

9 May 2005



香港九龍亞皆老街一四七號  
147 Argyle Street, Kowloon, Hong Kong  
電話 Tel (852) 2678 8111  
傳真 Fax (852) 2760 4448  
網址 Website [www.clpgroup.com](http://www.clpgroup.com)

Dear Shareholders,

**CLP's Response to Government Public Consultation**  
**"A Balanced Deal – A Bright Future"**

Stage 1 of the Hong Kong Government's Public Consultation on the development of the electricity market in Hong Kong after 2008 concluded at the end of April.

As promised, CLP has been an active, informed and authoritative participant in the public discussion to date. We have, for example, consulted a wide base of stakeholders including trade groups, professional bodies, academics, green groups and local community bodies in over 130 meetings. Our shareholders were also consulted through the survey we commissioned in early March. Your views were included in the formal response which we submitted to Government on 26 April. On behalf of the Board, I would like to express our thanks to all shareholders who shared their views with us through the survey.

As detailed in our response – "**A Balanced Deal – A Bright Future**", we believe the keys to the excellence of our electricity supply are found in a regulatory system which delivers **practicality, service excellence, a fair deal for investors and clear accountability and responsibility**. These keys cannot be taken in isolation – each of them is an integral part of a balanced deal.

Our response has been put on our website at [www.clpgroup.com/RegulatoryReview/](http://www.clpgroup.com/RegulatoryReview/) and can also be obtained from any one of our Customer Services Centres or by contacting the Group Public Affairs Department.

We understand that Stage 2 of the public consultation may start towards the end of the year. We are convinced that the way forward for the Hong Kong electricity industry remains a balanced deal, which takes the achievements of the past as the platform on which to power Hong Kong's future.

**The Hon. Michael D. Kadoorie**  
Chairman