

HONG KONG AND CHINA GAS

(37.15% owned by Henderson Investment Limited)

Gas Supply Operation

- 1,574,513 customers in Towngas supply business in Hong Kong.
- 30 cities in Mainland China with piped gas joint venture projects already concluded.
- Exploring opportunities to invest in other energy-related business and business relating to natural gas application.
- Its ECO - liquefied petroleum gas filling station business continued to grow.

Water Projects

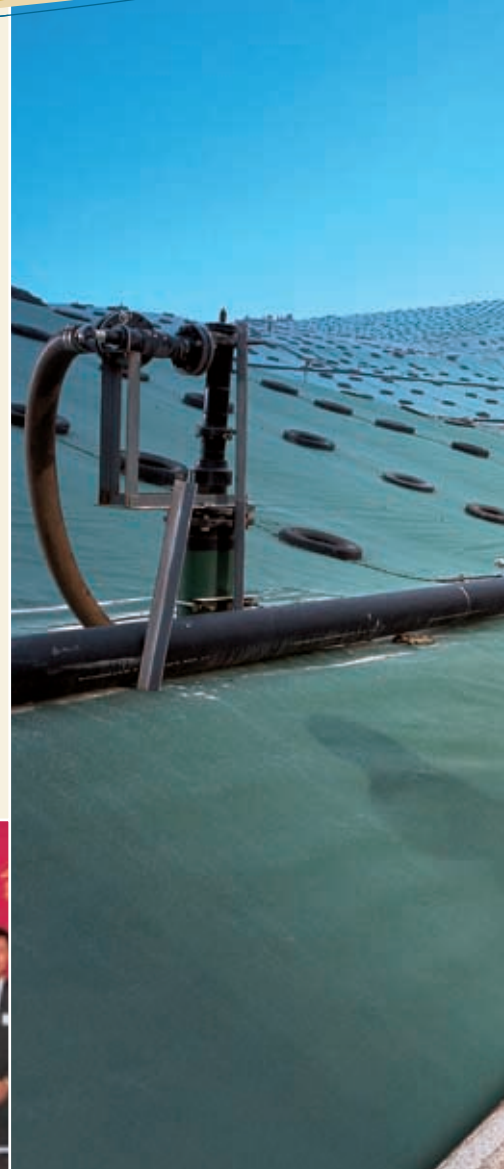
- Successfully entered the water supply market in Mainland China by entering joint venture projects in Jiangsu Province and Anhui Province.

Property Development Projects

- Its 15%-owned International Finance Centre project above the Airport Railway Hong Kong Station is held for investment.
- The 50%-owned Grand Promenade in Sai Wan Ho was well received by buyers since its pre-sale launch in August 2004. It provides 2,020 luxurious residential units and was completed in August 2005.
- The Ma Tau Kok South Plant Site has been named as the Grand Waterfront and is being developed into five residential buildings with approximately 1,800 units. Completion is expected by the end of 2006.

The Liquefied Natural Gas receiving terminal of the Weihai joint venture partnership in Shandong Province

Signing Ceremony-Establishment of a city-piped gas joint venture in Shunde



ECO-Liquefied Petroleum Gas Filling Station

Chairman Dr. Lee Shau Kee visited joint ventures in Eastern China



Connection of a pipeline from the North East New Territories landfill site to Tai Po Gas Plant

International Finance Centre, Central



The Grand Waterfront, South Eastern Kowloon

DEVELOPMENT PROJECTS COMPLETED

The following development projects were completed during this financial year:

Location	Site Area (sq.ft.)	Gross Floor Area (sq.ft.)	Land-Use Purpose	Group's Interest (%)	Gross Floor Area (sq.ft.)
HONG KONG					
1 International Finance Centre — Hotel Complex	614,700 (Note 1)	1,100,619	Hotel/ Suite Hotel	36.59	402,716
2 Park Central — Phase 3 (Central Heights)	39,148	319,066	Commercial/ Residential	25.00	79,766
3 8 Fuk Hang Tsuen Road, Tuen Mun (The Sherwood)	396,434	836,868	Commercial/ Residential	100.00	836,868
4 50 Tan Kwai Tsuen, Yuen Long	54,487	54,487	Residential	100.00	54,487
5 18 Ching Hiu Road, Sheung Shui (Royal Green — Phase 1)	97,133 (Note 2)	320,262	Residential	45.00	144,118
6 38 Tai Hong Street, Sai Wan Ho (Grand Promenade — Towers 2, 3 & 5)	131,321 (Note 3)	846,254	Residential	63.65	538,641
					2,056,596

Note 1 : The site area for the whole of International Finance Centre is 614,700 sq.ft.

Note 2 : The site area for the whole of Royal Green is 97,133 sq.ft.

Note 3 : The site area for the whole of Grand Promenade is 131,321 sq.ft.

Royal Green, Sheung Shui

Total G.F.A.: Approx. 486,000 sq.ft.; 45% owned by the Group.
This development comprises three 40-storey residential towers and 130 carparking spaces. The first two residential towers have been completed whilst the remaining tower is still under construction and expected to be completed in early 2006.

