



## News flash: Hong Kong and China Gas (0003.HK) 2017 Annual Results

### Dear Investors & Analysts,

(20 March 2018) The Hong Kong and China Gas Co., Ltd. (3 HK) is pleased to announce its annual results today for the year ended 31 December 2017.

#### Results Highlights:

##### Group Results

- Profit after taxation attributable to shareholders of the Group for the year ended 31<sup>st</sup> December 2017 amounted to HK\$8,225 million, an increase of HK\$884 million or 12.1%
- Earnings per share amounted to HK58.8 cents (+12.1%)
- Final dividend of HK23 cents per share (Full year dividend amounted to HK 35 cents per share)
- Bonus shares: 1 for 10
- Inaugural energy green bonds issued in November 2017, amounting to HK\$600Mn and JPY2Bn

##### Hong Kong Core Business: Steady Business

- Total gas sale volume grew by 0.8%
- Commercial & Industrial gas volume rose by 2.6%
- Number of customers reached 1.88 million

##### Mainland Utilities Business: Progressing Well

- Operating profit after tax: HK\$3.7Bn, increased by 9%
- City-gas gas sales volume: 19.5Bn m<sup>3</sup>, rose by 14%
- Midstream gas volume: 4.7Bn m<sup>3</sup>, surged by 44%
- Adding 8 new projects (up to 28 Feb 2018)

##### New Energy Business: Steady Growth

- Operating profit increased 47% to HK\$0.4Bn
- 5 new projects to be commissioned in 2018 to 2019
- Focusing on in-house developed technologies

Please find in the attached the 2017 annual results announcement and presentation link for your information.



A presentation can be downloaded via the following link. 

For any enquiries, please feel free to contact me or my assistant Ms Fion Chan at 2963-3189.

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 after-sales 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, wastewater and food waste 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 or wastes into high value clean energy and materials, emphasizing on self-developed patented green technologies.

HKCG has invested in 246 projects across 26 provincial regions in mainland China.