

## DISCONTINUED OPERATIONS

The Marine Services Division comprised investments in Swire Pacific Offshore (SPO) group and the Hongkong United Dockyards (HUD) group. SPO owns and operates a fleet of specialist offshore support vessels servicing the energy industry in major offshore production and exploration regions. It also has an equity interest in Cadeler A/S (Cadeler), which provides windfarm installation and transportation and decommissioning services and is listed on the Oslo Stock Exchange.

In April 2021, SPO sold a 12.7% equity interest in Cadeler. A further 6.7% of the equity interest was sold in February 2022, bringing down our shareholding in Cadeler to 21.55%.

In September 2021, the Division completed the sale of its 50% interest in the HUD group. Its presale attributable contribution to the profits of the Group in 2021 was HK\$14 million.

In March 2022, the Group entered into a sale and purchase agreement with Tidewater Inc. (Tidewater) for the sale of a 100% interest in SPO, excluding Cadeler, at a consideration of approximately US\$190 million. The consideration for the transaction will be settled partly in cash and partly in the form of warrants issued by Tidewater which will entitle the Group to purchase 8.1 million shares of common stock of Tidewater at a nominal price. Completion of the transaction is subject to satisfaction of conditions precedent set out in the definitive agreements. A remeasurement loss of HK\$1,611 million was recognised on assets classified as held for sale from the discontinued operations.

With the disposal of SPO, and the earlier sale of HUD, the Group will no longer operate any marine services business.