

HUTCHISON PORT HOLDINGS TRUST

(A business trust constituted under the laws of the Republic of Singapore and managed by Hutchison Port Holdings Management Pte. Limited)

CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE PERIOD FROM 1 JANUARY 2021 TO 30 JUNE 2021

TABLE OF CONTENTS

	Page No.
Condensed consolidated income statement	1
Condensed consolidated statement of comprehensive income	2
Condensed consolidated statement of financial position	3
Condensed consolidated statement of cash flows	5
Condensed consolidated statement of changes in equity	6
Notes to the condensed interim financial statements	9
Other information	23
Auditor's Review Report	35

HUTCHISON PORT HOLDINGS TRUST

CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2021

	Note	01/01/2021 to 30/06/2021 HK\$'000	01/01/2020 to 30/06/2020 HK\$'000
Revenue and other income	3	5,992,160	4,776,685
Cost of services rendered		(1,936,899)	(1,567,342)
Staff costs		(124,763)	(128,337)
Depreciation and amortisation		(1,526,028)	(1,524,402)
Other operating income		390,716	64,844
Other operating expenses		(234,512)	(252,417)
Total operating expenses		(3,431,486)	(3,407,654)
Operating profit		2,560,674	1,369,031
Interest and other finance costs	4	(310,879)	(428,178)
Share of profits less losses after tax of associated companies		(45,851)	(43,132)
Share of profits less losses after tax of joint ventures		39,383	21,184
Profit before tax		2,243,327	918,905
Tax	5	(609,601)	(239,899)
Profit for the period		1,633,726	679,006
Allocated as: Profit attributable to non-controlling interests		(865,417)	(466,631)
Profit attributable to unitholders of HPH Trust		768,309	212,375
Earnings per unit attributable to unitholders of HPH Trust	7	HK cents 8.82	HK cents 2.44

HUTCHISON PORT HOLDINGS TRUST

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX MONTHS ENDED 30 JUNE 2021

	01/01/2021 to 30/06/2021 HK\$'000	01/01/2020 to 30/06/2020 HK\$'000
Profit for the period	1,633,726	679,006
Other comprehensive income/(loss):		
Items that will not be reclassified to profit or loss:		
Investments		
Valuation losses taken to reserves	(17,700)	(8,437)
Items that may be reclassified subsequently to profit or loss:		
Cash flow hedges arising from cross currency interest rate swap contracts and interest rate swap contracts		
Fair value gains/(losses) recognised directly in reserves	116,537	(204,879)
Costs of hedging		
Changes in fair value of currency basis spread	13,419	8,126
Share of other comprehensive income/(loss) of associated companies	2,653	(3,406)
Share of other comprehensive income/(loss) of joint ventures	921	(271)
Currency translation differences	43,802	(42,753)
Total other comprehensive income/(loss) for the period	159,632	(251,620)
Total comprehensive income for the period	1,793,358	427,386
Allocated as: Attributable to non-controlling interests	(885,523)	(446,880)
Attributable to unitholders of HPH Trust	907,835	(19,494)

Note:

Items shown within other comprehensive income/(loss) have no tax effect.

HUTCHISON PORT HOLDINGS TRUST

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2021

	Note	30/06/2021 HK\$'000	31/12/2020 HK\$'000
ASSETS			
Non-current assets			
Fixed assets	8	22,224,992	22,838,954
Projects under development	8	419,511	478,216
Leasehold land and land use rights		35,207,806	35,843,729
Railway usage rights		10,879	11,056
Customer relationships		5,000,463	5,167,566
Goodwill	9	11,270,044	11,270,044
Associated companies		983,621	1,032,598
Joint ventures		2,578,051	2,593,147
Other non-current assets	10	437,486	428,144
Pension assets		76,232	85,714
Deferred tax assets		14,037	19,329
		<u>78,223,122</u>	<u>79,768,497</u>
Current assets			
Cash and bank balances	11	10,375,914	7,766,588
Trade and other receivables		3,000,555	3,033,587
Inventories		92,805	99,347
		<u>13,469,274</u>	<u>10,899,522</u>
Current liabilities			
Trade and other payables		5,957,135	5,517,651
Bank and other debts	12	3,193,982	3,990,570
Current tax liabilities		400,896	278,640
		<u>9,552,013</u>	<u>9,786,861</u>
Net current assets		<u>3,917,261</u>	<u>1,112,661</u>
Total assets less current liabilities		<u>82,140,383</u>	<u>80,881,158</u>
Non-current liabilities			
Bank and other debts	12	25,740,922	25,328,173
Deferred tax liabilities		9,418,393	9,535,985
Other non-current liabilities	13	340,833	413,065
		<u>35,500,148</u>	<u>35,277,223</u>
Net assets		<u>46,640,235</u>	<u>45,603,935</u>
EQUITY			
Units in issue	14	68,553,839	68,553,839
Reserves		(42,314,717)	(42,551,797)
Net assets attributable to unitholders of HPH Trust		<u>26,239,122</u>	<u>26,002,042</u>
Non-controlling interests		<u>20,401,113</u>	<u>19,601,893</u>
Total equity		<u>46,640,235</u>	<u>45,603,935</u>

HUTCHISON PORT HOLDINGS TRUST

**CONDENSED STATEMENT OF FINANCIAL POSITION OF
HUTCHISON PORT HOLDINGS TRUST
AT 30 JUNE 2021**

	Note	30/06/2021 HK\$'000	31/12/2020 HK\$'000
ASSETS			
Non-current asset			
Investment in a subsidiary company		23,556,003	24,246,758
		-----	-----
Current assets			
Cash and bank balances		4,575	3,674
Trade and other receivables		1,092	1,159
		-----	-----
		5,667	4,833
		-----	-----
Current liability			
Trade and other payables		21,986	22,260
		-----	-----
Net current liabilities			
		(16,319)	(17,427)
		-----	-----
Total assets less current liabilities			
		23,539,684	24,229,331
		=====	=====
EQUITY			
Units in issue	14	68,553,839	68,553,839
Reserves		(45,014,155)	(44,324,508)
		-----	-----
Total equity			
		23,539,684	24,229,331
		=====	=====

HUTCHISON PORT HOLDINGS TRUST

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SIX MONTHS ENDED 30 JUNE 2021

	Note	01/01/2021 to 30/06/2021 HK\$'000	01/01/2020 to 30/06/2020 HK\$'000
Operating activities			
Cash generated from operations	15	4,624,065	2,588,268
Interest and other finance costs paid		(274,514)	(417,782)
Tax paid		(599,910)	(468,218)
Net cash from operating activities		<u>3,749,641</u>	<u>1,702,268</u>
Investing activities			
Loan to an associated company		(24,000)	-
Purchase of fixed assets and projects under development		(44,378)	(288,319)
Proceeds on disposal of fixed assets		11,858	6,114
Dividends received from investments		2,447	2,194
Dividends received from associated companies and joint ventures		55,391	65,000
Interest received		27,100	61,446
Net cash from/(used in) investing activities		<u>28,418</u>	<u>(153,565)</u>
Financing activities			
New borrowings		3,900,000	3,870,750
Repayment of borrowings		(4,282,000)	(5,059,550)
Upfront debt transaction costs and facilities fees of borrowings		(23,585)	-
Principal elements of lease payments		(6,090)	(2,478)
Distributions to unitholders of HPH Trust		(670,755)	(435,555)
Dividends to non-controlling interests		(86,303)	(86,302)
Net cash used in financing activities		<u>(1,168,733)</u>	<u>(1,713,135)</u>
Net changes in cash and cash equivalents		2,609,326	(164,432)
Cash and cash equivalents at beginning of the period		7,766,588	6,998,166
Cash and cash equivalents at end of the period	11	<u><u>10,375,914</u></u>	<u><u>6,833,734</u></u>

HUTCHISON PORT HOLDINGS TRUST

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 30 JUNE 2021

	Units in issue HK\$'000	Exchange and other reserves HK\$'000	Revaluation reserve HK\$'000	Hedging reserve HK\$'000	Costs of hedging reserve HK\$'000	Pension reserve HK\$'000	Accumulated losses HK\$'000	Attributable to unitholders HK\$'000	Non- controlling interests HK\$'000	Total HK\$'000
Group										
At 1 January 2021	68,553,839	(9,390)	(303,452)	(278,472)	(19,052)	356,512	(42,297,943)	26,002,042	19,601,893	45,603,935
Profit for the period	-	-	-	-	-	-	768,309	768,309	865,417	1,633,726
Other comprehensive income/(loss):										
Investments:										
Valuation losses taken to reserves	-	-	(17,700)	-	-	-	-	(17,700)	-	(17,700)
Cash flow hedges arising from cross currency interest rate swap contracts and interest rate swap contracts										
Fair value gains recognised directly in reserves	-	-	-	116,537	-	-	-	116,537	-	116,537
Costs of hedging Changes in fair value of currency basis spread	-	-	-	-	13,419	-	-	13,419	-	13,419
Share of other comprehensive income of associated companies	-	2,058	-	-	-	-	-	2,058	595	2,653
Share of other comprehensive income of joint ventures	-	391	530	-	-	-	-	921	-	921
Currency translation differences	-	24,291	-	-	-	-	-	24,291	19,511	43,802
Total other comprehensive income/(loss)	-	26,740	(17,170)	116,537	13,419	-	-	139,526	20,106	159,632
Total comprehensive income/(loss)	-	26,740	(17,170)	116,537	13,419	-	768,309	907,835	885,523	1,793,358
Transactions with owners:										
Distributions	-	-	-	-	-	-	(670,755)	(670,755)	-	(670,755)
Dividends	-	-	-	-	-	-	-	-	(86,303)	(86,303)
At 30 June 2021	68,553,839	17,350	(320,622)	(161,935)	(5,633)	356,512	(42,200,389)	26,239,122	20,401,113	46,640,235

HUTCHISON PORT HOLDINGS TRUST

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 30 JUNE 2021 (CONTINUED)

	Units in issue HK\$'000	Exchange and other reserves HK\$'000	Revaluation reserve HK\$'000	Hedging reserve HK\$'000	Costs of hedging reserve HK\$'000	Pension reserve HK\$'000	Accumulated losses HK\$'000	Attributable to unitholders HK\$'000	Non- controlling interests HK\$'000	Total HK\$'000
Group										
At 1 January 2020	68,553,839	(212,690)	(243,102)	(102,792)	(38,361)	213,107	(42,319,083)	25,850,918	19,712,405	45,563,323
Profit for the period	-	-	-	-	-	-	212,375	212,375	466,631	679,006
Other comprehensive (loss)/income:										
Investments:										
Valuation losses taken to reserves	-	-	(8,437)	-	-	-	-	(8,437)	-	(8,437)
Cash flow hedges arising from cross currency interest rate swap contracts and interest rate swap contracts										
Fair value losses recognised directly in reserves	-	-	-	(204,879)	-	-	-	(204,879)	-	(204,879)
Costs of hedging Changes in fair value of currency basis spread	-	-	-	-	8,126	-	-	8,126	-	8,126
Share of other comprehensive loss of associated companies	-	(2,403)	-	-	-	-	-	(2,403)	(1,003)	(3,406)
Share of other comprehensive loss of joint ventures	-	(271)	-	-	-	-	-	(271)	-	(271)
Currency translation differences	-	(24,005)	-	-	-	-	-	(24,005)	(18,748)	(42,753)
Total other comprehensive (loss)/income	-	(26,679)	(8,437)	(204,879)	8,126	-	-	(231,869)	(19,751)	(251,620)
Total comprehensive (loss)/income	-	(26,679)	(8,437)	(204,879)	8,126	-	212,375	(19,494)	446,880	427,386
Transactions with owners:										
Distributions	-	-	-	-	-	-	(435,555)	(435,555)	-	(435,555)
Dividends	-	-	-	-	-	-	-	-	(982,313)	(982,313)
At 30 June 2020	68,553,839	(239,369)	(251,539)	(307,671)	(30,235)	213,107	(42,542,263)	25,395,869	19,176,972	44,572,841

HUTCHISON PORT HOLDINGS TRUST

CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 30 JUNE 2021

	Units in issue HK\$'000	Accumulated losses HK\$'000	Attributable to unitholders HK\$'000
Trust			
At 1 January 2021	68,553,839	(44,324,508)	24,229,331
Loss and total comprehensive loss for the period	-	(18,892)	(18,892)
Transaction with owners:			
Distributions	-	(670,755)	(670,755)
At 30 June 2021	<u>68,553,839</u>	<u>(45,014,155)</u>	<u>23,539,684</u>
At 1 January 2020	68,553,839	(43,477,293)	25,076,546
Loss and total comprehensive loss for the period	-	(19,186)	(19,186)
Transaction with owners:			
Distributions	-	(435,555)	(435,555)
At 30 June 2020	<u>68,553,839</u>	<u>(43,932,034)</u>	<u>24,621,805</u>

HUTCHISON PORT HOLDINGS TRUST

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

1 General information

Hutchison Port Holdings Trust (“Trust” or “HPH Trust”) is a business trust constituted by a deed of trust dated 25 February 2011 (as amended) (the “Trust Deed”) and registered with the Monetary Authority of Singapore. HPH Trust is principally regulated by the Business Trusts Act, Chapter 31A of Singapore and Securities and Futures Act, Chapter 289 of Singapore. Under the Trust Deed, Hutchison Port Holdings Management Pte. Limited (the “Trustee-Manager”), has declared that it will hold all its assets (including businesses) acquired on trust for the unitholders as the Trustee-Manager of HPH Trust. The registered address of the Trustee-Manager is at 50 Raffles Place, #32-01 Singapore Land Tower, Singapore 048623. HPH Trust was listed on the Main Board of Singapore Exchange Securities Trading Limited (the “SGX-ST”) on 18 March 2011.

HPH Trust is established with the principal investment mandate of investing in, developing, operating and managing deep-water container ports in the Guangdong Province of the People’s Republic of China (“PRC”), Hong Kong and Macau. HPH Trust may also invest in other types of port assets including river ports, which are complementary to the deep-water container ports owned by HPH Trust, as well as undertake certain port ancillary services including, but not limited to, trucking, feedering, freight-forwarding, supply chain management, warehousing and distribution services.

2 Basis of preparation and significant accounting policies

The financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards (“HKFRS”) issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”). The financial statements have been prepared under the historical cost convention except for investments and derivative financial instruments which are stated at fair value.

There is no material difference in preparing the financial statements using HKFRS and International Financial Reporting Standards (“IFRS”). No material adjustments are required to restate the financial statements prepared under HKFRS to comply with IFRS.

The condensed interim financial statements should be read in conjunction with the 2020 annual consolidated financial statements, which have been prepared in accordance with HKFRS. The accounting policies and estimates applied and presentation used in the condensed interim financial statements are consistent with those set out in the annual consolidated financial statements for the year ended 31 December 2020, except for the adoption of the new standards and amendments to its existing standards, which are relevant to the Group’s operations and are applicable to the Group’s accounting periods beginning on 1 January 2021.

HUTCHISON PORT HOLDINGS TRUST

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

2 Basis of preparation and significant accounting policies (Continued)

Adoption of standards and amendments to existing standards

The Group has adopted all of the new and revised standards, amendments and interpretations issued by the HKICPA that are relevant to the Group's operations and mandatory for annual period beginning 1 January 2021. The effect of the adoption of these new and revised standards, amendments and interpretations was not material to the Group's results or financial position.

Early adoption of amendments to existing standards

The Group has early adopted Amendments to HKFRS 16 Leases on COVID-19-related rent concessions for the annual period beginning 1 January 2021. The amendment exempts lessees from having to consider individual lease contracts to determine whether rent concessions occurring as a direct consequence of the COVID-19 pandemic are lease modifications and allows lessees to account for such rent concessions as if they were not lease modifications. It applies to COVID-19-related rent concessions that reduce lease payments due on or before 30 June 2022. The amendment does not affect lessors. The effect of the early adoption of this amendment was not material to the Group's results or financial position.

Standards and amendments which are not yet effective

At the date of authorisation of the condensed interim financial statements, the following standards and amendments were in issue and relevant to the Group but not yet effective and have not been early adopted by the Group:

Amendments to HKFRS 3 (Revised) ⁽¹⁾	Business Combinations and Business Combinations (Basis for Conclusions)
Amendments to HKAS 16 ⁽¹⁾	Property, Plant and Equipment
Amendments to HKAS 37 ⁽¹⁾	Provisions, Contingent Liabilities and Contingent Assets
Annual Improvements to HKFRSs 2018-2020 Cycle ⁽¹⁾	Improvements to HKFRSs
Amendments to HKAS 1 ⁽²⁾	Classification of Liabilities as Current or Non-current and Classification of Liabilities as Current or Non-current – Deferral of Effective Date
Amendments to HKAS 1 (Revised) ⁽²⁾	Presentation of Financial Statements
Amendments to HKFRS Practice Statement 2 ⁽²⁾	Making Materiality Judgements
Amendments to HKAS 8 ⁽²⁾	Accounting Policies, Changes in Accounting Estimates and Errors
Amendments to HKAS 12 ⁽²⁾	Income Taxes
Amendments to HKFRS 10 and HKAS 28 ⁽³⁾	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

(1) Effective for annual periods beginning 1 January 2022

(2) Effective for annual periods beginning 1 January 2023

(3) New effective date to be determined

The Group is assessing the full impact of these new or revised HKFRS. Certain of them may give rise to change in presentation, disclosure and measurements of certain items in the condensed interim financial statements. It is not expected to have material impact to the Group.

HUTCHISON PORT HOLDINGS TRUST

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

3 Revenue and other income and segment information

(a) Revenue and other income

	01/01/2021 to 30/06/2021 HK\$'000	01/01/2020 to 30/06/2020 HK\$'000
Revenue		
Rendering of port and related services	5,788,031	4,629,460
Rendering of transportation and logistics solutions	154,918	70,323
Management and service fee income	15,905	17,466
System development and support fees	3,390	3,623
Others	702	627
	<u>5,962,946</u>	<u>4,721,499</u>
Other income		
Interest income	29,214	55,186
	<u>5,992,160</u>	<u>4,776,685</u>

(b) Segment information

The chief operating decision maker has been determined to be the executive committee of HPH Trust (the "Executive Committee"). The Executive Committee reviews the internal reporting in order to assess performance and allocate resources. Management has determined the operating segments based on these reports.

HPH Trust is principally engaged in investing in, developing, operating and managing deep-water container ports and port ancillary services and therefore management considers that HPH Trust operates in one single business segment at two geographical locations.

Revenue is recognised over time and disclosures by geographical location are shown below:

	<u>Revenue and other income</u>		<u>Non-current assets</u>	
	01/01/2021 to 30/06/2021 HK\$'000	01/01/2020 to 30/06/2020 HK\$'000	30/06/2021 HK\$'000	31/12/2020 HK\$'000
Hong Kong	1,705,447	1,628,869	21,329,954	21,941,598
Mainland China	4,286,713	3,147,816	56,893,168	57,826,899
	<u>5,992,160</u>	<u>4,776,685</u>	<u>78,223,122</u>	<u>79,768,497</u>

HUTCHISON PORT HOLDINGS TRUST

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

4 Interest and other finance costs

	01/01/2021 to 30/06/2021 HK\$'000	01/01/2020 to 30/06/2020 HK\$'000
Bank loans and overdrafts	159,900	270,830
Guaranteed notes	126,991	132,095
Loans from non-controlling interests	1,586	1,527
Lease liabilities	532	834
Other finance costs	21,870	22,892
Fair value gain on interest rate swaps	-	(3,647)
Less: fair value adjustment to bank and other debts under fair value hedge	-	3,647
	<u>310,879</u>	<u>428,178</u>

5 Tax

	01/01/2021 to 30/06/2021 HK\$'000	01/01/2020 to 30/06/2020 HK\$'000
Current tax	721,640	470,616
Deferred tax	(112,039)	(230,717)
	<u>609,601</u>	<u>239,899</u>

6 Distributions

On 26 July 2021, the board of directors of the Trustee-Manager recommend the distribution of 6.50 Hong Kong cents per unit for the six months ended 30 June 2021 amounting to HK\$566.2 million.

On 27 July 2020, the board of directors of the Trustee-Manager recommended the distribution of 4.30 Hong Kong cents per unit for the six months ended 30 June 2020 amounting to HK\$374.6 million.

HUTCHISON PORT HOLDINGS TRUST

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

7 Earnings per unit

The calculation of earnings per unit is based on profit attributable to unitholders of HPH Trust of HK\$768,309,000 for the six months ended 30 June 2021 (30 June 2020: HK\$212,375,000) and on 8,711,101,022 units in issue, which was the weighted average number of units for the period.

Diluted earnings per unit is the same as the basic earnings per unit for the six months ended 30 June 2021 and 2020.

8 Fixed assets and projects under development

During the period from 1 January 2021 to 30 June 2021, the Group acquired fixed assets and projects under development with a cost of HK\$17,116,000 (30 June 2020: HK\$11,591,000). Fixed assets with net book value of HK\$2,255,000 (30 June 2020: HK\$1,045,000) were disposed of during the period, resulting in a net gain on disposal of HK\$9,603,000 (30 June 2020: HK\$5,069,000).

9 Goodwill

Group	30/06/2021 HK\$'000	31/12/2020 HK\$'000
At beginning of the period/year	11,270,044	11,270,044
Impairment of goodwill (accumulated: HK\$30.4 billion)	-	-
At end of the period/year	<u>11,270,044</u>	<u>11,270,044</u>

HUTCHISON PORT HOLDINGS TRUST

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

10 Other non-current assets

Group	30/06/2021 HK\$'000	31/12/2020 HK\$'000
Investments		
Listed equity security	39,825	32,063
River Ports Economic Benefits (Note)	259,538	285,000
Prepayment for fixed assets	37,329	37,236
Other receivables and prepayments	64,173	73,845
Cash flow hedges		
Interest rate swaps	36,621	-
	<u>437,486</u>	<u>428,144</u>

Note:

The River Ports Economic Benefits represent the economic interest and benefits of the river ports in Nanhai and Jiangmen, China (together the "River Ports"), including all dividends and any other distributions or other monies payable to a related company or any of its subsidiary companies in its capacity as a shareholder of the relevant holding company of the River Ports arising from the profits attributable to the business of the River Ports and all sale or disposal proceeds derived from such businesses, assets, rights and/or liabilities constituting any part of the business of the River Ports as agreed with a related company and any of its subsidiary companies. The movement is due to change in fair value.

11 Cash and bank balances

Group	30/06/2021 HK\$'000	31/12/2020 HK\$'000
Cash and cash equivalents		
Cash at bank and on hand	2,857,608	1,441,119
Short-term bank deposits	7,518,306	6,325,469
Cash and bank balances	<u>10,375,914</u>	<u>7,766,588</u>

HUTCHISON PORT HOLDINGS TRUST

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

12 Bank and other debts

Group	Current portion HK\$'000	Non-current portion HK\$'000	Total HK\$'000
Unsecured bank loans	3,198,000	14,140,000	17,338,000
Guaranteed notes	-	11,700,000	11,700,000
	<hr/>	<hr/>	<hr/>
Total principal amount of bank and other debts	3,198,000	25,840,000	29,038,000
Unamortised loan facilities fees and discounts related to debts	(4,018)	(99,078)	(103,096)
	<hr/>	<hr/>	<hr/>
At 30 June 2021	<u>3,193,982</u>	<u>25,740,922</u>	<u>28,934,904</u>
	<hr/>	<hr/>	<hr/>
Unsecured bank loans	3,992,000	17,628,000	21,620,000
Guaranteed notes	-	7,800,000	7,800,000
	<hr/>	<hr/>	<hr/>
Total principal amount of bank and other debts	3,992,000	25,428,000	29,420,000
Unamortised loan facilities fees and discounts related to debts	(1,430)	(99,827)	(101,257)
	<hr/>	<hr/>	<hr/>
At 31 December 2020	<u>3,990,570</u>	<u>25,328,173</u>	<u>29,318,743</u>

13 Other non-current liabilities

Group	30/06/2021 HK\$'000	31/12/2020 HK\$'000
Derivative financial instruments:		
Cash flow hedges		
Cross currency interest rate swaps	204,190	256,930
Interest rate swaps	-	40,594
Less: current portion of interest rate swaps under cash flow hedges	-	(23,817)
	<hr/>	<hr/>
Non-current portion of derivative financial instruments	204,190	273,707
Lease liabilities	12,064	15,783
Others	124,579	123,575
	<hr/>	<hr/>
	<u>340,833</u>	<u>413,065</u>

HUTCHISON PORT HOLDINGS TRUST

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

14 Units in issue

Group and Trust	Number of units	HK\$'000
At 1 January 2020, 31 December 2020 and 30 June 2021	<u>8,711,101,022</u>	<u>68,553,839</u>

All issued units are fully paid and rank pari passu in all respects.

15 Reconciliation of operating profit to cash generated from operations

	01/01/2021 to 30/06/2021 HK\$'000	01/01/2020 to 30/06/2020 HK\$'000
Operating profit	2,560,674	1,369,031
Depreciation and amortisation	1,526,028	1,524,402
Net gain on disposal of fixed assets	(9,603)	(5,069)
Dividend income	(27,909)	(2,194)
Interest income	(29,214)	(55,186)
Operating profit before working capital changes	<u>4,019,976</u>	<u>2,830,984</u>
Decrease/(increase) in inventories	6,542	(14,934)
Decrease in trade and other receivables	97,193	157,087
Movement in balances with associated companies and joint ventures	4,311	(139,787)
Increase/(decrease) in trade and other payables	486,561	(252,634)
Increase in pension obligations	9,482	7,552
Cash generated from operations	<u>4,624,065</u>	<u>2,588,268</u>

HUTCHISON PORT HOLDINGS TRUST

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

16 Commitments

The Group's capital commitments for fixed assets and projects under development are as follows:

	30/06/2021 HK\$'000	31/12/2020 HK\$'000
Contracted but not provided for	106,626	37,113
Authorised but not contracted for (Note)	336,669	458,928
	<u>443,295</u>	<u>496,041</u>

The Group's share of capital commitments of the joint ventures are as follows:

	30/06/2021 HK\$'000	31/12/2020 HK\$'000
Contracted but not provided for	7,099	5,670
Authorised but not contracted for	13,647	35,534
	<u>20,746</u>	<u>41,204</u>

As at 30 June 2021, the Group committed to provide a capital contribution of RMB1,367,375,000 (approximate to HK\$1,640,850,000) to constitute an entity to construct, develop, operate and manage a container terminal in Shenzhen, the PRC.

Note:

The capital commitments were budgeted amounts estimated for future capital expenditures of the Group. These estimates are subject to a rigorous authorisation process before the expenditure is committed.

HUTCHISON PORT HOLDINGS TRUST

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

17 Related parties transactions

Significant transactions between the Group and related parties during the six months ended 30 June 2021 and 2020 that are carried out in the normal course of business are disclosed below.

(i) Income from and expenses to related parties

	01/01/2021 to 30/06/2021 HK\$'000	01/01/2020 to 30/06/2020 HK\$'000
Income:		
Container handling fees received from joint ventures, an associated company and related companies (Note a)	5,947	17,620
Management, service and support fee received from related companies (Note b)	19,657	21,454
Transportation management services fee income from related companies (Note c)	68,425	17,544
Interest income from a joint venture and an associated company (Note d)	14,248	11,461
	<u> </u>	<u> </u>
Expenses:		
Container handling charges paid to joint ventures, an associated company and related companies (Note e)	6,349	6,471
Lease rentals on premises and port facilities paid to a joint venture and related companies (Note e)	2,597	2,869
Trustee-Manager's management fees (Note f) - Base fee	12,627	12,516
Global support services fees to a related company (Note g)	75,774	74,971
Information technology ("IT") support and maintenance service fees paid to a joint venture and related companies (Note h)	22,899	21,626
	<u> </u>	<u> </u>

HUTCHISON PORT HOLDINGS TRUST

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

17 Related parties transactions (Continued)

(i) Income from and expenses to related parties (Continued)

Notes:

- (a) Container handling fees received from joint ventures, an associated company and related companies were charged at terms pursuant to the relevant agreements.
- (b) Management, service and support fee received from related companies were charged at terms mutually agreed.
- (c) Revenue from related companies for the provision of transportation management services was charged at prices and terms mutually agreed.
- (d) A loan of HK\$120,000,000 (30 June 2020: HK\$120,000,000) provided to a joint venture is interest bearing at Hong Kong Interbank Offered Rate ("HIBOR") plus 2.1% per annum (30 June 2020: HIBOR plus 2.1% per annum). Another loan of RMB530,000,000 approximate to HK\$636,000,000 (30 June 2020: RMB420,000,000, approximate to HK\$462,000,000) provided to an associated company is unsecured, interest bearing at a fixed rate of 4.0% per annum (30 June 2020: fixed rate of 4.0% per annum).
- (e) Container handling charges and lease rentals paid to joint ventures, an associated company and related companies were charged at terms pursuant to relevant agreements.
- (f) The Trustee-Manager's management fees were charged in accordance with the Trust Deed.
- (g) Global support services fees in respect of administration services and licence for certain intellectual property rights were charged at prices and terms mutually agreed.
- (h) IT support and maintenance services fees in respect of the support and maintenance of IT systems paid to a joint venture and related companies were charged at prices and terms mutually agreed.

HUTCHISON PORT HOLDINGS TRUST

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

17 Related parties transactions (Continued)

(ii) Other transactions with related parties

During the six months ended 30 June 2021 and 2020, the Group acquired fixed assets from a related company which were charged at prices and terms mutually agreed as below:

	01/01/2021 to 30/06/2021 HK\$'000	01/01/2020 to 30/06/2020 HK\$'000
Purchases of fixed assets from a related company	-	4,563

(iii) Key management compensation

Key management of the Group includes managing directors and key management of the deep-water container ports of the Group. The compensation paid or payable to key management for employee services is shown below:

	01/01/2021 to 30/06/2021 HK\$'000	01/01/2020 to 30/06/2020 HK\$'000
Salaries and employee benefits	11,425	13,426

HUTCHISON PORT HOLDINGS TRUST

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

18 Fair value estimation

The table below analyses recurring fair value measurements for financial assets/(liabilities). These fair value measurements are categorised into different levels in the fair value hierarchy based on the inputs to valuation techniques used. The different levels are defined as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the assets or liabilities, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3: Inputs for the assets or liabilities that are not based on observable market data (i.e. unobservable inputs).

	Note	Level 1 HK\$'000	Level 2 HK\$'000	Level 3 HK\$'000	Total HK\$'000
At 30 June 2021					
Financial assets					
Listed equity security	10	39,825	-	-	39,825
River Ports Economic Benefits	10	-	-	259,538	259,538
Cash flow hedges					
Interest rate swaps	10	-	36,621	-	36,621
Financial liabilities					
Cash flow hedges					
Cross currency interest rate swaps	13	-	(204,190)	-	(204,190)
		<u>39,825</u>	<u>(167,569)</u>	<u>259,538</u>	<u>131,794</u>
		<u><u>39,825</u></u>	<u><u>(167,569)</u></u>	<u><u>259,538</u></u>	<u><u>131,794</u></u>
	Note	Level 1 HK\$'000	Level 2 HK\$'000	Level 3 HK\$'000	Total HK\$'000
At 31 December 2020					
Financial assets					
Listed equity security	10	32,063	-	-	32,063
River Ports Economic Benefits	10	-	-	285,000	285,000
Financial liabilities					
Cash flow hedges					
Cross currency interest rate swaps	13	-	(256,930)	-	(256,930)
Interest rate swaps	13	-	(40,594)	-	(40,594)
		<u>32,063</u>	<u>(297,524)</u>	<u>285,000</u>	<u>19,539</u>
		<u><u>32,063</u></u>	<u><u>(297,524)</u></u>	<u><u>285,000</u></u>	<u><u>19,539</u></u>

HUTCHISON PORT HOLDINGS TRUST

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

18 Fair value estimation (continued)

The fair value of the cross currency interest rate swaps and interest rate swaps included in level 2 category above are estimated using the present value of the estimated future cash flows based on observable yield curves. The fair value of financial instruments that are not traded in active market (level 3) is determined by discounted cash flow analysis with reference to inputs such as dividend stream.

During the six months ended 30 June 2021 and year ended 31 December 2020, there were no transfers between the Level 1, Level 2 and Level 3 fair value measurements.

At 30 June 2021, the fair value of bank and other debts (note 12) was HK\$29,306.6 million (31 December 2020: HK\$29,611.2 million). The carrying amounts of the remaining financial assets and financial liabilities approximate their fair values.

19 Approval of the financial statements

The condensed interim financial statements set out on pages 1 to 22 were approved by the Board of Directors of the Trustee-Manager for issue on 26 July 2021.

HUTCHISON PORT HOLDINGS TRUST

OTHER INFORMATION

1. **Whether the figures have been audited, or reviewed and in accordance with which auditing standard or practice.**

The financial information has been reviewed in accordance with International Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by International Auditing and Assurance Standards Board.

2. **Where the figures have been audited or reviewed, the auditor's report (including any qualifications or emphasis of matter).**

The review report on the Condensed Interim Financial Statements dated 26 July 2021 issued by PricewaterhouseCoopers LLP is enclosed in Appendix 1.

- 3(a) **Net asset value ("NAV") attributable to unitholders per unit based on units issued as at 30 June 2021^(a)**

	Group		Trust	
	30/06/2021	31/12/2020	30/06/2021	31/12/2020
Net asset value attributable to unitholders per unit (HK\$) ^(a)	3.01	2.98	2.70	2.78
Net asset value attributable to unitholders per unit after deducting distribution per unit for the financial period ended (HK\$) ^(a)	2.95	2.91	2.64	2.70

Note:

- (a) The number of units used for computation of NAV per unit is 8,711,101,022 which is the number of units in issue as at 30 June 2021 (31 December 2020: 8,711,101,022).

- 3(b) **Rate of return^(a)**

Year	Rate of Return (%)
For the six months ended 30 June 2021 ^(b)	3.6%

Notes:

- (a) $\text{Rate of Return (\%)} = (A-B)/B \times 100$
A = NAV per unit before interim distribution per unit as of the end of the period
B = NAV per unit as of the beginning of the period (after deducting total distribution per unit for the financial period ended 31 December 2020)
- (b) The financial period was from 1 January 2021 to 30 June 2021

HUTCHISON PORT HOLDINGS TRUST

OTHER INFORMATION

4. Value of assets by region as at 30 June 2021

Trust

Kind of assets	Region	Net Asset Value (HK\$'000)	Investment Ratio
Investment in a subsidiary ^(a)	Hong Kong	23,556,003	100.1%
Cash and other assets (after deduction of liabilities)	Singapore	(12,806)	(0.1%)
Other liabilities	Hong Kong	(3,513)	0.0%
Total net assets		23,539,684	100.0%

Group

Region ^(b)	Net Asset Value (HK\$'000)	Investment Ratio
Singapore	(12,806)	0.0%
Hong Kong ^(c)	(8,368,635)	(17.9%)
Mainland China	55,021,676	117.9%
Total net assets	46,640,235	100.0%

Notes:

- (a) It represents investment in HPHT Limited, a wholly owned subsidiary of HPH Trust, which is the holding company of the underlying assets of HPH Trust.
- (b) It represents the net asset value segmented by geographical locations where the operation is performed.
- (c) US\$3.2 billion (equivalent to HK\$25,038 million) and HK\$4.0 billion of bank loans and guaranteed notes are grouped under Hong Kong region.

HUTCHISON PORT HOLDINGS TRUST

OTHER INFORMATION

5. Review of performance

Condensed consolidated income statement (01/01/2021-30/06/2021 vs 01/01/2020-30/06/2020)

Revenue and other income for the period was HK\$5,992.2 million, HK\$1,215.5 million or 25.4% above last year. Combined container throughput^(a) of HIT^(b), COSCO-HIT^(c) and ACT^(d) (collectively “HPHT Kwai Tsing”) increased by 4.2% as compared to the same period in 2020, primary due to higher transshipment cargoes. The container throughput of YICT^(e) increased by 21.3% as compared to the same period in 2020, primarily driven by the increase in the US, EU, empty and transshipment cargoes. Average revenue per TEU for Hong Kong was above last year, mainly attributed to higher storage income. Average revenue per TEU for China was higher than last year, largely due to higher storage income and RMB appreciation.

Cost of services rendered was HK\$1,936.9 million, HK\$369.6 million or 23.6% above last year. This was attributed to higher throughput, higher direct charges and fuel price, RMB appreciation, and reduction in operating costs in 2020 due to PRC government’s supportive measures to COVID-19. Staff costs were HK\$124.8 million, HK\$3.6 million or 2.8% below last year primarily due to lower headcount, but partially offset by RMB appreciation and reduction in staff costs in 2020 due to PRC government’s supportive measures to COVID-19. Depreciation and amortisation was HK\$1,526.0 million, comparable to last year.

Other operating income was HK\$390.7 million, HK\$325.9 million or 502.5% above last year. The increase was largely due to the timing difference in dividend income from River Ports Economic Benefits and higher than last year government subsidies by YICT, but partially offset by the wages subsidy received from the Hong Kong Employment Support Scheme in 2020.

Other operating expenses were HK\$234.5 million, HK\$17.9 million or 7.1% below last year, mainly due to claims recovery received in 2021 for typhoon Mangkhut in 2018.

As a result, total operating profit was HK\$2,560.7 million, HK\$1,191.6 million or 87.0% above last year.

Notes:

- (a) Represents the allocated throughput from Hong Kong Seaport Joint Operating Alliance with effect from 1 April 2019
- (b) HIT means Terminals 4, 6, 7 and two berths in Terminal 9, located at Kwai Tsing, Hong Kong.
- (c) COSCO-HIT means Terminal 8 East, located at Kwai Tsing, Hong Kong.
- (d) ACT means Terminal 8 West, located at Kwai Tsing, Hong Kong.
- (e) YICT means Yantian International Container Terminals, located at Yantian, Shenzhen, China, which comprises Yantian International Container Terminals Phases I & II, Phase III & Phase III Expansion, and Shenzhen Yantian West Port Terminals Phases I & II

HUTCHISON PORT HOLDINGS TRUST

OTHER INFORMATION

5. Review of performance (Continued)

Interest and other finance costs were HK\$310.9 million, HK\$117.3 million or 27.4% below last year, primarily due to lower LIBOR applied on the bank loans' interest rates.

Share of profits less losses after tax of associated companies was a loss of HK\$45.9 million, HK\$2.7 million or 6.3% worse than last year mainly due to weaker performance of HICT.

Share of profits less losses after tax of joint ventures was HK\$39.4 million, HK\$18.2 million or 85.9% above last year mainly due to better combined results of COSCO-HIT and ACT driven by higher storage income and lower interest expenses.

Taxation was HK\$609.6 million, HK\$369.7 million or 154.1% above last year, primarily due to higher profit and increase of YICT West Port Phase II berth #5 and #6 tax rate upon the expiry of tax exemption period.

Overall, profit was HK\$1,633.7 million, HK\$954.7 million or 140.6% above last year. Profit attributable to unitholders of HPH Trust was HK\$768.3 million, HK\$555.9 million or 261.8% above last year.

Material changes in condensed consolidated statement of cash flows

Operating activities

Tax paid was HK\$599.9 million for the period ended 30 June 2021 compared to HK\$468.2 million for the period ended 30 June 2020. The increase was mainly due to higher profit tax paid by YICT.

Financing activities

The Group issued US\$500 million 2.0% guaranteed notes due in 2026 during the first half of 2021 to refinance bank borrowings.

HUTCHISON PORT HOLDINGS TRUST

OTHER INFORMATION

6. **Where a forecast, or a prospect statement, has been previously disclosed to unitholders, any variance between it and the actual results.**

No forecast statement for the financial year 2021 has been disclosed.

7. **Commentary on the significant trends of the competitive conditions of the industry in which the Group operates and any known factors or events that may affect the Group in the next reporting period and the next 12 months.**

In the first half of 2021 throughput at HPHT Kwai Tsing and YICT benefited from a global economic rebound from the COVID-19 downturn, particularly for outbound cargoes to the USA and Europe. The increase in cargo volume occurred in an environment where global supply chains were severely disrupted and a partial shutdown of YICT in late May/early June to deal with several COVID-19 infections of stevedores.

While continued economic growth in the USA and Europe is expected to underpin demand in the second half of the year, the speed at which supply chain disruptions can be resolved is an uncertainty for the business as productivity at our terminals could be negatively affected by supply chain induced delays in moving containers through our facilities. Management is committed to doing its part to achieve stability in global supply chains by operating HPH Trust terminals as efficiently as possible.

HUTCHISON PORT HOLDINGS TRUST

OTHER INFORMATION

8. Distribution

(a) Current financial period

Any distribution recommended for the : Yes
current financial period

Amount : HK\$566.2 million

Distribution type : Cash

Distribution rate : 6.50 HK cents per unit for the period
1 January 2021 to 30 June 2021

Par value : Not applicable

Tax rate : Distributions received by either Singapore tax resident Unitholders or non-Singapore tax resident Unitholders are exempted from Singapore income tax and also not subject to Singapore withholding tax. The Unitholders are not entitled to tax credits of any taxes paid by the Trustee-Manager of HPH Trust.

HUTCHISON PORT HOLDINGS TRUST

OTHER INFORMATION

8. Distribution (Continued)

(b) Corresponding period of the immediately preceding financial period

Any distribution declared for the previous corresponding period	:	Yes
Amount	:	HK\$374.6 million
Distribution type	:	Cash
Distribution rate	:	4.30 HK cents per unit for the period 1 January 2020 to 30 June 2020
Par value	:	Not applicable
Tax rate	:	Distributions received by either Singapore tax resident Unitholders or non-Singapore tax resident Unitholders are exempted from Singapore income tax and also not subject to Singapore withholding tax. The Unitholders are not entitled to tax credits of any taxes paid by the Trustee-Manager of HPH Trust.

HUTCHISON PORT HOLDINGS TRUST

OTHER INFORMATION

8. Distribution (Continued)

(c) Date payable 24 September 2021

(d) Record date The Transfer Books and Register of HPH Trust will be closed at 5:00 p.m. on 3 August 2021 for the purposes of determining each unitholder's entitlement to the Distribution. Registered unitholders (other than The Central Depository (Pte) Limited ("CDP")), and unitholders whose securities accounts with CDP are credited with units, at 5:00 p.m. on 3 August 2021 will be entitled to the Distribution to be paid on or about 24 September 2021.

9. If no distribution has been declared/recommended, a statement to that effect

Not applicable.

10. General mandate from unitholders for interested person transaction ("IPT")

No IPT general mandate has been obtained.

11. Negative confirmation by the Board

The Board of Directors of Hutchison Port Holdings Management Pte. Limited (as the Trustee-Manager) has confirmed that, to the best of its knowledge, nothing has come to its attention which may render these interim financial results of the Group for the period ended 30 June 2021 to be false or misleading in any material respect.

HUTCHISON PORT HOLDINGS TRUST

OTHER INFORMATION

12. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1).

The Trustee-Manager confirms that it has procured the undertakings from its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1).

This release may contain forward-looking statements that involve risks and uncertainties. Actual future performance, outcomes and results may differ materially from those expressed in forward-looking statements as a result of a number of risk, uncertainties and assumptions. Representative examples of these factors included (without limitation) general industry and economic conditions, interest rate trends, cost of capital and capital availability, competition from other companies and venues for the sales/distribution of goods and services, shifts in customer demands, customers and partners, changes in operating expenses, including employee wages, benefits and training, governmental and public policy changes and the continued availability of financing in the amounts and the terms necessary to support future business. You are cautioned not to place undue reliance on these forward looking statements, which are based on current view of management of future events.

BY ORDER OF THE BOARD
HUTCHISON PORT HOLDINGS MANAGEMENT PTE. LIMITED
(INCORPORATED IN THE REPUBLIC OF SINGAPORE WITH LIMITED LIABILITY)
(COMPANY REGISTRATION NO. 201100749W)
AS TRUSTEE-MANAGER OF HPH TRUST

Ms Kim Yi Hwa
Company Secretary
26 July 2021

HUTCHISON PORT HOLDINGS TRUST

OTHER INFORMATION

13. Outline of the Trustee-Manager

(a) Amount of capital

The Trustee-Manager, Hutchison Port Holdings Management Pte. Limited, has an issued and paid-up capital of HK\$100,001.

(b) Description of business and outline of operation

The Trustee-Manager was incorporated in Singapore under the Companies Act, Chapter 50 of Singapore on 7 January 2011. Its registered office is located at 50 Raffles Place, #32-01 Singapore Land Tower, Singapore 048623. The Trustee-Manager is an indirect wholly-owned subsidiary of CK Hutchison Holdings Limited.

The Trustee-Manager manages HPH Trust's business with the key objective of providing Unitholders with stable and regular distributions as well as long-term DPU growth.

(c) Miscellaneous

Not applicable.

HUTCHISON PORT HOLDINGS TRUST

OTHER INFORMATION

14. Financial information of the Trustee-Manager

(a) Income statement for the six months ended 30 June 2021

	01/01/2021 to 30/06/2021 HK\$'000	01/01/2020 to 30/06/2020 HK\$'000
Revenue and other income	12,628	12,599
	-----	-----
Staff costs	(1,167)	(1,060)
Depreciation	(86)	(81)
Other operating expenses	(2,777)	(2,703)
Other non-operating income	2	16
	-----	-----
Total operating expenses	(4,028)	(3,828)
	-----	-----
Operating profit	8,600	8,771
Finance costs	(3)	(6)
	-----	-----
Profit before tax	8,597	8,765
Tax	(1,427)	(1,489)
	-----	-----
Profit for the period	7,170	7,276
	=====	=====

HUTCHISON PORT HOLDINGS TRUST

OTHER INFORMATION

14. Financial information of the Trustee-Manager (Continued)

(b) Statement of financial position as at 30 June 2021

	30/06/2021 HK\$'000	31/12/2020 HK\$'000
ASSETS		
Non-current assets		
Fixed assets	-	-
Right-of-use assets	142	231
	<u>142</u>	<u>231</u>
	-----	-----
Current assets		
Cash and cash equivalents	2,889	10,763
Trade and other receivables	13,287	12,324
	<u>16,176</u>	<u>23,087</u>
	-----	-----
Current liabilities		
Trade and other payables	6,448	4,928
Lease liabilities	147	177
Current tax liabilities	1,299	2,899
	<u>7,894</u>	<u>8,004</u>
	-----	-----
Net current assets	<u>8,282</u>	<u>15,083</u>
	-----	-----
Total assets less current liabilities	<u>8,424</u>	<u>15,314</u>
	-----	-----
Non-current liability		
Lease liabilities	-	60
	<u>-</u>	<u>60</u>
	-----	-----
Net assets	<u>8,424</u>	<u>15,254</u>
	=====	=====
EQUITY		
Share capital	100	100
Reserves	8,324	15,154
	<u>8,424</u>	<u>15,254</u>
Total equity	<u>8,424</u>	<u>15,254</u>
	=====	=====



Appendix 1

**To the Directors of Hutchison Port Holdings Management Pte. Limited
(in its capacity as Trustee-Manager of Hutchison Port Holdings Trust)**

**REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS
OF HUTCHISON PORT HOLDINGS TRUST**

Introduction

We have reviewed the accompanying condensed interim financial statements of Hutchison Port Holdings Trust (the “Trust”) and its subsidiaries (the “Group”) set out on pages 1 to 22, which comprise the condensed consolidated statement of financial position of the Group, the condensed statement of financial position of the Trust as at 30 June 2021, and the related condensed consolidated income statement of the Group, the condensed consolidated statement of comprehensive income of the Group, the condensed consolidated statement of changes in equity of the Group, the condensed statement of changes in equity of the Trust, and the condensed consolidated statement of cash flows of the Group for the six months ended 30 June 2021, and other explanatory notes (collectively the “Condensed Interim Financial Statements”). The management of Hutchison Port Holdings Management Pte. Limited, the Trustee-Manager of the Trust, is responsible for the preparation and presentation of these Condensed Interim Financial Statements in accordance with Hong Kong Accounting Standard 34, “Interim Financial Reporting”. Our responsibility is to express a conclusion on these Condensed Interim Financial Statements based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. A review of interim financial information consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying Condensed Interim Financial Statements are not prepared, in all material respects, in accordance with Hong Kong Accounting Standard 34, “Interim Financial Reporting”.

PricewaterhouseCoopers LLP

PricewaterhouseCoopers LLP
Public Accountants and Chartered Accountants
Singapore, 26 July 2021

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