



Independent Practitioner's Limited Assurance Report

To the Board of Directors of CLP Holdings Limited

We have been engaged to perform a limited assurance engagement on the selected information listed below and identified with the symbol * in the 2017 Climate Action Finance Report of CLP Holdings Limited (the "Company") and as appended to this opinion (the "Selected Information").

Selected Information

The scope of our work was limited to assurance over the Selected Information marked with the symbol * in the 2017 Climate Action Finance Report as summarised below:

- aggregate amounts of proceeds allocated (including proceeds for financed and refinanced); and
- the remaining balance of unallocated proceeds as at 31 December 2017.

Our assurance does not extend to information in respect of earlier periods or to any other information included in the 2017 Climate Action Finance Report.

Reporting Criteria

The criteria used by the Company to prepare the Selected Information is set out under the heading "Reporting Criteria" on page 5 of the 2017 Climate Action Finance Report and as appended to this opinion (the "Reporting Criteria").

Directors' Responsibilities

The Directors of the Company are responsible for:

- designing, implementing and maintaining internal controls over information relevant to the preparation of the Selected Information that is free from material misstatement, whether due to fraud or error;
- establishing objective Reporting Criteria for preparing the Selected Information;
- measuring and reporting the Selected Information based on the Reporting Criteria; and
- the content of the 2017 Climate Action Finance Report.

Our Independence and Quality Control

We have complied with the independence and other ethical requirements of the Code of Ethics for Professional Accountants issued by the Hong Kong Institute of Certified Public Accountants (the "HKICPA"), which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behaviour.

Our firm applies Hong Kong Standard on Quality Control 1 issued by the HKICPA and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Independent Practitioner's Limited Assurance Report
To the Board of Directors of CLP Holdings Limited (Continued)

Our Responsibilities

It is our responsibility to express a conclusion on the Selected Information based on our work performed and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

We conducted our work in accordance with Hong Kong Standard on Assurance Engagements 3000 (Revised) "Assurance Engagements Other Than Audits or Reviews of Historical Financial Information" issued by the HKICPA. This standard requires that we plan and perform our work to form the conclusion whether the Selected Information is free from material misstatement.

The procedures performed in a limited assurance engagement vary in nature and timing from, and are less in extent than for a reasonable assurance engagement. Consequently the level of assurance in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed. The extent of procedures selected depends on the practitioner's judgment and our assessment of the engagement risk. Within the scope of our work we performed amongst others the following procedures:

- made enquiries of the Company's management, including those with responsibility for the 2017 Climate Action Finance Report;
- understood the design of the key systems, processes and controls for managing, recording and reporting the Selected Information;
- checked the exchange rates used by management to independent external evidence and checked the mathematic accuracy of foreign exchange translation calculations;
- checked the approval of bonds issuance and allocation of proceeds by the Climate Action Finance Committee to the Company's "Proposal for Climate Action Bond Issuance and/or Eligible Use of Proceeds" relating to the transactions;
- tested the mathematic accuracy of the remaining balance of unallocated proceeds; and
- checked the use of proceeds on a sample basis as approved by the Climate Action Finance Committee to capital expenditure supporting payment documents (including allocation for finance and refinance transactions) and ensured that these are for approved Energy Transition or New Energy projects.

Our work did not include evaluating the effectiveness of systems, processes and controls that generated the Selected Information. Thus, our work was not performed for the purposes of expressing an opinion on the effectiveness and performance of the Company's management systems, processes and controls, and not for the purposes of expressing an opinion on any statutory financial statements.

Independent Practitioner's Limited Assurance Report
To the Board of Directors of CLP Holdings Limited (Continued)

Inherent limitations

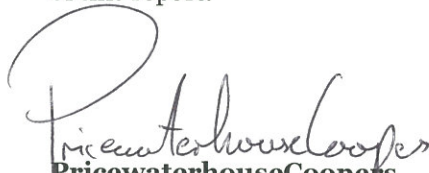
The Selected Information needs to be read and understood together with the Reporting Criteria, which the Company is solely responsible for selecting and applying. The absence of a significant body of established practice on which to draw to evaluate and measure information allows for different, but acceptable, measurement techniques and can affect comparability between entities and over time. The Reporting Criteria used for the reporting of the Selected Information are as at 31 December 2017.

Conclusion

Based on the procedures performed and evidence obtained, nothing has come to our attention that causes us to believe that the Selected Information as at 31 December 2017 is not prepared, in all material respects, in accordance with the Reporting Criteria.

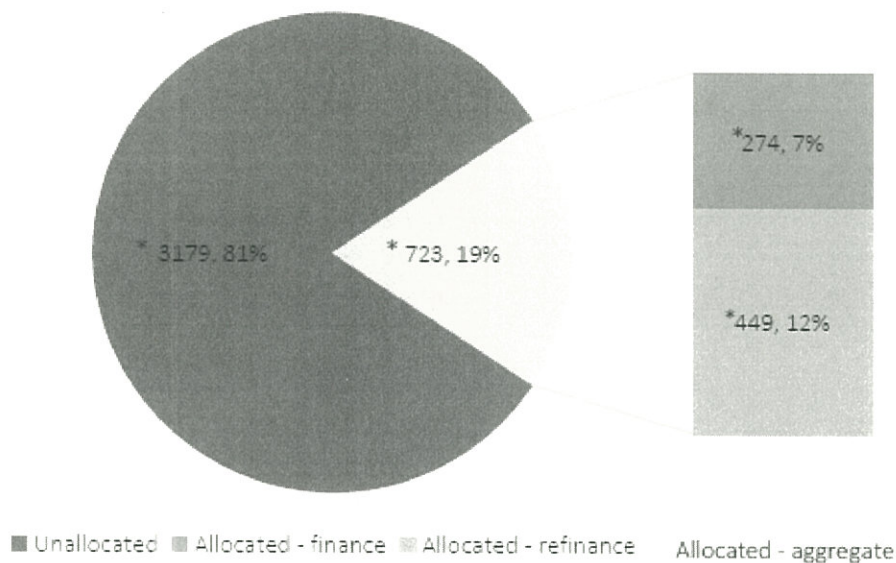
Restriction on Use

Our report has been prepared for and only for the board of directors of the Company and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the content of this report.



PricewaterhouseCoopers
Certified Public Accountants
Hong Kong, 26 February 2018

Appendix I: Selected Information



Allocation of CAPCO's Energy Transition Bond Proceeds (in HK\$ million)

* Information has been subject to independent limited assurance by PwC

Appendix II: Reporting Criteria

CLP Group will prepare a Climate Action Finance Report on an annual basis. For each CLP Climate Action Bond, the followings will be disclosed:

- Identity of CLP Group Business Unit issuing a CLP Climate Action Bond under the CAFF;
- Type of CLP Climate Action Bond issued (Energy Transition or Emissions Reduction Bond or New Energy Bond);
- Aggregate amounts of proceeds allocated;
- Estimation of beneficial impact of the use of proceeds;
- The remaining balance of unallocated proceeds at the reporting period end.

A CLP Climate Action Bond is added to and removed from the Climate Action Finance Report as below:

- A CLP Climate Action Bond is added to the Climate Action Finance Report when the CLP Climate Action Bond was issued during the reporting period;
- A CLP Climate Action Bond is removed from the Climate Action Finance Report when the CLP Climate Action Bond has been fully repaid.

The Climate Action Finance Report will provide further information on projects with allocations from proceeds of CLP Climate Action Bonds.

The Climate Action Finance Report will be reviewed by the Climate Action Finance Committee. The Climate Action Finance Report will be published within the Group Sustainability Report.