

Consolidated Statement of Profit or Loss

For the year ended 31st December 2023

	Note	2023 HK\$M	2022 HK\$M
Continuing operations			
Revenue	4	94,823	91,169
Cost of sales		(59,674)	(56,981)
Gross profit		35,149	34,188
Distribution costs		(14,985)	(16,151)
Administrative expenses		(8,432)	(7,385)
Other operating expenses		(300)	(293)
Other net (losses)/gains	5	(129)	821
Gain on disposals of subsidiary companies – Swire Coca-Cola, USA	43(d)	23,103	–
Impairment charges on interests in joint venture and associated companies	20	(925)	(163)
Change in fair value of investment properties		(2,860)	810
Operating profit		30,621	11,827
Finance charges		(2,612)	(1,753)
Finance income		586	288
Net finance charges	9	(2,026)	(1,465)
Share of profits of joint venture companies	20(a)	617	1,857
Share of profits/(losses) of associated companies	20(b)	3,558	(3,301)
Profit before taxation		32,770	8,918
Taxation	10	(2,932)	(3,013)
Profit from continuing operations		29,838	5,905
Discontinued operations			
Profit from discontinued operations	44	–	364
Profit for the year		29,838	6,269
Profit for the year attributable to:			
The Company's shareholders – from continuing operations	35	28,853	3,836
The Company's shareholders – from discontinued operations	35	–	359
Non-controlling interests – from continuing operations	36	985	2,069
Non-controlling interests – from discontinued operations	36	–	5
		29,838	6,269
Underlying profit attributable to the Company's shareholders	11	36,177	4,748
		HK\$	HK\$
Earnings per share from profit attributable to the Company's shareholders (basic and diluted):			
	13		
'A' share – from continuing operations		19.96	2.57
'A' share – from discontinued operations		–	0.24
'B' share – from continuing operations		3.99	0.51
'B' share – from discontinued operations		–	0.05

The above consolidated statement of profit or loss should be read in conjunction with the accompanying notes.

Consolidated Statement of Other Comprehensive Income

For the year ended 31st December 2023

	2023 HK\$M	2022 HK\$M
Profit for the year	29,838	6,269
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Revaluation of property previously occupied by the Group		
gains recognised during the year	43	–
deferred tax	(12)	–
Defined benefit plans		
remeasurement (losses)/gains recognised during the year	(117)	856
deferred tax	9	(170)
Changes in the fair value of equity investments at fair value through other comprehensive income		
(losses)/gains recognised during the year	(15)	256
deferred tax	(2)	3
Share of other comprehensive income of joint venture and associated companies	78	65
Net translation differences on foreign operations	(221)	(866)
	(237)	144
Items that may be reclassified subsequently to profit or loss		
Cash flow hedges		
losses recognised during the year	(191)	(93)
transferred from net finance charges	(57)	(24)
transferred from operating profit	11	201
deferred tax	46	(13)
Share of other comprehensive (loss)/income of joint venture and associated companies		
recognised during the year	(988)	(2,978)
reclassified to profit or loss on deemed disposal	228	–
Net translation differences on foreign operations		
recognised during the year	(1,041)	(3,932)
reclassified to profit or loss on disposal	(45)	57
	(2,037)	(6,782)
Other comprehensive loss for the year, net of tax	(2,274)	(6,638)
Total comprehensive income/(loss) for the year	27,564	(369)
Total comprehensive income/(loss) attributable to:		
The Company's shareholders – from continuing operations	26,798	(1,695)
The Company's shareholders – from discontinued operations	–	397
Non-controlling interests – from continuing operations	766	924
Non-controlling interests – from discontinued operations	–	5
	27,564	(369)

The above consolidated statement of other comprehensive income should be read in conjunction with the accompanying notes.

Consolidated Statement of Financial Position

At 31st December 2023

	Note	31st December 2023 HK\$M	31st December 2022 HK\$M
ASSETS AND LIABILITIES			
Non-current assets			
Property, plant and equipment	14	20,799	22,196
Investment properties	15	280,783	270,768
Intangible assets	16	18,041	13,930
Right-of-use assets	17	8,766	8,117
Properties held for development	18	1,210	1,208
Joint venture companies	20(a)	24,479	30,346
Loans due from joint venture companies	20(a)	14,853	15,460
Associated companies	20(b)	34,781	23,686
Loans due from associated companies	20(b)	332	131
Investments at fair value	22	1,993	1,041
Prepayment and other receivables	26	312	6,474
Derivative financial instruments	23	84	119
Deferred tax assets	32	567	278
Retirement benefit assets	33	68	273
		407,068	394,027
Current assets			
Properties for sale	24	9,121	8,264
Stocks and work in progress	25	6,747	7,608
Contract assets		1,033	841
Trade and other receivables	26	8,708	9,834
Taxation receivable		430	505
Derivative financial instruments	23	20	35
Bank balances and short-term deposits	27	14,082	11,614
		40,141	38,701
Assets classified as held for sale	28	543	2,038
		40,684	40,739
Current liabilities			
Trade and other payables	29	27,586	28,740
Contract liabilities		2,146	1,337
Taxation payable		571	311
Derivative financial instruments	23	33	124
Short-term loans	30	–	25
Long-term loans and bonds due within one year	30	10,605	10,219
Lease liabilities due within one year	31	873	776
		41,814	41,532
		(1,130)	(793)
Net current liabilities			
Total assets less current liabilities		405,938	393,234
Non-current liabilities			
Long-term loans and bonds	30	58,613	58,129
Long-term lease liabilities	31	4,206	4,140
Derivative financial instruments	23	331	101
Other payables	29	1,233	1,476
Deferred tax liabilities	32	16,660	13,090
Retirement benefit liabilities	33	121	362
		81,164	77,298
NET ASSETS		324,774	315,936
EQUITY			
Share capital	34	1,294	1,294
Reserves	35	266,835	257,162
Equity attributable to the Company's shareholders		268,129	258,456
Non-controlling interests	36	56,645	57,480
TOTAL EQUITY		324,774	315,936

Guy Bradley

Martin Murray

Paul Etchells

Directors

Hong Kong, 14th March 2024

The above consolidated statement of financial position should be read in conjunction with the accompanying notes.

Consolidated Statement of Cash Flows

For the year ended 31st December 2023

	Note	2023 HK\$M	2022 HK\$M
Operating activities			
Cash generated from operations	43(a)	14,479	12,043
Interest paid		(3,363)	(2,165)
Interest received		515	296
Tax paid		(2,142)	(2,628)
		9,489	7,546
Dividends received from joint venture and associated companies		428	610
Net cash generated from operating activities		9,917	8,156
Investing activities			
Purchase of property, plant and equipment and right-of-use assets	43(b)	(3,441)	(3,114)
Additions of investment properties		(2,771)	(7,096)
Purchase of intangible assets		(158)	(314)
Proceeds from disposals of property, plant and equipment and right-of-use assets		331	695
Proceeds from disposals of investment properties		5,291	609
Proceeds from disposals of subsidiary companies, net of cash disposed of	26, 43(d)	30,430	1,174
Proceeds from partial disposal of an associated company		–	263
Proceeds from disposals of investments at fair value		–	1,484
Payment for acquisition of subsidiary companies, net of cash acquired	42	(3,255)	(1,783)
Purchase of shares in joint venture companies		(791)	(1,720)
Purchase of shares in associated companies		(10,477)	(97)
Prepayment of shares in respect of a subsidiary company		–	(6,430)
Equity to joint venture companies		(356)	(1,127)
Purchase of investments at fair value		(341)	(186)
Loans to joint venture companies		(1,754)	(178)
Loans to associated companies		(63)	(177)
Repayment of loans by joint venture companies		435	917
Repayment of loans by associated companies		17	–
Advances from joint venture companies		–	101
Advances to joint venture companies		(157)	(200)
Decrease/(increase) in deposits maturing after more than three months		169	(288)
Initial leasing costs incurred		(79)	(75)
Net cash generated from/(used in) investing activities		13,030	(17,542)
Net cash inflow/(outflow) before financing activities		22,947	(9,386)
Financing activities			
Loans drawn and refinancing	43(c)	23,462	25,676
Repayment of loans and bonds	43(c)	(25,886)	(18,866)
Principal elements of lease payments	43(c)	(895)	(880)
		(3,319)	5,930
Capital contribution from non-controlling interests		16	1,003
Repurchase of the Company's shares	34	(851)	(2,639)
Dividends paid to the Company's shareholders	35	(16,108)	(4,118)
Dividends paid to non-controlling interests	36	(1,464)	(1,578)
Net cash used in financing activities		(21,726)	(1,402)
Increase/(decrease) in cash and cash equivalents		1,221	(10,788)
Cash and cash equivalents at 1st January		10,758	22,519
Effect of exchange differences		(148)	(973)
Cash and cash equivalents at 31st December		11,831	10,758
Represented by:			
Bank balances and short-term deposits maturing within three months	27	11,831	10,758

The above consolidated statement of cash flows should be read in conjunction with the accompanying notes.

Consolidated Statement of Changes in Equity

For the year ended 31st December 2023

	Attributable to the Company's shareholders				Non-controlling interests HK\$M	Total equity HK\$M
	Share capital HK\$M	Revenue reserve HK\$M	Other reserves HK\$M	Total HK\$M		
At 1st January 2023	1,294	255,167	1,995	258,456	57,480	315,936
Profit for the year	–	28,853	–	28,853	985	29,838
Other comprehensive loss	–	(20)	(2,035)	(2,055)	(219)	(2,274)
Total comprehensive income/(loss) for the year	–	28,833	(2,035)	26,798	766	27,564
Capital contribution from non-controlling interests	–	–	–	–	26	26
Repurchase of the Company's shares	–	(878)	–	(878)	–	(878)
Dividends paid	–	(16,108)	–	(16,108)	(1,464)	(17,572)
Change in composition of the Group	–	(139)	–	(139)	(163)	(302)
At 31st December 2023	1,294	266,875	(40)	268,129	56,645	324,774

	Attributable to the Company's shareholders				Non-controlling interests HK\$M	Total equity HK\$M
	Share capital HK\$M	Revenue reserve HK\$M	Other reserves HK\$M	Total HK\$M		
At 1st January 2022	1,294	256,738	8,483	266,515	57,105	323,620
Profit for the year	–	4,195	–	4,195	2,074	6,269
Other comprehensive income/(loss)	–	995	(6,488)	(5,493)	(1,145)	(6,638)
Total comprehensive income/(loss) for the year	–	5,190	(6,488)	(1,298)	929	(369)
Capital contribution from a non-controlling interest	–	–	–	–	1,020	1,020
Repurchase of the Company's shares	–	(2,643)	–	(2,643)	–	(2,643)
Dividends paid	–	(4,118)	–	(4,118)	(1,570)	(5,688)
Change in composition of the Group	–	–	–	–	(4)	(4)
At 31st December 2022	1,294	255,167	1,995	258,456	57,480	315,936

The above consolidated statement of changes in equity should be read in conjunction with the accompanying notes.