

# CLP Group's Financial Obligations at a Glance

as at 31 December 2005

In recent years, market concerns have grown regarding the financial risks associated with borrowings and unconsolidated financial obligations of listed companies. It is our policy to adopt a prudent approach to such matters. The purpose of the following chart is to explain the total financial obligations of the CLP Group by classifying them into five categories according to their degree of recourse to CLP Holdings.

## Category

<p><b>1</b>      <b>Borrowings of CLP Holdings &amp; principal subsidiaries</b></p>	<p>Debts of the Company and its principal subsidiaries.</p>
<p><b>2</b>      <b>Borrowings of CAPCO &amp; PSDC</b></p>	<p>100% of the debts of CAPCO and PSDC. Although the Group holds only a 40% interest in CAPCO and a 49% interest in PSDC, CLP Power Hong Kong has commitments to these companies through power purchase and service agreements, which are further explained in the Scheme of Control Statement on pages 190 and 191 and Note 32 to the Accounts.</p>
<p><b>3</b>      <b>Borrowings of TRUenergy, GPEC &amp; Huaiji</b></p>	<p>These debts are non-recourse to the Company.</p>
<p><b>4</b>      <b>Share of debts of major affiliates*</b></p>	<p>Share of debts of jointly controlled entities and an associated company. These debts are non-recourse to the Company and its subsidiaries.</p>
<p><b>5</b>      <b>Contingent liabilities</b></p>	<p>Contingent liabilities of the Company and its subsidiaries. Details of these are set out in Note 33 to the Accounts.</p>

\* In respect of Category 4, the share of debts is calculated by reference to the Group's shareholding in the relevant affiliated companies.

HK\$M		Total	
		2005 HK\$M	2004 HK\$M
<div style="border: 1px solid black; padding: 5px; width: fit-content; margin: 0 auto;">           CLP Holdings 5,291         </div>			
<div style="display: flex; justify-content: space-around; margin-top: 10px;"> <div style="border: 1px solid black; padding: 5px; width: 20%;">             CLP Power Hong Kong 11,475           </div> <div style="border: 1px solid black; padding: 5px; width: 20%;">             CLP Power Asia 0           </div> <div style="border: 1px solid black; padding: 5px; width: 20%;">             CLP Property 53           </div> <div style="border: 1px solid black; padding: 5px; width: 20%;">             HKNIC 0           </div> </div>			
<div style="display: flex; justify-content: space-around; margin-top: 10px;"> <div style="border: 1px solid black; padding: 5px; width: 20%;">             CLP Power China 0           </div> <div style="border: 1px solid black; padding: 5px; width: 20%;">             CLP Power International 0           </div> </div>		<b>16,819</b>	11,271
<div style="border: 1px solid black; padding: 5px; width: fit-content; margin: 0 auto;">             CAPCO 8,072           </div>			
<div style="border: 1px solid black; padding: 5px; width: fit-content; margin: 0 auto;">             PSDC 464           </div>		<b>8,536</b>	10,154
<div style="border: 1px solid black; padding: 5px; width: fit-content; margin: 0 auto;">             TRUenergy 11,108           </div>			
<div style="border: 1px solid black; padding: 5px; width: fit-content; margin: 0 auto;">             Huaiji 228           </div>		<b>12,572</b>	7,503
<div style="border: 1px solid black; padding: 5px; width: fit-content; margin: 0 auto;">             GPEC 1,236           </div>			
<div style="border: 1px solid black; padding: 5px; width: fit-content; margin: 0 auto;">             SZPC (29.4%)              CLP Guohua (49.0%)              Shenmu (49.0%)              Guizhou CLP Power (70.0%)              Changdao (45.0%)              Fangchenggang (70.0%)  <b>Total</b> 5,795           </div>			
<div style="border: 1px solid black; padding: 5px; width: fit-content; margin: 0 auto;">             Ho-Ping (40.0%)              EGCO (22.4%)              BLCP (50.0%)              SEAGas (33.3%)  <b>Total</b> 5,487           </div>			
<div style="border: 1px solid black; padding: 5px; width: fit-content; margin: 0 auto;">             Roaring 40s (50.0%) 257           </div>		<b>12,110</b>	11,437
<div style="border: 1px solid black; padding: 5px; width: fit-content; margin: 0 auto;">             GNPJVC (25.0%) 571           </div>			
<div style="border: 1px solid black; padding: 5px; width: fit-content; margin: 0 auto;">             GPEC 1,250           </div>		<b>1,250</b>	653