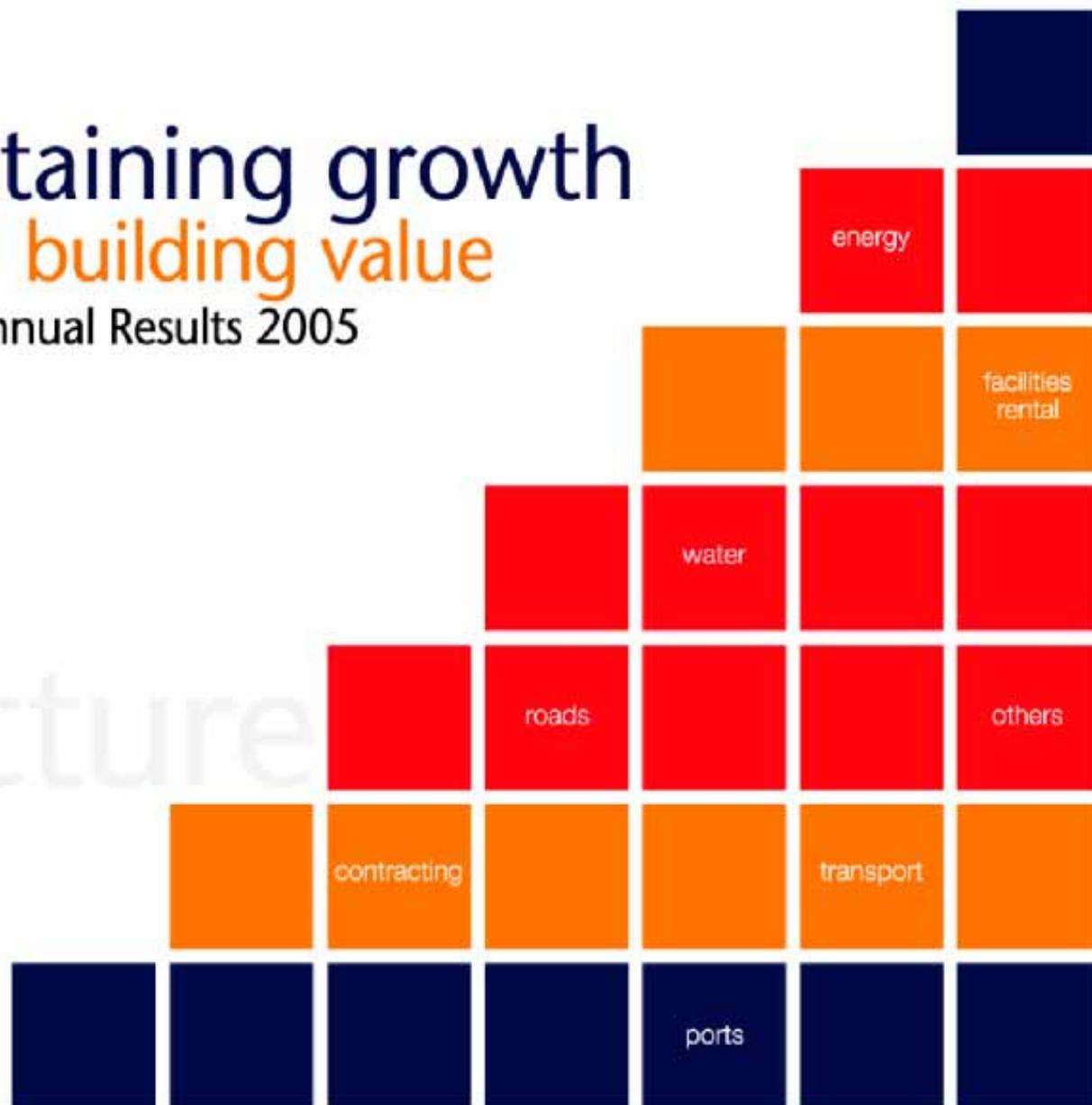


Sustaining growth building value

Annual Results 2005

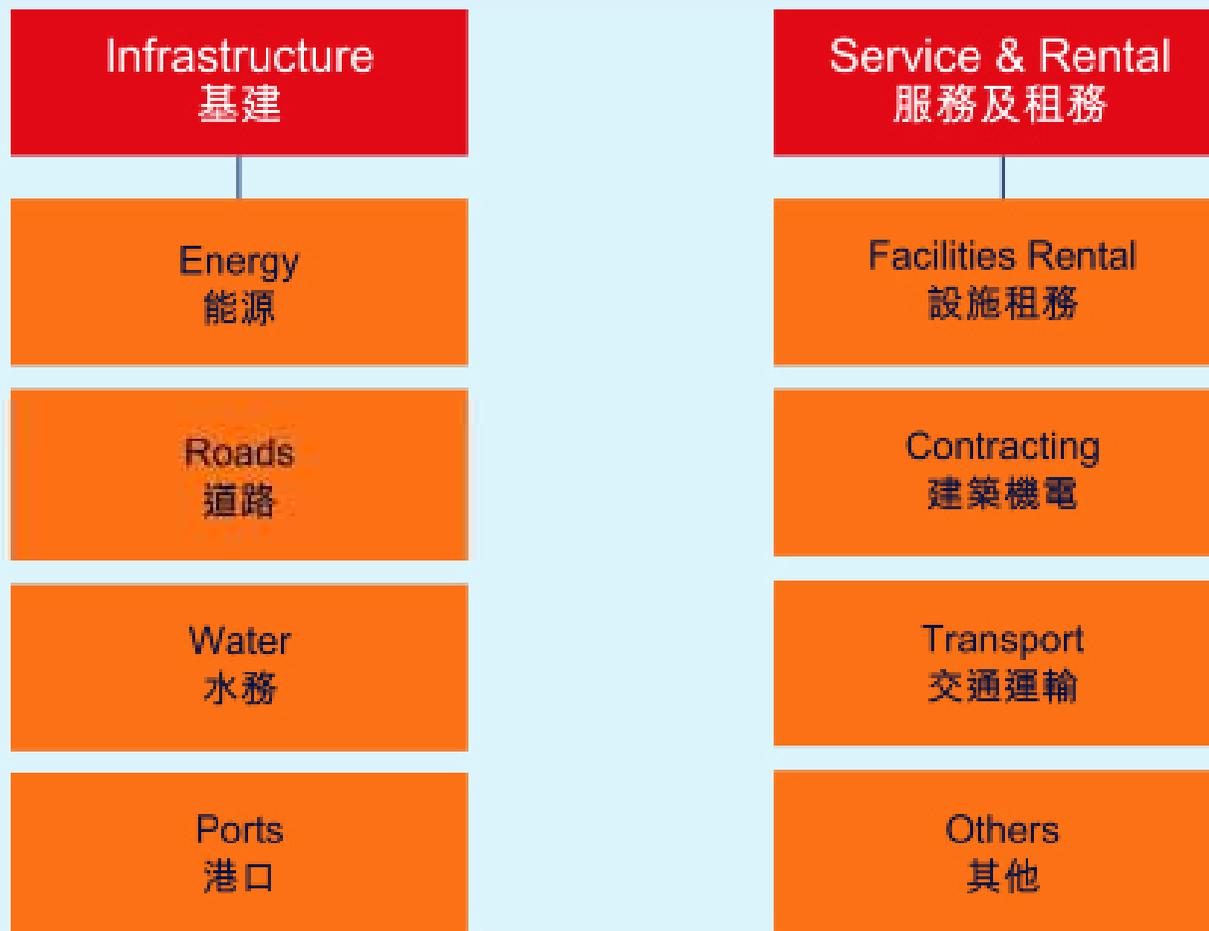
infrastructure
service
& rental



New World Group Structure



NWSH Corporate Structure



Financial Highlights

Consolidated Financial Highlights

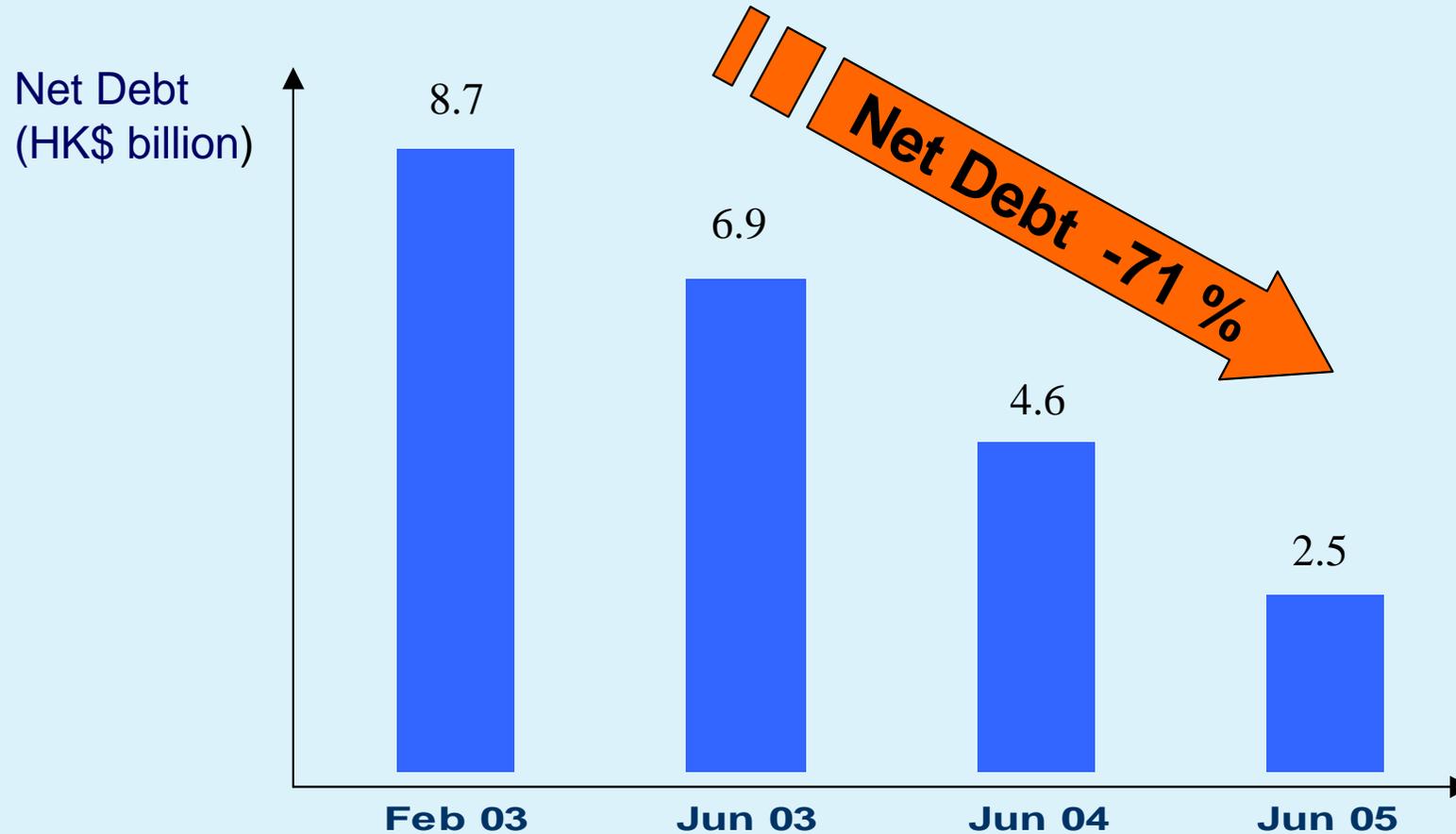
For the year ended 30 June	2005 (HK\$M)	2004 (HK\$M)	Change +/- (%)
Turnover	10,286	12,553	(18)
AOP	1,415	1,903	(26)
Profit attributable to shareholders	2,918	1,538	90
Earnings per share	HK\$1.62	HK\$0.86	88
Dividend per share	HK\$0.80	HK\$0.40	100
Total assets	25,194	23,915	5
Shareholders' funds	12,942	9,551	36

Key Financial Ratios

As at 30 June	2005	2004
Closing Price	HK\$11.3	HK\$9.15
EPS	HK\$1.62	HK\$0.86
Dividend Payout Ratio	50%	47%
P/E	7	11
Dividend Yield	6.4%*	-

** Based on closing price of HK\$12.55 as at 4 October 2005*

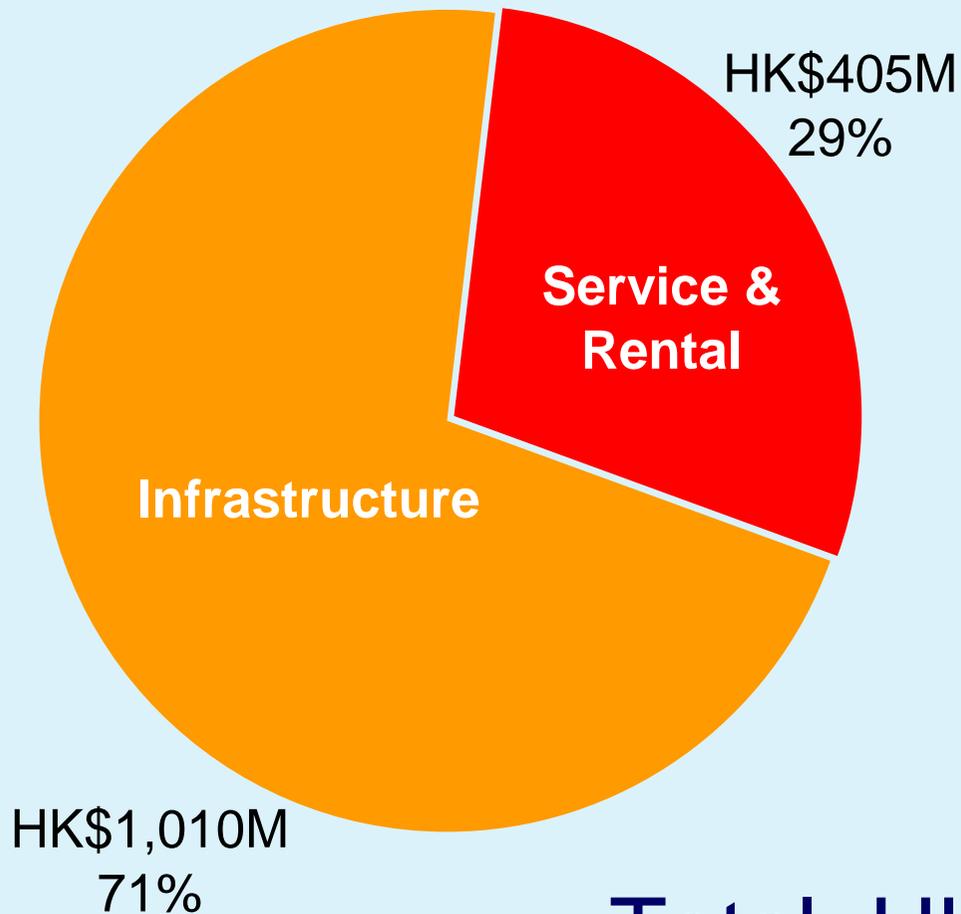
Stronger Financial Position



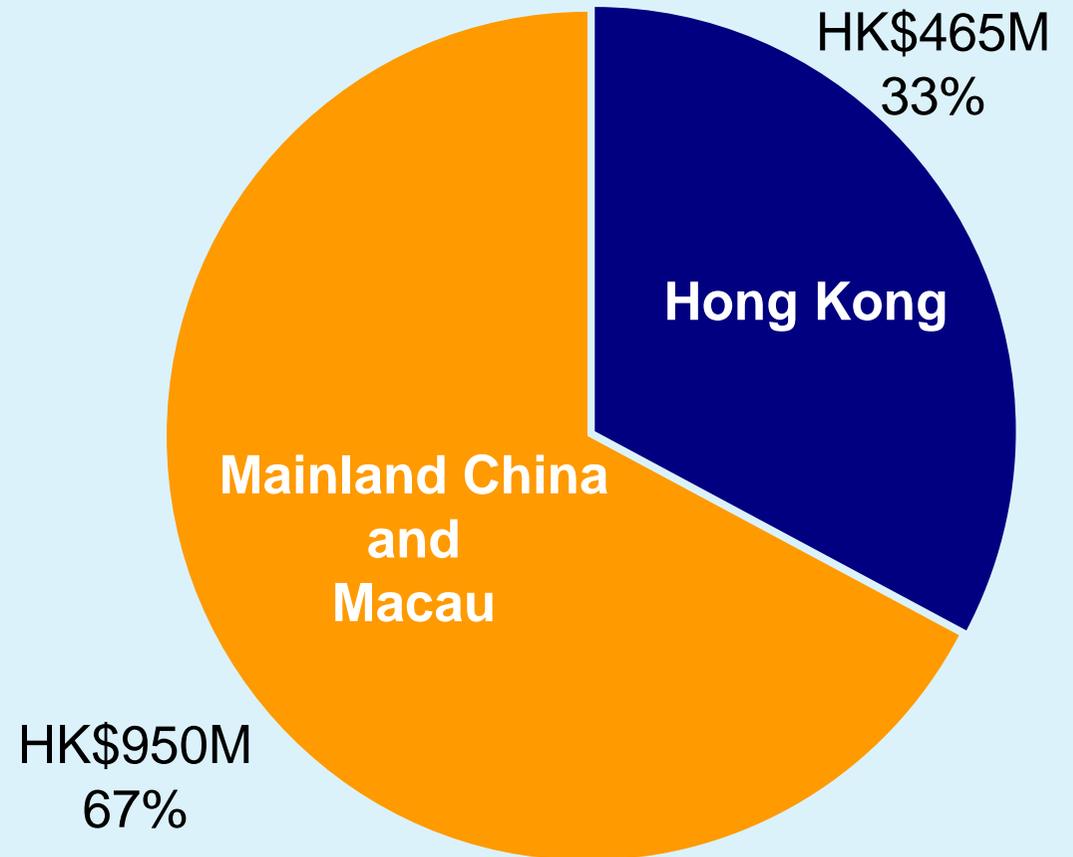
- Gearing ratio: 18% (30 June 2004: 44%)
- Cash on hand: HK\$3.6 billion (2004: HK\$3.5 billion)
- Finance costs: Decreased by 27% to HK\$205.5 million (2004: HK\$280.8 million)
- Interest cover: 17 (2004: 8)

AOP Mix (for the year ended 30 June 2005)

By Division

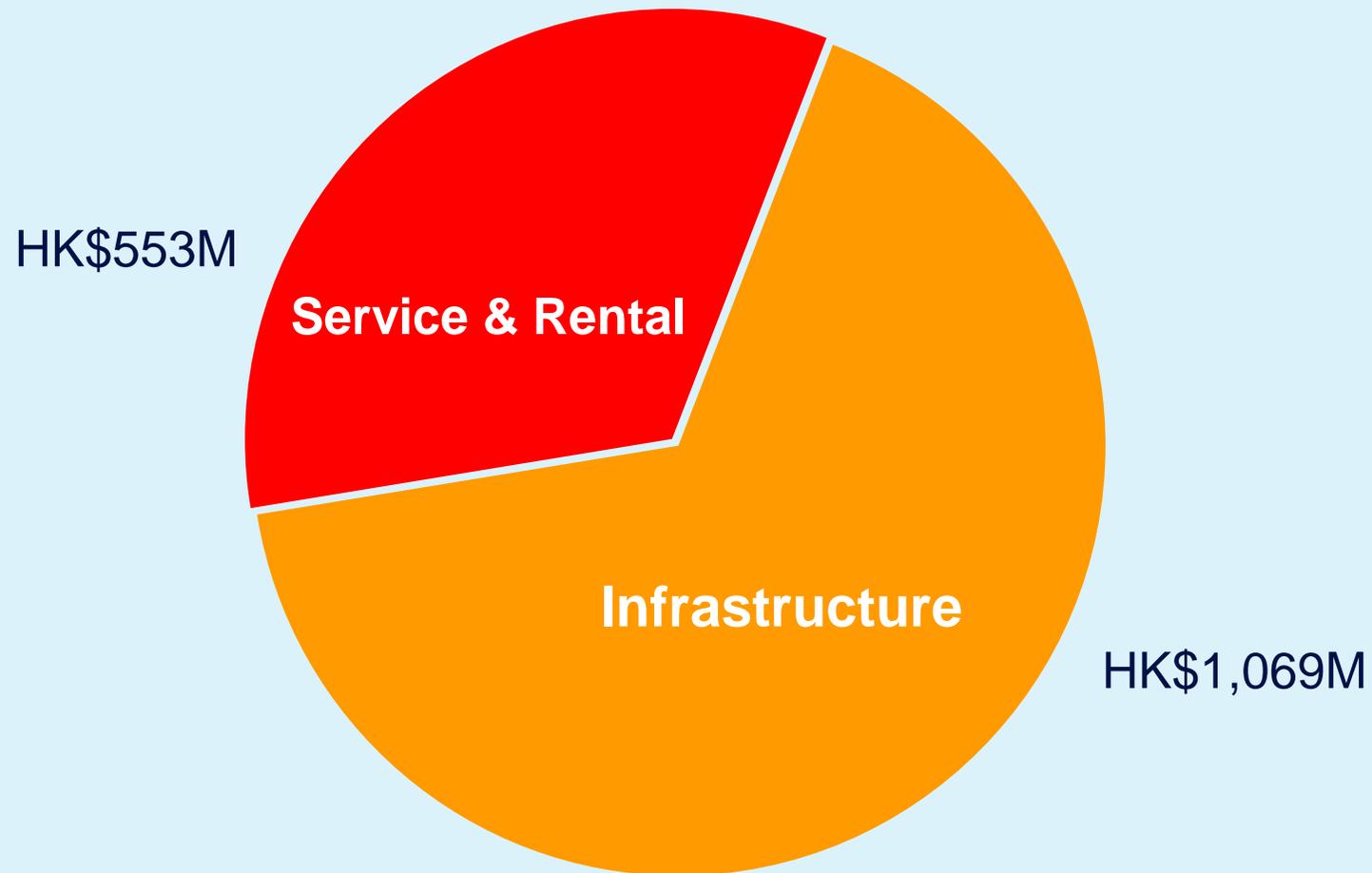


By Region



Total: HK\$1,415M

EBITDA (for the year ended 30 June 2005)



Infrastructure



Infrastructure



 Energy	<p>3 power plants in Mainland China and Macau</p>
 Roads	<p>20 road and bridge projects in Guangdong, Guangxi, Shanxi, Tianjin and Wuhan; and one tunnel project in Hong Kong</p>
 Water	<p>19 water treatment plants in Mainland China and Macau, one incineration plant in Mainland China and one landfill project in Hong Kong</p>
 Ports	<p>6 projects in Xiamen, Tianjin, Dalian and Shenzhen</p>

* As at 30 June 2005

AOP - Infrastructure

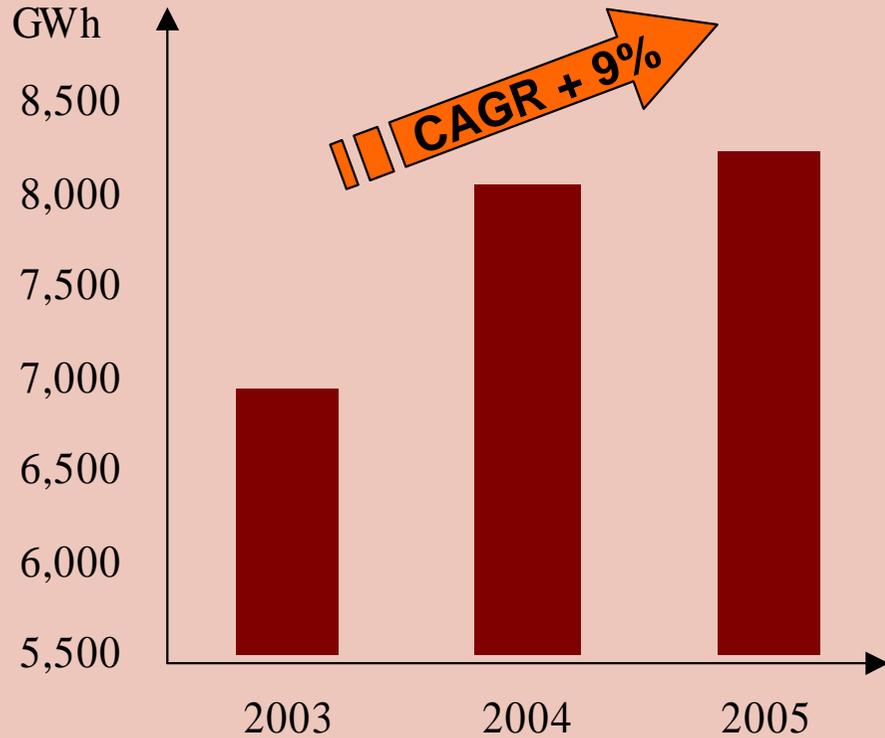
For the year ended 30 June	2005 (HK\$M)	2004 (HK\$M)	Change +/- (%)
Energy	489.9	463.1	6
Roads	372.3	291.0	28
Water	80.6	66.3	22
Ports	67.4	185.8	(64)
TOTAL	1,010.2	1,006.2	0.4

Energy

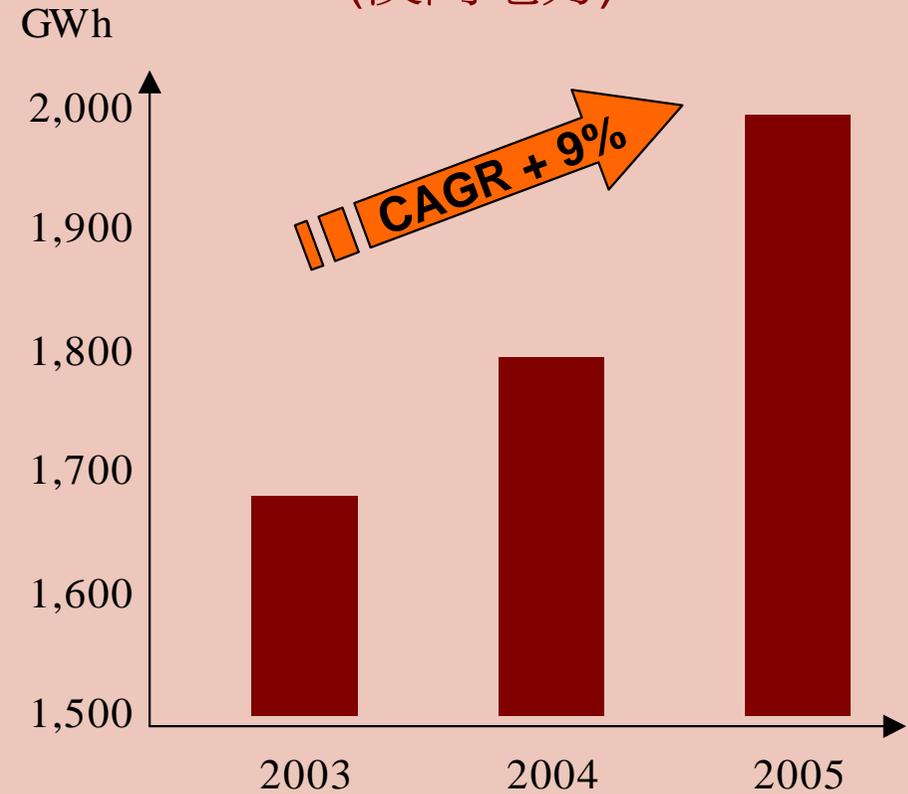
- AOP increased by 6%
- Zhujiang Power Phase I and II (珠江電廠第一及第二期) combined sales volume increased by 2%
- Macau Power (澳門電力) recorded 11% increase in sales volume
- Coal cost pass through policy effective May 2005
- Significant GDP growth in Mainland China and Macau boosts demand for electricity

Electricity Sales Growth

Zhujiang Power Station - Phase I & II
(珠江電廠第一及第二期)



Macau Power
(澳門電力)



Roads

- AOP up 28%: Pearl River Delta projects performed remarkably
- Guangzhou City Northern Ring Road (廣州市北環高速公路) : Toll income and traffic volume increased by 10% and 3% respectively
- Beijing-Zhuhai Expressway (Guangzhou-Zhuhai section) (京珠高速公路 -廣珠段) : Toll income and traffic volume increased by 15% and 14% respectively
- Tangjin Expressway (Tianjin North Section) (唐津高速公路 -天津北段): Toll income and traffic volume increased by 14% and 13% respectively
- Gain on disposal of interests in Wuhan Bridge: HK\$191 million
- Expressway business tax cut from 5% to 3% effective June 2005 enhanced profitability

珠江三角洲高速公路網 Pearl River Delta Expressways Network

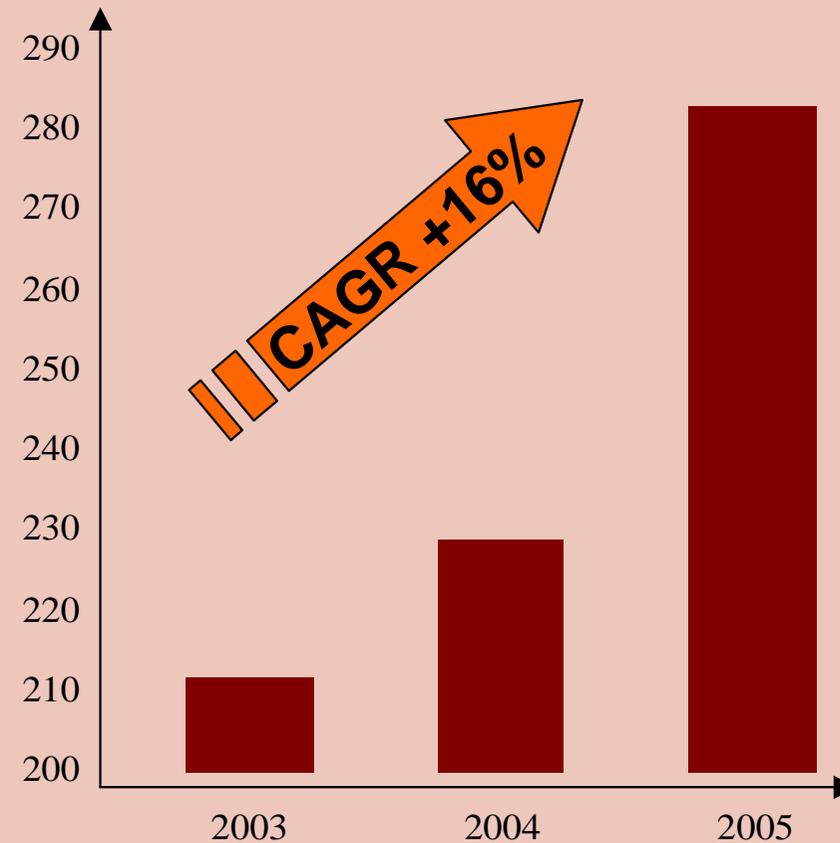


Average Daily Traffic Volume – Guangdong

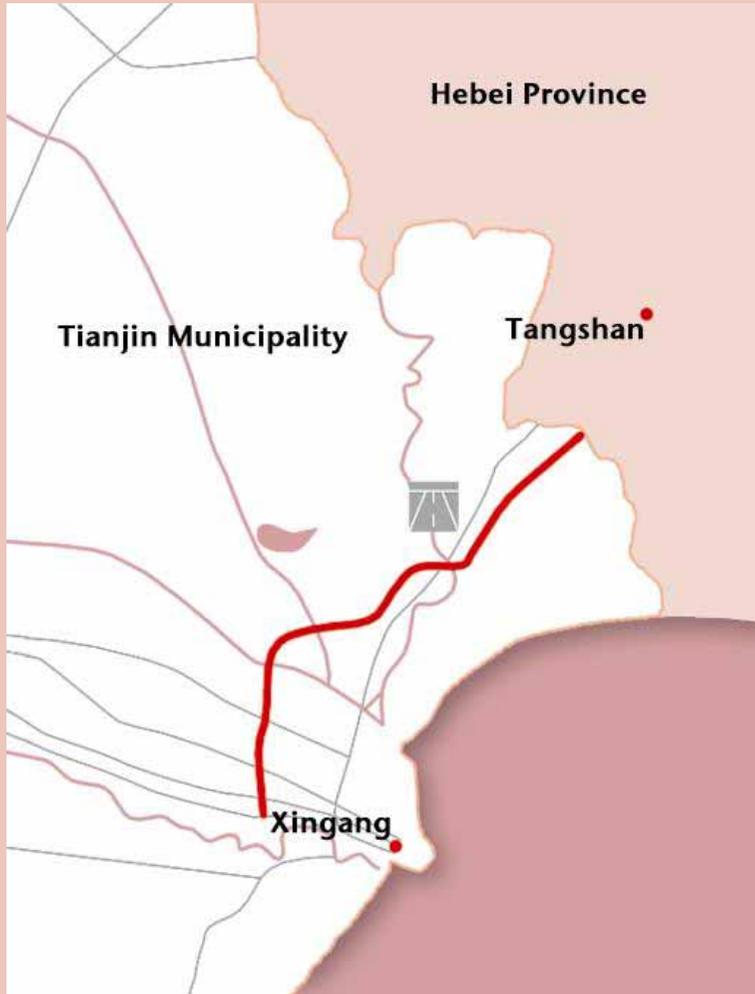


Average Daily Traffic Flow

No. of vehicles ('000)

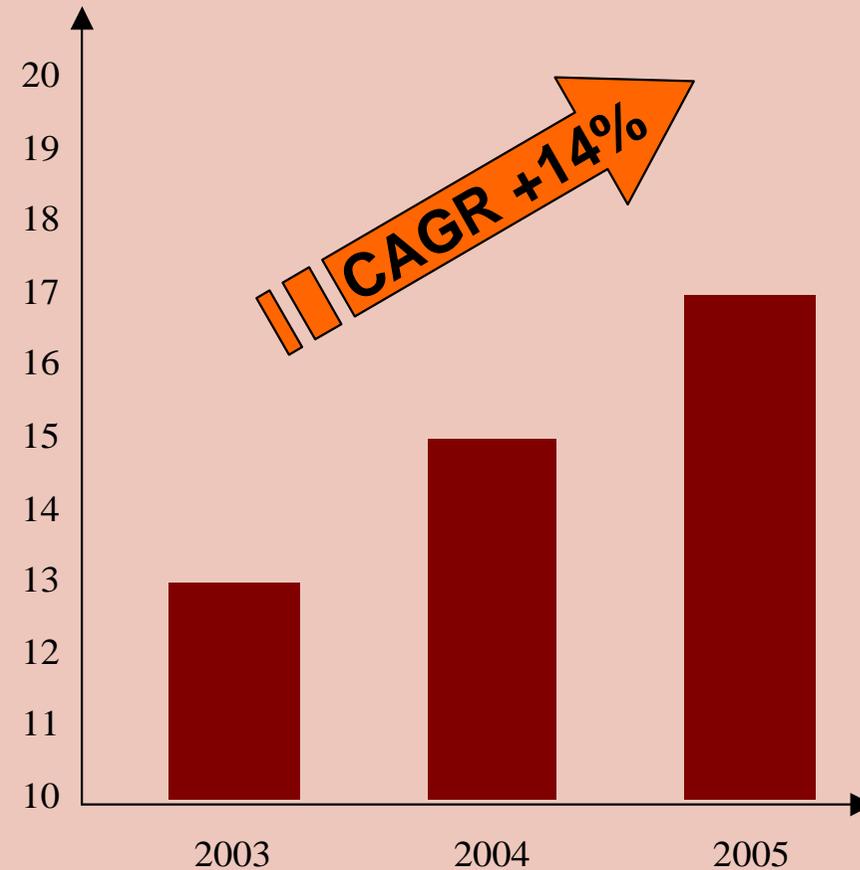


Average Daily Traffic Volume - Tianjin

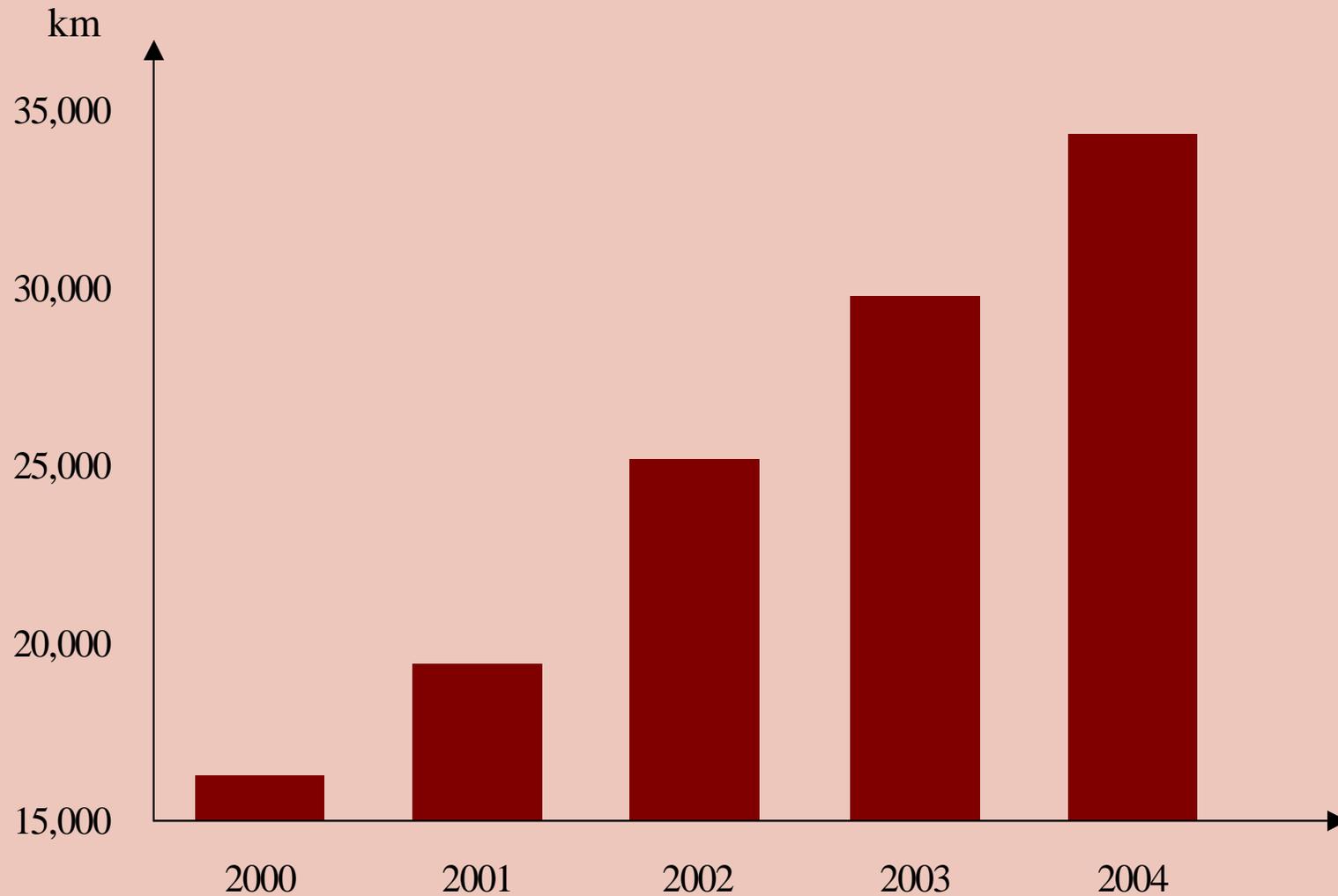


Average Daily Traffic Flow

No. of vehicles ('000)



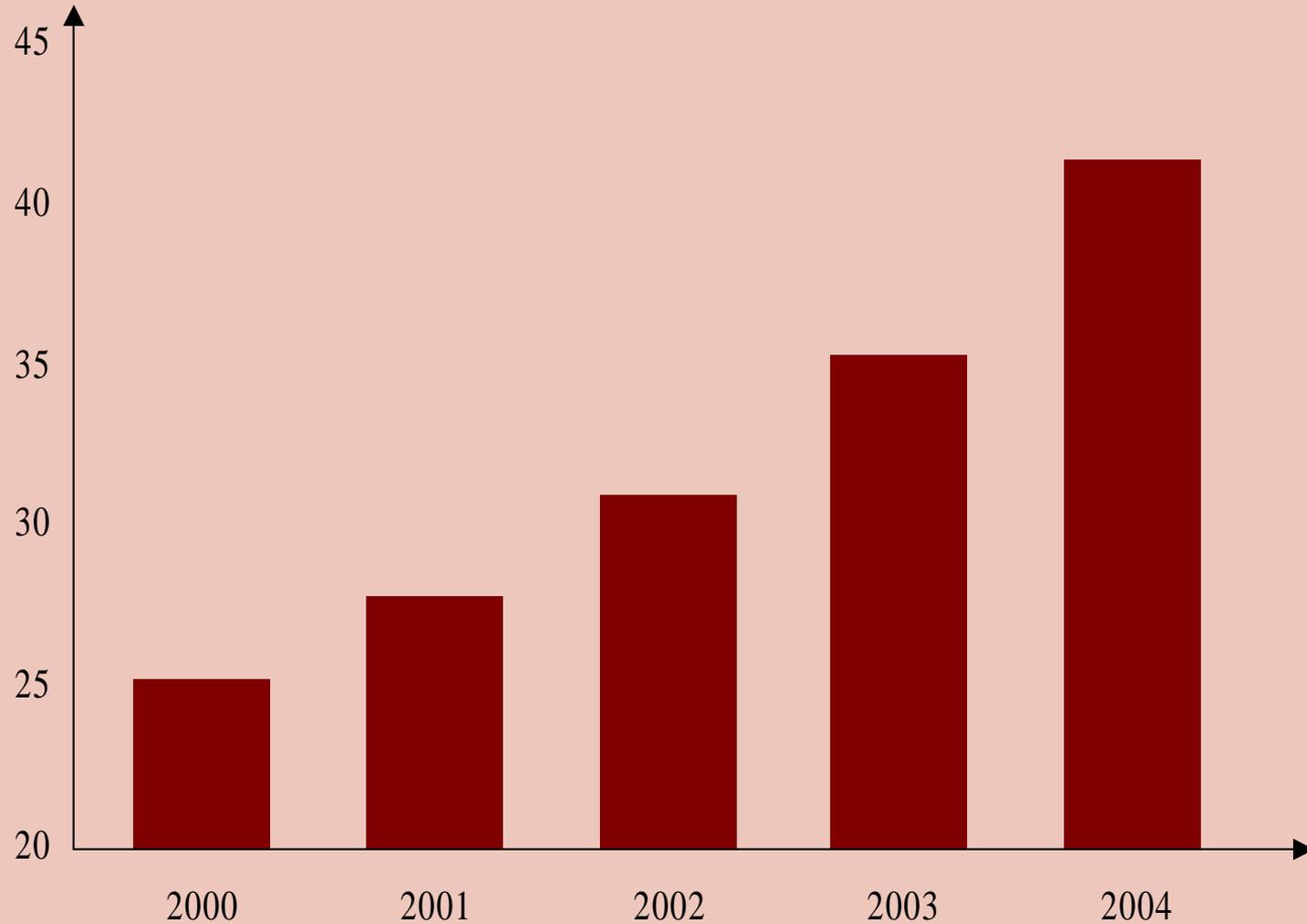
Length of Expressways in Mainland China



Source: Ministry of Communications of the PRC

Automobile Ownership in Mainland China

No. of vehicles (million)



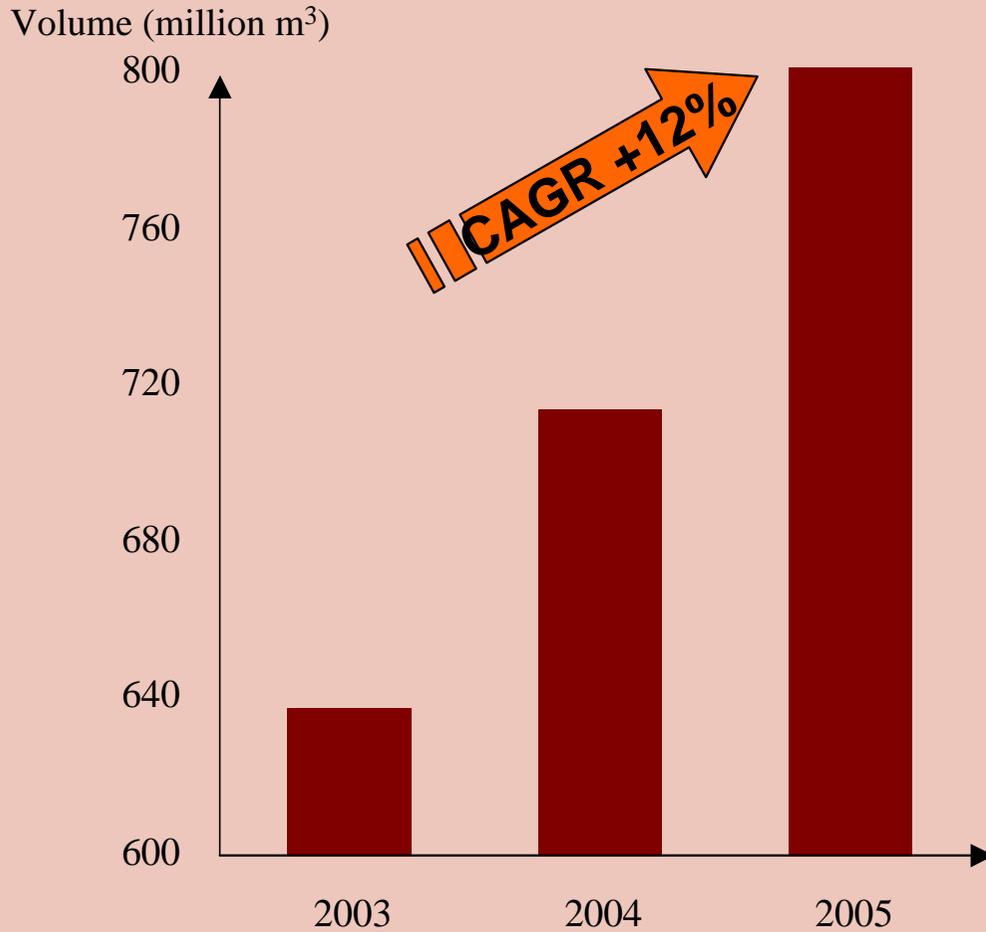
Source: Ministry of Communications of the PRC and Statistical Survey of China 2005

Water

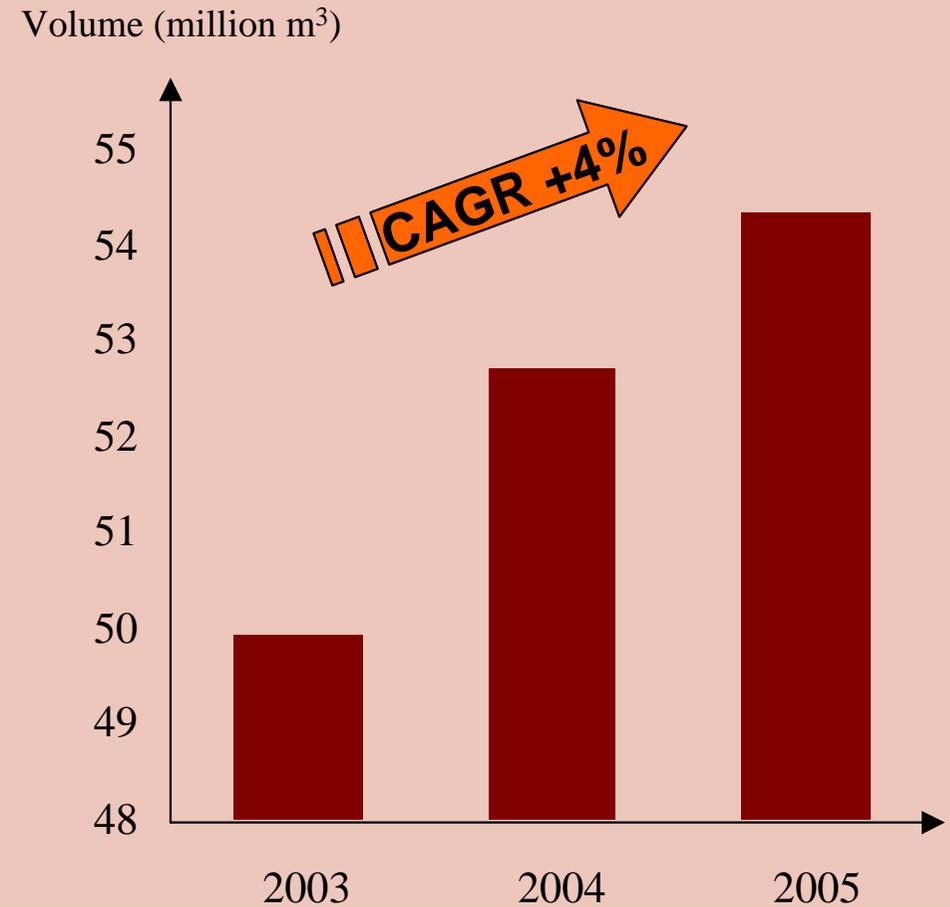
- AOP increased by 22%
- Macau Water Plant (澳門水廠) sales volume up 3%
- Water project in Sanya City, Hainan (海南三亞水廠) made full year contribution
- Zhongshan Water Plants (中山水廠) recorded impressive performance
- Tanggu Water Plant, Tianjin (天津塘沽水廠) commenced operation in April 2005
- Shanghai SCIP Water Treatment Plants (上海化學工業區水處理廠) commenced operation in April 2005; while Shanghai SCIP Waste Incineration Plant (上海化學工業區廢料焚化處理廠) will operate in 2nd half of 2006
- 2nd phase expansion in Chongqing, Qingdao and Tanzhou water treatment plants will commence operation in mid-2006

Water Sales Volume

Water Plants in Mainland China



Macau Water Plant



Ports

- Gain on disposal of interests in CT3 and CT8W: HK\$1.8 billion
- Xiamen New World Xiangyu Terminals (廈門象嶼新創建碼頭): AOP and throughput increased by 28% and 5% respectively
- Tianjin CSX Orient (天津東方海陸集裝箱碼頭): Dropped in throughput due to commencement of new terminal during the year
- Acquired 18% of Tianjin Five Continents International Container Terminal (天津五洲國際集裝箱碼頭)
- Benefit from Central Government's plan to develop Tianjin and Xiamen as international shipping and logistics centres, and transshipment hubs
- Lol signed for investments in 18 pivotal rail container terminals in 18 cities in Mainland China

New Investments

Infrastructure Projects	Interest	Status	Length/ Capacity	JV Period (years)	Investment (HK\$M)
Guangzhou-Zhaoqing Expressway 廣肇高速公路	25%	Operational	108.37 km	33	232
Beijing-Zhuhai Expressway (Guangzhou-Zhuhai Northern Section) 京珠高速公路(廣珠北段)	15%	Dec 2005	37 km	30	214
Pearl River Delta Ring Road (South-Western Section) 珠江三角洲環形高速公路(西環南段)	25%	Early 2008	47.63 km	30 (subject to approval)	393
Tianjin Five Continents International Container Terminal 天津五洲國際集裝箱碼頭	18%	Operational	1.5 million TEUs	30	195
China Railway Container Terminals 中國鐵路集裝箱中心站	22%	2008	18 railway terminals	50	1,481
Aerated concrete project in Zhujiang Power 珠江電廠加氣塊磚項目	35%	Operational	200,000 m ³ /yr	N/A	N/A
Coal berth project in Zhujiang Power 珠江電廠煤碼頭項目	47.5%	Early 2007	7.5 million tonnes/yr	N/A	N/A

New Investments (Cont'd)

Infrastructure Projects	Interest	Status	Capacity	JV Period (years)	Investment (HK\$M)
Shanghai SCIP Water Treatment Plants 上海化學工業區水處理廠	25%	Operational	Industrial water: 200,000 m ³ /day Waste water: 50,000 m ³ /day	50	N/A *
Tanggu Water Plant 塘沽水廠	25%	Operational	310,000 m ³ /day	35	N/A *
Chongqing Water Plant (Phase 2) 重慶水廠第二期	30%	Mid 2006	160,000 m ³ /day	50	N/A *
Qingdao Water Plant (Phase 2) 青島水廠第二期	25%	Mid 2006	183,000 m ³ /day	25	N/A *
Zhongshan Tanzhou Water Plant (Phase 2) 中山坦洲水廠第二期	29%	Mid 2006	90,000 m ³ /day	35	N/A *
Shanghai SCIP Waste Incineration Plant 上海化學工業區廢料焚化處理廠	10%	2 nd half of 2006	60,000 tonnes/yr	50	17

* Investment via Sino-French Holdings (Hong Kong) Limited

Service & Rental



AOP – Service & Rental

For the year ended 30 June	2005 (HK\$M)	2004 (HK\$M)	Change +/- (%)
Facilities Rental	384.0	353.0	9
Contracting	(253.2)	253.6	(200)
Transport	65.6	65.7	-
Others	208.4	224.8	(7)
TOTAL	404.8	897.1	(55)

Facilities Rental

- AOP increased by 9%
- HKCEC achieved satisfactory results
- ATL recorded stable profit with average occupancy rate of 93%
- HKCEC Atrium extension:
 - Expected to commence in January 2006 and complete by 2009
 - Exhibition space increases by 30%

Contracting

- Profit of HK\$62.8 million excluding provisions for major projects
- Fierce competition with slim profit margin
- Secured HK\$7 billion contracts from Macau
- Contracts on-hand: HK\$17.7 billion
- Continue to secure new contracts in Macau and Mainland China

New Contracts Secured

Contracting projects in Macau	Target Completion
- Holiday Inn Hotel (假日酒店)	Nov 2005
- Emperor Hotel / Casino (英皇娛樂酒店)	Dec 2005
- MGM Grand Paradise (美高梅酒店)	July 2007
- Grand Lisboa Hotel and Casino (新葡京賭場酒店)	Dec 2007
- Arc de Triomphe (凱旋門發展項目)	Jan 2009
Total Contract Sum : HK\$7 billion	

Transport

- AOP remained stable
- Surge of fuel cost hindered profitability
- New rail extensions post competition
- Synergies from realignment of New World First Bus and Citybus
- Kunming New World First Bus (昆明新世界第一巴士): Attained stable income with passenger volume increased by 13%
- NWFF has applied for fare increase

Other Services

- Stable cash and profit contribution from various businesses
 - Property Management
 - Cleaning & Guarding
 - Financial Services
 - Duty Free Sales

Hunghom Peninsula Property Project

- 50/50 JV with Sun Hung Kai Properties
- Residential GFA 1.55 million sq ft
- Renovate and reconfigure residential units
- Clubhouse to be added

Corporate Strategies

- Continue to seek long-term growth and sustain profitability
- Keep promises to enhance shareholder value and maintain healthy capital structure
- Uphold service excellence and corporate branding
- Promote corporate social responsibility

Achievements by Group Companies



- Asia Pacific PR Awards 2004 (NWSH)
- Mercury Awards 2004 (NWSH)
- Asia's Leading Conference Centre 2004 (HKCEC)
- Quality Building Award 2004 (Hip Hing Construction)
- Best Employers in Asia 2005 (Urban Property Management)
- Quality Service Terminal 2004 (Xiamen New World Xiangyu Terminals)
- Top Ten Most Influential Enterprises in Mainland China's Water Supply Industry 2004 (Sino-French Holdings (Hong Kong))

Responsible Corporate Citizen



Sustaining growth
推動長足發展 building value
創建理想價值

