

Cathay Pacific Airways Limited – Abridged Financial Statements

To provide shareholders with information on the consolidated results and consolidated financial position of the Group's significant listed associated company, Cathay Pacific Airways Limited, the following is a summary of its audited consolidated statement of profit or loss and consolidated statement of other comprehensive income for the year ended 31st December 2021 and consolidated statement of financial position at 31st December 2021, modified to conform to the Group's financial statements presentation.

Consolidated Statement of Profit or Loss

For the year ended 31st December 2021

	Note	2021 HK\$M	2020 HK\$M
Revenue		45,587	46,934
Operating expenses		(46,037)	(58,639)
Operating loss before non-recurring items		(450)	(11,705)
Restructuring costs		(385)	(2,383)
Impairment and related charges		(818)	(4,056)
Gain on deemed partial disposal of an associated company	1	210	–
Operating loss		(1,443)	(18,144)
Finance charges		(2,704)	(3,044)
Finance income		75	149
Net finance charges		(2,629)	(2,895)
Share of losses of associated companies		(1,985)	(1,282)
Loss before taxation		(6,057)	(22,321)
Taxation		531	674
Loss for the year		(5,526)	(21,647)
Loss for the year attributable to:			
– Ordinary shareholders of Cathay Pacific		(6,123)	(21,876)
– Preference shareholder of Cathay Pacific		596	228
– Non-controlling interests		1	1
		(5,526)	(21,647)
		HK¢	HK¢
Loss per share attributable to Cathay Pacific's ordinary shareholders (basic and diluted)		(95.1)	(424.3)

Note 1: After the dilution in September 2021, the Cathay Pacific group's equity and economic interest in Air China Cargo of 34.78% was reduced to 24.00%. A gain of HK\$210 million was recorded during the year ended 31st December 2021 on this deemed partial disposal.

Consolidated Statement of Other Comprehensive Income

For the year ended 31st December 2021

	2021 HK\$M	2020 HK\$M
Loss for the year	(5,526)	(21,647)
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Defined benefit plans	510	599
Revaluation of equity investments designated at fair value through other comprehensive income (non-recycling)	(5)	–
Items that may be reclassified subsequently to profit or loss		
Cash flow hedges	2,581	(1,041)
Share of other comprehensive income/(loss) of associated companies	211	(203)
Net translation differences on foreign operations	691	1,638
Other comprehensive income for the year, net of tax	3,988	993
Total comprehensive loss for the year	(1,538)	(20,654)
Total comprehensive loss attributable to:		
Ordinary shareholders of Cathay Pacific	(2,135)	(20,883)
Preference shareholder of Cathay Pacific	596	228
Non-controlling interests	1	1
	(1,538)	(20,654)

Consolidated Statement of Financial Position

At 31st December 2021

	2021 HK\$M	2020 HK\$M
ASSETS AND LIABILITIES		
Non-current assets		
Property, plant and equipment	123,990	131,925
Intangible assets	15,035	15,061
Investments in associated companies	24,532	26,489
Other long-term receivables and investments	3,327	2,905
Deferred tax assets	846	627
	167,730	177,007
Current assets		
Stock	1,269	1,719
Trade and other receivables	8,296	6,469
Assets classified as held for sale	48	38
Liquid funds	19,284	19,341
	28,897	27,567
Current liabilities		
Interest-bearing liabilities	22,350	24,249
Trade and other payables	10,095	12,376
Contract liabilities	7,925	8,122
Taxation	2,765	1,977
	43,135	46,724
Net current liabilities	(14,238)	(19,157)
Total assets less current liabilities	153,492	157,850
Non-current liabilities		
Interest-bearing liabilities	67,504	68,880
Other long-term payables	3,441	4,210
Other long-term contract liabilities	478	–
Deferred tax liabilities	9,820	11,499
	81,243	84,589
NET ASSETS	72,249	73,261
EQUITY		
Share capital	48,322	48,322
Reserves	23,922	24,935
Equity attributable to Cathay Pacific's shareholders	72,244	73,257
Non-controlling interests	5	4
TOTAL EQUITY	72,249	73,261