



7th Floor, Cheung Kong Center, 2 Queen's Road Central, Hong Kong
香港皇后大道中2號長江集團中心7樓

Tel/ 電話：(852) 2128 8888 / 2526 6911

Fax/ 傳真：(852) 2501 4483

www.lksf.org

LKSF Announces Acquisition of PCCW Shares

(Hong Kong, 12 November 2006) Li Ka Shing Foundation (“LKSF”) announced today that Li Ka Shing (Canada) Foundation (“LKSCF”) and Li Ka Shing Foundation Limited (“LKSFL”) have each signed a conditional agreement with Mr Francis Leung to acquire a total of 12% of the shares in PCCW Limited (“PCCW”). Details of the transaction are as follows:

- Consideration for the acquisition of the 12% stake, which will be held respectively by LKSCF and LKSFL, totals approximately HKD 4.85 billion.
- Upon completion of the transaction, LKSCF will hold a 2% stake in PCCW. The consideration will be paid by cash on hand, derived from earlier donation to LKSCF originated from Mr Li Ka-shing, after allocation of parts of the donation to charitable projects and other investments by LKSCF.
- Upon completion of the transaction, LKSFL will hold a 10% stake in PCCW. This foundation, which owns huge assets and has already made considerable investments in a lot of long-term projects, does not intend to divest its current investment. Hence, Mr Li will make a new donation of HKD 4.04 billion to LKSFL for it to acquire the 10% PCCW.
- LKSF will hold the 12% stake in PCCW as a long-term investment.
- The transactions are subject to certain conditions being met.

About Li Ka Shing Foundation

Li Ka Shing Foundation (“LKSF”) was first established in 1980 to nurture a culture of giving. Mr Li believes that this can be accomplished by focusing on capacity empowerment through education and the building of a caring society through medical, healthcare and cultural projects. The private charitable foundations comprising LKSF established by Mr Li have supported numerous philanthropic activities with grants, sponsorships, and commitments of approximately HK\$7.7 billion and such efforts will continue. LKSF also makes selective investment in projects both in Hong Kong and overseas from time to time, so as to increase the capital return for the foundation’s charitable projects. LKSF has stipulated that no member of the Li Family or any board member of the respective foundations is allowed to take any profit from LKSF.

There are three charitable foundations under LKSF, which join hands to support and implement charitable projects. These include the Li Ka Shing Foundation Limited, Li Ka Shing (Canada) Foundation and Li Ka Shing (Overseas) Foundation. However, there are no geographical boundaries in terms of investment and donation projects by these foundations. The board structure of the three foundations is as follows:

Li Ka Shing Foundation Limited has 14 directors, of whom three are members of the Li Family.
Li Ka Shing (Overseas) Foundation has 13 directors, of whom three are members of the Li Family.
Li Ka Shing (Canada) Foundation has seven directors, with no members from the Li Family.

For details of Li Ka Shing Foundation, please visit: www.lksf.org.

For inquiries, please contact:

Laura Cheung

Tel: (852) 2128 1289 / (852) 6330 4227

Jeremy Lau

Tel: (852) 2128 1207 / (852) 6477 9089