



Interim Report 2026

FINANCIAL HIGHLIGHTS

	Six months ended 30 June	
	2026	2025
Revenue	HK\$5,939 million	HK\$5,567 million
Distribution amount	HK\$1,408 million	HK\$1,408 million
Interim Distribution per Share Stapled Unit	HK15.94 cents	HK15.94 cents

This Interim Report has been published in both the English and Chinese languages on the Company's website at www.hkei.hk and the website of Hong Kong Exchanges and Clearing Limited at www.hkexnews.hk.

If a Holder of Share Stapled Unit(s) wishes to receive corporate communications (including but not limited to this Interim Report) in printed form, or choose to change their choice as to the language of the printed form, please follow the relevant instructions set out in the "Arrangements For Dissemination Of Corporate Communications" under the "Investor Information" section of the Company's website, complete the relevant Reply Form and return the completed Reply Form to the Company at mail@hkei.hk or by post to the Share Stapled Units Registrar, Computershare Hong Kong Investor Services Limited, at 17M Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong.

Any such request from a Holder of Share Stapled Unit(s) shall be valid for one year starting from the date of receipt, or until the original request

has been revoked in writing or superseded by a subsequent written request, whichever is earlier. A Holder of Share Stapled Unit(s) wishing to continue to receive corporate communications in printed form after expiry of the original request must submit a fresh Reply Form.

If a Holder of Share Stapled Unit(s) wishes to receive actionable corporate communications by email, please follow the relevant instructions set out in the "Arrangements For Dissemination Of Corporate Communications" under the "Investor Information" section of the Company's website, complete the relevant Reply Form and return the completed Reply Form to the Company at mail@hkei.hk or by post to the Share Stapled Units Registrar, Computershare Hong Kong Investor Services Limited, at the address above-mentioned.



CONTENTS

2	Corporate Information
3	Key Dates and Share Stapled Unit Information
4	Chairman's Statement
9	Financial Review
	HK Electric Investments and HK Electric Investments Limited
13	Unaudited Consolidated Statement of Profit or Loss
14	Unaudited Consolidated Statement of Comprehensive Income
15	Unaudited Consolidated Statement of Financial Position
16	Unaudited Consolidated Statement of Changes in Equity
17	Unaudited Consolidated Cash Flow Statement
18	Notes to the Unaudited Interim Financial Statements
	HK Electric Investments Manager Limited
34	Unaudited Statement of Profit or Loss and Other Comprehensive Income
35	Unaudited Statement of Financial Position
36	Unaudited Statement of Changes in Equity
37	Unaudited Cash Flow Statement
38	Notes to the Unaudited Interim Financial Statements
41	Corporate Governance
52	Other Information
53	Glossary

CORPORATE INFORMATION

HK Electric Investments Manager Limited (港燈電力投資管理人有限公司)

(Incorporated in Hong Kong with limited liability, the trustee-manager of HK Electric Investments)

and

HK Electric Investments Limited (港燈電力投資有限公司)

(Incorporated in the Cayman Islands with limited liability)

Board of Directors

Executive Directors

FOK Kin Ning, Canning (*Chairman*)

CHENG Cho Ying, Francis

(*Chief Executive Officer*)

CHAN Loi Shun

CHOI Wai Man

WANG Yuanhang

Non-executive Directors

LI Tzar Kuoi, Victor (*Deputy Chairman*)

(Frank John SIXT as his alternate)

Fahad Hamad A H AL-MOHANNADI

Ronald Joseph ARCULLI

Deven Arvind KARNIK

WANG Zijian

ZHU Guangchao

Independent Non-executive Directors

FONG Chi Wai, Alex

KOH Poh Wah

KWAN Kai Cheong

LEE Lan Yee, Francis

George Colin MAGNUS

Donald Jeffrey ROBERTS

Trustee-Manager Audit Committee

Donald Jeffrey ROBERTS (*Chairman*)

Ronald Joseph ARCULLI

KOH Poh Wah

LEE Lan Yee, Francis

Company Audit Committee

Donald Jeffrey ROBERTS (*Chairman*)

Ronald Joseph ARCULLI

KOH Poh Wah

LEE Lan Yee, Francis

Remuneration Committee

Donald Jeffrey ROBERTS (*Chairman*)

FOK Kin Ning, Canning

FONG Chi Wai, Alex

Nomination Committee

LEE Lan Yee, Francis (*Chairman*)

KOH Poh Wah

KWAN Kai Cheong

LI Tzar Kuoi, Victor

Sustainability Committee

CHENG Cho Ying, Francis (*Chairman*)

CHOI Wai Man

FONG Chi Wai, Alex

Company Secretary

Alex NG

Principal Bankers

The Hongkong and Shanghai Banking Corporation Limited

Bank of China (Hong Kong) Limited

DBS Bank Limited

Mizuho Bank, Ltd.

MUFG Bank, Ltd.

Auditor

KPMG

Company Website

www.hkei.hk

Trustee-Manager Registered Office

44 Kennedy Road, Hong Kong

Company Registered Office

Cricket Square, Hutchins Drive,
P.O. Box 2681, Grand Cayman, KY1-1111,
Cayman Islands

Company Head Office and Principal Place of Business in Hong Kong

44 Kennedy Road, Hong Kong

Telephone: (852) 2843 3111

Facsimile: (852) 2810 0506

Email: mail@hkei.hk

Share Stapled Units Registrar

Computershare Hong Kong Investor Services Limited
Shops 1712–1716, 17th Floor,
Hopewell Centre, 183 Queen's Road East,
Wanchai, Hong Kong
Website: www.computershare.com/hk/contact

Principal Share Registrar

Conyers Trust Company (Cayman) Limited
Cricket Square, Hutchins Drive,
P.O. Box 2681, Grand Cayman, KY1-1111,
Cayman Islands

Hong Kong Branch Share Registrar

Computershare Hong Kong Investor Services Limited
Shops 1712–1716, 17th Floor,
Hopewell Centre, 183 Queen's Road East,
Wanchai, Hong Kong
Website: www.computershare.com/hk/contact

ADR (Level 1 Programme) Depositary

Deutsche Bank Trust Company Americas
1 Columbus Circle, New York, NY 10019
Website: www.adr.db.com
Email: adr@db.com

Investor Relations

For institutional investors, please contact:
CHAN Loi Shun (*Executive Director*),
WONG Kim Man (*Chief Financial Officer*) or
Vincent CHOW (*Group Treasurer*)

For other investors, please contact:
Alex NG (*Company Secretary*)

Email: mail@hkei.hk
Telephone: (852) 2843 3111
Facsimile: (852) 2810 0506
Postal Address: G.P.O. Box 915, Hong Kong
Address: 44 Kennedy Road, Hong Kong

KEY DATES AND SHARE STAPLED UNIT INFORMATION

Key Dates

Interim Results Announcement	11 August 2026
Ex-distribution Date	25 August 2026
Record Date for Interim Distribution	26 August 2026
Payment of Interim Distribution (HK15.94 cents per Share Stapled Unit)	8 September 2026
Financial Year End	31 December 2026

Share Stapled Unit Information

Board Lot	500 Share Stapled Units
Market Capitalisation as at 30 June 2026	HK\$54,608 million
Share Stapled Unit to American Depositary Share Ratio	10:1
Stock Codes	
The Stock Exchange of Hong Kong Limited	2638
Bloomberg	2638 HK
Refinitiv	2638.HK
ADR Ticker Symbol	HKVTY
CUSIP Number	40422B101

CHAIRMAN'S STATEMENT

I am pleased to present the 2026 interim results of HKEI and its wholly-owned subsidiary, HK Electric.

In March 2026, the closure of the Strait of Hormuz severely disrupted global energy markets. Around 20% of the world's liquefied natural gas (LNG) supply passes through the Strait, a critical route for global energy transit.

With gas-fired generation accounting for nearly 70% of our total output, our foremost priority was to maintain the reliability of electricity supply by securing sufficient fuel supplies, particularly natural gas, in an increasingly volatile market environment, while complying with statutory emission limits and minimising the impact on tariffs. We adopted an agile operating approach by continuously monitoring market developments with respect to our fuel requirements, proactively and dynamically adjusting fuel mixes as needed. In parallel, we maintained transparent communication with the community regarding the potential impact of rising fuel costs.

At the same time, we continued to advance the capital programmes that will help build a supply of cleaner electricity for our customers, while maintaining high reliability. The initiatives under Development Plan 2024 – 2028, including the construction of L13, the fourth 380-MW gas-fired combined-cycle generating unit, and three new oil-fired open-cycle gas-turbine units, will enable us to achieve these two goals. Another area of focus was to progress with digital transformation and grid augmentation, optimising the network to support city development and strengthen overall system resilience.

Half-year Results

For the six months ended 30 June 2026, HKEI's EBITDA amounted to HK\$4,303 million (2025: HK\$3,979 million) and unaudited profit attributable to holders of Share Stapled Units (SSU) was HK\$1,003 million (2025: HK\$1,001 million).

Interim Distribution

Distributable income for the period was HK\$1,408 million (2025: HK\$1,408 million), which will be 100% distributed to SSU holders.

The Board of the Trustee-Manager has declared an interim distribution of HK15.94 cents (2025: HK15.94 cents) per SSU, payable on 8 September 2026 to SSU holders whose names appear on the Share Stapled Units Register on 26 August 2026.

Progressing on Strategic Capital Works

The construction of L13 is progressing on schedule. Substructure works have been completed and the erection of structural-steel building frames is currently underway. These works are targeted for handover for plant installation by end 2026. Following the completion of detailed design and engineering, the manufacturing of plant equipment has progressed steadily, with most equipment scheduled for delivery in early 2027.

Installation of our first two new oil-fired open-cycle gas-turbine units (OCGT), namely GT8 and GT10, is progressing smoothly. These units will provide emergency power once they commence commercial operations in phases from early 2027. This will be followed by the demolition of the aged gas-turbine unit GT6 and the installation of a final new OCGT, GT9, which is targeted for commercial operation by late 2028.

Remaining Hong Kong's Reliable Energy Partner

We continue to see robust demand from the commercial sector, driven primarily by warmer weather and an improving economy. Electricity sales in the first half of 2026 increased by 2%.

Our average Net Tariff in January 2026 was HK163.3 cents per unit of electricity. The Net Tariff comprises the Basic Tariff and the Fuel Clause Charge (FCC), which is adjusted monthly with a deferred effect. At the end of June 2026, the Net Tariff decreased to HK159.2 cents due to the relatively low fuel prices in the beginning of the year before the outbreak of the war in the Middle East. With international fuel prices — as previously noted — remaining at relatively high levels since March 2026, significant upward pressure on the FCC is inevitable in the second half of the year and could persist for some time.

In view of the forthcoming increase in Net Tariff, we will extend a Special Electricity Subsidy of HK8 cents per unit from August to October 2026 to residential customers with monthly electricity consumption of 450 units or below, to help alleviate the impact on them. The subsidy will be funded by the Smart Power Care Fund and benefit approximately half of our residential customers.

We maintained our high service delivery standards. During the six months, supply reliability remained at over 99.9999% and we once again met or surpassed all our pledged service delivery standards.

CHAIRMAN'S STATEMENT *(Continued)*

Enabling Cleaner Air for Hong Kong

Our iconic Lamma Winds turbine retired in May 2026 upon reaching the end of its 20-year service life. The turbine has played a key role in laying the groundwork for renewable energy generation in Hong Kong and helped us acquire experience in the operation and maintenance of wind turbines.

We will continue to incorporate renewable energy generation into our energy mix. In the first half of 2026, 27 new customer-owned renewable energy installations were connected to the grid under the Feed-in Tariff (FiT) Scheme. During the period, the 2.5-MW solar power systems at Lamma Power Station and on the rooftops of our facilities and premises generated around 1 GWh of electricity, while customer-owned FiT installations generated a total of 6.8 GWh of electricity.

The Government's Roadmap on the Popularisation of Electric Vehicles (EVs) provides a strong framework for the continued adoption of EVs in Hong Kong. In June 2026, we launched our Residential Electric Vehicle Time-of-Use (EV ToU) tariff, which will help us reduce peak demand. Customers can also access more flexible and convenient home charging while managing energy costs better.

Digital Transformation – a Key Strategic Priority

We embrace new technology to help us address the opportunities of the future. Digital transformation and artificial intelligence (AI) technologies are being increasingly embedded across our operations to enhance service quality, operational efficiency and network resilience.

From the customer perspective, we further expanded our online services to make it easier for customers to access support, including enhancements of our Account-On-Line service and improved tracking of electricity usage through smart meters.

From an operational standpoint, our strategy is to harness the potential of AI and machine learning to make work safer, more accurate, and faster. Our in-house AI Powerhouse serves as a core platform to accelerate the adoption of advanced technologies such as natural language processing and machine learning.

We continue to advance the digitalisation of network operations through SmartGrid@HK Electric and our Intelligent Operations and Emergency Response Centre. The Centre provides real-time visibility of operating conditions in substations through the integration of advanced sensing, imaging and AI technologies. During the first half of 2026, we rolled out SmartGrid@HK Electric across 55 substations to strengthen network monitoring and proactive risk management capabilities, thereby enhancing resilience against emergencies and extreme weather.

A Good Neighbour in Hong Kong

Our deep ties with the Hong Kong community are precious to us, and we focus our investments under two pillars: environmental conservation, and care for the elderly.

We have launched a range of initiatives to enhance the environment of Lamma Island, including the restoration of hiking trails and the conservation of seagrass habitats to support biodiversity and improve water quality.

We extended our U3A activities into a new area with the Silver Economy project. The project aims to harness the benefits of gerontechnology to enable the elderly to lead safer and more empowered lives.

Now in its 10th year, the “Green Energy Dreams Come True” initiative continues to inspire and empower young people to take the lead in shaping a zero-carbon future for Hong Kong. Innovative green projects conceived by school and university students received seed funding to bring their ideas to life, while the winning teams gained the opportunity to learn from leading innovators on the Chinese Mainland, broadening their horizons and strengthening their commitment to sustainable development.

CHAIRMAN'S STATEMENT *(Continued)*

Outlook

The situation in the Middle East remains uncertain and volatile and will continue to affect energy markets and fuel prices. We will closely monitor market developments, while prudently managing fuel supply, fuel inventories and generation operations to ensure the continued provision of reliable and affordable electricity.

As we enter the third year of our 2024 – 2028 Development Plan, our capital works remain on schedule, and ensuring their smooth implementation will remain a key priority. We will continue to work closely with the HKSAR Government to develop frameworks for potential decarbonisation initiatives, including the import of zero-carbon electricity through regional cooperation.

In closing, I extend my gratitude to our SSU holders, the Board, and every one of my colleagues, without whom none of our achievements would be possible.

Fok Kin Ning, Canning

Chairman

Hong Kong, 11 August 2026

FINANCIAL REVIEW

Financial Performance

The Trust Group's revenue and unaudited consolidated profit for the period ended 30 June 2026 were HK\$5,939 million (2025: HK\$5,567 million) and HK\$1,003 million (2025: HK\$1,001 million) respectively.

Distribution

The Trustee-Manager Board has declared an interim distribution of HK15.94 cents (2025: HK15.94 cents) per SSU for the six months ended 30 June 2026. In order to enable the Trust to pay that distribution, the Company Board has declared the payment of a first interim dividend in respect of the Company's ordinary shares held by the Trustee-Manager of HK15.94 cents (2025: HK15.94 cents) per ordinary share in respect of the same period.

	Six months ended 30 June	
	2026	2025
	HK\$ million	HK\$ million
Consolidated profit attributable to SSU holders for the period	1,003	1,001
After:		
(i) eliminating the effects of the Adjustments (see note (a) below)	3,404	3,113
(ii) (deducting)/adding		
– movement in Fuel Clause Recovery Account	(721)	237
– changes in working capital	(157)	(720)
– adjustment for employee retirement benefit schemes	(14)	(15)
– taxes paid	(185)	(173)
	(1,077)	(671)
(iii) capital expenditure payment	(1,799)	(1,736)
(iv) net finance costs	(708)	(682)
Distributable income for the period	823	1,025
(v) adding discretionary amount as determined by the Company Board pursuant to clause 14.1(c) of the Trust Deed	585	383
Distributable income for the period after adjustment of the discretionary amount	1,408	1,408
Distribution amount for the period	1,408	1,408
Interim distribution amount per SSU	HK15.94 cents	HK15.94 cents

FINANCIAL REVIEW *(Continued)*

In determining the distribution amount, the Company Board has taken into account the Group's financial performance achieved during the period under review and its stable cashflow from operations, and consider it appropriate to adjust the distributable income for the six months ended 30 June 2026, as calculated pursuant to the Trust Deed, by the above discretionary amount, pursuant to clause 14.1(c) of the Trust Deed.

Notes:

- (a) Pursuant to clause 1.1 of the Trust Deed, "Adjustments" includes, but not limited to (i) transfers to/from the Tariff Stabilisation Fund and the Rate Reduction Reserve under the Scheme of Control; (ii) unrealised revaluation gains/losses, including impairment provisions and reversals of impairment provisions; (iii) impairment of goodwill/recognition of negative goodwill; (iv) material non-cash gains/losses; (v) costs of any public offering of Share Stapled Units that are expensed through the consolidated statement of profit or loss but are funded by proceeds from the issuance of such Share Stapled Units; (vi) depreciation and amortisation; (vii) tax charges as shown in the consolidated statement of profit or loss; and (viii) net finance income/costs as shown in the consolidated statement of profit or loss.
- (b) The Trustee-Manager Board has confirmed, in accordance with the Trust Deed, that (i) the auditors of the Trust Group have reviewed and verified the Trustee-Manager's calculation of the above distribution entitlement per SSU and (ii) having made all reasonable enquiries, immediately after making the above distribution to the registered unit holders of the Trust, the Trustee-Manager will be able to fulfil, from the Trust Property (as defined in the Trust Deed), the liabilities of the Trust as they fall due.

Capital Expenditure, Liquidity and Financial Resources

Capital expenditure (excluding right-of-use assets but including the Trust Group's capital expenditure in the offshore LNG terminal developed by a joint venture) during the period amounted to HK\$1,667 million (2025: HK\$1,482 million), which was funded by cash from operations and external borrowings. Total external borrowings outstanding at 30 June 2026 were HK\$51,168 million (31 December 2025: HK\$50,556 million), comprising unsecured bank loans and debt securities in issue. In addition, the Trust Group at 30 June 2026 had undrawn committed bank facilities of HK\$5,520 million (31 December 2025: HK\$7,100 million) and bank deposits and cash of HK\$51 million (31 December 2025: HK\$28 million).

Treasury Policy, Financing Activities, Capital and Debt Structure

The Trust Group manages its financial risks in accordance with guidelines laid down in its treasury policy which is designed to manage the Trust Group's currency, interest rate and counterparty risks. Surplus funds, which arise mainly from provision for capital expenditure to be incurred and from electricity bill collection, are placed on short-term deposits denominated in Hong Kong dollars. The Trust Group aims to ensure that adequate financial resources are available for refinancing and business growth whilst maintaining a prudent capital structure.

As at 30 June 2026, the net debt of the Trust Group was HK\$51,117 million (31 December 2025: HK\$50,528 million) with a net debt-to-net total capital ratio of 51% (31 December 2025: 51%). The Trust Group's financial profile remained strong during the period. On 12 March 2026, S&P Global Ratings reaffirmed the "A-" long-term credit rating and "Stable" outlook for the Company and HK Electric which had remained unchanged since September 2015 and since January 2014, respectively.

The profile of the Trust Group's external borrowings as at 30 June 2026, after taking into account forward foreign exchange contracts, cross currency and interest rate swaps, was as follows:

- (1) 100% were in Hong Kong dollars;
- (2) 47% were bank loans and 53% were capital market instruments;
- (3) 7% were repayable within 1 year, 70% were repayable after 1 year but within 5 years and 23% were repayable after 5 years; and
- (4) 69% were in fixed rate and 31% were in floating rate.

The Trust Group's policy is to maintain a portion of its debt at fixed interest rates taking into consideration business and operational needs. Interest rate risk is managed by either securing fixed rate borrowings or by using interest rate derivatives.

Currency and interest rate risks are actively managed in accordance with the Trust Group's treasury policy. Derivative financial instruments are used primarily for managing interest rate and foreign currency risks and not for speculative purposes. Treasury transactions are only executed with counterparties with acceptable credit ratings to control counterparty risk exposure.

FINANCIAL REVIEW *(Continued)*

The Trust Group's principal foreign currency transaction exposures arise from the import of fuel and capital equipment. Foreign currency transaction exposure is managed mainly through forward foreign exchange contracts. As at 30 June 2026, over 90% of the Trust Group's transaction exposure from the import of fuel and capital equipment was either denominated in United States dollars or hedged into Hong Kong or United States dollars. The Trust Group is also exposed to foreign currency fluctuation arising from the foreign currency borrowings. Such exposures are, where appropriate, mitigated by the use of either forward foreign exchange contracts or cross currency swaps.

The contractual notional amounts of derivative financial instruments outstanding at 30 June 2026 amounted to HK\$50,796 million (31 December 2025: HK\$54,139 million).

Charge on Assets

As at 30 June 2026, no assets of the Trust Group were pledged to secure its loans and banking facilities (31 December 2025: Nil).

Contingent Liabilities

As at 30 June 2026, the Trust Group had no guarantee or indemnity to external parties (31 December 2025: Nil).

Employees

The Trust Group maintains a policy of pay-for-performance and the pay levels are monitored to ensure competitiveness is maintained. The Trust Group's total remuneration costs for the six months ended 30 June 2026, excluding directors' emoluments, amounted to HK\$648 million (2025: HK\$632 million). As at 30 June 2026, the Trust Group employed 1,622 (31 December 2025: 1,635) permanent employees. No share option scheme is in operation.

UNAUDITED CONSOLIDATED STATEMENT OF PROFIT OR LOSS OF THE TRUST AND OF THE COMPANY

For the six months ended 30 June 2026

(Expressed in Hong Kong dollars)

	Note	2026 \$ million	2025 \$ million
Revenue	6	5,939	5,567
Direct costs		<u>(2,833)</u>	<u>(2,726)</u>
		3,106	2,841
Other revenue and other net income		42	44
Other operating costs	8	<u>(524)</u>	<u>(541)</u>
Operating profit		2,624	2,344
Finance costs		<u>(612)</u>	<u>(678)</u>
Profit before taxation	9	2,012	1,666
Income tax:	10		
Current		(281)	(311)
Deferred		(79)	5
		<u>(360)</u>	<u>(306)</u>
Profit after taxation		1,652	1,360
Scheme of Control transfers	11	<u>(649)</u>	<u>(359)</u>
Profit for the period attributable to the holders of Share Stapled Units/ shares of the Company		<u>1,003</u>	<u>1,001</u>
Earnings per Share Stapled Unit/ share of the Company			
Basic and diluted	12	<u>11.35 cents</u>	<u>11.33 cents</u>

The notes on pages 18 to 33 form part of these unaudited consolidated interim financial statements.

As explained in note 3, the unaudited consolidated interim financial statements of the Trust and the unaudited consolidated interim financial statements of the Company are presented together.

Details of distributions/dividends payable to holders of Share Stapled Units/shares of the Company attributable to the profit for the period are set out in note 23.

UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME OF THE TRUST AND OF THE COMPANY

For the six months ended 30 June 2026

(Expressed in Hong Kong dollars)

	2026 \$ million	2025 \$ million
Profit for the period attributable to the holders of Share Stapled Units/shares of the Company	<u>1,003</u>	<u>1,001</u>
Other comprehensive income for the period, after tax and reclassification adjustments		
Items that will not be reclassified to profit or loss		
Cash flow hedges:		
Effective portion of changes in fair value of hedging instruments and cost of hedging recognised during the period	27	20
Net deferred tax charged to other comprehensive income	<u>(4)</u>	<u>(3)</u>
	<u>23</u>	<u>17</u>
Items that may be reclassified subsequently to profit or loss		
Cash flow hedges:		
Effective portion of changes in fair value of hedging instruments and cost of hedging recognised during the period	317	(291)
Reclassification adjustments for amounts transferred to profit or loss	(62)	(128)
Net deferred tax (charged)/credited to other comprehensive income	<u>(43)</u>	<u>47</u>
	<u>212</u>	<u>(372)</u>
Total comprehensive income for the period attributable to the holders of Share Stapled Units/shares of the Company	<u><u>1,238</u></u>	<u><u>646</u></u>

The notes on pages 18 to 33 form part of these unaudited consolidated interim financial statements.

As explained in note 3, the unaudited consolidated interim financial statements of the Trust and the unaudited consolidated interim financial statements of the Company are presented together.

UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION OF THE TRUST AND OF THE COMPANY

At 30 June 2026

(Expressed in Hong Kong dollars)

	Note	(Unaudited) 30 June 2026 \$ million	(Audited) 31 December 2025 \$ million
Non-current assets			
Property, plant and equipment		75,416	75,472
Interests in leasehold land held for own use		4,545	4,642
	13	79,961	80,114
Goodwill		33,623	33,623
Interest in a joint venture	14	919	929
Derivative financial instruments	19	366	276
Employee retirement benefit scheme assets		1,213	1,199
		116,082	116,141
Current assets			
Inventories		1,083	931
Trade and other receivables	15	2,021	1,351
Fuel Clause Recovery Account		95	–
Bank deposits and cash	16(a)	51	28
		3,250	2,310
Current liabilities			
Trade and other payables and contract liabilities	17	(2,963)	(2,665)
Fuel Clause Recovery Account		–	(626)
Current portion of bank loans and other interest-bearing borrowings	18	(3,673)	(22,477)
Current tax payable		(290)	(194)
		(6,926)	(25,962)
Net current liabilities		(3,676)	(23,652)
Total assets less current liabilities		112,406	92,489
Non-current liabilities			
Bank loans and other interest-bearing borrowings	18	(47,495)	(28,079)
Derivative financial instruments	19	(147)	(247)
Customers' deposits		(2,549)	(2,546)
Deferred tax liabilities		(10,171)	(10,046)
Employee retirement benefit scheme liabilities		(8)	(8)
Other non-current liabilities		(1,501)	(1,471)
		(61,871)	(42,397)
Scheme of Control Fund and Reserve	20	(1,409)	(777)
Net assets		49,126	49,315
Capital and reserves			
Share capital	21	8	8
Reserves		49,118	49,307
Total equity		49,126	49,315

The notes on pages 18 to 33 form part of these unaudited consolidated interim financial statements.

As explained in note 3, the unaudited consolidated interim financial statements of the Trust and the unaudited consolidated interim financial statements of the Company are presented together.

UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY OF THE TRUST AND OF THE COMPANY

For the six months ended 30 June 2026

(Expressed in Hong Kong dollars)

\$ million	Attributable to holders of Share Stapled Units/shares of the Company					
	Share capital	Share premium	Hedging reserve	Revenue reserve	Proposed/declared distribution/dividend	Total
Balance at 1 January 2025	8	47,472	(62)	450	1,422	49,290
Changes in equity for the six months ended 30 June 2025:						
Profit for the period	-	-	-	1,001	-	1,001
Other comprehensive income	-	-	(355)	-	-	(355)
Total comprehensive income	-	-	(355)	1,001	-	646
Final distribution/second interim dividend in respect of previous year approved and paid	-	-	-	-	(1,422)	(1,422)
Interim distribution/first interim dividend (see note 23)	-	-	-	(1,408)	1,408	-
Balance at 30 June 2025	8	47,472	(417)	43	1,408	48,514
Balance at 1 January 2026	8	47,472	(492)	905	1,422	49,315
Changes in equity for the six months ended 30 June 2026:						
Profit for the period	-	-	-	1,003	-	1,003
Other comprehensive income	-	-	235	-	-	235
Total comprehensive income	-	-	235	1,003	-	1,238
Amounts transferred to the initial carrying amount of hedged items	-	-	(5)	-	-	(5)
Final distribution/second interim dividend in respect of previous year approved and paid	-	-	-	-	(1,422)	(1,422)
Interim distribution/first interim dividend (see note 23)	-	-	-	(1,408)	1,408	-
Balance at 30 June 2026	8	47,472	(262)	500	1,408	49,126

The notes on pages 18 to 33 form part of these unaudited consolidated interim financial statements.

As explained in note 3, the unaudited consolidated interim financial statements of the Trust and the unaudited consolidated interim financial statements of the Company are presented together.

UNAUDITED CONSOLIDATED CASH FLOW STATEMENT OF THE TRUST AND OF THE COMPANY

For the six months ended 30 June 2026

(Expressed in Hong Kong dollars)

	Note	2026 \$ million	2025 \$ million
Operating activities			
Cash generated from operations	16(b)	3,498	3,600
Interest paid		(632)	(626)
Interest received		20	19
Hong Kong Profits Tax paid		(185)	(173)
Net cash generated from operating activities		2,701	2,820
Investing activities			
Payment for the purchase of property, plant and equipment and capital stock		(1,795)	(1,731)
Capitalised interest paid		(96)	(75)
New loan to a joint venture		(4)	(5)
Loan repaid from a joint venture		14	14
Net cash used in investing activities		(1,881)	(1,797)
Financing activities			
Proceeds from bank loans		12,940	447
Repayment of bank loans		(12,400)	–
Issuance of medium term notes		5,901	–
Redemption of medium term notes		(5,818)	–
Payment of lease liabilities		(1)	(1)
New customers' deposits		160	165
Repayment of customers' deposits		(157)	(161)
Distributions/dividends paid		(1,422)	(1,422)
Net cash used in financing activities		(797)	(972)
Net increase in cash and cash equivalents		23	51
Cash and cash equivalents at 1 January		28	(15)
Effect of foreign exchange rate changes		–	9
Cash and cash equivalents at 30 June		51	45

The notes on pages 18 to 33 form part of these unaudited consolidated interim financial statements.

As explained in note 3, the unaudited consolidated interim financial statements of the Trust and the unaudited consolidated interim financial statements of the Company are presented together.

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS OF THE TRUST AND OF THE COMPANY

(Expressed in Hong Kong dollars)

1. Review of unaudited interim financial statements

These unaudited consolidated interim financial statements have been reviewed by the Audit Committees.

2. General information

HK Electric Investments Limited (the “Company”) was incorporated in the Cayman Islands on 23 September 2013 as an exempted company with limited liability under the Companies Law 2011 (as consolidated and revised) of the Cayman Islands.

On 1 January 2014, HK Electric Investments (the “Trust”) was constituted by a Hong Kong law governed Trust Deed entered into between HK Electric Investments Manager Limited (the “Trustee-Manager”, in its capacity as the trustee-manager of the Trust) and the Company. The scope of activity of the Trust as provided in the Trust Deed is limited to investing in the Company.

3. Basis of presentation

Pursuant to the Trust Deed, the Trust and the Company are each required to prepare their own sets of interim financial statements on a consolidated basis. The unaudited consolidated interim financial statements of the Trust for the period ended 30 June 2026 comprise the unaudited consolidated interim financial statements of the Trust, the Company and its subsidiaries (together the “Trust Group”) and the Trust Group’s interest in a joint venture. The unaudited consolidated interim financial statements of the Company for the period ended 30 June 2026 comprise the unaudited consolidated interim financial statements of the Company and its subsidiaries (together the “Group”) and the Group’s interest in a joint venture.

The Trust controls the Company and the sole activity of the Trust during the six months period ended 30 June 2026 was investing in the Company. Therefore, the consolidated results and financial position that would be presented in the unaudited consolidated interim financial statements of the Trust are identical to the consolidated financial results and financial position of the Company with the only differences being disclosures of share capital of the Company. The Directors of the Trustee-Manager and Directors of the Company believe that it is clearer to present the unaudited consolidated interim financial statements of the Trust and of the Company together. The unaudited consolidated interim financial statements of the Trust and the unaudited consolidated interim financial statements of the Company are presented together to the extent they are identical and are hereinafter referred as the “unaudited consolidated interim financial statements of the Trust and of the Company”.

The Trust Group and the Group are referred as the “Groups”.

4. Basis of preparation

The unaudited consolidated interim financial statements of the Trust and of the Company have been prepared in accordance with Hong Kong Accounting Standard (“HKAS”) 34, *Interim financial reporting* issued by the HKICPA and comply with the applicable disclosure provisions of the Listing Rules.

The interim financial statements have been prepared in accordance with the same accounting policies adopted in and should be read in conjunction with the 2025 annual financial statements, except for the accounting policy changes that are expected to be reflected in the 2026 annual financial statements. Details of these changes in accounting policies are set out in note 5.

The preparation of the interim financial statements in conformity with HKAS 34 requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year to date basis. Actual results may differ from these estimates.

The interim financial statements and selected explanatory notes thereon do not include all of the information required for full set of financial statements prepared in accordance with HKFRS Accounting Standards.

5. Changes in accounting policies

The HKICPA has issued a number of amendments to HKFRS Accounting Standards that are first effective for the current accounting period of the Groups. Of these, the following development is relevant to the Trust’s and the Company’s unaudited consolidated interim financial statements:

- Amendments to HKFRS 9, *Financial instruments* and HKFRS 7, *Financial instruments: disclosures – Amendments to the classification and measurement of financial instruments*
- Annual Improvements to HKFRS Accounting Standards – Volume 11

The adoption of these amendments has no material impact on the Groups’ results and financial positions for the current or prior periods. The Groups have not applied any new standard, amendment or interpretation that is not effective for the current accounting period.

6. Revenue

The principal activity of the Groups is the generation and supply of electricity to Hong Kong Island and Lamma Island. Disaggregation of revenue by type of output and services is analysed as follows:

	Six months ended 30 June	
	2026 \$ million	2025 \$ million
Sales of electricity	5,905	5,540
Less: Concessionary discount on sales of electricity	(3)	(3)
	5,902	5,537
Electricity-related income	37	30
	<u>5,939</u>	<u>5,567</u>

7. Segment reporting

The Groups have one reporting segment which is the generation and supply of electricity to Hong Kong Island and Lamma Island. All segment assets are located in Hong Kong. The Groups' chief operating decision-maker reviews the consolidated results of the Groups for the purposes of resource allocation and performance assessment. Therefore, no additional reportable segment and geographical information has been presented.

8. Other operating costs

	Six months ended 30 June	
	2026 \$ million	2025 \$ million
Administrative expenses, government rent and rates	201	198
Staff costs in relation to corporate and administrative supports	123	117
Provisions for asset decommissioning obligation	47	53
Portion of depreciation and amortisation of leasehold land included in other operating costs	107	104
Net loss on disposal and written off of property, plant and equipment	46	69
	<u>524</u>	<u>541</u>

9. Profit before taxation

	Six months ended 30 June	
	2026	2025
	\$ million	\$ million
Profit before taxation is arrived at after charging/(crediting):		
Finance costs		
Interest on borrowings and other finance costs	736	780
Less: Interest expense and other finance costs capitalised to assets under construction	(113)	(89)
Interest expense transferred to fuel costs	(11)	(13)
	612	678
Depreciation		
Depreciation charges for the period	1,668	1,621
Less: Depreciation capitalised to assets under construction	(66)	(64)
	1,602	1,557
Amortisation of leasehold land	97	97

10. Income tax

	Six months ended 30 June	
	2026	2025
	\$ million	\$ million
Current tax		
Provision for Hong Kong Profits Tax for the period	281	311
Deferred tax		
Origination and reversal of temporary differences	79	(5)
	360	306

10. Income tax (Continued)

The provision for Hong Kong Profits Tax for the six months ended 30 June 2026 is calculated at 16.5% (2025: 16.5%) of the estimated assessable profits, except for one subsidiary of the Groups which is a qualifying corporation under the two-tiered Profits Tax rate regime.

For this subsidiary, the first \$2 million of assessable profits are taxed at 8.25% and the remaining assessable profits are taxed at 16.5%. The provision for Hong Kong Profits Tax for this subsidiary was calculated at the same basis in 2025.

Pursuant to the rules and regulations of the Cayman Islands and the British Virgin Islands, the Groups are exempt from any income tax in these jurisdictions.

11. Scheme of Control transfers

The Scheme of Control transfers are mid-year notional transfers. The actual Scheme of Control transfers can only be determined in accordance with the Scheme of Control at the year end. Notional Scheme of Control transfers during the period represent transfer to the following:

	Six months ended 30 June 2026 \$ million	2025 \$ million
Tariff Stabilisation Fund	639	348
Rate Reduction Reserve	10	11
	<u>649</u>	<u>359</u>

12. Earnings per Share Stapled Unit/share of the Company

The calculation of basic and diluted earnings per Share Stapled Unit/share of the Company are based on the profit attributable to the holders of Share Stapled Units/shares of the Company of \$1,003 million for the six months ended 30 June 2026 (2025: \$1,001 million) and the weighted average of 8,836,200,000 Shares Stapled Units/ordinary shares of the Company (2025: 8,836,200,000 Shares Stapled Units/ordinary shares of the Company) in issue throughout the period.

13. Property, plant and equipment and interests in leasehold land

\$ million	Site formation and buildings	Properties leased for own use	Plant, machinery and equipment	Fixtures, fittings and motor vehicles	Assets under construction	Sub-total	Interests in leasehold land held for own use	Total
Net book value at 1 January 2026	17,167	3	50,461	597	7,244	75,472	4,642	80,114
Additions	–	–	9	3	1,653	1,665	–	1,665
Transfers between categories	6	–	580	6	(592)	–	–	–
Disposals	(1)	–	(52)	–	–	(53)	–	(53)
Depreciation/amortisation	(324)	(1)	(1,278)	(65)	–	(1,668)	(97)	(1,765)
Net book value at 30 June 2026	<u>16,848</u>	<u>2</u>	<u>49,720</u>	<u>541</u>	<u>8,305</u>	<u>75,416</u>	<u>4,545</u>	<u>79,961</u>
Cost	23,451	5	71,157	1,664	8,305	104,582	6,960	111,542
Accumulated depreciation and amortisation	<u>(6,603)</u>	<u>(3)</u>	<u>(21,437)</u>	<u>(1,123)</u>	<u>–</u>	<u>(29,166)</u>	<u>(2,415)</u>	<u>(31,581)</u>
Net book value at 30 June 2026	<u>16,848</u>	<u>2</u>	<u>49,720</u>	<u>541</u>	<u>8,305</u>	<u>75,416</u>	<u>4,545</u>	<u>79,961</u>

14. Interest in a joint venture

	30 June 2026 \$ million	31 December 2025 \$ million
Groups' share of net assets	–	–
Loan to joint venture (see note below)	<u>919</u>	<u>929</u>
	<u>919</u>	<u>929</u>

HK Electric entered into a Shareholder Loan Facility Agreement (“SLFA”) in 2019 with its joint venture, Hong Kong LNG Terminal Limited (“HKLTL”), under which two tranches of loan facilities totalling \$699 million are provided by HK Electric to finance HKLTL’s obtaining the land lease and construction of the jetty for a liquefied natural gas (“LNG”) terminal. Both tranches of loans are unsecured and interest-bearing with the rates benchmarked with market rates. HK Electric and HKLTL further entered into three Amendment Agreements to the SLFA respectively in 2022, 2023 and 2025 to increase the two tranches of loan facilities to \$996 million.

During the period, HK Electric entered into a separate Shareholder Loan Facility Agreement with HKLTL, under which a loan facility of \$27 million is provided by HK Electric to finance HKLTL’s jetty enhancement works. The loan is unsecured and interest-bearing with the rates benchmarked with market rates.

15. Trade and other receivables

The ageing analysis of trade debtors based on invoice date, which are neither individually nor collectively considered to be impaired, is as follows:

	30 June 2026 \$ million	31 December 2025 \$ million
Current and within 1 month	927	631
1 to 3 months	39	57
More than 3 months but less than 12 months	11	13
Trade debtors	977	701
Other receivables	814	542
	1,791	1,243
Derivative financial instruments (see note 19)	95	11
Deposits and prepayments	135	97
	2,021	1,351

Electricity bills issued to residential, small industrial, commercial and miscellaneous customers for electricity supplies are due upon presentation whereas maximum demand customers are allowed a credit period of 16 working days. If settlements by maximum demand customers are received after the credit period, a surcharge of 5% can be added to the electricity bills.

16. Bank deposits and cash and other cash flow information

(a) Bank deposits and cash comprise:

	30 June 2026 \$ million	31 December 2025 \$ million
Cash at bank and in hand	51	28

(b) Reconciliation of profit before taxation to cash generated from operations:

		Six months ended 30 June	
		2026	2025
	Note	\$ million	\$ million
Profit before taxation		2,012	1,666
Adjustments for:			
Interest income		(20)	(19)
Finance costs	9	612	678
Interest expense transferred to fuel costs	9	11	13
Depreciation	9	1,602	1,557
Amortisation of leasehold land	9	97	97
Net loss on disposal and written off of property, plant and equipment	8	46	69
Increase in provisions for asset decommissioning obligation	8	47	53
Net financial instrument revaluation and exchange gains		(1)	(9)
Changes in working capital:			
Increase in inventories		(166)	(134)
Increase in trade and other receivables		(559)	(575)
Movements in Fuel Clause Recovery Account		(721)	237
Increase in trade and other payables and contract liabilities		586	23
Increase/decrease in net employee retirement benefit assets/liabilities		(14)	(15)
Payment for asset decommissioning obligation expenditure		(17)	(33)
Smart Power Care Fund disbursement		(17)	(8)
Cash generated from operations		<u>3,498</u>	<u>3,600</u>

17. Trade and other payables and contract liabilities

	30 June 2026 \$ million	31 December 2025 \$ million
Due within 1 month or on demand	1,348	943
Due after 1 month but within 3 months	615	736
Due after 3 months but within 12 months	932	911
Creditors measured at amortised cost	2,895	2,590
Lease liabilities	2	2
Derivative financial instruments (see note 19)	–	1
Amount due to a joint venture (see note 25(b)(ii))	5	4
Contract liabilities	61	68
	2,963	2,665

18. Bank loans and other interest-bearing borrowings

	30 June 2026 \$ million	31 December 2025 \$ million
Bank loans	24,024	23,548
Current portion	(3,673)	(16,630)
	20,351	6,918
Hong Kong dollar medium term notes		
Fixed rate notes	10,067	8,070
Zero coupon notes	909	893
	10,976	8,963
United States dollar medium term notes		
Fixed rate notes	11,638	13,612
Zero coupon notes	4,530	4,433
	16,168	18,045
Current portion	–	(5,847)
	16,168	12,198
Non-current portion	47,495	28,079

19. Derivative financial instruments

	30 June 2026		31 December 2025	
	Assets	Liabilities	Assets	Liabilities
	\$ million	\$ million	\$ million	\$ million
Derivative financial instruments used for hedging:				
Cash flow hedges:				
– Cross currency swaps	–	(61)	2	(66)
– Interest rate swaps	149	–	157	(7)
– Forward foreign exchange contracts	312	(86)	128	(175)
	<u>461</u>	<u>(147)</u>	<u>287</u>	<u>(248)</u>
Analysed as:				
Current	95	–	11	(1)
Non-current	366	(147)	276	(247)
	<u>461</u>	<u>(147)</u>	<u>287</u>	<u>(248)</u>

20. Scheme of Control Fund and Reserve

The Tariff Stabilisation Fund, Rate Reduction Reserve and Smart Power Care Fund of the Groups' major subsidiary, HK Electric, are collectively referred to as Scheme of Control Fund and Reserve. The respective balances at the end of the period/year are:

	30 June 2026 \$ million	31 December 2025 \$ million
Tariff Stabilisation Fund	1,372	711
Rate Reduction Reserve	10	22
Smart Power Care Fund	27	44
	<u>1,409</u>	<u>777</u>

21. Share capital

The Company

		30 June 2026 Nominal value \$	31 December 2025 Nominal value \$
Authorised:			
Ordinary shares of \$0.0005 each	<u>20,000,000,000</u>	<u>10,000,000</u>	<u>10,000,000</u>
Preference shares of \$0.0005 each	<u>20,000,000,000</u>	<u>10,000,000</u>	<u>10,000,000</u>
Issued and fully paid:			
Ordinary shares of \$0.0005 each	<u>8,836,200,000</u>	<u>4,418,100</u>	<u>4,418,100</u>
Preference shares of \$0.0005 each	<u>8,836,200,000</u>	<u>4,418,100</u>	<u>4,418,100</u>

There were no movements in the share capital of the Company during the period.

22. Fair value measurement

The following table presents the fair value of the Groups' financial instruments measured at the end of the reporting period on a recurring basis, categorised into the three-level fair value hierarchy as defined in HKFRS 13: *Fair value measurement*. The level into which a fair value measurement is classified is determined with reference to the observability and significance of the inputs used in the valuation technique as follows:

- Level 1 valuations: Fair value measured using only Level 1 inputs i.e. unadjusted quoted prices in active markets for identical financial assets or liabilities at the measurement date
- Level 2 valuations: Fair value measured using Level 2 inputs i.e. observable inputs which fail to meet Level 1, and not using significant unobservable inputs. Unobservable inputs are inputs for which market data is not available
- Level 3 valuations: Fair values measured using significant unobservable inputs

(a) Recurring fair value measurements

	Level 2	
	30 June 2026 \$ million	31 December 2025 \$ million
Financial assets		
Derivative financial instruments:		
– Cross currency swaps	–	2
– Interest rate swaps	149	157
– Forward foreign exchange contracts	312	128
	<u>461</u>	<u>287</u>
Financial liabilities		
Derivative financial instruments:		
– Cross currency swaps	61	66
– Interest rate swaps	–	7
– Forward foreign exchange contracts	86	175
	<u>147</u>	<u>248</u>

(b) Fair values of financial assets and liabilities carried at other than fair value

Trade and other receivables, trade and other payables and contract liabilities, and also external borrowings are carried at cost or amortised cost which are not materially different from their fair values as at 30 June 2026 and 31 December 2025.

(c) Valuation techniques and inputs in Level 2 fair value measurements

The fair values of forward foreign exchange contracts are determined using forward exchange market rates at the end of the reporting period. The fair values of cross currency swaps and interest rate swaps are determined by discounting the future cash flows of the contracts at the current market interest rates.

23. Interim distribution/dividend

The distributable income for the period was as follows:

	Six months ended 30 June 2026 \$ million	2025 \$ million
Consolidated profit attributable to the holders of Share Stapled Units for the period	1,003	1,001
After:		
(i) eliminating the effects of the Adjustments (see note (a) below)	3,404	3,113
(ii) (deducting)/adding		
– movement in Fuel Clause Recovery Account	(721)	237
– changes in working capital	(157)	(720)
– adjustment for employee retirement benefit schemes	(14)	(15)
– taxes paid	(185)	(173)
	(1,077)	(671)
(iii) capital expenditure payment	(1,799)	(1,736)
(iv) net finance costs	(708)	(682)
Distributable income for the period	823	1,025
(v) adding discretionary amount as determined by the Company Board pursuant to clause 14.1(c) of the Trust Deed (see note (d) below)	585	383
Distributable income for the period after adjustment of discretionary amount	1,408	1,408
Distribution amount for the period	1,408	1,408
Number of Share Stapled Units/ordinary shares of the Company	8,836,200,000	8,836,200,000
Interim distribution per Share Stapled Unit/first interim dividend per ordinary share of the Company (see note (e) below)	15.94 cents	15.94 cents

- (a) Pursuant to clause 1.1 of the Trust Deed, "Adjustments" includes, but not limited to (i) transfers to/from the Tariff Stabilisation Fund and the Rate Reduction Reserve under the Scheme of Control; (ii) unrealised revaluation gains/losses, including impairment provisions and reversals of impairment provisions; (iii) impairment of goodwill/recognition of negative goodwill; (iv) material non-cash gains/losses; (v) costs of any public offering of Share Stapled Units that are expensed through the consolidated statement of profit or loss but are funded by proceeds from the issuance of such Share Stapled Units; (vi) depreciation and amortisation; (vii) tax charges as shown in the consolidated statement of profit or loss; and (viii) net finance income/costs as shown in the consolidated statement of profit or loss.
- (b) The Trust Deed requires the Trustee-Manager (on behalf of the Trust) to distribute 100% of the dividends, distributions and other amounts received by the Trustee-Manager in respect of the ordinary shares from the Company, after deduction of all amounts permitted to be deducted or paid under the Trust Deed.
- (c) The distributions received by the Trustee-Manager from the Company will be derived from the Group Distributable Income which is referred as audited consolidated profit attributable to the holders of Share Stapled Units for the relevant financial year or distribution period, after making adjustments in respect of items as set out in the Trust Deed.
- (d) In determining the distribution amount, the Company Board has taken into account the Group's financial performance achieved during the period under review and its stable cashflow from operations, and consider it appropriate to adjust the distributable income for the six months ended 30 June 2026, as calculated pursuant to the Trust Deed, by the above discretionary amount, pursuant to clause 14.1(c) of the Trust Deed.
- (e) Interim distribution per Share Stapled Unit/first interim dividend per ordinary share of the Company of 15.94 cents (2025: 15.94 cents) is calculated based on the interim distribution of \$1,408 million for the six months ended 30 June 2026 (2025: \$1,408 million) and the number of Shares Stapled Units/ordinary shares of the Company of 8,836,200,000 in issue as at 30 June 2026 (2025: 8,836,200,000).

24. Commitments

- (a) The Groups' outstanding capital commitments not provided for in the financial statements were as follows:

	30 June 2026 \$ million	31 December 2025 \$ million
Capital expenditure for property, plant and equipment authorised and contracted for	<u>9,562</u>	<u>8,935</u>
Capital expenditure for property, plant and equipment authorised but not contracted for	<u>14,106</u>	<u>16,583</u>

- (b) At 30 June 2026, the Groups' share of capital commitments of a joint venture was \$7 million (31 December 2025: \$5 million).

At 30 June 2026, the Groups' share of the lease and other commitments of a joint venture approximated to \$484 million (31 December 2025: \$494 million).

25. Material related party transactions

The Groups had the following material transactions with related parties during the period:

- (a) Holder of Share Stapled Units

Support service charge recovered from Power Assets group

Other operating costs included support service charge recovered from Power Assets group amounting to \$21 million (2025: \$25 million) for provision of the support services and office facilities to Power Assets group. The support service charge was based on the total costs incurred in the provision or procurement of the provision of the services and facilities and allocated to Power Assets group on a fair and equitable basis, taking into account the time spent by the relevant personnel when providing such services.

At 30 June 2026, the total outstanding balance receivable from Power Assets group was \$3 million (31 December 2025: \$5 million).

(b) Joint Venture

- (i) The details of Shareholder Loan Facility provided to HKLTL by the Groups and the outstanding loan balance as at 30 June 2026 are disclosed in note 14.
- (ii) Amount due to HKLTL is unsecured, interest-free and has no fixed term of repayment.
- (iii) Interest income received/receivable from HKLTL in respect of the Shareholder Loan Facility amounted to \$20 million (2025: \$19 million) for the six months ended 30 June 2026.
- (iv) Under a Secondment Agreement and a Master Service Agreement entered into between HK Electric and HKLTL, HK Electric will provide certain corporate support services to HKLTL. During the six months ended 30 June 2026, service fees of \$4 million (2025: \$4 million) were charged to HKLTL.
- (v) Under a Terminal Use Agreement entered into between HK Electric, CAPCO and HKLTL, Operational Service Charges and Facility Service Charges were recovered by HKLTL amounted to \$97 million (2025: \$103 million) and \$44 million (2025: \$43 million) respectively.

UNAUDITED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME OF HK ELECTRIC INVESTMENTS MANAGER LIMITED

For the six months ended 30 June 2026

(Expressed in Hong Kong dollars)

		2026	2025
	Note	\$	\$
Revenue		–	–
Administrative expenses		–	–
		<u>–</u>	<u>–</u>
Profit before taxation	6	–	–
Income tax	7	–	–
		<u>–</u>	<u>–</u>
Profit and total comprehensive income for the period		<u><u>–</u></u>	<u><u>–</u></u>

The notes on pages 38 to 40 form part of these unaudited interim financial statements.

UNAUDITED STATEMENT OF FINANCIAL POSITION OF HK ELECTRIC INVESTMENTS MANAGER LIMITED

At 30 June 2026

(Expressed in Hong Kong dollars)

		(Unaudited) 30 June 2026 \$	(Audited) 31 December 2025 \$
	Note		
Current assets			
Amount due from immediate holding company		<u>1</u>	<u>1</u>
Net assets		<u><u>1</u></u>	<u><u>1</u></u>
Capital and reserves			
Share capital	8	1	1
Reserves		<u>–</u>	<u>–</u>
Total equity		<u><u>1</u></u>	<u><u>1</u></u>

The notes on pages 38 to 40 form part of these unaudited interim financial statements.

UNAUDITED STATEMENT OF CHANGES IN EQUITY OF HK ELECTRIC INVESTMENTS MANAGER LIMITED

For the six months ended 30 June 2026

(Expressed in Hong Kong dollars)

\$	Share capital	Reserves	Total
Balance at 1 January 2025	1	–	1
Changes in equity for the six months ended 30 June 2025: Profit and total comprehensive income for the period	<u>–</u>	<u>–</u>	<u>–</u>
Balance at 30 June 2025	<u>1</u>	<u>–</u>	<u>1</u>
Balance at 1 January 2026	1	–	1
Changes in equity for the six months ended 30 June 2026: Profit and total comprehensive income for the period	<u>–</u>	<u>–</u>	<u>–</u>
Balance at 30 June 2026	<u>1</u>	<u>–</u>	<u>1</u>

The notes on pages 38 to 40 form part of these unaudited interim financial statements.

UNAUDITED CASH FLOW STATEMENT OF HK ELECTRIC INVESTMENTS MANAGER LIMITED

For the six months ended 30 June 2026

(Expressed in Hong Kong dollars)

	2026 \$	2025 \$
Operating activities		
Net cash generated from operating activities	—	—
Investing activities		
Net cash used in investing activities	—	—
Financing activities		
Net cash used in financing activities	—	—
Net change in cash and cash equivalents	—	—
Cash and cash equivalents at 1 January	—	—
Cash and cash equivalents at 30 June	—	—

The notes on pages 38 to 40 form part of these unaudited interim financial statements.

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS OF HK ELECTRIC INVESTMENTS MANAGER LIMITED

(Expressed in Hong Kong dollars)

1. Review of unaudited interim financial statements

These unaudited interim financial statements have been reviewed by the Audit Committee.

2. General information

HK Electric Investments Manager Limited (the “Company”) was incorporated in Hong Kong under the Hong Kong Companies Ordinance on 25 September 2013 and is an indirect wholly-owned subsidiary of Power Assets.

The principal activity of the Company is administering HK Electric Investments (the “Trust”), in its capacity as trustee-manager of the Trust. The costs and expenses of administering the Trust may be deducted from all property and rights of any kind whatsoever which are held on trust for the registered holders of units of the Trust but, commensurate with its specific and limited role, the Company will not receive any fee for administering the Trust.

3. Basis of presentation

The Trust Deed requires the Company (on behalf of the Trust) to distribute 100% of the dividends, distributions and other amounts received in respect of the ordinary shares from HK Electric Investments Limited, after deduction of all amounts permitted to be deducted or paid under the Trust Deed.

In accordance with the Trust Deed, a distributions statement shall be included in the financial statements of the Company. As the details of the distribution has already been presented in note 23 to the unaudited consolidated interim financial statements of the Trust and of HK Electric Investments Limited on pages 30 and 31, no distributions statement is therefore presented in these unaudited interim financial statements.

4. Basis of preparation

These unaudited interim financial statements have been prepared in accordance with Hong Kong Accounting Standard (“HKAS”) 34, *Interim financial reporting* issued by the HKICPA and comply with the applicable disclosure provisions of the Listing Rules.

The interim financial statements have been prepared in accordance with the same accounting policies adopted in and should be read in conjunction with the 2025 annual financial statements, except for the accounting policy changes that are expected to be reflected in the 2026 annual financial statements. Details of these changes in accounting policies are set out in note 5.

The preparation of the interim financial statements in conformity with HKAS 34 requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year to date basis. Actual results may differ from these estimates.

The interim financial statements and selected explanatory notes thereon do not include all of the information required for full set of financial statements prepared in accordance with HKFRS Accounting Standards.

The financial information relating to the financial year ended 31 December 2025 that is included in the interim financial statements as comparative information does not constitute the Company’s statutory financial statements for that financial year but is derived from those financial statements. Further information relating to these statutory financial statements disclosed in accordance with section 436 of the Hong Kong Companies Ordinance is as follows:

The Company’s financial statements together with the consolidated financial statements of the Trust and of HK Electric Investments Limited for the year ended 31 December 2025 will be delivered to the Registrar of Companies in due course.

The Company’s auditor has reported on the financial statements of the Company for the year ended 31 December 2025. The auditor’s report was unqualified; did not include a reference to any matters to which the auditor drew attention by way of emphasis without qualifying its report; and did not contain a statement under sections 406(2), 407(2) or (3) of the Hong Kong Companies Ordinance.

5. Changes in accounting policies

The HKICPA has issued a number of amendments to HKFRS Accounting Standards that are first effective for the current accounting period of the Company. The adoption of these amendments has no impact on the Company's result and financial position for the current or prior periods.

The Company has not applied any new standard, amendment or interpretation that is not effective for the current accounting period.

6. Profit before taxation

All expenses of the Company which were incurred for the administering of the Trust of \$341,000 for the six months ended 30 June 2026 (2025: \$334,000) have been borne by HK Electric Investments Limited, which has waived its right of recovery thereof.

Except for the above, the Company did not incur any administrative expenses during the current and prior periods.

7. Income tax

No provision for Hong Kong Profits Tax has been made in the financial statements as the Company did not have any assessable profits during the current and prior periods.

8. Share capital

	30 June 2026		31 December 2025	
	Number of shares	\$	Number of shares	\$
Ordinary shares, issued and fully paid	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>

In accordance with section 135 of the Hong Kong Companies Ordinance, the ordinary shares of the Company do not have a par value.

There were no movements in the share capital of the Company during the period.

9. Material related party transactions

Except for the transactions and balances disclosed elsewhere in the financial statements, the Company did not enter into material related party transactions.

CORPORATE GOVERNANCE

Corporate Governance Practices

The Boards are committed to maintaining high standards of corporate governance, and recognise that sound and effective corporate governance practices are fundamental to the smooth, effective and transparent operation of the Trustee-Manager and the Trust Group, and the ability to attract investment, protect the rights of Holders of Share Stapled Units and other stakeholders, and enhance the value of the Share Stapled Units. The corporate governance practices of the Trustee-Manager and the Trust Group are designed to achieve these objectives and are maintained through a framework of processes, policies and guidelines.

The Trust, managed by the Trustee-Manager, and the Company are both listed on the Main Board of the Stock Exchange, and are subject to the provisions of the Listing Rules. Pursuant to the Trust Deed, each of the Trustee-Manager and the Company is responsible for its compliance with the Listing Rules and other relevant laws and regulations, and will co-operate with each other to ensure compliance of the Listing Rules obligations and co-ordinate disclosure to the Stock Exchange.

The Trust and the Company have complied with the applicable code provisions in the Corporate Governance Code throughout the six months ended 30 June 2026, except as stated and explained hereunder.

The Trustee-Manager does not have a remuneration committee as the Directors of the Trustee-Manager, in such capacity, are not entitled to any remuneration. In addition, the Trustee-Manager does not have a nomination committee as the Trust Deed and the Trustee-Manager's articles of association require the boards of directors of the Company and the Trustee-Manager comprise the same individuals, and the requirement to establish a nomination committee is hence considered irrelevant to the Trustee-Manager.

The Trust Group is committed to achieving and maintaining standards of openness, probity and accountability. In line with this commitment and in compliance with the Corporate Governance Code, the Audit Committees have reviewed the procedures for reporting possible improprieties in financial reporting, internal control or other matters. In addition, the Trustee-Manager and the Company have established the Policy on Inside Information and Securities Dealing for compliance by all employees of the Group.

CORPORATE GOVERNANCE *(Continued)*

Boards of Directors

Each of the Trustee-Manager Board and the Company Board, led by the Chairman and comprising the same individuals, is collectively responsible for the management and operations of the Trustee-Manager and the Company respectively. Their responsibilities include approval and monitoring of strategies and policies, approval of annual budgets and business plans, evaluation of the performance, and oversight of the management. Management, led by the Chief Executive Officer, is responsible for the day-to-day operations of the Group. The senior management of the Trust Group, comprising the Executive Directors, is accountable to the Boards, and ultimately to the Holders of Share Stapled Units.

As at 30 June 2026, each of the Boards consisted of a total of seventeen Directors, comprising five Executive Directors, six Non-executive Directors and six Independent Non-executive Directors. The number of Independent Non-executive Directors meets the one-third requirement under the Listing Rules, among which more than one of them have appropriate professional qualifications or accounting or related financial management expertise. All Directors are required to retire from office by rotation and are subject to re-election at the annual general meeting at least once every three years pursuant to the Trust Deed and the articles of association of the Company.

The Trustee-Manager Board and the Company Board hold meetings on a combined basis. There are four regular meetings each year at approximately quarterly intervals and additional meetings will be held when warranted. Directors also consider and approve matters by way of written resolutions, which are circulated to Directors together with explanatory briefings from the Chief Executive Officer or the Company Secretary as required.

The positions of the Chairman and the Chief Executive Officer of the Company are held by separate individuals. The Trustee-Manager does not appoint a Chief Executive Officer due to its specific and limited role to administer the Trust. The Chairman is responsible for providing leadership to, and overseeing the functioning and effective running of, the Boards to ensure that each Board acts in the best interests of the Trust and the Group, as appropriate. In addition to board meetings, the Chairman holds meetings annually with Independent Non-executive Directors without the presence of other Directors with an open agenda enabling them to voice out their independent views and promoting an open and constructive dialogue. The Chief Executive Officer is responsible for managing the businesses of the Group and assuming full accountability to the Company Board for all Group operations, and attending to the formulation and successful implementation of Group policies.

The Company Secretary of the Trustee-Manager and the Company supports the Boards by ensuring good information flow within the Boards and that board policy and procedures are followed. He is responsible for ensuring that the Directors are briefed on all applicable legislative, regulatory and corporate governance developments necessary in discharging their duties and that the Directors have regard to them when making decisions. He is also directly responsible for the Trustee-Manager's and the Trust Group's compliance with all obligations of the Listing Rules, Codes on Takeovers and Mergers and Share Buy-backs, Companies Ordinance, SFO and other relevant laws, rules and regulations.

Directors' Securities Transactions

The Boards have adopted the Model Code as their code of conduct regulating directors' securities transactions. In addition, senior managers, and other nominated managers and staff who, because of their respective positions in the Company, are likely to be in possession of inside information regarding the Trust Group and its securities, are also required to comply with the Model Code.

All Directors have confirmed, following specific enquiry, that they have complied with the Model Code throughout the six months ended 30 June 2026.

Changes in Information of Directors

The changes in the information of Directors since the publication of the annual report 2025 and up to 19 August 2026 (the latest practicable date prior to the printing of this interim report) are set out below pursuant to Rule 13.51B(1) of the Listing Rules:

Name of Director
Fong Chi Wai, Alex

Completed tenure as an Adjunct Professor
at the City University of Hong Kong
College of Business in May 2026

Appointed as an Adjunct Professor
at the Chinese University of Hong Kong
Business School on 1 August 2026

Remuneration of Directors and Board Committee Members

At the annual general meeting of the Trust and the Company held on 20 May 2026, Holders of Share Stapled Units approved the adjustments to the remuneration of Directors and board committee members to ensure that the remuneration is commensurate with the commitment required for discharging the legal and fiduciary responsibilities of Directors.

CORPORATE GOVERNANCE *(Continued)*

The current remuneration of the Directors for their service on the Company Board is HK\$100,000 and, where applicable, on the Audit Committee, Remuneration Committee, Nomination Committee and Sustainability Committee of the Company is HK\$110,000, HK\$30,000, HK\$30,000 and HK\$30,000 respectively.

The above remuneration is payable to Directors and board committee members for each financial year commencing 1 January 2026 until otherwise determined by an ordinary resolution of Holders of Share Stapled Units in general meeting, and shall be payable in proportion to the period during which a Director or a committee member has held office or committee membership in a financial year.

Save as disclosed above, there is no other information of Directors which is required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules.

Audit Committees

Each of the Trustee-Manager Audit Committee and the Company Audit Committee comprises three Independent Non-executive Directors and one Non-executive Director. They are chaired by Mr. Donald Jeffrey Roberts (an Independent Non-executive Director), and the other members are Mr. Ronald Joseph Arculli (a Non-executive Director), Ms. Koh Poh Wah (an Independent Non-executive Director) and Mr. Lee Lan Yee, Francis (an Independent Non-executive Director).

The Audit Committees report directly to the Trustee-Manager Board and the Company Board, as appropriate, and act as the key representative body for overseeing relations with the external auditor. Their principal responsibilities are to assist the Boards in fulfilling their duties through the review and supervision of financial reporting, the review of financial information, the consideration of issues relating to external auditor and their appointment, the review and the development of corporate governance functions and risk management and internal controls. The Company Audit Committee also oversees the Company's whistleblowing procedure. The Audit Committees meet regularly, without the presence of management members, with the external auditor KPMG to discuss the audit process and various accounting matters, and with the Internal Audit Department to ensure that there are no unresolved issues or concerns.

The unaudited consolidated financial statements of the Trust and of the Company and the unaudited financial statements of the Trustee-Manager for the six months ended 30 June 2026 have been reviewed by the Audit Committees.

The terms of reference of the Audit Committees are published on the Company's website and HKEX's website.

Nomination Committee

The Nomination Committee of the Company comprises four members, a majority of which are Independent Non-executive Directors. It is chaired by Mr. Lee Lan Yee, Francis (an Independent Non-executive Director), and the other members are Ms. Koh Poh Wah (an Independent Non-executive Director), Mr. Kwan Kai Cheong (an Independent Non-executive Director) and Mr. Victor T K Li (a Non-executive Director).

The Nomination Committee reports directly to the Company Board. Its principal responsibilities are to review the structure, size and composition (including the skills, knowledge, experience and diversity profile) of the Company Board and assist the Company Board in maintaining a Board skills matrix, to facilitate the selection and nomination process, to assess the independence of Independent Non-executive Directors having regard to the criteria under the Listing Rules, to make recommendations to the Company Board on the appointment or re-appointment of Directors and succession planning for Directors as guided by the process and criteria in Director Nomination Policy and Board Diversity Policy, to review and assess regularly the time commitment and contribution to the Boards by each Director as well as the Director's ability to discharge his/her responsibilities effectively, and to support the regular evaluation of the performance of the Boards. The terms of reference of the Nomination Committee are published on the Company's website and HKEX's website.

Remuneration Committee

The Remuneration Committee of the Company comprises three members, a majority of which are Independent Non-executive Directors. It is chaired by Mr. Donald Jeffrey Roberts (an Independent Non-executive Director), and the other members are Mr. Fok Kin Ning, Canning (Chairman of the Company Board) and Professor Fong Chi Wai, Alex (an Independent Non-executive Director).

The Remuneration Committee reports directly to the Company Board. Its principal responsibilities include the review and consideration of the Company's policy for remuneration of Directors and management team, and the determination of their individual remuneration packages. The terms of reference of the Remuneration Committee are published on the Company's website and HKEX's website.

CORPORATE GOVERNANCE *(Continued)*

Sustainability Committee

The Sustainability Committee of the Company comprises three members. It is chaired by Mr. Cheng Cho Ying, Francis (Chief Executive Officer), and the other members are Mr. Choi Wai Man (an Executive Director) and Professor Fong Chi Wai, Alex (an Independent Non-executive Director).

The Sustainability Committee reports directly to the Company Board. Its principal responsibilities are to oversee management of, and advise the Company Board on, the development and implementation of the sustainability initiatives of the Group, review the related policies and practices, and assess and make recommendations on matters concerning the Group's sustainability development and risks. The terms of reference of the Sustainability Committee are published on the Company's website and HKEX's website.

Risk Management and Internal Control

The Boards have overall responsibility for evaluating and determining the nature and extent of the risks, including ESG risks, that the Trustee-Manager and the Group are willing to take in achieving corporate strategic objectives, and overseeing the risk management and internal control systems. The Audit Committees assist the Boards in reviewing the effectiveness of the risk management and internal control systems of the Trust Group and the Trustee-Manager half-yearly to ensure that appropriate and effective systems are in place for the purposes of dealing with identified risks, safeguarding assets, and preventing and detecting fraud, misconduct and loss.

The Internal Audit Department, reporting to the Audit Committees and an Executive Director, provides independent assurance as to the existence and effectiveness of the risk management activities and internal controls in business operations. Staff members of the department are from disciplines including accounting, engineering and information technology. Internal Audit Department prepares its annual audit plan by using risk assessment methodology, and taking into account the scope and nature of the Group's activities and changes in operating environment. The audit plan is reviewed and approved by the Audit Committees. Its internal audit reports on the Group's operations are also reviewed and considered by the Audit Committees. The scope of work performed includes financial, operations and information technology reviews, recurring and ad hoc audits, fraud investigations, productivity efficiency reviews and laws and regulations compliance reviews. The Internal Audit Department follows up audit recommendations on implementation by operating units and the progress is reported to the Audit Committees regularly.

The Boards, through the Audit Committees, have conducted a review on the effectiveness of the risk management and internal control systems of the Trust Group and the Trustee-Manager for the six months ended 30 June 2026, and taking into consideration the reports from the management, confirmed that such systems were appropriate and effective for the purposes set out in Principle D2 of the Corporate Governance Code.

Engagement of Holders of Share Stapled Units

The Trustee-Manager and the Company have established the Holder of Share Stapled Units Communication Policy, which is published on the Company's website, to lay down the framework and put in place a range of communication channels between themselves and Holders of Share Stapled Units and investors to promote effective communication. These include the annual general meeting and other general meetings, financial results, annual and interim reports, sustainability reports, notices, announcements and circulars, press releases and other corporate publications, and meetings, briefings and roadshows with investors and analysts from time to time, as appropriate. The Holder of Share Stapled Units Communication Policy is subject to review on a regular basis to ensure its implementation and effectiveness. All Holders of Share Stapled Units may put enquiries to the Boards at general meetings, whether they attend the meetings physically or through online access, and at other times by mail or email to the Company.

A wide range of information on the Group is also available to Holders of Share Stapled Units through the Company's website at www.hkei.hk, including details of the arrangements for dissemination of corporate communications. Holders of Share Stapled Units may at any time notify the Company or the share stapled units registrar if they wish to receive corporate communications in printed form or choose to change their choice as to the language of the printed form. Further details are set out in the section "Arrangements For Dissemination Of Corporate Communications" under the "Investor Information" of the Company's website.

The Trustee-Manager and the Company handle registration matters relating to Share Stapled Units through Computershare Hong Kong Investor Services Limited, the share stapled units registrar.

CORPORATE GOVERNANCE (Continued)

Directors' Interests and Short Positions in Share Stapled Units, Underlying Share Stapled Units and Debentures

As at 30 June 2026, the interests or short positions of the Directors and chief executives of the Trustee-Manager and the Company in the SSUs, underlying SSUs and debentures of the Trust and the Company or any of its associated corporations (within the meaning of Part XV of the SFO) which were notified to the Trustee-Manager, the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which the Directors and the chief executives of the Trustee-Manager and the Company were deemed or taken to have under such provisions of the SFO), or which were recorded in the register required to be kept pursuant to section 352 of the SFO, or as otherwise notified to the Trustee-Manager, the Company and the Stock Exchange pursuant to the Model Code were as follows:

Long Positions in Share Stapled Units

Name of Director	Capacity	Nature of Interests	Number of SSUs Held	Total	Approximate % of Issued SSUs
Li Tzar Kuoi, Victor	Interest of controlled corporation	Corporate	5,170,000) (Note 1))	7,870,000	0.08%
	Beneficiary of trusts	Other	2,700,000) (Note 2))		
Fok Kin Ning, Canning	Interest of controlled corporation	Corporate	2,000,000 (Note 3)	2,000,000	0.02%
Donald Jeffrey Roberts	Interests held jointly	Other	1,398,000 (Note 4)	1,398,000	0.02%
Ronald Joseph Arculli	Interest of controlled corporation	Corporate	502	502	≈ 0%

Notes:

- (1) Such SSUs are held by Li Ka Shing Foundation Limited ("LKSF"). By virtue of the terms of the constituent documents of LKSF, Mr. Li Tzar Kuoi, Victor may be regarded as having the ability to exercise or control the exercise of one-third or more of the voting power at general meetings of LKSF.

- (2) *Such SSUs are held by Li Ka-Shing Unity Trustee Company Limited ("TUT1") as trustee of The Li Ka-Shing Unity Trust ("UT1"). Each of Li Ka-Shing Unity Trustee Corporation Limited ("TDT1", which is the trustee of The Li Ka-Shing Unity Discretionary Trust ("DT1")) and Li Ka-Shing Unity Trustcorp Limited ("TDT2", which is the trustee of another discretionary trust ("DT2")) holds units in UT1 but is not entitled to any interest or share in any particular property comprising the trust assets of the said unit trust. The discretionary beneficiaries of each of DT1 and DT2 are, inter alia, Mr. Li Tzar Kuoi, Victor, his wife and children, and Mr. Li Tzar Kai, Richard.*

The entire issued share capital of TUT1, TDT1 and TDT2 are owned by Li Ka-Shing Unity Holdings Limited ("Unity Holdco"). Mr. Li Ka-shing and Mr. Li Tzar Kuoi, Victor are respectively interested in one-third and two-thirds of the entire issued share capital of Unity Holdco. TUT1 is only interested in the SSUs by reason only of its obligation and power to hold interests in those SSUs in its ordinary course of business as trustee and, when performing its functions as trustee, exercises its power to hold interests in the SSUs independently without any reference to Unity Holdco or any of Mr. Li Ka-shing and Mr. Li Tzar Kuoi, Victor as a holder of the shares of Unity Holdco as aforesaid.

As Mr. Li Tzar Kuoi, Victor is a discretionary beneficiary of each of DT1 and DT2, and by virtue of the above, Mr. Li Tzar Kuoi, Victor is taken to have a duty of disclosure in relation to the said SSUs held by TUT1 as trustee of UT1 under the SFO as a Director of the Trustee-Manager and the Company.

- (3) *Such SSUs are held by a company which is equally owned by Mr. Fok Kin Ning, Canning and his wife.*
- (4) *Such SSUs are jointly held by Mr. Donald Jeffrey Roberts and his wife.*

Save as disclosed above, as at 30 June 2026, none of the Directors or chief executives of the Trustee-Manager and the Company had any interests or short positions in the SSUs, underlying SSUs or debentures of the Trust and the Company or any of its associated corporations (within the meaning of Part XV of the SFO) as recorded in the register required to be kept under section 352 of the SFO, or as otherwise notified to the Trustee-Manager, the Company and the Stock Exchange pursuant to the Model Code.

Interests and Short Positions of Holders of Share Stapled Units

As at 30 June 2026, Holders of Share Stapled Units (other than Directors or chief executives of the Trustee-Manager and the Company) who had interests or short positions in the SSUs or underlying SSUs of the Trust and the Company which would fall to be disclosed under the provisions of Divisions 2 and 3 of Part XV of the SFO, or which were recorded in the register required to be kept under section 336 of the SFO, or as otherwise notified to the Trustee-Manager, the Company and the Stock Exchange were as follows:

CORPORATE GOVERNANCE *(Continued)*

Substantial Holders of Share Stapled Units

Long Positions in Share Stapled Units

Name	Capacity	Number of SSUs Held	Approximate % of Issued SSUs
Power Assets Holdings Limited	Interest of controlled corporation	2,948,966,418 (Note 1)	33.37%
Hyford Limited	Interest of controlled corporations	2,948,966,418 (Notes 1 and 2)	33.37%
Cheung Kong Infrastructure (BVI) Limited	Interest of controlled corporations	2,948,966,418 (Note 2)	33.37%
CK Infrastructure Holdings Limited	Interest of controlled corporations	2,948,966,418 (Note 2)	33.37%
Hutchison Infrastructure Holdings Limited	Interest of controlled corporations	2,948,966,418 (Note 3)	33.37%
CK Hutchison Global Investments Limited	Interest of controlled corporations	2,948,966,418 (Note 3)	33.37%
CK Hutchison Holdings Limited	Interest of controlled corporations	2,948,966,418 (Note 3)	33.37%
State Grid Corporation of China	Interest of controlled corporations	1,855,602,000 (Note 4)	21.00%
State Grid International Development Co., Limited	Interest of controlled corporation	1,855,602,000 (Note 4)	21.00%
State Grid International Development Limited	Beneficial owner	1,855,602,000 (Note 4)	21.00%
Qatar Investment Authority	Interest of controlled corporation	1,758,403,800	19.90%

Notes:

- (1) *Power Assets is deemed to be interested in 2,948,966,418 SSUs which are beneficially owned by its direct wholly-owned subsidiary, Quickview Limited. Hyford Limited ("Hyford") is deemed to be interested in 2,948,966,418 SSUs which interests are duplicated in the 2,948,966,418 SSUs in which Power Assets is interested, as Hyford is entitled to exercise or control the exercise of more than one-third of the issued shares of Power Assets through its direct and indirect wholly-owned subsidiaries.*
- (2) *CKI is deemed to be interested in the 2,948,966,418 SSUs as referred to in Note (1) above as it holds more than one-third of the issued share capital of Cheung Kong Infrastructure (BVI) Limited, which holds more than one-third of the issued share capital of Hyford. Its interests are duplicated in the interest of CK Hutchison in HKEI described in Note (3) below.*
- (3) *CK Hutchison is deemed to be interested in the 2,948,966,418 SSUs as referred to in Note (2) above as it holds more than one-third of the issued share capital of CK Hutchison Global Investments Limited ("CKHGI"). Certain subsidiaries of CKHGI hold more than one-third of the issued voting shares of Hutchison Infrastructure Holdings Limited which in turn holds more than one-third of the issued share capital of CKI.*
- (4) *State Grid International Development Limited is a direct wholly-owned subsidiary of State Grid International Development Co., Limited and an indirect wholly-owned subsidiary of State Grid Corporation of China ("State Grid"), and the interests of State Grid International Development Limited and State Grid International Development Co., Limited of 1,855,602,000 SSUs each are duplicated in the 1,855,602,000 SSUs held by State Grid.*

Save as disclosed above, as at 30 June 2026, there was no other person (other than Directors or chief executives of the Trustee-Manager and the Company) who had interests or short positions in the SSUs or underlying SSUs of the Trust and the Company as recorded in the register required to be kept under section 336 of the SFO, or as otherwise notified to the Trustee-Manager, the Company and the Stock Exchange.

OTHER INFORMATION

Interim Distribution

The Trustee-Manager Board has declared an interim distribution by the Trust for 2026 of HK15.94 cents per Share Stapled Unit. The distribution will be payable on Tuesday, 8 September 2026 to Holders of Share Stapled Units whose names appear in the Share Stapled Units Register at the close of business on Wednesday, 26 August 2026, being the record date for determination of entitlement to the interim distribution. To qualify for the interim distribution, all transfers accompanied by the relevant Share Stapled Unit certificates should be lodged with the Share Stapled Units Registrar, Computershare Hong Kong Investor Services Limited, Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong, no later than 4:30 p.m. on Wednesday, 26 August 2026.

Purchase, Sale or Redemption of Share Stapled Units

Pursuant to the Trust Deed, the Holders of Share Stapled Units have no right to demand for repurchase or redemption of their Share Stapled Units. Unless and until expressly permitted to do so by the relevant codes and guidelines issued by the Securities and Futures Commission from time to time, the Trustee-Manager shall not repurchase or redeem any Share Stapled Units on behalf of the Trust.

None of the Trust, the Trustee-Manager, the Company nor any of their subsidiaries purchased, sold or redeemed any of issued Share Stapled Units during the six months ended 30 June 2026.

GLOSSARY

In this interim report, unless the context otherwise requires, the following expressions shall have the following meanings:

Term(s)	Definition
"Boards" or "Boards of Directors"	Trustee-Manager Board and Company Board
"CK Hutchison"	CK Hutchison Holdings Limited, an exempted company incorporated in the Cayman Islands with limited liability, the shares of which are listed on the Main Board of the Stock Exchange (Stock Code: 1)
"CKI"	CK Infrastructure Holdings Limited, a company incorporated in Bermuda with limited liability, the shares of which are listed on the Main Board of the Stock Exchange (Stock Code: 1038) and on the Main Market of the London Stock Exchange plc (Ticker Symbol: CKI)
"Company"	HK Electric Investments Limited, a company incorporated in the Cayman Islands as an exempted company with limited liability on 23 September 2013
"Company Audit Committee"	Audit committee of the Company
"Company Board"	Board of directors of the Company
"Corporate Governance Code"	Corporate Governance Code set out in Appendix C1 of the Listing Rules
"Government"	HKSAR Government
"Group"	The Company and its subsidiaries
"HK Electric"	The Hongkong Electric Company, Limited, a company incorporated in Hong Kong with limited liability on 24 January 1889 and an indirect wholly-owned subsidiary of the Company

GLOSSARY *(Continued)*

Term(s)	Definition
"HKASs"	Hong Kong Accounting Standards
"HKEI"	The Trust and the Company
"HKEX"	Hong Kong Exchanges and Clearing Limited
"HKFRSs"	Hong Kong Financial Reporting Standards
"HKFRS Accounting Standards"	A collective term includes all applicable individual HKFRSs, HKASs and Interpretations issued by the HKICPA
"HKICPA"	Hong Kong Institute of Certified Public Accountants
"Holder(s) of Share Stapled Units" or "SSU holder(s)"	Person(s) who holds Share Stapled Units issued by HKEI
"Listing Rules"	Rules Governing the Listing of Securities on the Stock Exchange, as amended from time to time
"Model Code"	Model Code for Securities Transactions by Directors of Listed Issuers set out in Appendix C3 of the Listing Rules
"Power Assets"	Power Assets Holdings Limited, a company incorporated in Hong Kong with limited liability, the shares of which are listed on the Main Board of the Stock Exchange (Stock Code: 6)
"SFO"	Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong), as amended from time to time

Term(s)	Definition
"Share Stapled Unit(s)" or "SSU(s)"	Share Stapled Unit(s) jointly issued by the Trust and the Company, with each Share Stapled Unit being the combination of the following securities or interests in securities which, subject to the provisions in the Trust Deed, can only be dealt with together and may not be dealt with individually or one without the others: (a) a unit in the Trust; (b) the beneficial interest in a specifically identified ordinary share of the Company linked to the unit and held by the Trustee-Manager as legal owner (in its capacity as trustee-manager of the Trust); and (c) a specifically identified preference share of the Company stapled to the unit
"Share Stapled Units Register"	The register of registered Holders of Share Stapled Units
"Stock Exchange"	The Stock Exchange of Hong Kong Limited
"Trust"	HK Electric Investments, as constituted pursuant to the Trust Deed under the Laws of Hong Kong
"Trust Deed"	The trust deed dated 1 January 2014 constituting the Trust, entered into between the Trustee-Manager and the Company and as amended by two deeds of amendment dated 13 May 2020 and 22 May 2024 respectively
"Trust Group"	The Trust and the Group

GLOSSARY *(Continued)*

Term(s)	Definition
"Trustee-Manager"	HK Electric Investments Manager Limited, a company incorporated in Hong Kong with limited liability on 25 September 2013 and an indirect wholly-owned subsidiary of Power Assets, in its capacity as trustee-manager of the Trust
"Trustee-Manager Audit Committee"	Audit committee of the Trustee-Manager
"Trustee-Manager Board"	Board of directors of the Trustee-Manager