

PRINCIPAL ASSOCIATES

Appendix 2

The table below shows the associates as at 31st December, 2005 which, in the opinion of the Directors, principally affected 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.

Name	Issued share capital 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 (note 1)	2,134,261,654 ordinary	HK\$1	39	Electricity generation and distribution
Eastern Harbour Crossing Company Limited	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 2)	N/A	N/A	23	Electricity distribution
CKI/HEI Electricity Distribution Pty Limited (note 3)	810,000,000 ordinary	A\$1	23	Electricity distribution
CKI/HEI Electricity Distribution Two Pty Limited (note 4)	180,000,000 ordinary 37,188,524,600 ordinary	A\$1 A\$0.01	23	Electricity distribution
CrossCity Motorway Holdings Pty Limited (note 5)	3,686,545 ordinary	A\$0.01	50	Operation of Cross City Tunnel
CrossCity Motorway Holdings Trust (note 5)	N/A	N/A	50	Operation of Cross City Tunnel
Lane Cove Tunnel Holding Company Pty Limited (note 6)	42,827,999 ordinary	A\$1	40	Construction and operation of Lane Cove Tunnel

PRINCIPAL ASSOCIATES

Appendix 2 (Cont'd)

Name	Issued share capital Number	Par value per share	Approximate share of equity shares held by the Group (per cent.)	Principal activities
Incorporated and operating in Australia (Cont'd)				
Lane Cove Tunnel Holding Trust (note 6)	N/A	N/A	40	Construction and operation of Lane Cove Tunnel
Incorporated and operated in the United Kingdom				
Northern Gas Networks Holdings Limited	571,670,979 ordinary 1 Special	£1 £1	40	Gas Distribution

Notes:

- The associate is listed on Hong Kong Stock Exchange.
- ETSA Utilities Partnership, an unincorporated body, is formed by the following companies:
 CKI Utilities Development Limited
 HEI Utilities Development Limited
 CKI Utilities Holdings Limited
 CKI/HEI Utilities Distribution Limited
 HEI Utilities Holdings Limited

 CKI Utilities Development Limited and HEI Utilities Development Limited, both of which are associates of the Group, own 51 per cent. interests in ETSA Utilities Partnership.
 The partnership operates and manages the electricity distribution business in the State of South Australia of Australia.
- CKI/HEI Electricity Distribution Pty Limited owns 100 per cent. interests in the following companies ("the Powercor Group"):
 Powercor Proprietary Limited
 Powercor Australia Limited Liability Company
 Powercor Australia Holdings Pty Limited
 Powercor Australia Limited
 The Powercor Group operates and manages an electricity distribution business in the State of Victoria of Australia.

Appendix 2 (Cont'd)

Notes:

4. CKI/HEI Electricity Distribution Two Pty Limited owns 100 per cent. interests in CitiPower I Pty Ltd, which is one of five electricity distributors in the State of Victoria of Australia.

5. CrossCity Motorway Holdings Pty Limited or CrossCity Motorway Holdings Trust own 100 per cent. interests in the following companies ("the Cross City Tunnel Group"):

CrossCity Motorway Pty Limited

CrossCity Motorway Property Trust

CrossCity Motorway Finance Pty Limited

The Cross City Tunnel Group is engaged to operate the Cross City Tunnel in Sydney of Australia.

6. Lane Cove Tunnel Holding Company Pty Limited or Lane Cove Tunnel Holding Trust own 100 per cent. interests in the following companies ("the Lane Cove Tunnel Group"):

Lane Cove Tunnel Company Pty Limited

Lane Cove Tunnel Trust

Lane Cove Tunnel Finance Company Pty Limited

The Lane Cove Tunnel Group is engaged to construct and operate the Lane Cove Tunnel in Sydney of Australia.