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VOLUNTARY ANNOUNCEMENT

IMPAIRMENT AND ASSET WRITE DOWN ANNOUNCED BY HUSKY ENERGY INC.

The board of Directors of the Company (the “Board”) has noted an after-tax C\$3,824 million impairment charge and an after-tax asset write down of C\$167 million announced by its 40.2% owned listed associated company, Husky Energy Inc. (“Husky Energy”) on 30 October 2015 and recorded by Husky Energy in the third quarter in relation to its Western Canada oil and natural gas assets.

Based on the information currently available from Husky Energy, which has not been audited by the Group’s auditor, the Board would like to advise that in the opinion of the Board, after having taken professional advice, the impairment charge and asset write down announced by Husky Energy will have no impact on the Group’s results or financial statements for the current year.

This is because a lower valuation had already been assigned to these assets by the Group as a result of the acquisition of shares of Husky Energy as part of the reorganisation of Cheung Kong (Holdings) Limited and Hutchison Whampoa Limited that was completed on 3 June 2015 (the “Reorganisation”). This lower value is required to be reflected in the Group’s financial statements as a result of the purchase price allocation rules applicable to the Reorganisation. These rules require the Group to account for shares of Husky Energy acquired as part of the Reorganisation at market value at the acquisition date and to account for Husky Energy’s assets and liabilities at the acquisition date at fair value. Consequently, a lower valuation was assigned to Husky Energy’s Western Canada oil and natural gas assets for the Group’s financial statements consistent with prevailing conditions in the relevant energy markets.

By Order of the Board

Edith Shih
Company Secretary

Hong Kong, 30 October 2015

As at the date of this announcement, the Directors of the Company are:

Executive Directors:

Mr LI Ka-shing (*Chairman*)
Mr LI Tzar Kuoi, Victor (*Group Co-Managing Director and Deputy Chairman*)
Mr FOK Kin Ning, Canning
(*Group Co-Managing Director*)
Mrs CHOW WOO Mo Fong, Susan
(*Group Deputy Managing Director*)
Mr Frank John SIXT (*Group Finance Director and Deputy Managing Director*)
Mr IP Tak Chuen, Edmond
(*Deputy Managing Director*)
Mr KAM Hing Lam
(*Deputy Managing Director*)
Mr LAI Kai Ming, Dominic
(*Deputy Managing Director*)

Non-executive Directors:

Mr CHOW Kun Chee, Roland
Mr LEE Yeh Kwong, Charles
Mr LEUNG Siu Hon
Mr George Colin MAGNUS

Independent Non-executive Directors:

Mr KWOK Tun-li, Stanley
Mr CHENG Hoi Chuen, Vincent
The Hon Sir Michael David KADOORIE
Ms LEE Wai Mun, Rose
Mr William Elkin MOCATTA
(*Alternate to The Hon Sir Michael David Kadoorie*)
Mr William SHURNIAK
Mr WONG Chung Hin
Dr WONG Yick-ming, Rosanna