



INTERIM RESULTS

2021



CK Infrastructure
Holdings Limited

AUGUST 2021

Disclaimer

Potential investors and shareholders of the Companies (the “Potential Investors and Shareholders”) are reminded that the Presentation comprises extracts of recent operational data and financial information of the Group which have not been reviewed or audited by the Companies’ auditors.

Potential Investors and Shareholders should exercise caution when investing in or dealing in the securities of the Companies.

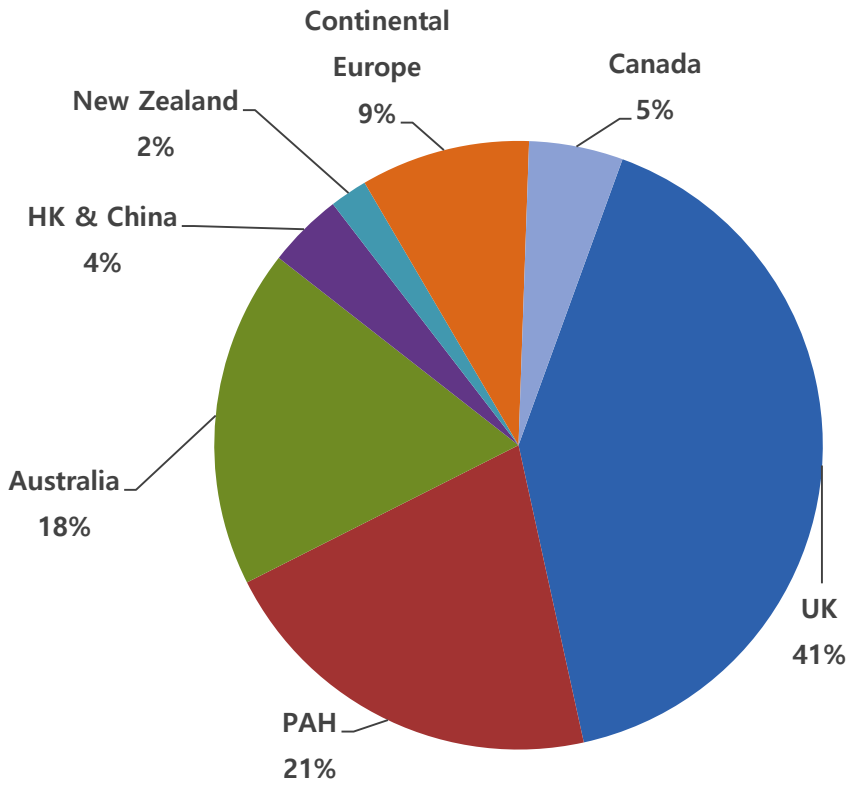
2021 Interim Results Overview

Profit contribution from: (HK\$ million)	1H2021	1H2020	1H21 vs 1H20
Investment in Power Assets	902	813	+11%
United Kingdom portfolio	526	943	-44%
Australia portfolio	919	918	-%
Continental Europe portfolio	443	493	-10%
Canada portfolio	248	146	+70%
New Zealand portfolio	91	53	+72%
Hong Kong and Mainland China portfolio	221	111	+99%
Total Profit Contribution	3,350	3,477	-4%
Profit Attributable to Shareholders	3,011	2,860	+5%
EPS (HK\$/share)	1.20	1.14	+5%
Interim DPS (HK\$/share)	0.69	0.68	+1.5%

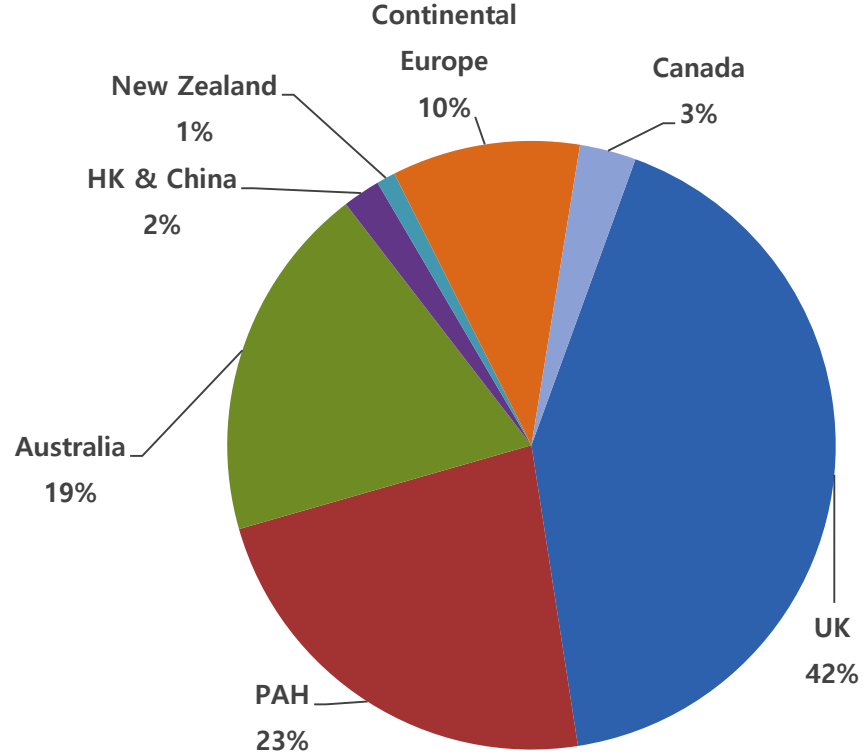
Breakdown of Profit Contribution

(in HK\$ million)	1H21	1H20	1H21 vs 1H20	
Investment in Power Assets	902	813	+11%	<ul style="list-style-type: none"> • Non-cash deferred tax charges & tax credit in respect of deferred tax liabilities on intangible assets
United Kingdom portfolio	526	943	-44%	<ul style="list-style-type: none"> • Solid performance from AGIG • Offset by lower profit contribution from VPN/UE (due to impact from regulatory resets) and EDL (lower power generation and termination of green scheme for WCMG)
Australia portfolio	919	918	-%	
Continental Europe portfolio	443	493	-10%	<ul style="list-style-type: none"> • Divestment of Portugal Renewable Energy in Oct 2020 • Higher contribution from Dutch Enviro Energy
Canada portfolio	248	146	+70%	
New Zealand portfolio	91	53	+72%	<ul style="list-style-type: none"> • Strong profit contribution from Reliance Home Comfort and Canadian Power
HK & Mainland China portfolio	221	111	+99%	
Total Contribution from Businesses	3,350	3,477	-4%	<ul style="list-style-type: none"> • Strong recovery for EnviroNZ
Treasury Related Activities & Others	(116)	(219)	+47%	<ul style="list-style-type: none"> • Strong recovery for China toll roads and materials businesses
Distribution to Perpetual Securities	(223)	(398)	+44%	<ul style="list-style-type: none"> • Redeemed US\$1.2bn 5.875% perpetual securities in Mar 2021 / new US\$300mn 4.2% perpetual securities issued in Jun 2021
Profit Attributable to Shareholders	3,011	2,860	+5%	
Funds from Operations (FFO)	4,360	3,388	+29%	

Profit Contribution by Region



1H2021*



1H2020*

* 2020 and 2021 figures exclude non-cash deferred tax charges and tax credit in respect of deferred tax liabilities on intangible assets in the UK

Solid Financial Position

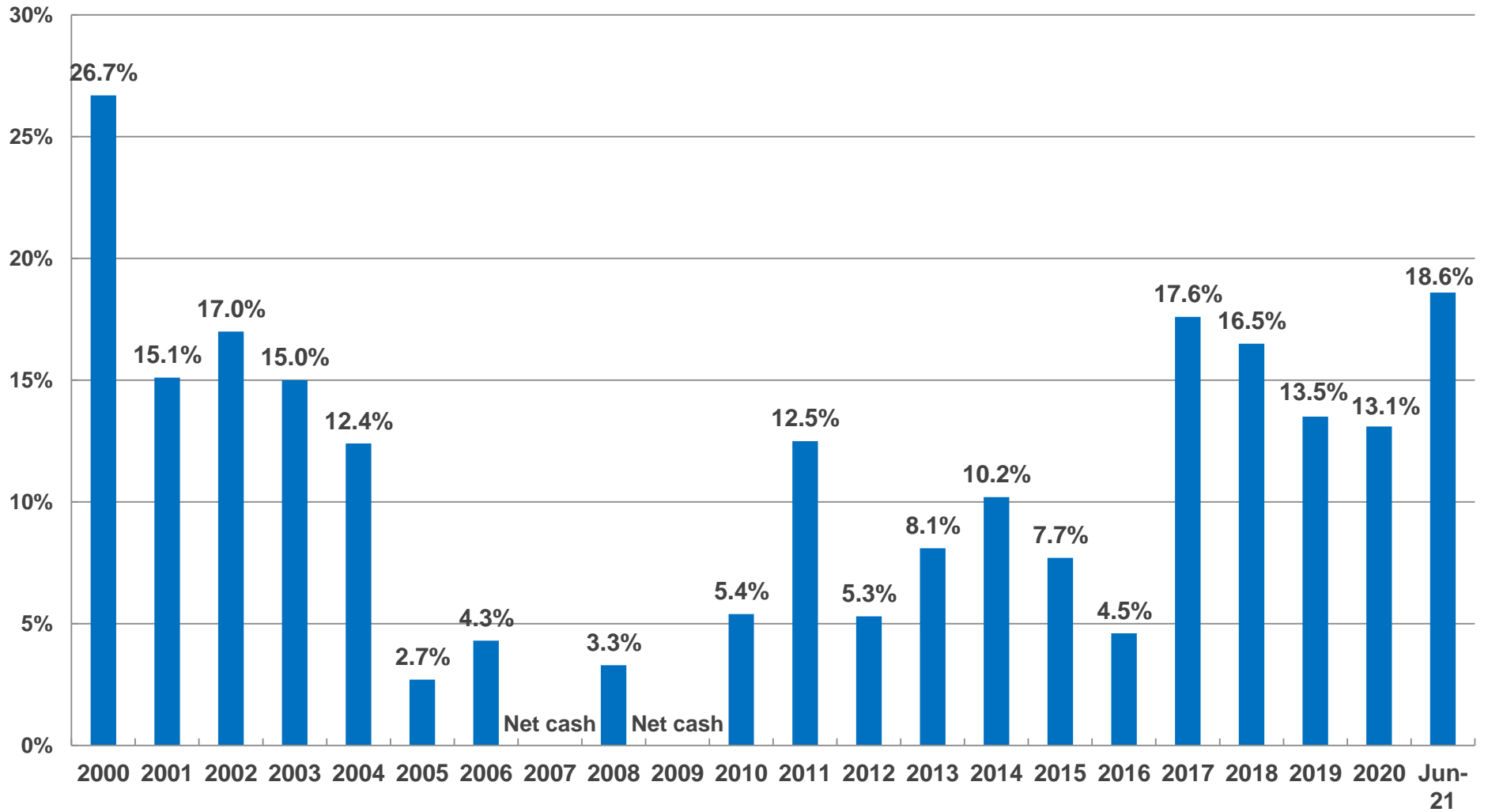
	Jun 30, 2021	Dec 31, 2020
Cash on hand (HK\$ million)	8,131	13,477
Debts (HK\$ million)	36,177	32,588
Total equity (HK\$ million)	122,663	126,262
Net debt to net total capital ratio	18.6%	13.1%
S&P credit rating	A/Stable	A/Stable

Corporate Finance

- » In March 2021, CKI redeemed the US\$1.2 billion 5.875% perpetual securities
- » Subsequently
 - In June 2021, CKI issued US\$300 million 4.2% perpetual securities
 - In July 2021, CKI issued US\$300 million 4.0% perpetual securities
- » These financing exercises will generate meaningful interest savings going forward

Gearing Ratio (Since 2000)

Net Debt / Net Total Capital

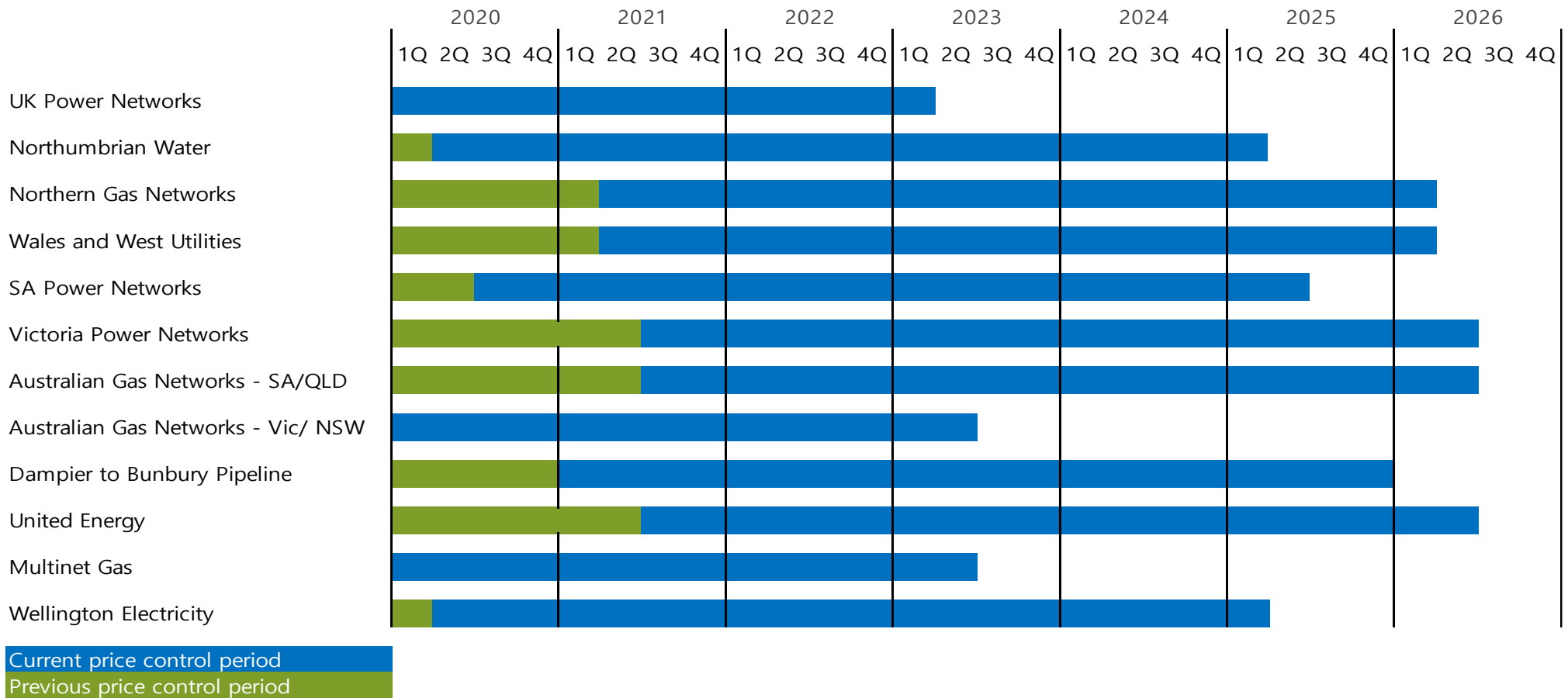


Deferred Tax Charges in the UK









- » In 1H2021, there were non-cash deferred tax charges as a result of a 6% increment in UK corporate tax rate
- » In addition, a tax credit in respect of deferred tax liabilities on intangible assets was booked
- » The net amount for the above is HK\$1,813 million

Regulatory Resets

» Regardless of the regulatory environment, CKI's regulated businesses target to be efficient operators under their respective regimes



Climate Change Targets for Our Companies

Business Unit	Target
	<ul style="list-style-type: none"> Reduce the percentage of coal-fired units in its generation portfolio from about 50% in July 2017 to about 22% post 2023.
	<ul style="list-style-type: none"> Reduce CO₂e per electricity unit sold by 35.5% by 2023, not higher than 0.6 kg/kWh, compared to 0.93 kg/kWh in 2005.
	<ul style="list-style-type: none"> Reduce business carbon footprint (“BCF”) by 2% per annum. Since 2014/15, UKPN has reduced BCF by 25.5%. 25% reduction in all carbon emissions, Scope 1,2 & 3 by 2028.
	<ul style="list-style-type: none"> Move to 100% capable of gas-firing by 2022. Convert Sheerness power plant from coal to natural gas firing. The conversion of the first unit was completed in 2020 and the second unit has been completed in 2021.
	<ul style="list-style-type: none"> Achieve net zero operational Scope 1 and Scope 2 carbon emissions by 2031 (excluding gas shrinkage) and 2050 (including gas shrinkage), in line with science-based targets.
	<ul style="list-style-type: none"> Continue working with Australia’s five peak gas bodies to develop Gas Vision 2050 – a pathway to achieve near zero emissions in the gas sector.
	<ul style="list-style-type: none"> Reduce GHG emissions by 37.5% by 2035 compared to 2020 levels. Reduce gas shrinkage by 10% by 2026. Ensure at least 75% of company vehicles are hybrid or ultra-low-emission vehicles by 2026. Reduce carbon emissions associated with non-operational travel by 5% by 2026. Become a net-zero ready carbon emission network by 2035.
	<ul style="list-style-type: none"> Reduce GHG emissions intensity per unit of concrete produced by 25% compared to 2007 levels. In 2020, 33% of the target was achieved.