Hutchison Whampoa Limited reported an unaudited profit attributable to shareholders for the half-year ended June 30, 2001 of HK$3,193 million (about US$392 million) compared to HK$3,126 million in the same period last year. Earnings per share were HK$1.69 down from HK$1.75.

The interim dividend was HK$0.51 per share (HK$0.50 in 2000). 69% of profits were generated outside Hong Kong.

Turnover totalled HK$43,492 million, a 5% increase over the comparable period last year. Total EBIT was HK$3,201 million, a 7% increase, reflecting growth in the Energy & Infrastructure businesses.

Toll calls on the disposal of investments less provision totalled HK$3,390 million (HK$2,530 million in 2000) comprising, HK$3,000 million profit realised upon the merger of Telestream Deutschland, from which the Group received cash of approximately US$683 million and a 6% equity interest in Telestream Deutschland, and a HK$826 million provision for the effect of share price and exchange rate fluctuations on the Group’s investments in Vodafone Group and Deutsche Telekom.

The results are available at hutchison-whampoa.com/annual.htm.

Hutchison Whampoa Limited (HHL) is the holding company of the Hutchison Whampoa Group of companies with origins dating back to 1869.

It has a current market capitalisation of approximately US$10 billion and is also part of the FTSE4Good index series, raising the Group’s profile as a socially responsible corporate entity.

The index series was established by top investment firms FTSE in response to market demand for a recognised global benchmark for socially responsible investment.

Hutchison was ranked 115 out of 100 companies in the FTSE4Good Global 100 Index, which was live at the end of July.

Hutchison is the only index constituent from Asia, with the majority of companies based in Europe and the US.

To qualify for inclusion, companies that are already part of the FTSE constituent universe indices must meet a stringent set of criteria focusing on environmental sustainability, upholding and supporting universal human rights and developing positive relationships with stakeholders.

The offer comprised HK$0.25 (about US$0.03) per each ICGA share and HK$1 for each warrant. The offer comprised HK$0.25 (about US$0.03) per each ICGA share and HK$1 for each warrant.

Hutchison rose 8.5% to reach HK$3.86 at the blank cheque of HK$3.71 (Holding) (GDR) has increased their stake in us-based priceline.com by purchasing an aggregate of 25,018,015 shares from priceline founder Jerry Yang and his trusts.

As a result of this investment, each company holds approximately 15% (a combined 30%) equity interest in priceline.com. The company is expected to receive two additional seats on priceline.com’s board, bringing the total to five.

Priceline.com successfully completed a secondary offering of US$346.4 million for Q2 2001, up from US$325.1 million in the same period last year. Pro forma EBITA was US$3.86 million with a pro forma net income of US$1.17 million.

Hutchison Whampoa Limited (HHL) is the holding company of the Hutchison Whampoa Group of companies with origins dating back to 1869.

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**Newsbytes**

**ENERGY & INFRASTRUCTURE**

**Husky Earnings Soar**

Husky Energy posted earnings of $214 million (about $165 million) for the second quarter 2001 ($0.96 per common share)—an increase of 40 times over earnings of $5 million in Q2, 2000.

Cash flow from operations increased 20 times (to $284 million) in Q2, 2001, compared to $13 million in Q2, 2000.

Daily production of light, medium and heavy oil and bitumen averaged 346,000 bbls/day in Q2, 2001, up 21 times over the same period last year.

The quarterly dividend was $0.30 per common share.

**Acquisition Trail**

Husky Energy, through its subsidiary Husky Oil Operations, has acquired two new companies: Avid Oil & Gas and Trellion Oil & Gas.

Avid produces approximately 5,800 barrels of oil equivalent (BOE) per day and has a 116 million barrels of proved reserves, as well as approximately 100,000 acres of land in Alberta province.

**Cooking Gasoline Venture**

Chung Kong Infrastructure (CKI) has increased its joint venture with Covendom Holdings to target the booming bioremediation market. Covendom provides face, finger, nose, palm and voice recognition for security, law enforcement and identity verification systems.

Named Zedcor Systems, the new company has signed an agreement with Covendom, IBM and Engineering Technology to deliver face, hand, and voice recognition products to the Asian market.

CKI also has exclusive distributorship rights for fingerprint matching technology developed by The Chinese University of Hong Kong.

**HEC Results**

The uninsured consolidated profit of Hongkong Electric Holdings (HEC) rose to $1.5 billion for the 12 months ended June 30, 2001, up 30% from $1.2 billion in June 2000, according to a report.

The profit was attributed to improved performance in the company's electricity and services businesses.

**CNI Results**

Chung Kong Infrastructure (CNI) has reported a profit of $117 million for the 12 months ended June 30, 2001, up 30% from $90 million in the same period last year.

The profit was attributed to improved performance in the company's electricity and services businesses.

**PROPERTY & HOTELS**

**Perfect Balance**

The Costa del Sol residential development in Singapore is poised to become a landmark address following its launch in June, jointly developed by HML and Chung Kong (Holdings), the distinctive 12 four-bedroom units offers stunning views over the South China Sea and many other attractions including several swimming pools, water gardens, a golf putting green and driving courses, and even a marina beach.

**SPEAR**
Deals Down Under

HTL, Hutchinson Telecommunication (Australia) (HTL) and Telecom Corporation of New Zealand (TCNZ) have formed a strategic alliance aimed at capturing a significant share of the Australian mobile market through the early launch of 3G services and to reinforce TCNZ’s continued mobile market leadership in New Zealand. The alliance, announced in May, will result in the formation of a dedicated new operating company in both Australia (Hutchison 3G Australia) and New Zealand (Telecom 3G) focused on 3G product and services.

Key features:
- $81 million (about US$50 million) of new equity will be invested in Hutchison 3G.
- TCNZ will subscribe $25 million for a 19.9% stake.
- A$795 million of additional equity funding has been committed (A$100 million to be funded from HTL and $50 million from HTL and $50 million from TCNZ).

3G Vendor Contracts

Hutchinson Telecommunications (Australia) (HTL) has contracted Ericsson Australia to supply and install a 3G infrastructure network in and around Sydney, Melbourne, Brisbane, Adelaide and Perth. The contract price is A$800 million (about US$515 million), to be paid over four years, and the network will be launched in early 2005. Additionally, Motorola Australia will provide its radio access network in the Sydney and Brisbane licence areas. Ericsson and Motorola have also agreed to supply 3G devices while broadband cable company ALC has been appointed to supply its SingleView billing system for HTL’s future 3G requirements.

Swedish Alliances

In Sweden, Ericsson has been selected by TeliaSonera (then B15G) to supply its core 3G network as well as 50% of the infrastructure for base stations.

In the meantime, Ergo has signed a letter of intent to become a third party for 3G infrastructures services, the company formed by B15G and Stockholm Tele-Com AB.

In 2004, the mobile network operator Tele2 has also signed a 3G infrastructure deal with Ericsson.

TOM in Top Sports Slot

TOM (Hong Kong) Limited, the Internet arm of China Netcom, the latter of which is part of China Netcom Group Communications Co., Ltd. (CNC), has been invited to sponsor the latest of major sports event: China Sports Industry Co. (CSC) on the establishment of 10–50-year joint venture.

The G20 will see several commercial and TV broadcasting rights, and will open opportunities in representing famous Chinese athletes. It will also participate in the new distribution and standard setting of the 308 Olympics Games.

TOM signed a deal with the Chinese Olympic Association to organize the sales of Chinese National Games Gold (gold) and Silver (silver) for its marketing and commercial activities.

Last year, TOM invested in YC Games, a leading sports event organizer which holds commercial rights for China’s national sports events, including the volleyball, basketball, and the intercollege football league. Through their joint venture, $5 million in investment was made in March of this year to the commercial rights of the Chinese Basketball Association (CBA) and the Chinese Football League (CFL).

The Chinese Sports Industry Co. (CSC) also established the Chinese Basketball League (CBA) and the Chinese Football League (CFL) respectively. The two companies have signed a joint venture to manage the commercial rights of the Chinese Basketball Association (CBA) and the Chinese Football League (CFL).

TOM achieved a gross profit margin of 43%, its losses before interest, taxation, depreciation and amortization was reduced by 10% to 10.5%.

On a year-over-year basis, revenue for the six months ended June 30, 2004 increased to HK$32 million, an increase of approximately 46% from HK$22 million in the corresponding period in 2003. Operating loss in the first half of 2004 was $13.2 million, down 4% from $13.6 million in 2003.

Added Services for Investors

Online broker Hutchinson (CB) Limited has introduced three new services that offer clients enhanced flexibility, liquidity and accessibility.

The Needham Purchase Plan (NPP) provides clients with a flexible programme through which they can invest in a range of products with a minimum investment of HK$1,000 per product.

Clients can also participate in the Buy-And-Sell (BS) scheme which provides clients with a flexible programme through which they can invest in a range of products with a minimum investment of HK$1,000 per product.

Accessibility will be further enhanced with the installation of new systems and the enhancement of our systems and services.