

 CK Infrastructure Holdings Limited

# INTERIM RESULTS

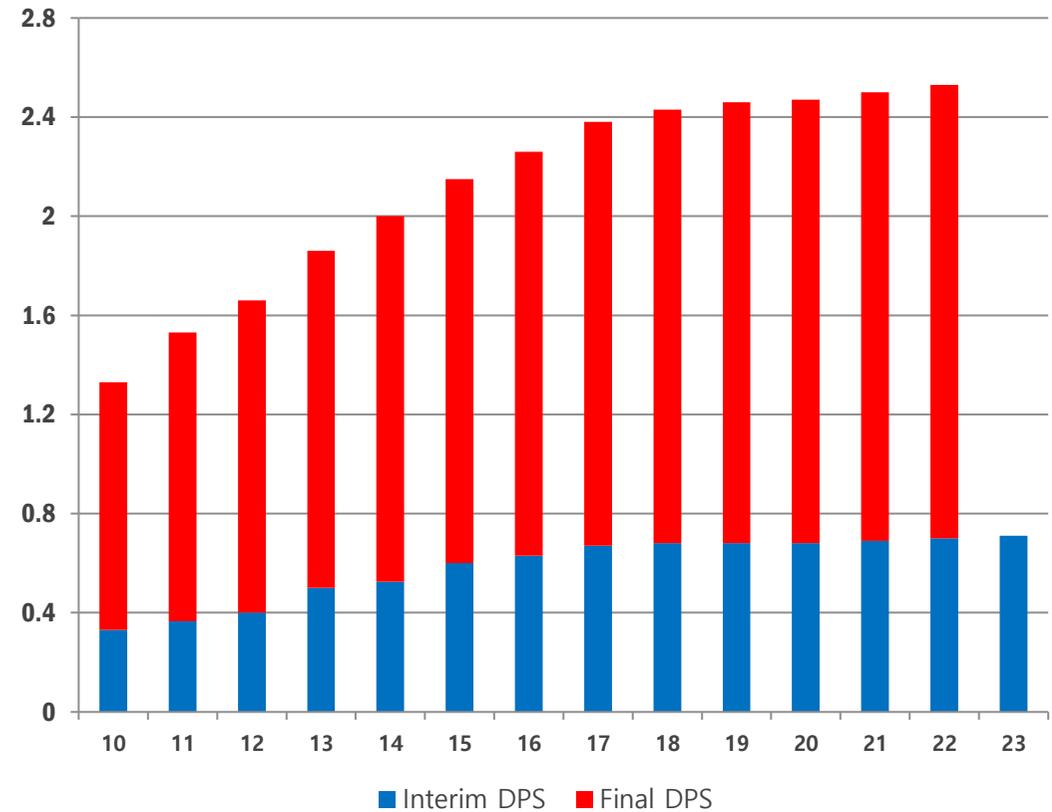
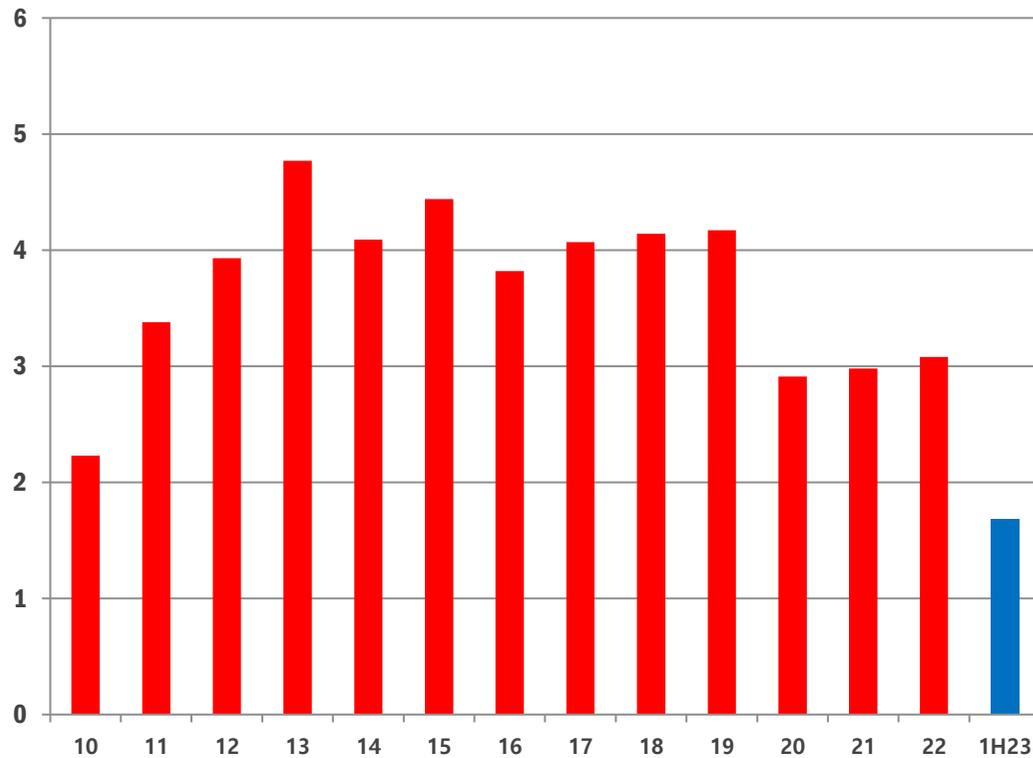
# 2023



AUGUST 2023



# Earnings & Dividends Per Share (since 2010)



NB: FY14 exclude one-off disposal gain arising from HKE/HEC spin-off and privatization of Envestra

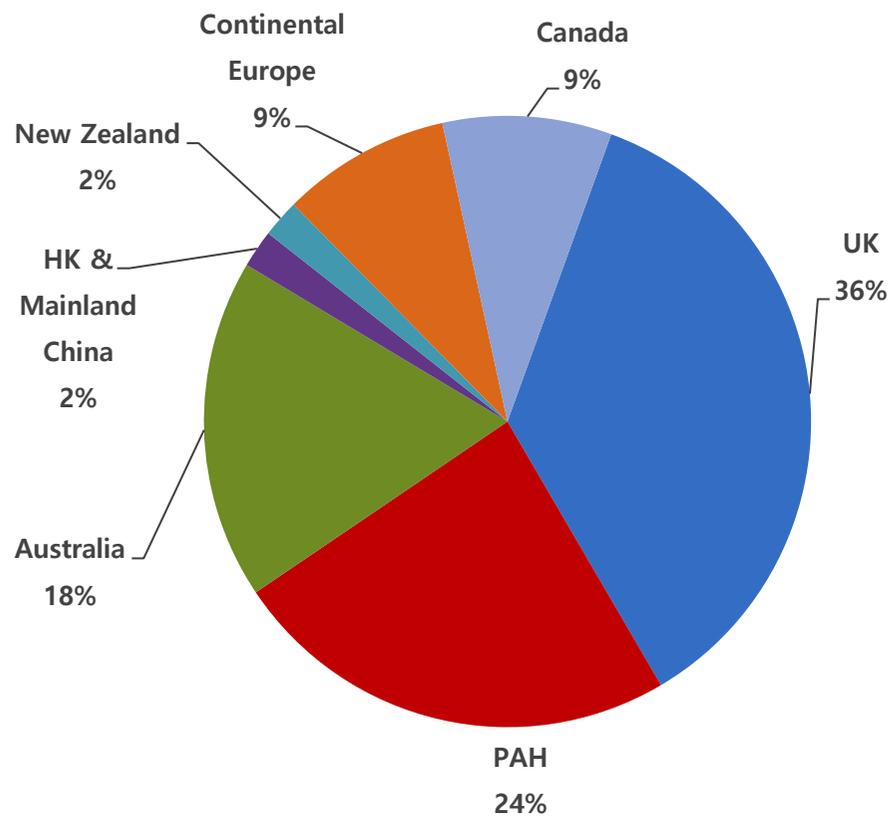
Earnings Per Share  
(HK\$)

Dividends Per Share  
(HK\$)

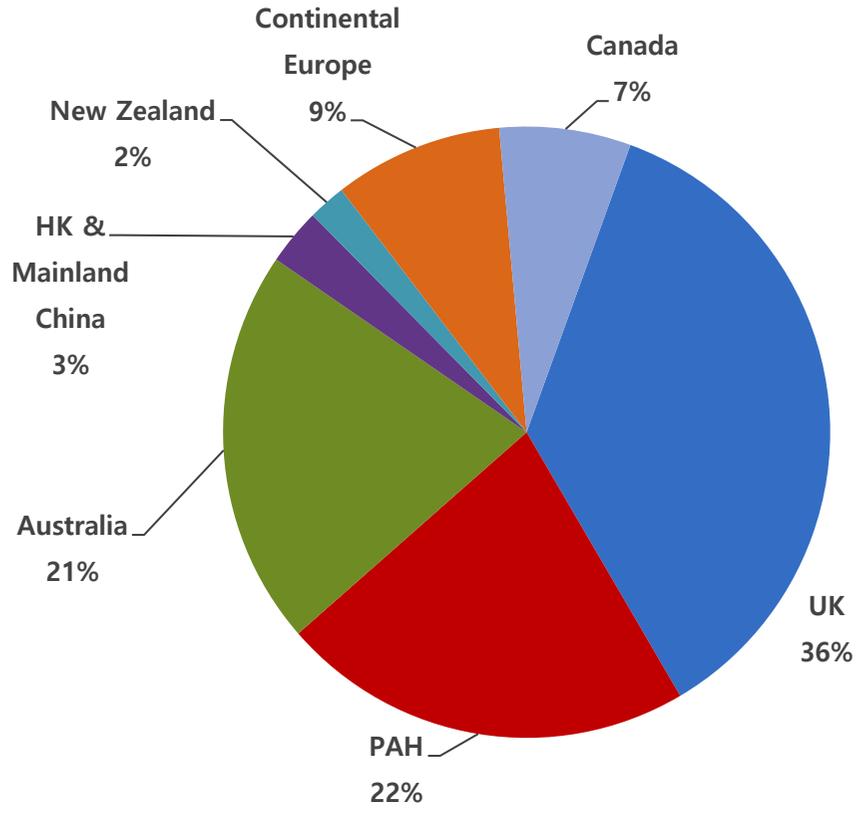
# CKI – 2023 Interim Results Overview

(in HK\$ million)	1H23	1H22	1H23 vs 1H22	
Investment in Power Assets	1,066	1,032	+3%	<ul style="list-style-type: none"> <li>Solid operational performances of both HK and overseas businesses offset partly by unfavorable foreign exchange</li> </ul>
United Kingdom portfolio	1,592	1,679	-5%	<ul style="list-style-type: none"> <li>Regulatory reset impact of UK Power Networks</li> <li>Weaker Pound Sterling and higher finance charges</li> <li>Profit contribution was flat y-o-y in local currency term</li> </ul>
Australia portfolio	826	1,004	-18%	<ul style="list-style-type: none"> <li>Regulatory reset impact of AGN and Multinet Gas</li> <li>Weaker Australian Dollar and one-off disposal gain in 1H22</li> </ul>
Continental Europe portfolio	424	429	-1%	<ul style="list-style-type: none"> <li>Affected by weaker Euro and higher finance cost (profit contribution was flat y-o-y in Euro term)</li> </ul>
Canada portfolio	402	306	+31%	<ul style="list-style-type: none"> <li>Strong performances from various operations which offset by weaker Canadian Dollar</li> <li>+40% y-o-y in local currency term</li> </ul>
New Zealand portfolio	72	76	-5%	<ul style="list-style-type: none"> <li>Affected by weaker NZD (+2% y-o-y in NZD term)</li> </ul>
HK & Mainland China portfolio	102	117	-13%	<ul style="list-style-type: none"> <li>Low traffic volume for the toll road operations</li> <li>Lower volume of the cement businesses in HK</li> </ul>
<b>Total Contribution from Businesses</b>	<b>4,484</b>	<b>4,643</b>	<b>-3%</b>	<ul style="list-style-type: none"> <li>Lower exchange gain</li> </ul>
Treasury Related Activities & Others	(26)	(15)	-73%	<ul style="list-style-type: none"> <li>In local currencies, profit attributable to shareholders +4% y-o-y</li> </ul>
Distribution to Perpetual Securities	(219)	(219)	-%	
<b>Profit Attributable to Shareholders</b>	<b>4,239</b>	<b>4,409</b>	<b>-4%</b>	
EPS (HK\$)	1.68	1.75	-4%	
DPS (HK\$)	0.71	0.70	+1%	

# Profit Contribution by Region



1H2023



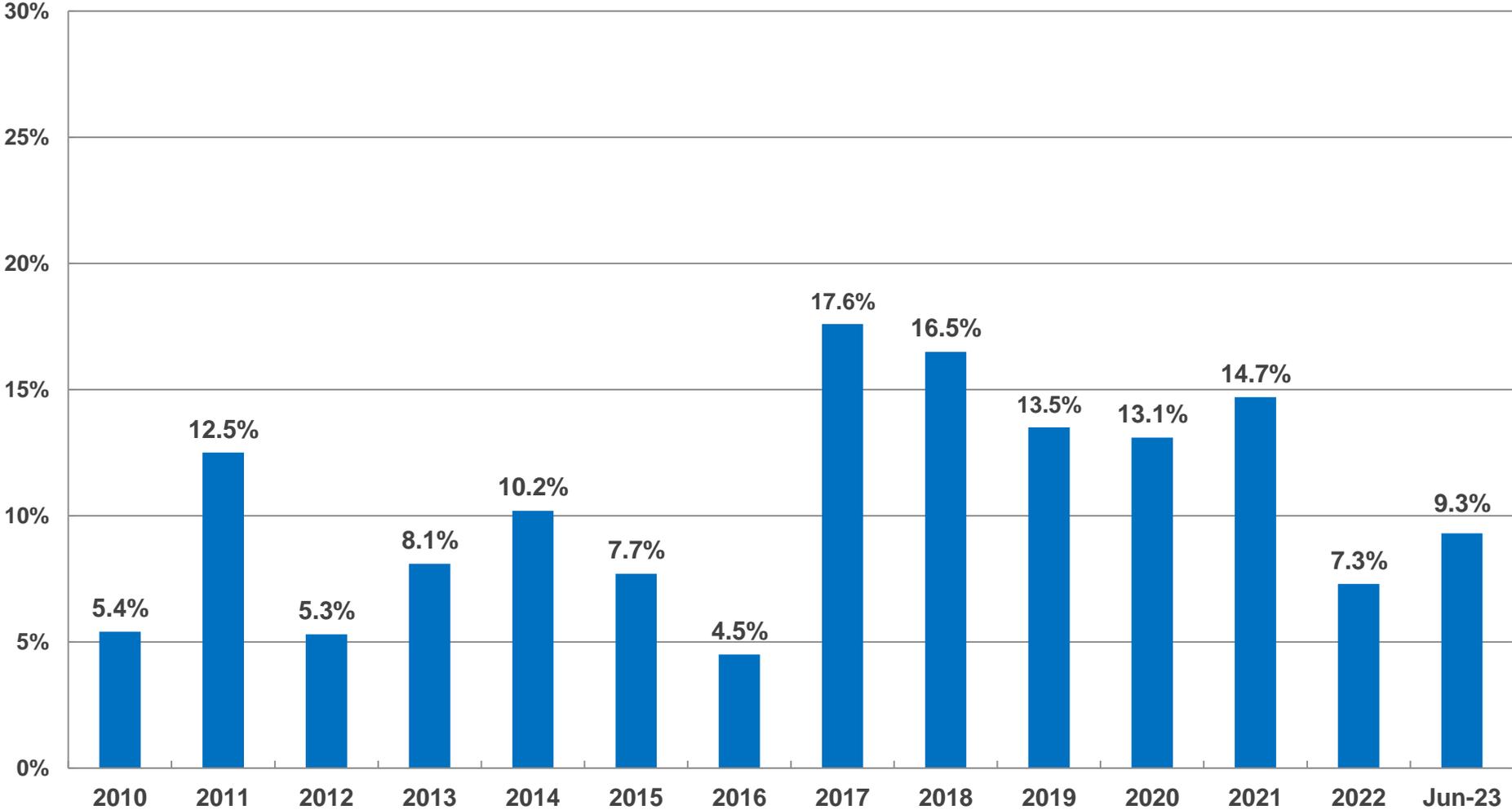
1H2022

# Solid Financial Position

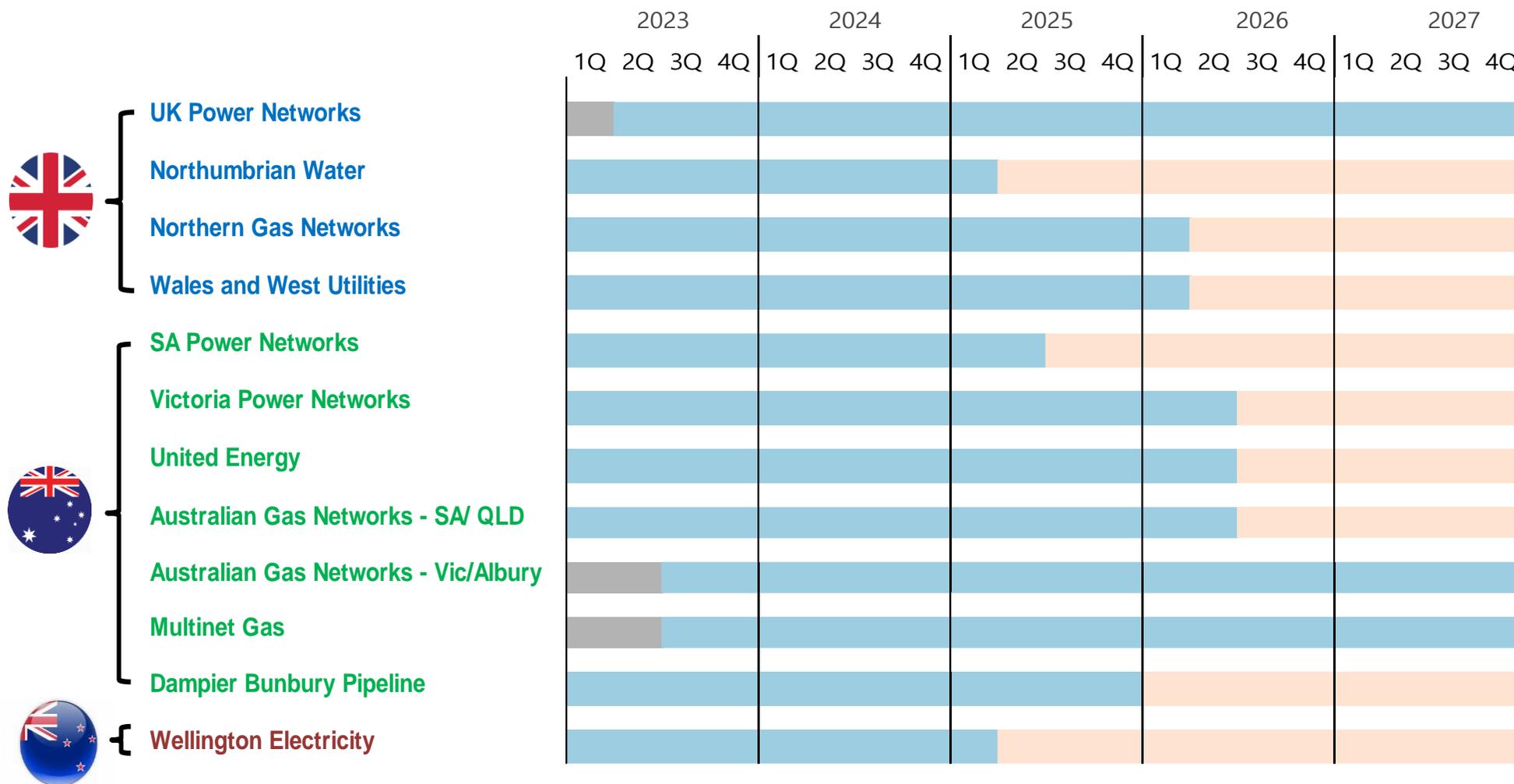
	Jun 30, 2023	Dec 31, 2022
Cash on hand (HK\$ million)	12,053	18,045
Debts (HK\$ million)	25,607	28,211
Total equity (HK\$ million)	132,920	129,382
Net debt to net total capital ratio	9.3%	7.3%
S&P credit rating	A/Stable	A/Stable

# Gearing Ratio

Net Debt / Net Total Capital



# Regulatory Resets Timetable



Previous price control period  
 Current price control period  
 Future price control period

# Inflation Impact to Regulated Businesses

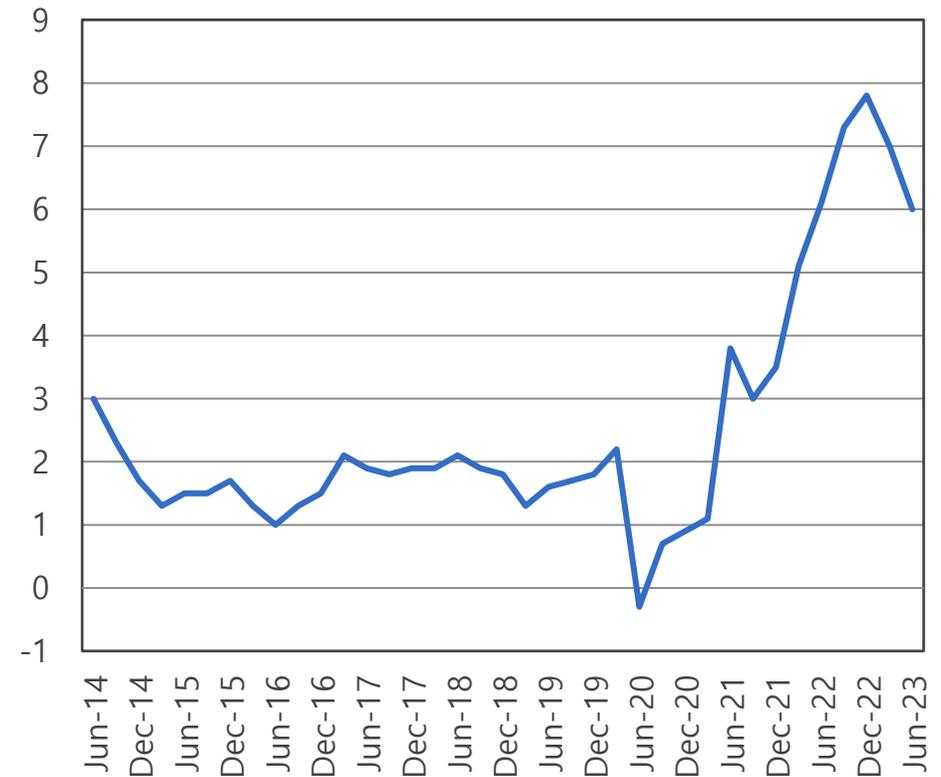
- Higher inflation would translate into higher revenue and higher regulated asset bases for our regulated businesses in the UK and Australia in long run

UK CPIH Year-on-Year change (monthly data)



Source: Office for National Statistics UK

Australia CPI Year-on-Year change (quarterly data)

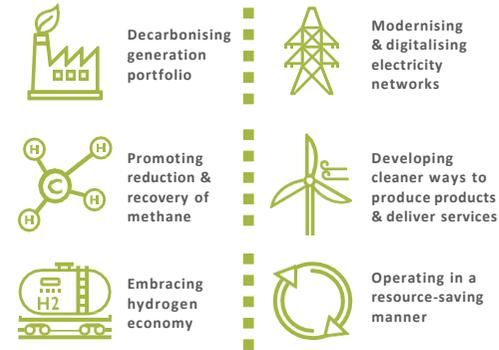


Source: Australian Bureau of Statistics

# CKI's Low-carbon Transition Plan

## NET ZERO ROADMAP

### OUR Strategy



### On-going Key Initiatives

**United Kingdom**  
**UKPN**  
 Transition to EV and cleaner engines, improve controls to unmetered supply, purchasing renewable energy and implement energy efficiency improvements in office and depots.

**WWU**  
 Facilitate green gas connections, reduce gas shrinkage through replacement of old metal pipe, and convert to ultra-low emission vehicles where market and conditions allow.

**NGN**  
 Continue working on H21, a suite of gas industry project, demonstrating the role of clean hydrogen in heating homes.

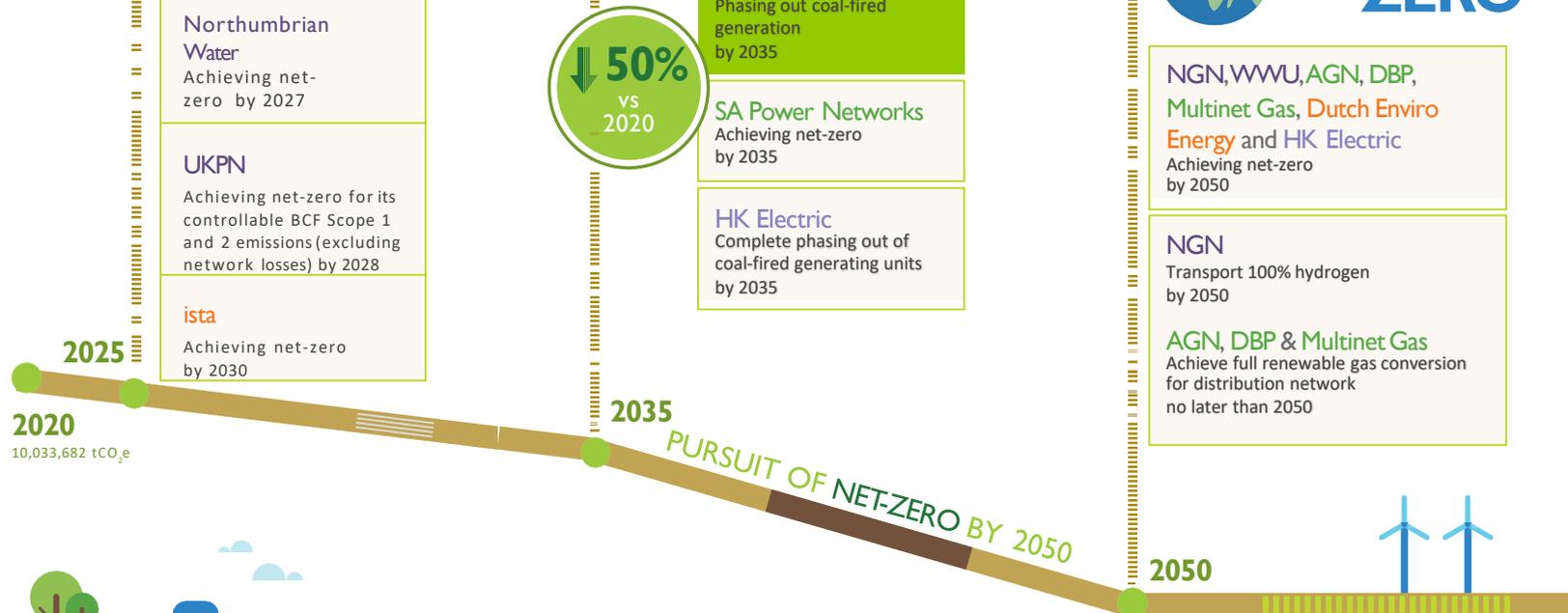
### OUR Decarbonisation Ambition

#### Short & medium term

- Northumbrian Water**  
Achieving net-zero by 2027
- UKPN**  
Achieving net-zero for its controllable BCF Scope 1 and 2 emissions (excluding network losses) by 2028
- ista**  
Achieving net-zero by 2030

#### Long term

- CKI**  
Phasing out coal-fired generation by 2035
- SA Power Networks**  
Achieving net-zero by 2035
- HK Electric**  
Complete phasing out of coal-fired generating units by 2035



## NET ZERO

- NGN, WWU, AGN, DBP, Multinet Gas, Dutch Enviro Energy and HK Electric**  
Achieving net-zero by 2050
- NGN**  
Transport 100% hydrogen by 2050
- AGN, DBP & Multinet Gas**  
Achieve full renewable gas conversion for distribution network no later than 2050

**Australia**  
**EDL**  
 Focus on development of low-carbon energy projects.

**United Energy & VPN**  
 Increase renewable energy penetration into the grid and enable greater connection of rooftop solar into the network (for United Energy).

**SA Power Networks**  
 Facilitate uptake of renewable and clean energy sources, conversion of fleet vehicles to electric vehicles, installation of LED street / public lights, and phasing out the use of Sulfur Hexafluoride ("SF<sub>6</sub>").

**Hong Kong and Mainland China**  
**HK Electric**  
 Pursue coal-to-gas transition, plan the development of offshore wind farm, explore the use of green hydrogen in local power generation.

**Green Island Cement**  
 Increase use of alternative fuel, increase environmentally friendly product sales, increase use of biomass to replace limestone in the clinker process, and pursue carbon capture and utilisation to produce new projects.

**Jinwan Power Plant**  
 Convert its conventional coal-fired unit to co-generation cycle, to increase cycle efficiency.

**Canada**  
**Canadian Power**  
 Pursue carbon capture opportunities at existing power generating assets and expand the renewable generation footprint.

**Continental Europe**  
**Dutch Enviro Energy**  
 Continue to expand carbon capture and utilisation capacity at the waste-to-energy facilities.

**ista**  
 Implementation of electric vehicles and switch to renewable energies.

# 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.