

News flash: Hong Kong and China Gas (0003.hk) Will Raise Hong Kong Gas Tariff

Dear all,

(16 June 2017) This is to inform that The Hong Kong and China Gas (0003.hk, Towngas) has informed the Environment Bureau of Hong Kong that it plans to raise its standard tariff in Hong Kong from 1 August 2017.

Towngas proposes to raise its standard tariff by 1.1 HK cent per Megajoules (MJ) from 1 August 2017. The actual increase of tariff (including standard tariff and fuel cost adjustment) is equivalent to 4.3%.

A press release of today is enclosed for your reference.



Regards,

W K Lo

Head of Corporate Investment & Investor Relations

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About The Hong Kong and China Gas Company Limited (HKCG)

HKCG was founded in 1862 – the first public utility to begin operations in Hong Kong. Initially established to light up the streets of Hong Kong, our business in the territory today consists of the production and distribution of town gas, its marketing and sale, the provision of a full range of gas appliances, as well as comprehensive aftersales services.

Expanding into the mainland in 1994, our businesses in China include upstream, midstream and downstream gas projects, ranging from city-gas to gas transportation and vehicular gas refilling station projects. We have also diversified into telecommunications, building services, water supply and wastewater treatment, among others. In the past few years, in line with our vision to become a major energy supplier with an environmentally friendly focus, we have seen investment into new and unconventional energies, with projects ranging from the utilization of landfill gas to conversion of low value feedstock into high value clean energy and materials, emphasizing on self-developed patented green technologies.

HKCG has invested in 243 projects across 26 provincial regions in mainland China.