

Principal Associates

Appendix 2

The table below shows the associates of the Group which, in the opinion of the Directors, principally affect the results or assets of the Group. To give details of all the associates would, in the opinion of the Directors, result in particulars of excessive length.

As at 31st December, 2001	Share capital issued Number	Par value per share	Approximate share of equity shares held by the Group (per cent.)	Principal activities
Incorporated and operating in Hong Kong				
Hongkong Electric Holdings Limited (notes 1 and 2)	2,134,261,654 ordinary	HK\$1	39	Electricity generation and distribution
Eastern Harbour Crossing Company Limited (note 2)	35,000,000 ordinary	HK\$10	50	Exercise of a franchise to operate the rail section of a tunnel
Incorporated and operating in Australia				
ETSA Utilities Partnership (note 3)	N/A	N/A	50	Electricity distribution
CKI/HEI Electricity Distribution Pty Limited (note 4)	200 ordinary	A\$1	50	Electricity distribution

Notes:

- The associate is listed on Hong Kong Stock Exchange.
- The associates were not audited by Deloitte Touche Tohmatsu.
- ETSA Utilities Partnership, an unincorporated body, is formed by the following companies:
 - CKI Utilities Development Limited
 - CKI Utilities Holdings Limited
 - CKI/HEI Utilities Distribution Limited
 - HEI Utilities Development Limited
 - HEI Utilities Holdings Limited

CKI Utilities Development Limited is a subsidiary of the Group and the other four companies are associates of the Group.

The partnership operates the electricity distribution network in the State of South Australia of Australia.
- CKI/HEI Electricity Distribution Pty Limited owns 100 per cent. equity shares in the following subsidiaries ("the Powercor Group"):
 - Powercor Australia Pty Limited
 - Powercor Australia LLC
 - Powercor Australia Holdings Pty Limited
 - Powercor Australia Limited

The Powercor Group operates an electricity distribution network in the State of Victoria of Australia.