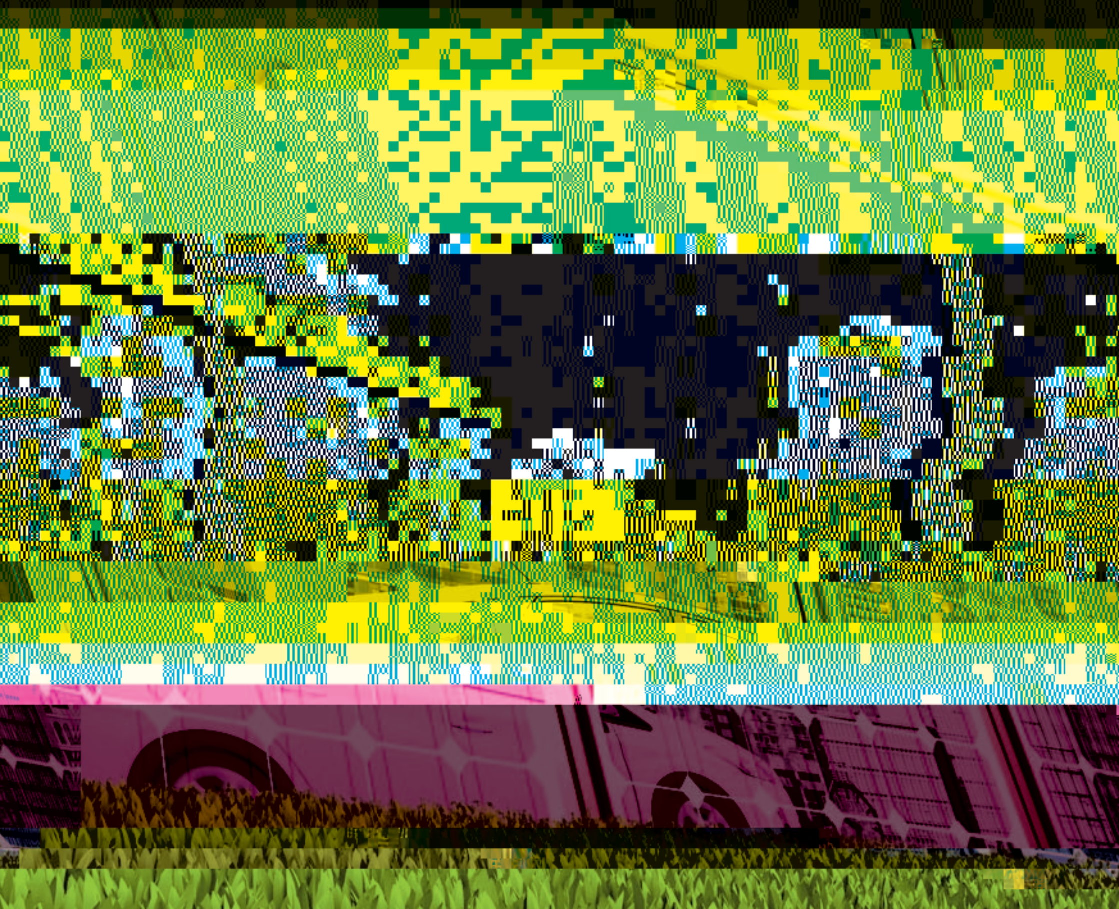
信義玻璃控股有限公司

# XINYI GLASS HOLDINGS LIMITED

(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 00868)

## INTERIM REPORT 2011



# Contents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21

48

55

| ( $ 000) | Six months ended 30 June 2011 (Unaudited) | 2010 ( ) | 31 2010 (A ) |
|---|---|---|---|
| | 3,880,986 | 2,648,674 | 6,364,314 |
| | 982,394 | 726,749 | 1,893,138 |
| | 842,039 | 641,840 | 1,571,198 |
| | 399,828 | 283,338 | 740,560 |
| | 8,008,624 | 5,827,869 | 6,536,267 |
| ( ("Share") 000) | | | |
| | 3,539,177 | 3,542,000 | 3,535,864 |
| ( ) | | | |
| - | 23.8 | 18.1 | 44.4 |
| - | 23.4 | 18.0 | 44.0 |
| | 11.0 | 8.0 | 21.0 |
| | 226.28 | 164.54 | 184.86 |

( Board ) ( Directors )
( Company ),
( Group )
. 2

## UNSTABLE GLOBAL ECONOMY — USING FLEXIBLE SALES STRATEGIES TO INCREASE MARKET SHARE

## IMPROVED PRODUCTIVITY AND ECONOMIES OF SCALE TO MINIMISE ENERGY AND RAW MATERIAL COST PRESSURES

4,700 2010 7,100 -2011. 2,400 2011.

A

## TREASURE SCARCE RESOURCES AND CREATE GREATER VALUE

A 2009 2011.

## DIVERSIFIED AND HIGH VALUE-ADDED PRODUCT MIX — ENHANCED OVERALL COMPETITIVENESS

## OPERATIONAL OUTLOOK

# Chairman's Statement

## CONCLUSION

LEE Yin Yee, M.H.
*Chairman*
, 1 A 2011

## FINANCIAL REVIEW

30 2011.

$3,881.0 $842.0

46.5% 31.2%, $2,648.7 $641.8

30 2010.

## REVENUE

30 2011

(Low-E)

30

2011.

30 2011

## GROSS PROFIT

30 2011 $1,370.2 32.8% 39.0% 35.3%

## OTHER GAINS

30 2011 $53.7 $35.5 2010. $15.5 $4.9

## SELLING AND MARKETING COSTS

24.2% $202.6 30 2011.

## FINANCE COSTS

25.4% $5.3 30 2011 A $19.8 30 2011.

## EARNINGS BEFORE INTEREST AND TAXES ("EBIT")

B 35.1% 30 2011 $987.7 2010. 30 2011.

## TAXATION

$140.1 30 2011 14.3% 50% 2010 2012 .

## NET PROFIT FOR THE PERIOD

30 2011 $842.0 , 31.2% 2010. 21.7% 24.2% 2010, .

## CAPITAL EXPENDITURE

30 2011, $2,238.3 , , .

## NET CURRENT ASSETS

A 30 2011, $668.5 .

## FINANCIAL RESOURCES AND LIQUIDITY

2011, $835.0 2011. A 30 2011, $802.3 (2010: $262.0 ). A 30 2011, $866.5 (2010: $388.1 ).

30 2011 $3,889.6 . 37.7% 30 2011 31.8% 31 2010, .

## TREASURY POLICIES AND EXPOSURE TO FLUCTUATION IN EXCHANGE RATES

, A , . A 30 2011, 1.11% 1.64% . , . .

## EMPLOYEES AND REMUNERATION POLICY

A 30 2011, 13,781 - 13,662
119

18 2005

17,040,000 ( ), 24,230,000 ( ),
48,517,200 ( ), 22,288,000 ( ), 36,898,000
23,718,000 26 2006,
1 2007, 18 A 2008, 1 A 2009, 31 2010 1 2011,
92,095,900 30 2011.

# Condensed Consolidated Balance Sheet

([illegible])

| | | As at | |
|---|---|---|---|
| | | 30 June 2011 | 31 [illegible] 2010 |
| | *Note* | *(Unaudited)* | *(Audited)* |
| **ASSETS** | | | |
| **Non-current assets** | | | |
| [illegible] | 5 | 1,051,112 | 894,157 |
| [illegible] | 6 | 8,388,214 | 6,485,962 |
| [illegible] | | 32,086 | 32,086 |
| [illegible] | | 696,258 | 449,227 |
| [illegible] | | 97,941 | 98,796 |
| [illegible] | | 602 | 588 |
| [illegible] | | 15,628 | 16,212 |
| [illegible] | | 34,819 | 36,353 |
| [illegible] | | 4,936 | 3,819 |
| | | 10,321,596 | 8,017,200 |
| **Current assets** | | | |
| [illegible] | | 976,673 | 820,345 |
| [illegible] | | 3,307 | 3,129 |
| [illegible] | 7 | 2,206,582 | 1,533,840 |
| [illegible] | 8 | 1,096 | 1,725 |
| [illegible] | 8 | 865,425 | 640,259 |
| | | 4,053,083 | 2,999,298 |
| **Total assets** | | 14,374,679 | 11,016,498 |

# Condensed Consolidated Balance Sheet

(A[illegible])

| | Note | As at 30 June 2011 (Unaudited) | As at 31 [illegible] 2010 (Audited) |
|---|---|---|---|
| **EQUITY** | | | |
| Capital and reserves attributable to equity holders of the Company | | | |
| [illegible] | 9 | 363,480 | 351,709 |
| [illegible] | 9 | 2,875,861 | 2,016,842 |
| | 10 | 1,415,202 | 1,198,142 |
| [illegible] | | | |
| | | 399,828 | 457,222 |
| | | 2,954,253 | 2,512,352 |
| | | 8,008,624 | 6,536,267 |
| Non-controlling interests | | 19,590 | 19,627 |
| Total equity | | 8,028,214 | 6,555,894 |
| **LIABILITIES** | | | |
| Non-current liabilities | | | |
| B[illegible] | 12 | 2,870,218 | 2,253,975 |
| [illegible] | | 91,632 | 78,637 |
| | | 2,961,850 | 2,332,612 |
| Current liabilities | | | |
| A[illegible] | | 3,687 | 2,910 |
| [illegible] | 11 | 2,240,273 | 1,507,658 |
| [illegible] | | 121,264 | 146,901 |
| B[illegible] | 12 | 1,019,391 | 470,523 |
| | | 3,384,615 | 2,127,992 |
| Total liabilities | | 6,346,465 | 4,460,604 |
| Total equity and liabilities | | 14,374,679 | 11,016,498 |
| Net current assets | | 668,468 | 871,306 |
| Total assets less current liabilities | | 10,990,064 | 8,888,506 |

# Condensed Consolidated Income Statement

| | Note | Unaudited<br>Six months ended 30 June<br>2011 | <br><br>2010 |
|---|---|---|---|
| Revenue | 4 | 3,880,986 | 2,648,674 |
| | 13 | (2,510,821) | (1,616,907) |
| Gross profit | | 1,370,165 | 1,031,767 |
| | 4 | 3,451 | 2,463 |
| | 4 | 53,666 | 35,515 |
| | 13 | (202,627) | (163,207) |
| | 13 | (239,999) | (177,052) |
| Operating profit | | 984,656 | 729,486 |
| | 14 | 1,447 | 888 |
| | 14 | (5,304) | (4,229) |
| | | 1,595 | 604 |
| Profit before income tax | | 982,394 | 726,749 |
| | 15 | (140,050) | (84,004) |
| Profit for the period | | 842,344 | 642,745 |
| | | | |
| | | 842,039 | 641,840 |
| | | 305 | 905 |
| | | 842,344 | 642,745 |
| | 16 | 399,828 | 283,338 |
| Earnings per Share for profit attributable to the equity holders of the Company during the period (expressed in Hong Kong cents per Share) | | | |
| | 17 | 23.8 | 18.1 |
| | 17 | 23.4 | 18.0 |

# Condensed Consolidated Statement of Comprehensive Income

(A [illegible])

| | Unaudited Six months ended 30 June | |
|---|---|---|
| | **2011** | 2010 |
| Profit for the period | **842,344** | 642,745 |
| Other comprehensive income | | |
| [illegible] | **215,209** | 66,496 |
| [illegible] | **—** | (19,450) |
| [illegible] | **215,209** | 47,046 |
| Total comprehensive income for the period | **1,057,553** | 689,791 |
| [illegible] | | |
| [illegible] | **1,056,998** | 688,685 |
| [illegible] | **555** | 1,106 |
| | **1,057,553** | 689,791 |

# Condensed Consolidated Statement of Changes in Equity

| | | Unaudited | | | | | | |
|---|---|---|---|---|---|---|---|---|
| | | Attributable to equity holders of the Company | | | | | | |
| | Note | Share capital | Share premium | Other reserves | Retained earnings | Total | Non-controlling interests | Total equity |
| Balance at 31 December 2010 and 1 January 2011 | | 351,709 | 2,016,842 | 1,198,142 | 2,969,574 | 6,536,267 | 19,627 | 6,555,894 |
| 30 2011 | | — | — | 214,959 | 842,039 | 1,056,998 | 555 | 1,057,553 |
| | | | | | | | | |
| | | 1,771 | 48,252 | (12,096) | — | 37,927 | — | 37,927 |
| | | — | — | 15,311 | — | 15,311 | — | 15,311 |
| | | — | — | (1,114) | 1,114 | — | — | — |
| | 9( ) | 10,000 | 810,767 | — | — | 820,767 | — | 820,767 |
| | | — | — | — | — | — | (592) | (592) |
| 2010 2011 | 16 | — | — | — | (458,646) | (458,646) | — | (458,646) |
| | | 11,771 | 859,019 | 2,101 | (457,532) | 415,359 | (592) | 414,767 |
| Balance at 30 June 2011 | | 363,480 | 2,875,861 | 1,415,202 | 3,354,081 | 8,008,624 | 19,590 | 8,028,214 |

# Condensed Consolidated Statement of Changes in Equity

| | | Unaudited | | | | | | |
|---|---|---|---|---|---|---|---|---|
| | | Attributable to equity holders of the Company | | | | | | |
| | *Note* | Share capital | Share premium | Other reserves | Retained earnings | Total | Non-controlling interests | Total equity |
| Balance at 31 December 2009 and 1 January 2010 | | 177,305 | 2,334,321 | 810,561 | 2,088,327 | 5,410,514 | 20,072 | 5,430,586 |
| 30 2010 | | | | 46,845 | 641,840 | 688,685 | 1,106 | 689,791 |
| | | | | 8,784 | | 8,784 | | 8,784 |
| | | (219) | | 219 | (219) | (219) | | (219) |
| | | | (14,266) | | | (14,266) | | (14,266) |
| | | | | (3,274) | 3,274 | | | |
| | | 177,086 | (177,086) | | | | | |
| | | | | | | | (2,442) | (2,442) |
| 2009 2010 | 16 | | | | (265,629) | (265,629) | | (265,629) |
| | | 176,867 | (191,352) | 5,729 | (262,574) | (271,330) | (2,442) | (273,772) |
| Balance at 30 June 2010 | | 354,172 | 2,142,969 | 863,135 | 2,467,593 | 5,827,869 | 18,736 | 5,846,605 |

# Condensed Consolidated Cash Flow Statement

[illegible]

| | Note | Unaudited<br>Six months ended 30 June<br>2011 | <br><br>2010 |
|---|---|---|---|
| Cash flows from operating activities — net | | **802,291** | 262,007 |
| Cash flows from investing activities — net | | **(2,238,282)** | (944,926) |
| Cash flows from financing activities — net | | **1,564,567** | 534,112 |
| Net increase/(decrease) in cash and cash equivalents | | **128,576** | (148,807) |
| [illegible] | | **564,620** | 531,895 |
| [illegible] | | **10,365** | 3,923 |
| Cash and cash equivalents at 30 June | 8 | **703,561** | 387,011 |

## 1 GENERAL INFORMATION

( Company ) (
Group )

( PRC ).

3
2, 16 A 2,

(HK$'000),
1 A 2011.

### KEY EVENTS

7 2011,

## 2 BASIS OF PREPARATION

30 2011

A ( HKAS )
34,
A ( HKICPA ).

31 2010
( HKFRSs ).

## 3 ACCOUNTING POLICIES

31

2010, .

.

### (A) NEW AND AMENDED STANDARDS ADOPTED BY THE GROUP

2011,

1 2011.

.

24 ( )

34

### (B) STANDARDS, AMENDMENTS AND INTERPRETATIONS TO EXISTING STANDARDS EFFECTIVE IN 2011 BUT NOT RELEVANT TO THE GROUP

32

( ) - 14

( ) - 19

( )

2010

## 4 SEGMENT INFORMATION

## 4 SEGMENT INFORMATION *(Continued)*

[illegible] 30 [illegible] 2011:

| | Automobile glass | Construction glass | Float glass | Solar glass | Unallocated | Total |
|---|---|---|---|---|---|---|
| [illegible] | 1,453,332 | 434,289 | 1,927,929 | 653,561 | — | 4,469,111 |
| [illegible] | — | — | (588,125) | — | — | (588,125) |
| [illegible] | 1,453,332 | 434,289 | 1,339,804 | 653,561 | — | 3,880,986 |
| [illegible] | (844,237) | (288,864) | (1,043,861) | (333,859) | — | (2,510,821) |
| | 609,095 | 145,425 | 295,943 | 319,702 | — | 1,370,165 |
| [illegible] ([illegible] 13) | 47,795 | 33,915 | 87,068 | 22,428 | 1,306 | 192,512 |
| A[illegible] | | | | | | |
| [illegible] ([illegible] 13) | 2,005 | 671 | 6,304 | 1,299 | 37 | 10,316 |
| [illegible] ([illegible] 13) | 1,163 | — | 203 | — | — | 1,366 |
| [illegible] ([illegible] 13) | 2,407 | (518) | — | (1,184) | — | 705 |
| [illegible] | 2,802,157 | 1,586,099 | 6,946,096 | 2,434,897 | 605,430 | 14,374,679 |
| [illegible]: | | | | | | |
| [illegible] | | | | | 15,628 | 15,628 |
| [illegible] | | | | | 38,126 | 38,126 |
| A[illegible] ([illegible]) | 102,274 | 26,996 | 1,243,550 | 714,657 | 262,401 | 2,349,878 |
| [illegible] | 628,271 | 370,688 | 985,818 | 401,951 | 3,959,737 | 6,346,465 |

## 4 SEGMENT INFORMATION *(Continued)*

30 2010

31 2010:

| | Automobile glass | Construction glass | Float glass | Solar glass | Unallocated | Total |
|---|---|---|---|---|---|---|
| | 1,086,168 | 388,065 | 1,162,094 | 435,238 | | 3,071,565 |
| - | | | (422,891) | | | (422,891) |
| | 1,086,168 | 388,065 | 739,203 | 435,238 | | 2,648,674 |
| | (670,721) | (246,280) | (452,340) | (247,566) | | (1,616,907) |
| | 415,447 | 141,785 | 286,863 | 187,672 | | 1,031,767 |
| , ( 13) | 43,786 | 31,079 | 53,015 | 19,083 | 766 | 147,729 |
| A ( 13) | 1,420 | 365 | 4,316 | 685 | 120 | 6,906 |
| ( 13) | 686 | | 196 | | | 882 |
| , ( 13) | 675 | (391) | | | | 284 |
| | 2,531,211 | 1,567,418 | 5,051,788 | 1,649,398 | 216,683 | 11,016,498 |
| : | | | | | | |
| | | | | | 16,212 | 16,212 |
| | | | | | 39,482 | 39,482 |
| A - ( ) | 114,815 | 179,822 | 1,451,973 | 506,475 | 16,984 | 2,270,069 |
| | 469,942 | 154,911 | 919,706 | 161,245 | 2,754,800 | 4,460,604 |

## 4 SEGMENT INFORMATION *(Continued)*

[illegible]

| | Unaudited Six months ended 30 June | |
|---|---|---|
| | **2011** | 2010 |
| [illegible] | **1,370,165** | 1,031,767 |
| [illegible] | | |
| [illegible] | **3,451** | 2,463 |
| [illegible] | **53,666** | 35,515 |
| [illegible] | **(202,627)** | (163,207) |
| [illegible] | **(239,999)** | (177,052) |
| [illegible] | **1,447** | 888 |
| [illegible] | **(5,304)** | (4,229) |
| [illegible] | **1,595** | 604 |
| [illegible] | **982,394** | 726,749 |

## 4 SEGMENT INFORMATION *(Continued)*

[illegible]

| | Unaudited Six months ended 30 June 2011 | 2010 |
|---|---|---|
| [illegible] | **2,481,340** | 1,720,517 |
| [illegible] | **503,558** | 330,527 |
| [illegible] | **292,935** | 150,858 |
| [illegible] | **603,153** | 446,772 |
| | **3,880,986** | 2,648,674 |

[illegible]

| | As at 30 June 2011 (Unaudited) | 31 [illegible] 2010 (A[illegible]) |
|---|---|---|
| [illegible] | **10,269,667** | 7,965,216 |
| [illegible] | **11,002** | 10,774 |
| [illegible] | **570** | 450 |
| | **10,281,239** | 7,976,440 |

## 5 LEASEHOLD LAND AND LAND USE RIGHTS — GROUP

[illegible]

| | As at 30 June 2011 (Unaudited) | As at 31 [illegible] 2010 (A[illegible]) |
|---|---|---|
| [illegible]: | | |
| [illegible] 10 [illegible] 50 [illegible] | 2,690 | 2,727 |
| [illegible]: | | |
| [illegible] 10 [illegible] 50 [illegible] | 1,048,422 | 891,430 |
| | 1,051,112 | 894,157 |

| | As at 30 June 2011 (Unaudited) | As at 31 [illegible] 2010 (A[illegible]) |
|---|---|---|
| [illegible] | 894,157 | 664,367 |
| [illegible] | 21,481 | 23,350 |
| A[illegible] | 145,790 | 223,146 |
| A[illegible] | (10,316) | (16,706) |
| | 1,051,112 | 894,157 |

## 6 PROPERTY, PLANT AND EQUIPMENT — GROUP

| | Construction in progress | Buildings | Plant and machinery | Office equipment | Total |
|---|---|---|---|---|---|
| | | | | | |
| 1 2011 | 1,399,727 | 1,180,612 | 3,892,152 | 13,471 | 6,485,962 |
| | 33,514 | 27,923 | 93,604 | 370 | 155,411 |
| A | 1,699,938 | 7,193 | 248,731 | 1,195 | 1,957,057 |
| | (1,287,772) | 196,161 | 1,091,243 | 368 | |
| | (615) | | (823) | | (1,438) |
| | | (22,496) | (184,716) | (1,566) | (208,778) |
| | | | | | |
| 30 2011 | 1,844,792 | 1,389,393 | 5,140,191 | 13,838 | 8,388,214 |

## 7 TRADE AND BILLS RECEIVABLES — GROUP

| | As at | |
|---|---|---|
| | 30 June 2011 (Unaudited) | 31 [illegible] 2010 (A[illegible]) |
| [illegible] (note (a)) | 862,515 | 714,827 |
| Less: [illegible] | (15,510) | (16,145) |
| | 847,005 | 698,682 |
| B[illegible] (note (b)) | 522,424 | 321,655 |
| [illegible] | 1,369,429 | 1,020,337 |
| [illegible] | 837,153 | 513,503 |
| | 2,206,582 | 1,553,840 |

(a) [illegible] 30 [illegible] 90 [illegible]. A[illegible] 30 [illegible] 2011 [illegible] 31 [illegible] 2010, [illegible]:

| | As at | |
|---|---|---|
| | 30 June 2011 (Unaudited) | 31 [illegible] 2010 (A[illegible]) |
| 0-90 [illegible] | 693,785 | 594,318 |
| 91-180 [illegible] | 108,630 | 68,729 |
| 181-365 [illegible] | 41,725 | 32,150 |
| 1-2 [illegible] | 12,008 | 12,321 |
| [illegible] 2 [illegible] | 6,367 | 7,309 |
| | 862,515 | 714,827 |

(b) [illegible].

## 8 CASH AND BANK BALANCES

[illegible]

| | As at | |
|---|---|---|
| | 30 June 2011 (Unaudited) | 31 [illegible] 2010 (A[illegible]) |
| [illegible] | 866,521 | 641,984 |
| [illegible]: | | |
| [illegible] ([illegible]) | (1,096) | (1,725) |
| [illegible] | (161,864) | (75,639) |
| | 703,561 | 564,620 |

*Note:* [illegible]

## 9 SHARE CAPITAL

| | | Number of Shares | Ordinary shares of HK$0.1 each | Share premium | Total |
|---|---|---|---|---|---|
| Authorised: | | | | | |
| A 31 2010 30 2011 | | 20,000,000,000 | 2,000,000 | | 2,000,000 |
| Issued and fully paid: | | | | | |
| A 1 2011 | | 3,517,092,920 | 351,709 | 2,016,842 | 2,368,551 |
| | (a) | 17,710,600 | 1,771 | 48,252 | 50,023 |
| | ( ) | 100,000,000 | 10,000 | 810,767 | 820,767 |
| | | 3,634,803,520 | 363,480 | 2,875,861 | 3,239,341 |

*Notes:*

(a)

| | 2011 Average exercise price in HK dollar per Share | 2011 Options (thousands) | 2010 A | 2010 |
|---|---|---|---|---|
| A 1 | 2.75 | 89,279 | 2.48 | 83,294 |
| | 6.44 | 23,718 | 3.55 | 36,898 |
| | 2.15 | (17,711) | | |
| | 3.89 | (2,983) | 2.69 | (5,428) |
| | 3.49 | (207) | | |
| A 30 | 3.77 | 92,096 | 2.81 | 114,764 |

## 9 SHARE CAPITAL *(Continued)*

*Notes: (Continued)*

(a) : *(Continued)*

92,096,000 , 4,628,000 30 2011. 2011 17,711,000 $ 2.15 .

:

| Expiry date | Exercise price in HK dollar per Share *(restated)* | Options (thousands) *(restated)* |
|---|---|---|
| 31 2012 | 1.72 | 4,628 |
| 19 A 2013 | 2.34 | 30,044 |
| 31 2014 | 3.55 | 34,777 |
| 31 2015 | 6.44 | 22,647 |
| | | 92,096 |

## 9 SHARE CAPITAL *(Continued)*

*Notes: (Continued)*

(a) [illegible] : *(Continued)*

[illegible]

| | |
|---|---|
| [illegible] | 1 [illegible] 2011 |
| [illegible] | 2.366 |
| [illegible] | $6.44 |
| [illegible] | $6.44 |
| [illegible] | 60.40% |
| [illegible] | 1.33% |
| [illegible] | 4 [illegible] 1 |
| | 3.26% |

(b) [illegible] 2011, 100,000,000 [illegible] $8.35 [illegible] $835,000,000 [illegible] $ 14,233,000 [illegible]

## 10 OTHER RESERVE — GROUP

| | Statutory reserve fund | Enterprise expansion fund | Foreign currency translation reserve | Capital reserve | Share options reserve | Property revaluation reserve | Capital redemption reserve | Subtotal | Retained earnings | Total |
|---|---|---|---|---|---|---|---|---|---|---|
| Balance at 1 January 2011 | 472,203 | 46,905 | 623,127 | 11,840 | 34,501 | 624 | 8,942 | 1,198,142 | 2,969,574 | 4,167,716 |
| [illegible] | | | | | | | | | 842,039 | 842,039 |
| [illegible] | 11,458 | 1,111 | 202,390 | | | | | 214,959 | | 214,959 |
| [illegible]: | | | | | | | | | | |
| [illegible] | | | | | (12,096) | | | (12,096) | | (12,096) |
| [illegible] | | | | | 15,311 | | | 15,311 | | 15,311 |
| [illegible] | | | | | | | | | | |
| [illegible] | | | | | (1,114) | | | (1,114) | 1,114 | |
| [illegible] 2010 | | | | | | | | | (458,646) | (458,646) |
| Balance at 30 June 2011 | 483,661 | 48,016 | 825,517 | 11,840 | 36,602 | 624 | 8,942 | 1,415,202 | 3,354,081 | 4,769,283 |

## 11 TRADE PAYABLE, ACCRUALS AND OTHER PAYABLES — GROUP

| | As at | |
|---|---|---|
| | 30 June 2011 (Unaudited) | 31 [illegible] 2010 (A[illegible]) |
| [illegible] | 534,002 | 377,043 |
| B[illegible] | 247,244 | 200,342 |
| | 781,246 | 577,385 |
| A[illegible] | 1,459,027 | 930,273 |
| | 2,240,273 | 1,507,658 |

## 11 TRADE PAYABLE, ACCRUALS AND OTHER PAYABLES — GROUP *(Continued)*

:

(a) A 30 2011 31 2010, w :

| | As at | |
|---|---|---|
| | **30 June** | 31 |
| | **2011** | 2010 |
| | **(Unaudited)** | (A ) |
| 0-90 | **493,624** | 350,273 |
| 91-180 | **16,867** | 11,955 |
| 181-365 | **20,148** | 4,617 |
| 1-2 | **850** | 8,517 |
| 2 | **2,513** | 1,681 |
| | **534,002** | 377,043 |

( ) w 6 .

## 12 BANK BORROWINGS — GROUP

| | As at 30 June 2011 (Unaudited) | As at 31 2010 (A ) |
|---|---|---|
| Non-current | | |
| ( (a)) | 3,359,286 | 2,537,616 |
| : | (489,068) | (283,641) |
| | 2,870,218 | 2,253,975 |
| Current | | |
| ( (a)) | 530,323 | 120,118 |
| | — | 66,764 |
| | 530,323 | 186,882 |
| - | 489,068 | 283,641 |
| | 1,019,391 | 470,523 |
| | 3,889,609 | 2,724,498 |

:

(a)

## 12 BANK BORROWINGS — GROUP *(Continued)*

A 30 2011 31 2010,

| | As at | |
|---|---|---|
| | **30 June 2011 (Unaudited)** | 31 2010 (A ) |
| 1 | **1,019,391** | 470,523 |
| 1 2 | **1,318,385** | 832,806 |
| 2 5 | **1,551,833** | 1,421,169 |
| | **3,889,609** | 2,724,498 |

A 30 2011 31 2010, :

| | As at | |
|---|---|---|
| | **30 June 2011 (Unaudited)** | 31 2010 (A ) |
| | **3,591,353** | 2,435,826 |
| | **298,256** | 276,908 |
| | **—** | 11,764 |
| | **3,889,609** | 2,724,498 |

## 12 BANK BORROWINGS — GROUP *(Continued)*

$298,256,000 (2010: $276,908,000), $18,000,000 (2010: $24,800,000) $140,004,000 (2010: $192,894,000 ) .

30 2011 31 2010.

:

| | 30 June 2011 | | 31 2010 | | |
|---|---|---|---|---|---|
| | HK$ | US$ | $ | $ | |
| | **1.43%** | **1.51%** | 1.45% | 1.55% | 5.31% |

## 13 EXPENSES BY NATURE

[illegible]

| | Unaudited For the six months ended 30 June | |
|---|---|---|
| | **2011** | 2010 |
| [illegible] | **204,194** | 155,517 |
| [illegible] | **273,716** | 190,826 |
| [illegible] | **1,830,651** | 1,148,884 |
| [illegible] ( [illegible] ) | **112,183** | 93,049 |
| [illegible] | **3,393** | 2,540 |
| [illegible] | **705** | 284 |
| [illegible] | **528,605** | 366,066 |
| [illegible] | **2,953,447** | 1,957,166 |

## 14 FINANCE INCOME AND FINANCE COSTS

### FINANCE INCOME

| | Unaudited For the six months ended 30 June | |
|---|---|---|
| | 2011 | 2010 |
| | 1,447 | 653 |
| | — | 235 |
| | 1,447 | 888 |

### FINANCE COSTS

| | Unaudited For the six months ended 30 June | |
|---|---|---|
| | 2011 | 2010 |
| | 25,133 | 10,542 |
| | (19,829) | (6,313) |
| | 5,304 | 4,229 |

## 15 INCOME TAX EXPENSE

| | Unaudited For the six months ended 30 June 2011 | 2010 |
|---|---|---|
| | | |
| (a) | 14,948 | 9,210 |
| ( ) | 112,822 | 69,374 |
| ( ) | 402 | 1,021 |
| | 11,878 | 4,399 |
| | 140,050 | 84,004 |

*Notes:*

(a)

16.5% (2010: 16.5%)

( )

1 2008, (CIT) (the new CIT Law) 16 2007.

50%

## 15 INCOME TAX EXPENSE *(Continued)*

*Notes: (Continued)*

( ) *(Continued)*

25% 5- 2008 2012. 24% (2010: 22%), 12% (2010: 11%) 12.5% 25% (2010: 12.5% 25%), .

15%.

( )

30 2011 2010 .

## 16 DIVIDENDS

| | Unaudited For the six months ended 30 June | |
|---|---|---|
| | **2011** | 2010 |
| 2010 13.0 (2009: 15.0 ) | **458,646** | 265,629 |
| 11.0 (2010: 8.0 ) | **399,828** | 283,338 |
| | **858,474** | 548,967 |

*Note:*

A 1 A 2011, 11.0 30 2011. , W 30 2011.

W ( A ). A .

## 17 EARNINGS PER SHARE

### BASIC

[illegible]

| | Unaudited For the six months ended 30 June | |
|---|---|---|
| | **2011** | 2010 |
| [illegible] ( $'000) | **842,039** | 641,840 |
| [illegible] | **3,539,177** | 3,542,000 |
| [illegible] | **23.8** | 18.1 |

### DILUTED

[illegible] 2011 [illegible] 9( )). [illegible]

## 17 EARNINGS PER SHARE *(Continued)*

### DILUTED *(Continued)*

| | Unaudited For the six months ended 30 June 2011 | 2010 |
|---|---|---|
| ($'000) | 842,039 | 641,840 |
| ( ) | 3,539,177 | 3,542,000 |
| A ( ) | 53,894 | 26,523 |
| ( ) | 3,593,071 | 3,568,523 |
| ( ) | 23.4 | 18.0 |

## 18 COMMITMENTS — GROUP

### CAPITAL COMMITMENTS

:

| | As at 30 June 2011 (Unaudited) | 31 2010 (A ) |
|---|---|---|
| , | 872,611 | 1,241,584 |
| A | 4,288,786 | 658,383 |
| | 5,161,397 | 1,899,967 |

## INTERIM DIVIDENDS AND CLOSURE OF REGISTER OF MEMBERS

## COMPLIANCE WITH THE CODE ON CORPORATE GOVERNANCE PRACTICES

30 2011, A

14

( Listing Rules ).

## MODEL CODE FOR SECURITIES TRANSACTIONS

( Model Code ) A 10

30 2011.

## REVIEW OF THE INTERIM RESULTS

30 2011

## REMUNERATION COMMITTEE

## DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN THE SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY AND ITS ASSOCIATED CORPORATIONS

A [illegible] 30 [illegible] 2011, [illegible] 352 [illegible] 7 [illegible] 8 [illegible]

### THE COMPANY

*Long position in the Shares*

| Name of Director | Nature of interest | | Number of Shares held | Percentage of the Company's issued share capital |
|---|---|---|---|---|
| [illegible] | [illegible] | *(Note a)* | 708,054,058 | 19.48% |
| | [illegible] | *(Note b)* | 25,552,000 | 0.70% |
| [illegible] | [illegible] | *(Note c)* | 260,455,852 | 7.17% |
| | [illegible] | *(Note d)* | 17,352,000 | 0.48% |
| [illegible] | [illegible] | *(Note e)* | 240,047,000 | 6.60% |

| Name of Director | Nature of interest | Number of Shares held | Percentage of the Company's issued share capital |
|---|---|---|---|
| [illegible] | [illegible] *(Note i)* | 77,172,104 | 2.12% |
| | [illegible] *(Note j)* | 1,540,000 | 0.04% |
| [illegible] | [illegible] *(Note k)* | 106,227,000 | 2.92% |
| [illegible] | [illegible] *(Note l)* | 77,172,104 | 2.12% |
| | [illegible] | 2,000,000 | 0.06% |
| | [illegible] *(Note m)* | 400,000 | 0.01% |
| [illegible] | [illegible] | 980,000 | 0.03% |

*Notes:*

(i) [illegible] (**Realbest**) [illegible] 2 [illegible] 2004 [illegible]

(j) [illegible]

(k) [illegible] (**High Park**) [illegible] 1 [illegible] 2004 [illegible]

(l) [illegible]

( ) (Copark), 2 2004

( )

( ) (Goldbo), 2 2004

( ) (Linkall), 2 2004

( ) '14 0 2460 1 ( 16.9( ) )21.7( A () / 3 1 30.1972.062

## ASSOCIATED CORPORATIONS

| Name of associated corporation | Name of Director | Class and number of shares held in the associated corporation | Approximate shareholding percentage |
|---|---|---|---|
| *(Note n)* | | 2 | 100% |
| *(Note o)* | | 2 | 100% |
| *(Note p)* | | 2 | 100% |
| *(Note q)* | | 2 | 100% |
| *(Note r)* | | 2 | 100% |
| *(Note s)* | | 2 | 100% |
| A *(Note t)* | | 2 | 100% |
| *(Note u)* | | 2 | 100% |
| *(Note v)* | | 2 | 100% |

*Notes:*

( )

( )

( )

( )

( )

( )

( ) A

( )

( )

## SUBSTANTIAL SHAREHOLDERS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES OF THE COMPANY

A 30 2011, 2 3 336 :

### THE COMPANY

*Long position in the Shares*

| Name of Shareholders | Number of Shares held | Capacity | Percentage of the Company's issued share capital |
|---|---|---|---|
| | 708,054,058 | | 19.48% |
| | 260,455,852 | | 7.17% |
| | 240,047,000 | | 6.60% |
| *(Note)* | 245,643,378 | | 6.76% |

*Note:*

## EXECUTIVE DIRECTORS

(Chairman)
(Vice Chairman)
(Chief Executive Officer)

## NON-EXECUTIVE DIRECTORS

## INDEPENDENT NON-EXECUTIVE DIRECTORS

## COMPANY SECRETARY & QUALIFIED ACCOUNTANT

, CPA, AICPA

## REGISTERED OFFICE

1350
75

## PRINCIPAL PLACE OF BUSINESS IN HONG KONG

3/
2
16
2,

## LEGAL ADVISERS AS TO HONG KONG LAW

&
24
28

## AUDITOR

22

## PRINCIPAL BANKERS

A

( )

, .A.

( )

## PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

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( ) 

. . 1350 ,

75 ,

## HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

1712-1716, 17

, 183

## WEBSITE

://www . .

## SHARE INFORMATION

: 00868

: 3 2005

: 2,000

: 31

: 3,635,457,120

: $6.22

: A

$22.613

## KEY DATES

:

29 A 2011

31 A 2011

( )

:

11 2011

:

11 2011