

To enhance the quality of our lives and those of generations to come – the CLP choice.

During the year 2000, the CLP Group continued its high standards of environmental, health and safety awareness and took steps to further improve our performance wherever possible. Highlights of CLP's initiatives include:

ENVIRONMENTAL MANAGEMENT SYSTEM

CLP was one of the first companies in Hong Kong to adopt a comprehensive Environmental Management System, consistent with recognised international practice. In the year 2000, CLP Power operations gained international recognition for their environmental polices and programmes with ISO 14001 accreditation. Its three power stations at Castle Peak, Black Point and Penny's Bay, transmission

and distribution networks, and its marketing and customer services all obtained ISO 14001 certificates.

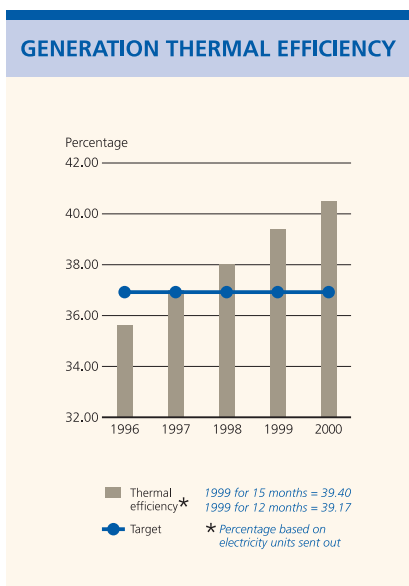
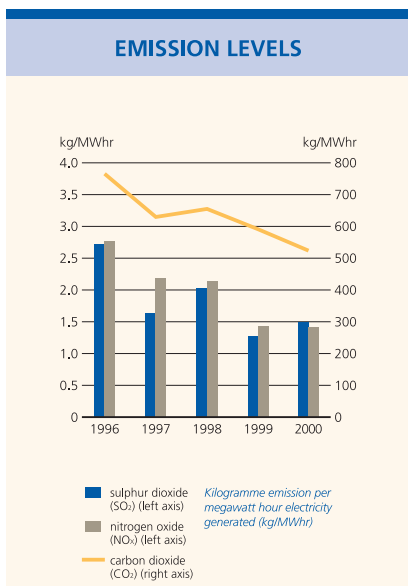
CLP's environmental management programmes received the green office gold award in the 2000 Hong Kong Eco-Business Awards.

SECOND ENVIRONMENTAL, HEALTH & SAFETY REVIEW

CLP Power's Environmental, Health and Safety Review, issued in January 1998, was the first of its kind ever to be publicly released by a Hong Kong-based company.

In April 2000, the second issue of the Review was released. This document marks another milestones in the

company's commitment to maintaining the highest standards in these key areas of care for employees and the community. It also shows CLP Power's willingness to communicate about these issues and to stimulate a constructive discussion for further improvement.



The Review won the 2000 Hong Kong Eco-Business Grand Award for best environmental reporting.

In addition to the Review in traditional form, an electronic version with multi-media features is available on CD-ROM and on the Company's website at www.clpgroup.com.

AWARDS IN OCCUPATIONAL SAFETY & HEALTH COUNCIL ("OSHC") ENHANCEMENT FORUM 2000

Safety is an utmost priority whenever and in whatever form CLP carries on its business.

CLP Power won both the gold and bronze awards in OSHC Enhancement Forum 2000 with an objective to share successful safety management systems and safety project implementation experience among major organisations in Hong Kong. The gold award is for a paper describing our Integrated Management

System whilst the bronze award is sharing our experience on how to achieve zero accident.

NATIONAL OCCUPATIONAL SAFETY ASSOCIATION ("NOSA") AUDIT RESULTS

CLP Power improved again in the annual NOSA five-star Safety, Health and Environmental grading audit.

Of the 14 units audited in the year 2000, eleven units achieved the highest five-star rating.

The good safety performance in 2000 was overshadowed by a tragic accident at a 132/11kV sub-station in Kowloon in January 2001, which led to the loss of life of two CLP Power employees. This accident has been the subject of a wide-ranging and thorough enquiry by a high-level CLP management panel. The conclusions of the investigation have been disclosed to the relevant



"Place the Waste On-line Challenge" award ceremony

authorities. Everything possible will be done to ensure that this never happens again. CLP has made massive efforts to promote safety in all areas of its operations. This accident was a stark reminder of the need for constant vigilance and attention to safety as we carry on our business, day after day. We are committed to continuous improvement in our safety performance and a constant drive to zero accident levels across our business.

CLP Power's Safety, Health and Environment Day at Black Point Power Station



COMPARATIVE ACCIDENT RATE

Lost Time Incident Rate
>3 days accident/200,000 employee hours

