



# Kwoon Chung Bus Holdings Limited

(Stock Code: 306)



INTERIM REPORT  
2007/2008



The directors of Kwoon Chung Bus Holdings Limited (the "Company") are pleased to announce the unaudited financial results of the Company and its subsidiaries (the "Group") for the six months ended 30 September 2007 together with comparative figures as follows:

## CONDENSED CONSOLIDATED INCOME STATEMENT

	Notes	For the six months ended	
		2007	2006
		(Unaudited)	(Unaudited)
		HK\$'000	HK\$'000
REVENUE	2	1,001,853	947,280
Cost of services rendered		<u>(871,631)</u>	<u>(818,313)</u>
Gross profit		130,222	128,967
Other income and gains		37,403	52,988
Administrative expenses		(114,892)	(119,824)
Other expenses		(14,177)	(18,560)
Finance costs		(17,656)	(20,727)
Share of profits and losses of:			
Jointly-controlled entities		(4,249)	(4,736)
Associates		<u>27</u>	<u>64</u>
PROFIT BEFORE TAX	3	16,678	18,172
Tax	4	<u>(10,655)</u>	<u>(6,651)</u>
PROFIT FOR THE PERIOD		<u>6,023</u>	<u>11,521</u>
Attributable to:			
Equity holders of the parent		10,438	5,021
Minority interests		<u>(4,415)</u>	<u>6,500</u>
		<u>6,023</u>	<u>11,521</u>
DIVIDEND	5	<u>Nil</u>	<u>Nil</u>
EARNINGS PER SHARE ATTRIBUTABLE TO			
ORDINARY EQUITY HOLDERS OF THE PARENT	6		
Basic		<u>HK2.64 cents</u>	<u>HK1.27 cent</u>
Diluted		<u>HK2.59 cents</u>	<u>HK1.26 cent</u>

## CONDENSED CONSOLIDATED BALANCE SHEET

		30 September 2007 (Unaudited) HK\$'000	31 March 2007 (Audited) HK\$'000
	<i>Notes</i>		
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	7, 12	1,467,944	1,353,583
Investment properties		1,000	1,000
Prepaid land lease payments		85,647	88,208
Intangible assets		25,640	25,703
Goodwill		12,623	12,623
Interests in jointly-controlled entities		107,469	99,257
Interests in associates		26,412	25,358
Available-for-sale investments		8,938	8,709
Deposits paid for purchases of items of property, plant and equipment		2,700	1,761
Consideration receivable for disposal of a subsidiary		26,000	26,000
Pledged time deposits		1,983	1,934
		<u>1,766,356</u>	<u>1,644,136</u>
<b>Total non-current assets</b>		<b>1,766,356</b>	<b>1,644,136</b>
<b>CURRENT ASSETS</b>			
Properties held for sale		62,228	61,453
Inventories		29,900	27,727
Trade receivables	8	111,807	110,944
Prepayments, deposits and other receivables		158,900	231,203
Derivative financial instruments		-	635
Pledged time deposits		15,457	15,153
Cash and cash equivalents		226,163	186,341
		<u>604,455</u>	<u>633,456</u>
<b>Total current assets</b>		<b>604,455</b>	<b>633,456</b>
<b>CURRENT LIABILITIES</b>			
Trade payables	9	91,779	70,051
Tax payable		16,928	13,901
Accruals and other payables		379,962	347,683
Derivative financial instruments		699	-
Deposits received		47,788	36,791
Interest-bearing bank and other borrowings		355,054	320,105
		<u>892,210</u>	<u>788,531</u>
<b>Total current liabilities</b>		<b>892,210</b>	<b>788,531</b>
<b>NET CURRENT LIABILITIES</b>		<b>(287,755)</b>	<b>(155,075)</b>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<b>1,478,601</b>	<b>1,489,061</b>

CONDENSED CONSOLIDATED BALANCE SHEET *(Continued)*

	30 September 2007 (Unaudited) HK\$'000	31 March 2007 (Audited) HK\$'000
NON-CURRENT LIABILITIES		
Interest-bearing bank and other borrowings	216,588	231,259
Due to joint venturers	53,522	52,983
Deferred tax liabilities	90,582	84,161
	<hr/>	<hr/>
Total non-current liabilities	360,692	368,403
	<hr/>	<hr/>
Net assets	1,117,909	1,120,658
	<hr/>	<hr/>
EQUITY		
Equity attributable to equity holders of the parent		
Issued capital	39,491	39,491
Reserves	816,826	795,845
Proposed final and special dividends	-	19,746
	<hr/>	<hr/>
	856,317	855,082
Minority interests	261,592	265,576
	<hr/>	<hr/>
Total equity	1,117,909	1,120,658
	<hr/>	<hr/>

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 September 2007 (Unaudited)

	Attributable to equity holders of the parent											Minority interests	Total equity
	Issued capital	Share premium account	Contributed surplus	Capital reserve	Asset revaluation reserve	Enterprise expansion funds	Reserve fund	Exchange equalisation reserve	Retained profits	Proposed final and special dividends	Total		
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
At 1 April 2007	39,491	523,211	10,648	(1,855)	2,638	1,034	7,469	20,113	232,587	19,746	855,082	265,576	1,120,658
Profit for the period	-	-	-	-	-	-	-	-	10,438	-	10,438	(4,415)	6,023
Exchange realignment	-	-	-	-	-	-	-	10,543	-	-	10,543	431	10,974
Final and special dividends declared	-	-	-	-	-	-	-	-	-	(19,746)	(19,746)	-	(19,746)
At 30 September 2007	<u>39,491</u>	<u>523,211*</u>	<u>10,648*</u>	<u>(1,855)*</u>	<u>2,638*</u>	<u>1,034*</u>	<u>7,469*</u>	<u>30,656*</u>	<u>243,025*</u>	<u>-</u>	<u>856,317</u>	<u>261,592</u>	<u>1,117,909</u>

For the six months ended 30 September 2006 (Unaudited)

	Attributable to equity holders of the parent											Minority interests	Total equity
	Issued capital	Share premium account	Contributed surplus	Capital reserve	Asset revaluation reserve	Enterprise expansion funds	Reserve fund	Exchange equalisation reserve	Retained profits	Proposed final and special dividends	Total		
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
At 1 April 2006	39,491	523,211	10,648	(1,855)	2,638	4,182	7,846	6,769	216,506	-	809,436	240,205	1,049,641
Profit for the period	-	-	-	-	-	-	-	-	5,021	-	5,021	6,500	11,521
Exchange realignment	-	-	-	-	-	-	-	3,070	-	-	3,070	(86)	2,984
At 30 September 2006	<u>39,491</u>	<u>523,211</u>	<u>10,648</u>	<u>(1,855)</u>	<u>2,638</u>	<u>4,182</u>	<u>7,846</u>	<u>9,839</u>	<u>221,527</u>	<u>-</u>	<u>817,527</u>	<u>246,619</u>	<u>1,064,146</u>

\* These reserve accounts comprise the consolidated reserves of HK\$816,826,000 in the condensed consolidated balance sheet.

## CONDENSED CONSOLIDATED CASH FLOW STATEMENT

	For the six months ended	
	30 September	
	2007	2006
	(Unaudited)	(Unaudited)
	HK\$'000	HK\$'000
NET CASH INFLOW/(OUTFLOW) FROM:		
OPERATING ACTIVITIES	228,254	141,121
INVESTING ACTIVITIES	(192,539)	(146,905)
FINANCING ACTIVITIES	532	20
	<u>36,247</u>	<u>(5,764)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	36,247	(5,764)
Cash and cash equivalents at beginning of period	178,746	129,546
Effects of foreign exchange rate changes, net	3,575	1,166
	<u>218,568</u>	<u>124,948</u>
CASH AND CASH EQUIVALENTS AT END OF PERIOD		
	<u>218,568</u>	<u>124,948</u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Cash and bank balances	152,394	106,194
Non-pledged time deposits with original maturity of less than three months when acquired	66,174	18,754
	<u>218,568</u>	<u>124,948</u>

Note:

Reconciliation of cash and cash equivalents:

	For the six months ended	
	30 September	
	2007	2006
	(Unaudited)	(Unaudited)
	HK\$'000	HK\$'000
Cash and bank balances and non-pledged time deposits with original maturity of less than three months	218,568	124,948
Non-pledged time deposits with original maturity of more than three months when acquired	7,595	7,681
	<u>226,163</u>	<u>132,629</u>
Total cash and cash equivalents at end of period	<u>226,163</u>	<u>132,629</u>





2. SEGMENT INFORMATION *(Continued)*

## (b) Geographical segments

The following tables present revenue information for the Group's geographical segments.

	For the six months ended 30 September 2007 (Unaudited)		
	Hong Kong HK\$'000	Mainland China HK\$'000	Total HK\$'000
Segment revenue:			
Sales to external customers	<u>518,580</u>	<u>483,273</u>	<u>1,001,853</u>

	For the six months ended 30 September 2006 (Unaudited)		
	Hong Kong HK\$'000	Mainland China HK\$'000	Total HK\$'000
Segment revenue:			
Sales to external customers	<u>469,204</u>	<u>478,076</u>	<u>947,280</u>

## 3. PROFIT BEFORE TAX

The Group's profit before tax is arrived at after charging/(crediting):

	For the six months ended 30 September	
	2007 (Unaudited) HK\$'000	2006 (Unaudited) HK\$'000
Depreciation	97,132	94,609
Amortisation	959	1,253
Gain on disposal of an associate	-	(970)
Loss on disposal of a subsidiary	-	1,784
Impairment of amounts due from jointly-controlled entities	2,400	-
Write-off of other receivables	<u>2,450</u>	<u>-</u>

## 4. TAX

Hong Kong profits tax has been provided at the rate of 17.5% on the estimated assessable profits arising in Hong Kong during the period. No provision for Hong Kong profits tax had been made in the prior period as the Group had no assessable profits arising in Hong Kong during that period. Taxes on profits assessable elsewhere have been calculated at the rates of tax prevailing in the jurisdictions in which the Group operates, based on existing legislation, interpretations and practices in respect thereof.

	For the six months ended 30 September	
	2007 (Unaudited) HK\$'000	2006 (Unaudited) HK\$'000
Current:		
Hong Kong	5,522	-
Mainland China	4,183	2,040
Deferred	<u>950</u>	<u>4,611</u>
Tax charge for the period	<u>10,655</u>	<u>6,651</u>

No provision for income tax is required in respect of associates and jointly-controlled entities because no assessable profits were earned by the associates and jointly-controlled entities during the period (2006: Nil).









13. CONNECTED AND RELATED PARTY TRANSACTIONS (Continued)

Notes: (Continued)

(vi) On 9 March 2005, the Company entered into a tenancy agreement with NWF B for the lease of office premises for a period of two years commencing on 1 January 2005 at a monthly charge, including rental and related management charges, of HK\$193,000 (2006: HK\$193,000). On 25 May 2007, the agreement was renewed and the monthly charge increased to HK\$198,000. The above rentals were determined with reference to open market rates or based on the actual disbursement basis. The total rental paid by the Group for the period amounted to HK\$1,273,000 (2006: HK\$1,157,000).

(b) Other transaction with a related party

Shanghai Public Transport has guaranteed certain bank loans made to the Group of up to HK\$146,327,000 (31 March 2007: HK\$65,800,000) as at 30 September 2007.

(c) Outstanding balances with related parties:

(i)	30 September 2007 (Unaudited) HK\$'000	31 March 2007 (Audited) HK\$'000
Due from associates	11,531	11,640
Due from jointly controlled entities	70,178	71,535
Due to jointly controlled entities	(9,625)	(23,747)
Loan to jointly controlled entities	6,900	6,900
Due from joint venturers	18,199	18,199
Due to joint venturers	<u>(112,408)</u>	<u>(111,869)</u>

(ii) Details of the Group's trade balances with its associates as at balance sheet date are disclosed in note 8 to the interim financial statements.

(d) Compensation of key management personnel of the Group

	For the six months ended	
	30 September	
	2007 (Unaudited) HK\$'000	2006 (Unaudited) HK\$'000
Short term employee benefits	6,447	7,174
Post-employment benefits	<u>534</u>	<u>565</u>
Total compensation paid to key management personnel	<u>6,981</u>	<u>7,739</u>

















## DIRECTORS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES

At 30 September 2007, the interests and short positions of the directors in the share capital and underlying shares of the Company and its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO")), as recorded in the register required to be kept by the Company pursuant to Section 352 of the SFO, or as otherwise notified to the Company and The Stock Exchange of Hong Kong Limited (the "Stock Exchange") pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code"), were as follows:

### (i) Long positions in ordinary shares of the Company

Name of director	Number of shares held, capacity and nature of interest		Total	Percentage of the Company's issued share capital
	Directly beneficially owned	Through controlled corporation		
Wong Chung Pak, Thomas	1,217,665 <sup>(1)</sup>	125,880,981 <sup>(2)</sup>	127,098,646	32.18
Wong Wing Pak	699,665 <sup>(1)</sup>	125,880,981 <sup>(2)</sup>	126,580,646	32.05
Wong Leung Pak, Matthew	599,665 <sup>(1)</sup>	125,880,981 <sup>(2)</sup>	126,480,646	32.03
Lee Yin Ching, Stanley	2,893,556	–	2,893,556	0.73
Cheng King Hoi, Andrew	755,556	–	755,556	0.19
Ng King Yee	<u>100,000</u>	<u>–</u>	<u>100,000</u>	<u>0.03</u>

*Notes:*

- (1) Mr. Wong Chung Pak, Thomas jointly holds 1,217,665 shares with his spouse. Mr. Wong Wing Pak jointly holds 699,665 shares with his spouse. Mr. Wong Leung Pak, Matthew jointly holds 599,665 shares with his spouse.
- (2) These shares are held by Wong Family Holdings Limited (as trustee of The Wong Family Unit Trust), with each of Messrs. Wong Chung Pak, Thomas, Wong Wing Pak and Wong Leung Pak, Matthew holding one-third of the shares in issue in Wong Family Holdings Limited. The units of The Wong Family Unit Trust are held by the discretionary trusts established for the respective spouse and issues of each of Messrs. Wong Chung Pak, Thomas, Wong Wing Pak and Wong Leung Pak, Matthew.

The interests of the directors in the share options of the Company are separately disclosed in the section headed "Share option schemes" below.

## DIRECTORS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES *(Continued)*

### (ii) Long positions in shares of associated corporations

Name of associated corporation	Name of director	Number of shares <sup>#</sup>	Class of shares
Good Funds Services Limited*	Wong Chung Pak, Thomas	50,000	Non-voting deferred
Good Funds Services Limited*	Wong Wing Pak	125,000	Non-voting deferred
Good Funds Services Limited*	Wong Leung Pak, Matthew	125,000	Non-voting deferred
Good Funds Services Limited*	Lo Kin Wai	50,010	Non-voting deferred
Kwoon Chung Motors Company, Limited*	Wong Chung Pak, Thomas	33,333	Non-voting deferred
Kwoon Chung Motors Company, Limited*	Wong Wing Pak	33,333	Non-voting deferred
Kwoon Chung Motors Company, Limited*	Wong Leung Pak, Matthew	33,334	Non-voting deferred
New Lantao Bus Company (1973) Limited*	Wong Chung Pak, Thomas	5	Ordinary
New Lantao Bus Company (1973) Limited*	Wong Wing Pak	1	Ordinary
New Lantao Bus Company (1973) Limited*	Wong Leung Pak, Matthew	1	Ordinary

\* subsidiaries of the Company

<sup>#</sup> directly beneficially owned

In addition, Mr. Wong Chung Pak, Thomas has non-beneficial personal equity interests in certain subsidiaries of the Company held for the benefit of the Company solely for the purpose of complying with the minimum company membership requirements.

Save as disclosed above, as at 30 September 2007, none of the directors had registered an interest or short position in the shares, underlying shares or debentures of the Company or any of its associated corporations that was required to be recorded pursuant to Section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code.

## DIRECTORS' RIGHTS TO ACQUIRE SHARES OR DEBENTURES

Save as disclosed in the share option scheme disclosures in the section headed "Share option schemes" below, at no time during the period were rights to acquire benefits by means of the acquisition of shares in or debentures of the Company granted to any director or their respective spouse or minor children, or were any such rights exercised by them; or was the Company or any of its subsidiaries a party to any arrangement to enable the directors to acquire such rights in any other body corporate.

## SHARE OPTION SCHEME

The following share options were outstanding under the share option scheme during the period:

Name or category of participant	Number of share options at 1 April and 30 September 2007	Date of grant of share options*	Exercise period of share options	Exercise price of share options** HK\$ per share	Price of the Company's shares***	
					At grant date of options HK\$ per share	At exercise date of options HK\$ per share
<b>Directors</b>						
Wong Chung Pak, Thomas	2,000,000	28 July 2003	23 July 2003 to 22 July 2013	0.844	0.900	N/A
	1,500,000	5 October 2004	21 September 2004 to 20 September 2014	1.126	1.160	N/A
	<u>3,500,000</u>					
Wong Wing Pak	2,000,000	28 July 2003	23 July 2003 to 22 July 2013	0.844	0.900	N/A
	1,500,000	5 October 2004	21 September 2004 to 20 September 2014	1.126	1.160	N/A
	<u>3,500,000</u>					
Wong Leung Pak, Matthew	2,000,000	28 July 2003	23 July 2003 to 22 July 2013	0.844	0.900	N/A
	1,500,000	5 October 2004	21 September 2004 to 20 September 2014	1.126	1.160	N/A
	<u>3,500,000</u>					
Lee Yin Ching, Stanley	1,000,000	28 July 2003	23 July 2003 to 22 July 2013	0.844	0.900	N/A
	200,000	5 October 2004	21 September 2004 to 20 September 2014	1.126	1.160	N/A
	<u>1,200,000</u>					

SHARE OPTION SCHEME (Continued)

Name or category of participant	Number of share options at 1 April and 30 September 2007	Date of grant of share options*	Exercise period of share options	Exercise price of share options** HK\$ per share	Price of the Company's shares***	
					At grant date of options HK\$ per share	At exercise date of options HK\$ per share
<i>Directors (Continued)</i>						
Cheng King Hoi, Andrew	1,000,000	28 July 2003	23 July 2003 to 22 July 2013	0.844	0.900	N/A
	200,000	5 October 2004	21 September 2004 to 20 September 2014	1.126	1.160	N/A
	<u>1,200,000</u>					
Ng King Yee	1,000,000	28 July 2003	23 July 2003 to 22 July 2013	0.844	0.900	N/A
	200,000	5 October 2004	21 September 2004 to 20 September 2014	1.126	1.160	N/A
	<u>1,200,000</u>					
Chan Yu Kwong, Francis	1,000,000	28 July 2003	23 July 2003 to 22 July 2013	0.844	0.900	N/A
	200,000	5 October 2004	21 September 2004 to 20 September 2014	1.126	1.160	N/A
	<u>1,200,000</u>					
Mok Wah Fun, Peter	1,000,000	28 July 2003	23 July 2003 to 22 July 2013	0.844	0.900	N/A
	200,000	5 October 2004	21 September 2004 to 20 September 2014	1.126	1.160	N/A
	<u>1,200,000</u>					
Chan Bing Woon, SBS, JP	500,000	28 July 2003	23 July 2003 to 22 July 2013	0.844	0.900	N/A
	200,000	5 October 2004	21 September 2004 to 20 September 2014	1.126	1.160	N/A
	<u>700,000</u>					

SHARE OPTION SCHEME *(Continued)*

Name or category of participant	Number of share options at 1 April and 30 September 2007	Date of grant of share options*	Exercise period of share options	Exercise price of share options** HK\$ per share	Price of the Company's shares***	
					At grant date of options HK\$ per share	At exercise date of options HK\$ per share
<i>Directors (Continued)</i>						
Sung Yuen Lam	500,000	28 July 2003	23 July 2003 to 22 July 2013	0.844	0.900	N/A
	200,000	5 October 2004	21 September 2004 to 20 September 2014	1.126	1.160	N/A
	<hr/> 700,000					
Lee Kwong Yiu, Colin	100,000	5 October 2004	21 September 2004 to 20 September 2014	1.126	1.160	N/A
	<hr/>					
<b>Shareholders</b>						
In aggregate	<hr/> 3,500,000	28 July 2003	23 July 2003 to 22 July 2013	0.844	0.900	N/A
	<hr/>					
<b>Suppliers of goods or services</b>						
In aggregate	<hr/> 2,500,000	28 July 2003	23 July 2003 to 22 July 2013	0.844	0.900	N/A
	<hr/>					
<b>Other employees</b>						
In aggregate	4,900,000	2 October 2003	5 September 2003 to 4 September 2013	1.200	1.170	N/A
	100,000	5 October 2004	21 September 2004 to 20 September 2014	1.126	1.160	N/A
	<hr/> 5,000,000					
	<hr/>					
<b>Others</b>						
In aggregate	1,000,000	28 July 2003	23 July 2003 to 22 July 2013	0.844	0.900	N/A
	1,000,000	2 October 2003	5 September 2003 to 4 September 2013	1.200	1.170	N/A
	200,000	5 October 2004	21 September 2004 to 20 September 2014	1.126	1.160	N/A
	<hr/> 2,200,000					
	<hr/> 31,200,000					

\* The vesting period of the share options is from the date of the grant until the commencement of the exercise period.

\*\* The exercise price of the share options is subject to adjustment in the case of rights or bonus issues, or other similar changes in the Company's share capital.

\*\*\* The price of the Company's shares disclosed as at the date of the grant of the share options is the Stock Exchange closing price on the trading day immediately prior to the date of the grant of the options.

## SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSONS' INTERESTS IN SHARES AND UNDERLYING SHARES

At 30 September 2007, the following interests of 5% or more of the issued share capital and share options of the Company were recorded in the register of interests required to be kept by the Company pursuant to Section 336 of the SFO:

Name	Capacity	Number of ordinary shares held and nature of interest		Interest in underlying shares pursuant to share options	Aggregate interest	Percentage of the Company's issued share capital
		Personal	Corporate			
Wong Chung Pak, Thomas	Joint interest	1,217,665	-	-	130,598,646	33.07
	Founder of a discretionary trust	-	125,880,981 <sup>(1)</sup>	-		
	Beneficial owner	-	-	3,500,000		
Tso Anna	Joint interest	1,217,665	-	-	130,598,646	33.07
	Interest of spouse	-	125,880,981	3,500,000		
Wong Leung Pak, Matthew	Joint interest	599,665	-	-	130,280,646	32.99
	Founder of a discretionary trust	-	125,880,981 <sup>(1)</sup>	-		
	Beneficial owner	-	-	3,500,000		
	Interest of spouse	-	-	300,000		
Ng Lai Yee, Christina	Joint interest	599,665	-	-	130,280,646	32.99
	Beneficial owner	-	-	300,000		
	Interest of spouse	-	125,880,981	3,500,000		
Wong Wing Pak	Joint interest	699,665	-	-	130,080,646	32.94
	Founder of a discretionary trust	-	125,880,981 <sup>(1)</sup>	-		
	Beneficial owner	-	-	3,500,000		
Tang Kit Ling, Louise	Joint interest	699,665	-	-	130,080,646	32.94
	Interest of spouse	-	125,880,981	3,500,000		

## SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSONS' INTERESTS IN SHARES AND UNDERLYING SHARES *(Continued)*

Name	Capacity	Number of ordinary shares held and nature of interest		Interest in underlying shares pursuant to share options	Aggregate interest	Percentage of the Company's issued share capital
		Personal	Corporate			
Equity Trustee Limited	Trustee	-	125,880,981	-	125,880,981	31.88
Wong Family Holdings Limited ("WFHL")	Beneficial owner	-	125,880,981 <sup>(1)</sup>	-	125,880,981	31.88
New World First Holdings Limited ("NWFH")	Interest of a controlled corporation	-	118,093,019 <sup>(2)</sup>	6,000,000 <sup>(4)</sup>	124,093,019	31.42
NWS Transport Services Limited ("NWST")	Interest of a controlled corporation	-	118,093,019 <sup>(2)</sup>	6,000,000 <sup>(4)</sup>	124,093,019	31.42
NWS Service Management Limited ("NWSSM-BVI") <sup>(3)</sup>	Interest of a controlled corporation	-	118,093,019 <sup>(2)</sup>	6,000,000 <sup>(4)</sup>	124,093,019	31.42
NWS Service Management Limited ("NWSSM-Cayman Islands") <sup>(3)</sup>	Interest of a controlled corporation	-	118,093,019 <sup>(2)</sup>	6,000,000 <sup>(4)</sup>	124,093,019	31.42
NWS Holdings Limited ("NWSH")	Interest of a controlled corporation	-	118,093,019 <sup>(2)</sup>	6,000,000 <sup>(4)</sup>	124,093,019	31.42
New World Development Company Limited ("NWD")	Interest of a controlled corporation	-	118,093,019 <sup>(2)</sup>	6,000,000 <sup>(4)</sup>	124,093,019	31.42
Enrich Group Limited ("EGL")	Interest of a controlled corporation	-	118,093,019 <sup>(2)</sup>	6,000,000 <sup>(4)</sup>	124,093,019	31.42

## SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSONS' INTERESTS IN SHARES AND UNDERLYING SHARES *(Continued)*

Name	Capacity	Number of ordinary shares held and nature of interest		Interest in underlying shares pursuant to share options	Aggregate interest	Percentage of the Company's issued share capital
		Personal	Corporate			
Chow Tai Fook Enterprises Limited ("CTFEL")	Interest of a controlled corporation	-	118,093,019 <sup>(2)</sup>	6,000,000 <sup>(4)</sup>	124,093,019	31.42
Centennial Success Limited ("CSL")	Interest of a controlled corporation	-	118,093,019 <sup>(2)</sup>	6,000,000 <sup>(4)</sup>	124,093,019	31.42
Cheng Yu Tung Family (Holdings) Limited ("CYTFHL")	Interest of a controlled corporation	-	118,093,019 <sup>(2)</sup>	6,000,000 <sup>(4)</sup>	124,093,019	31.42
First Action Developments Limited ("First Action")	Beneficial owner	-	118,093,019 <sup>(2)</sup>	3,500,000	121,593,019	30.79
Cathay Corporation	Beneficial owner	-	71,238,000	-	71,238,000	18.04

### Notes:

- (1) Each of Messrs. Wong Chung Pak, Thomas, Wong Wing Pak and Wong Leung Pak, Matthew holds one-third of the shares in WFHL and they are deemed to be interested in the 125,880,981 shares which are directly held by WFHL. These 125,880,981 shares represent approximately 31.88% of the issued share capital of the Company.
- (2) At 30 September 2007, First Action was a wholly-owned subsidiary of NWFH; NWFH was a wholly-owned subsidiary of NWST; the issued share capital of NWST was held directly by NWSSM-BVI and EGL on a 50-50 basis; NWSSM-BVI was a wholly-owned subsidiary of NWSSM-Cayman Islands; NWSSM-Cayman Islands was a wholly-owned subsidiary of NWSH; NWD owned approximately 56.08% equity shares in NWSH; CTFEL owned approximately 36.62% equity shares in NWD; EGL was a wholly-owned subsidiary of CTFEL; CTFEL was a wholly-owned subsidiary of CSL; and CSL was 51% owned by CYTFHL. At 30 September 2007, each of NWFH, NWST, NWSSM-BVI, NWSSM-Cayman Islands, NWSH, NWD, EGL, CTFEL, CSL and CYTFHL was deemed to be interested in the 118,093,019 shares which were held directly by First Action. These 118,093,019 shares represented approximately 29.90% of the issued share capital of the Company.
- (3) NWSSM-BVI was incorporated in the British Virgin Islands and NWSSM-Cayman Islands was incorporated in the Cayman Islands.
- (4) At 30 September 2007, NWFH owned 100% equity shares in New World First Bus Services Limited ("NWFB"), which held 2,500,000 share options of the Company. At 30 September 2007, NWFH was deemed to be interested in the 6,000,000 share options which were held directly by First Action and NWFB as to 3,500,000 share options and 2,500,000 share options, respectively.

Save as disclosed above, as at 30 September 2007, no person, other than the directors of the Company, whose interests are set out in the section headed "Directors' interests and short positions in shares and underlying shares" above, had registered an interest or short position in the shares or underlying shares of the Company that was required to be recorded pursuant to Section 336 of the SFO.

