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Announcement

CLP Power has provided certain information relating to its Hong Kong electricity business to the Panel on Economic Development of the Legislative Council of Hong Kong.

In addition, CLP Power's proposed investment in the combined cycle gas turbine project at the Black Point Power Station has been approved by the Hong Kong Government.

Today, CLP Power Hong Kong Limited (CLP Power), a wholly-owned subsidiary of CLP Holdings Limited (the Company) has provided certain information relating to its Hong Kong electricity business to the Panel on Economic Development of the Legislative Council of Hong Kong (the Panel). This information was provided at the request of the HKSAR Government.

Certain elements of this information were confidential and commercially sensitive, and were expressly identified as such. The information was provided by CLP Power to the Panel subject to arrangements intended to maintain the confidentiality of this information.

Amongst other items, information relating to CLP Power's estimated capital expenditure in 2016 has been requested on a non-confidential basis to assist the Panel in their understanding of the 2017 Tariff Review. However, prior to the announcement scheduled in February 2017 of the Company's financial results for the year ended 31 December 2016, CLP Power's estimated capital expenditure in 2016 had not yet been publicly disclosed.

In the circumstances, the Company has decided that, in accordance with its commitment to the principle of fair disclosure of information relating to its activities, the information provided by CLP Power to the Panel relating to the estimated capital expenditure in 2016 should be made publicly available and is therefore set out in the attached table.

Combined Cycle Gas Turbine Project

The Hong Kong Government has, today, approved CLP Power's proposed investment in the 550MW (nominal rating) combined cycle gas turbine generation unit at the Black Point Power Station in Hong Kong. The new unit is expected to be commissioned before 2020 and upon commissioning, contributing to achieving the Government's target for the 2020 fuel mix. The total estimated capital expenditure (CAPEX) of the new gas unit is about HK\$5.5 billion, of which about HK\$3.6 billion will be incurred in the current period of the existing Scheme of Control Agreement, which will expire on 30 September 2018. As a result, the total CAPEX as approved in CLP's 2014-18 Development Plan will increase to HK\$37.1 billion, taking into account applicable adjustments and savings from other capital investment projects.

Investors are advised to exercise caution in dealing in the shares of the Company.

This announcement is made by the Company pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Cap. 571, Laws of Hong Kong).

By Order of the Board
David Simmonds
Company Secretary

Hong Kong, 13 December 2016

中電控股有限公司
CLP Holdings Limited
(incorporated in Hong Kong with limited liability)
(Stock Code: 00002)

The Directors of the Company as at the date of this announcement are:

Non-executive Directors:	The Hon Sir Michael Kadoorie, Mr William Mocatta, Mr J. A. H. Leigh, Mr Andrew Brandler and Dr Y. B. Lee
Independent Non-executive Directors:	Mr V. F. Moore, Sir Rod Eddington, Mr Nicholas C. Allen, Mr Vincent Cheng, Mrs Fanny Law, Ms Irene Lee and Mrs Zia Mody
Executive Directors:	Mr Richard Lancaster and Mr Geert Peeters

**Provision of information by CLP Power Hong Kong Limited in response to
the request of the Panel on Economic Development of the Legislative Council
13 December 2016**

Estimated Capital Expenditure in 2016

Categories (HK\$ million)	2016
(A) Power Generation System	2,288
(B) Transmission & Distribution System	4,792
(C) Customer and Corporate Services Development	180
Grand Total (A + B + C)	7,260