Seminar on "Hong Kong Electricity Market: Post-2008"

Reliability, Security, Best Price: A Consumer's View

Presentation by KCRC

12 April 2005

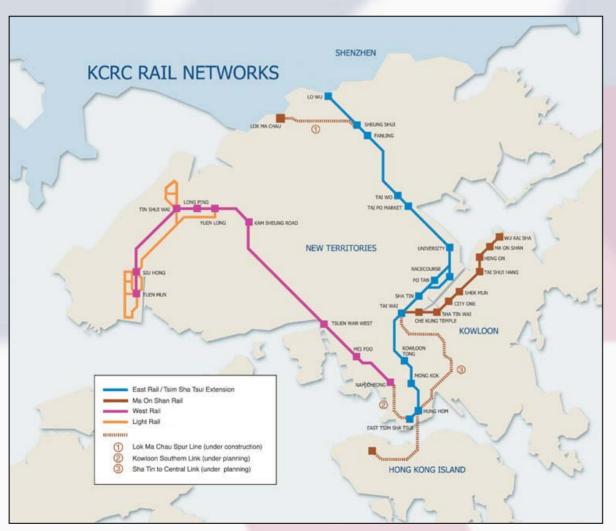


Content

- KCRC Electricity Consumption Profile
- KCRC Traction Supply Networks
- Potential Energy Cost Saving Measures
- Energy Demand for Future Extensions
- View on Post 2008 Electricity Market
- Q & A



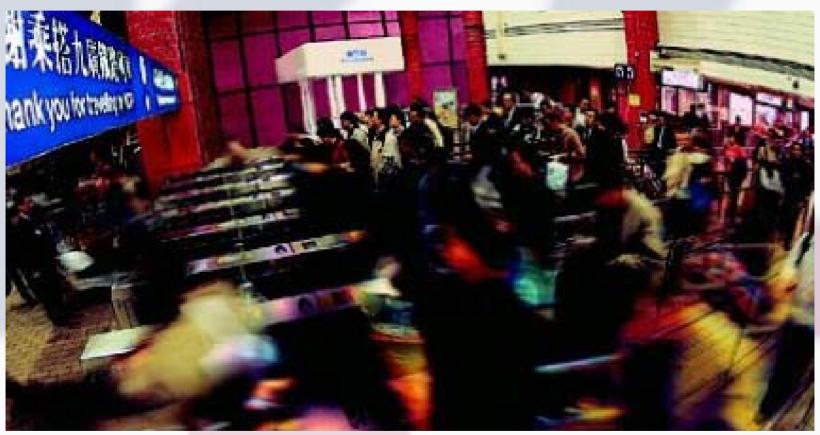
KCRC Network



- Total length > 150 km
- Annual electricity consumption HK\$ 450 million in 2004



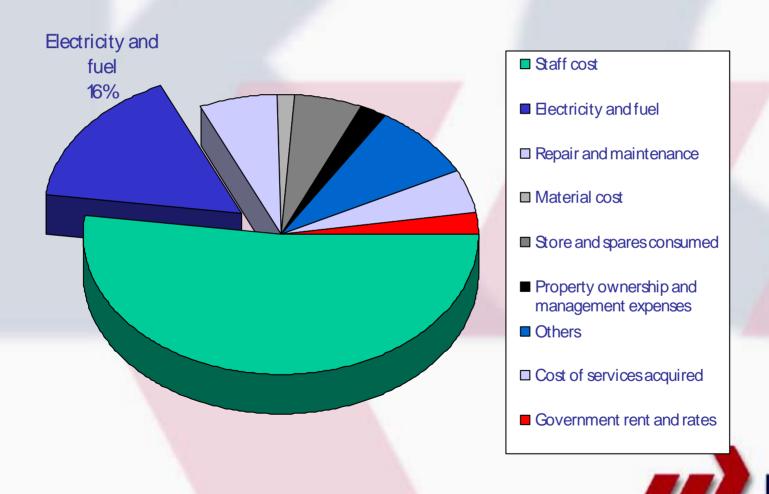
Daily Patronage



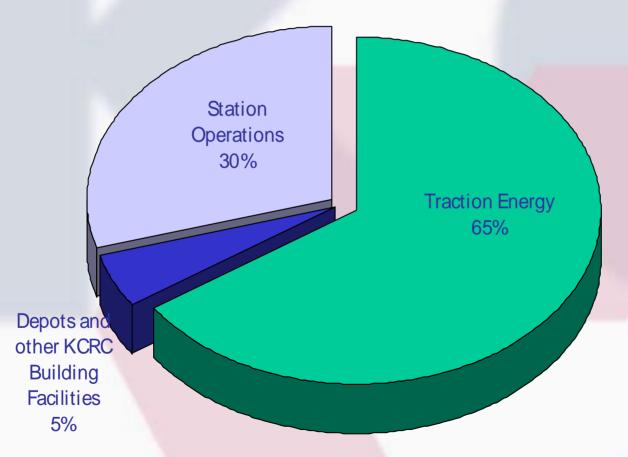
Average daily patronage 1.5 million



KCRC Operating Expenses



Breakdown of Energy Cost



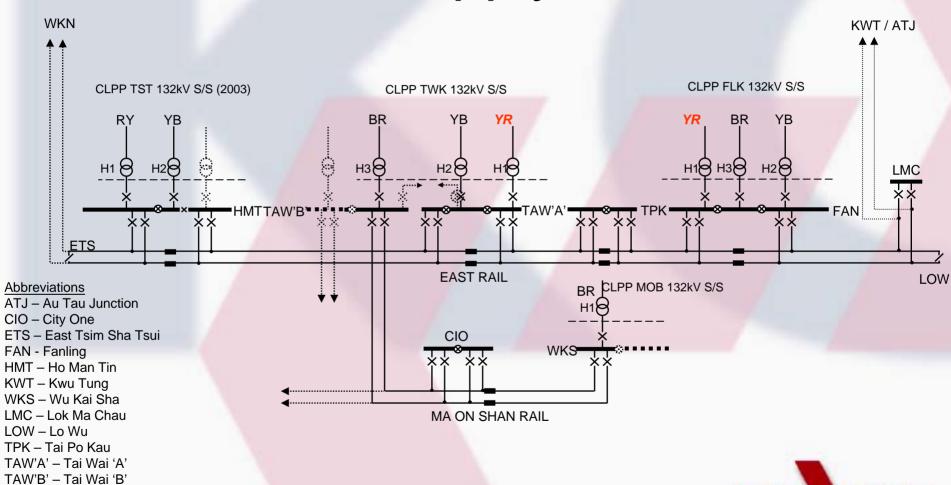


KCRC Traction Supply Networks

| I List | System Voltage | Infeed Points |
|------------|----------------|---|
| East Rail | AC 25kV | Ho Man Tin, Tai Wai & Fanling CLP 132kV/25kV substation |
| West Rail | AC 25kV | Kwai Fong & Tin Shui Wai CLP 132kV/25kV substation |
| MOS Rail | AC 25kV | Tai Wai & Wu Kai Sha CLP 132kV/25kV substation |
| Light Rail | DC 750V | Tuen Mun, Yuen Long, Tin Shui Wai CLP 132kV/11kV substation |



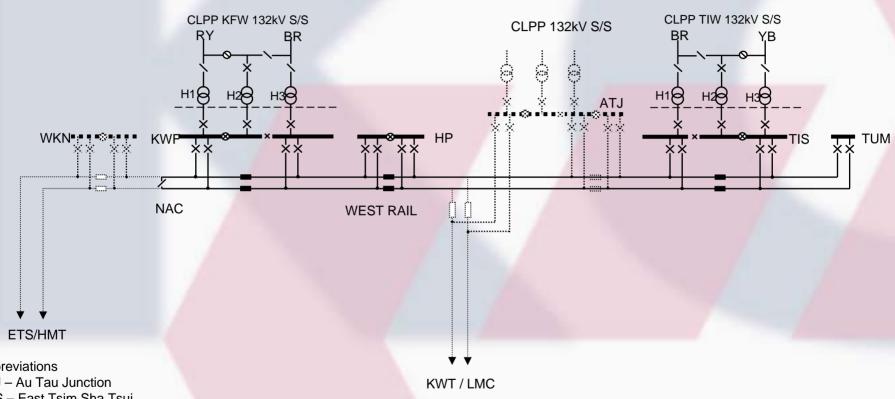
East Rail Supply Networks



WKN - West Kowloon



West Rail Supply Networks



Abbreviations

ATJ - Au Tau Junction

ETS - East Tsim Sha Tsui

KWF - Kwai Fong

KWT - Kwu Tung

LMC - Lok Ma Chau

NAC - Nam Cheong

HP - Ho Pui

TIS - Tin Shui Wai

TUM - Tuen Mun

WKN - West Kowloon



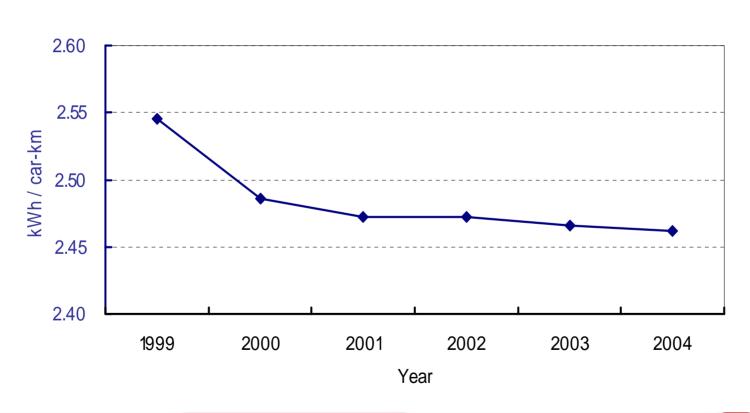
CLP Tariff

- Traction energy -- Large Power Tariff Scheme
- Station energy -- Bulk Power Tariff Scheme
- Keep on negotiating for a better rate



Trend of Traction Energy

East Rail Traction Energy





Energy Management Introduction of Regenerative Braking



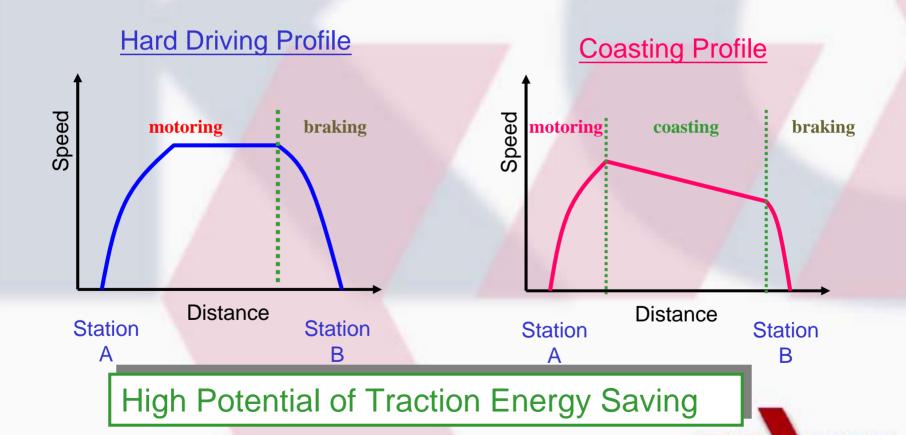
SP-1900 / SP-1950 New EMU



Phase III LRV



Energy ManagementTraction Coasting Control



Energy Management

Replacement of Motor Alternator with Power Electronic Converter



Traditional Motor-Alternator Set

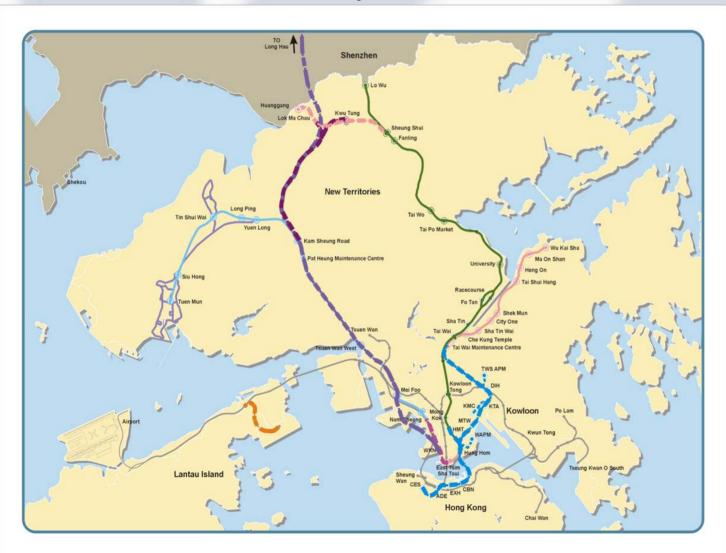


State-of-the-art Power Electronic Converter

On-going energy saving approx. HK\$ 6 million annually



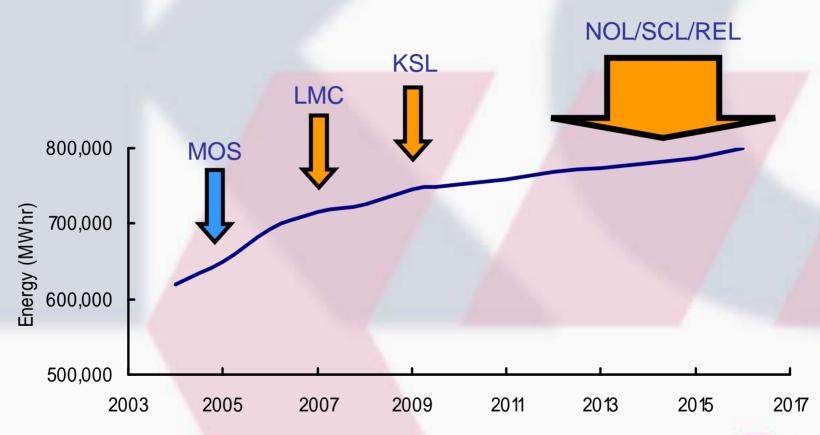
KCRC Network Extension by 30% in future



- Lok Ma Chau Spur Line
- KowloonSouthern Link
- Northern Link
- ShatinCentral Link
- Regional Express Line



Energy Demand Projection





Potential connectivity for better security

- Linking with HEC due to SCL
- Better assurance on the supply security due to two sources of supply



Opening of electricity market will have *impacts* on

- Price structure
- Security
- Reliability
- Choice of optimal supplier



Opinion

Being a mass transit service provider and probably one of the largest electricity consumer in HK, KCRC is closely observing the development of the electricity market reform with an openminded.



Bottom Lines

To obtain electricity power with

- **4**Good security
- **4**High reliability
- **+Best price**

for enabling KCRC to provide good service to passenger



End of Presentation

