

STRATEGIC VISIONS LIMITED
(Formerly known as HPH Finance (UK) Limited)

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

(Registered number 4339951)

31 December 2003



Strategic Visions Limited
(Formerly known as HPH Finance (UK) Limited)

Report of the directors for the period ended 31 December 2003

The directors have pleasure in submitting their report and audited financial statements for the year ended 31 December 2003.

Principal activities

The principal activity of the company is as a finance company of a group company. The company's name was changed on 6 April 2003 from HPH Finance (UK) Limited to Strategic Visions Limited.

Operating results

The profit and loss account is set out on page 4 and shows the results for the year ended 31 December 2003.

Dividends

The directors do not propose the payment of a dividend for the year.

Directors

The following served as directors during the year ended 31 December 2003:

E Shih
J S Tsien
R C Pearson
C C F Cheng
E Ho

Directors' interests

No director has had an interest in any contract with the company during the year.

No director had any interests which required disclosure in accordance with Section 324 of the Companies Act 1985.

Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit and loss of the company for that period. The directors are required to prepare the financial statements on a going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors confirm that suitable accounting policies have been used and consistently applied. They also confirm that reasonable and prudent judgements and estimates have been made in preparing the financial statements for the year ended 31 December 2003 and that applicable accounting standards have been followed. The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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Report of the directors for the period ended 31 December 2003 (continued)

Auditors

A resolution to re-appoint PricewaterhouseCoopers LLP as auditors of the company will be proposed at the Annual General Meeting.

By Order of the Board



Tomline House
The Dock
Felixstowe
Suffolk
IP11 3SY

M J Chatfield
Company Secretary
2 February 2004

Strategic Visions Limited
(Formerly known as HPH Finance (UK) Limited)

Independent auditors' report to the shareholders of Strategic Visions Limited

We have audited the financial statements which comprise the profit and loss account, the balance sheet and the related notes.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the annual report and the financial statements in accordance with applicable United Kingdom law and accounting standards are set out in the statement of directors' responsibilities.

Our responsibility is to audit the financial statements in accordance with the relevant legal and regulatory requirements and United Kingdom auditing standards issued by the Auditing Practices Board. This report, including the opinion, has been prepared for and only for the company's members as a body in accordance with Section 235 of the Companies Act 1985 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by prior consent in writing.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions is not disclosed.

Basis of audit opinion

We conducted our audit in accordance with auditing standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion, the accounts give a true and fair view of the state of the company's affairs at 31 December 2003 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



PricewaterhouseCoopers LLP
Chartered Accountants and Registered Auditors
1 Embankment Place
London WC2N 6NN

2 February 2004

Strategic Visions Limited
(Formerly known as HPH Finance (UK) Limited)

Profit and loss account for the year ended 31 December 2003

		Year	From 13
		2003	December 2001 to
	Note	US\$	31 December
			2002
			US\$
Administrative expenses		(10,897)	-
Operating loss		<u>(10,897)</u>	<u>-</u>
Interest receivable and similar income	4	691,866	400,784
Interest payable and similar charges	5	(513,712)	(352,579)
Profit on ordinary activities before taxation		<u>167,257</u>	<u>48,205</u>
Taxation	6	(83,023)	(45,737)
Profit for the financial year	10	<u><u>84,234</u></u>	<u><u>2,468</u></u>

The profit and loss account has been prepared on the basis that all operations are continuing.

The company has no gains or losses other than those above and therefore no separate statement of total recognised gains and losses has been prepared.

There is no difference between the profit on ordinary activities before taxation and the retained profit for the year stated above and their historical cost equivalents.

The notes on pages 6 to 9 form part of these financial statements.

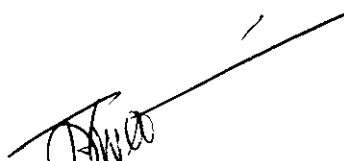
Strategic Visions Limited
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Balance sheet as at 31st December 2003

	Note	2003 US\$	2002 US\$
Current assets			
Debtors falling due within one year	7	6,057,021	6,074,790
Bank and cash balances		64,034	124,329
		<u>6,121,055</u>	<u>6,199,119</u>
Current liabilities			
Creditors falling due within one year	8	(5,334,353)	(5,496,651)
Net current assets		<u>786,702</u>	<u>702,468</u>
 Capital and reserves			
Share capital	9	700,000	700,000
Profit and loss account	10	86,702	2,468
Total equity shareholders' fund		<u>786,702</u>	<u>702,468</u>

Approved by the Board of Directors on 2 February 2004


C C F CHENG
 Director


J S TSIEH
 Director

The notes on pages 6 to 9 form part of these financial statements

Strategic Visions Limited
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Notes to the financial statements for the year ended 31 December 2003

1. Statement of accounting policies

- (a) The financial statements have been prepared on the going concern basis, under the historical cost convention and in accordance with the Companies Act 1985 and applicable United Kingdom accounting standards.
- (b) Interest receivable and payable are accounted for on an accruals basis.
- (c) The company has taken advantage of the exemption provided by Financial Reporting Standard 1 (Revised 1996) and has not prepared a cash flow statement since it is a wholly owned subsidiary of Hutchison Port Holdings Limited which has produced such a statement within its consolidated financial statements.
- (d) The financial statements are denominated in United States Dollars which is the functional currency of the company. The exchange rate at the balance sheet date of 31 December 2003 is 1.764 United States Dollars to One Pound Sterling.

2. Directors' remuneration

The directors received no remuneration in respect of their services to the company during the period.

3. Employees

The company does not have any employees.

4. Interest receivable and similar income

	Year 2003 US\$	From 13 December 2001 to 31 December 2002 US\$
On loan to a group undertaking	691,853	398,833
On bank deposits	13	1,951
	691,866	400,784

Strategic Visions Limited
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Notes to the financial statements for the year ended 31 December 2003 (continued)

5. Interest payable and similar charges

	Year 2003 US\$	From 13 December 2001 to 31 December 2002 US\$
On loan to a group undertaking	511,639	351,521
Bank charges	2,073	1,058
	<u>513,712</u>	<u>352,579</u>

6. Taxation

	Year 2003 US\$	From 13 December 2001 to 31 December 2002 US\$
a) Analysis of tax charge for the year:		
Current tax:		
UK tax	-	-
Overseas withholding tax suffered on interest income	83,023	45,737
Total current tax charge	<u>83,023</u>	<u>45,737</u>
Total taxation charge	<u>83,023</u>	<u>45,737</u>

b) Factors affecting current tax charge for the year

The tax assessed on the profit on ordinary activities for the year is higher than the standard rate of corporation tax in the UK of 30%. The differences are reconciled below:

Profit on ordinary activities before taxation	<u>167,257</u>	<u>48,205</u>
Current tax:		
Profit on ordinary activities before taxation at 30%	50,177	14,462
Effects of:		
Withholding tax suffered	83,023	45,737
Current UK corporation tax credit	(50,177)	(14,462)
Current tax charge for the year	<u>83,023</u>	<u>45,737</u>

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Notes to the financial statements for the year ended 31 December 2003 (continued)

7. Debtors falling due within one year

	2003 US\$	2002 US\$
Loan owed by a group undertaking	6,032,688	6,032,688
Amount owed by a group undertaking	24,333	42,102
	<u>6,057,021</u>	<u>6,074,790</u>

The loan and amount owed by group undertakings are unsecured, have no fixed date of repayment and are interest free, except for a loan of US\$6,032,688 (2002: US\$6,032,688) which bears interest at 10% above LIBOR per annum.

8. Creditors falling due within one year

	2003 US\$	2002 US\$
Loan owed to parent undertaking	5,276,000	5,276,000
Amount owed to parent undertaking	53,132	214,712
Amount owed to a group undertaking	1,903	887
Other creditors including taxation and social security	3,318	5,052
	<u>5,334,353</u>	<u>5,496,651</u>

The loan and amounts owed to parent and group undertakings are unsecured, have no fixed date of repayment and are interest free, except for a loan of US\$5,276,000 (2002: US\$5,276,000) which bears interest at 8.375% above LIBOR per annum.

9. Share capital

	2003 US\$	2002 US\$
Authorised, issued and fully paid		
700,000 ordinary shares of US\$1 each	<u>700,000</u>	<u>700,000</u>

10. Reserves

	Profit and loss account US\$
Brought forward at 1st January 2003	2,468
Profit for the financial year	84,234
	<u>86,702</u>
Carried forward at 31 st December 2003	<u>86,702</u>

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Notes to the financial statements for the year ended 31 December 2003 (continued)

11. Parent company

Best Full Resources Limited, incorporated in the British Virgin Islands, whose principal activity is the investment holding and provision of finance, is the immediate parent of the company and owns 100% of the shares and voting rights.

Hutchison Port Holdings Limited, incorporated in the British Virgin Islands, is the smallest group to consolidate the accounts of the company.

Hutchison Whampoa Limited, incorporated in Hong Kong, is the company's ultimate parent company and is the largest group to consolidate these accounts.

Copies of the Hutchison Whampoa group accounts may be obtained from the Company Secretary, 22nd Floor, Hutchison House, 10 Harcourt Road, Hong Kong.