

董事局現謹提呈截至二〇〇七年六月三十日止年度香港賽馬會（「馬會」）及轄下各附屬公司（統稱「集團」）的年報及已審核財務報表。

主要活動

在過去一年集團的主要業務為經營管理香港的賽馬活動，以及經辦受規管的賽馬、足球及獎券博彩。各附屬公司的主要活動見第九十六頁。

財務報表

集團本年度業績與撥款詳情見於第八十九頁的收支表。在年報及已審核財務報表內的一切金額數字，除非另有說明，否則均以百萬港元表值。

儲備

集團及馬會本年度的儲備變動情況見財務報表附註26至28。

捐款

年內集團撥款十三億五千萬港元予香港賽馬會慈善信託基金，並捐款三百萬港元作其他慈善用途。

物業、設備及器材

物業、設備及器材變動情況詳見財務報表附註13。

董事局

本會董事局成員名單，詳列於本年報第四頁。

二〇〇六年會員週年大會結束後，陳祖澤先生隨即獲選為董事局主席，而艾爾敦先生則獲選為副主席。

在二〇〇六年會員週年大會上，利子厚先生獲選為董事，任期三年，以補替夏佳理議員；而陳南祿先生亦獲選為董事，任期一年，以補替鄭明訓先生。

根據馬會會章，郭勤功先生、李國棟醫生、許晉奎先生及陳南祿先生均會於即將舉行的會員週年大會上輪替引退。許晉奎先生將不會競選連任，其遺下的空缺將通過選舉填補。郭勤功先生、李國棟醫生及陳南祿先生均符合資格且願意競選連任。

各董事均義務任職，於年內並無領取酬金。他們於年內或年結時均無在馬會或其任何附屬公司業務上的任何重要合約中佔有實際利益。

管理合約

在本年度內，馬會並無為整體業務或其中任何重要部分的行政管理事宜簽訂任何合約，亦無任何有關的現存合約。

核數師

有關財務報表已經由羅兵咸永道會計師事務所審核，該核數師亦按章引退，但符合資格且願意續受聘任。

本報告乃根據董事局的決議案制定並由本人代表董事局簽發。

主席

陳祖澤

二〇〇七年七月二十日

The Stewards have pleasure in submitting their annual report and the audited financial statements of The Hong Kong Jockey Club ("the Club") and its subsidiaries (collectively the "Group") for the year ended 30 June 2007.

Principal activities

During the year, the Group was primarily engaged in the conduct and control of horse racing in Hong Kong and in operating authorised wagering activities on horse racing, football and lotteries. The principal activities of its subsidiaries are shown on page 96.

Financial statements

The results and appropriations of the Group for the year are set out in the income and expenditure account on page 89. All figures in the annual report and the audited financial statements are expressed in millions of Hong Kong dollars unless otherwise stated.

Reserves

Movements in the reserves of the Group and the Club during the year are set out in notes 26 to 28 to the financial statements.

Donations

During the year, the Group appropriated HK\$1,350 million to The Hong Kong Jockey Club Charities Trust and donated HK\$3 million for other charitable purposes.

Property, plant and equipment

Details of the movements in property, plant and equipment are shown in note 13 to the financial statements.

Stewards

The Board of Stewards is listed on page 4 of this annual report.

Mr John C C Chan and Mr David Eldon were elected Chairman and Deputy Chairman respectively immediately after the Annual General Meeting 2006.

At the Annual General Meeting 2006, Mr Michael T H Lee was elected as a Steward for a three-year term to replace The Hon Ronald Arculli and Mr Philip N L Chen was elected as a Steward for a one-year term to replace Mr Paul M F Cheng.

In accordance with the Club's Articles of Association, Mr Robert C Kwok, Dr Donald K T Li, Mr Victor Hui Chun Fui and Mr Philip N L Chen will retire by rotation at the forthcoming Annual General Meeting. Mr Victor Hui Chun Fui will not be standing for re-election and his vacancy will be filled by election. Mr Robert C Kwok, Dr Donald K T Li and Mr Philip N L Chen, being eligible, will offer themselves for re-election.

Stewards act in an entirely honorary capacity and have received no emoluments in the year under review. No Steward had, during or at the end of the year, any material interest in any contract of significance to the business of the Club or any of its subsidiaries.

Management contracts

No contracts concerning the management and administration of the whole or any substantial part of the business of the Club were entered into or existed during the year.

Auditors

The financial statements have been audited by PricewaterhouseCoopers who retire and, being eligible, offer themselves for re-appointment.

This report is prepared in accordance with a resolution of the Board of Stewards and is signed for and on behalf of the Board.

John CC Chan

Chairman

20 July 2007

Independent Auditor's Report 獨立核數師報告

致香港賽馬會會員

(於香港註冊成立的保證有限公司)

本核數師（以下簡稱「我們」）已審核列載於第八十九頁至一百二十三頁馬會及轄下各附屬公司（統稱「集團」）的綜合財務報表。此等綜合財務報表包括集團及馬會於二〇〇七年六月三十日的資產負債表，以及截至該日止年度的集團收支表、集團權益變動表及集團現金流量表，以及主要會計政策概要及其他附註解釋。

董事就財務報表所須承擔的責任

馬會董事局須負責根據香港會計師公會頒佈的香港財務報告準則及香港《公司條例》編製及真實而公平地列報此等綜合財務報表。這項責任包括設計、實施及維護與編製及真實而公平地列報財務報表有關的內部控制，使財務報表不存在由於欺詐或錯誤而導致的重大錯誤陳述；選擇和應用適當的會計政策；以及按情況作出合理的會計估計。

核數師的責任

我們的責任是根據我們的審核對此等綜合財務報表作出意見，並按照香港《公司條例》第141條僅向香港賽馬會全體會員報告，除此之外本報告別無其他目的。我們不會就本報告的內容向任何其他人士負上或承擔任何責任。

我們已根據香港會計師公會頒佈的香港審計準則進行審核。這些準則要求我們遵守道德規範，並規劃及執行審核，以合理確定此等財務報表是否不存有任何重大錯誤陳述。

審核涉及執行程序以獲取有關財務報表所載金額及披露資料的審核憑證。所選定的程序取決於核數師的判斷，包括評估由於欺詐或錯誤而導致財務報表存有重大錯誤陳述的風險。在評估此等風險時，核數師考慮與集團編製及真實而公平地列報財務報表有關的內部控制，以設計適當的審核程序，但並非為對集團的內部控制的效能發表意見。審核亦包括評價董事局所採用的會計政策的合適性及所作會計估計的合理性，以及評價財務報表的整體列報方式。

我們相信，我們所獲得的審核憑證充足和適當地為我們的審核意見提供了基礎。

意見

我們認為，此等綜合財務報表已根據香港財務報告準則真實而公平地反映集團及馬會於二〇〇七年六月三十日的業務狀況及集團截至該日止年度的盈餘及現金流量，並已按照香港《公司條例》妥為編製。

羅兵咸永道會計師事務所

執業會計師

香港，二〇〇七年七月二十日

To the Members of The Hong Kong Jockey Club

(incorporated in Hong Kong with liability limited by guarantee)

We have audited the consolidated financial statements of the Club and its subsidiaries (together, the "Group") set out on pages 89 to 123, which comprise the Group and the Club balance sheets as at 30 June 2007, and the Group income and expenditure account, the Group statement of changes in equity and the Group cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Stewards' responsibility for the financial statements

The Stewards of the Club are responsible for the preparation and the true and fair presentation of these consolidated financial statements in accordance with Hong Kong Financial Reporting Standards issued by the Hong Kong Institute of Certified Public Accountants, and the Hong Kong Companies Ordinance. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and the true and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit and to report our opinion solely to you, as a body, in accordance with section 141 of the Hong Kong Companies Ordinance and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

We conducted our audit in accordance with Hong Kong Standards on Auditing issued by the Hong Kong Institute of Certified Public Accountants. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and true and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Stewards, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements give a true and fair view of the state of affairs of the Group and of the Club as at 30 June 2007 and of the Group's surplus and cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards and have been properly prepared in accordance with the Hong Kong Companies Ordinance.

PricewaterhouseCoopers

Certified Public Accountants

Hong Kong, 20 July 2007

Group Income and Expenditure Account 集團收支表

截至六月三十日止年度 百萬港元	for the year ended 30 June in HK\$ million	附註 Note	2007	2006
			重列 Restated (附註 note 1) (附註 note 1)	
投注總額	Amounts wagered	2b	100,639	96,597
博彩及獎券收益	Betting and lottery revenue	6	19,411	19,060
博彩稅及獎券博彩稅	Betting and lottery duty		(12,391)	(11,937)
付款予外地賽馬機構	Payment to racing jurisdiction outside Hong Kong		(27)	(47)
獎券基金	Lotteries Fund		(988)	(944)
佣金及毛利	Commission and gross margin	7	6,005	6,132
其他收益	Other revenue		1,416	1,269
銷售成本	Cost of sales		(295)	(273)
			1,121	996
存款利息收入	Interest income from deposits		217	171
證券投資及長期投資組合的盈餘	Surplus from securities investments and long-term investment portfolios	8	1,135	751
備用基金投資的盈餘	Surplus from Contingency Fund investments	9	1,936	1,084
其他收入	Other income		24	38
經營收入	Operating income		10,438	9,172
經營成本	Operating costs	10	(5,052)	(4,506)
扣除稅項及慈善捐款前的經營盈餘	Operating surplus before taxation and charitable donations		5,386	4,666
融資成本	Finance costs		(2)	–
撥款予香港賽馬會慈善信託基金	Appropriation to The Hong Kong Jockey Club Charities Trust			
– 撥款基金	– Allocations Fund		(650)	(700)
– 資本基金	– Capital Fund		(700)	(1,100)
除稅前盈餘	Surplus before taxation		4,034	2,866
稅項	Taxation	11	(246)	(325)
撥款及除稅後的淨額盈餘	Net surplus after appropriation and taxation		3,788	2,541
轉撥予備用基金	Transfer to Contingency Fund	27	(1,936)	(1,084)
轉撥予發展基金	Transfer to Development Fund	28	(100)	(77)
保留盈餘撥入累積儲備	Retained surplus transferred to Accumulated Reserve	26	1,752	1,380

Balance Sheets 資產負債表

六月三十日 百萬港元	at 30 June in HK\$ million	附註 Note	集團 Group		馬會 Club	
			2007	2006	2007	2006
非流動資產	Non-current assets					
物業、設備及器材	Property, plant and equipment	13	3,515	3,164	3,107	2,842
租賃土地預付款項	Leasehold land prepayments	14	607	640	587	620
投資物業	Investment properties	15	1	1	1	1
備用基金投資	Contingency Fund investments	27	11,636	9,320	11,636	9,320
長期投資組合	Long-term investment portfolios	16	11,182	8,031	10,233	7,182
附屬公司投資	Investments in subsidiaries	17	–	–	534	324
其他資產	Other assets	18	308	285	308	285
			27,249	21,441	26,406	20,574
流動資產	Current assets					
債務證券組合	Debt securities portfolio	20	2,884	2,812	2,764	2,658
向附屬公司所作貸款	Loans to subsidiaries	21	–	–	194	194
其他流動資產	Other current assets	22	668	456	436	300
短期存款	Short-term deposits	23	1,891	3,025	1,308	2,641
銀行存款及現金	Bank balances and cash		1,340	1,074	258	272
			6,783	7,367	4,960	6,065
流動負債	Current liabilities					
短期貸款	Short-term loan	24	(113)	–	–	–
應付款項、準備及預收款項	Creditors, provisions and receipts in advance		(3,058)	(2,847)	(1,892)	(2,098)
應付予附屬公司的款項	Amounts due to subsidiaries	25	–	–	(2,343)	(2,126)
融資租約即期部分	Current portion of finance leases		–	(1)	–	(1)
應付稅項	Taxation payable		(300)	(347)	(32)	(105)
			(3,471)	(3,195)	(4,267)	(4,330)
流動資產淨額	Net current assets		3,312	4,172	693	1,735
非流動負債	Non-current liabilities					
遞延稅項負債	Deferred tax liabilities	19	(32)	(26)	(36)	(28)
融資租約長期部分	Long-term portion of finance leases		–	(2)	–	(2)
			(32)	(28)	(36)	(30)
			30,529	25,585	27,063	22,279
儲備	Reserves	26	17,944	15,416	15,427	12,959
備用基金	Contingency Fund	27	11,636	9,320	11,636	9,320
發展基金	Development Fund	28	949	849	–	–
權益總值	Total equity		30,529	25,585	27,063	22,279
董事	John CC Chan					
陳祖澤	Robert C Kwok					
郭勤功	Stewards					

Group Statement of Changes in Equity 集團權益變動表

截至六月三十日止年度 百萬港元	for the year ended 30 June in HK\$ million	附註 Note	2007	2006
				重列 Restated
截至七月一日止的權益總值	Total equity as at 1 July		25,585	22,601
備用基金投資的重估增值	Surplus on revaluation of Contingency Fund investments	27	1,107	686
債務證券及	Surplus on revaluation of debt securities and			
長期投資組合的重估增值	long-term investment portfolios	26	1,161	675
發展基金	Surplus on revaluation of			
長期投資組合的重估增值	Development Fund long-term investment portfolios	28	–	1
貨幣兌換差額	Currency translation differences	26	17	(2)
未在收支表中確認的淨收益	Net gains not recognised in the income and expenditure accounts		2,285	1,360
撥款及除稅後的淨額盈餘	Net surplus after appropriation and taxation		3,788	2,541
備用基金投資的重估盈餘變現	Realisation of Contingency Fund investments revaluation reserve	27	(727)	(543)
投資的重估盈餘變現	Realisation of investment revaluation reserve	26	(402)	(374)
截至六月三十日止的權益總值	Total equity as at 30 June		30,529	25,585

Group Cash Flow Statement 集團現金流量表

截至六月三十日止年度 百萬港元	for the year ended 30 June in HK\$ million	附註 Note	2007	2006
營業活動	Operating activities			
營業活動所產生的現金流入	Cash inflow generated from operations	30	1,189	1,780
已支付利息	Interest paid		(2)	–
已支付香港利得稅	Hong Kong profits tax paid		(287)	(279)
營業活動的淨現金流入	Net cash inflow from operating activities		900	1,501
投資活動	Investing activities			
購置物業、設備及器材	Purchase of property, plant and equipment		(772)	(764)
出售物業、設備及器材	Sale of property, plant and equipment		39	33
已收取利息	Interest received		525	443
已收取股息	Dividends received		255	198
購買可供出售財務資產	Purchase of available-for-sale financial assets		(34,388)	(26,669)
出售可供出售財務資產	Sale of available-for-sale financial assets		32,493	27,379
購買按公平價值透過 收支列賬的財務資產	Purchase of financial assets at fair value through income or expenditure		(247)	(202)
出售按公平價值透過 收支列賬的財務資產	Sale of financial assets at fair value through income or expenditure		140	70
對衍生金融工具所付款項	Payment for derivative financial instruments		(45)	(61)
長期投資組合的存款減少/(增加)	Decrease/(increase) in deposits held in long-term investment portfolios		213	(330)
投資活動的淨現金(流出)/流入	Net cash (outflow)/inflow from investing activities		(1,787)	97
融資活動	Financing activities			
借貸所得現金	Cash received from borrowings		113	–
融資租約的本金部分	Capital element of finance lease payment		–	(1)
融資活動的淨現金流入/(流出)	Net cash inflow/(outflow) from financing activities		113	(1)
現金及現金等價物淨(減少)/增加	Net (decrease)/increase in cash and cash equivalents		(774)	1,597
年初現金及現金等價物	Cash and cash equivalents at the beginning of the year		4,920	3,289
兌換收益	Exchange gains		75	34
年底現金及現金等價物	Cash and cash equivalents at the end of the year		4,221	4,920
現金及現金等價物結存分析	Analysis of the balances of cash and cash equivalents			
短期債務證券	Short-term debt securities		990	821
短期存款	Short-term deposits		1,891	3,025
銀行存款及現金	Bank balances and cash		1,340	1,074
			4,221	4,920

1 一般資料

集團的主要業務為經營管理香港的賽馬活動，以及經辦受規管的賽馬、足球及獎券博彩。馬會是一家在香港註冊成立的保證有限公司，註冊地址為香港跑馬地體育道一號，轄下各附屬公司的主要活動詳見附註2c。

由於二〇〇五/〇六年度馬季最後一次賽事於二〇〇六年七月二日舉行，而二〇〇六/〇七年度馬季最後一次賽事則於二〇〇七年七月二日舉行，因此二〇〇六年七月二日該次賽事的財務業績，已納入截至二〇〇七年六月三十日止年度的財務報表內，而二〇〇七年七月二日該次賽事的財務業績，則將會納入截至二〇〇八年六月三十日止年度的財務報表內。二〇〇五/〇六年度馬季及二〇〇六/〇七年度馬季全季七十八次賽事的財務業績，見第一百二十四頁。

由二〇〇六年九月一日起，賽馬博彩稅制已有所更改。根據《2006年博彩稅（修訂）條例》（「條例」），賽馬博彩稅已由原先按投注額徵收，改為按淨投注收入計算，亦即從投注總額減去派彩及回扣後按所餘的差額徵稅。博彩稅按照條例訂明的累進稅率計算。

財務報表以百萬港元為單位列賬。

刊載於第八十九頁至一百二十三頁的財務報表，董事局已於二〇〇七年七月二十日審核批准。

2 主要會計政策

現將用以編製綜合財務報表的主要會計政策列出如下。除另有註明外，這些會計政策均貫徹應用於報表所列示的所有年度。

(a) 編製原則

集團財務報表根據香港會計師公會頒佈的香港財務報告準則編製。

財務報表採用原值成本慣例，並對可供出售財務資產、按公平價值透過收支列賬的財務資產及財務負債，以及衍生金融工具的重估作出修訂，然後以公平價值列賬。

按香港財務報告準則編製財務報表時，每每需要作出若干重要的會計估計，亦需要管理層在應用集團會計政策的過程中運用其判斷力。有關涉及較多判斷或較為複雜的範疇，又或在財務報表中需作重大假設及估計的範疇，已於附註3內披露。

1 General information

The Group is primarily engaged in the conduct and control of horse racing in Hong Kong and in operating authorised wagering activities on horse racing, football and lotteries. The Club is incorporated in Hong Kong with liability limited by guarantee. The address of its registered office is 1 Sports Road, Happy Valley, Hong Kong. Details of the principal activities of its subsidiaries are mentioned in note 2c.

The last race meetings of the 2005/06 and 2006/07 racing seasons were held on 2 July 2006 and 2 July 2007 respectively. Accordingly, the financial results of 2 July 2006 have been included in the financial statements for the year ended 30 June 2007 and the financial results of 2 July 2007 will be shown in the financial statements for the year ending 30 June 2008. The financial results of the 2005/06 and 2006/07 full racing seasons covering 78 race meetings are shown on page 124.

With effect from 1 September 2006, the betting duty system for horse racing has been changed. Under the Betting Duty Ordinance 2006 ("Ordinance"), horse race betting duty is imposed on net stake receipts, i.e. after dividends for winning bets and rebates are taken out of the betting pool, instead of on amounts wagered by customers. Betting duty is calculated according to a progressive tax rates table as prescribed in the Ordinance.

The financial statements are presented in millions of Hong Kong dollars (HK\$ million).

The financial statements on pages 89 to 123 were approved by the Stewards on 20 July 2007.

2 Principal accounting policies

The principal accounting policies applied in the preparation of these consolidated financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

(a) Basis of preparation

The financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRS") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA").

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of available-for-sale financial assets, financial assets and financial liabilities at fair value through income or expenditure, and derivative financial instruments which are carried at fair value.

The preparation of financial statements in conformity with HKFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 3.

2 主要會計政策 (續)**(a) 編製原則 (續)*****(i) 已生效及獲集團採納的新訂及經修訂準則/詮釋***

香港會計準則第19號(經修訂) — 僱員福利，此項準則提供另一個確認精算收益及虧損的方法。若一家公司採納多僱主福利計劃，而計劃的資料不足以採用界定福利會計方法，則可能須符合額外的確認要求及新的披露規定。由於集團不擬更改確認精算收益及虧損所採納的會計政策，亦無參與任何多僱主福利計劃，故採納此項經修訂準則，只影響財務報表的披露形式及範圍。

香港(國際財務報告詮釋委員會)詮釋第9號 — 重新評估附於財務資產的衍生工具。此項詮釋規定一家公司須於首次訂立財務資產買賣合約時，評估附於財務資產的衍生工具是否須與主合約分開處理，列作衍生工具，而其後不得進行重新評估，除非有關合約的條款有所更改，令所需現金流量出現重大改變，則須進行重新評估。採納此項詮釋對集團的財務報表並無構成重大影響。

(ii) 仍未生效而集團亦無提早採納的新訂及經修訂準則

以下是已公佈而集團並未提早採納，但須於二〇〇七年一月一日或之後開始的會計年度強制採納的新訂及經修訂準則。

香港財務報告準則第7號	金融工具：披露
香港會計準則第1號(修訂)	財務報表的呈報 — 資本披露

除呈報方面有若干更改外，採納以上新訂及經修訂準則對集團的財務報表並無構成重大影響。

(b) 國際財務報告準則規定須確認的收益

繼業界較早前就投注及博彩交易所採納的國際財務報告準則作出廣泛澄清後，集團現將一切由博彩及獎券活動產生的淨收益及虧損，均列作收益，此即以投注總額減去派彩及回扣和獎券獎金後所餘的差額。過往，博彩及獎券收益是指顧客投注總額。以下是顧客投注總額與博彩及獎券收益的對賬。

2 Principal accounting policies (cont.)**(a) Basis of preparation (cont.)*****(i) New and revised standards/interpretations that are effective and have been adopted by the Group***

HKAS 19 (Amendment), Employee Benefits, introduces the option of an alternative recognition approach for actuarial gains and losses. It may impose additional recognition requirements for multi-employer plans where insufficient information is available to apply defined benefit accounting. It also adds new disclosure requirements. As the Group does not intend to change the accounting policy adopted for recognition of actuarial gains and losses and does not participate in any multi-employer plans, adoption of this amendment only impacts the format and extent of disclosures presented in the financial statements.

HK(IFRIC) – Interpretation 9, Reassessment of Embedded Derivatives requires an entity to assess whether an embedded derivative is required to be separated from the host contract and accounted for as a derivative when the entity first becomes a party to the contract. Subsequent reassessment is prohibited unless there is a change in the terms of the contract that significantly modifies the cash flows that otherwise would be required under the contract, in which case reassessment is required. The adoption of this interpretation does not have any significant impact on the Group's financial statements.

(ii) New and revised standards that are not yet effective and have not been early adopted by the Group

The following new and revised standards have been published that are mandatory for the Group's accounting periods beginning on or after 1 January 2007 and that the Group has not early adopted:

HKFRS 7	Financial instruments: Disclosures
Amendment to HKAS 1	Presentation of Financial Statements – Capital Disclosures

Apart from certain presentational changes, the adoption of the above new and revised standards will have no significant impact on the Group's financial statements.

(b) Revenue recognition under International Financial Reporting Standards ("IFRS")

Following industry-wide clarification regarding the application of IFRS for betting and gaming transactions, the Group now reports the net gains and losses arising from all betting and lottery activities as revenue, which is the amounts wagered net of betting dividends, rebates and lottery prizes. Previously, betting and lottery revenues represented amounts wagered by customers. A reconciliation of the amounts wagered by customers to betting and lottery revenues is shown below.

2 主要會計政策（續）

(b) 國際財務報告準則規定須確認的收益（續）

截至六月三十日止年度 百萬港元	for the year ended 30 June in HK\$ million	2007			
		賽馬博彩 Horse race betting	足球博彩 Football betting	獎券 Lotteries	總額 Total
顧客投注總額	Amounts wagered by customers	63,860	30,190	6,589	100,639
博彩彩金、回扣及獎券獎金	Betting dividends, rebates and lottery prizes	(52,905)	(24,764)	(3,559)	(81,228)
博彩及獎券收益	Betting and lottery revenue	10,955	5,426	3,030	19,411

截至六月三十日止年度 百萬港元	for the year ended 30 June in HK\$ million	2006			
		賽馬博彩 Horse race betting	足球博彩 Football betting	獎券 Lotteries	總額 Total
顧客投注總額	Amounts wagered by customers	59,032	31,272	6,293	96,597
博彩彩金、回扣及獎券獎金	Betting dividends, rebates and lottery prizes	(47,981)	(26,157)	(3,399)	(77,537)
博彩及獎券收益	Betting and lottery revenue	11,051	5,115	2,894	19,060

集團收支表將繼續顯示顧客投注總額，但此項資料僅供參考。投注總額是指年內從顧客博彩及獎券投注活動所收到的款額。

(c) 綜合賬項

集團財務報表包括截至二〇〇七年六月三十日止年度馬會及其直接和間接附屬公司的財務報表。附屬公司是指集團有權決定其財務及經營政策的公司。

集團內公司之間的交易及結餘予以對銷。附屬公司的會計政策已按需要作出改變，以確保與集團所採用的政策貫徹一致。在馬會的資產負債表內，對附屬公司的投資按成本值扣除減值的虧損準備列賬。馬會根據已收及應收的股息為基準，計算附屬公司的業績。

2 Principal accounting policies (cont.)

(b) Revenue recognition under International Financial Reporting Standards ("IFRS") (cont.)

		2007			
		Horse race betting	Football betting	Lotteries	Total
顧客投注總額	Amounts wagered by customers	63,860	30,190	6,589	100,639
博彩彩金、回扣及獎券獎金	Betting dividends, rebates and lottery prizes	(52,905)	(24,764)	(3,559)	(81,228)
博彩及獎券收益	Betting and lottery revenue	10,955	5,426	3,030	19,411

		2006			
		Horse race betting	Football betting	Lotteries	Total
顧客投注總額	Amounts wagered by customers	59,032	31,272	6,293	96,597
博彩彩金、回扣及獎券獎金	Betting dividends, rebates and lottery prizes	(47,981)	(26,157)	(3,399)	(77,537)
博彩及獎券收益	Betting and lottery revenue	11,051	5,115	2,894	19,060

The Group income and expenditure account will continue to present the amounts wagered by customers but this is for information purposes only. Amounts wagered represent amounts received in respect of bets placed by customers on betting and lottery activities during the year.

(c) Consolidation

The Group financial statements include the financial statements, made up to 30 June 2007, of the Club and its direct and indirect subsidiary companies. Subsidiaries are those entities over which the Group has the power to govern the financial and operating policies.

Inter-company transactions and balances between Group companies are eliminated. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group. In the Club's balance sheet, the investments in subsidiaries are stated at cost less provision for impairment losses. The results of subsidiaries are accounted for by the Club on the basis of dividends received and receivable.

2 主要會計政策 (續)

(c) 綜合賬項 (續)

於二〇〇七年六月三十日，馬會的附屬公司包括：

2 Principal accounting policies (cont.)

(c) Consolidation (cont.)

The Club's subsidiary companies at 30 June 2007 comprise:

	主要業務 Principal activities	已發行及繳足股本 / 註冊資本 Issued and fully paid up share capital / registered capital	馬會持有的實際百分比 Effective percentage held by the Club 直接 Directly 間接 Indirectly
<i>在香港註冊成立，馬會全資擁有的股份有限公司：</i>			
香港馬會賽馬博彩有限公司	經營賽馬博彩業務	二億股每股一港元的普通股股份	100
香港馬會足球博彩有限公司	經營足球博彩業務	一億股每股一港元的普通股股份	100
香港馬會獎券有限公司	經營六合彩獎券業務	一百萬股每股一港元的普通股股份	100
賽馬會會員事務有限公司	負責管理馬會會員的交誼與康樂設施	一百股每股一港元的普通股股份	100
香港賽馬會(經理)有限公司	作為員工退休福利計劃的管理人	兩股每股十港元的普通股股份	100
競駿會有限公司	負責管理競駿會的業務	一千萬股每股一港元的普通股股份	100
競駿卓驥管理有限公司	負責管理與競駿會有限公司馬匹有關的業務	一萬股每股一港元的普通股股份	100
<i>馬會全權控制的保證有限公司：</i>			
香港賽馬會(慈善)有限公司	代表香港賽馬會或香港賽馬會慈善信託基金，擔任個別慈善項目的代名人及持有北京香港馬會會所有限公司的投資	—	100
<i>在百慕達註冊成立，馬會全資擁有的股份有限公司：</i>			
HKJC Reinsurance Limited	為集團的業務進行風險管理	十二萬股每股一美元的股份	100
<i>在中華人民共和國註冊成立，馬會全資擁有的註冊資本有限公司：</i>			
北京香港馬會會所有限公司	負責管理馬會會員的交誼與康樂設施	二千五百萬美元	100
<i>Incorporated in Hong Kong, limited by share capital and wholly owned:</i>			
HKJC Horse Race Betting Limited	operates the horse race betting business	200,000,000 ordinary shares of HK\$1 each	100
HKJC Football Betting Limited	operates the football betting business	100,000,000 ordinary shares of HK\$1 each	100
HKJC Lotteries Limited	operates the Mark Six lottery business	1,000,000 ordinary shares of HK\$1 each	100
The Jockey Club Membership Services Limited	manages Members' social and recreational facilities	100 ordinary shares of HK\$1 each	100
The Hong Kong Jockey Club (Managers) Limited	acts as administrator for staff retirement benefits scheme	2 ordinary shares of HK\$10 each	100
HKJC Racing Club Limited	manages the Racing Club's operations	10,000,000 ordinary shares of HK\$1 each	100
The Racing Club Horse Management Limited	manages the HKJC Racing Club Limited's horse related activities	10,000 ordinary shares of HK\$1 each	100
<i>Limited by guarantee and wholly controlled:</i>			
The Hong Kong Jockey Club (Charities) Limited	acts as nominee for selected projects and holds investments in the Beijing Hong Kong Jockey Club Clubhouse Limited, on behalf of The Hong Kong Jockey Club or The Hong Kong Jockey Club Charities Trust	—	100
<i>Incorporated in Bermuda, limited by share capital and wholly owned:</i>			
HKJC Reinsurance Limited	insures the Group against certain risks and exposures	120,000 shares of US\$1 each	100
<i>Incorporated in The People's Republic of China, limited by registered capital and wholly owned:</i>			
Beijing Hong Kong Jockey Club Clubhouse Limited	manages Members' social and recreational facilities	US\$25,000,000	100

2 主要會計政策（續）

(d) 備用基金

馬會的備用基金，是準備在投注業務一旦暫無收入時提供資金，資助馬會或香港社會的主要建設項目；進行主要維修工程，以改善馬會在物業、設備及器材方面的龐大投資項目；或作董事局認為合適的其他特別用途。備用基金代表備用基金投資的市場價值，每年按照投資收入、實現的盈餘或虧損、投資價值重估及如有需要時所撥入的額外資金而調整。

備用基金投資乃持作非買賣用途，並於結算日按照公平價值列賬。備用基金投資所得的盈餘將再作投資，並連同投資的虧損記入該備用基金投資組合。有關備用基金投資財務資產的會計政策載於以下附註（g）。

(e) 長期投資組合

設立長期投資組合的主要目的，是要將日常運作所需資金以外的剩餘資金用以再作投資，從而獲取中長期資本增值。

這些投資組合僅持作非買賣用途，並於結算日按照公平價值列賬。這些投資所得的盈餘會用以再作投資，並連同投資的虧損記入長期投資組合賬內。有關長期投資組合財務資產的會計政策載於以下附註（g）。

(f) 債務證券組合

持有債務證券的主要目的，在於將剩餘資金再作投資，以加強現金管理及獲取更高回報。債務證券乃持作非買賣用途，並於結算日按照公平價值列賬。有關債務證券組合財務資產的會計政策載於以下附註（g）。

(g) 財務資產

集團將其財務資產分為以下類別：可供出售財務資產、衍生金融工具、按公平價值透過收支列賬的財務資產、貸款及應收款項，以及現金及現金等價物。分類視乎集團取得有關財務資產的目的而定，管理層會於初步確認財務資產時釐定其所屬類別，再於每個呈報日重新評估其所屬類別。備用基金投資、長期投資組合及債務證券組合，均可包括這些財務資產。購入及出售的財務資產，均於交易日亦即集團承諾買賣資產當日確認。當從投資收取現金流的權利已終止或被轉讓，而集團實質上已轉讓有關投資的一切風險及回報擁有權時，集團會取消確認財務資產。

2 Principal accounting policies (cont.)

(d) Contingency Fund

The Club's Contingency Fund is held to provide a source of funds in the event that income from betting operations should cease temporarily; to finance major capital projects, either for the Club or for the Hong Kong community; to finance major renovations to improve the Club's substantial investment in property, plant and equipment; or for any other special purposes as deemed appropriate by the Stewards. The Contingency Fund represents the market value of the Contingency Fund investments and this is adjusted annually through the receipt of investment income, realised surplus or deficit, revaluation of investments and, when necessary, the transfer of additional funds.

The Contingency Fund investments are held for non-trading purpose and are stated at fair value at the balance sheet date. The surplus derived from Contingency Fund investments is reinvested and deficit absorbed in the Contingency Fund portfolio. The accounting policy for the financial assets of the Contingency Fund investments is stated in note (g) below.

(e) Long-term investment portfolios

The primary purpose of the long-term investment portfolios is to invest surplus funds in excess of normal operational requirements for capital appreciation over the medium to long-term.

These portfolios are held for non-trading purpose and are stated at fair value at the balance sheet date. The surplus derived from these investments is reinvested and deficit absorbed within these portfolios. The accounting policy for the financial assets of the long-term investment portfolios is stated in note (g) below.

(f) Debt securities portfolio

The primary purpose of debt securities is to invest surplus funds for cash management and yield enhancement. They are held for non-trading purpose and are stated at fair value at the balance sheet date. The accounting policy for the financial assets of debt securities portfolio is stated in note (g) below.

(g) Financial assets

The Group classifies its financial assets in the following categories: available-for-sale financial assets, derivative financial instruments, financial assets at fair value through income or expenditure, loans and receivables, and cash and cash equivalents. The classification depends on the purpose for which the financial assets were acquired. Management determines the classification of the financial assets at initial recognition and re-evaluates this designation at every reporting date. The Contingency Fund investments, long-term investment portfolios, and debt securities portfolio may contain these financial assets. Purchases and sales of financial assets are recognised on trade day – the date on which the Group commits to purchase or sell the assets. Financial assets are derecognised when the rights to receive cash flows from the investments have expired or have been transferred and the Group has transferred substantially all risks and rewards of ownership.

2 主要會計政策 (續)**(g) 財務資產 (續)****(i) 可供出售財務資產**

可供出售財務資產是非衍生工具，只列入這類別或不列入任何其他類別，除非管理層擬於結算日起計十二個月內出售有關資產，否則會列作非流動資產。可供出售財務資產包括本地及海外上市或非上市股票、債務證券及/或另類投資。股票及債務證券初時以公平價值另加直接及新增交易成本估值，隨後再以公平價值重新估值。有關資產的公平價值變動，將列示於投資重估儲備賬內，直至有關資產已出售或永久貶值為止。於出售有關資產時，所得的淨收入與賬面價值兩者的差額，以及先前在投資重估儲備中確認的累積收益或虧損，即記入該期收支表內「證券投資及長期投資組合的盈餘」或「備用基金投資的盈餘」項下。

若另類投資的公平價值可以可靠地計算出來，其會計方法與股票及債務證券所採用的相同。若另類投資並無在交投活躍的市場上報價，以致其公平價值無法可靠地計算出來，則有關投資將以成本計算，而出售後所得的收益及虧損，將會在收支表中確認。

(ii) 衍生金融工具

集團採用衍生工具如利率掉期或遠期外匯合約，作財務風險管理及推行投資策略。根據香港會計準則第39號規定不符合對沖會計準則的衍生工具，初時以衍生工具訂立合約當日的公平價值列賬，隨後再以其公平價值重新估值。衍生工具的公平價值變動，在收支表內報賬。若衍生工具的公平價值為正數，在資產負債表中列入財務資產項下，但若其公平價值為負數，則列入負債項下。

(iii) 按公平價值透過收支列賬的財務資產

這類別包括附有衍生工具的票據及若干證券投資。附有衍生工具資產的經濟特點和風險，與相關資產並無密切聯繫。集團最初以公平價值將這些資產列賬，其公平價值變動，即記入該期收支表內。於出售或購回有關資產時，所得的淨出售收入或淨付款項與賬面價值兩者的差額，則記入收支表內。

(iv) 貸款及應收款項

貸款及應收款項是指有固定或可釐定付款且沒有在活躍市場上報價的非衍生工具財務資產。這些資產會按實際利息成本攤銷法列入流動資產內，惟於結算日十二個月以後到期的資產，則列作非流動資產。

2 Principal accounting policies (cont.)**(g) Financial assets (cont.)****(i) Available-for-sale financial assets**

Available-for-sale financial assets are non-derivatives that are either designated in this category or not classified in any of the other categories. They are included in non-current assets unless management intends to dispose of the investment within 12 months of the balance sheet date. They comprise local and overseas listed or unlisted equities; debt securities; and/or alternative investments. The equities and debt securities are initially measured at fair value plus direct and incremental transaction costs and are subsequently remeasured at fair value. Changes in fair value are recognised in investment revaluation reserve until the assets are either sold or impaired. On the sale of these assets, the differences between the net sale proceeds and the carrying value and the cumulative gains or losses previously recognised in investment revaluation reserve are recognised through the income and expenditure account within the "Surplus from securities investments and long-term investment portfolios" or "Surplus from Contingency Fund investments".

The alternative investments follow the same accounting treatment as the equities and debt securities where their fair values can be reliably measured. When the alternative investments do not have quoted market prices in an active market and their fair values cannot be reliably measured, they will be measured at cost and upon disposal, their gains and losses will be recognised through the income and expenditure account.

(ii) Derivative financial instruments

The Group uses derivatives such as interest rate swaps or forward foreign exchange contracts to manage its financial risks and to facilitate the implementation of its investment strategies. Derivatives that do not qualify for hedge accounting under HKAS 39 are initially recognised at fair value on the date on which the derivative contracts are entered into and subsequently remeasured at their fair values. Changes in fair value of the derivatives are recognised in the income and expenditure account. Derivatives are carried in the balance sheet as financial assets when the fair value is positive and as liabilities when the fair value is negative.

(iii) Financial assets at fair value through income or expenditure

This category consists of notes with embedded derivatives and certain investments in securities. The economic characteristics and risks of the embedded derivatives are not closely linked to the underlying assets. The Group designates these assets at fair value at inception. Changes in the fair value of these assets are included in the income and expenditure account in the period in which they arise. Upon disposal or repurchase, the difference between the net sale proceeds or the net payment and the carrying value is included in the income and expenditure account.

(iv) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are carried at amortised cost using the effective interest method and are included in current assets, except for maturities greater than 12 months after the balance sheet date where these are classified as non-current assets.

2 主要會計政策 (續)

(g) 財務資產 (續)

(v) 現金及現金等價物

現金及現金等價物包括所持現金、銀行通知存款及原本到期日為三個月或以下的其他短期高流動性投資。

(h) 物業、設備及器材

物業、設備及器材均按其成本減累積折舊及減值表值，並根據其估計可使用年期以直線法按照下列比率折舊：

樓宇	二十五年
設備及器材	每年百分之十至百分之三十三
正進行的工程項目	正進行的工程項目因未曾使用，故無折舊準備。項目完成後，其成本即撥歸適當的物業、設備及器材項下。

出售的物業、設備及器材所產生的盈餘或虧損，是指出售有關資產所得的淨收入及賬面淨值兩者的差額，並在收支表內報賬。

(i) 投資物業

持作長期租金收益或資本增值之用，或同時供作以上兩項用途，且並非由集團轄下各公司佔用的物業，均列作投資物業。投資物業最初以成本值（包括相關交易成本）進行估值，並根據其估計可使用年期以直線法按照樓宇的折舊率來折舊。

(j) 租賃土地預付款項

租賃土地的預付款項，在資產負債表中列作租賃土地預付款項，並根據租賃年期以直線法在收支表中支銷。

(k) 存貨

存貨均以加權平均數計算的成本扣除減值準備表值。零件則以直線法分五年攤銷。

2 Principal accounting policies (cont.)

(g) Financial assets (cont.)

(v) Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term highly liquid investments with original maturities of three months or less.

(h) Property, plant and equipment

Property, plant and equipment are stated at historical cost less accumulated depreciation and impairment. They are depreciated over the period of their estimated useful lives on a straight-line basis at the following rates:

Buildings	25 years
Plant and equipment	ranging from 10% to 33% per annum
Projects in progress	no depreciation is provided on projects in progress since they are not in use. On completion, the project costs are transferred to the appropriate property, plant and equipment.

The gain or loss on disposal of property, plant and equipment is the difference between the net sales proceeds and the carrying amount of the relevant asset, and is recognised in the income and expenditure account.

(i) Investment properties

Properties that are held for long-term rental yields or for capital appreciation or both, and that are not occupied by the companies in the Group, are classified as investment properties. Investment property is measured initially at its cost, including related transaction costs. It is depreciated over the period of their estimated useful lives on a straight-line basis at the same rate as buildings.

(j) Leasehold land prepayments

Upfront prepayments made for leasehold land are included in the balance sheet as leasehold land prepayments and expensed in the income and expenditure account on a straight-line basis over the period of the lease.

(k) Inventories

Inventories are stated at weighted average cost less provision for diminution in value. Spare parts are amortised over a period of five years on a straight-line basis.

2 主要會計政策 (續)

(l) 遞延稅項

遞延稅項採用負債法，根據財務報表內資產負債的賬面價值與其課稅基礎的暫時差額作全數撥備。暫時差額主要來自物業、設備及器材的折舊、員工退休金及其他退休後福利的撥備。遞延稅項根據結算日前政府已立法通過或實質生效的稅率而定。

若未來的應課稅溢利，預期足可用以扣減暫時差額，則因該暫時差額而產生的遞延稅項資產，將會予以確認。

(m) 外幣兌換

集團每家公司財務報表內所列的項目，均以該公司從事業務的主要經濟環境內使用的貨幣（「功能貨幣」）計算。集團財務報表以港元列示，港元是馬會的功能貨幣。

外幣交易以交易日匯率伸算為功能貨幣。外幣交易結算產生的兌換收益及虧損，直接誌入收支表內。以外幣計算的資產及負債，則以結算日的收市匯率伸算為港元。兌換差額誌入收支表內，惟可供出售財務資產的非貨幣項目（例如股票）的兌換差額，則誌入投資重估儲備內。

本集團內所有非以港元為功能貨幣的公司，其業績及財務狀況按以下方式換算為港元：

- 資產及負債按照結算日收市匯率進行兌換；
- 收入及支出按照平均匯率進行兌換；及
- 所產生的兌換差額，全部計入權益項下的匯兌儲備。

在綜合賬項時，兌換海外公司的淨投資，以及兌換借貸及其他指定用作對沖該等投資的貨幣工具所產生的兌換差額，均計入權益之內。當出售一家海外公司時，有關兌換差額則誌入收支表內，列作出售收益或虧損的一部分。

(n) 借貸

借貸初時按公平價值減去所產生的交易成本確認，隨後再以攤銷成本列賬。收入（扣除交易成本後）及贖回價值兩者的差額，根據借貸年期以實際利息法在收支表內報賬。

除非集團有權無條件將借貸還款期，延遲至由結算日起計最少十二個月後，否則借貸均列作流動負債。

2 Principal accounting policies (cont.)

(l) Deferred taxation

Deferred taxation is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. The principal temporary differences arise from depreciation on property, plant and equipment, provisions for pensions and other post-retirement benefits. Taxation rates enacted or substantively enacted by the balance sheet date are used to determine deferred taxation.

Deferred tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

(m) Foreign currency translation

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates (the "functional currency"). The Group financial statements are presented in Hong Kong dollars, which is the Club's functional currency.

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of foreign currency transactions are recognised directly in the income and expenditure account. Assets and liabilities denominated in foreign currencies are translated at the closing rate at the balance sheet date. The differences arising from translation are recognised in the income and expenditure account except for translation differences on non-monetary items of available-for-sale financial assets, such as equities, which are included in the investment revaluation reserve.

The results and financial position of all Group entities that have a functional currency different from Hong Kong dollars are translated into Hong Kong dollars as follows:

- assets and liabilities are translated at the closing rate at the balance sheet date;
- income and expenses are translated at average exchange rates; and
- all resulting exchange differences are recognised in the exchange reserve in equity.

On consolidation, exchange differences arising from the translation of the net investment in foreign entities, and of borrowings and other currency instruments designated as hedges of such investments are taken to equity. When a foreign entity is sold, such exchange differences are recognised in the income and expenditure account, as part of the gain or loss on sale.

(n) Borrowing

Borrowings are recognised initially at fair value, net of transaction costs incurred. Borrowings are subsequently stated at amortised cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in the income and expenditure account over the period of the borrowings using the effective interest method.

Borrowings are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least 12 months after the balance sheet date.

2 主要會計政策（續）

(o) 營業租約

營業租約是指擁有資產的風險及回報實質上由出租公司保留的租約。租賃款額於租約期內以直線法在收支表中支銷。

(p) 收益確認

收益是指集團在日常業務過程中，出售貨物及提供服務所得代價的公平價值。收益於扣除增值稅、回報、回扣及折扣後列示。

賽馬博彩及獎券收益是指佣金收入，於提供有關服務後列賬。

足球博彩收益是指淨溢利，即投注總額減去顧客彩金後所得的款額。尚未結算注項以公平市值計算，因估值引致的收益及虧損將確認作收益。

賽馬活動入場收益，於活動結束後列賬。

飲食銷售及其他會員服務收益，於提供有關服務後列賬。

利息收入以實際利息法按時間比例作基準計算。股息收入於收取股息的權利確定時列賬。

(q) 共用服務

集團透過不同的公司，經營三項主要業務：賽馬博彩、足球博彩，以及六合彩獎券。這些業務共用馬會現有的分銷渠道、公司管理服務、基礎設施，以及辦公室後勤支援，以提高集團的經營效率及成本效益。集團採納的政策，是要達至各項業務財政獨立及毋須互相資助的目標。

每項業務的收支、資產負債以及整體業績，均分別記錄於獨立賬項內。業務的特定收支，均直接計入有關業務的業績之內。集團在共用服務方面的支出，則按成本經合理調高後，分別計入賽馬博彩、足球博彩，以及六合彩獎券三項主要業務之內。

(r) 僱員可享假期

僱員可享有的年假於應給予僱員時列賬，並按僱員截至結算日止因提供服務所得的年假作出價項準備。

僱員可享有的病假及分娩假期，於取用時方予列賬。

2 Principal accounting policies (cont.)

(o) Operating leases

Leases where substantially all the risks and rewards of ownership of assets remain with the leasing company are accounted for as operating leases. Payments made under operating leases are charged to the income and expenditure account on a straight-line basis over the lease periods.

(p) Revenue recognition

Revenue comprises the fair value of the consideration for the sale of goods and services provided in the ordinary course of the activities of the Group. Revenue is shown net of value-added tax, returns, rebates and discounts.

Revenue from lotteries represents commission income and is recognised when the relevant service has been rendered.

Revenue from horse race betting represents amounts wagered net of betting dividends and rebates and is recognised when the relevant service has been rendered.

Revenue from football betting represents amounts wagered net of betting dividends. Open positions are carried at fair market value and gains and losses arising on this valuation are recognised in revenue.

Revenue from admission to race events is recognised when the event has been held.

Revenue from food and beverage sales and other member services is recognised when the relevant services have been rendered.

Interest income is recognised on a time-proportion basis using the effective interest method. Dividend income is recognised when the right to receive payment is established.

(q) Shared services

The Group operates three primary businesses – horse race betting, football betting and Mark Six lottery through separate legal entities. In order to maximise the Group's operational efficiencies and cost economies, these businesses share the use of the Club's established common selling and distribution channels, corporate management services and infrastructure facilities, as well as back office support. The Group adopts a policy to fulfil its objectives of financial independence with no cross-subsidy amongst its different businesses.

Revenue, expenses, assets and liabilities and overall financial results are maintained in the separate books of account of each business. Business specific revenue and expenses are directly accounted for in those business results. The Group's expenses on the shared services are charged to each main line of business of horse race betting, football betting and Mark Six lottery at cost plus an appropriate mark-up.

(r) Employee leave entitlements

Employee entitlements to annual leave are recognised when they accrue to employees. A provision is made for the estimated liability for annual leave as a result of services rendered by employees up to the balance sheet date.

Employee entitlements to sick leave and maternity leave are not recognised until the time of leave.

2 主要會計政策 (續)**(s) 僱員退休福利****界定福利計劃**

界定福利計劃為僱員提供退休福利，並按僱員的最終薪金計算。

退休福利金的成本以預計單位貸算法計算，並會按照精算師所建議的方式，按僱員服務年期攤分，記入收支表內報賬，而精算師則會定期對界定福利計劃作全面估值。僱主所須負擔的福利金，是以預計日後須付予僱員的福利金現值計算，而用以計算的折現率，則參考期限與僱主付款期相若的政府債券市場回報率釐定。任何累積而未確認的精算收益或虧損，以超出界定福利計劃的現值與計劃資產的公平價值兩者中較高者的百分之十為限，並按僱員平均尚餘服務年期確認。

過往服務成本（如有）是按平均年期，以直線法計算作支出報賬，直至僱員享有該等福利為止。

退休金負債（如有）均記入資產負債表中的其他負債賬項內，該債項代表集團須付的淨福利金總額，加上任何未確認的精算收益（扣除任何精算虧損），再減任何未確認的過往服務成本及計劃資產的公平價值。如所得的淨總額為負數，因此而產生並記入資產負債表中其他資產賬項內的資產，只限於任何累積而並未確認的精算虧損及過往服務成本，以及福利計劃的任何未來退款的現值，或未來供款減扣的現值所得的淨計總額。

界定供款計劃

馬會每年向界定供款計劃所作的僱主供款，已記入年內的收支表內報賬，並已減除僱員因於可獲全數退還供款前退出計劃而未能取回的供款。

強制性公積金計劃

馬會向強制性公積金計劃（「強積金計劃」）所作的僱主供款，已記入年內的收支表內報賬。

(t) 有關連人士

就這些財務報表而言，若集團有能力直接或間接控制另一方，或可對另一方的財務及經營決策發揮重大影響力，或反之亦然，或若集團與另一方受共同控制，則此另一方乃視為有關連人士。有關連人士可為個人或實體。

2 Principal accounting policies (cont.)**(s) Employee retirement benefits****Defined benefit scheme**

The defined benefit scheme provides pension benefits to employees upon retirement with reference to the final salaries of the employees.

The retirement benefit costs are assessed using the projected unit credit method and the cost of providing pensions is charged to the income and expenditure account so as to spread the cost over the service lives of employees in accordance with the advice of the actuary who carries out a full valuation of the scheme periodically. The pension obligation is measured at the present value of the estimated future cash outflows using market yields of government securities which have terms to maturity approximating the terms of the related liability. Actuarial gains and losses, to the extent that any cumulative unrecognised actuarial gain or loss exceeds 10 per cent of the greater of the present value of the defined benefit obligation and the fair value of plan assets, are recognised over the average remaining service lives of employees.

Past service costs, if any, are recognised as an expense on a straight-line basis over the average period until the benefits become vested.

Pension liabilities, if any, are included under other liabilities in the balance sheet. They represent the net total of the Group's pension obligations; plus any unrecognised actuarial gains (less any actuarial losses); minus any unrecognised past service costs; and minus the fair value of plan assets. If the net total determined is negative, then the resulting asset, which is included under other assets in the balance sheet, is limited to the net total of any cumulative unrecognised actuarial losses and past service costs and the present value of any future refunds from the plan or reductions in future contributions to the plan.

Defined contribution scheme

Employer's contributions to the defined contribution scheme applicable to each year are charged to the income and expenditure account for the year and are reduced by contributions forfeited by those employees who leave the scheme prior to vesting fully for the contributions.

Mandatory Provident Fund scheme

Employer's contributions to the Mandatory Provident Fund scheme (the "MPF scheme") are charged to the income and expenditure account for the year.

(t) Related party

For the purposes of these financial statements, a party is considered to be related to the Group if the Group has the ability, directly or indirectly, to control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group and the party are subject to common control. Related parties may be individuals or entities.

2 主要會計政策 (續)

(u) 非財務資產減值

並無確實使用年期的資產毋須攤銷，但須至少每年進行一次減值測試，並在出現若干事項或在情況轉變而可能令資產賬面價值無法收回時，檢討有關資產有否出現減值。至於須攤銷的資產，則須在出現若干事項或在情況轉變而可能令資產賬面價值無法收回時，檢討是否出現減值。減值虧損按資產賬面價值超出其可收回價值的差額確認。可收回價值乃以資產公平價值減出售成本，或資產使用價值，以兩者中的較高者為準。於評估減值時，資產按可識辨現金流量（現金產生單位）的最低層次進行組合。已減值的資產須於每個呈報日予以重新檢討，以確定是否有減值回撥。

3 關鍵會計估算及判斷

在編製財務報表時，管理層須作出重大判斷，以挑選及應用會計原則，包括作出估計及假設。以下是備受這些判斷及不明確因素影響的主要會計政策。若情況不同或採用不同的假設，則呈報金額可能有所不同。

(a) 金融工具的公平價值

用以對金融工具進行估值並受各項判斷及不明確因素影響的主要會計政策，載於附註4的「公平價值估算」。

(b) 物業、設備及器材估計可使用年期及折舊

集團根據各類物業、設備及器材的擬訂資產維修計劃及實際使用經驗，估計其可使用年期。折舊是以足可註銷其原值或估值的比率，按其估計可使用年期（附註2h）以直線法計算。

實際可使用年期與估計可使用年期可能有差別。進行定期檢討可能會令可折舊年期及日後折舊支出有所改變。

(c) 退休金成本

集團聘請獨立估值專業人士，每年評估集團退休金計劃的精算狀況。集團在釐定該等計劃的界定福利部分所承擔責任及開支時，以馬會提供的若干假設及因素為依據，詳情載於附註18。更改主要精算假設，可能會影響日後須付予僱員的福利金現值及服務成本。

2 Principal accounting policies (cont.)

(u) Impairment of non-financial assets

Assets that have an indefinite useful life are not subject to amortisation and are tested at least annually for impairment and are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. Assets that are subject to amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash-generating units). Assets that suffered an impairment are reviewed for possible reversal of the impairment at each reporting date.

3 Critical accounting estimates and judgements

In preparing the financial statements, management is required to exercise significant judgements in the selection and application of accounting principles, including making estimates and assumptions. The following is a review of the significant accounting policies that are impacted by judgements and uncertainties and for which different amounts may be reported under a different set of conditions or using different assumptions.

(a) Fair value of financial instruments

The significant accounting policies for valuation of financial instruments that are impacted by judgements and uncertainties are disclosed in note 4 under the paragraph "Fair value estimation".

(b) Estimated useful life and depreciation of property, plant and equipment

The Group estimates the useful lives of the various categories of property, plant and equipment on the basis of a planned asset maintenance programme and actual usage experience. Depreciation is calculated using the straight-line method at rates sufficient to write off their cost or valuation over their estimated useful lives (note 2h).

Actual useful lives may differ from estimated useful lives. Periodic reviews could result in a change in depreciable lives and therefore depreciation expense in future periods.

(c) Pension costs

The Group employs independent valuation professionals to conduct annual assessments of the actuarial position of the Group's retirement plans. The determination of the Group's obligation and expense for the defined benefit element of these plans is dependent on certain assumptions and factors provided by the Club, which are disclosed in note 18. Changes to the principal actuarial assumptions can affect the present value of plan obligations and service costs in future periods.

3 關鍵會計估算及判斷（續）

(d) 所得稅

集團在過往各年度所採納的若干稅務處理方法，仍待有關的稅務機關作最終批核。集團已依照過往各年度所採納的稅務處理方法，評估其二〇〇七年財務報表的所得稅及遞延稅項，而有關方法可能與日後的最終批核結果有所不同。

(e) 準備

當集團須就已發生的事件承擔法律或推定責任，並可能須因而付出經濟利益以承擔責任，且涉及的款額可作出可靠的估計時，集團會就這些時間或款額不定的負債作出準備。

(f) 資產減值

管理層須對資產減值作出判斷，特別在評估下列事項時為然：(1) 有否發生可能影響資產價值的事件；(2) 以估計現金流量預測，資產日後現金流量的淨現值，是否足以抵銷該項資產的賬面價值；以及(3) 有否以適當比率對現金流量作出折扣。若更改管理層用以釐定減值程度（如有）的假設，包括現金流量預測的折扣或增長比率假設，可能會嚴重影響集團呈報的財務狀況及業績。

4 財務風險管理

集團的業務承受著多方面的財務風險：市場風險（包括貨幣風險、股票價格風險及利率風險）、流動資金風險及信貸風險。集團的整體風險管理計劃，集中針對金融市場不可預測的特性，目的是盡量減低對集團財務表現的潛在不利影響。集團使用衍生金融工具，以管理及減低須承受的若干風險。

集團的主要財務資產，包括存款、債券、股票及其他另類投資，由馬會庫務部及外界專業投資組合經理進行管理。

馬會庫務部根據財務及一般事務委員會批核的投資政策及風險管理指引，進行風險管理。投資限制及指引，則構成風險管理不可或缺的一部分。集團根據每項基金的投資目標，對個別基金訂定限制及指引，以進行投資風險管理。

3 Critical accounting estimates and judgements (cont.)

(d) Income tax

Certain tax treatments adopted by the Group in past years are yet to be finalised with the relevant tax authority. In assessing the Group's income tax and deferred taxation in the 2007 financial statements, the Group has followed the tax treatments it has adopted in past years, which may be different from the final outcome in due course.

(e) Provisions

The Group recognises provisions for liabilities of uncertain timing or amount when the Group has a legal or constructive obligation arising as a result of a past event, and it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made.

(f) Asset impairment

Management judgement is required in the area of asset impairment, particularly in assessing whether: (1) an event has occurred that may affect asset values; (2) the carrying value of an asset can be supported by the net present value of future cash flows from the asset using estimated cash flow projections; and (3) the cash flow is discounted using an appropriate rate. Changing the assumptions selected by management to determine the level, if any, of impairment, including the discount rates or the growth rate assumptions in the cash flow projections, could significantly affect the Group's reported financial condition and results of operations.

4 Financial risk management

The Group's activities expose it to a variety of financial risks: market risk (including currency risk, equity price risk and interest rate risk), liquidity risk and credit risk. The Group's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Group's financial performance. The Group uses derivative financial instruments to manage and reduce certain risk exposures.

The Group's major financial assets include deposits, bonds, equities and other alternative investments, which are managed by the Club's Treasury Department and external professional portfolio managers.

Risk management is carried out by the Club's Treasury Department under investment policies and risk management guidelines approved by the Finance and General Purposes Committee. Investment constraints and guidelines form an integral part of risk control. Fund-specific restrictions and guidelines are set according to the investment objectives of each fund to control risks of the investments.

4 財務風險管理（續）

(a) 市場風險

(i) 貨幣風險

貨幣風險是指因以外幣折算的投資及交易所用匯率出現不利變動，而引致虧損的風險。

(ii) 股票價格風險

股票價格風險是指因股票價格變動而引致虧損的風險。由於股票價格下跌，會令股票投資的價值下降，因此集團承受著股票價格風險。這些投資在資產負債表中列入可供出售財務資產項下。

(iii) 利率風險

利率風險是指因市場利率變動而引致虧損的風險，可分為公平價值利率風險及現金流量利率風險。公平價值利率風險是指市場利率變動，引致財務資產價格波動的風險。現金流量利率風險則指市場利率變動，引致財務資產日後現金流量出現波動的風險。由於集團大部分投資均計息，因此同時承受著公平價值及現金流量利率風險。

集團透過策略性資產分配及釐定資金投資基準，以監控市場風險。貨幣風險透過資產分配，增加港元及美元資產所佔的比重，因而得到限制。至於股票價格風險，則透過採納環球基準而予以減低。利率風險方面，則透過制訂基準期限指引及投資於多元化的定息及浮息工具來控制。

(b) 流動資金風險

流動資金風險，是指現有資金未必足以償付到期債項的風險。此外，集團亦未必可於短期內以接近公平價值的價格將財務資產變現。

為確保備有足夠資金償付債項，且有能力籌集資金應付額外需要，集團保留足夠現金及在市場上流通的證券，並主要投資於交投活躍的金融市場及工具。

集團亦透過預計所需現金及監控營運資金，進行預計現金流量分析，管理流動資金風險，以確保可應付所有到期債項及已知的資金需求。

4 Financial risk management (cont.)

(a) Market risk

(i) Currency risk

Currency risk is the risk of loss due to adverse movements in foreign exchange rates relating to investments and transactions denominated in foreign currencies.

(ii) Equity price risk

Equity price risk is the risk of loss arising from changes in equity prices. The Group is exposed to equity price risk as the value of its equity investments will decline if equity prices fall. These investments are classified as available-for-sale financial assets in the balance sheet.

(iii) Interest rate risk

Interest rate risk refers to the risk of loss arising from changes in market interest rates. This can be further classified into fair value interest rate risk and cash flow interest rate risk. Fair value interest rate risk is the risk that the value of a financial asset will fluctuate because of changes in market interest rates. Cash flow interest rate risk is the risk that future cash flows of a financial asset will fluctuate because of changes in market interest rates. The Group is exposed to both fair value and cash flow interest rate risks as the Group has significant investments that are interest bearing.

The Group controls and monitors market risk through strategic asset allocation and the investment benchmarks set for the funds. Currency risk is contained by asset allocation which overweighs HK dollar and US dollar denominated assets. Equity price risk is mitigated by adopting benchmarks that are diversified globally, by sectors and by securities. Interest rate risk is controlled through benchmark duration guidelines and by investing across a spectrum of fixed and floating rate instruments.

(b) Liquidity risk

Liquidity risk refers to the risk that available funds may not be sufficient to meet liabilities as they fall due. In addition, the Group may not be able to liquidate its financial assets at a price close to fair value within a short period of time.

To ensure sufficient liquidity to meet liabilities and the ability to raise funds to meet exceptional needs, the Group maintains sufficient cash and marketable securities and invests primarily in liquid financial markets and instruments.

The Group also employs projected cash flow analysis to manage liquidity risk by forecasting the amount of cash required and monitoring the working capital of the Group to ensure that all liabilities due and known funding requirements can be met.

4 財務風險管理（續）

(c) 信貸風險

由於借貸人或對手，未必有能力或願意於貸款到期時完全履行合約責任，因此集團承受著信貸風險。信貸風險主要來自集團的存款、投資及衍生交易。

集團透過審慎挑選借貸對手及分散借貸，減低所承受的信貸風險。集團根據借貸對手的信貸評級及財務實力而釐定信貸限額，從而控制其為每一獲批准借貸對手所承受的整體風險。關於借貸對手的信貸風險，則按照交易所涉財務產品的風險性質釐定。

公平價值估算

在交投活躍的市場買賣的金融工具（例如公開買賣的證券及衍生工具）的公平價值，根據結算日的市場報價列賬。並非在交投活躍的市場買賣的金融工具（例如場外衍生工具）的公平價值，則使用估值技巧釐定。集團使用多種方法，並按照每個結算日的市場情況作出假設。利率掉期的公平價值，按照估計日後現金流量的現值計算。遠期外匯合約的公平價值，則以結算日的遠期匯率釐定。

集團假設貿易應收款項和應付款項的賬面價值減估計信貸調整，乃接近其公平價值。

5 收益

集團收益主要包括賽馬及足球博彩收益、獎券收益、入場費、養馬費、飲食銷售所得收益及向會員提供服務的收費。

6 博彩及獎券收益

百萬港元

賽馬博彩
足球博彩
獎券

4 Financial risk management (cont.)

(c) Credit risk

The Group is exposed to credit risk as a borrower or a counterparty may not be able or willing to perform its contractual obligations in full when due. It arises mainly from the Group's deposit placements, investments and derivative transactions.

The Group limits its exposure to credit risk by rigorously selecting the counterparties and by diversification. Credit limits are established to control the overall exposure to each authorised counterparty based on its credit ratings and financial strength. Counterparty credit exposures are measured according to the risk nature of financial products involved in the transaction.

Fair value estimation

The fair value of financial instruments traded in active markets (such as publicly traded securities and derivatives) is based on quoted market prices at the balance sheet date. The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined by using valuation techniques. The Group uses a variety of methods and makes assumptions that are based on market conditions at each balance sheet date. The fair value of interest rate swaps is calculated as the present value of the estimated future cash flows. The fair value of forward foreign exchange contracts is determined using quoted forward exchange rates at the balance sheet date.

The nominal values less estimated credit adjustments of trade receivables and payables are assumed to approximate their fair values.

5 Revenue

The revenue of the Group principally comprises betting revenue for horse racing and football, lottery revenue, admission charges, livery charges, catering sales and charges for services provided to Members.

6 Betting and lottery revenue

in HK\$ million

Horse race betting
Football betting
Lottery

2007 2006

重列 Restated

10,955	11,051
5,426	5,115
3,030	2,894
19,411	19,060

7 佣金及毛利

百萬港元

賽馬博彩毛利
足球博彩毛利
獎券佣金

7 Commission and gross margin

in HK\$ million

Horse race betting gross margin
Football betting gross margin
Lottery commission

2007 2006

重列 Restated

2,897 3,198
2,713 2,557
395 377
6,005 6,132

8 證券投資及長期投資組合的盈餘

百萬港元

出售債務證券及其他投資的盈餘
– 已於七月一日
 確認的投資重估盈餘變現
– 本年度所產生的數額

8 Surplus from securities investments and long-term investment portfolios

in HK\$ million

Surplus on sale of debt securities and other investments:
– realisation of amounts previously recognised
 in investment revaluation reserve at 1 July
– amount arising in current year

2007 2006

重列 Restated

402 374
442 204
844 578
88 59
56 30
167 158
(26) (29)
Net gains/(losses) of financial assets at
fair value through income or expenditure 29 (23)
(23) (22)
1,135 751

9 備用基金投資的盈餘

百萬港元

出售投資的盈餘
– 已於七月一日
 確認的投資重估盈餘變現
– 本年度所產生的數額

9 Surplus from Contingency Fund investments

in HK\$ million

Surplus on sale of investments:
– realisation of amounts previously recognised
 in investment revaluation reserve at 1 July
– amount arising in current year

2007 2006

重列 Restated

727 543
1,015 404
1,742 947
167 139
42 19
43 52
Interest income from deposits 15 5
(47) (50)
(26) (28)
1,936 1,084

上市股票股息收入
上市債務證券利息收入
非上市債務證券利息收入
存款利息收入
衍生金融工具的淨虧損
管理收費

Dividend income from listed equities
Interest income from listed debt securities
Interest income from unlisted debt securities
Interest income from deposits
Net losses of derivative financial instruments
Management fees

10 經營成本

百萬港元

職員成本（附註12）
賽事獎金
房地產營業租約租金
電腦設備營業租約租金
核數師酬金
董事酬金
物業、設備及器材折舊
租賃土地預付款項攤銷
其他經營成本

10 Operating costs

in HK\$ million

Staff costs (note 12)
Prize money
Operating lease rentals on land and buildings
Operating lease rentals on computer equipment
Auditors' remuneration
Stewards' remuneration
Depreciation of property, plant and equipment
Amortisation for leasehold land prepayments
Other operating costs

2007 2006

2,324 2,113
686 670
78 75
1 2
3 3
— —
664 598
15 18
1,281 1,027
5,052 4,506

11 稅項

百萬港元

香港利得稅
遞延稅項（附註19）

11 Taxation

in HK\$ million

Hong Kong profits tax
Deferred taxation (note 19)

2007 2006

240 291
6 34
246 325

香港利得稅乃根據本年度估計應課稅溢利按百分之十七點五（二〇〇六年：百分之十七點五）稅率計算。

集團除稅前盈餘所產生的實際稅項，與根據香港利得稅稅率計算的稅項差額如下：

Hong Kong profits tax has been provided at 17.5% (2006: 17.5%) on the estimated assessable profit for the year.

The taxation on the Group's surplus before taxation differs from the theoretical amount that would arise using the taxation rate of Hong Kong as follows:

百萬港元

除稅前盈餘

按稅率17.5%（二〇〇六年：17.5%）計算

毋須課稅收入的稅務影響

不可扣稅支出的稅務影響

認可慈善捐款的稅務影響

其他

稅項支出

in HK\$ million

Surplus before taxation

Calculated at a taxation rate of 17.5% (2006: 17.5%)

Tax effect of non-taxable income

Tax effect of non-deductible expenses

Tax effect of approved charitable donations

Others

Taxation charge

2007 2006

重列 Restated

4,034 2,866
706 503
(630) (406)
246 323
(73) (95)
(3) —
246 325

12 職員成本

百萬港元

薪金及其他成本
退休金成本 – 界定供款計劃
退休金成本 – 界定福利計劃 (附註18)
強積金計劃供款

12 Staff costs

in HK\$ million

Salaries and other costs
Pension costs – defined contribution plan
Pension costs – defined benefits plan (note 18)
MPF contributions

2007 2006

2,226 2,030
11 7
42 35
45 41
2,324 2,113

13 物業、設備及器材

百萬港元

二〇〇六年七月一日成本值
增置
轉撥
轉撥予投資物業
變賣及註銷

二〇〇七年六月三十日成本值

二〇〇六年七月一日累積折舊
本年度折舊
轉撥予投資物業
變賣及註銷

二〇〇七年六月三十日累積折舊
二〇〇七年六月三十日賬面淨值

13 Property, plant and equipment

in HK\$ million

集團 Group			
樓宇 Buildings	設備及器材 Plant and equipment	正進行的 工程項目 Projects in progress	總額 Total
3,365	6,681	172	10,218
41	485	495	1,021
23	121	(144)	–
(3)	–	–	(3)
(22)	(203)	–	(225)
3,404	7,084	523	11,011
(2,021)	(5,033)	–	(7,054)
(117)	(547)	–	(664)
3	–	–	3
18	201	–	219
(2,117)	(5,379)	–	(7,496)
1,287	1,705	523	3,515
3,357	6,337	105	9,799
20	546	148	714
–	81	(81)	–
(4)	–	–	(4)
(8)	(283)	–	(291)
3,365	6,681	172	10,218
(1,907)	(4,840)	–	(6,747)
(124)	(474)	–	(598)
3	–	–	3
7	281	–	288
(2,021)	(5,033)	–	(7,054)
1,344	1,648	172	3,164

二〇〇五年七月一日成本值
增置
轉撥
轉撥予投資物業
變賣及註銷

二〇〇六年六月三十日成本值

二〇〇五年七月一日累積折舊
本年度折舊
轉撥予投資物業
變賣及註銷

二〇〇六年六月三十日累積折舊
二〇〇六年六月三十日賬面淨值

Cost at 1 July 2005
Additions
Transfers
Transfer to investment properties
Disposals and write-offs

Cost at 30 June 2006

Accumulated depreciation at 1 July 2005
Charge for the year
Transfer to investment properties
Disposals and write-offs

Accumulated depreciation at 30 June 2006
Net book value at 30 June 2006

13 物業、設備及器材 (續)**集團及馬會**

於二〇〇七年六月三十日，集團正為二〇〇八年北京奧運馬術比賽及殘疾人奧運馬術比賽興建兩個比賽場地，其中部分場地（主要建有馬廄及有關設施）將於比賽結束後由集團留作自用。因此，迄今用於興建比賽場地的成本三億四千四百萬港元，會列作正進行之工程項目。由於部分比賽場地坐落於香港政府的土地上，集團已取得香港政府同意，以較長年期租借有關土地。

13 Property, plant and equipment (cont.)**Group and Club**

As at 30 June 2007, the Group was in the process of constructing two competition venues in Hong Kong for the Beijing 2008 Olympic and Paralympic Equestrian Events (the "Events"). Parts of these venues (mainly stables and related facilities) will be retained by the Group after the Events for its own use. Accordingly, the costs of HK\$344 million incurred to date attributable to these venues are capitalised as projects in progress. As part of the venues will be situated on Hong Kong SAR Government land, the Group has obtained the Government's consent to lease the land on a longer term basis.

百萬港元	in HK\$ million	樓宇 Buildings	設備及器材 Plant and equipment	馬會 Club 正進行的 工程項目 Projects in progress	總額 Total
二〇〇六年七月一日成本值	Cost at 1 July 2006	2,923	6,169	166	9,258
增置	Additions	39	424	400	863
轉撥	Transfers	23	119	(142)	–
轉撥予投資物業	Transfer to investment properties	(3)	–	–	(3)
變賣及註銷	Disposals and write-offs	(22)	(178)	–	(200)
二〇〇七年六月三十日成本值	Cost at 30 June 2007	2,960	6,534	424	9,918
二〇〇六年七月一日累積折舊	Accumulated depreciation at 1 July 2006	(1,750)	(4,666)	–	(6,416)
本年度折舊	Charge for the year	(100)	(493)	–	(593)
轉撥予投資物業	Transfer to investment properties	3	–	–	3
變賣及註銷	Disposals and write-offs	18	177	–	195
二〇〇七年六月三十日累積折舊	Accumulated depreciation at 30 June 2007	(1,829)	(4,982)	–	(6,811)
二〇〇七年六月三十日賬面淨值	Net book value at 30 June 2007	1,131	1,552	424	3,107
二〇〇五年七月一日成本值	Cost at 1 July 2005	2,916	5,854	97	8,867
增置	Additions	19	507	145	671
轉撥	Transfers	–	76	(76)	–
轉撥予投資物業	Transfer to investment properties	(4)	–	–	(4)
變賣及註銷	Disposals and write-offs	(8)	(268)	–	(276)
二〇〇六年六月三十日成本值	Cost at 30 June 2006	2,923	6,169	166	9,258
二〇〇五年七月一日累積折舊	Accumulated depreciation at 1 July 2005	(1,653)	(4,509)	–	(6,162)
本年度折舊	Charge for the year	(107)	(424)	–	(531)
轉撥予投資物業	Transfer to investment properties	3	–	–	3
變賣及註銷	Disposals and write-offs	7	267	–	274
二〇〇六年六月三十日累積折舊	Accumulated depreciation at 30 June 2006	(1,750)	(4,666)	–	(6,416)
二〇〇六年六月三十日賬面淨值	Net book value at 30 June 2006	1,173	1,503	166	2,842

14 租賃土地預付款項

14 Leasehold land prepayments

百萬港元	in HK\$ million	集團 Group		馬會 Club	
		2007	2006	2007	2006
七月一日成本值	Cost at 1 July	1,558	1,559	1,538	1,539
變賣及註銷	Disposal and write-offs	(24)	(1)	(24)	(1)
六月三十日成本值	Cost at 30 June	1,534	1,558	1,514	1,538
七月一日累積攤銷	Accumulated amortisation at 1 July	(918)	(901)	(918)	(901)
本年度折舊	Charge for the year	(15)	(18)	(15)	(18)
變賣及註銷	Disposals and write-offs	6	1	6	1
六月三十日累積攤銷	Accumulated amortisation at 30 June	(927)	(918)	(927)	(918)
六月三十日賬面淨值	Net book value as at 30 June	607	640	587	620
六月三十日租賃土地預付款項賬面淨值，包括下列在香港的租地：	The net book value at 30 June of leasehold land prepayments located in Hong Kong, comprises the following:				
五十年以上長期租約的租地	Long-term leases exceeding fifty years	226	256	226	256
十年以上中期租約的租地	Medium-term leases exceeding ten years	352	349	332	329
十年以下租約的租地	Leases of below ten years	29	35	29	35
		607	640	587	620

15 投資物業

15 Investment properties

百萬港元	in HK\$ million	集團 Group		馬會 Club	
		2007	2006	2007	2006
七月一日成本值	Cost at 1 July	7	3	7	3
轉撥自樓宇	Transfers from buildings	3	4	3	4
六月三十日成本值	Cost at 30 June	10	7	10	7
七月一日累積折舊	Accumulated depreciation at 1 July	(6)	(3)	(6)	(3)
轉撥自樓宇	Transfers from buildings	(3)	(3)	(3)	(3)
六月三十日累積折舊	Accumulated depreciation at 30 June	(9)	(6)	(9)	(6)
六月三十日賬面淨值	Net book value as at 30 June	1	1	1	1

投資物業已於二〇〇七年六月三十日及二〇〇六年六月三十日，由獨立、合資格的專業估值師「第一太平戴維斯估值及專業顧問有限公司」進行重新估值。估值以交投活躍市場的現行價格為基準進行。所有投資物業均位於香港。投資物業於估值日的公平價值為三億零一百萬港元（二〇〇六年：二億零四百萬港元）。

The investment properties were revalued at 30 June 2007 and 30 June 2006 by independent, professionally qualified valuers "Savills Valuation and Professional Services Limited". Valuations were based on current prices in an active market. The investment properties are located in Hong Kong. The fair value of the investment properties was HK\$301 million (2006: HK\$204 million) on the date of valuation.

16 長期投資組合

16 Long-term investment portfolios

百萬港元	in HK\$ million	集團 Group		馬會 Club	
		2007	2006	2007	2006
可供出售財務資產	Available-for-sale financial assets				
股票	Equities				
在香港上市	Listed in Hong Kong	1,279	887	1,279	887
在海外上市	Listed overseas	4,705	3,099	4,705	3,099
非上市	Unlisted	74	–	74	–
		6,058	3,986	6,058	3,986
債務證券	Debt securities				
在海外上市	Listed overseas	857	644	857	644
非上市	Unlisted	784	753	784	676
		1,641	1,397	1,641	1,320
另類投資 – 非上市	Alternative investments – unlisted	2,309	1,397	1,919	1,397
		10,008	6,780	9,618	6,703
衍生金融工具（附註29）	Derivative financial instruments (note 29)	(9)	1	(9)	1
尚待投資的資金	Funds awaiting investment	624	478	624	478
存款	Deposits	559	772	–	–
		11,182	8,031	10,233	7,182

集團及馬會的債務證券及存款的加權平均實際利率，分別為百分之四點六四及百分之四點四八（二〇〇六年分別為百分之四點四五及百分之四點三三）。集團及馬會的債務證券及存款的賬面價值，與其公平價值相若，而其加權平均期限則分別為九年及十一年（二〇〇六年分別為八年及十二年）。

The debt securities and deposits carry weighted average effective interest rates of 4.64% and 4.48% for the Group and Club respectively (2006: 4.45% and 4.33% respectively). The carrying amounts of the debt securities and deposits approximate their fair values and their weighted average maturities are 9 years and 11 years for the Group and Club respectively (2006: 8 years and 12 years respectively).

百萬港元	in HK\$ million	集團 Group		馬會 Club	
		2007	2006	2007	2006
長期投資組合以下列貨幣折算：	Long-term investment portfolios are				
	denominated in the following currencies:				
美元	USD	58%	50%	55%	50%
港元	HKD	12%	16%	13%	12%
歐羅	EUR	11%	9%	12%	9%
日圓	JPY	9%	8%	10%	10%
英鎊	GBP	4%	8%	4%	9%
其他貨幣	Other currencies	6%	9%	6%	10%
		100%	100%	100%	100%

17 附屬公司投資

17 Investments in subsidiaries

百萬港元	in HK\$ million	集團 Group		馬會 Club	
		2007	2006	2007	2006
非上市股份，按成本值	Unlisted shares, at cost	—	—	534	324

18 其他資產

18 Other assets

百萬港元	in HK\$ million	集團 Group		馬會 Club	
		2007	2006	2007	2006
其他資產是指在資產負債表中 已確認的集團界定福利計劃退休金資產如下：	Other assets represent pension assets of the Group's defined benefit scheme recognised in the balance sheet which are determined as follows:				
須付予僱員的福利金現值	Present value of obligations	2,422	2,326	2,422	2,326
計劃資產的公平價值	Fair value of plan assets	(3,353)	(2,734)	(3,353)	(2,734)
盈餘	Surplus	(931)	(408)	(931)	(408)
未確認的精算收益	Unrecognised actuarial gains	(623)	(123)	(623)	(123)
資產負債表所列退休金淨資產	Net pension assets in the balance sheet	(308)	(285)	(308)	(285)
在收支表中已確認的款項如下：	The amounts recognised in the income and expenditure account are as follows:				
現時服務成本	Current service cost	125	122	125	122
利息成本	Interest cost	108	80	108	80
計劃資產的預計回報	Expected return on plan assets	(191)	(167)	(191)	(167)
計入職員成本的總額（附註12）	Total included in staff costs (note 12)	42	35	42	35
已確認的計劃資產實際回報為收益六億八千八百萬港元 （二〇〇六年：收益三億七千八百萬港元）	The actual return on plan assets recognised was a gain of HK\$688 million (2006: gain of HK\$378 million).				
界定福利計劃的現值對賬如下：	Reconciliation of the present value of the defined benefit obligation is as follows:				
七月一日	At 1 July	2,326	2,188	2,326	2,188
扣除僱員供款後的現行服務成本	Current service cost net of employee contributions	125	122	125	122
利息成本	Interest cost	108	80	108	80
實際已支付的福利金	Actual benefits paid	(136)	(130)	(136)	(130)
須付福利金的精算（收益）／虧損	Actuarial (gains)/losses on obligation	(3)	64	(3)	64
實際僱員供款	Actual employee contributions	2	2	2	2
六月三十日實際須付的福利金	Actual obligation at 30 June	2,422	2,326	2,422	2,326

18 其他資產 (續)

18 Other assets (cont.)

百萬港元	in HK\$ million	集團 Group		馬會 Club	
		2007	2006	2007	2006
年內計劃資產公平價值變動如下：	The movement in the fair value of plan assets of the year is as follows:				
七月一日	At 1 July	2,734	2,385	2,734	2,385
計劃資產的預計回報	Expected return on plan assets	191	167	191	167
精算收益	Actuarial gains	497	211	497	211
僱主供款	Employer contributions	65	99	65	99
僱員供款	Employee contributions	2	2	2	2
已支付的福利金	Benefits paid	(136)	(130)	(136)	(130)
六月三十日	At 30 June	3,353	2,734	3,353	2,734
計劃負債的經驗 (收益)/ 虧損	Experience (gains)/losses on plan liabilities	(15)	78	(15)	78
計劃資產的經驗 (收益)/ 虧損	Experience (gains)/losses on plan assets	(497)	(211)	(497)	(211)

		集團 Group				馬會 Club			
		2007		2006		2007		2006	
計劃資產包括：	Plan assets are comprised as follows:								
股票	Equities	2,402	71.7%	1,982	72.5%	2,402	71.7%	1,982	72.5%
債券	Bonds	823	24.5%	729	26.7%	823	24.5%	729	26.7%
現金及其他	Cash and others	128	3.8%	23	0.8%	128	3.8%	23	0.8%
		3,353	100.0%	2,734	100.0%	3,353	100.0%	2,734	100.0%

截至二〇〇八年六月三十日止年度界定福利計劃的預計供款總額為六千五百萬港元。

所採納的主要精算假設為：折現率為百分之四點七五 (二〇〇六年：百分之四點七五)；計劃資產的預計回報率為百分之七點五 (二〇〇六年：百分之七)；而未來薪金升幅的預計比率則為百分之四 (二〇〇六年：百分之四)。

計劃資產的預計回報，以在現行投資政策下有關資產的預計回報釐定。股票及債券的預計回報，反映長期平均回報率。

Expected contributions to the defined benefit plans for the year ending 30 June 2008 are HK\$65 million.

The principal actuarial assumptions used are: discount rate 4.75% (2006: 4.75%), expected rate of return on plan assets 7.50% (2006: 7.00%) and expected rate of future salary increases 4.00% (2006: 4.00%).

The expected return on plan assets was determined by considering the expected returns available on the assets underlying the current investment policy. Expected returns on equities and bonds reflect long-term average rates of return.

19 遞延稅項資產／（負債）

年內已誌入資產負債表中的遞延稅項資產／（負債）項目及其變動情況如下：

19 Deferred tax assets/(liabilities)

The components of deferred tax assets/(liabilities) recognised in the balance sheet, and the movements during the year are as follows:

百萬港元	in HK\$ million	集團 Group				馬會 Club			
		加速折舊 扣除額 Accelerated depreciation allowances	僱員 退休福利 Employee retirement benefit cost	其他 Others	總額 Total	加速折舊 扣除額 Accelerated depreciation allowances	僱員 退休福利 Employee retirement benefit cost	其他 Others	總額 Total
二〇〇六年七月一日	At 1 July 2006	21	(46)	(1)	(26)	19	(46)	(1)	(28)
(扣自)／記入收支表	(Charged)/credited to income and expenditure account	(5)	(4)	3	(6)	(6)	(4)	2	(8)
二〇〇七年六月三十日	At 30 June 2007	16	(50)	2	(32)	13	(50)	1	(36)
二〇〇五年七月一日	At 1 July 2005	40	(32)	–	8	39	(32)	–	7
扣自收支表	Charged to income and expenditure account	(19)	(14)	(1)	(34)	(20)	(14)	(1)	(35)
二〇〇六年六月三十日	At 30 June 2006	21	(46)	(1)	(26)	19	(46)	(1)	(28)

20 債務證券組合

百萬港元	in HK\$ million	集團 Group		馬會 Club	
		2007	2006	2007	2006
可供出售財務資產	Available-for-sale financial assets				
債務證券 – 在海外上市	Debt securities – listed overseas	229	276	229	276
債務證券 – 非上市	Debt securities – unlisted	2,167	2,145	2,047	1,991
		2,396	2,421	2,276	2,267
衍生金融工具 (附註29)	Derivative financial instruments (note 29)	1	1	1	1
按公平價值透過收支列賬的財務資產	Financial assets at fair value through income or expenditure	487	390	487	390
		2,884	2,812	2,764	2,658

集團及馬會的債務證券的加權平均實際利率，分別為百分之四點六一及百分之四點五八（二〇〇六年分別為百分之四點二八及百分之四點二六）。集團及馬會的債務證券的賬面價值，與其公平價值相若，而其加權平均期限均為兩年（二〇〇六年：兩年）。債務證券以港元或美元計值。

The debt securities carry weighted average effective interest rates of 4.61% and 4.58% for the Group and Club respectively (2006: 4.28% and 4.26% respectively). The carrying amounts of the debt securities approximate their fair values and their weighted average maturities are 2 years (2006: 2 years) for the Group and Club. The debt securities are denominated in HK dollars or US dollars.

21 向附屬公司所作貸款

百萬港元	in HK\$ million	集團 Group		馬會 Club	
		2007	2006	2007	2006
香港賽馬會（慈善）有限公司	The Hong Kong Jockey Club (Charities) Limited	—	—	194	194

貸款並無抵押，亦無收取利息，須於作出要求時償還。貸款的賬面價值，與其公平價值相若。

The loan is unsecured, non-interest bearing and repayable on demand. The carrying amounts of the loan approximates its fair value.

22 其他流動資產

百萬港元	in HK\$ million	集團 Group		馬會 Club	
		2007	2006	2007	2006
存貨	Inventories	79	90	57	72
貸款及應收款項	Loans and receivables	176	140	165	131
預付款項	Prepayments	374	226	115	77
應收自附屬公司款項	Amounts due from subsidiaries	–	–	60	20
其他證券投資	Investments in other securities				
– 在香港上市	– listed in Hong Kong	39	–	39	–
		668	456	436	300

23 短期存款

集團及馬會的短期存款的加權平均實際利率，分別為百分之五點一六及百分之五點二三（二〇〇六年分別為百分之四點八五及百分之四點八四）。集團及馬會的短期存款的賬面價值，與其公平價值相若，而其加權平均期限分別為二十九日及二十六日（二〇〇六年分別為二十二日及二十二日）。短期存款以港元或美元計值。

23 Short-term deposits

The weighted average effective interest rates on short-term deposits are 5.16% and 5.23% for the Group and Club respectively (2006: 4.85% and 4.84% respectively). The carrying amounts of short-term deposits approximate their fair values and their weighted average maturities are 29 days and 26 days for the Group and Club respectively (2006: 22 days and 22 days respectively). The short-term deposits are denominated in HK dollars or US dollars.

24 短期貸款

百萬港元	in HK\$ million	集團 Group		馬會 Club	
		2007	2006	2007	2006
無抵押貸款	Unsecured loan	113	–	–	–

利息以中國人民銀行基準貸款利率減百分之十計算。貸款的賬面價值與其公平價值相若。

Interest is charged at the People’s Bank of China (“PBOC”) base lending rate with 10% mark-down. The carrying amount of the loan approximates its fair value.

25 應付予附屬公司的款項

馬會集中管理集團的現金，以確保集團內每家公司均可在低風險的情況下，為其所擁有的資金獲取與市場相若的回報率。應付予附屬公司的款項，是指馬會於結算日，為進行現金管理而持有的附屬公司經營業務所得現金。此筆款項並無抵押，利息以當時的市場利率計算，並須於要求時償還。款項的賬面價值，與其公平價值相若。

25 Amounts due to subsidiaries

The Club manages the cash funds of the Group on a centralised basis to ensure that each company within the Group receives a competitive rate of return for its funds at low risks. Amounts due to subsidiaries represent cash generated from the operations of subsidiaries that were being held by the Club at balance sheet date for cash management. The amounts are unsecured, interest bearing at prevailing market rate and repayable on demand. The carrying amounts approximate their fair values.

26 儲備

26 Reserves

百萬港元	in HK\$ million	集團 Group				馬會 Club			
		累積儲備 Accumulated reserve	投資重估儲備 Investment revaluation reserve	匯兌儲備 Exchange reserve	總額 Total	累積儲備 Accumulated reserve	投資重估儲備 Investment revaluation reserve	匯兌儲備 Exchange reserve	總額 Total
二〇〇六年七月一日	At 1 July 2006	14,452	966	(2)	15,416	11,993	966	–	12,959
年內保留盈餘	Retained surplus								
	for the year	1,752	–	–	1,752	1,709	–	–	1,709
貨幣兌換差額	Currency translation								
	differences	–	–	17	17	–	–	–	–
債務證券及	Surplus on revaluation								
長期投資組合的重估增值	of debt securities								
	and long-term								
	investment portfolios	–	1,161	–	1,161	–	1,161	–	1,161
債務證券及	Realisation on sale of								
長期投資組合的重估盈餘變現	debt securities								
	and long-term								
	investment portfolios	–	(402)	–	(402)	–	(402)	–	(402)
		–	759	–	759	–	759	–	759
二〇〇七年六月三十日	At 30 June 2007	16,204	1,725	15	17,944	13,702	1,725	–	15,427
二〇〇五年七月一日	At 1 July 2005	13,072	665	–	13,737	11,417	665	–	12,082
年內保留盈餘	Retained surplus								
	for the year	1,380	–	–	1,380	576	–	–	576
貨幣兌換差額	Currency translation								
	differences	–	–	(2)	(2)	–	–	–	–
債務證券及	Surplus on revaluation								
長期投資組合的重估增值	of debt securities								
	and long-term								
	investment portfolios	–	675	–	675	–	675	–	675
債務證券及	Realisation on sale of								
長期投資組合的重估盈餘變現	debt securities								
	and long-term								
	investment portfolios	–	(374)	–	(374)	–	(374)	–	(374)
		–	301	–	301	–	301	–	301
二〇〇六年六月三十日	At 30 June 2006	14,452	966	(2)	15,416	11,993	966	–	12,959

27 備用基金

27 Contingency Fund

百萬港元	in HK\$ million	集團 Group			馬會 Club		
		基金結餘 Fund balance	投資重估 Investment revaluation reserve	總額 Total	基金結餘 Fund balance	投資重估 Investment revaluation reserve	總額 Total
二〇〇六年七月一日	At 1 July 2006	8,084	1,236	9,320	8,084	1,236	9,320
轉撥自收支表	Transfer from income and expenditure account	1,936	–	1,936	1,936	–	1,936
投資的重估增值	Surplus on revaluation of investments	–	1,107	1,107	–	1,107	1,107
投資的重估盈餘變現	Realisation on sale of investments	–	(727)	(727)	–	(727)	(727)
		–	380	380	–	380	380
二〇〇七年六月三十日	At 30 June 2007	10,020	1,616	11,636	10,020	1,616	11,636
二〇〇五年七月一日	At 1 July 2005	7,000	1,093	8,093	7,000	1,093	8,093
轉撥自收支表	Transfer from income and expenditure account	1,084	–	1,084	1,084	–	1,084
投資的重估增值	Surplus on revaluation of investments	–	686	686	–	686	686
投資的重估盈餘變現	Realisation on sale of investments	–	(543)	(543)	–	(543)	(543)
		–	143	143	–	143	143
二〇〇六年六月三十日	At 30 June 2006	8,084	1,236	9,320	8,084	1,236	9,320

備用基金投資代表：

Represented by Contingency Fund investments:

百萬港元	in HK\$ million	集團 Group		馬會 Club	
		2007	2006	2007	2006
可供出售財務資產	Available-for-sale financial assets				
股票	Equities				
在香港上市	Listed in Hong Kong	3,742	2,688	3,742	2,688
在海外上市	Listed overseas	5,360	4,222	5,360	4,222
		9,102	6,910	9,102	6,910
債務證券	Debt securities				
在海外上市	Listed overseas	1,021	782	1,021	782
非上市	Unlisted	912	822	912	822
		1,933	1,604	1,933	1,604
衍生金融工具（附註29）	Derivative financial instruments (note 29)	(1)	6	(1)	6
尚待投資的資金	Funds awaiting investment	602	800	602	800
		11,636	9,320	11,636	9,320

27 備用基金 (續)

集團及馬會的債務證券的加權平均實際利率，為百分之四點五五（二〇〇六年：百分之四點三三）。集團及馬會的債務證券的賬面價值，與其公平價值相若，而其加權平均期限則為十一年（二〇〇六年：十二年）。

27 Contingency Fund (cont.)

The debt securities carry weighted average effective interest rate of 4.55% for the Group and Club (2006: 4.33%). The carrying amounts of the debt securities approximate their fair values and their weighted average maturities are 11 years for the Group and Club (2006: 12 years).

		集團 Group		馬會 Club	
		2007	2006	2007	2006
備用基金投資以下列貨幣折算：	Contingency Fund investments are				
	denominated in the following currencies:				
美元	USD	40%	32%	40%	32%
港元	HKD	32%	29%	32%	29%
歐羅	EUR	12%	10%	12%	10%
日圓	JPY	6%	5%	6%	5%
英鎊	GBP	4%	8%	4%	8%
其他貨幣	Other currencies	6%	16%	6%	16%
		100%	100%	100%	100%

28 發展基金

28 Development Fund

		集團 Group		
百萬港元	in HK\$ million	基金結餘 Fund balance	投資重估儲備 Investment revaluation reserve	總額 Total
二〇〇六年七月一日	At 1 July 2006	849	—	849
轉撥自收支表	Transfer from income and expenditure account	100	—	100
二〇〇七年六月三十日	At 30 June 2007	949	—	949
二〇〇五年七月一日	At 1 July 2005	772	(1)	771
轉撥自收支表	Transfer from income and expenditure account	77	—	77
長期投資組合的重估增值	Surplus on revaluation of long-term investment portfolios	—	1	1
二〇〇六年六月三十日	At 30 June 2006	849	—	849

賽馬會會員事務有限公司轄下的發展基金，主要用作積聚足夠的資金，以備日後添置會員設施。董事局在批准從淨額盈餘作出週年撥款時，將考慮全年的經營盈餘、基金所賺得的利息收入、在年內收取的全費會員、賽馬會員及公司會員入會費及會籍資格費，以及加入沙田及鄉村會所特許計劃的收費等。

The primary purpose of the Development Fund, which is maintained under The Jockey Club Membership Services Limited, is to accumulate adequate funds to finance future membership facilities. The annual transfer from the net surplus of the year is approved by the Stewards taking into consideration the operating surplus, interest income earned by this Fund, and the amounts of entrance and qualification fees of Full, Racing and Corporate Members, and Country Concession Scheme joining fees received during the year.

29 衍生金融工具

百萬元		集團 Group			馬會 Club		
		長期投資組合 Long-term investment portfolios (附註 note 16)	債務證券組合 Debt securities portfolio (附註 note 20)	備用基金投資 Contingency Fund investments (附註 note 27)	長期投資組合 Long-term investment portfolios (附註 note 16)	債務證券組合 Debt securities portfolio (附註 note 20)	備用基金投資 Contingency Fund investments (附註 note 27)
	in HK\$ million						
遠期債券合約	Forward contracts on bonds	1	–	2	1	–	2
遠期外匯合約	Forward foreign						
	exchange contracts	(2)	–	(1)	(2)	–	(1)
期貨	Futures	(8)	1	(1)	(8)	1	(1)
掉期	Swaps	–	–	(1)	–	–	(1)
二〇〇七年六月三十日	At 30 June 2007	(9)	1	(1)	(9)	1	(1)
遠期債券合約	Forward contracts on bonds	1	–	2	1	–	2
遠期外匯合約	Forward foreign						
	exchange contracts	(2)	1	(2)	(2)	1	(2)
期貨	Futures	(5)	–	(7)	(5)	–	(7)
掉期	Swaps	7	–	13	7	–	13
二〇〇六年六月三十日	At 30 June 2006	1	1	6	1	1	6

30 除稅前盈餘與營業活動所產生的淨現金流入對賬

百萬元		集團 Group	
		2007	2006
	in HK\$ million		
除稅前盈餘	Surplus before taxation	4,034	2,866
出售證券投資及其他投資的盈餘	Surplus on sale of securities investments and other investments	(2,537)	(1,475)
股息收入	Dividend income	(255)	(198)
利息收入	Interest income	(540)	(435)
利息支出	Interest expenses	2	–
衍生金融工具的淨虧損	Net losses of derivative financial instruments	73	79
按公平價值透過收支列賬的	Net (gains)/losses of financial assets at		
財務資產的淨（收益）／虧損	fair value through income or expenditure	(29)	23
變賣物業、設備及器材的收益	Gains on disposal of property, plant and equipment	(16)	(31)
物業、設備及器材折舊	Depreciation of property, plant and equipment	664	598
租賃土地預付款項攤銷	Amortisation for leasehold land prepayments	15	18
營運資金變動	Movement in working capital		
存貨減少／（增加）	Decrease/(increase) in inventories	11	(16)
貸款及應收款項（增加）／減少	(Increase)/decrease in loans and receivables	(23)	48
預付款項增加	Increase in prepayments	(148)	(142)
應付款項（減少）／增加	(Decrease)/increase in creditors	(39)	509
其他資產增加	Increase in other assets	(23)	(64)
營業活動所產生的淨現金流入	Cash inflow generated from operations	1,189	1,780

31 承擔

(a) 資本承擔

於結算日尚未產生的資本支出承擔如下：

百萬港元	in HK\$ million	集團 Group	
		2007	2006
物業、設備及器材	Property, plant and equipment		
已訂立合約但未作出準備	Contracted but not provided for	490	387
已批准但未訂立合約	Authorised but not contracted for	923	1,027
		1,413	1,414

(b) 租賃承擔

於六月三十日，根據不可取消的營業租約規定，日後須支付的最低租金總額如下：

31 Commitments

(a) Capital commitments

Capital expenditure commitments at the balance sheet date but not yet incurred are as follows:

		集團 Group	
		2007	2006
物業、設備及器材	Property, plant and equipment		
已訂立合約但未作出準備	Contracted but not provided for	490	387
已批准但未訂立合約	Authorised but not contracted for	923	1,027
		1,413	1,414

(b) Lease commitments

As at 30 June, the total future aggregate minimum lease payments under non-cancellable operating leases are as follows:

		集團 Group	
		2007	2006
樓宇	Buildings		
於一年內	Within one year	55	153
於第二至第五年內	In the second to fifth year inclusive	316	337
於第五年後	After the fifth year	–	1
		371	491

32 退休計劃

集團為全職僱員設立了一項界定福利計劃及一項界定供款計劃。兩項計劃均根據《職業退休計劃條例》註冊，並由獨立信託人管理。此外，集團亦有參與一項集成信託強制性公積金計劃。此項計劃根據《強制性公積金計劃條例》註冊，並由一家獨立的服務供應商承辦。

32 Retirement benefit schemes

The Group operates a defined benefit scheme and a defined contribution scheme. Members of both schemes are full-time employees of the Group. Both schemes are registered under the Occupational Retirement Schemes Ordinance and administered by independent trustees. The Group also participates in a master trust MPF scheme registered under the Mandatory Provident Fund Schemes Ordinance. The MPF scheme is operated by an independent service provider.

33 與有關連人士之交易

由於馬會董事局成員亦同時擔任香港賽馬會慈善信託基金（「信託基金」）信託人及賽馬會濶西洲公眾高爾夫球場有限公司董事局成員，因此馬會與信託基金及濶西洲高爾夫球場有限公司均有關連。

集團與有關連人士已進行的交易如下：

(a) 管理費用

年內，集團就提供行政及支援服務，向信託基金收取管理費用四千一百萬港元（二〇〇六年：三千七百萬港元）。

(b) 主要管理層薪酬

香港賽馬會由董事局掌管，並由一組高級行政人員協助管理。董事局負責決定馬會的整體政策方針及各項資金的運用，並有權推行馬會各項目標。馬會最高管理層以行政總裁為首，並由各執行總監及部門主管組成，負責執行董事局的決定及管理馬會的運作。

各董事均義務任職，在年內並無領取酬金。最高管理層各成員年內的薪酬合共一億四千萬港元（二〇〇六年：一億三千萬港元），當中包括短期僱員薪酬一億二千五百萬港元（二〇〇六年：一億一千六百萬港元），以及離職後福利金一千五百萬港元（二〇〇六年：一千四百萬港元）。

34 其他承擔

馬會向香港特別行政區政府作出保證，政府從本地賽馬博彩所收取的博彩稅款，於《2006年博彩稅（修訂）條例》實施後最初三年，每年不少於八十億港元。此項保證將於該條例實施兩年後予以檢討。

35 比較數字

若干比較數字已予調整或重新分類，以符合本年度的列示方式。

33 Related party transactions

The Club is related to The Hong Kong Jockey Club Charities Trust (the “Trust”) and the Jockey Club Kau Sai Chau Public Golf Course Limited (“KSCGC”) as the Club’s Stewards are also the Trustees of the Trust and the Directors of KSCGC.

The following transactions were carried out by the Group with the related parties:

(a) Management expenses

During the year, the Group recharged management expenses of HK\$41 million (2006: HK\$37 million) to the Trust for provision of administrative and support services.

(b) Key management compensation

The Hong Kong Jockey Club is governed by a Board of Stewards with assistance from a team of senior executives. The Stewards are responsible for the overall policy and direction of the Club and its funds as a whole, and have the power to effect and carry out the objects of the Club. The senior executive management team, led by the Chief Executive Officer and comprising Executive Directors and Heads of Departments, is to execute the decisions made by the Stewards and to control the operations.

Stewards act in an entirely honorary capacity and have received no emoluments in the year under review. Total remuneration for the senior executive management team amounted to HK\$140 million for the current year (2006: HK\$130 million), comprising HK\$125 million (2006: HK\$116 million) for short-term employee compensation and HK\$15 million (2006: HK\$14 million) for post-employment benefits.

34 Other commitments

The Club provides a guarantee to the Hong Kong SAR Government for betting duty payment on local horse race bets to be no less than HK\$8 billion a year for a period of three years after the enactment of the Betting Duty (Amendment) Ordinance 2006, such guarantee to be reviewed after two years.

35 Comparative figures

Certain comparative figures have been adjusted or reclassified to conform with the current year’s presentation.

Group Comparative Statement of Financial Results for Full Racing Season (78 Race Meetings)

集團全個馬季(七十八次賽事)財務業績比較表

百萬港元	in HK\$ million	2007*	2006*
		重列 Restated	
顧客投注總額	Amounts wagered by customers	100,779	97,615
博彩及獎券收益	Betting and lottery revenue	19,416	19,253
博彩稅及獎券博彩稅	Betting and lottery duty	(12,399)	(12,074)
付款予外地賽馬機構	Payment to racing jurisdiction outside Hong Kong	(27)	(48)
獎券基金	Lotteries Fund	(988)	(944)
佣金及毛利	Commission and gross margin	6,002	6,187
其他收益	Other revenue	1,417	1,273
銷售成本	Cost of sales	(296)	(274)
		1,121	999
存款利息收入	Interest income from deposits	217	171
證券投資及長期投資組合的盈餘	Surplus from securities investments and long-term investment portfolios	1,135	751
備用基金投資的盈餘	Surplus from Contingency Fund investments	1,936	1,084
其他收入	Other income	24	38
經營收入	Operating income	10,435	9,230
經營成本	Operating costs	(5,052)	(4,519)
扣除稅項及慈善捐款前的經營盈餘	Operating surplus before taxation and charitable donations	5,383	4,711
融資成本	Finance costs	(2)	–
撥款予香港賽馬會慈善信託基金	Appropriation to The Hong Kong Jockey Club Charities Trust		
– 撥款基金	– Allocations Fund	(650)	(700)
– 資本基金	– Capital Fund	(700)	(1,100)
除稅前盈餘	Surplus before taxation	4,031	2,911
稅項	Taxation	(245)	(331)
撥款及除稅後的淨額盈餘	Net surplus after appropriation and taxation	3,786	2,580
轉撥予備用基金	Transfer to Contingency Fund	(1,936)	(1,084)
轉撥予發展基金	Transfer to Development Fund	(100)	(77)
保留盈餘撥入累積儲備	Retained surplus transferred to Accumulated Reserve	1,750	1,419

* 請參閱第九十三頁附註1。

* Refer to note 1 on page 93.

香港賽馬會集團
賽馬及投注設施

截至六月三十日止各年度
百萬港元

The Hong Kong Jockey Club Group
Racing and betting facilities

for years ended 30 June
in HK\$ million

		2007*	2006*	2005	2004	2003
		重列 Restated	重列 Restated	重列 Restated	重列 Restated	重列 Restated
賽馬博彩顧客投注總額	Amounts wagered by					
	customers on horse race betting	64,000	60,050	62,661	65,025	71,465
賽馬博彩彩金及回扣	Horse race betting dividends and rebates	(53,040)	(48,806)	(50,893)	(52,732)	(58,085)
賽馬博彩收益	Horse race betting revenue	10,960	11,244	11,768	12,293	13,380
賽馬博彩稅	Horse race betting duty	(8,039)	(7,943)	(8,352)	(8,779)	(9,517)
付款予外地賽馬機構	Payment to racing jurisdiction					
	outside Hong Kong	(27)	(48)	(29)	–	–
賽馬博彩毛利	Horse race betting gross margin	2,894	3,253	3,387	3,514	3,863
足球博彩顧客投注總額	Amounts wagered by					
	customers on football betting	30,190	31,272	26,731	16,063	–
足球博彩彩金	Football betting dividends	(24,764)	(26,157)	(22,669)	(12,762)	–
足球博彩收益	Football betting revenue	5,426	5,115	4,062	3,301	–
足球博彩稅	Football betting duty	(2,713)	(2,558)	(2,031)	(1,651)	–
足球博彩毛利	Football betting gross margin	2,713	2,557	2,031	1,650	–
獎券顧客投注總額	Amounts wagered by					
	customers on lottery	6,589	6,293	6,599	5,860	5,086
獎券獎金	Lottery prizes	(3,559)	(3,399)	(3,563)	(3,164)	(2,747)
獎券收益	Lottery revenue	3,030	2,894	3,036	2,696	2,339
獎券博彩稅	Lottery duty	(1,647)	(1,573)	(1,650)	(1,465)	(1,271)
獎券基金	Lotteries Fund	(988)	(944)	(990)	(879)	(763)
獎券佣金	Lottery commission	395	377	396	352	305

* 二〇〇六年及二〇〇七年兩欄的數字已包括全個馬季的財務業績，請參閱第九十三頁附註1。

* The 2006 and 2007 columns include the financial results of the full racing seasons. Refer to note 1 on page 93.

香港賽馬會集團
賽馬及投注設施（續）

截至六月三十日止各年度
百萬港元

The Hong Kong Jockey Club Group
Racing and betting facilities (cont.)

for years ended 30 June
in HK\$ million

		2007*	2006*	2005	2004	2003
		重列 Restated	重列 Restated	重列 Restated	重列 Restated	重列 Restated
其他賽馬及博彩收益	Other racing and betting revenue	534	480	438	405	390
財務及雜項收入	Financial and miscellaneous income	1,290	905	370	328	67
備用基金投資的盈餘／（虧損）	Surplus/(deficit) from Contingency Fund Investments	1,936	1,084	662	619	(139)
總經營收入	Total operating income	9,762	8,656	7,284	6,868	4,486
直接經營成本	Direct operating costs	(3,875)	(3,459)	(3,260)	(3,158)	(2,976)
雜項捐款	Miscellaneous donations	(3)	(5)	(15)	(13)	(4)
折舊、攤銷及註銷	Depreciation, amortisation and write-offs	(658)	(595)	(608)	(630)	(517)
總經營成本	Total operating costs	(4,536)	(4,059)	(3,883)	(3,801)	(3,497)
扣除稅項及 慈善捐款前的經營盈餘	Operating surplus before taxation and charitable donations	5,226	4,597	3,401	3,067	989
撥款予香港賽馬會 慈善信託基金	Appropriation to The Hong Kong Jockey Club Charities Trust					
– 撥款基金	– Allocations Fund	(650)	(700)	(710)	(920)	(600)
– 資本基金	– Capital Fund	(700)	(1,100)	(600)	(200)	–
除稅前盈餘	Surplus before taxation	3,876	2,797	2,091	1,947	389
撥入金多寶彩池的逾期末領獎金	Unclaimed prizes transferred to the Snowball Pool	74	66	71	83	108

二〇〇四年的數字包括全季的賽馬及六合彩獎券業績，以及十一個月的足球博彩業績（馬會於二〇〇三年八月一日開始經營足球博彩業務）。
由二〇〇五年開始，金額數字包括全季的賽馬、六合彩獎券及足球博彩業績。

The 2004 figures include a full year's racing and Mark Six lottery results and 11 months' football betting results (football betting business commenced on 1 August 2003).
From 2005 onwards, the figures include a full year's racing, Mark Six lottery and football betting results.

* 二〇〇六年及二〇〇七年兩欄的數字已包括全個馬季的財務業績，請參閱第九十三頁附註1。

* The 2006 and 2007 columns include the financial results of the full racing seasons. Refer to note 1 on page 93.

賽馬會會員事務有限公司
會員設施

截至六月三十日止各年度
百萬港元

收入
會員會費
餐飲業務盈餘／(虧損)
其他非餐飲業務收入
財務及雜項收入

總經營收入

會員事務直接行政支出
折舊及註銷

會員事務行政總支出

經營盈餘／(虧損)
發展收入

除稅前盈餘

The Jockey Club Membership Services Limited
Membership facilities

for years ended 30 June
in HK\$ million

	2007*	2006*	2005	2004	2003
Income					
Membership subscriptions	192	156	154	152	153
Catering surplus/(deficit)	2	(1)	(2)	(16)	(28)
Other non-catering income	27	26	28	21	18
Financial and miscellaneous income	32	20	9	6	6
Total operating income	253	201	189	163	149
Direct membership administration costs	(161)	(152)	(139)	(117)	(115)
Depreciation and write-offs	(52)	(49)	(50)	(42)	(39)
Total membership administration costs	(213)	(201)	(189)	(159)	(154)
Operating surplus/(deficit)	40	—	—	4	(5)
Development income	142	114	99	94	72
Surplus before taxation	182	114	99	98	67

於二〇〇七年六月三十日，賽馬會會員事務有限公司賬面淨值為十七億零三百萬港元（二〇〇六年：十五億三千九百萬港元），包括物業、設備及器材二億九千七百萬港元（二〇〇六年：二億七千三百萬港元），長期投資組合九億四千九百萬港元（二〇〇六年：八億四千九百萬港元），遞延稅項資產六百萬港元（二〇〇六年：八百萬港元），流動資產六億一千二百萬港元（二〇〇六年：五億四千三百萬港元），減去流動負債一億六千一百萬港元（二〇〇六年：一億三千四百萬港元）。

The net assets of The Jockey Club Membership Services Limited at 30 June 2007 were HK\$1,703 million (2006: HK\$1,539 million), including property, plant and equipment of HK\$297 million (2006: HK\$273 million), long-term investment portfolios of HK\$949 million (2006: HK\$849 million), deferred tax assets of HK\$6 million (2006: HK\$8 million), current assets of HK\$612 million (2006: HK\$543 million), less current liabilities of HK\$161 million (2006: HK\$134 million).

* 二〇〇六年及二〇〇七年兩欄的數字已包括全個馬季的財務業績，請參閱第九十三頁附註1。

* The 2006 and 2007 columns include the financial results of the full racing seasons. Refer to note 1 on page 93.

Statistical Summary 統計數字概要

賽事	Racing					
截至六月三十日止各年度	for years ended 30 June	2007*	2006*	2005	2004	2003
賽馬日次數	Race meetings					
日馬次數	Day meetings	46	44	44	46	41
夜馬次數	Night meetings	32	34	34	32	37
總次數	Total number of meetings	78	78	78	78	78
草地賽馬場數	Races on turf	642	617	635	624	636
全天候跑道賽馬場數	Races on all-weather track	84	91	75	73	74
總場數	Total number of races	726	708	710	697	710
馬匹	Horses					
馬匹出賽總次數	Total runners	9,083	9,018	9,153	8,994	9,167
勝出一場賽事馬匹數目	Horses winning 1 race	305	279	287	290	313
勝出兩場賽事馬匹數目	Horses winning 2 races	114	132	112	103	109
勝出三場賽事馬匹數目	Horses winning 3 races	37	34	39	37	42
勝出三場以上賽事馬匹數目	Horses winning over 3 races	18	13	17	20	12
勝出賽事馬匹數目	Horses with winnings	474	458	455	450	476
未曾勝出頭馬但跑入位置馬匹數目	Horses not winning – placed	387	372	400	407	418
未曾勝出頭馬亦無跑入位置馬匹數目	Horses not winning – unplaced	293	321	328	370	364
未曾出賽馬匹數目	Horses not raced	201	186	175	205	165
馬匹總數	Total horse population	1,355	1,337	1,358	1,432	1,423
退役馬匹	Retirements	338	313	344	412	399
賽事獎金	Prize money					
獎金總額（百萬港元）	Total prize money (HK\$ million)	685	678	677	674	698
每場平均獎金（千港元）	Average prize money per race (HK\$'000)	944	957	954	968	982
每匹馬平均獎金（千港元）	Average prize money per horse (HK\$'000)	506	507	499	471	490
年內曾贏得獎金馬匹	Percentage of horses					
佔馬匹總數百分比	winning prize money in the year	68%	67%	67%	64%	67%
年內曾贏得獎金馬匹	Percentage of individual runners					
佔出賽馬匹總數百分比	winning prize money in the year	80%	78%	77%	75%	76%
年內贏回基本養馬費用或 更多獎金馬匹百分比	Percentage of horses recovering basic costs or more in the year	43%	42%	42%	43%	43%
每賽馬日平均入場人數（千）	Average attendance per meeting ('000)					
跑馬地	Happy Valley	17.4	17.3	18.1	19.3	20.7
沙田	Sha Tin	29.5	28.3	29.0	30.7	32.3
賽馬投注額（百萬港元）	Racing Turnover (HK\$ million)					
普通彩池	Standard bets	54,433	50,242	51,890	52,822	58,023
特別彩池	Exotic bets	9,567	9,808	10,771	12,203	13,442
總額	Total	64,000	60,050	62,661	65,025	71,465

* 二〇〇六年及二〇〇七年兩欄的數字，已包括全季的統計資料（即該兩欄分別包括二〇〇六年七月二日及二〇〇七年七月二日兩天賽事的數字）。
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* The 2006 and 2007 columns include the statistical data of the full racing seasons (i.e. 2 July 2006 and 2 July 2007 race meetings included in 2006 and 2007 respectively).

財務	Financial					
截至六月三十日止各年度 百萬港元	for years ended 30 June in HK\$ million	2007*	2006*	2005	2004	2003
繳付政府稅款	Payments of duty and taxation to Government					
賽馬博彩稅	Racing betting duty	8,039	7,943	8,352	8,779	9,517
足球博彩稅	Football betting duty	2,713	2,558	2,031	1,651	–
獎券博彩稅	Lottery duty	1,647	1,573	1,650	1,465	1,271
利得稅	Profits tax	245	331	302	286	147
		12,644	12,405	12,335	12,181	10,935
娛樂稅* 撥捐香港公益金	Donation in lieu of Entertainments tax* to The Community Chest of Hong Kong	3	3	4	3	4

* 娛樂稅自一九九三年四月一日起撤消。馬會同意將相等於娛樂稅款額的馬場入場費捐贈香港公益金，為期十年至二〇〇三年三月三十一日，其後續期至二〇〇九年三月三十一日。

* Entertainments tax was abolished with effect from 1 April 1993. The Club agreed to donate sums equivalent to entertainments tax on racecourse admission to The Community Chest of Hong Kong for ten years up to 31 March 2003, subsequently extended to 31 March 2009.

會員	Membership					
截至六月三十日止各年度	for years ended 30 June	2007*	2006*	2005	2004	2003
會員人數	Number of Members					
全費會員	Full Members	13,013	12,890	12,712	12,534	12,411
全費會員 (S)	Full Members (S)	191	189	186	187	188
賽馬及其他會員	Racing and other Members	6,769	6,444	6,148	5,900	5,806
缺席會員	Absent Members	4,725	4,631	4,566	4,540	4,479
公司會員	Corporate Members	155	152	149	149	148
		24,853	24,306	23,761	23,310	23,032

集團僱員	Group employees					
截至六月三十日止各年度	for years ended 30 June	2007*	2006*	2005	2004	2003
全職	Full-time	4,626	4,429	4,275	4,204	4,204
兼職	Part-time	20,313	20,135	18,490	17,447	14,152

* 二〇〇六年及二〇〇七年兩欄的數字，已包括全季的統計資料 (即該兩欄分別包括二〇〇六年七月二日及二〇〇七年七月二日兩天賽事的數字)。

* The 2006 and 2007 columns include the statistical data of the full racing seasons (i.e. 2 July 2006 and 2 July 2007 race meetings included in 2006 and 2007 respectively).