

In this annual report, unless the context otherwise requires, the following expressions have the following meanings:

GENERAL TERMS

“BVI”	British Virgin Islands
“CCTV”	State controlled China Central Television
“CEPA”	Closer Economic Partnership Arrangement
“Company” or “NWI”	New World Infrastructure Limited
“Group”	NWI and its subsidiaries
“HK”	Hong Kong
“HK\$” or “HK dollar”	the lawful currency of Hong Kong
“Hong Kong Stock Exchange” or “HKSE”	The Stock Exchange of Hong Kong Limited
“Listing Rules”	Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited
“Municipality”	a municipality responsible directly to the Central Government; currently, there are four municipalities of this type in China being Beijing, Shanghai, Tianjin and Chongqing
“NASDAQ”	National Association of Securities Dealers Automated Quotation
“NWD”	New World Development Company Limited
“New World Group”	NWD and its subsidiaries
“PRC”	People’s Republic of China
“RMB” or “Rmb” or “Renminbi”	the lawful currency of the PRC
“SAR”	Special Administrative Region — a status granted to Hong Kong and Macau to own an independent governmental and legislative system and to enjoy a degree of autonomy from the PRC government under the principle of “one country, two systems”
“SARFT”	State Administration of Radio, Film and Television
“US\$” or “USD” or “US dollar”	the lawful currency of the United States of America
“WTO”	World Trade Organization

FINANCIAL TERMS

“Attributable Operating Profit” or “AOP”	Profit available for appropriation before head office items
“Attributable Debt”	Total bank and other borrowings less liabilities undertaken by NWS Holdings Limited
“Earnings/(Loss) per Share” or “EPS/LPS”	$\frac{\text{Profit/(Loss) Attributable to Shareholders}}{\text{Weighted average number of shares in issue during the year}}$
“Equity”	Shareholders’ funds plus mandatorily convertible bonds
“Interest Coverage”	$\frac{\text{Profit before interest and taxation}}{\text{Interest expense}}$
“IRR”	Internal rate of return
“Net Assets”	Total assets less total liabilities and minority interests
“Net Assets per Share”	$\frac{\text{Net Assets}}{\text{Number of shares as at year end plus number of shares to be issued on conversion of mandatorily convertible bonds}}$
“Net Attributable Debt”	Attributable Debt less cash and bank balances of the Group
“Net Attributable Debt to Equity”	$\frac{\text{Net Attributable Debt}}{\text{Equity}}$
“Profit/(Loss) Attributable to Shareholders”	Profit/(Loss) available for appropriation less interest on mandatorily convertible bonds
“Total Assets to Total Liabilities”	$\frac{\text{Total assets}}{\text{Total liabilities}}$

TECHNICAL TERMS

“ADSL”	Asymmetric Digital Subscriber Line is a high-speed always-on technology that enables the transfer of data over existing copper lines, allowing more bandwidth downstream than upstream
“ASIC”	Application Specific Integrated Circuit
“ASP”	Application Service Provider
“Broadband”	A transmission channel that has a bandwidth greater than a voice-grade line of 3KHz, usually T-1 and above. A broadband line can carry numerous voice, video and data channels simultaneously through digital or analogue signals
“CA”	Certificate Authority
“CAGR”	compound annual growth rate
“CATV”	Community Antenna Television, also known as “cable TV”
“CDMA”	Code-Division Multiple Access technology, which is a digital transmission technology that accommodates higher throughput by using various coding sequences to mix and separate voice and data signals for wireless communication
“CDMA2000”	One of the principal standard for the third-generation cellular technology, including 1X and 3X standards. It is a multi-carrier wideband CDMA technology based on IS-95 standard and supports both packet switched and circuit-switched communications
“CRM”	Customer Relationship Management is an information industry term for methodologies, software, and usually Internet capabilities that help an enterprise manage customer relationships in an organized way
“DBS”	Direct broadcast satellite
“DOCSIS”	Data Over Cable Service Interface Specifications is an industry specification that defines the technical requirements for equipment at both the subscriber’s location and the cable operator’s headend
“DVB”	Digital Video Broadcasting
“DVB-C”	Digital Video Broadcasting-Cable
“e-commerce”	electronic commerce
“GPRS”	General Packet Radio Service, an upgrade to existing GSM networks that uses packet switching rather than circuit switching which allows always-on connection
“GSM”	Global cellular system for mobile communications, a digital mobile cellular telephone system operating in the 900 MHz frequency band based on digital transmission and cellular network architecture with roaming
“HFC”	A hybrid fibre coaxial network is a system that has the potential to deliver voice, video and data via fibre-optic cable for long-haul transmission and coaxial cable for short-haul transmission
“ICP”	Internet Content Provider
“IDC”	Internet Data Center

“Internet”	a global collection of interconnected data communications networks accessible by subscribers worldwide
“IP”	Internet Protocol
“ISDN”	Integrated Services Digital Network
“ISP”	Internet Service Provider
“IT”	Information Technology
“IX”	Internet Exchange
“LAS-CDMA”	Large Area Synchronised Code Division Multiple Access technology
“MMS”	Multimedia Message Service
“PBS”	Public Broadcast Station
“PDA”	Personal Digital Assistants
“PSTN”	Public Switched Telephone Network
“PUSH”	Push is the delivery of information on the Web that is initiated by the information server rather than by the information user
“SCM”	Supply Chain Management
“Set-top box” or “STB”	A compact interface device that at-home subscribers use to select channels, convert compressed signals or interact with a visual communications network
“SMS”	Short Message Service
“Tenth Five-Year Plan”	the plan proposed by the Central Committee of the Chinese Communist Party and reported to the Fourth Session of the Chinese National People’s Congress in relation to the economic and social development of the PRC for the years 2001 to 2005
“VAS”	Value-added Services
“VOD”	Video on Demand
“VoIP”	Voice over Internet Protocol is a technology for using packet-switched networks such as the Internet to support voice calls
“VPN”	Virtual Private Network
“VSAT”	Very Small Aperture Terminal is a satellite communications system that serves home and business users
“Wi-Fi”	Wireless Fidelity is the popular term for a high-frequency wireless local area network
“2G”	Second-generation cellular technology
“3G”	Third-generation cellular technology