Hutchison Whampoa Limited

(incorporated in Hong Kong with limited liability)
(Stock Code: 13)

AUDITED RESULTS FOR THE YEAR ENDED 31 DECEMBER 2009

HIGHLIGHTS

	2009 HK$ millions	2008 (Restated[1]) HK$ millions	Change	Change Local Currencies[3]
Total revenue	**300,549**	348,382	-14%	-8%
EBIT from established businesses	**48,364**	62,768	-23%	-21%
LBIT of the **3** Group[2]	**(5,281)**	(15,792)	+67%	+64%
Total EBIT	**43,083**	46,976	-8%	-7%
Profit attributable to shareholders	**14,168**	12,681	+12%	
Earnings per share	**HK$3.32**	HK$2.97	+12%	
Final dividend per share	**HK$1.22**	HK$1.22	-	

Note 1: 2008 results have been restated to reflect two changes of accounting policies whereby: (i) costs associated with acquiring and retaining contract customers in the Group's telecommunications businesses are now expensed to the income statement as and when incurred; and (ii) costs associated with customer loyalty programmes require customer loyalty credits to be accounted for as a separate component of the sales transaction in which they are granted.

Note 2: 2009 LBIT includes a gain of HK$3,641 million resulting from the merger of **3** Australia with Vodafone Australia and the effect of an indefinite extension of the telecommunications licences of **3** Italia and **3** UK, resulting in a reduction of amortisation of HK$969 million for **3** Italia and HK$2,926 million for **3** UK. The useful life of the **3** UK licence was revised on the basis that the Statutory Instrument currently before the UK houses of Parliament, which inter alia changes the life of the licence to indefinite, will be enacted by the current Parliament. LBIT in the comparable 2008 results also includes one-time foreign exchange gains totalling HK$2,945 million. Excluding the effects of these one-time items in both years, LBIT reduced 32%.

Note 3: The Group's 2009 results were affected by the translation of overseas subsidiaries' and associates' results from their local currencies to Hong Kong dollars due to the weakening of the Euro, British pound and other currencies during the year against the Hong Kong dollar.

- Total revenue and EBIT were adversely affected by economic conditions, including energy prices and foreign currency movements. Although total revenue and total EBIT in Hong Kong dollars declined by 14% and 8% respectively, before adverse foreign currency translation movements, these declines were 8% and 7% respectively.
- Profit attributable to shareholders and earnings per share increased 12% to HK$14,168 million and HK$3.32 respectively
- 3G customer base currently totals over 26.8 million worldwide
- **3** Group's LBIT reduced by 67% to HK$5,281 million

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CHAIRMAN'S STATEMENT

The Group's global operations performed satisfactorily despite a very difficult operating environment in 2009, which began to show a tentative recovery in the fourth quarter. The Group's total revenue was HK$300,549 million, 14% lower than the preceding year, mainly due to significantly lower oil and gas prices which reduced Husky Energy Inc. ("Husky")'s revenue, lower trade activity which reduced the ports division's revenue, and the adverse effect of foreign currency exchange rate movements. The Group's total earnings before interest expense and finance costs, taxation and minority interest ("EBIT") totalled HK$43,083 million, an 8% decrease compared to the preceding year, mainly due to the significantly lower profits of Husky and the ports division, partially offset by a 67% reduction of the **3** Group LBIT to HK$5,281 million, primarily due to a gain on merger of **3** Australia, customer growth and cost and licences amortisation reductions.

Results

The Group's profit attributable to shareholders for the year amounted to HK$14,168 million, a 12% increase compared to last year's profit of HK$12,681 million. Earnings per share were HK$3.32 (2008 – HK$2.97).

The results include a profit on investment properties revaluation of HK$1,663 million (2008 – HK$824 million) and profits on disposal of investments totalling HK$12,472 million (2008 – HK$6,580 million), comprised of the following:

	HK$ millions
• Established businesses – Hutchison Telecommunications International Limited ("HTIL")'s gain on disposal of entire shareholding in Partner Communications in Israel	7,392
• **3** Group – Gain on merger of **3** Australia with Vodafone's Australian operations	3,641
• Established businesses – Cheung Kong Infrastructure (Holdings) Limited ("CKI")'s gain on disposal of equity interest in three power plants in Mainland China	847
• Established businesses – HTIL's gain on disposal of telecommunications tower assets in Indonesia	592

Dividends

The Board recommends the payment of a final dividend of HK$1.22 per share (2008 – HK$1.22 per share) to those persons registered as shareholders on 27 May 2010. This, together with the interim dividend of HK$0.51 per share paid on 25 September 2009, gives a total dividend of HK$1.73 per share for the year (2008 – HK$1.73 per share). The proposed final dividend will be paid on 28 May 2010 following approval at the Annual General Meeting. The register of members will be closed from 20 May 2010 to 27 May 2010, both days inclusive.

Established Businesses

Ports and Related Services

This division faced a very difficult year in 2009. Total revenue decreased 16% to HK$33,427 million due to the sharp reduction in global trade volume and lower average tariffs. The division handled total throughput of 65.3 million twenty-foot equivalent units ("TEUs") for the full year 2009, 3% lower than last year. Although the results benefited from the cost initiatives implemented in the first half of the year, the division's EBIT decreased 21% to HK$10,406 million.

Property and Hotels

The property and hotels division reported total revenue of HK$13,912 million, a 33% increase compared to last year. Gross rental income of HK$3,787 million was 11% higher than last year, with the rental properties portfolio 97% let. Development profits for the year were 50% higher than last year, mainly due to the completion and sale of property units in various residential projects. This strong performance was partially offset by weakness in the hotel operations, which reported sharply lower profits in 2009 mainly due to the adverse impact of swine flu and the economic downturn. This division's total EBIT decreased 20% to HK$6,430 million. Excluding the non-recurring profit of HK$2,141 million realised in 2008 on the disposal of an investment property, EBIT for the division increased 8% in 2009.

Retail

Despite volatile consumer sentiment, the retail division delivered impressive results driven by solid sales and total revenue grew by 5% in local currencies, although in Hong Kong dollars total revenues reduced by 2% to HK$116,098 million. Despite slow revenue growth, EBIT increased by 30% to HK$5,692 million due to continued improvement in the division's cost structure, operational efficiency and cautious expansion during the year in markets with high growth potential.

Cheung Kong Infrastructure

CKI, a listed subsidiary, announced its group turnover and its share of jointly controlled entities' turnover totalling HK$4,054 million, 46% below the preceding year mainly due to the disposal of its 45% equity interest in three power plants in the Mainland to Hongkong Electric Holdings ("HK Electric"). In addition, HK Electric itself reported reduced turnover and profits primarily due to the reduction in its permitted return under the new Scheme of Control Agreement partially offset by increased profits from investments outside Hong Kong. Including a gain of HK$1,314 million on disposal, which after asset valuation consolidation adjustments, amounted to a one-time gain of HK$847 million in the Group's results, CKI announced profit attributable to shareholders of HK$5,568 million compared to HK$4,423 million in 2008, representing an increase of 26%.

Husky Energy

Husky, a listed associated company, announced sales and operating revenues of C$15,074 million, 39% below last year reflecting an average oil price decline of approximately 38% as well as a 56% decline in average prices for natural gas in 2009 compared with 2008. In addition, average total production during the year was 306,500 barrels of oil equivalent per day ("BOEs per day") compared to 355,900 BOEs per day in 2008. As a result, net earnings amounted to C$1,416 million, 62% below last year. Based on forecast oil prices, it is expected that Husky's contribution to the Group's earnings will improve in 2010.

Finance and Investments

The Group's EBIT from its finance and investments operations represents returns earned on the Group's holdings of cash and liquid investments and amounted to HK$4,079 million, 37% below last year, mainly due to lower market interest rates.

During the year the Group refinanced and repaid debts as they matured and repaid early certain other long-term borrowings and notes totalling HK$103,182 million. This refinancing activity significantly extended the maturity profile of the Group's long-term debts. Consolidated net debt, net of cash and liquid investments, reduced by HK$22,508 million or 14% to HK$143,355 million at 31 December 2009.

Hutchison Telecommunications Hong Kong

Hutchison Telecommunications Hong Kong Holdings ("HTHKH"), a listed subsidiary with telecommunications operations in Hong Kong and Macau, announced turnover of HK$8,449 million, a 4% increase compared to 2008. At 31 December 2009, HTHKH announced its total mobile customer base in Hong Kong and Macau was approximately 3.0 million, with the number of postpaid mobile customer reaching 1.9 million, accounting for over 60% of the total mobile customer base. Both mobile and fixed-line operations recorded improved results compared to last year and profit attributable to shareholders increased 103% to HK$468 million.

Hutchison Telecommunications International

At 31 December 2009, HTIL had a mobile customer base of 12.8 million, a 98% increase over the comparable base last year. This 60.36% owned listed subsidiary, announced turnover from continuing operations of HK$1,856 million, a 3% increase from last year, and profit attributable to shareholders of HK$4,940 million, including a gain on disposal of its Israeli operations of HK$6,333 million, compared to a profit of HK$1,132 million last year.

Subsequent to the year end, the Group and HTIL announced a proposal to privatise HTIL by way of a Scheme of Arrangement ("the Scheme"). The proposal is for each share of HTIL held by HTIL shareholders (other than those which are wholly owned by the Group) to be cancelled in exchange for HK$2.20 in cash and that this offer will not be increased. On the assumption that all outstanding HTIL share options are exercised, the cash consideration would total HK$4,227 million. The Scheme is subject to, inter alia, approval by the minority shareholders and also Cayman Island's court sanction on 24 May 2010.

3 Group

The Group's registered 3G customer base increased 29% during the year and currently stands at over 26.8 million customers. The **3** Group's customer base includes approximately 4.5 million mobile broadband access customers, a 75% increase from last year.

Average revenue per active user on a 12-month trailing average active customer basis ("ARPU") overall declined by 15% to €28.32 compared to 2008. This decline reflects an increased proportion of mobile broadband access customers in the **3** Group's customer base as well as price competition together with reductions in regulated mobile termination and roaming rates in certain markets. Although ARPU declined, the customer base continued to grow and total revenue in local currencies increased 5%. However, after translation to Hong Kong dollars, **3** Group's total revenue decreased 5% to HK$57,590 million.

3 Group achieved positive EBITDA after all customer acquisition costs and retention costs ("CACs") of HK$176 million, a 117% turnaround from the comparable LBITDA last year of HK$1,055 million. The **3** Group's EBITDA turnaround reflects growth in its customer base, cost savings and working capital management. Gross margin as a percentage of revenues for the **3** Group overall increased compared to 2008 and all operations achieved reduced recurring LBIT, excluding one-time items, compared to 2008. **3** Group reported total LBIT after translation to Hong Kong dollars of HK$5,281 million, a 67% reduction compared to total LBIT of HK$15,792 million in 2008. LBIT reduced significantly due to the reasons above and also because of the effect of an indefinite extension of the telecommunications licences of **3** Italia and **3** UK, resulting in a reduction of amortisation of HK$969 million for **3** Italia and HK$2,926 million for **3** UK. The useful life of the **3** UK licence was revised on the basis that the Statutory Instrument currently before the UK houses of Parliament, which inter alia changes the life of the licence to indefinite, will be enacted by the current Parliament. Also, included in the 2009 results is a one-time gain of HK$3,641 million resulting from the merger of **3** Australia with Vodafone Australia. The LBIT in the comparable 2008 results also included one-time foreign exchange gains totalling HK$2,945 million from **3** European operations refinancings. Excluding the effect of the reduction in amortisation and one-time gains in both years, LBIT reduced 32% and in local currencies reduced 27%.

Barring any significant adverse market developments or regulatory developments, the **3** Group's results are expected to continue to improve and going forward to make a positive contribution to the Group's EBIT results.

Outlook

The most severe financial crisis since the 1930's, which began in 2008, continued to affect the banking and financial industries through 2009. The downturn also impacted with varying degrees of severity, all geographies and industries including energy, trade and commerce, retail, real estate, hotel and travel. This resulted in significantly lower earnings contribution from Husky and lower earnings in the ports division. However, the economies of the Mainland and Hong Kong benefited from the support of the Central and local Government's policies and initiatives.

Despite various difficulties, the Group's global operations performed satisfactorily in 2009 and are well placed to benefit from a recovering economic environment. Cash flow continues to be healthy and the Group's debt is expected to be further reduced in 2010. Although there remain many elements of uncertainty in the global economy in 2010, the Group will continue to invest to expand its core businesses. Barring major unforeseen circumstances, I have full confidence in the Group's 2010 growth and long term future.

I would like to thank the Board of Directors and all employees around the world for their loyalty, diligence, professionalism, and contributions to the Group.

Li Ka-shing
Chairman
Hong Kong, 30 March 2010

SUPPLEMENTARY INFORMATION AND KEY BUSINESS INDICATORS

Hutchison Whampoa Limited's Group results can be summarised as per below:
In HK$ Millions

	For the year ended 31 December 2009	2008 Restated (Note 1)	2009	2008	% Change
REVENUE *					
PORTS AND RELATED SERVICES	**33,427**	39,594	**14%**	14%	**-16%**
PROPERTY AND HOTELS	**13,912**	10,467	**6%**	4%	**33%**
RETAIL	**116,098**	118,504	**48%**	41%	**-2%**
CHEUNG KONG INFRASTRUCTURE	**14,980**	19,868	**6%**	7%	**-25%**
HUSKY ENERGY	**35,808**	63,350	**15%**	22%	**-43%**
FINANCE & INVESTMENTS	**2,515**	4,303	**1%**	1%	**-42%**
HUTCHISON TELECOMMUNICATIONS HONG KONG HOLDINGS	**8,449**	7,999	**3%**	3%	**6%**
HUTCHISON TELECOMMUNICATIONS INTERNATIONAL	**11,745**	16,678	**5%**	6%	**-30%**
OTHERS	**6,025**	7,247	**2%**	2%	**-17%**
TOTAL REVENUE OF ESTABLISHED BUSINESSES	**242,959**	288,010	**100%**	100%	**-16%**
3 GROUP	**57,590**	60,372			**-5%**
TOTAL REVENUE	**300,549**	348,382			**-14%**
EARNINGS BEFORE INTEREST EXPENSE AND TAXATION ("EBIT")					
ESTABLISHED BUSINESSES:					
PORTS AND RELATED SERVICES	**10,406**	13,236	**27%**	24%	**-21%**
PROPERTY AND HOTELS	**6,430**	8,087	**17%**	15%	**-20%**
RETAIL	**5,692**	4,384	**15%**	8%	**30%**
CHEUNG KONG INFRASTRUCTURE	**6,905**	7,404	**18%**	13%	**-7%**
HUSKY ENERGY	**4,010**	13,316	**11%**	24%	**-70%**
FINANCE & INVESTMENTS	**4,079**	6,467	**11%**	11%	**-37%**
HUTCHISON TELECOMMUNICATIONS HONG KONG HOLDINGS	**692**	527	**2%**	1%	**31%**
HUTCHISON TELECOMMUNICATIONS INTERNATIONAL	**(199)**	2,734	**-1%**	5%	**-107%**
OTHERS	**(145)**	(791)	**0%**	-1%	**82%**
EBIT OF ESTABLISHED BUSINESSES BEFORE THE FOLLOWING	**37,870**	55,364	**100%**	100%	**-32%**
CHANGE IN FAIR VALUE OF INVESTMENT PROPERTIES	**1,663**	824			**102%**
PROFIT ON DISPOSAL OF INVESTMENTS - ESTABLISHED BUSINESSES	**8,831**	6,580			**34%**
EBIT OF ESTABLISHED BUSINESSES	**48,364**	**62,768**			**-23%**
3 GROUP: (Note 2)					
EBITDA OF 3 GROUP BEFORE ALL CACs	**17,482**	19,337			**-10%**
- CACs	**(17,306)**	(20,392)			**15%**
EBITDA OF 3 GROUP	**176**	(1,055)			**117%**
- Depreciation	**(7,759)**	(9,237)			**16%**
- Amortisation of licence fees and other rights	**(1,339)**	(5,500)			**76%**
LBIT OF 3 GROUP BEFORE THE FOLLOWING	**(8,922)**	(15,792)			**44%**
PROFIT ON DISPOSAL OF INVESTMENTS - 3 GROUP	**3,641**	-			**NA**
LBIT OF 3 GROUP	**(5,281)**	(15,792)			**67%**
TOTAL EBIT	**43,083**	46,976			**-8%**
INTEREST EXPENSES AND FINANCE COSTS					
- Company and subsidiary companies	**(9,613)**	(17,286)			**44%**
- Share of associated companies and jointly controlled entities	**(3,412)**	(3,222)			**-6%**
	(13,025)	(20,508)			**36%**
PROFIT BEFORE TAX	**30,058**	26,468			**14%**
TAX *					
- Current tax	**(9,453)**	(7,329)			**-29%**
- Deferred tax	**1,132**	320			**254%**
	(8,321)	(7,009)			**-19%**
PROFIT AFTER TAX	**21,737**	19,459			**12%**
MINORITY INTERESTS *	**(7,569)**	(6,778)			**-12%**
PROFIT ATTRIBUTABLE TO SHAREHOLDERS	**14,168**	12,681			**12%**

* Includes share of associated companies and jointly controlled entities

Note 1 2008 results have been restated to reflect two changes in accounting policies whereby: (i) costs associated with acquiring and retaining contract customers in the Group's telecommunications businesses are now expensed to the income statement as and when incurred; and (ii) costs associated with customer loyalty programmes require customer loyalty credits to be accounted for as a separate component of the sales transaction in which they are granted.

Note 2 Includes 3G operations in UK, Ireland, Italy, Australia, Sweden, Denmark, Norway and Austria.

SUPPLEMENTARY INFORMATION AND KEY BUSINESS INDICATORS
Note: All comparing against the full-year performance in 2008

Established Businesses
Ports and Related Services

Total revenue	decreased 16% (decreased 11% in local currencies)
EBIT	decreased 21% (decreased 19 % in local currencies)
Contributed 14% and 27% respectively to total revenue and EBIT of the Group's established businesses	

Major contributors to the division's overall 3% throughput decline were:

	Decrease
Ports in Hong Kong and the Mainland	8%
Ports in Asia (excluding Hong Kong and the Mainland)	7%
Ports in the Americas	10%

Major contributors to the division's overall 21% EBIT decrease were:

	Decrease
Ports in Hong Kong and the Mainland	19%
Ports in Europe	23%
Ports in Asia (excluding Hong Kong and the Mainland)	7%
Ports in the Americas	27%

In December 2009, the ports and related services division signed an agreement with Sydney Ports Corporation to develop and operate the third container terminal at Port Botany in Australia. This new four-berth terminal with 1,300 metres of quay line and 46 hectares of yard upon completion, is a 30-year lease concession.

Property and Hotels

Total revenue	increased 33%
EBIT	decreased 20% (increased 8% excluding one-time gain in 2008)
Contributed 6% and 17% respectively to total revenue and EBIT of the Group's established businesses	

Development profits for the year were 50% higher than last year mainly due to the completion and sale of property units in various residential projects. The Group's current attributable landbank (including direct interests and its proportionate share of interests held by joint ventures, associates and jointly controlled entities) can be developed into 94 million square feet of mainly residential property, of which 96% is situated in the Mainland, 3% in the UK and overseas and 1% in Hong Kong. This landbank comprises 45 projects in 20 cities and is expected to be developed in a phased manner over several years. The increase in property valuation in 2009 includes the increase in market value for completed investment properties of HK$398 million and increase in market value of investment properties under development of HK$1,265 million in accordance with recent changes in Hong Kong Financial Reporting Standards, whereby investment properties under development are to be marked to market value during the construction period.

The Group's hotel operations reported EBIT was 55% lower than last year, reflecting the significant adverse impact of the swine flu and the global economic downturn.

Retail

Total revenue	decreased 2% (increased 5% in local currencies)
EBIT	increased 30% (increased 34% in local currencies)
Contributed 48% and 15% respectively to total revenue and EBIT of the Group's established businesses	

The number of retail outlets increased marginally during the year and currently totals over 8,700 outlets in 34 markets worldwide. The retail division is cautiously expanding into markets with high growth potentials, primarily in the Mainland, and also continues to control costs and focus on maintaining margins in the current economic environment.

Cheung Kong Infrastructure, subsidiary listed on Stock Exchange of Hong Kong

Announced group turnover and its share of jointly controlled entities' turnover	decreased 46%
Announced profit attributable to shareholders	increased 26%
Contributed 6% and 18% respectively to total revenue and EBIT of the Group's established businesses	

Husky Energy, associated company listed on Toronto Stock Exchange

Announced sales and operating revenues, in C$	decreased 39%
Announced net earnings, in C$	decreased 62%
Contributed 15% and 11% respectively to total revenue and EBIT of the Group's established businesses	

Hutchison Telecommunications Hong Kong Holdings, subsidiary listed on Stock Exchange of Hong Kong

Announced turnover	increased 4%
Announced profit attributable to shareholders	increased 103%
Contributed 3% and 2% respectively to total revenue and EBIT of the Group's established businesses	

Hutchison Telecommunications International, subsidiary listed on Stock Exchange of Hong Kong and New York Stock Exchange

Announced turnover from continuing operations	increased 3%
Announced profits attributable to shareholders	HK$4,940 million, including a gain on disposal of its Israeli operations of HK$6,333 million, compared to the restated profit last year of HK$1,132 million
Contributed 5% and a negative 1% respectively to total revenue and EBIT of the Group's established businesses	

3 Group

Total revenue in Hong Kong dollars	decreased 5 % (increased 5% in local currencies)
EBITDA after all CACs	EBITDA of HK$176 million, compared to LBITDA last year of HK$1,055 million
Total LBIT, including exceptional items in both years	reduced 67% (reduced 64% in local currencies)

The **3** Group overall reported total EBITDA after all CACs of HK$176 million, compared to an LBITDA last year of HK$1,055 million. The turnaround to positive EBITDA reflects a 15% decrease in total CACs, which amounted to HK$17,306 million compared to HK$20,392 million last year.

3 Group Overall

	31 December 2009	**31 December 2008**
Weighted average per customer acquisition cost, on a 12-month trailing average basis – reduced 25%	€106	€141
Contract customers as a percentage of total registered customer base	54%	55%
Average monthly customer churn rate – total registered customer base	2.7%	2.7%
Average monthly customer churn rate – total contract registered customer base	1.8%	1.9%
Active customers as a percentage of total registered customer base	84%	79%
Active contract customers as a percentage of total contract registered customer base	97%	97%

Key Business Indicators

Registered customers grew in all operations.

Customer Base

	Registered Customers at 29 March 2010 ('000)			Registered Customer Growth (%) from 31 December 2008 to 31 December 2009		
	Prepaid	Postpaid	**Total**	Prepaid	Postpaid	**Total**
UK & Ireland	2,537	3,724	6,261	36%	6%	15%
Italy	5,619	3,388	9,007	-5%	21%	3%
Australia[1]	3,177	4,208	7,385	1,455%	112%	239%
Sweden & Denmark	191	1,444	1,635	56%	24%	27%
Austria	207	698	905	15%	38%	32%
3 Group Total	11,731	13,462	25,193	39%	34%	36%
Hong Kong and Macau[2]	272	1,427	1,699	119%	12%	20%
Total	12,003	14,889	26,892	40%	21%	29%

Customer Service Revenue

	Revenue for the year ended 31 December 2009 (millions)					Growth (%) compared to the year ended 31 December 2008 Revenue		
	Prepaid	% of total Revenue	Postpaid	% of total Revenue	**Total**	Prepaid	Postpaid	**Total**
UK & Ireland	£168.9	11%	£1,379.9	89%	**£1,548.8**	-%	-1%	**-1%**
Italy	€409.2	25%	€1,237.8	75%	**€1,647.0**	-26%	5%	**-5%**
Australia[3]	A$318.5	17%	A$1,566.0	83%	**A$1,884.5**	313%	13%	**28%**
Sweden & Denmark	SEK130.4	2%	SEK5,421.8	98%	**SEK5,552.2**	39%	21%	**22%**
Austria	€5.0	3%	€169.2	97%	**€174.2**	-4%	3%	**3%**

12-month Trailing Average Revenue per Active User ("ARPU")[4] to 31 December 2009

	Total				Non-voice	
	Prepaid	Postpaid	Blended Total	% Variance compared to 31 December 2008	ARPU	% of total ARPU
UK & Ireland	£10.74	£32.24	**£26.46**	-21%	**£9.71**	37%
Italy	€11.23	€36.74	**€23.49**	-7%	**€9.05**	39%
Australia[3]	A$29.04	A$71.61	**A$55.82**	-16%	**A$20.48**	37%
Sweden & Denmark	SEK111.58	SEK366.18	**SEK347.55**	-8%	**SEK144.92**	42%
Austria	€10.61	€24.79	**€23.87**	-28%	**€11.60**	49%
3 Group Average	€13.01	€36.88	**€28.32**	**-15%**	**€10.77**	38%

Note 1: Active customers (including customers of mobile virtual network operators ("MVNOs")) at 31 December 2009 as announced by listed subsidiary HTAL updated for net additions to 29 March 2010.

Note 2: Hong Kong and Macau active customers at 31 December 2009 as announced by listed subsidiary HTHKH, updated for net additions to 29 March 2010.

Note 3: Revenue and ARPU (excluding ARPU from MVNOs) at 31 December 2009 as announced by listed subsidiary HTAL. Revenue represents the results of the **3** business for the five months to May 2009 and 50% of the merged business for the seven months to December 2009.

Note 4: ARPU equals total revenue excluding handset and connection revenues, divided by the average number of active customers during the year, where an active customer is one that has generated revenue from either an outgoing or incoming call or 3G service in the preceding three months.

UK and Ireland (combined)

Combined customer service revenue, in GBP	decreased 1%
Combined LBIT, in GBP, excluding non-recurring foreign exchange gains in first half of 2008	reduced 66%

	31 December 2009	**31 December 2008**
Contract customers as a percentage of total registered customer base	62%	68%
Average monthly customer churn rate – total registered customer base	3.0%	2.6%
Average monthly customer churn rate – total contract registered customer base (accounts for 89% of the revenue base)	1.9%	1.6%
Active customers as a percentage of total registered customer base	86%	87%
Active contract customers as a percentage of total contract registered customer base	96%	97%

Italy

Customer service revenue, in EURO	decreased 5%
LBIT, in EURO, excluding non-recurring foreign exchange gains in first half of 2008	reduced 50%

	31 December 2009	**31 December 2008**
Contract customers as a percentage of total registered customer base	37%	32%
Average monthly customer churn rate – total registered customer base	2.7%	3.1%
Average monthly customer churn rate – total contract registered customer base (accounts for 75% of the revenue base)	2.2%	3.0%
Active customers as a percentage of total registered customer base	69%	67%
Active contract customers as a percentage of total contract registered customer base	92%	94%

Hutchison Telecommunications Australia, subsidiary listed on Australian Securities Exchange

Announced service revenue, in AUD	increased 28%
Announced profit attributable to shareholders, in AUD of A$468 million (includes merger restructuring expenses)	increased 387% (loss reduced 27% excluding gain of A$587 million on the merger of **3** Australia with Vodafone Australia)

Sweden and Denmark (combined)

Combined customer service revenue, in SEK	increased 22%
Combined LBIT, in SEK	reduced 63%

	31 December 2009	31 December 2008
Contract customers as a percentage of total registered customer base	88%	90%
Average monthly customer churn rate – total registered customer base	2.1%	2.1%
Active customers as a percentage of total registered customer base	95%	96%
Active contract customers as a percentage of total contract registered customer base	100%	100%

Austria

Customer service revenue, in EURO	increased 3%
LBIT, in EURO, excluding non-recurring foreign exchange gains in first half of 2008	reduced 8%

	31 December 2009	31 December 2008
Contract customers as a percentage of total registered customer base	78%	74%
Average monthly customer churn rate – total registered customer base	1.3%	1.6%
Active customers as a percentage of total registered customer base	83%	78%
Active contract customers as a percentage of total contract registered customer base	99%	99%

Hutchison Whampoa Limited
Consolidated Income Statement
for the year ended 31 December 2009

	Note	**2009 HK$ millions**	As restated Note 1 2008 HK$ millions
Company and subsidiary companies:			
Revenue	2	**208,808**	235,478
Cost of inventories sold		**(74,275)**	(77,172)
Staff costs		**(28,309)**	(31,929)
Telecommunications customer acquisition costs		**(16,544)**	(22,926)
Depreciation and amortisation	2	**(16,258)**	(24,876)
Other operating expenses		**(60,769)**	(66,001)
Change in fair value of investment properties		**1,117**	672
Profit on disposal of investments and others	3	**12,472**	3,458
Share of profits less losses after tax of:			
Associated companies before profit on disposal of investments and others		**5,927**	12,522
Jointly controlled entities		**3,677**	5,286
Associated company's profit on disposal of an investment and others	3	**-**	3,122
	2	**35,846**	37,634
Interest and other finance costs	4	**(9,613)**	(17,286)
Profit before tax		**26,233**	20,348
Current tax charge	5	**(4,588)**	(3,443)
Deferred tax credit	5	**92**	2,576
Profit after tax		**21,737**	19,481
Allocated as : Profit attributable to minority interests		**(7,569)**	(6,800)
Profit attributable to shareholders of the Company		**14,168**	12,681
Earnings per share for profit attributable to shareholders of the Company	6	**HK$ 3.32**	HK$ 2.97

Details of interim dividend paid and proposed final dividend payable to the shareholders of the Company are set out in note 7.

Hutchison Whampoa Limited
Consolidated Statement of Comprehensive Income
for the year ended 31 December 2009

	2009 HK$ millions	As restated Note 1 2008 HK$ millions
Profit after tax	**21,737**	19,481
Other comprehensive income		
Available-for-sale investments:		
Valuation gains (losses) recognised in reserves	**417**	(3,204)
Valuation gains recognised in income statement	**(198)**	(2,893)
Cash flow hedges arising from forward foreign currency contracts and interest rate swap contracts:		
Gains recognised in reserves	**1**	287
Losses recognised in income statement	**-**	28
Losses (gains) recognised in initial cost of non-financial items	**4**	(47)
Gains (losses) on translating accounts of foreign operations recognised in reserves	**11,170**	(27,002)
Gains on repayment of foreign currency loans from a jointly controlled entity recognised in income statement	**(930)**	-
Gains on refinancing of foreign currency borrowings recognised in income statement	**-**	(2,945)
Gains relating to disposal of subsidiaries recognised in income statement	**(1,909)**	(518)
Net actuarial gains (losses) of defined benefit plans	**31**	(2,331)
Others	**7**	10
Share of other comprehensive income of associated companies	**6,727**	(11,251)
Share of other comprehensive income of jointly controlled entities	**1,547**	1,055
Other comprehensive income	**16,867**	(48,811)
Income tax relating to components of other comprehensive income	**149**	196
Other comprehensive income (net of tax)	**17,016**	(48,615)
Total comprehensive income	**38,753**	(29,134)
Allocated as : Attributable to minority interests	**(8,198)**	(5,056)
Attributable to shareholders of the Company	**30,555**	(34,190)

Hutchison Whampoa Limited
Consolidated Statement of Financial Position
at 31 December 2009

	Note	**31 December 2009 HK$ millions**	As restated Note 1 31 December 2008 HK$ millions	As restated Note 1 1 January 2008 HK$ millions
ASSETS				
Non-current assets				
Fixed assets		**171,399**	173,246	181,342
Investment properties		**42,323**	41,282	43,680
Leasehold land		**33,984**	34,745	36,272
Telecommunications licences		**70,750**	72,175	91,897
Goodwill		**28,858**	30,436	31,573
Brand names and other rights		**7,351**	10,486	10,901
Associated companies		**84,748**	76,478	75,545
Interests in joint ventures		**51,568**	45,865	39,725
Deferred tax assets		**14,657**	13,248	17,619
Other non-current assets		**5,286**	8,904	5,082
Liquid funds and other listed investments		**23,213**	30,735	69,192
		534,137	537,600	602,828
Current assets				
Cash and cash equivalents	8	**92,521**	57,286	111,307
Trade and other receivables	9	**48,146**	54,767	55,374
Inventories		**16,593**	18,528	20,999
		157,260	130,581	187,680
Current liabilities				
Trade and other payables	10	**73,029**	82,599	90,141
Bank and other debts		**17,589**	23,945	50,255
Current tax liabilities		**3,249**	1,274	2,336
		93,867	107,818	142,732
Net current assets		**63,393**	22,763	44,948
Total assets less current liabilities		**597,530**	560,363	647,776
Non-current liabilities				
Bank and other debts		**242,851**	234,141	260,086
Interest bearing loans from minority shareholders		**13,424**	13,348	12,508
Deferred tax liabilities		**13,355**	13,616	17,957
Pension obligations		**2,436**	2,541	1,468
Other non-current liabilities		**4,520**	4,586	5,929
		276,586	268,232	297,948
Net assets		**320,944**	292,131	349,828
CAPITAL AND RESERVES				
Share capital		**1,066**	1,066	1,066
Reserves		**282,465**	259,253	300,803
Total shareholders' funds		**283,531**	260,319	301,869
Minority interests		**37,413**	31,812	47,959
Total equity		**320,944**	292,131	349,828

Notes:

1 Basis of preparation

The accounts have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRS") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"). The accounts have been prepared under the historical cost convention except for certain properties and financial instruments which are stated at fair values.

In the current year, the Group has adopted all of the new and revised standards, amendments and interpretations issued by the HKICPA that are relevant to the Group's operations and mandatory for annual periods beginning 1 January 2009. The adoption of these new and revised standards, amendments and interpretations has resulted in changes to the format of the Group's accounts in 2009 (including revised titles for these accounts), the transfer of investment properties under construction from fixed assets to investment properties and a change to the Group's accounting policy in respect of customer loyalty credits that has affected the amounts reported for the current and prior years. In addition, the Group's policy in relation to telecommunications customer acquisition costs has been changed. Information on the effect of the adoption of the aforementioned new and revised standards, amendments and interpretations, and the new accounting policies is set out below:

(a) Revised titles for accounts
The adoption of HKAS 1 (Revised), Presentation of Financial Statements, has resulted in changes to the titles for these accounts:

New titles	Corresponding old titles / Note to accounts
– Consolidated Income Statement	– Consolidated Profit and Loss Account
– Consolidated Statement of Comprehensive Income	– Consolidated Statement of Recognised Income and Expense
– Consolidated Statement of Financial Position	– Consolidated Balance Sheet
– Consolidated Statement of Cash Flows	– Consolidated Cash Flow Statement
– Consolidated Statement of Changes in Equity	– Note 32 "Equity" to 2008 Accounts

(b) Investment Property
The adoption of amendments to HKAS 40 has resulted in the transfer of investment properties under construction from fixed assets to investment properties and increased profit before tax (before share of jointly controlled entities' tax expenses) and profit attributable to shareholders of the Company for the year ended 31 December 2009 by HK$1,265 million and HK$1,027 million respectively.

(c) Customer loyalty credits
Hong Kong (IFRIC) Interpretation 13, Customer Loyalty Programmes requires customer loyalty credits to be accounted for as a separate component of the sales transaction in which they are granted. A portion of the fair value of the consideration received is allocated to the award credits and deferred. This is then recognised as revenue over the period that the award credits are redeemed. The Group maintains loyalty points programmes within its Retail division which allows customers to accumulate points when they purchase products in the retail stores. These points can then be redeemed for free or discounted products, subject to certain terms and conditions. The Group has historically recorded a liability at the time of sale based on the costs expected to be incurred to supply awards in the future. With effect from 1 January 2009, in order to comply Hong Kong (IFRIC) Interpretation 13, this change in accounting policy has been applied retrospectively. Comparative information has been restated to reflect this change in policy.

(d) Telecommunications customer acquisition costs
Telecommunications customer acquisition costs ("CACs") comprise the net costs to acquire and retain mobile telecommunications customers, which are primarily 3G customers.

In prior years these costs to acquire and retain customers on contracts with early termination penalty clauses were capitalised and amortised over the period of the contract which is generally a period of 12 to 24 months. Having undertaken a comprehensive review of the policies of other businesses operating in the telecommunications sector particularly those operating in Europe, with effect from 1 January 2009, the Group has changed its policy to expense these costs in operating expenses as the costs are incurred. The Group believes that this change will bring our policy in line with other major telecommunications companies, provide greater comparability with such businesses and align more closely our profit and loss performance with our cash flow, and will therefore provide reliable and more relevant information to shareholders and other users of the accounts. Comparative information has been restated to reflect this change in policy.

(e) The effect of the adoption of other new and revised standards, amendments and interpretations issued by the HKICPA that are relevant to the Group's operation and mandatory for annual periods beginning 1 January 2009 is not material to the Group's results of operations or financial position.

(f) As a result of the changes in accounting policies mentioned above (notes 1(c) and 1(d)), certain adjustments have been made to the comparative information. The effect, where material, of these changes are summarised below:

1 **Basis of preparation (continued)**

(i) Effect on the consolidated income statement for the year ended 31 December 2007

	As previously reported HK$ millions	Changes in accounting policies: Customer loyalty credits HK$ millions	Changes in accounting policies: Telecommunications CACs HK$ millions	As restated HK$ millions
Company and subsidiary companies:				
Revenue	218,726	(48)	-	218,678
Cost of inventories sold	(73,977)	-	442	(73,535)
Staff costs	(29,325)	-	50	(29,275)
3 Group telecommunications expensed customer acquisition costs	(5,732)	-	5,732	-
Telecommunications customer acquisition costs	-	-	(18,550)	(18,550)
Depreciation and amortisation	(38,872)	-	13,522	(25,350)
Other operating expenses	(56,448)	41	501	(55,906)
Change in fair value of investment properties	1,988	-	-	1,988
Profit on disposal of investments and others	(11,182)	-	920	(10,262)
Share of profits less losses after tax of:				
Associated companies before profit on disposal of investments and others	12,002	-	(19)	11,983
Jointly controlled entities	3,338	-	-	3,338
Associated company's profit on disposal of investments and others	35,820	-	-	35,820
	56,338	(7)	2,598	58,929
Interest and other finance costs	(19,054)	-	-	(19,054)
Profit before tax	37,284	(7)	2,598	39,875
Current tax charge	(2,768)	-	-	(2,768)
Deferred tax charge	(1,651)	-	-	(1,651)
Profit after tax	32,865	(7)	2,598	35,456
Allocated as : Profit attributable to minority interests	(2,265)	-	100	(2,165)
Profit attributable to shareholders of the Company	30,600	(7)	2,698	33,291
Earnings per share for profit attributable to shareholders of the Company	HK$7.18	-	HK$0.63	HK$7.81

(ii) Effect on the consolidated statement of financial position as at 1 January 2008

	As previously reported HK$ millions	Changes in accounting policies: Customer loyalty credits HK$ millions	Changes in accounting policies: Telecommunications CACs HK$ millions	As restated HK$ millions
ASSETS				
Non-current assets				
Fixed assets	181,342	-	-	181,342
Investment properties	43,680	-	-	43,680
Leasehold land	36,272	-	-	36,272
Telecommunications licences	91,897	-	-	91,897
Telecommunications postpaid customer acquisition and retention costs	8,771	-	(8,771)	-
Goodwill	31,520	-	53	31,573
Brand names and other rights	10,901	-	-	10,901
Associated companies	75,545	-	-	75,545
Interests in joint ventures	39,725	-	-	39,725
Deferred tax assets	17,619	-	-	17,619
Other non-current assets	5,082	-	-	5,082
Liquid funds and other listed investments	69,192	-	-	69,192
	611,546	-	(8,718)	602,828
Current assets				
Cash and cash equivalents	111,307	-	-	111,307
Trade and other receivables	55,374	-	-	55,374
Inventories	20,999	-	-	20,999
	187,680	-	-	187,680
Current liabilities				
Trade and other payables	90,029	112	-	90,141
Bank and other debts	50,255	-	-	50,255
Current tax liabilities	2,336	-	-	2,336
	142,620	112	-	142,732
Net current assets	45,060	(112)	-	44,948
Total assets less current liabilities	656,606	(112)	(8,718)	647,776
Non-current liabilities				
Bank and other debts	260,086	-	-	260,086
Interest bearing loans from minority shareholders	12,508	-	-	12,508
Deferred tax liabilities	17,957	-	-	17,957
Pension obligations	1,468	-	-	1,468
Other non-current liabilities	5,929	-	-	5,929
	297,948	-	-	297,948
Net assets	358,658	(112)	(8,718)	349,828
CAPITAL AND RESERVES				
Share capital	1,066	-	-	1,066
Reserves	308,948	(112)	(8,033)	300,803
Total shareholders' funds	310,014	(112)	(8,033)	301,869
Minority interests	48,644	-	(685)	47,959
Total equity	358,658	(112)	(8,718)	349,828

1 Basis of preparation (continued)

(iii) Effect on the consolidated income statement for the year ended 31 December 2008

	As previously reported HK$ millions	Changes in accounting policies: Customer loyalty credits HK$ millions	Changes in accounting policies: Telecommunications CACs HK$ millions	As restated HK$ millions
Company and subsidiary companies:				
Revenue	235,461	17	-	235,478
Cost of inventories sold	(77,460)	-	288	(77,172)
Staff costs	(32,053)	-	124	(31,929)
3 Group telecommunications expensed customer acquisition costs	(3,457)	-	3,457	-
Telecommunications customer acquisition costs	-	-	(22,926)	(22,926)
Depreciation and amortisation	(37,447)	-	12,571	(24,876)
Other operating expenses	(67,300)	(7)	1,306	(66,001)
Change in fair value of investment properties	672	-	-	672
Profit on disposal of investments and others	3,458	-	-	3,458
Share of profits less losses after tax of:				
Associated companies before profit on disposal of investments and others	12,522	-	-	12,522
Jointly controlled entities	5,286	-	-	5,286
Associated company's profit on disposal of investments and others	3,122	-	-	3,122
	42,804	10	(5,180)	37,634
Interest and other finance costs	(17,286)	-	-	(17,286)
Profit before tax	25,518	10	(5,180)	20,348
Current tax charge	(3,444)	-	1	(3,443)
Deferred tax credit	2,576	-	-	2,576
Profit after tax	24,650	10	(5,179)	19,481
Allocated as : Profit attributable to minority interests	(6,986)	-	186	(6,800)
Profit attributable to shareholders of the Company	17,664	10	(4,993)	12,681
Earnings per share for profit attributable to shareholders of the Company	HK$4.14	-	(HK$1.17)	HK$2.97

(iv) Effect on the consolidated statement of financial position as at 31 December 2008

	As previously reported HK$ millions	Changes in accounting policies: Customer loyalty credits HK$ millions	Changes in accounting policies: Telecommunications CACs HK$ millions	As restated HK$ millions
ASSETS				
Non-current assets				
Fixed assets	173,246	-	-	173,246
Investment properties	41,282	-	-	41,282
Leasehold land	34,745	-	-	34,745
Telecommunications licences	72,175	-	-	72,175
Telecommunications postpaid customer acquisition and retention costs	12,022	-	(12,022)	-
Goodwill	30,318	-	118	30,436
Brand names and other rights	10,486	-	-	10,486
Associated companies	76,478	-	-	76,478
Interests in joint ventures	45,865	-	-	45,865
Deferred tax assets	13,248	-	-	13,248
Other non-current assets	8,904	-	-	8,904
Liquid funds and other listed investments	30,735	-	-	30,735
	549,504	-	(11,904)	537,600
Current assets				
Cash and cash equivalents	57,286	-	-	57,286
Trade and other receivables	54,767	-	-	54,767
Inventories	18,528	-	-	18,528
	130,581	-	-	130,581
Current liabilities				
Trade and other payables	82,497	102	-	82,599
Bank and other debts	23,945	-	-	23,945
Current tax liabilities	1,275	-	(1)	1,274
	107,717	102	(1)	107,818
Net current assets	22,864	(102)	1	22,763
Total assets less current liabilities	572,368	(102)	(11,903)	560,363
Non-current liabilities				
Bank and other debts	234,141	-	-	234,141
Interest bearing loans from minority shareholders	13,348	-	-	13,348
Deferred tax liabilities	13,616	-	-	13,616
Pension obligations	2,541	-	-	2,541
Other non-current liabilities	4,586	-	-	4,586
	268,232	-	-	268,232
Net assets	304,136	(102)	(11,903)	292,131
CAPITAL AND RESERVES				
Share capital	1,066	-	-	1,066
Reserves	270,510	(102)	(11,155)	259,253
Total shareholders' funds	271,576	(102)	(11,155)	260,319
Minority interests	32,560	-	(748)	31,812
Total equity	304,136	(102)	(11,903)	292,131

1 Basis of preparation (continued)

(v) Estimated effect on the consolidated income statement for the year ended 31 December 2009

	Changes in accounting policies		
	Customer loyalty credits HK$ millions	Telecommunications CACs HK$ millions	Total HK$ millions
Company and subsidiary companies:			
Revenue	(13)	-	(13)
Cost of inventories sold	-	-	-
Staff costs	-	-	-
Telecommunications customer acquisition costs	-	(12,925)	(12,925)
Depreciation and amortisation	-	13,480	13,480
Other operating expenses	11	-	11
Change in fair value of investment properties	-	-	-
Profit on disposal of investments and others	-	-	-
Share of profits less losses after tax of:			
Associated companies before profit on disposal of investments and others	-	-	-
Jointly controlled entities	-	-	-
Associated company's profit on disposal of investments and others	-	-	-
	(2)	555	553
Interest and other finance costs	-	-	-
Profit before tax	(2)	555	553
Current tax credit	-	1	1
Deferred tax credit	-	66	66
Profit after tax	(2)	622	620
Allocated as : Loss attributable to minority interests	-	339	339
Profit attributable to shareholders of the Company	(2)	961	959
Earnings per share for profit attributable to shareholders of the Company	-	HK$ 0.23	HK$ 0.23

(vi) Estimated effect on the consolidated statement of financial position as at 31 December 2009

	Changes in accounting policies		
	Customer loyalty credits HK$ millions	Telecommunications CACs HK$ millions	Total HK$ millions
ASSETS			
Non-current assets			
Fixed assets	-	-	-
Investment properties	-	-	-
Leasehold land	-	-	-
Telecommunications licences	-	-	-
Telecommunications postpaid customer acquisition and retention costs	-	(12,113)	(12,113)
Goodwill	-	129	129
Brand names and other rights	-	-	-
Associated companies	-	-	-
Interests in joint ventures	-	-	-
Deferred tax assets	-	-	-
Other non-current assets	-	-	-
Liquid funds and other listed investments	-	-	-
	-	(11,984)	(11,984)
Current assets			
Cash and cash equivalents	-	-	-
Trade and other receivables	-	-	-
Inventories	-	-	-
	-	-	-
Current liabilities			
Trade and other payables	104	-	104
Bank and other debts	-	-	-
Current tax liabilities	-	(3)	(3)
	104	(3)	101
Net current assets	(104)	3	(101)
Total assets less current liabilities	(104)	(11,981)	(12,085)
Non-current liabilities			
Bank and other debts	-	-	-
Interest bearing loans from minority shareholders	-	-	-
Deferred tax liabilities	-	(67)	(67)
Pension obligations	-	-	-
Other non-current liabilities	-	-	-
	-	(67)	(67)
Net assets	(104)	(11,914)	(12,018)
CAPITAL AND RESERVES			
Share capital	-	-	-
Reserves	(104)	(10,821)	(10,925)
Total shareholders' funds	(104)	(10,821)	(10,925)
Minority interests	-	(1,093)	(1,093)
Total equity	(104)	(11,914)	(12,018)

2 Segment information

HKFRS 8, Operating Segments, replaces HKAS 14, Segment Reporting, with effect from 1 January 2009. HKFRS 8 is a disclosure standard that requires the disclosure of information about the Group's operating segments. It replaces the requirement under HKAS 14 to determine primary (business) and secondary (geographical) reporting segments of the Group. Adoption of this standard did not have any effect on the Group's results of operations or financial position. Operating segments are reported in a manner consistent with internal reporting provided to the board of directors of the Company who is responsible for allocating resources and assessing performance of the operating segments. The Group determines that the operating segments are the same as the business segments previously identified under HKAS 14. Following the completion of a spin-off by way of a distribution in specie and a separate listing on The Stock Exchange of Hong Kong of the entire capital of Hutchison Telecommunications Hong Kong, the holding company of the Hong Kong and Macau mobile and fixed line telecommunications operations, by Hutchison Telecommunications International in first half of the current year, Hutchison Telecommunications Hong Kong is disclosed as a separate segment. Prior year corresponding segment information that is presented for comparative purposes has been restated accordingly.

The column headed as Company and Subsidiaries refers to the company and subsidiary companies' respective items. The column headed as Associates and JCE refers to the Group's share of associated companies and jointly controlled entities' respective items.

Finance & Investments represents returns earned on the Group's holdings of cash and liquid investments. Others includes Hutchison Whampoa (China), Hutchison E-Commerce operations, listed subsidiary Hutchison China MediTech Limited, listed subsidiary Hutchison Harbour Ring ("HHR") and listed associate Tom Group and others. Telecommunications – 3 Group includes 3G operations in the UK, Italy, Sweden, Austria, Denmark, Norway, Ireland and Australia.

Revenue from external customers is after elimination of inter-segment revenue. The amount eliminated attributable to Ports and related services is HK$25 million (2008 – HK$58 million), Property and hotels is HK$307 million (2008 – HK$336 million), Finance & Investments is HK$7 million (2008 – HK$3 million), Hutchison Telecommunications Hong Kong is HK$165 million (2008 – HK$125 million) and Others is HK$538 million (2008 – HK$504 million).

The following is an analysis of the Group's revenue and results by operating segment:

	Revenue							
	Company and Subsidiaries HK$ millions	**Associates and JCE HK$ millions**	**2009 Total HK$ millions**	**%[(a)]**	Company and Subsidiaries HK$ millions	Associates and JCE HK$ millions	2008 Total HK$ millions	%[(a)]
ESTABLISHED BUSINESSES								
Ports and related services	**29,492**	**3,935**	**33,427**	**14%**	34,872	4,722	39,594	14%
Property and hotels	**5,233**	**8,679**	**13,912**	**6%**	5,445	5,022	10,467	4%
Retail	**96,552**	**19,546**	**116,098**	**48%**	98,963	19,541	118,504	41%
Cheung Kong Infrastructure	**2,404**	**12,576**	**14,980**	**6%**	2,875	16,993	19,868	7%
Husky Energy	**-**	**35,808**	**35,808**	**15%**	-	63,350	63,350	22%
Finance & Investments	**2,152**	**363**	**2,515**	**1%**	3,836	467	4,303	1%
Hutchison Telecommunications Hong Kong	**8,449**	**-**	**8,449**	**3%**	7,996	3	7,999	3%
Hutchison Telecommunications International	**11,745**	**-**	**11,745**	**5%**	16,678	-	16,678	6%
Others	**3,589**	**2,436**	**6,025**	**2%**	4,981	2,266	7,247	2%
Subtotal - Established businesses	**159,616**	**83,343**	**242,959**	**100%**	175,646	112,364	288,010	100%
TELECOMMUNICATIONS - 3 Group	**49,192**	**8,398**	**57,590**		59,832	540	60,372	
	208,808	**91,741**	**300,549**		235,478	112,904	348,382	

2 Segment information (continued)

	EBIT (LBIT)[b]							
	Company and Subsidiaries HK$ millions	**Associates and JCE HK$ millions**	**2009 Total HK$ millions**	**%[a]**	Company and Subsidiaries HK$ millions	Associates and JCE HK$ millions	2008 Total HK$ millions	%[a]
ESTABLISHED BUSINESSES								
Ports and related services	9,025	1,381	10,406	27%	11,403	1,833	13,236	24%
Property and hotels [c]	2,960	3,470	6,430	17%	4,999	3,088	8,087	15%
Retail	4,553	1,139	5,692	15%	3,402	982	4,384	8%
Cheung Kong Infrastructure	795	6,110	6,905	18%	10	7,394	7,404	13%
Husky Energy	-	4,010	4,010	11%	-	13,316	13,316	24%
Finance & Investments [d]	3,729	350	4,079	11%	5,913	554	6,467	11%
Hutchison Telecommunications Hong Kong	708	(16)	692	2%	537	(10)	527	1%
Hutchison Telecommunications International [e]	(199)	-	(199)	-1%	2,734	-	2,734	5%
Others	(406)	261	(145)	-	(588)	(203)	(791)	-1%
EBIT - Established businesses [b]	21,165	16,705	37,870	100%	28,410	26,954	55,364	100%
TELECOMMUNICATIONS - 3 Group [f]								
EBIT before depreciation, amortisation and telecommunications CACs	14,361	3,121	17,482		19,179	158	19,337	
Telecommunications CACs	(14,850)	(2,456)	(17,306)		(20,392)	-	(20,392)	
EBIT (LBIT) before depreciation and amortisation and after telecommunications CACs	(489)	665	176		(1,213)	158	(1,055)	
Depreciation	(7,183)	(576)	(7,759)		(9,123)	(114)	(9,237)	
Amortisation of licence fees and other rights	(840)	(499)	(1,339)		(5,500)	-	(5,500)	
EBIT (LBIT) - Telecommunications - 3 Group [b]	(8,512)	(410)	(8,922)		(15,836)	44	(15,792)	
Change in fair value of investment properties [g]	1,117	546	1,663		672	152	824	
Profit on disposal of investments and others (See note 3)	12,472	-	12,472		3,458	3,122	6,580	
EBIT	26,242	16,841	43,083		16,704	30,272	46,976	
Group's share of the following income statement items of associated companies and jointly controlled entities:								
Interest and other finance costs	-	(3,412)	(3,412)		-	(3,222)	(3,222)	
Current tax	-	(4,865)	(4,865)		-	(3,886)	(3,886)	
Deferred tax	-	1,040	1,040		-	(2,256)	(2,256)	
Minority interests	-	-	-		-	22	22	
	26,242	9,604	35,846		16,704	20,930	37,634	

	Depreciation and amortisation					
	Company and Subsidiaries HK$ millions	**Associates and JCE HK$ millions**	**2009 Total HK$ millions**	Company and Subsidiaries HK$ millions	Associates and JCE HK$ millions	2008 Total HK$ millions
ESTABLISHED BUSINESSES						
Ports and related services	3,056	544	3,600	3,410	556	3,966
Property and hotels	269	145	414	289	151	440
Retail	1,918	376	2,294	2,086	379	2,465
Cheung Kong Infrastructure	127	2,012	2,139	125	1,959	2,084
Husky Energy	-	5,727	5,727	-	5,744	5,744
Finance & Investments	66	-	66	72	-	72
Hutchison Telecommunications Hong Kong	1,296	2	1,298	1,435	-	1,435
Hutchison Telecommunications International	1,427	-	1,427	2,709	-	2,709
Others	76	69	145	127	422	549
Subtotal - Established businesses	8,235	8,875	17,110	10,253	9,211	19,464
TELECOMMUNICATIONS - 3 Group	8,023	1,075	9,098	14,623	114	14,737
	16,258	9,950	26,208	24,876	9,325	34,201

2 Segment information (continued)

	Capital expenditure: Fixed assets, investment properties and leasehold land HK$ millions	Telecom-munications licences HK$ millions	Brand names and other rights HK$ millions	2009 Total HK$ millions
ESTABLISHED BUSINESSES				
Ports and related services	**4,970**	-	-	**4,970**
Property and hotels	**54**	-	-	**54**
Retail	**1,072**	-	-	**1,072**
Cheung Kong Infrastructure	**139**	-	-	**139**
Husky Energy	-	-	-	-
Finance & Investments	**19**	-	-	**19**
Hutchison Telecommunications Hong Kong	**1,042**	-	**69**	**1,111**
Hutchison Telecommunications International	**3,893**	-	-	**3,893**
Others	**59**	-	-	**59**
Subtotal - Established businesses	**11,248**	-	**69**	**11,317**
TELECOMMUNICATIONS - 3 Group [h]	**7,834**	-	**425**	**8,259**
	19,082	-	**494**	**19,576**

	Capital expenditure: Fixed assets, investment properties and leasehold land HK$ millions	Telecom-munications licences HK$ millions	Brand names and other rights HK$ millions	2008 Total HK$ millions
ESTABLISHED BUSINESSES				
Ports and related services	9,502	-	-	9,502
Property and hotels	89	-	-	89
Retail	1,686	-	-	1,686
Cheung Kong Infrastructure	92	-	-	92
Husky Energy	-	-	-	-
Finance & Investments	14	-	-	14
Hutchison Telecommunications Hong Kong	1,105	-	-	1,105
Hutchison Telecommunications International	3,285	-	129	3,414
Others	84	-	-	84
Subtotal - Established businesses	15,857	-	129	15,986
TELECOMMUNICATIONS - 3 Group [h]	11,921	384	421	12,726
	27,778	384	550	28,712

Total assets

	Company and Subsidiaries		**Investments in associated**		Company and Subsidiaries		Investments in associated	
	Segment assets[i] HK$ millions	**Deferred tax assets HK$ millions**	**companies and interests in joint ventures HK$ millions**	**2009 Total assets HK$ millions**	Segment assets[i] HK$ millions	Deferred tax assets HK$ millions	companies and interests in joint ventures HK$ millions	2008 Total assets HK$ millions
ESTABLISHED BUSINESSES								
Ports and related services	**96,854**	**145**	**13,129**	**110,128**	94,281	363	12,759	107,403
Property and hotels	**49,998**	**138**	**23,767**	**73,903**	49,918	107	26,992	77,017
Retail	**47,319**	**937**	**5,014**	**53,270**	47,409	391	2,791	50,591
Cheung Kong Infrastructure	**19,118**	**7**	**39,065**	**58,190**	15,128	11	38,308	53,447
Husky Energy	**-**	**-**	**41,019**	**41,019**	-	-	37,190	37,190
Finance & Investments	**91,528**	**-**	**828**	**92,356**	73,731	-	549	74,280
Hutchison Telecommunications Hong Kong	**16,355**	**369**	**272**	**16,996**	16,768	368	90	17,226
Hutchison Telecommunications International	**21,436**	**-**	**-**	**21,436**	26,797	-	-	26,797
Others	**9,081**	**7**	**1,891**	**10,979**	11,183	6	2,720	13,909
Subtotal - Established businesses	**351,689**	**1,603**	**124,985**	**478,277**	335,215	1,246	121,399	457,860
TELECOMMUNICATIONS - 3 Group[j]	**188,735**	**13,054**	**11,331**	**213,120**	197,375	12,002	944	210,321
	540,424	**14,657**	**136,316**	**691,397**	532,590	13,248	122,343	668,181

2 Segment information (continued)

	Total liabilities							
	Segment liabilities[k]	**Current & non-current borrowings[l] and other non-current liabilities**	**Current & deferred tax liabilities**	**2009 Total liabilities**	Segment liabilities[k]	Current & non-current borrowings[l] and other non-current liabilities	Current & deferred tax liabilities	2008 Total liabilities
	HK$ millions	**HK$ millions**	**HK$ millions**	**HK$ millions**	HK$ millions	HK$ millions	HK$ millions	HK$ millions
ESTABLISHED BUSINESSES								
Ports and related services	**15,383**	**43,988**	**6,323**	**65,694**	17,467	44,106	5,999	67,572
Property and hotels	**1,666**	**732**	**6,209**	**8,607**	2,165	732	5,791	8,688
Retail	**20,393**	**6,978**	**685**	**28,056**	19,894	7,237	221	27,352
Cheung Kong Infrastructure	**1,558**	**7,871**	**1,041**	**10,470**	1,406	6,793	1,183	9,382
Husky Energy	**-**	**-**	**-**	**-**	-	-	-	-
Finance & Investments	**2,990**	**80,416**	**334**	**83,740**	3,501	63,522	618	67,641
Hutchison Telecommunications Hong Kong	**3,271**	**4,991**	**140**	**8,402**	3,062	5,852	96	9,010
Hutchison Telecommunications International	**4,062**	**2,661**	**1,374**	**8,097**	5,749	7,874	464	14,087
Others	**1,796**	**320**	**216**	**2,332**	1,932	516	226	2,674
Subtotal - Established businesses	**51,119**	**147,957**	**16,322**	**215,398**	55,176	136,632	14,598	206,406
TELECOMMUNICATIONS - 3 Group	**24,346**	**130,427**	**282**	**155,055**	29,964	139,388	292	169,644
	75,465	**278,384**	**16,604**	**370,453**	85,140	276,020	14,890	376,050

Additional disclosures by geographical location are shown below:

	Revenue							
	Company and Subsidiaries	**Associates and JCE**	**2009 Total**		Company and Subsidiaries	Associates and JCE	2008 Total	
	HK$ millions	**HK$ millions**	**HK$ millions**	**%**	HK$ millions	HK$ millions	HK$ millions	%
Hong Kong	**40,900**	**10,589**	**51,489**	**17%**	40,727	11,562	52,289	15%
Mainland China	**21,293**	**12,991**	**34,284**	**11%**	21,361	12,985	34,346	10%
Asia and Australia	**31,597**	**12,478**	**44,075**	**15%**	42,350	4,562	46,912	13%
Europe	**108,837**	**19,455**	**128,292**	**43%**	120,511	19,405	139,916	40%
Americas and others	**6,181**	**36,228**	**42,409**	**14%**	10,529	64,390	74,919	22%
	208,808	**91,741**	**300,549**	**100%**	235,478	112,904	348,382	100%

	EBIT (LBIT) [b]							
	Company and Subsidiaries	**Associates and JCE**	**2009 Total**		Company and Subsidiaries	Associates and JCE	2008 Total	
	HK$ millions	**HK$ millions**	**HK$ millions**	**%**	HK$ millions	HK$ millions	HK$ millions	%
Hong Kong	**4,710**	**4,607**	**9,317**	**22%**	6,689	4,847	11,536	25%
Mainland China	**5,037**	**5,006**	**10,043**	**23%**	7,509	6,008	13,517	29%
Asia and Australia	**4,686**	**765**	**5,451**	**13%**	3,995	904	4,899	10%
Europe	**(3,843)**	**1,906**	**(1,937)**	**-5%**	(10,267)	1,828	(8,439)	-18%
Americas and others	**2,063**	**4,011**	**6,074**	**14%**	4,648	13,411	18,059	38%
Change in fair value of investment properties [g]	**1,117**	**546**	**1,663**	**4%**	672	152	824	2%
Profit on disposal of investments and others (See note 3)	**12,472**	**-**	**12,472**	**29%**	3,458	3,122	6,580	14%
EBIT	**26,242**	**16,841**	**43,083**	**100%**	16,704	30,272	46,976	100%
Group's share of the following income statement items of associated companies and jointly controlled entities:								
Interest and other finance costs	**-**	**(3,412)**	**(3,412)**		-	(3,222)	(3,222)	
Current tax	**-**	**(4,865)**	**(4,865)**		-	(3,886)	(3,886)	
Deferred tax	**-**	**1,040**	**1,040**		-	(2,256)	(2,256)	
Minority interests	**-**	**-**	**-**		-	22	22	
	26,242	**9,604**	**35,846**		16,704	20,930	37,634	

2 Segment information (continued)

	Capital expenditure (h)			
	Fixed assets, investment properties and leasehold land HK$ millions	**Telecom-munications licences HK$ millions**	**Brand names and other rights HK$ millions**	**2009 Total HK$ millions**
Hong Kong	**1,380**	**-**	**69**	**1,449**
Mainland China	**922**	**-**	**-**	**922**
Asia and Australia	**5,229**	**-**	**-**	**5,229**
Europe	**9,942**	**-**	**425**	**10,367**
Americas and others	**1,609**	**-**	**-**	**1,609**
	19,082	**-**	**494**	**19,576**

	Capital expenditure (h)			
	Fixed assets, investment properties and leasehold land HK$ millions	Telecom-munications licences HK$ millions	Brand names and other rights HK$ millions	2008 Total HK$ millions
Hong Kong	1,823	-	129	1,952
Mainland China	1,848	-	-	1,848
Asia and Australia	5,659	-	-	5,659
Europe	15,799	384	421	16,604
Americas and others	2,649	-	-	2,649
	27,778	384	550	28,712

	Total assets							
	Company and Subsidiaries		**Investments in associated companies and interests in joint ventures**		Company and Subsidiaries		Investments in associated companies and interests in joint ventures	
	Segment assets(i) HK$ millions	**Deferred tax assets HK$ millions**	**HK$ millions**	**2009 Total assets HK$ millions**	Segment assets(i) HK$ millions	Deferred tax assets HK$ millions	HK$ millions	2008 Total assets HK$ millions
Hong Kong	**99,449**	**866**	**32,348**	**132,663**	101,142	535	29,320	130,997
Mainland China	**43,767**	**15**	**26,402**	**70,184**	38,328	13	33,864	72,205
Asia and Australia	**40,995**	**71**	**23,296**	**64,362**	61,810	64	10,399	72,273
Europe	**267,766**	**13,616**	**8,742**	**290,124**	262,957	12,566	7,073	282,596
Americas and others	**88,447**	**89**	**45,528**	**134,064**	68,353	70	41,687	110,110
	540,424	**14,657**	**136,316**	**691,397**	532,590	13,248	122,343	668,181

(a) The percentages shown represent the contributions to total revenues and EBIT of established businesses.

(b) Earnings (losses) before interest expense and tax ("EBIT" or "LBIT") represents the EBIT (LBIT) of the Company and subsidiary companies as well as the Group's share of the EBIT (LBIT) of associated companies and jointly controlled entities. EBIT (LBIT) is defined as earnings (losses) before interest expense and other finance costs and tax. Information concerning EBIT (LBIT) has been included in the Group's financial information and consolidated financial statements and is used by many industries and investors as one measure of profit (loss) from operations. The Group considers EBIT (LBIT) to be an important performance measure which is used in the Group's internal financial and management reporting to monitor business performance. EBIT (LBIT) is therefore presented as a measure of segment profit or loss in accordance with HKFRS 8. EBIT (LBIT) is not a measure of financial performance under generally accepted accounting principles in Hong Kong and the EBIT (LBIT) measures used by the Group may not be comparable to other similarly titled measures of other companies. EBIT (LBIT) should not necessarily be construed as an alternative to profit (loss) from operations as determined in accordance with generally accepted accounting principles in Hong Kong.

"EBIT – Established businesses" and "EBIT (LBIT) – Telecommunications – **3** Group" are presented before the change in fair value of investment properties and profit (loss) on disposal of investments and others.

(c) Included in EBIT of Property and hotels in 2008 is a gain of HK$2,141 million on disposal of subsidiaries, whose principal asset is an investment property, by a listed subsidiary, HHR. The result of operations of HHR, other than this gain, is presented under Others.

(d) Included in EBIT of Finance & Investments in 2009 is a foreign exchange gain of HK$930 million arising from the repayment of non-Hong Kong dollar loans from a jointly controlled entity (2008 – nil) and in 2008 is the one-time profits on disposal of certain listed equity investments of HK$2,084 million.

(e) Included in EBIT of Hutchison Telecommunications International in 2008 are contributions from certain suppliers amounting to HK$731 million in relation to its Indonesian operations.

2 Segment information (continued)

(f) Included in EBIT (LBIT) of Telecommunications – **3** Group in 2008 are foreign exchange gains totalling HK$2,945 million which mainly comprise a HK$586 million gain arising from the Group's refinancing of certain non-Sterling borrowings with Sterling bank loans and a HK$2,359 million gain arising from the Group's refinancing of certain non-Euro borrowings with Euro bank loans, and a release of provision of HK$1,076 million that had been set up in prior year for certain onerous operating leases. In 2008, **3** Group has engaged negotiation with the new owner of certain leased properties and as a result of the negotiation new lease contracts have been signed with the new owner that superseded the original operating lease contracts signed with the previous owner of these properties on which a provision of HK$2,265 million for onerous operating leases was made in prior year. Based on the terms of the new contracts the Group has revised the assessment of the least net cost of exiting from leases in respect of these properties and found a provision of HK$1,076 million to be no longer required, and have recognised it in 2008's income statement.

(g) Included in the change in fair value of investment properties in 2009 is an increase in fair value of properties under construction or development for future use as an investment property amounted to HK$1,265 million to comply with the amendments to HKAS 40, Investment Property. As the adoption of the amendments to HKAS 40 is required to be applied prospectively, no restatement of previously reported balances is required.

(h) Included in capital expenditures of Telecommunications – **3** Group in 2009 is the effect of foreign exchange translation of overseas subsidiaries' fixed assets balances at 31 December 2009 which has an effect of increasing total expenditure by HK$289 million (2008 – decreasing total expenditure by HK$429 million).

(i) Segment assets comprise fixed assets, investment properties, leasehold land, telecommunications licences, goodwill, brand names and other rights, other non-current assets, liquid funds and other listed investments, cash and cash equivalents and other current assets. Included in segment assets presented by geographical location are non-current assets (excluding financial instruments, deferred tax assets, post-employment benefits assets and assets from insurance contracts) for Hong Kong, Mainland China, Asia and Australia, Europe, and Americas and others of HK$78,867 million (2008 – HK$79,031 million), HK$24,418 million (2008 – HK$24,640 million), HK$19,977 million (2008 – HK$39,442 million), HK$214,950 million (2008 – HK$202,035 million) and HK$16,453 million (2008 – HK$17,222 million) respectively.

(j) Included in total assets of Telecommunications – **3** Group is an unrealised foreign currency exchange gain arising in 2009 of HK$8,408 million (2008 – loss of HK$28,861 million) from the translation of overseas subsidiaries accounts to Hong Kong dollars with an offsetting amount recorded in exchange reserve.

(k) Segment liabilities comprise trade and other payables and pension obligations.

(l) Current and non-current borrowings comprise bank and other debts and interest bearing loans from minority shareholders.

3 Profit on disposal of investments and others

	2009 **HK$ millions**	2008 HK$ millions
ESTABLISHED BUSINESSES		
Gain on disposal of equity interest in Partner Communications Company Limited	**7,392**	-
Gain on disposal of equity interest in three power plants in Mainland China	**847**	-
Profit on disposal of certain telecommunications tower assets [(a)]	**592**	1,421
Group's share of Husky's gain on partial disposal in a resource property [(b)]	-	3,122
Gain on disposal of minority equity interests in certain ports to strategic partners	-	2,037
TELECOMMUNICATIONS - 3 Group		
Gain on merger of 3 Australia with Vodafone's Australian operations	**3,641**	-
	12,472	6,580

(a) Profit on disposal of certain telecommunications tower assets represents the profit on the sale by a listed subsidiary, Hutchison Telecommunications International, of certain mobile telecommunications tower assets in Indonesia.

(b) In 2008 , Husky Energy ("Husky"), a Canadian listed associated company, formed an integrated oil sands joint venture with a third party and contributed its Sunrise oil sands property to the joint venture in exchange for a 50% equity interest in the joint venture. The Group's share of Husky's gain on partial disposal of 50% of its Sunrise oil sands property represents the Group's share of this gain under HKFRS.

4 Interest and other finance costs

	2009 HK$ millions	2008 HK$ millions
Bank loans and overdrafts	**1,907**	7,641
Other loans repayable within 5 years	**98**	479
Other loans not wholly repayable within 5 years	**20**	1
Notes and bonds repayable within 5 years	**3,449**	4,124
Notes and bonds not wholly repayable within 5 years	**3,175**	4,146
	8,649	16,391
Interest bearing loans from minority shareholders repayable within 5 years	**275**	506
Interest bearing loans from minority shareholders not wholly repayable within 5 years	**74**	131
	8,998	17,028
Amortisation of loan facilities fees and premiums or discounts relating to borrowings	**347**	270
Notional non-cash interest accretion [(a)]	**356**	254
Other finance costs	**188**	339
	9,889	17,891
Less: interest capitalised [(b)]	**(276)**	(605)
	9,613	17,286

(a) Notional non-cash interest accretion represents notional adjustments to accrete the carrying amount of certain obligations recognised in the statement of financial position such as asset retirement obligation to the present value of the estimated future cash flows expected to be required for their settlement in the future.

(b) Borrowing costs have been capitalised at various applicable rates ranging from 0.3% to 6% per annum (2008 – 3.5% to 7.9% per annum).

5 Tax

	Current tax HK$ millions	Deferred tax HK$ millions	2009 Total HK$ millions	Current tax HK$ millions	Deferred tax HK$ millions	2008 Total HK$ millions
Hong Kong	**529**	**(143)**	**386**	626	10	636
Outside Hong Kong	**4,059**	**51**	**4,110**	2,817	(2,586)	231
	4,588	**(92)**	**4,496**	3,443	(2,576)	867

Hong Kong profits tax has been provided for at the rate of 16.5% (2008 – 16.5%) on the estimated assessable profits less estimated available tax losses. Tax outside Hong Kong has been provided for at the applicable rate on the estimated assessable profits less estimated available tax losses. During the year, no deferred tax asset has been recognised for the losses of **3** Group (2008 – nil).

The Group is subject to income taxes in numerous jurisdictions and significant judgement is required in determining the worldwide provision for income taxes. To the extent that dividends distributed from investments in subsidiaries, branches and associates, and interests in joint ventures are expected to result in additional taxes, appropriate amounts have been provided for. No deferred tax has been provided for the temporary differences arising from undistributed profits of these companies to the extent that the undistributed profits are considered permanently employed in their businesses and it is probable that such temporary differences will not reverse in the foreseeable future. In 2008, the Group wrote back a HK$2,764 million provision for deferred tax liabilities that had been set up in previous years in respect of potential dividend withholding tax on undistributed profits. The write back was made based on a revised assessment that it is not probable that this temporary difference would reverse in the foreseeable future.

6 Earnings per share for profit attributable to shareholders of the Company

The calculation of earnings per share is based on profit attributable to shareholders of the Company HK$14,168 million (2008 – HK$12,681 million) and on 4,263,370,780 shares in issue during 2009 (2008 – 4,263,370,780 shares).

The Company has no share option scheme. Certain of the Company's subsidiary and associated companies have employee share options outstanding as at 31 December 2009. The employee share options of these subsidiary and associated companies outstanding as at 31 December 2009 did not have a dilutive effect on earnings per share.

7 Dividends

	2009 HK$ millions	2008 HK$ millions
Dividends		
Interim dividend	**2,174**	2,174
Final dividend	**5,201**	5,201
	7,375	7,375
Dividends per share		
Interim dividend	**HK$ 0.51**	HK$ 0.51
Final dividend	**HK$ 1.22**	HK$ 1.22
	HK$ 1.73	HK$ 1.73

8 Cash and cash equivalents

	31 December 2009 HK$ millions	31 December 2008 HK$ millions	1 January 2008 HK$ millions
Cash at bank and in hand	**23,472**	16,835	13,650
Short term bank deposits	**69,049**	40,451	97,657
	92,521	57,286	111,307

The carrying amount of cash and cash equivalents approximates their fair value.

9 Trade and other receivables

	31 December 2009 HK$ millions	31 December 2008 HK$ millions	1 January 2008 HK$ millions
Trade receivables	**29,081**	32,325	35,587
Less: provision for estimated impairment losses for bad debts	**(5,852)**	(5,281)	(6,636)
Trade receivables - net	**23,229**	27,044	28,951
Other receivables and prepayments	**24,481**	27,442	26,235
Fair value hedges			
Interest rate swaps	**-**	-	100
Cash flow hedges			
Forward foreign exchange contracts	**436**	281	88
	48,146	54,767	55,374

Trade and other receivables are stated at the expected recoverable amount, net of any estimated impairment losses for bad debts where it is deemed that a receivable may not be fully recoverable.

Trade receivables exposures are managed locally in the operating units where they arise and credit limits are set as deemed appropriate for the customer. The Group has established credit policies for customers in each of its core businesses. The average credit period granted for trade receivables ranges from 30 to 45 days. The carrying amount of these assets approximates their fair value. As stated above trade receivables which are past due at the end of the reporting period are stated at the expected recoverable amount, net of provision for estimated impairment losses for bad debts. Given the profile of our customers and the Group's different types of businesses, the Group generally does not hold collateral over these balances.

The Group's five largest customers contributed less than 7% of the Group's turnover for the years ended 31 December 2009 and 2008.

At 31 December, the ageing analysis of the trade receivables presented based on the invoice date, is as follows:

	2009 HK$ millions	2008 HK$ millions
Less than 31 days	**11,147**	13,715
Within 31 to 60 days	**1,982**	2,941
Within 61 to 90 days	**826**	1,034
Over 90 days	**15,126**	14,635
	29,081	32,325

10 Trade and other payables

	31 December 2009 HK$ millions	31 December 2008 HK$ millions	1 January 2008 HK$ millions
Trade payables	**18,409**	23,571	27,206
Other payables and accruals	**50,108**	51,810	53,257
Provisions	**2,378**	3,723	6,476
Interest free loans from minority shareholders	**2,099**	3,465	3,088
Fair value hedges			
Interest rate swaps	**-**	-	3
Cash flow hedges			
Interest rate swaps	**20**	-	-
Cross currency interest rate swaps	**5**	8	-
Forward foreign exchange contracts	**10**	22	111
	73,029	82,599	90,141

At 31 December, the ageing analysis of the trade payables is as follows:

	2009 HK$ millions	2008 HK$ millions
Less than 31 days	**8,828**	12,454
Within 31 to 60 days	**2,701**	2,917
Within 61 to 90 days	**964**	1,266
Over 90 days	**5,916**	6,934
	18,409	23,571

The Group's five largest suppliers accounted for less than 18% of the Group's cost of purchases for the years ended 31 December 2009 and 2008.

GROUP CAPITAL RESOURCES AND LIQUIDITY

Treasury Management
The Group's treasury function sets financial risk management policies in accordance with policies and procedures that are approved by the Executive Directors, and which are also subject to periodic review by the Group's internal audit function. The Group's treasury policies are designed to mitigate the impact of fluctuation in interest rates and exchange rates and to minimise the Group's financial risks. The Group's treasury function operates as a centralised service for managing financial risks, including interest rate and foreign exchange risks, and for providing cost-efficient funding to the Group and its companies. It manages the majority of the Group's funding needs, interest rate, foreign currency and credit risk exposures. The Group cautiously uses derivatives, principally interest rate and foreign currency swaps and forward currency contracts as appropriate for risk management purposes only, for hedging transactions and for managing the Group's assets and liabilities. It is the Group's policy not to enter into derivative transactions for speculative purposes. It is also the Group's policy not to invest liquidity in financial products, including hedge funds or similar vehicles, with significant underlying leverage or derivative exposure.

Cash Management and Funding
The Group operates a central cash management system for all of its unlisted subsidiaries. Except for listed and certain overseas entities conducting businesses in non-HK or non-US dollar currencies, the Group generally obtains long-term financing at the Group level to on-lend or contribute as equity to its subsidiaries and associates to meet their funding requirements and provide more cost-efficient financing. These borrowings include a range of capital market issues and bank borrowings, which change depending upon financial market conditions and projected interest rates. The Group regularly and closely monitors its overall debt position and reviews its funding costs and maturity profile to facilitate refinancing.

Interest Rate Exposure
The Group manages its interest rate exposure with a focus on reducing the Group's overall cost of debt and exposure to changes in interest rates. When considered appropriate, the Group uses derivatives such as interest rate swaps and forward rate agreements to manage its interest rate exposure. The Group's main interest rate exposure relates to US dollar, British Pound, Euro and HK dollar borrowings.

At 31 December 2009, approximately 38% of the Group's total principal amount of bank and other debts were at floating rates and the remaining 62% were at fixed rates. The Group has entered into various interest rate agreements with major financial institution counterparties to swap approximately HK$97,813 million principal amount of fixed interest rate borrowings to effectively become floating interest rate borrowings. In addition, HK$3,806 million principal amount of floating interest rate borrowings were swapped to fixed interest rate borrowings. After taking into consideration these interest rate swaps, approximately 74% of the Group's total principal amount of bank and other debts were at floating rates and the remaining 26% were at fixed rates at 31 December 2009.

Foreign Currency Exposure
For overseas subsidiaries and associates and other investments, which consist of non-HK dollar or non-US dollar assets, the Group generally endeavours to establish a natural hedge for debt financing with an appropriate level of borrowings in those same currencies. For overseas businesses that are in the development phase, or where borrowings in local currency

are not or are no longer attractive, the Group may not borrow in the local currency or may repay existing borrowings and monitor the development of the businesses' cashflow and the relevant debt markets with a view to refinancing these businesses with local currency borrowings in the future when conditions are more appropriate. Exposure to movements in exchange rates for individual transactions (such as major procurement contracts) directly related to the underlying businesses is minimised by using forward foreign exchange contracts and currency swaps where active markets for the relevant currencies exist. The Group generally does not enter into foreign currency hedges in respect of its long-term equity investments in overseas subsidiaries and associates. During the year, the currencies of most of those countries where the Group has overseas operations strengthened against the Hong Kong dollar. This gave rise to an unrealised gain of HK$15,875 million (2008, as restated – loss of HK$37,046 million) on translation of these operations' net assets to the Group's Hong Kong dollar reporting currency, which was reflected as a movement in the Consolidated Statement of Changes in Equity under the heading of exchange reserve.

At 31 December 2009, the Group had currency swap arrangements with banks to swap US dollar principal amount of borrowings equivalent to HK$28,593 million to Hong Kong dollar principal amount of borrowings to match the currency exposures of the underlying businesses. The Group's total principal amount of bank and other debts, after the above swap, are denominated as follows: 30% in HK dollars, 31% in US dollars, 28% in Euro, 5% in British Pounds and 6% in other currencies.

Credit Exposure

The Group's holdings of cash, managed funds and other liquid investments, and interest rate and foreign currency swaps and forward currency contracts with financial institutions expose the Group to credit risk of counterparties. The Group controls its credit risk to non-performance by its counterparties through monitoring their equity share price movements, credit ratings and setting approved counterparty credit limits that are regularly reviewed.

The Group is also exposed to counterparties credit risk from its operating activities, which is continuously monitored by the local operational management.

Credit Profile

The Group aims to maintain a capital structure that is appropriate for long-term investment grade ratings of A3 on the Moody's Investor Service scale, A- on the Standard & Poor's Rating Services scale and A- on the Fitch Ratings scale. Actual credit ratings may depart from these levels from time to time due to economic circumstances. At 31 December 2009, our long-term credit ratings were A3 from Moody's, A- from Standard & Poor's and A- from Fitch.

Market Price Risk

The Group's main market price risk exposures relate to listed debt and equity securities described in "liquid assets" below and the interest rate swaps as described in "interest rate exposure" above. The Group's holding of listed debt and equity securities represented approximately 19% (2008 – approximately 33%) of the liquid assets. The Group controls this risk through monitoring the price movements and changes in market conditions that may have an impact on the value of these financial assets and instruments.

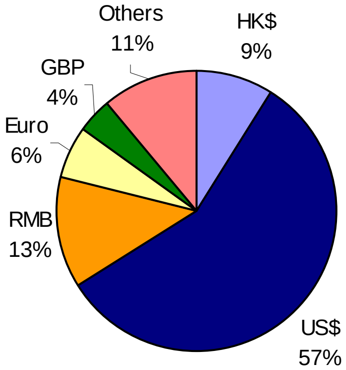
Liquid Assets

The Group continues to have a healthy financial position. Cash, liquid funds and other listed investments ("liquid assets") amounted to HK$115,734 million at 31 December 2009, 31% higher than the balance as at 31 December 2008 of HK$88,021 million, mainly due to cash flow from its established businesses and cash proceeds received on disposal of the Group's interests in its telecommunications operations in Israel and certain power plants, as well as new borrowings of HK$111,452 million, partially offset by the utilisation of cash to repay debts as they matured, and also to repay certain debts early, totalling HK$103,182 million. Of the liquid assets, 9% were denominated in HK dollars, 57% in US dollars, 13% in Renminbi, 6% in Euro, 4% in British Pounds and 11% in other currencies.

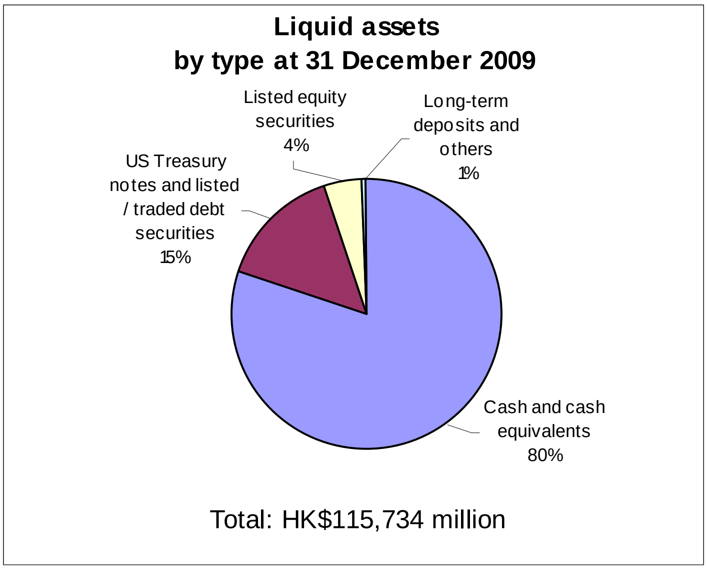
Cash and cash equivalents represented 80% (2008 – 65%) of the liquid assets, US Treasury notes and listed / traded debt securities 15% (2008 – 29%), listed equity securities 4% (2008 – 5%) and long-term deposits and others 1% (2008 – 1%).

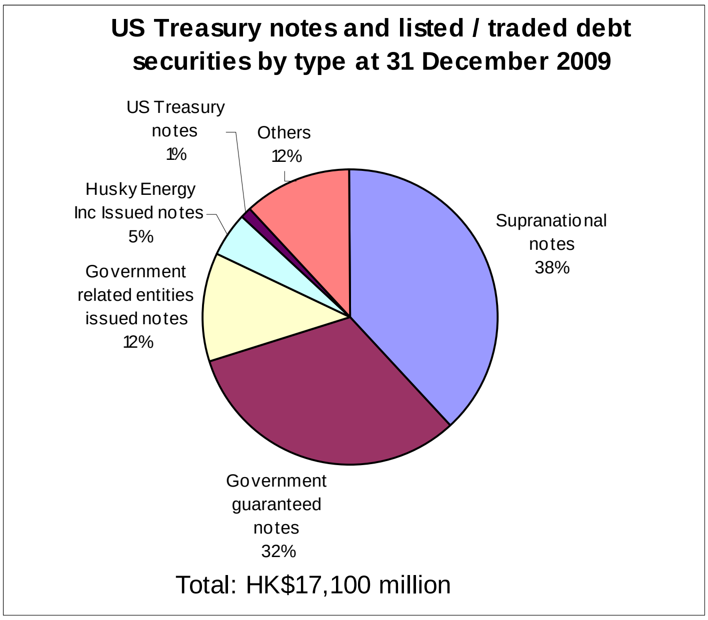
The US Treasury notes and listed / traded debt securities, including those held under managed funds, consisted of supranational notes (38%), government guaranteed notes (32%), government related entities issued notes (12%), notes issued by the Group's associated company, Husky Energy Inc. (5%), US Treasury notes (1%) and others (12%). Of these US Treasury notes and listed / traded debt securities, 78% are rated at Aaa/AAA with an average maturity of 1.3 years on the overall portfolio. The Group has no exposure in mortgage backed securities, collateralised debt obligations or similar asset classes.

Liquid assets by currency denomination at 31 December 2009



Total: HK$115,734 million





Cash Flow

Consolidated EBITDA before and after all telecommunications CACs amounted to HK$82,987 million and HK$63,987 million respectively for 2009, both decreasing 15% compared to last year. Total CACs of all of the Group's telecommunications operations amounted to HK$19,000 million for the year, a 17% decrease compared to 2008, mainly due to a 25% reduction in **3** Group's unit cost to acquire a customer, partially offset by an increase in the number of customers acquired and retained during the year. Consolidated funds from operations ("FFO") after all telecommunications CACs but before cash profits from disposals, capital expenditures and changes in working capital amounted to HK$24,741 million, a 16% increase from last year.

In 2009, the Group's capital expenditures decreased 32% to total HK$19,576 million (2008 – HK$28,712 million). The decrease in the Group's total capital expenditures is primarily due to reduced expenditures by the ports and related services division as projects were completed, and by **3** Group with the completion of most of the major network expansion activities and deconsolidation of the financial results of **3** Australia. Capital expenditures for the ports and related services division amounted to HK$4,970 million (2008 – HK$9,502 million); for the property and hotels division HK$54 million (2008 – HK$89 million); for the retail division HK$1,072 million (2008 – HK$1,686 million); for the energy and infrastructure division HK$139 million (2008 – HK$92 million); for the finance and investments division HK$19 million (2008 – HK$14 million); for HTHKH HK$1,111 million (2008 – HK$1,105 million); for HTIL HK$3,893 million (2008 – HK$3,414 million); for others HK$59 million (2008 – HK$84 million) and for **3** Group HK$8,259 million (2008 – HK$12,726 million).

The capital expenditures of the Group are primarily funded by cash generated from operations, cash on hand and to the extent appropriate, by external borrowings.

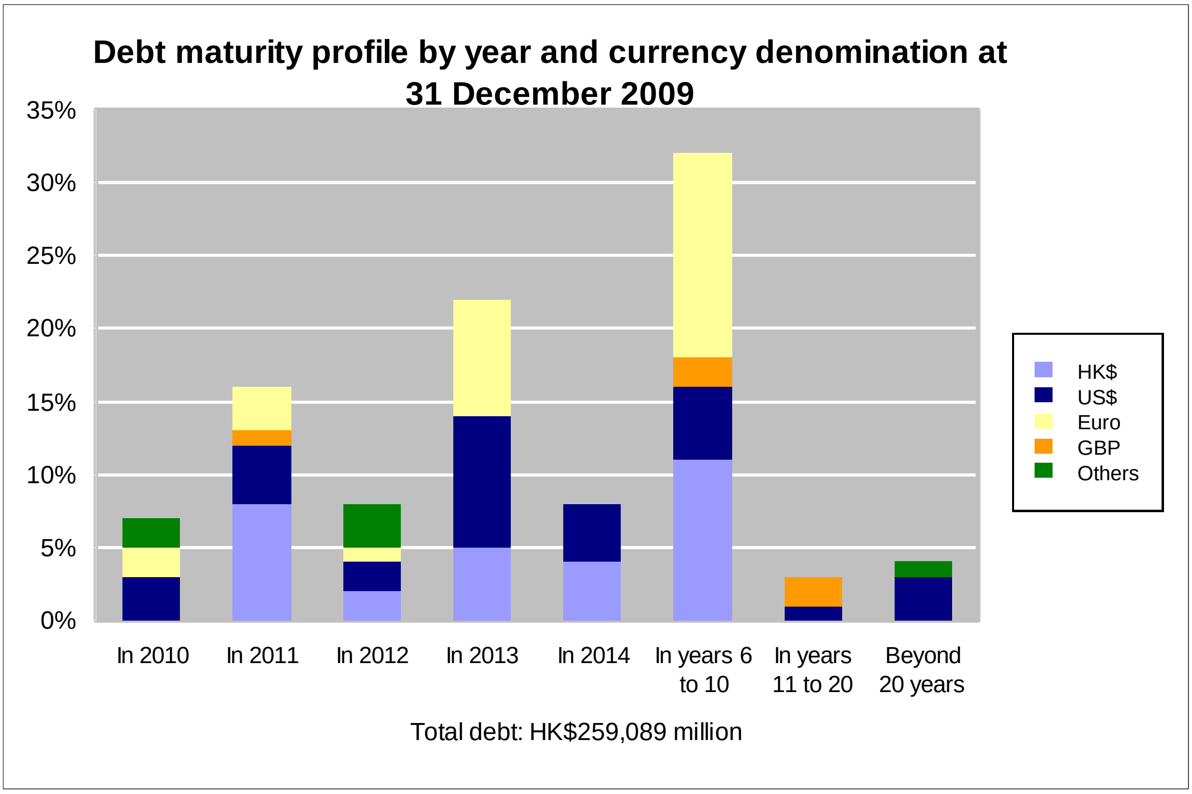
Debt Maturity and Currency Profile

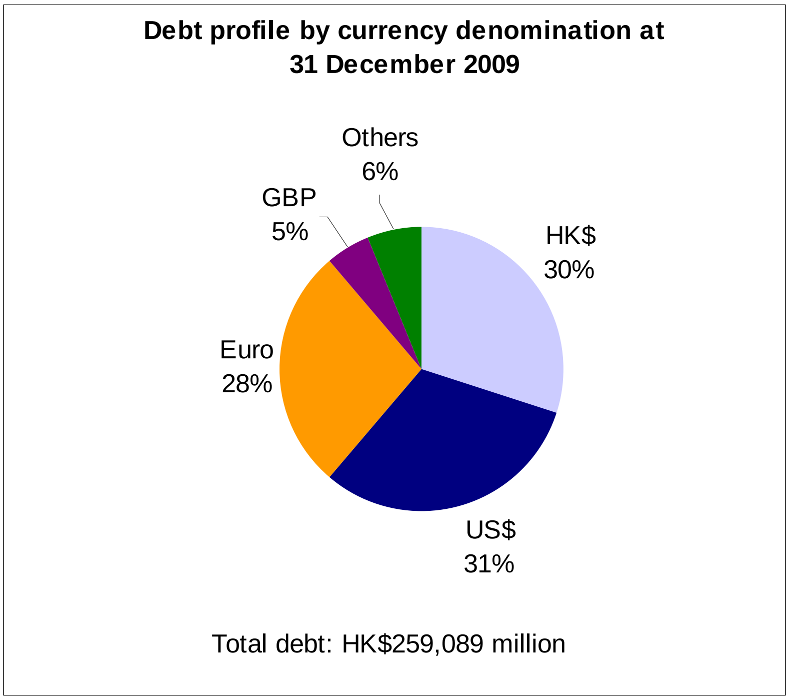
The Group's total principal amount of bank and other debts at 31 December 2009 increased 2% to total HK$259,089 million (2008 – HK$253,884 million) of which 62% (2008: 53%) are notes and bonds and 38% (2008: 47%) are bank and other loans. The net increase in principal amount of bank and other debts was primarily due to new borrowings of HK$111,452 million, as well as the adverse effect of the translation of foreign currency denominated loans to Hong Kong dollars of HK$4,414 million, partially offset by the repayment of debts as they matured and also early repayment of certain debts maturing in 2010 and 2011 totalling HK$103,182 million. The Group's weighted average cost of debt for the year to 31 December 2009 reduced 2.0% to 3.2% (year ended 31 December 2008 – 5.2%). Interest bearing loans from minority shareholders, which are viewed as quasi-equity, totalled HK$13,424 million at 31 December 2009 (2008 – HK$13,348 million).

The maturity profile of the Group's total principal amount of bank and other debts at 31 December 2009 is set out below:

	HK$	US$	Euro	GBP	Others	Total
In 2010	-	3%	2%	-	2%	7%
In 2011	8%	4%	3%	1%	-	16%
In 2012	2%	2%	1%	-	3%	8%
In 2013	5%	9%	8%	-	-	22%
In 2014	4%	4%	-	-	-	8%
In years 6 to 10	11%	5%	14%	2%	-	32%
In years 11 to 20	-	1%	-	2%	-	3%
Beyond 20 years	-	3%	-	-	1%	4%
Total	30%	31%	28%	5%	6%	100%

The non-HK dollar and non-US dollar denominated loans are either directly related to the Group's businesses in the countries of the currencies concerned, or the loans are balanced by assets in the same currencies. None of the Group's consolidated borrowings, as a matter of policy, have credit rating triggers that would accelerate the maturity dates of the debt outstanding.


Debt maturity profile by year and currency denomination at
31 December 2009
35%
30%
25%
20%
15%
10%
5%
0%
In 2010
In 2011
In 2012
In 2013
In 2014
In years 6 to 10
In years 11 to 20
Beyond 20 years
HK$
US$
Euro
GBP
Others
Total debt: HK$259,089 million


Debt profile by currency denomination at
31 December 2009
Others 6%
GBP 5%
HK$ 30%
Euro 28%
US$ 31%
Total debt: HK$259,089 million

Changes in Financing

The significant financing activities in 2009 were as follows:

- In March, obtained two five-year floating rate loan facilities totalling HK$5,000 million primarily to refinance existing indebtedness;
- Between March and May, prepaid a syndicated loan facility totalling HK$1,750 million;
- In April, issued ten-year, fixed rate US$1,500 million (approximately HK$11,700 million) guaranteed notes to refinance existing indebtedness;
- In April, repaid at maturity, a loan of €240 million (approximately HK$2,425 million);
- In May, obtained a four-year, floating rate term loan facility of HK$1,500 million, to refinance existing indebtedness;
- In May, obtained a five-year, floating rate term loan facility of HK$2,000 million to refinance existing indebtedness;
- In May, obtained a four-year, floating rate syndicated loan facility of HK$8,000 million to refinance existing indebtedness;
- In May, listed subsidiaries HTHKH and HTIL, repaid on maturity, a floating rate term and revolving credit facility loan totalling HK$6,260 million;
- In May, listed subsidiary HTHKH obtained a 13-month, floating rate loan facility of HK$5,200 million to refinance existing indebtedness;
- In May, repaid on maturity, a floating rate loan facility of HK$3,300 million;
- Between June and November, through various tenders, purchased and effectively retired US$2,034 million (approximately HK$15,868 million), £275 million (approximately HK$3,518 million) and €276 million (approximately HK$3,019 million) of the Group's outstanding notes of various maturities. The Group has also purchased US$240 million (approximately HK$1,870 million) and €53 million (approximately HK$573 million) of these outstanding notes of various maturities during the year;
- In June, obtained a two-year, floating rate term loan facility of €300 million (approximately HK$3,246 million) to refinance existing indebtedness. In August, the maturity date of this facility was extended for four years to 2015;
- In June, prepaid a floating rate term loan facility of €300 million (approximately HK$3,279 million);
- In June, listed subsidiary HTIL, prepaid floating rate Israeli notes of NIS167 million (approximately HK$327 million) maturing in March 2012;
- In July, obtained a five-year, floating rate term loan facility of HK$1,000 million to refinance existing indebtedness;
- In July, put options were exercised to retire US$196 million (approximately HK$1,532 million) fixed rate notes maturing in August 2037;
- In September, issued six-year, fixed rate US$2,000 million (approximately HK$15,600 million) and ten-year, fixed rate US$1,000 million (approximately HK$7,800 million) guaranteed notes to refinance existing indebtedness;
- In September, listed subsidiary CKI obtained a three-year, floating rate term bank loan facility of A$300 million (HK$2,019 million) to refinance existing indebtedness;
- In November, issued seven-year, fixed rate €1,750 million (approximately HK$20,248 million) guaranteed notes to refinance existing indebtedness;
- In November, prepaid a €47.9 million (approximately HK$554 million) loan facility maturing in 2010;
- In November, prepaid a syndicated loan facility of €2,000 million (approximately HK$23,140 million) maturing in 2011;
- In November, issued six-year, fixed rate US$189 million (approximately HK$1,477 million) guaranteed notes to refinance existing indebtedness;

- In November, obtained a five-year, floating rate loan facility of US$300 million (approximately HK$2,340 million) to refinance existing indebtedness;
- In December, listed subsidiary HTHKH obtained a three-year, floating rate facility of HK$5,000 million to refinance existing indebtedness;
- In December, repaid before maturity a syndicated loan facility of SEK10,500 million (approximately HK$11,130 million), and obtained a three-year, floating rate syndicated loan facility of SEK6,300 million (approximately HK$6,678 million);
- In December, obtained a five-year, floating rate syndicated loan facility of HK$5,000 million to refinance existing indebtedness;
- In December, repaid a €450 million (approximately HK$4,986 million) loan facility on maturity;
- In December, obtained a four-year, floating rate term loan facility of €1,000 million (approximately HK$11,080 million) to refinance existing indebtedness; and
- In December, prepaid a syndicated loan facility of €1,000 million (approximately HK$11,080 million) maturing in 2011.

Subsequent to the year end:

- In February this year, obtained a five-year, floating rate loan facility of HK$1,000 million to refinance existing indebtedness;
- In March this year, obtained a five-year, floating rate loan facility of HK$1,000 million to refinance existing indebtedness; and
- In March this year, prepaid a HK$5,000 million loan facility maturing later in 2010.

Capital, Net Debt and Interest Coverage Ratios

The Group's total shareholders' funds increased 9% to HK$283,531 million at 31 December 2009 compared to HK$260,319 million at 31 December 2008, (after restatement for the retroactive change of the CACs accounting policy), reflecting the profits for the year net of dividends paid and a non-cash favourable effect of HK$15,875 million arising from the translation of overseas subsidiaries' net assets at 31 December 2009 exchange rates, mainly due to the strengthening of the Euro and the British Pound against the Hong Kong dollar compared to the prior year end. At 31 December 2009, the consolidated net debt of the Group, excluding interest bearing loans from minority shareholders which are viewed as quasi-equity, unamortised loan facilities fees and premiums or discounts on issue and fair value changes of interest rate swap contracts, was HK$143,355 million (2008 – HK$165,863 million), a 14% reduction compared to the net debt at the beginning of the year. The Group's net debt to net total capital ratio at 31 December 2009 is 29.9% (2008, as restated – 34.9%). This ratio is affected by foreign currency translation effects on shareholders' funds and on debt balances as shown below.

The following table shows the net debt to net total capital ratio calculated on the basis of including interest bearing loans from minority shareholders and also with the Group's investments in its listed subsidiaries and associated companies marked to market value at 31 December 2009.

Net debt / Net total capital ratios at 31 December 2009:	**Before the effect of foreign currency translation and other non-cash movements**	**After the effect of foreign currency translation and other non-cash movements**
A1 – excluding interest bearing loans from minority shareholders from debt	30.6%	29.9%
A2 – as in A1 above and investments in listed subsidiaries and associated companies marked to market value	28.1%	27.6%
B1 – including interest bearing loans from minority shareholders as debt	33.5%	32.7%
B2 – as in B1 above and investments in listed subsidiaries and associated companies marked to market value	30.8%	30.2%

The Group's consolidated gross interest expense and other finance costs of subsidiaries, before capitalisation, decreased 45% to total HK$9,889 million in 2009, compared to HK$17,891 million last year, mainly due to lower effective market interest rate in 2009 and lower average borrowings as a result of the previously mentioned debt repayments during the year.

Consolidated EBITDA and FFO before all CACs for the year covered consolidated net interest expense and other finance costs 11.6 times and 6.9 times respectively (2008, as restated – 7.5 times and 4.4 times).

Secured Financing

At 31 December 2009, assets of the Group totalling HK$2,503 million (2008 – HK$10,857 million) were pledged as security for bank and other debts.

Borrowing Facilities Available

Committed borrowing facilities available to Group companies but not drawn at 31 December 2009 amounted to the equivalent of HK$20,340 million (2008 – HK$13,342 million).

Contingent Liabilities

At 31 December 2009, the Group provided guarantees in respect of bank and other borrowing facilities to its associated companies and jointly controlled entities totalling HK$13,081 million (2008 – HK$4,334 million), of which HK$12,527 million (2008 – HK$3,749 million) has been drawn down as at 31 December 2009, and also provided performance and other guarantees of HK$5,039 million (2008 – HK$7,820 million).

PURCHASE, SALE OR REDEMPTION OF SHARES

During the year ended 31 December 2009, neither the Company nor any of its subsidiaries has purchased or sold any of the Company's ordinary shares. In addition, the Company has not redeemed any of its ordinary shares during the year.

COMPLIANCE WITH THE CODE ON CORPORATE GOVERNANCE PRACTICES

The Company strives to attain the highest standards of corporate governance. Throughout the year ended 31 December 2009, the Company has been fully compliant with all code provisions of the Code on Corporate Governance Practices contained in Appendix 14 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules").

COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS OF LISTED ISSUERS

The Board has adopted the Model Code for Securities Transactions by Directors of Listed Issuers ("Model Code") set out in Appendix 10 to the Listing Rules as the Group's code of conduct regarding Directors' securities transactions. All Directors of the Company have confirmed that throughout the year ended 31 December 2009, they have complied with the provisions of such Model Code.

REVIEW OF ACCOUNTS

The consolidated accounts of the Company and its subsidiary companies for the year ended 31 December 2009 have been reviewed by the Audit Committee of the Company and audited by the Company's auditor, PricewaterhouseCoopers. The unqualified auditor's report will be included in the Annual Report to shareholders.

CLOSURE OF REGISTER OF MEMBERS

The register of members of the Company will be closed from Thursday, 20 May 2010 to Thursday, 27 May 2010, both dates inclusive. In order to qualify for the proposed final dividend, all transfers, accompanied by the relevant share certificates, must be lodged with the Company's Share Registrars, Computershare Hong Kong Investor Services Limited, at Rooms 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong for registration not later than 4:30 pm on Wednesday, 19 May 2010.

ANNUAL GENERAL MEETING

The Annual General Meeting of the Company will be held on Thursday, 27 May 2010. Notice of the Annual General Meeting will be published and issued to shareholders in due course.

As at the date of this announcement, the Directors of the Company are:

Executive Directors:
Mr LI Ka-shing *(Chairman)*
Mr LI Tzar Kuoi, Victor *(Deputy Chairman)*
Mr FOK Kin-ning, Canning
Mrs CHOW WOO Mo Fong, Susan
Mr Frank John SIXT
Mr LAI Kai Ming, Dominic
Mr KAM Hing Lam

Non-executive Directors:
Mr George Colin MAGNUS
Mr William SHURNIAK

Independent Non-executive Directors:
The Hon Sir Michael David KADOORIE
Mr Holger KLUGE
Mrs Margaret LEUNG KO May Yee
Mr William Elkin MOCATTA
(Alternate to The Hon Sir Michael David Kadoorie)
Mr WONG Chung Hin