

30 September 2020

CLP Power and HK Electric Launch Funds to Support Marine Conservation and Sustainable Fisheries

CLP Power Hong Kong Limited (CLP Power), operator of the Castle Peak Power Company Limited (CAPCO), is working in partnership with The Hongkong Electric Co., Ltd. (HK Electric) to jointly develop an offshore liquefied natural gas terminal, known as the HKOLNGT project, which will ensure stability and diversity in the future supply of natural gas to Hong Kong. To support marine ecology conservation and the sustainable development of fishing industries in the vicinity of the terminal, CAPCO, HK Electric, and Hong Kong LNG Terminal Limited (HKLTL) – a joint venture established by the two companies – today (30 September) announced the setting up of a **Marine Conservation Enhancement Fund** and a **Fisheries Enhancement Fund**, both of which will be open for applications from 1 October.

CAPCO and HK Electric will inject a total of HK\$100 million into the two funds. A steering committee has been appointed to provide overall guidance for the funds' operations and advise on the allocation of resources to achieve their objectives. Separate management committees have been set up for the two funds, comprising representatives of stakeholder groups serving on a voluntary basis. Committee members will be responsible for reviewing and assessing applications, as well as monitoring the implementation of funded projects.

The two funds have been created under the terms of the Environmental Enhancement Plan submitted in accordance with the conditions for the environmental permit for the HKOLNGT project. CAPCO, HK Electric, and HKLTL will use the funds to subsidise community initiatives that make an effective contribution towards the enhancement of the marine environment of southern and western Hong Kong waters for the benefit of biodiversity and the nearby regions.

The **Marine Conservation Enhancement Fund** will support initiatives related to conservation and enhancement of the marine habitat, funding marine conservation, habitat restoration and rehabilitation, eco-tourism, environmental education, and related initiatives. The fund's management committee is chaired by Emeritus Professor Nora Tam of the Department of Chemistry at the City University of Hong Kong, and has nine members including academics and marine conservation experts, as well as representatives of green groups, CAPCO, and HK Electric.

The **Fisheries Enhancement Fund** will support initiatives for fisheries-related education and tourism, enhancement on fisheries resources, sustainable fishery development, and fishery equipment upgrade programmes, such as the purchase of

environmentally-friendly fishing equipment. The fund's management committee is chaired by Professor Kenneth Leung, Chair Professor and Director of the State Key Laboratory of Marine Pollution at the City University of Hong Kong, and has 11 members including fisheries experts and representatives of fishermen's associations, community, CAPCO, and HK Electric.

The funds are open to applications twice a year, with non-Government organisations (NGOs), social enterprises, academics, and fisheries organisations invited to apply. The first round of applications will be open from October to November and the assessment process is expected to be completed by early 2021. The management committees will be responsible for reviewing and assessing applications in an independent and objective manner, as well as monitoring the progress and effectiveness of the funded projects.

The two management committees held inaugural meetings at the end of July. More details about the two funds and full lists of their committee members are available on the HKOLNGT project's dedicated website at <http://env.hkolng.com/en>.

The HKOLNGT project was developed by CLP Power and HK Electric in support of the Government's policy to reduce carbon intensity and increase the proportion of natural gas used for power generation in Hong Kong by 2020. Marine construction of the HKOLNGT project is targeted to commence this year and, when it goes into operation, will enhance and diversify Hong Kong's natural gas supply sources and ensure a more reliable supply of fuel at competitive prices.

Annex: Membership List of Management Committees

About CLP Power Hong Kong Limited

CLP Power Hong Kong Limited (CLP Power) is the Hong Kong utility subsidiary wholly owned by CLP Holdings Limited, a company listed on the Hong Kong Stock Exchange and one of the largest investor-owned power businesses in Asia. CLP Power operates a vertically integrated electricity supply business in Hong Kong, and provides a highly reliable supply of electricity and excellent customer services to 6 million people in its supply area.

About Castle Peak Power Company Limited (CAPCO)

Castle Peak Power Company Limited (CAPCO) is a 70:30 joint venture of CLP Power Hong Kong Limited (CLP Power) and China Southern Power Grid International (HK) Co., Limited, a wholly owned subsidiary of China Southern Power Grid Co. Ltd,. CAPCO currently owns three power stations, Castle Peak Power Station, Black Point Power Station, and Penny's Bay Power Station, which are all operated by CLP Power.

About HK Electric

HK Electric has been powering Hong Kong for nearly 130 years, providing an affordable, safe, reliable and clean electricity supply to more than 580,000 customers on Hong Kong and Lamma Islands. It has maintained a world-class supply reliability rating of more than 99.999% every year since 1997. Committed to reducing emissions

in the process of power generation, HK Electric has been increasing the use of natural gas for power generation so as to meet the emissions reduction targets and create a greener Hong Kong.

About Hong Kong LNG Terminal Limited

Hong Kong LNG Terminal Limited (HKLTL) is a joint venture of Castle Peak Power Company Limited (CAPCO) and The Hongkong Electric Co., Ltd. (HK Electric). HKLTL develops, owns and operates a liquefied natural gas (LNG) terminal in Hong Kong and provides LNG regasification and related services to CAPCO and HK Electric.

Photo caption:



The Hong Kong Offshore LNG Terminal will give Hong Kong access to reliable natural gas supplies at competitive prices. (Simulated photo)

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Hong Kong Offshore LNG Terminal Project Membership List of Management Committees

Marine Conservation Enhancement Fund Management Committee:

Name	Title
Prof Nora TAM (Chairperson)	Emeritus Professor, Department of Chemistry, City University of Hong Kong
Dr CHENG Luk-ki	Director, Green Power
Dr CHEUNG Siu-gin	Associate Professor, Department of Chemistry, City University of Hong Kong
Prof HO Kin-chung	Founding Chairman and Director, Polar Research Institute of Hong Kong
Ms Linda HO	Chief Executive Officer, Green Council
Mr Edwin LAU	Founder and Executive Director, The Green Earth
Prof Joe SY LEE	Professor, School of Life Sciences and Earth System Science, Chinese University of Hong Kong
Dr Helen CHIU	Senior Environmental Manager, CLP Power Hong Kong Limited
Mr Norman CHAN	Chief Mechanical Engineer, Projects Division, The Hongkong Electric Company, Limited

Fisheries Enhancement Fund Management Committee:

Name	Title
Prof Kenneth LEUNG (Chairperson)	Chair Professor and Director, State Key Laboratory of Marine Pollution, City University of Hong Kong
Mr CHAN Tsz-kin	Member of Executive Committee, Lamma Island (South) Rural Committee
Mr Stephen CHUI	Vice Chairman, Hong Kong Fisheries Development Association
Ms LAU Kam-fung	Vice Chairman, Hong Kong Fishermen Consortium
Ms LAW Lok-tung	Committee Member, Hong Kong Fishermen Consortium
Ms LI Ting	Vice Secretary, Hong Kong Fishermen's Youth Association
Ms PO Ka-ling	Vice Chairman, Hong Kong Fisherman Consortium
Dr Patsy WONG	Fisheries Expert
Mr YEUNG Sheung-chun	Chairman, HK Fishermen Mutual Aid Association
Dr Helen CHIU	Senior Environmental Manager, CLP Power Hong Kong Limited
Mr T Y IP	Head of Environmental Affairs, Corporate Development Division, The Hongkong Electric Company, Limited