

Porsche aims for 31pc stake in Volkswagen  
Cars B17  
World



The smart money is on for a boom in the mainland  
Tom Holland B2  
Comment

Hang Seng Index: change on the week  
▲3.9%  
Snapshot

Blue-chip mover of the week: China Resources  
▲11.61%

of the week: Oil  
▲US\$5.17

MARKETS Baht hits 9-year high B20

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# Business

Cofco aims to

Firm sells more coal but lower sale prices affect margins

## Shenhua falls to record 17.5b

### Life

How filmmakers are helping NGOs broadcast their message  
Feature C5

Precious metallic: five great silver handbags  
Style C7



TALKBACK Your view

## City

SOUTH CHINA MORNING POST MONDAY, MARCH 26, 2007

Spotlight on jewellery retailers shows up flaws

The glare out there



Eric Ng

### Black power

China Shenhua Energy, the world's second-largest coal producer by sales volume, posted an 11.8 per cent rise in net profit to a record 17.46 billion yuan for last year, although it was below market expectation due to lower than expected coal sale prices.

The profit is 7.2 per cent lower than the 18.83 billion yuan mean forecast of 21 analysts polled by Thomson First Call and 5.4 per cent below the 18.45 billion yuan forecast of the same number of analysts in a Bloomberg survey.

Second-half net profit grew 13 per cent year on year to 8.85 billion yuan, outpacing a 10.4 per cent increase in the first half.



Wrecking or renovating?

Battle lines are drawn over HK's pace of urban renewal

Behind the News A18



Diving Queen  
China's Guo Jinglin sets a record fourth time

# South China Morning Post

南華早報

see live updates at www.scmp.com

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Monday, March 26, 2007

Chief executive secures better-than-expected vote; pledges to strive for universal

## Tsang promises to govern for



Jimmy Cheung and Denise Hung

Donald Tsang Yam-kuen yesterday pledged a government of consensus in his second term after securing an expected victory in the chief executive poll with 649 votes.

As the result was announced, Mr Tsang, 62, choked back tears, while supporters cheered and opponents chanted slogans calling for universal suffrage.

Mr Tsang received eight votes more than the nominations he received from the 795-member Election Committee. His challenger, Alan Leong Kah-kit of the Civic Party, received 123 votes, nine fewer than the nominations he received to force the first contested chief executive election since the handover - and first to have a pan-democrat challenger.

"The third SAR government, under my leadership, will be a government of all social strata

barely three hours, brought together tycoons, professionals, unionists and lawmakers at the AsiaWorld-Expo at Chek Lap Kok to return Hong Kong's leader for the 2007-12 term.

Most of Mr Tsang's support came from government supporters and Beijing loyalists. His victory was a Beijing conclusion but the 11 blank foregone votes taken as a barometer of dissatisfaction with the ex-civil servant. Another five votes were invalid and one was unused. The number of blank ballots fell within the estimates of Mr Tsang's campaign team.

Mr Tsang described the voting outcome as "not bad". He said his campaign was to forge social consensus rather than fuel class struggle. "Let us resolve to put aside our differences and work together for our tomorrow," he said.

Mr Leong also claimed success, saying the election had brought about a fundamental change that could not be undone. He said he would continue to run again in 2012. Mr

### Landslide victory

The vote	Number of eligible voters*
Donald Tsang	795
Alan Leong	123
Number who voted:	78

Invalid votes: 123

### At the nomination stage#

Donald Tsang	641	Alan Leong	123
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\*One Election Committee member died during the period. #23 committee members did not vote.

# 主席函件

本人欣然報告二零零六年的業績表現理想。本集團的主要業務錄得經營盈利 377.6 百萬港元，較二零零五年增加 31%，此增幅主要受惠於通告及商業廣告增長強勁，以及管理層致力控制成本。

年內，編輯部榮獲 30 多個獎項及嘉許，成績驕人，足以彰顯其出色表現。集團對該部門之卓越成績表示衷心祝賀及感謝。

印刷產品及網上產品的發行人及訂閱數量均保持平穩，並繼續擁有高質素的讀者群。

從報章每日刊登的廣告及業務取得理想的財務表現，正顯示分類廣告及商業廣告隊伍努力不懈的成果。我們所接洽的客戶，均作出積極回應。

年內，《南華早報》主辦了 18 項活動，以鞏固《南華早報》的品牌優勢及擴大接觸層面和知名度。當中包括今年與香港電台携手合辦「愛心聖誕大行動」，為 27 家慈善團體籌得逾 16 百萬港元善款。

雜誌部今年亦取得理想佳績，尤其與 Hearst Corporation 合作出版的《Cosmopolitan》及《Harper's Bazaar》雜誌表現超卓。

## 展望未來

於二零零七年，我們將繼續加強網上業務的競爭能力，而毋須削弱印刷產品的業務發展。我們將尋求良

機以出售非核心資產及業務，並開拓投資商機以加強或擴大核心出版業務。

本集團預期短期內不會出現龐大資金需求，並會持續將從盈利及透過出售非核心資產所得現金定期回饋股東。

二零零七年對本集團而言將充滿挑戰，同時亦帶來商機，本人深信集團管理層及員工將繼往開來，積極開拓業務。

## 致謝

即將舉行的股東週年大會上，黃志祥先生將不會膺選連任為非執行董事。本人謹向黃先生為集團作出的寶貴貢獻及支持表示衷心感謝。

本人亦藉此機會感謝各位董事的支持及提出睿智意見。同時，對本集團管理層及員工一年來努力不懈及出色表現表示謝意。

執行主席  
郭孔演