

Investor Presentation

July
2016

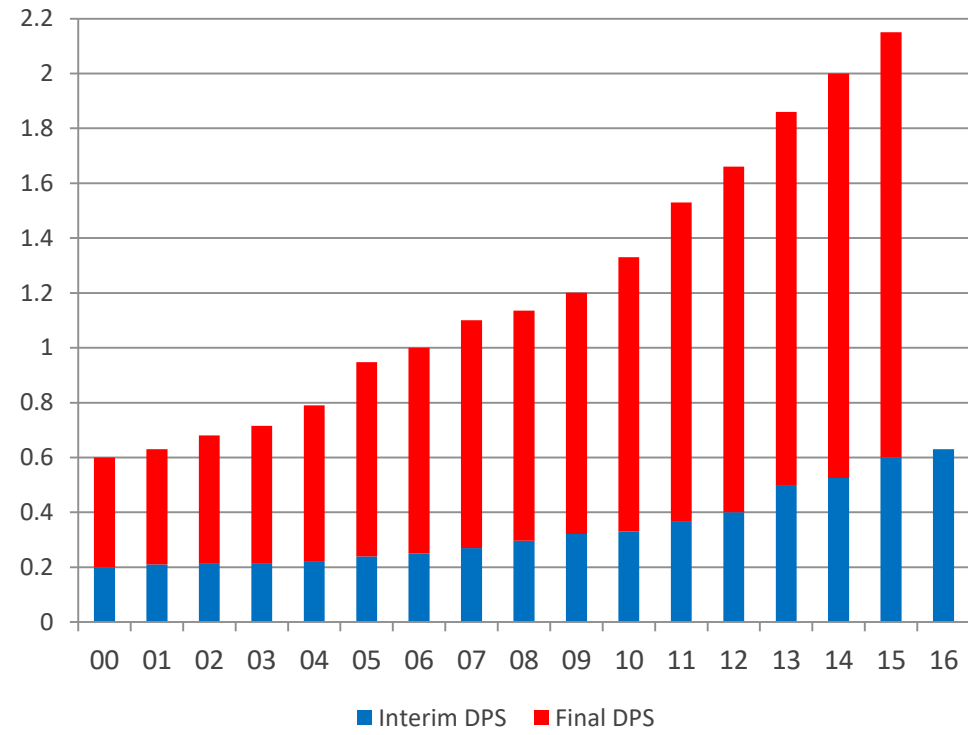
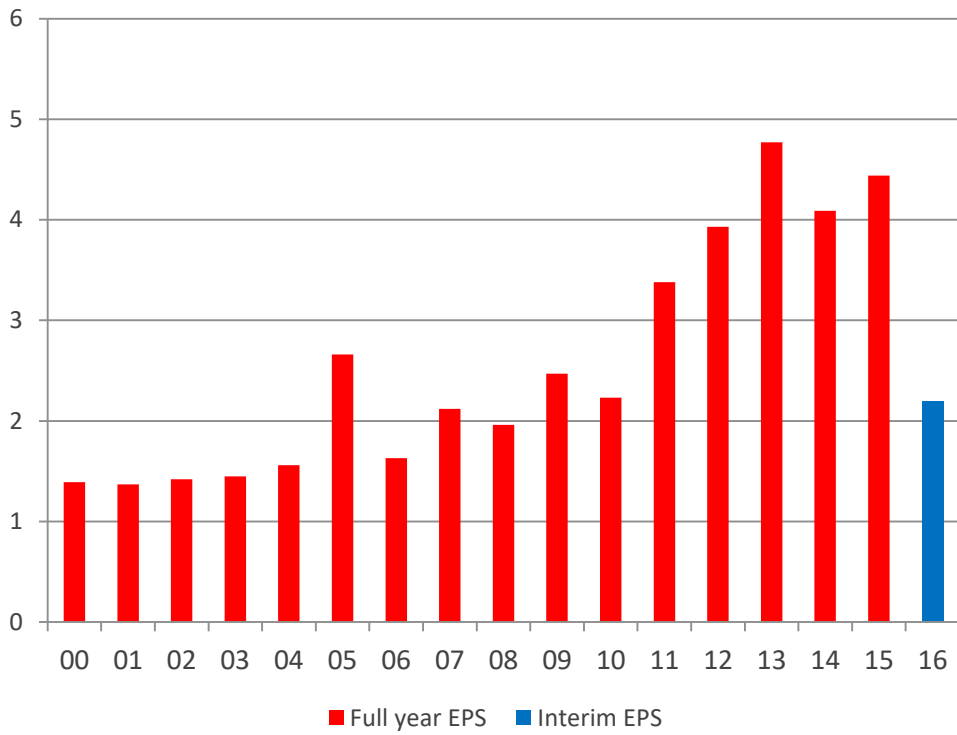


Disclaimer

Potential investors and shareholders of the Companies (the “Potential Investors and Shareholders”) are reminded that the Presentation comprises extracts of recent operational data and financial information of the Group which have not been reviewed or audited by the Companies’ auditors.

Potential Investors and Shareholders should exercise caution when investing in or dealing in the securities of the Companies.

CKI's Earnings & Dividends Per Share (since 2000)



NB: FY14 exclude one off disposal gains arising from HKE/HEC spin-off and privatization of Envestra

Earnings Per Share
(HK\$)

Dividends Per Share
(HK\$)



CKI - 2016 Interim Results Overview

Profit contribution from: (HK\$ million)	1H2016	1H2015	1H16 vs 1H15
Investment in Power Assets	1,351	1,258	+7.4%
United Kingdom portfolio	3,187	3,181	+0.2%
Australia portfolio	1,436	549	+161.6%
Mainland China portfolio	157	202	-22.3%
Canada portfolio	80	66	+21.2%
New Zealand portfolio	78	85	-8.2%
Continental Europe portfolio	194	73	+165.8%
Infrastructure Materials	149	202	-26.2%
Total profit contribution	6,632	5,616	+18.1%
Profit attributable to shareholders	5,511	5,253	+4.9%
EPS (HK\$/share)	2.19	2.10	+4.3%
Interim DPS (HK\$/share)	0.630	0.600	+5.0%

Currency Impact Analysis - International Businesses

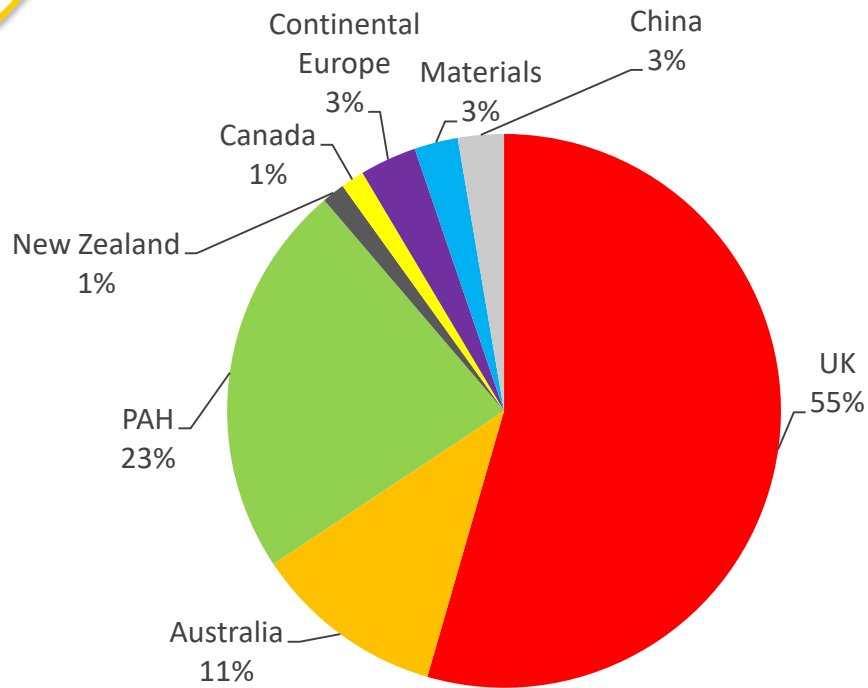
	in HK\$ (million)			in local currency (million)		
	1H2016	1H2015	16 vs 15	1H2016	1H2015	16 vs 15
UK* ¹	3,187	3,181	↑ 0%	286	269	↑ 7%
Australia* ²	655	549	↑ 19%	115	90	↑ 27%
Canada	80	66	↑ 21%	14	11	↑ 31%
New Zealand	78	85	↓ 8%	15	15	0%
Continental Europe* ³	194	73	↑ 166%	23	8	↑ 168%

Note: *¹ UK Rails was acquired in April 2015

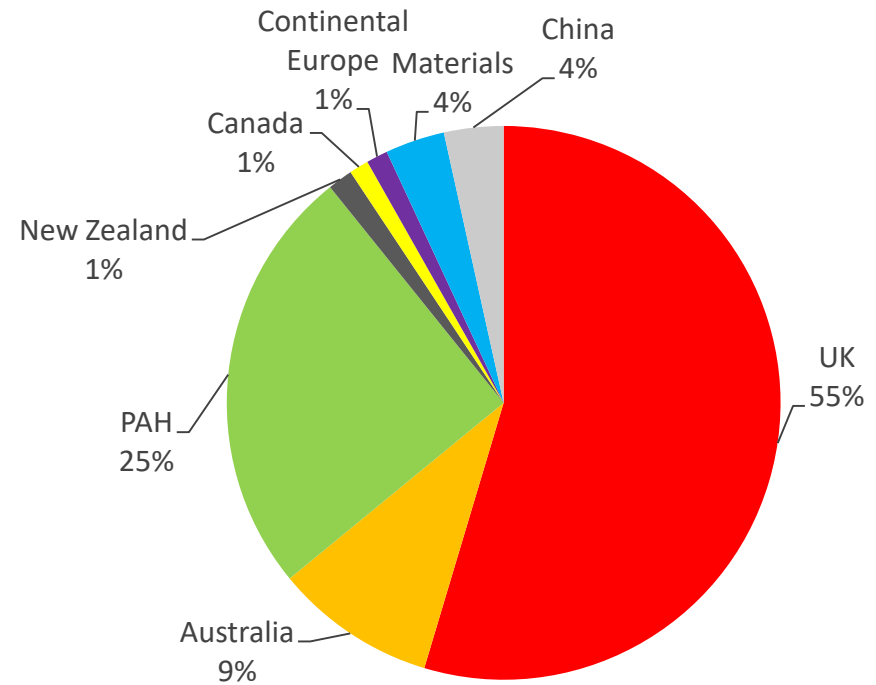
*² Exclude disposal gain on Spark Infrastructure

*³ Portugal Renewable Energy was acquired in November 2015

CKI's Profit Contribution by Business Segment



1H2016



1H2015

The above financial information excluded the one-off disposal gain arising from Spark Infrastructure (2016) and disposal loss arising from HKEI disposal (2015)

➤ The Impact of Brexit

- ▶ The UK businesses are stable and predictable in nature (either under the regulatory regimes or protected by long term contracts)
 - Depreciation of sterling may lead to higher inflation in the future which may be positive for revenues of the regulated businesses
- ▶ The Group has always abided by the “matching principle” for international businesses
 - Borrowings for operating companies are in their local currency effectively
 - Cross-currency exposure in relation to the equity contribution by CKI is hedged (via equity loans or derivatives) at the time of acquisition
 - The benefit of this protection, though not reflected in the Consolidated Income Statement, has its value embedded in the reserve and would be fully revealed only when the equity investments are monetised

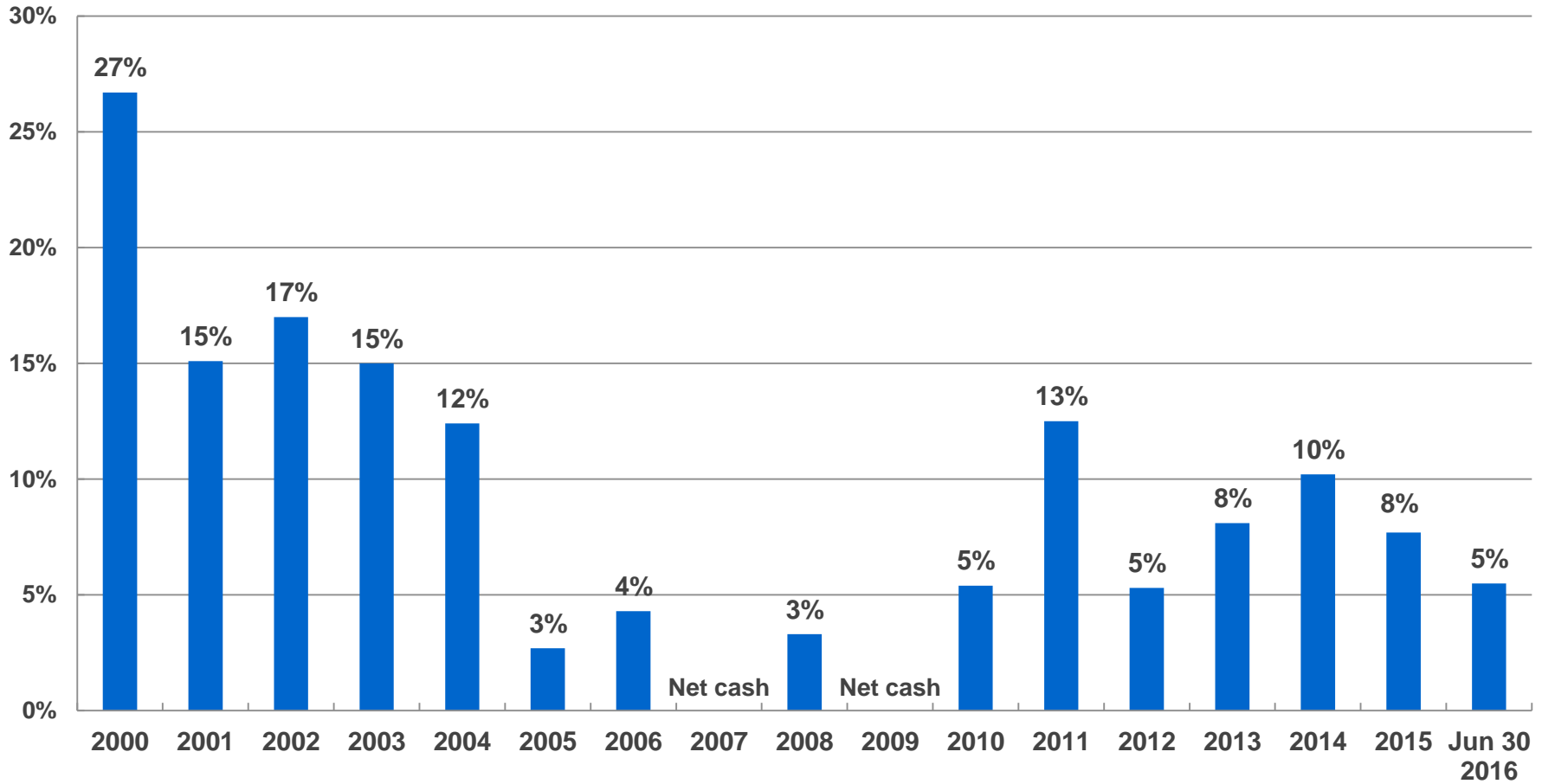
CKI - Solid Financial Position

	Jun 30, 2016	Dec 31, 2015
Cash on hand (HK\$ million)	11,258	7,897
Debts (HK\$ million)	17,605	17,177
Total equity (HK\$ million)	109,101	110,559
Net debt to net total capital ratio	5%	8%
S&P credit rating	A-/Stable (since listing)	

- ▶ Issuance of the US\$1.2 billion 5.875% fixed rate Perpetual Capital Securities was completed on March 1, 2016. (The Group also redeemed the US\$1.0 billion 6.625% fixed rate Perpetual Capital Securities issued in 2010)
- ▶ OVPH Limited (the Issuer) subscribed approximately 131 million new CKI shares at HK\$71.1302/share

CKI Gearing Ratio (Since 2000)

Net Debt / Net Total Capital





New Project – Husky Midstream Assets

- ▶ 1,900km oil pipelines and terminals strategically connecting Lloydminster and Hardisty hub
- ▶ CKI, PAH and Husky own 16.25%, 48.75% and 35% interests in HMLP respectively
- ▶ CKI and PAH equity approx. C\$289 million and C\$866 million respectively
- ▶ Completion: July 15, 2016
- ▶ 20 years “take-or-pay” contract agreed with Husky which will contribute to the majority revenue stream of these assets
- ▶ The interests of PAH and CKI will be contractually protected by a priority distribution mechanism

