
T O W N G A S
C O R P O R A T E
I N F O R M A T I O N

2025

ENVIRONMENTAL
SAFETY & HEALTH
OPERATIONAL & FINANCIAL
INFORMATION



FOREWORD

The Hong Kong and China Gas Company Limited (Towngas) publishes the Corporate Information Booklet annually to provide the public with a comprehensive overview of its operations and services.

This booklet presents an update on the Company's latest developments, covering its business and operational review, as well as its financial status. It also places particular emphasis on the Company's safety measures and practices, covering topics such as prompt response to emergency incidents, proactive efforts to maintain domestic gas safety, and initiatives to enhance customers' safety awareness.

Towngas is well aware of the importance of maintaining contact with its customers. In addition to operating the 24-hour Customer Service Hotline, its Customer Focus Team also serves as a direct and effective communication channel between the Company and its customers.

Furthermore, the Company's environmental initiatives have proven highly effective, demonstrating its commitment to becoming a leading green and smart energy provider.

Going forward, Towngas will continue to refine its operations and strive to offer high-quality, value-for-money services to its customers.

For enquiries, please contact Towngas's Corporate Affairs Department at 2963 3432.

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OPERATIONAL INFORMATION

1. Annual Business Review

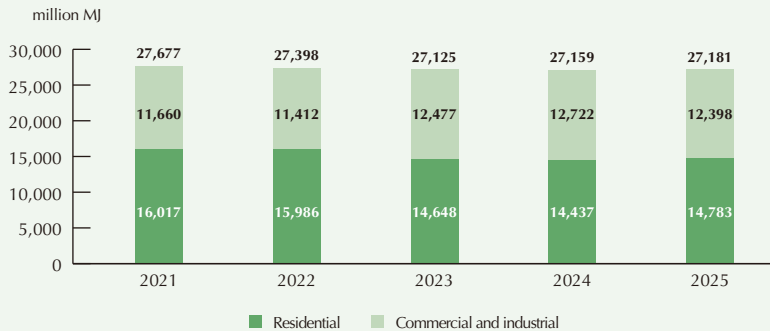
In 2025, the gas business remained the Company's traditional core foundation in Hong Kong. Overall, the total gas sales volume in Hong Kong for 2025 was approximately 27,181 million MJ, a slight increase of 0.1% compared to 2024. Residential gas consumption recorded a year-on-year increase of 2.4%, as a result of more frequent typhoons and cooler autumn weather. In the commercial and industrial sector, the business benefitted from the opening of Hong Kong's third airport runway, southbound vehicle travel from Guangdong, and tourism growth favouring industries such as hotels, theme parks and laundries, all of which contributed to higher gas consumption. Changes in local consumption patterns, however, continued to exert pressure on Hong Kong retail and food and beverage businesses, causing a decline in commercial and industrial gas consumption of 2.6%, which partially offset the increase in residential gas volumes.

During the year under review, the Company invested HK\$1,053 million in production facilities, pipelines, plants and other fixed assets for the further development of its gas and gas-related businesses in Hong Kong.

Capital Investment



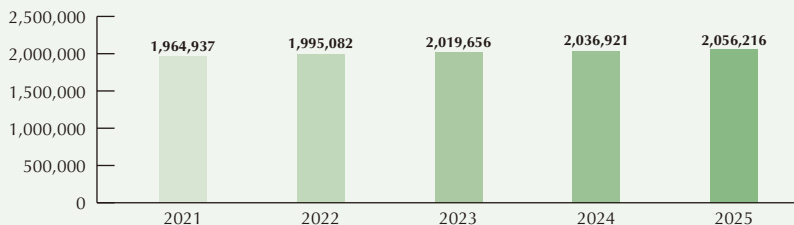
Town Gas Sales



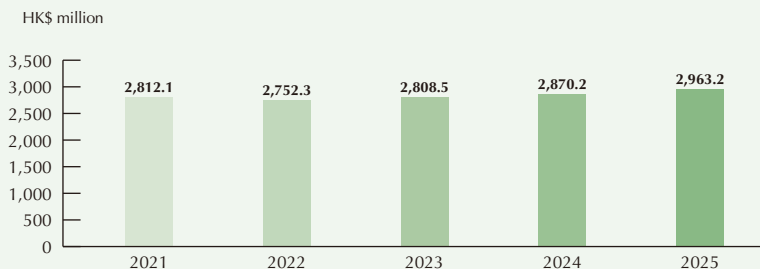
(a) Hong Kong Gas Business Profit

The overall volume of gas sales increased slightly by 0.1% in 2025. With the addition of 19,295 new customers, our customer base reached a total of 2,056,216 accounts. In terms of total gas sales volume, residential customers accounted for 54%, while commercial and industrial customers made up 46%. The Company has been rigorously implementing measures to rationalise costs and improve efficiency to manage rising general operating expenses and manpower costs. These efforts have yielded satisfactory results. Net profit after tax from the sales of town gas in Hong Kong for the year 2025 increased by 3% to HK\$2,963.2 million.

Number of Customers as at 31st December



Net Profit after Tax from Sales of Town Gas



(b) Sales and Marketing

As an important partner to the catering industry, the Company has focused on innovation and development so that catering businesses can improve their competitiveness and sustainable development. Many catering brands from the Chinese mainland have expanded into the Hong Kong market in recent years, alongside the emergence of new food and beverage operators. Actively seizing this opportunity to support them, whose entry helps develop our business in the catering sector, the Company has been offering them various energy management solutions and discounts on gas appliances. For industrial customers, the Company offers a fuel replacement programme. New customers for this programme during the year included an international dairy production plant and a large metal processing plant in Hong Kong. These customers contributed not only to our increased gas sales volume but also to carbon reductions in Hong Kong.

Gas sales volume related to the tourism industry returned to near pre-pandemic levels during the year, as reflected in satisfactory hotel occupancy rates. This was driven by major sports and entertainment events held in Hong Kong during the year, which spurred the recovery of the tourism industry. For a hotel customer that opened in the fourth quarter of the year – Kimpton Tsim Sha Tsui Hong Kong – we provided gas for water heating and cooking. At Kai Tak Sports Park, which opened in the first quarter, we installed a gas hot-water dehumidification system in the Kai Tak Arena and supplied commercial appliances to restaurants in the Park and at Kai Tak Mall.

For the public service sector, we provided high-efficiency, energy-saving gas dehumidification systems for public hospitals in Hong Kong. During the year, the Company also installed this system for the operating theatre of Hong Kong Baptist Hospital, making it the first private hospital in Hong Kong to adopt this technology in its surgical facilities. The Chinese Medicine Hospital of Hong Kong in Tseung Kwan O also became a customer of the Company during the year. Another customer in the healthcare sector, the Hospital Authority, commissioned the Company to install gas services for the laundry and central food production facilities of its new Supporting Services Centre, which was completed and gradually commenced operation in 2025.

We also secured a gas supply contract from the Hospital Authority to provide recycled landfill biogas as a fuel for its combined cooling, heat and power generating system in the North District Hospital expansion project. This is part of our ongoing programme over the years of promoting the recovery and utilisation of biogas from landfills, converting it into energy.

To help accelerate the HKSAR Government's plans for the Northern Metropolis development, we have been investing in the area's gas infrastructure to ensure the early availability of a regional energy supply. The planned medium- and low-pressure pipeline works were progressively completed during the year to supply gas to early-stage customers, including the 3,000-bed teaching hospital at Ngau Tam Mei, ensuring a stable energy supply for daily life and industries in the new area. In 2025, the first food waste machine project at the Hong Kong-Shenzhen Innovation and Technology Park was commissioned. At the same time, a high-efficiency integrated dehumidification system was introduced to support the humidity control needs of laboratories across the park. As the Northern Metropolis gradually takes shape, the Company will continue to accelerate its gas infrastructure layout and promote regional green low-carbon development, thereby contributing to Hong Kong's progress towards a smart city and a sustainable future.

In Hong Kong, the Company has in recent years actively expanded its green energy portfolio, supporting the community's transition towards sustainable development. With over 160 years of experience handling hydrogen, the Company is uniquely positioned to develop its hydrogen business using its extensive 3,700-km pipeline network, which already delivers town gas containing about 50% hydrogen.

The Company has commissioned the first hydrogen supply system in Hong Kong capable of directly extracting hydrogen from the town gas network at its Tai Po Gas Production Plant. The facility utilises pressure swing adsorption (PSA) technology to efficiently separate hydrogen from town gas, achieving a purity level of up to 99.97%, which meets the stringent fuel requirements of fuel cells. This milestone marks the successful transformation of the town gas pipeline network into a key enabling infrastructure for hydrogen energy applications.

During the year, Towngas launched Hong Kong's first integrated hydrogen power generator, which debuted at the multi-sports event 15th National Games, to supply temporary electricity to golf venue facilities, demonstrating the huge potential of hydrogen energy in temporary power supply scenarios. The Company is also undertaking trial projects of hydrogen power generation at construction sites as an especially promising application. Unlike traditional diesel generators, hydrogen power generation produces only water, with zero emissions, zero odours and low noise, offering a cleaner and more efficient energy option for the construction industry. The Company will continue to promote government-approved hydrogen fuel technology pilot projects, including extracting hydrogen from the existing town gas network to generate electricity for site offices at a construction project in Shau Kei Wan.

With the Hong Kong Science and Technology Parks Corporation, the Company signed a cooperation agreement during the year to construct Hong Kong's first public automatic hydrogen-powered charging system for electric vehicles. The system extracts hydrogen directly from the gas network to generate electricity via fuel cells, supplying stable and low-carbon power to EV charging facilities within the park. In addition to this government-approved pilot project, we will carry out another pilot project at Towngas's North Point Headquarters, using hydrogen-generated electricity to charge electric vehicles.

(c) Serving Our Customers

The Company has actively introduced artificial intelligence (AI) and large language model technologies to enhance customer experience. Currently, the Customer Service Hotline has fully implemented smart systems; over 60% of customer enquiries are completed through digital channels, with more than half of these customers opting for the self-service system to make maintenance appointments. Additionally, the Company is further using AI models to analyse customer needs, combining this with technologies such as robotic process automation (RPA) to help employees respond quickly to various enquiries and customer requests. With these technologies, we have been able to deliver highly efficient and caring professional services.

(d) *The Gas Infrastructure*

In 2025, the Company strengthened its gas facilities inspection and maintenance regime to ensure a stable and reliable gas supply for customers. At the Tai Po Gas Production Plant, we continued our pipeline replacement programme for the downstream sections of the rich gas reactor tower. Following the progress made in the previous year, we also completed our pipeline replacement programme for four additional furnaces in 2025 and plan to replace the sections for the remaining two in 2026.

Naphtha is a primary feedstock for our production of synthetic gas (commonly known as “town gas”). During the year, we carried out inspections of the naphtha supply system, including the discharge terminals and submarine pipelines, to assess and schedule repairs and maintenance. The procurement and replacement of the naphtha discharge arm at the Tai Po Gas Production Plant was also underway during the year. The aim of all these measures is to ensure the long-term stability and reliability of the entire feedstock supply system.

To make certain all gas operations meet the industry’s highest safety standards, the Company used advanced smart pipeline inspection technology and big data analysis to complete a safety assessment of its naphtha submarine pipelines and gas transmission pipelines. Following a “prevention first” safety approach, we will continue to introduce innovative technologies, including automated monitoring systems and artificial intelligence prediction models, to provide a safe, reliable and efficient gas supply for the people of Hong Kong.

(e) *Towards a Sustainable Future*

Towngas upholds the principle of “bringing long-term benefits for our planet, society and stakeholders”. Through its comprehensive ESG practices, Towngas remains committed to promoting energy transition and creating a better world for our next generation.

The Board of Directors oversees the Company's ESG strategy and has established the Board ESG Committee, supported by the ESG Steering Committee, to manage material ESG issues. To reinforce ESG accountability, 5% of the variable compensation of the Managing Director and senior executives is linked to the achievement of ESG objectives, such as enhancement of ESG ratings, reduction of greenhouse gas (GHG) emissions, and achievement of health and safety performance targets. Additional performance bonuses are also offered to encourage employees to implement ESG excellence projects and initiatives, reaffirming our commitment to ESG integration and continuous improvement.

In line with the national dual carbon goals and the HKSAR Government's action plan to achieve carbon neutrality by 2050, Towngas has long been committed to reducing GHG emissions and has pledged to achieve carbon neutrality by 2050 through energy transition and innovation. Our total Scope 1 and Scope 2 GHG emissions have decreased by 20% from the 2020 baseline, successfully achieving the 2025 carbon reduction targets, and we are formulating our next-phase interim targets.

We have implemented multiple measures to directly reduce the Company's GHG emissions and are dedicated to optimising every aspect of our energy supply, including production, transportation and consumption of our products. We phased out coal starting in the 1960s and progressively replaced it with cleaner fuels, including natural gas, naphtha and biogas. We were among the first companies in Hong Kong to utilise biogas, and the carbon reductions achieved through the use of biogas in Hong Kong totalled approximately 62,000 tCO₂e in 2025.

In addition to reducing GHG emissions in our operations, we provide low-carbon energy solutions to our customers, ensuring access to reliable, affordable and sustainable energy. We also promote the application of clean energy in the sea (green methanol), on land (hydrogen), and in the air (sustainable aviation fuel), fully aligning with the HKSAR Government's 2025 Policy Address blueprint for constructing a low-carbon city and developing the new energy industry. For supplier management, we collaborated with HSBC to launch the Towngas Green Supply Chain Finance Programme in 2024, becoming the first public utility in Greater China to offer a sustainability-linked supplier payment solution. As at the end of 2025, 20 suppliers participated in the Programme, with an annual total purchase amount of approximately HK\$150 million.

Towngas attaches great importance to supporting our stakeholders in adopting clean energy solutions and low-carbon technologies. We provide training and cross-functional job rotation opportunities to our employees, enabling them to develop expertise in new energy and build multi-disciplinary skills. To engage suppliers to implement ESG strategies, we conduct training sessions to help suppliers deepen their understanding of ESG, standardise data management, and drive sustainable development across the supply chain.

Our efforts to achieve greater sustainability in our operations have been widely recognised. In 2025, our MSCI ESG Rating was upgraded to AA, and we attained the highest AAA rating in the Hang Seng Corporate Sustainability Index for the first time. These achievements place us among the few enterprises in the industry to receive this honour. Meanwhile, we received the ESG Award (Elite Past Winners section) in the Best Corporate Governance and ESG Awards organised by the Hong Kong Institute of Certified Public Accountants. In addition, the Company was included in the S&P Global Sustainability Yearbook 2025 (China Edition), ranking among the top 1% of Chinese companies in the S&P Global Corporate Sustainability Assessment (CSA) score in the gas utilities category. These achievements reflect the continued recognition from the market and rating agencies of the Company's ESG governance framework, strategy execution, and practical performance.

We remain focused on enhancing our ESG performance and business development by setting clear targets, monitoring performance, and continuously improving long-term sustainability.

(f) *Empowering Our People*

The future success of Towngas relies on our ability to recruit, retain, and develop emerging talent into a knowledgeable and well-trained workforce. As part of this commitment, we continue to provide career-focused education and training tailored to the needs of the energy sector. We also offer students valuable exposure to the industry through initiatives such as the Career in a Nutshell programme, summer internships, the Cooperative Education Programme, and various university elective courses.

To strengthen professional capabilities within the Company, we collaborate closely with the Vocational Training Council and several universities in Hong Kong to provide a range of specialised programmes, including the Professional Diploma in Gas Engineering and gas engineering elective courses within degree programmes. These offerings support our employees in pursuing higher academic qualifications, enhancing their professional competence and long-term career development. This foundation is essential for driving the Company's future innovation and sustainable growth.

In addition to organising training courses that align with the Company's evolving business development and talent needs, Towngas continues to reinforce its talent pipeline through a diverse portfolio of development programmes. With rapid business expansion in both Hong Kong and the Chinese mainland, our Group Management Trainee Programme has continued to evolve. We are committed to providing university graduates with comprehensive and well-rounded development opportunities, combining systematic management and technical training with structured learning activities. This enables trainees to acquire essential knowledge and hands-on experience across various business units, deepening their understanding of the Company's diversified operations and strategic direction.

At Towngas, we place great value on our people and remain dedicated to investing in their growth and capabilities. Through a broad spectrum of training and development programmes, we are building a strong, future-ready talent pipeline that will continue to support the Company's long-term development and strategic ambitions.

As a signatory of the Equal Opportunities Commission (EOC)'s Racial Diversity and Inclusion Charter for Employers, and a recipient of the Caring Employer 2025 (Level 3 – Disability Inclusive Pioneer), we are committed to building a workplace grounded in equity, respect, and fairness. The Company upholds equal and transparent recruitment and employment practices, providing fair opportunities for talents from diverse ethnic backgrounds and persons with disabilities. We are committed to enabling every employee to integrate smoothly throughout the employee life cycle – from onboarding to career development – so that everyone can contribute, grow, and thrive in an inclusive environment.

We offer a diverse and flexible working environment that supports employees' varied needs and helps them balance work and personal responsibilities. Our headquarters provide universally designed and accessible facilities, including a wheelchair stairlift and suitable lactation spaces for working mothers, complemented by flexible work arrangements. In partnership with NGOs, we regularly organise inclusion initiatives such as our Diversity, Equity and Inclusion Day, featuring immersive experiences that deepen employees' understanding of the challenges faced by persons with disabilities and strengthen a culture of empathy and mutual support.

2. Safety

(a) Customer Safety

Our concern for safety underpins everything we do. We understand the need to educate and inform the public on the safe and responsible use of gas products and services. In 2025, we held 20 safety talks for contractors and organisations, as well as 11 safety exhibitions, maintaining our long-standing, well-proven methods for delivering our safety message directly to consumers. As always, appliance safety was a high priority: we conducted nearly 1,150,000 Regular Safety Inspections of gas facilities in customers' homes. This safety-driven programme has proven extremely popular with our customers.

(b) Occupational Safety and Health

Towngas is committed to prioritising the occupational safety and health of its employees and contractors, fostering a secure and healthy work environment. To uphold robust safety and health policies, we actively strengthen our safety culture and standards through comprehensive training, seminars, and activities. In 2025, the Company recorded two industrial accidents and four traffic accidents, achieving an accident rate of 1.19 per million work hours.

We continuously enhance our internal Occupational Health and Safety (OH&S) Management System to maintain ISO 45001 certification. Towngas adopts a holistic approach to strengthening its overall OH&S performance across six key areas, namely occupational health and safety, workplace infection control, traffic safety, asset security, mental health and well-being, and gas production safety. At the same time, with reference to ISO/PAS 45007 "Occupational health and safety management – Risks arising from climate change and climate change action – Guidance for organisations", climate change-related OH&S risks have been incorporated into our management considerations. Corresponding measures have been developed and implemented, including enhanced arrangements for extreme weather response as well as strengthened employee awareness and communication initiatives, thereby further reinforcing the integrity and forward-looking nature of the management system.

Establishing two-way communication channels is critical to creating a healthy and safe workplace. Employees are encouraged to put forward suggestions for workplace improvements through the Health, Safety and Environment (HSE) Suggestion Scheme and the Near-Miss Reporting Scheme, thereby enhancing workplace safety and fostering a strong corporate safety culture.

To further strengthen the Company's internal safety culture, continuous promotion of occupational safety and health initiatives remains essential. In 2025, the Company organised a wide range of OSH promotional activities for employees and contractors, including HSE quarterly thematic activities, OSH contractor forums, and various safety and health seminars, with the aim of raising safety awareness and engagement among all stakeholders.

Effective emergency preparedness and response planning enable the Company to respond promptly and efficiently to unforeseen incidents. In 2025, the Company conducted multiple fire drills in collaboration with the Fire Services Department, ensuring close coordination between the emergency incident coordination team and firefighting personnel, and enabling swift handover and response in the event of an emergency. During the same year, the Company also organised emergency tabletop exercises for the Hong Kong business division, simulating emergency scenarios to strengthen the response capabilities and handling techniques of relevant incident management personnel, thereby enhancing overall emergency management and coordination effectiveness.

With the active participation of employees at all levels and the strong support of management, the Company has received widespread industry recognition for its achievements in occupational safety and health. At the 24th Hong Kong Occupational Safety and Health Award, Towngas received a total of nine awards, including the OSH Annual Report Award – Gold Award, the OSH Enhancement Program Award – Bronze Award, the OSH Innovation Award – Bronze Award, as well as multiple Safety Performance Awards, which clearly demonstrate the Company's outstanding performance in advancing OSH management and safety culture.

Towngas has always placed the physical and mental well-being of its employees at the heart of its people strategy. In 2025, under the framework of ISO 45003 “Psychological health and safety at work”, the Company officially launched the Towngas Employee Well-being Framework. This framework adopts a multi-pronged approach, covering five key dimensions: physical, social, environmental, financial, and psychological well-being, and delivers a wide range of initiatives and activities to comprehensively enhance employees' overall well-being.

Through the effective implementation of this well-being framework, the Company received the highest-tier award at the 19th Occupational Health Awards, namely the Joyful@Healthy Workplace Best Practices Award – Outstanding Organisation Award, Mental Health Friendly Supreme Organisation (Gold Award), reflecting strong industry recognition of Towngas's commitment to safeguarding employees' safety, health, and psychological well-being.

(c) Gas Production Plant Safety

We have strong confidence in the safety, reliability and management systems of our Tai Po and Ma Tau Kok gas production plants. Both plants were designed and built by reputable international project contractors, based on proven engineering and chemical processes. Manned by competent and experienced operation and maintenance crews, the two gas works have not had even one interruption to the gas supply since the first day they were commissioned. On this basis, our Company's supply reliability continues to reach a high level.

Towngas has invested great effort in safeguarding the condition and availability of its two gas plants. Our Ma Tau Kok gas production plant has a history of over 48 years of safe and reliable production, while our Tai Po plant is equipped with modern computer control systems and sophisticated instruments, having operated stably for 39 years. Both sites implement strict work rules and procedures to control various high-risk operations, with robust backup from automatic alarms and safety interlocks. A high degree of emergency response preparedness is achieved through a wide range of firefighting facilities, well-trained response teams, and frequent emergency drills. Our standards of safety control compare most favourably with those of other major utilities in Hong Kong and overseas.

Towngas abides by all legal requirements and cooperates fully with the various government departments responsible for enforcing stringent surveillance on the plants. The accident frequency rate of our gas production plants has always remained low, with about 0.24 cases per 100,000 man-hours. Nonetheless, in pursuit of the target of zero accidents, our plant management team proactively reviews the root causes of each incident and implements every practicable preventive measure. There has been no major gas emergency at the plants for many years.

As a long-term strategy, Towngas will continue to develop various hazard controls and risk mitigation measures to maximise the safety of its employees, the plants' neighbourhood and the plants themselves.

(d) Gas Network Safety

In terms of network safety assurance, we continue to monitor and enhance our pipeline infrastructure with an active maintenance and rehabilitation programme. Rigorous trench inspections and leakage surveys continue, while the introduction of improved equipment and technology provides invaluable support in maintaining safety standards.

Emergency vehicles equipped with new tablets are now used to handle gas emergencies, while sensitive laser methane detectors are used for leakage surveys. Advanced technology has also been introduced in recent years to monitor the condition of coatings on steel pipes.

Additionally, we continue to inspect our pipes thoroughly by conducting sophisticated leakage surveys between one and six times to ensure their integrity. We also increased the frequency of trench inspections at third-party excavation sites to prevent damage to nearby Towngas pipelines. In 2025, approximately 164,313 trench inspections were conducted, covering 9,260 active sites.

(e) *Gas Network Replacement Plan*

In Hong Kong, we have continued to replace old gas pipes to further ensure the safety and reliability of our supply system. This replacement programme follows a risk-based approach. We have established a sophisticated computer-based point system within our Geographic Information System (GIS). Each section of gas pipes in the entire network is allocated points based on its age, material, leakage history in the vicinity, road condition and other factors. Priority is given to replacing pipes with higher point scores, which indicate higher risk. This objective replacement system has helped Towngas maintain an excellent gas safety record for Hong Kong. In 2025, we replaced 16.8 km of ageing metal pipes based on this mechanism, upholding the robustness of our supply network.

(f) *Crisis Management: Ensuring Safety and Reliability*

At Towngas, the safety and well-being of our community, as well as the continuity of our services, are of utmost importance. We have implemented a robust and comprehensive Crisis Management Plan designed to handle various emergency scenarios effectively and efficiently. Our plan includes detailed procedures to ensure swift and effective communication with government authorities during any crisis, and our protocols are structured to facilitate prompt coordination and information sharing. We prioritise clear and immediate communication to prevent confusion and misinformation.

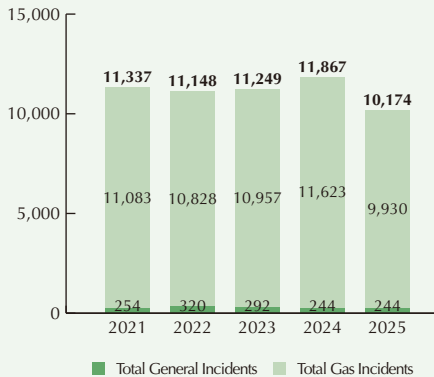
In the event of a major incident, such as a large-scale gas supply disruption, our crisis management team and procedures will be activated. The crisis management team, with specific roles, will assemble with the assistance of emergency teams from line departments at the scene to handle the incident. Departmental emergency teams on-site are equipped with various emergency equipment and specialised contingency plans to handle different types of situations, with the aim of safely and swiftly restoring normal gas supply and company operations.

We also conducted a tabletop exercise for the Hong Kong business division in the second half of 2025, with the aim of testing and further enhancing the Company's crisis response capabilities. The exercise simulated large-scale incidents to evaluate the responsiveness of the crisis management team and the effectiveness of various contingency plans. Such exercises not only help strengthen teamwork and communication, but also provide valuable reference points and practical experience for managing future crises.

To cope with the extreme weather caused by climate change, Towngas continues to conduct climate risk assessments, perform on-site facility inspections, review and improve resilience measures, and strengthen its emergency preparedness. Our Tai Po Gas Production Plant has identified the risk of flooding and typhoons, and equipped critical locations with flood gates and water pumps, together with an early warning system for flooding. As for the gas supply network, through upgrades to its pipeline infrastructure and continuous monitoring, the robustness of the Towngas system is enhanced to withstand extreme weather, with ultrasonic instruments in place to inspect pipeline conditions. Towngas will continue to closely monitor its climate resilience strategy, timely update its adverse weather preparedness plans, regularly conduct emergency drills and incorporate climate-specific inspections to ensure its gas production and transmission facilities are sufficiently resilient against extreme weather events.

(g) Charts on Emergencies, Safety Inspections and Safety Promotion

i. Number of Urgent Reports

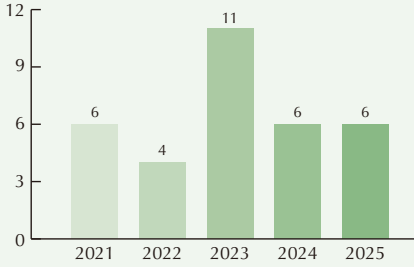


Urgent reports refer to incidents that require Towngas personnel to attend to immediately, whether gas-related or not.

Of the 10,174 urgent reports received in 2025, only 244 were gas incidents. Gas incidents are classified according to the following criteria:

- Reported by the Police or Fire Services Communication Centre
- Uncontrolled gas escape (which cannot be stopped by turning off the meter control cock)
- Incidents involving injury to a person, whether fatal or non-fatal
- Incidents involving explosion or fire damage to property
- Supply defects

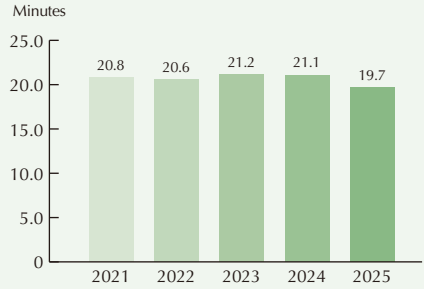
ii. Number of Major Gas Emergencies



Out of the 244 gas incidents in 2025, six were major gas emergencies.

* *The nature of “major gas emergencies” is defined in the Gas Safety Ordinance. Suicide cases are not included.*

iii. Average Response Time for Gas Incidents



The promptness of Towngas’s response to gas incidents has achieved a world-class standard. We shall strive to continue improving our relevant performance in the upcoming year.

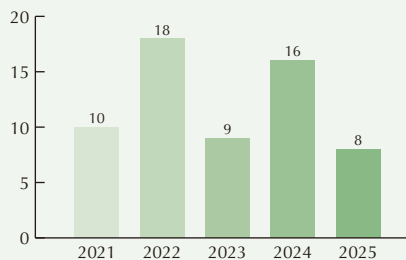
iv. Number of Fatal Gas Accidents

Year	2021	2022	2023	2024	2025
No. of Fatal Gas Accidents	0	0	0	0	0

* *Refers to the number of fatalities as a result of work-related injury.*

Thanks to Towngas’s efforts to promote gas safety and respond promptly to emergencies, there were no fatal accidents from gas emergency incidents throughout the past five years.

v. Number of Incidents Involving Third-Party Damage



There were eight cases of third-party damage in 2025.

vi. Trench Inspection

Total number of active sites inspected in 2025

Hong Kong Island	Kowloon	New Territories	Total
1,411	4,619	3,230	9,260

To minimise third-party damage to its network facilities, Towngas emphasises close coordination with road work companies. In addition to providing alignment drawings and safety advice to the relevant parties, Towngas also organises safety talks for the construction industry. In 2025, a total of 3,896 members of the construction industry attended our safety talks. The Company also proactively sends its technicians to work at sites to ascertain the alignment of its facilities for maximum safety.

vii. Number of Leakage and Pipeline Surveys

Type of pipelines	Frequency of leakage surveys
Transmission pipelines: – All HP & IPB mains	At least once a year
Distribution pipelines: – PE or steel pipes over or enclosed within structures – Medium pressure ductile iron pipes or all galvanised iron pipes – Low pressure ductile iron pipes – Others	At least twice a year At least six times a year At least three times a year At least once a year

HP – High Pressure IPB – Intermediate Pressure B PE – Polyethylene

Under the Company’s rigorous leakage survey programme, our qualified technicians perform regular leakage detection on our different types of gas pipes with the help of advanced Combustible Gas Indicators (CGI). With these sensitive instruments, even gas seepage at very low concentrations can be detected and rectified before it develops into reported gas leakages. Considering these surveys as effective precautions against major gas leakages, we conduct more leakage and pipeline surveys than our foreign counterparts every year.

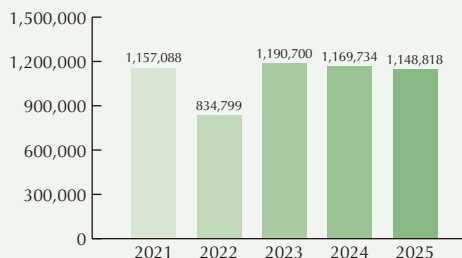
As a result of the stringent and proactive leakage survey and trench inspection programmes, the number of public-reported gas leakage incidents in networks totalled just 0.013 per km per year in 2025. Even if minor seepages located by the sensitive leakage survey were also included, the number came to no more than 0.081 per km per year, which is much lower than the figures in many other similar metropolitan cities.

viii. Major Emergency Drills with Government Authorities in 2025

Type of Drill	Joint Fire Exercise							Bomb Threat Drill			Emergency Drill
Venue	Tai Po Plant	Ma Tau Kok Plant	SENT Landfill	Aberdeen Depot	Gas Network	Braemar Hill Tunnel	North Point HQ	Tai Po Plant	Ma Tau Kok Plant	North Point HQ	Tai Po Plant
No. of Exercises	1	1	1	1	1	1	1	1	1	1	1

(Government authorities include the Fire Services Department, the Electrical and Mechanical Services Department and the Police Force)

ix. Number of Regular Safety Inspections



Towngas has taken proactive measures to maintain gas safety at customers' homes by initiating on-site safety inspections of their gas installations and service risers at intervals of 18 months.

* Safety inspections may be conducted earlier or later than planned, depending on the respective situations. Thus, the number of inspections conducted may differ from year to year.

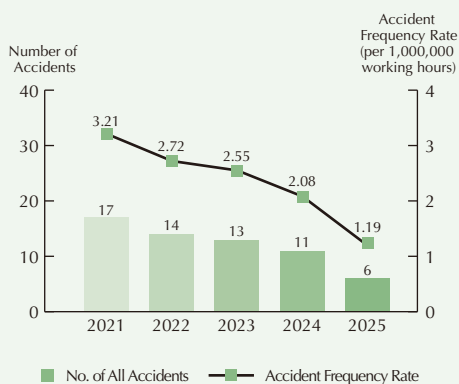
x. Number of Sub-Standard Appliances Upgraded

Towngas encourages customers to upgrade their sub-standard appliances through various educational and promotional programmes. In 1999, we introduced a discount scheme to encourage customers to upgrade their water heaters and cooking appliances. Since 2024, open-flued water heaters can also be upgraded for free to fanned draught room-sealed water heaters. In 2025, eight flueless (sink) and open-flued water heaters, as well as 88 cooking appliances without flame failure devices, were removed or upgraded.

xi. Number of Safety Exhibitions and Safety Talks

Towngas has been widely recognised for its continuing efforts in promoting home safety. Safety talks and safety exhibitions are major channels through which Towngas enhances public awareness and improves public knowledge of gas safety. In 2025, we organised 20 safety talks for contractors and organisations, as well as 11 safety exhibitions in the community. Information pamphlets and booklets on gas safety were handed out during the events.

xii. Safety Performance of Employees



Towngas is committed to fostering a safe and healthy workplace for its employees. Its robust safety management system has achieved an accident rate well below the industry average, showing a steady decline. Towngas will continue to deliver targeted occupational safety and health training to drive the accident rate even lower.

* *Accident figures only include cases from our Hong Kong business, specifically work-related injuries and traffic accidents (excluding subsidiaries).*

3. Service Pledge

Initiated in 1994, the Towngas Service Pledge has set high targets for major customer service areas: reliability of gas supply, safety, service attitude, the speed and convenience of service, appointments and complaint handling. Towngas has performed well in the past 31 years and pledges to continue improving its service and to set higher targets to ensure customers get the best possible level of service.

(a) Results of 2025

	Results
Reliability	
• Uninterrupted gas supply [^] (over 99.99%)	99.993%
• In case of supply interruption on account of maintenance or engineering work: customer notification 3 days in advance	100%
• Restoration of gas supply within 12 hours	100%
Safety	
• Emergency Team average arrival time (within 25 minutes)	Average 19.65 minutes
Appointments	
• Availability of maintenance and installation services within 2 working days	Average 1.08 days
Speed and Convenience	
• Customer Service Hotline (calls answered within 4 rings)	95.28%
• Connect or disconnect gas supply within 1 working day (upon customer's request)	100%
Service Quality	
• Efficiency [†]	9.10
• Courteous and friendly attitude [†]	9.07
Handling Suggestions	
• Acknowledgement reply within 3 working days	100%
• Resolution, or a statement of when the matter will be resolved, within 2 weeks	100%

[^] Unplanned gas supply interruption.

[†] The result was based on surveys conducted by an independent research company. Our target was to exceed a score of 8.5 out of 10.

(b) Service Pledge for 2026

Pledges

Targets

Reliability

- Uninterrupted gas supply[^] – Over 99.99%
- In case of supply interruption (on account of maintenance or engineering work) – Customer notification 3 days in advance
- Restoration of gas supply – Within 12 hours

Safety

- Emergency Team – Arrive on site within 25 minutes

Appointments

- Availability of maintenance and installation services – Within 2 working days

Speed and Convenience

- Customer Service Hotline – Calls answered within 4 rings
- Connect or disconnect gas supply – Within 1 working day

Service Quality

- Efficiency – 8.5 out of a total score of 10
- Courteous and friendly attitude – 8.5 out of a total score of 10

Handling Suggestions

- Written comments or suggestions – Acknowledgement reply within 3 working days
- Resolution, or a statement of when the matter will be resolved, within 2 weeks

[^] *Unplanned gas supply interruption.*

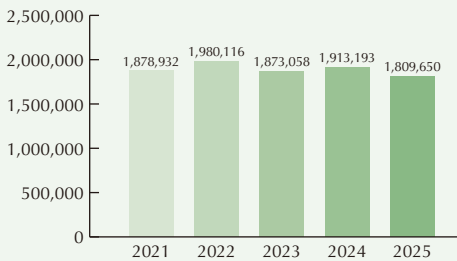
4. Customer Liaison

(a) Customer Focus Team

Since its inception in 1993, the Customer Focus Team has provided an effective communication channel between Towngas and its customers. It is a key factor in ensuring that our services meet customer expectations. The Team, comprising managers from customer-related departments, visits two public or private housing estates every month on average. Issues related to Towngas service, gas safety, bill payment and gas appliances are discussed at the meetings. Comments from customers contribute greatly to the improvement of Towngas products and services. In 2025, the Customer Focus Team conducted a total of 24 household gas safety talks.

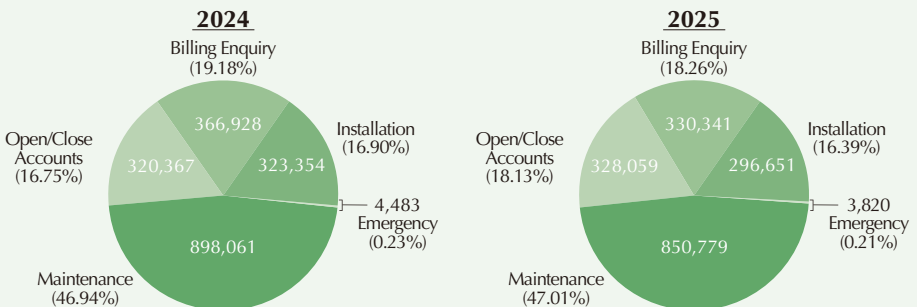
(b) Customer Service Hotline and Emergency Hotline

Total Number of Incoming Calls



The public can always keep in touch with Towngas through its Customer Service Hotline (CSH) and Emergency Hotline. The CSH – 2880 6988 – provides a convenient one-stop service for customers to enquire about and arrange for the full range of Towngas services. The Emergency Hotline – 2880 6999 – operates around the clock, and responds to emergency calls immediately.

Number of Incoming Calls by Categories

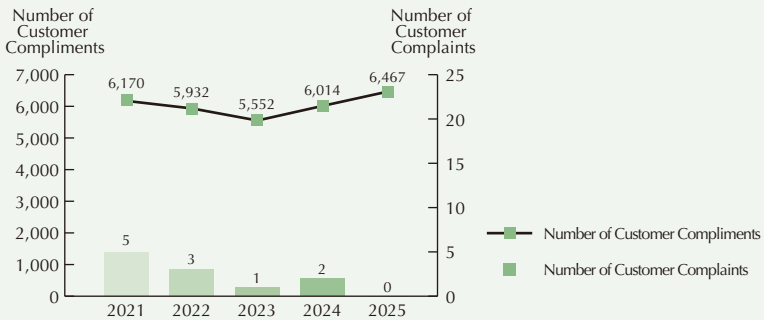


The largest category of incoming calls to the CSH and Emergency Hotline is maintenance, representing 47.01% of total calls in 2025, while other categories include opening and closing accounts, billing enquiry, installation and emergency.

(c) Bill Inserts

Our bill inserts, which come enclosed with the bi-monthly gas bill, are an effective means to keep our customers informed. In 2025, a total of 31 information leaflets were sent to customers. The topics of these inserts were mostly related to Towngas services and products, including special offers on TGC and SIMPA appliances, TGC kitchen cabinets, Mia Cucina appliances and kitchen cabinets, TGC home appliances, Towngas Fun online redemption offers for members, green and health products, as well as ESG, gas safety and energy saving tips. Also, we have sent leaflets for 12 government departments and non-governmental organisations without charges.

(d) Number of Customers' Compliments and Complaints

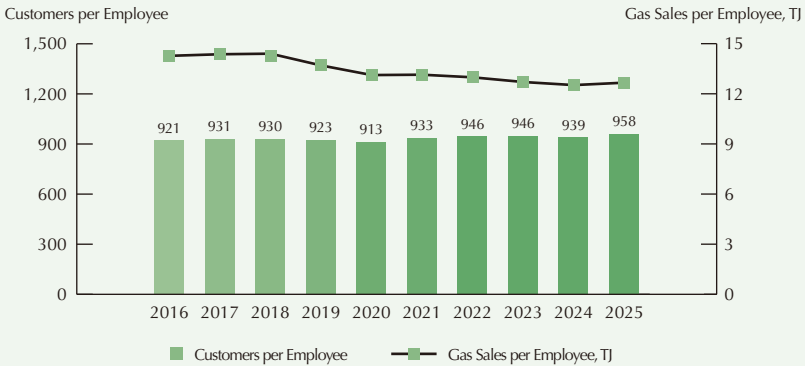
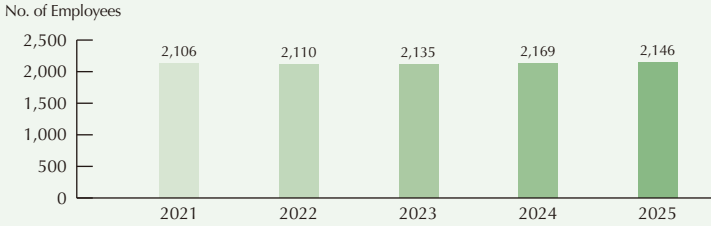


Quality customer service has always been a Towngas priority. We are more focused than ever on the continuous enhancement of customer satisfaction by providing superior service. As a result, a total of 6,467 compliments on Towngas's service were received in 2025.

Towngas received no complaints in 2025. The Company is committed to taking proactive measures to improve product quality and the service of its frontline staff.

5. Efficiency (Products and Productivity)

Number of Employees as at Year End



The productivity of Towngas is measured in terms of the number of customers served by each employee. As at the end of 2025, the number of employees engaged in the town gas business was 2,146. In 2025, each employee served the equivalent of 958 customer accounts, and town gas sales averaged 12.666 TJ per employee. Towngas will continue to seek ways to ensure our customers receive the best and most cost-effective service.

In 2025, Towngas further enriched its product portfolio by introducing a comprehensive range of white goods and innovative small appliances, including washing machines, air conditioners, and dehumidifiers, etc. From smart gas appliances and rangehoods that elevate the quality of life to essential home electronics, we cater to diverse daily needs, creating a convenient and comfortable living experience for every customer.

Meanwhile, we are developing gas meters integrated with 4G communication and the Towngas Chip. It not only enhances network security but also extends the application of automatic meter reading (AMR) to existing buildings without the need for infrastructure, further optimising operational efficiency.

Towngas also developed an Industrial IoT (Internet of Things) kitchen system to enhance both safety and energy efficiency. By using sensors and data transmission devices, the system continuously monitors gas, electricity, water usage, temperature, carbon monoxide concentration, and equipment status. It can promptly detect gas leaks or electrical overloads of kitchen equipment. At the same time, managers can leverage energy data to adjust equipment usage, carry out preventive maintenance, and make precise decisions through mobile apps or dashboards. This can improve operational safety and stability, ultimately reducing overall costs.

In addition, our innovative use of landfill biogas has also been gaining momentum. From our first landfill biogas utilisation project at Shuen Wan Landfill to the commissioning of our North East New Territories Landfill project in 2007, the application of this renewable energy has grown exponentially. In 2025, biogas accounted for about 3% of our production fuel mix. In addition to treatment facilities in the North East New Territories Landfill site, which has been in operation for several years, another landfill biogas utilisation project in the South East New Territories Landfill site is helping to further raise the proportion of biogas used by the Company, thus increasing our contribution to energy conservation and emission reduction in Hong Kong. The use of biogas helped cut carbon emissions by approximately 62,000 tonnes in 2025, equivalent to the annual carbon dioxide absorption of 2.72 million trees.

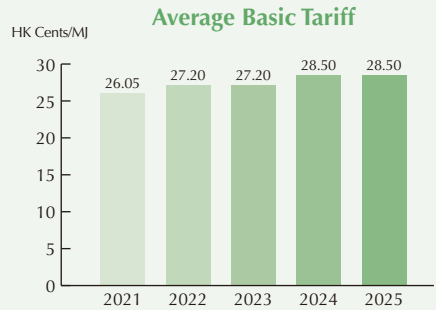
Average Monthly Household Gas Consumption



6. Charges

The gas charge comprises the basic tariff plus fuel cost adjustment. The basic tariff is 28.50 cents per megajoule (MJ) based on a consumption of 1,000 MJ per month, with effect from August 2024. In addition to the gas charge, which is calculated based on customers' gas consumption, Towngas levies a fixed monthly maintenance charge on residential customers, which entitles them to reliable, efficient and

comprehensive repair and maintenance services for all their gas appliances and installations. Towngas also adjusts the gas charge through a fuel cost adjustment mechanism to reflect fluctuations in fuel prices.



* Based on a consumption of 1,000 MJ per month.

(a) Monthly Maintenance Charge

The monthly maintenance charge (MMC), which is HK\$10 with effect from August 2024, covers the labour charges for appliance maintenance and repair, on-demand appliance check-ups, Regular Safety Inspection whereby customers' gas appliances, gas installation pipes and service risers are inspected by our fully-qualified, registered gas technicians at intervals of 18 months, and the 24-hour Customer Service Hotline. Towngas conducted around 425,000 on-demand maintenance works and nearly 1,150,000 Regular Safety Inspections in customers' homes in 2025.

However, the MMC does not include the costs of replacing spare parts, rubber hose, stainless-steel braided flexible hose or corrugated stainless steel tube for appliances, nor the costs of repair or replacement of gas installation pipes and external service risers, appliance disconnection and reconnection, or gas meter accuracy testing. To provide our customers with maximum protection, 24-hour emergency services are rendered free of charge.

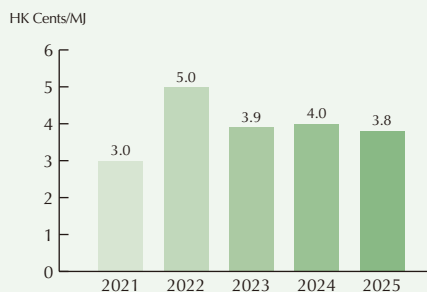
(b) Fuel Cost Adjustment

The fuel cost adjustment calculation is based on gas consumption and monthly fuel costs. For every complete multiple of HK\$1 by which the effective feedstock cost* rises above (or falls below) the equivalent of HK\$1,420 per kilolitre of naphtha, the charge for gas will be increased (or reduced) at the rate of HK0.004 cents per MJ.

In 2025, our customers saved a total of HK\$1,102 million in fuel cost adjustments due to our introduction of natural gas to the production of town gas.

* Effective feedstock cost is the weighted average cost (based on energy content) of different feedstocks used for the production of town gas.

Average Monthly Fuel Cost Adjustment



7. Fuel Mix Percentage

In 2025, our fuel mix in terms of percentage of naphtha, natural gas and biogas used for gas production is:

Feedstock	Percentage
Naphtha	42%
Natural Gas	55%
Biogas	3%

8. Towngas Concession Schemes

Seeking to make a difference for some of our society's disadvantaged groups, we have launched four concession schemes to offer quality gas service at a discount to eligible applicants. Under the concession schemes, beneficiaries enjoy a 50% discount on the basic gas tariff for the first 500 MJ (around 10.4 units) of town gas consumed, waiver of the monthly maintenance charge, initial charge and security deposit, as well as free appliance maintenance and spare parts.

Towngas Concession Schemes	Qualified Applicants*
Concession Scheme for the Elderly	Applicants should be aged over 60 years, living alone or with other qualified senior citizens in self-care quarters within public housing estates, or be qualified for the Comprehensive Social Security Assistance Scheme (CSSA).
Concession Scheme for People with Disabilities	Applicants should be receiving, or living with a direct family member who is receiving CSSA, and is classified as “100% Disabled” or “Requiring Constant Attendance” under CSSA.
Concession Scheme for Single-Parent Families	Applicants should be single-parent households receiving CSSA under the single-parent category.
Concession Scheme for Low Income Families	Applicants should be CSSA recipients who have or whose family member has a regular job income which is taken into account in the assessment of CSSA entitlement. (Their CSSA “Notification of Successful Application” or “Notification of Revision of Assistance” must bear the item of “Less net Earnings” indicated in two consecutive months out of the CSSA payment period.)

* *All applicants should be registered Towngas account holders.*

Based on the 2025 tariff, the overall average amount of annual savings per beneficiary customer under the Towngas Concession Schemes was about HK\$900. Over 41,000 households under the Towngas Concession Schemes benefited from concessions totalling HK\$37 million.

ENVIRONMENTAL PROTECTION

Our ESG Report clearly elaborates our ESG strategies and sets out the targets and standards that we encourage all employees, contractors and suppliers to work towards. As a responsible public utility, our responsibility is not limited to our own operation. We also promote environmental awareness amongst our stakeholders in support of sustainable development.

1. Environmental Promotional Programmes

We continue to offer our support to green groups and government-led environmental protection programmes, including promoting biodiversity education and conservation. For example, Towngas continues to collaborate with The Green Earth on the Plantation Enrichment Programme, planting native tree seedlings alongside the public and other stakeholders.

2. Environmental Training and Education Programmes

Towngas actively promotes environmental protection education and sustainability awareness through diverse learning activities. During the year, we hosted the Towngas Green Flame STEAM Summer Camp. Themed around four major professions: “Engineer, Scientist, Inventor, Ecologist”, the camp featured on-site visits and competitive games. Together with case sharing by industry experts, the programme guided students to explore environmental and energy science, cultivating their environmental responsibility and innovative thinking. At the same time, we organised the Towngas Green Flame “Exploring Our Natural World” Parent-Child Comic Strip Competition to raise public awareness and interest in biodiversity and nature conservation through the format of a comic strip creation competition. Towngas invited the winning and shortlisted parent-child pairs to Ocean Park for a “Conservation Journey” activity. Through on-site visits, close encounters with animals, and professional sharing, these initiatives deepened their understanding of local ecology and conservation work. Additionally, the Towngas Headquarters Building has become one of the successful building-retrofitting initiatives and case studies on the Hong Kong Green Building Council’s Retrofitting Hub, promoting the application of energy-saving strategies to improve building energy efficiency and support carbon neutrality goals.

3. Environmental Achievements

Towngas continues to make strong progress in its environmental performance, earning multiple prestigious awards and recognitions. During the year, Towngas received the “Manufacturing Sector – Gold Award”, the “Guangdong-Hong Kong-Macao Greater Bay Area Environmental Leadership Recognition Award”, and the “Outstanding Sustainability Corporate Award 10+” at the BOCHK Corporate Low-Carbon Environmental Leadership Awards organised by the Federation of Hong Kong Industries, reflecting the Company’s continuous efforts and achievements in advancing low-carbon transition and environmental protection. In addition, we were awarded the “Hong Kong Awards for Environmental Excellence: Public and Community Services – Bronze Award” by the Environmental Campaign Committee. At the same time, we received three accolades from the “UNSDG Achievement Awards Hong Kong 2025” by Green Council: “Sustainable Organisation Award – Silver”, “Individual SDG Award – Goal 4: Quality Education” and “Project Award (Towngas Cooking Centre)”. In addition, CulinArt 1862, a lifestyle restaurant under Towngas, advances the Company’s low-carbon commitment through sustainable dining and green operations. It has been honoured with Q-Mark Low-Carbon Restaurant and two-star certification from the Federation of Hong Kong Industries, alongside ESG Green Application and “Best Restaurant” recognitions by the Hong Kong Economic Journal, demonstrating its competence in sustainable dining. These achievements highlight our commitment to sustainable development and responsible business conduct. The Towngas Headquarters Building was also selected as one of the local best practices in the Hong Kong Circular Built Environment Guidebook. The guide was jointly organised by the Business Environment Council, the Hong Kong Green Building Council and the Construction Industry Council, showcasing Towngas’s continuous exploration and achievements in the recycling of materials, reducing waste and resource consumption.

4. Environmental Performance

Towngas has been certified to energy management system ISO 50001:2018 for its Headquarters in North Point, demonstrating its alignment with international best practices and a strong commitment to managing energy use effectively and reducing greenhouse gas emissions. We continue to enhance the energy efficiency of our office buildings by implementing energy management systems and green office measures. These efforts have resulted in a savings of 70,000 kWh of electricity at the North Point Headquarters, representing a reduction of over 1.4% in electricity consumption compared to 2024. We have also held the Used Gas Appliance Recycling Programme for over ten years to recover metals from unwanted appliances. In 2025, more than 1,200 tonnes of metal were recovered under this programme.

For more details about our environmental performance and targets, please visit our corporate website to view or download our ESG Report.

(a) **Environmental Performance Table**

(All legal requirements relating to environmental protection were fully complied with)

Ozone Layer Protection

- All of our vehicle air conditioning systems now operate with refrigerant R134A.
- All BCF portable fire extinguishers have been replaced by dry powder extinguishers.
- An ozone-friendly clean agent, FK-5-1-12, is used for fire extinguishing in the new dangerous goods stores at the Tai Po Gas Production Plant.
- The central chiller plant systems in our North Point headquarters and Ma Tau Kok building operate with CFC-free and HCFC-free refrigerants.

Air Quality

- Total NO_x output was 4.2 kg/TJ of town gas (Annual total of 113.3 tonnes, equivalent to a daily average of 310.3 kg).
- Total SO_x output was 0.03 kg/TJ of town gas (Annual total of 0.72 tonnes, equivalent to a daily average of 2 kg).
- Total CO₂ output was 12 tonnes/TJ of town gas (Annual total of 319,970 tonnes, equivalent to a daily average of 876.6 tonnes).

Greenhouse Gas Emission

- Annual total greenhouse gas emission was 296,457 tCO₂e.

Volatile Organic Compounds (VOC)

- Estimated annual total VOC emissions were 7 kg/TJ of town gas (Annual total of 185,751 kg, equivalent to a daily average of 508.9 kg).

* *Before the introduction of natural gas feedstock, the estimated annual total VOC emission was 9.83 kg/TJ of town gas (Annual total of 268,242 kg, equivalent to a daily average of 735 kg).*

Water Quality

- Total waste water output was 4.4 m³/TJ of town gas (Equivalent to a daily average of 327.1 m³).

Chemical Waste

- Total chemical waste output was 0.1 kg/TJ of town gas (Equivalent to a daily average of 9.3 kg).

Noise

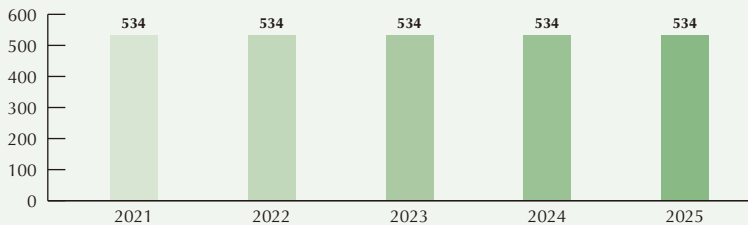
- All installations and operations complied with the statutory requirements. No noise abatement notice has ever been received.

(b) Operation of Gas Production Plant for 2025

As one of the leading energy suppliers in Hong Kong, Towngas provides a safe and reliable gas supply to its customers every day. During the year, the availability of the Tai Po Plant was 82.7%, while its thermal efficiency reached 87.7%. The installed capacity of the two plants in Tai Po and Ma Tau Kok totalled 12.820 million standard m³/day, and the peak daily demand was about 6.261 million standard m³/day.

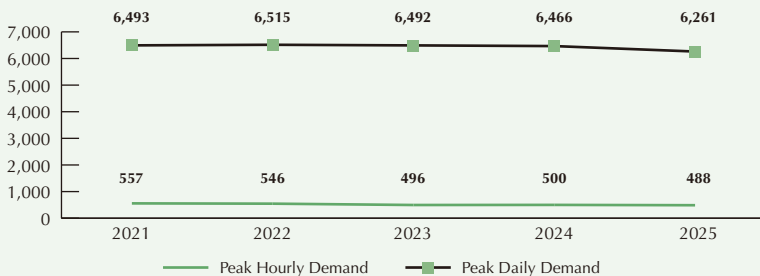
Installed Capacity

Thousand m³ per hour



Peak Hourly/Daily Demand

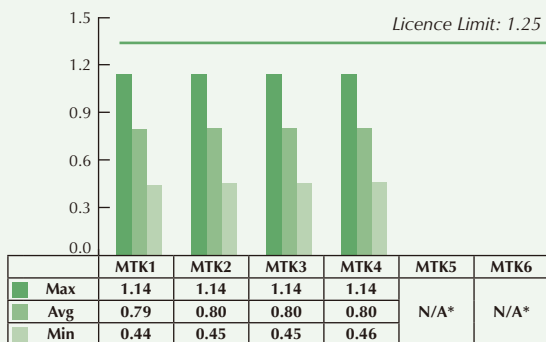
Thousand m³



— Peak Hourly Demand —■— Peak Daily Demand

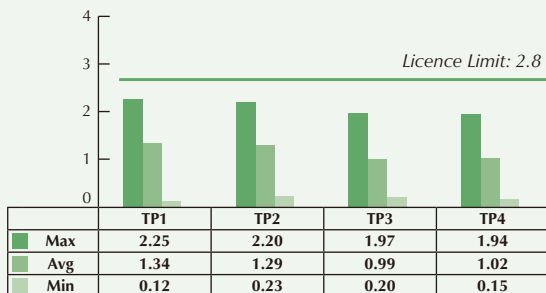
(c) Emission Levels of Gas Production Plants for 2025

i. NO_x emission level of Ma Tau Kok (MTK) gas-making units (kg/hour)

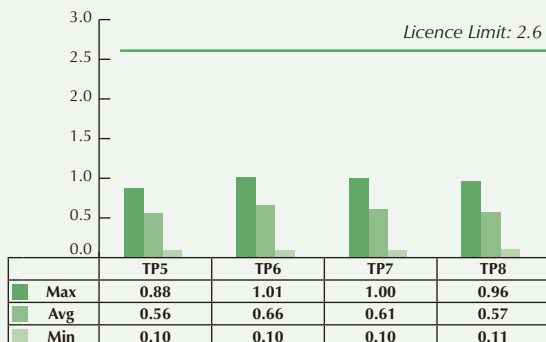


* MTK5 and MTK6 at cold standby in 2025

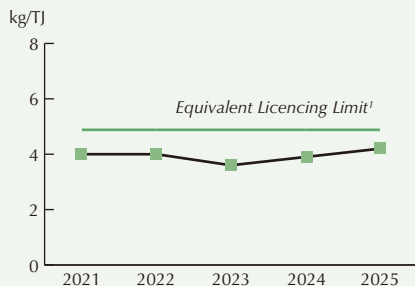
ii. NO_x emission level of Tai Po (TP) gas-making units Phase 1 (kg/hour)



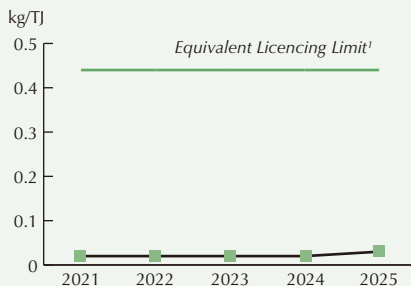
iii. NO_x emission level of Tai Po (TP) gas-making units Phase 2 (kg/hour)



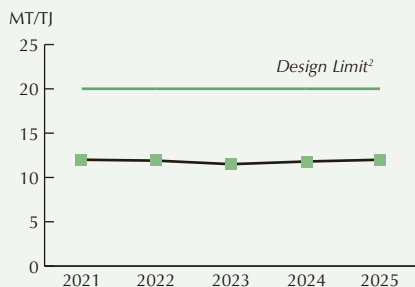
iv. NO_x emission levels



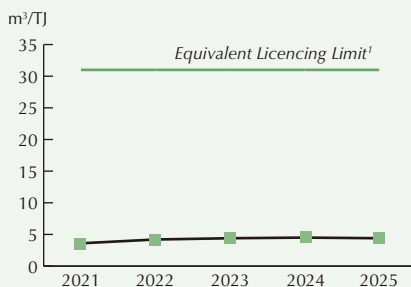
v. SO_x emission levels



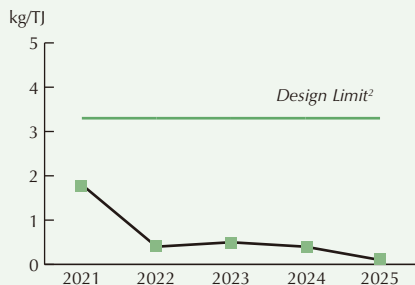
vi. CO₂ emission levels



vii. Waste water output



viii. Chemical waste output



¹ "Equivalent Licence Limit" (kg/T) OR m³/TJ) = "Weighted average of actual licence limit" (kg/hr or m³/hr) ÷ production rate of the plants for the year 2025 (TJ/hr).

² As there is no licence limit for the discharge levels, we applied the design limit of our production plants as a reference point for the emission level.

FINANCIAL INFORMATION

The figures and financial information shown in this section do not constitute the statutory annual consolidated financial statements of The Hong Kong and China Gas Company Limited (the “Company”) for the year ended 31st December 2025, but are derived from those financial statements. Further information relating to these statutory financial statements required to be disclosed in accordance with section 436 of the Hong Kong Companies Ordinance (Cap. 622) (the “Companies Ordinance”) is as follows:

The Company will deliver the consolidated financial statements for the year ended 31st December 2025 in due course to the Registrar of Companies as required by section 662(3) of, and Part 3 of Schedules 6 to the Companies Ordinance.

The Company’s auditor has reported on these consolidated financial statements. The auditor’s report was unqualified, did not include a reference to any matters to which the auditor drew attention by way of emphasis without qualifying its reports, and did not contain a statement under sections 406(2), 407(2) or (3) of the Companies Ordinance.

1. Consolidated Income Statement

For the year ended 31st December 2025

	2025 HK\$’M	2024 HK\$’M
Revenue	54,326.3	55,472.8
Total operating expenses	(46,194.2)	(47,294.9)
	8,132.1	8,177.9
Other gains, net	417.6	489.4
Interest expense	(1,971.9)	(2,257.1)
Share of results of associates	1,459.0	1,466.7
Share of results of joint ventures	569.0	613.5
Profit before taxation	8,605.8	8,490.4
Taxation	(1,890.9)	(1,729.2)
Profit for the year	6,714.9	6,761.2
Attributable to:		
Shareholders of the Company	5,688.2	5,711.5
Non-controlling interests	1,026.7	1,049.7
	6,714.9	6,761.2
Dividends	6,531.0	6,531.0
Earnings per share – basic, HK cents	30.5	30.6
Earnings per share – diluted, HK cents	30.2	30.1

2. Consolidated Statement of Comprehensive Income

For the year ended 31st December 2025

	2025 HK\$'M	2024 HK\$'M
Profit for the year	6,714.9	6,761.2
Other comprehensive income:		
<i>Items that will not be reclassified subsequently to profit or loss:</i>		
Movement in reserve of equity investments at fair value through other comprehensive income	54.3	(26.2)
Remeasurements of retirement benefit	60.9	25.9
Exchange differences	529.8	(414.7)
<i>Items that may be reclassified subsequently to profit or loss:</i>		
Movement in reserve of debt investments at fair value through other comprehensive income	(0.3)	(0.1)
Change in fair value of cash flow hedges	16.4	4.9
Share of other comprehensive income of associates	6.7	84.0
Exchange differences	2,350.1	(1,863.3)
Other comprehensive income/(loss) for the year, net of tax	3,017.9	(2,189.5)
Total comprehensive income for the year	<u>9,732.8</u>	<u>4,571.7</u>
Total comprehensive income attributable to:		
Shareholders of the Company	8,170.3	3,945.2
Non-controlling interests	1,562.5	626.5
	<u>9,732.8</u>	<u>4,571.7</u>

3. Consolidated Statement of Financial Position

As at 31st December 2025

	2025 HK\$'M	2024 HK\$'M
Assets		
Non-current assets		
Property, plant and equipment	71,946.7	70,776.0
Investment property	964.6	966.6
Right-of-use assets	2,052.1	1,872.1
Intangible assets	4,463.5	4,388.0
Associates	39,556.1	36,074.7
Joint ventures	10,278.8	10,612.1
Financial assets at fair value through other comprehensive income	1,611.0	1,692.0
Financial assets at fair value through profit or loss	1,989.6	1,436.3
Derivative financial instruments	92.3	120.3
Retirement benefit assets	187.3	127.9
Other non-current assets	6,370.3	5,862.0
	139,512.3	133,928.0
Current assets		
Inventories	3,007.3	2,794.6
Trade and other receivables	9,881.3	11,474.9
Loan and other receivables from associates	936.8	1,191.5
Loan and other receivables from joint ventures	1,626.2	494.7
Loan and other receivables from non-controlling shareholders	141.6	142.6
Financial assets at fair value through profit or loss	1,391.7	1,330.0
Derivative financial instruments	2.2	1.0
Time deposits over three months	71.1	89.1
Time deposits up to three months, cash and bank balances	6,547.9	6,271.5
	23,606.1	23,789.9
Assets held-for-sale	436.7	550.7

3. Consolidated Statement of Financial Position (Continued)

As at 31st December 2025

	2025 HK\$/M	2024 HK\$/M
Current liabilities		
Trade payables and other liabilities	(20,199.8)	(20,750.8)
Loan and other payables to associates	(70.9)	(261.5)
Loan and other payables to joint ventures	(168.9)	(473.4)
Loan and other payables due to non-controlling shareholders	(110.0)	(52.7)
Provision for taxation	(819.1)	(930.7)
Borrowings	(16,828.7)	(13,461.2)
Derivative financial instruments	(16.5)	(80.2)
	<u>(38,213.9)</u>	<u>(36,010.5)</u>
Liabilities directly associated with assets held-for-sale	<u>(59.5)</u>	<u>(57.0)</u>
Total assets less current liabilities	<u>125,281.7</u>	<u>122,201.1</u>
Non-current liabilities		
Deferred taxation	(7,349.4)	(6,908.4)
Borrowings	(42,871.9)	(43,961.0)
Derivative financial instruments	(40.3)	(87.2)
Loans from joint ventures	(320.5)	(127.1)
Other non-current liabilities	(3,310.3)	(2,783.9)
	<u>(53,892.4)</u>	<u>(53,867.6)</u>
Net assets	<u>71,389.3</u>	<u>68,333.5</u>
Capital and reserves		
Share capital	5,474.7	5,474.7
Reserves	53,876.4	51,915.7
Shareholders' funds	<u>59,351.1</u>	<u>57,390.4</u>
Non-controlling interests	<u>12,038.2</u>	<u>10,943.1</u>
Total equity	<u>71,389.3</u>	<u>68,333.5</u>

4. Directors' Emoluments

The aggregate amounts of emoluments payable to directors of the Company for their service on the Board of the Company and its subsidiaries undertaking for the year ended 31st December 2025 are as follows:

	HK\$'M
Fees	6.4
Salaries, allowances and benefits in kind	20.9
Performance bonus	28.4
Contributions to retirement scheme	9.6
Incentive payments	0.3
	<hr/> <u>65.6</u>

Number of directors whose emoluments fell within:

Emoluments band (HK\$'M)

0.0–2.0	8
13.0–13.5	1
14.5–15.0	1
30.5–31.0	1

The above remuneration paid to directors of the Company also represents the amount of short-term employee benefits of approximately HK\$55.7 million, post-employment benefits of HK\$9.6 million paid to the Group's key management personnel during the year ended 31st December 2025. There were no other long-term benefits and termination benefits paid to the Group's key management during the year.

5. Analysis of Residential Maintenance

Net loss on residential maintenance of the Company under the Fixed Monthly Maintenance Charge for the year ended 31st December 2025 is as follows:

	HK\$'M
Residential maintenance revenue	236.2
Less expenses:	
Manpower costs	(198.1)
Other operating and administrative expenses	(140.9)
Net loss	<u>(102.8)</u>



香港中華煤氣有限公司
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