



Press Release
1 September 2006

Hongkong Electric Signs A HK\$5 Billion Term Loan Facility

Hongkong Electric announced today that it has signed a HK\$5 billion Term Loan Facility with 10 international and local financial institutions. Proceeds of the facility will be used for the Company's general corporate funding requirements.

The seven-year Facility carries an interest margin of 0.25% per annum over HIBOR. The Facility is arranged and provided for by the following financial institutions:

Co-ordinating Arrangers

Calyon (Bookrunner)

HSBC (Bookrunner)

The Bank of Tokyo-Mitsubishi UFJ, Ltd. (Facility and Documentation Agent)

Mizuho Corporate Bank, Ltd. (Signing Agent)

Bank of China (Hong Kong) Limited

Westpac Institutional Bank

Fortis

Arranger

Commonwealth Bank of Australia

Senior Managers

BBVA, Hong Kong Branch

Tai Fung Bank Limited

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