

18th September, 2006

Dear Sir or Madam,

MTR Corporation Limited (地鐵有限公司) (the "Company")
(Stock Code: 66)**Election of Language and Means of Receipt of Corporate Communications****1. Introduction**

The Company is permitted to allow registered shareholders (the "Shareholders") to elect (i) to receive summary financial reports (each, a "Financial Summary") in place of the complete annual report and accounts (each, a "Long-form Report") or (ii) to rely on the corresponding copies posted on the Company's website.

At this year's Annual General Meeting the Shareholders approved an amendment to the Company's Articles of Association to permit the Company to disseminate its other corporate communications (such as notices, listing documents, circulars and forms) in addition to the Financial Summary, Long-form Report and interim reports ("Corporate Communications") to the Shareholders via electronic means where such Shareholders have given their express, positive confirmation in writing that they wish to receive such communications in this manner.

2. Electronic Communication Option

The Company invites you to select the choice of receipt of all future Corporate Communications, either:

- (i) via electronic means through its website at www.mtr.com.hk (the "Electronic Communication Option"); or
- (ii) in printed form, in English only, in Chinese only or in both English and Chinese.

I encourage you to take advantage of the Electronic Communication Option as this electronic approach is a more convenient and prompt method of communication and helps reduce consumption of the world's natural resources and save printing and mailing costs for the Company.

As a token of appreciation of your support to opt for the Electronic Communication Option, the first 20,000 Shareholders who complete, sign and return the enclosed reply slip to the Company on or before 18th October, 2006 (the "Relevant Date") opting for the Electronic Communication Option (Box (A) or (B)) will each be entitled, on a first-come-first-served basis, to two single journey tickets which can be used on all MTR Lines (except the Airport Express Line). The entitled Shareholders will be determined by the date and time of receipt of the enclosed reply slip registered by the Company's Share Registrars. The two single journey tickets will be sent to the entitled Shareholders by ordinary mail as soon as possible after 31st October, 2006.

3. Annual Accounts: Financial Summary or Long-form Report

For those Shareholders who elect to receive all future Corporate Communications in printed form, the Company is also seeking your election as to whether you would like to receive the Financial Summary in place of the Long-form Report.

The Financial Summary is a document that contains all the information and particulars contained on the face of the Company's balance sheet and profit and loss account, together with key information from the Long-form Report. The Financial Summary only gives a summary of the information and particulars contained in the Long-form Report, from which it is derived.

You may complete and return the enclosed reply slip indicating whether, with effect from the Financial Summary for the year ended 31st December, 2006 and the Long-form Report for the same year (both of which will be published in or around April 2007), you wish and agree to select one of the various options given to you in the reply slip.

4. Actions to be taken

Please tick the appropriate box on the enclosed reply slip and sign and return it by post or hand delivery to the Company c/o Computershare Hong Kong Investor Services Limited ("Registrars"), 46th Floor, Hopewell Centre, 183 Queen's Road East, Hong Kong on or before the Relevant Date. If your registered address is within Hong Kong, the enclosed envelope will be postage prepaid and you will not need to affix a stamp when returning your reply slip. Otherwise, please affix an appropriate stamp.

If the Company does not receive your enclosed reply slip on or before the Relevant Date, but

- **you have previously elected to access the website version of the Company's financial statements,** the Company will only send to you (a) a printed Chinese version of all future Corporate Communications (but not including the Company's financial statements) if your registered address is in Hong Kong and you have a Chinese surname; or otherwise (b) a printed English version of such Corporate Communications.
- **you have previously elected to receive a printed version of the Company's financial statements,** the Company will send to you a printed version of all future Corporate Communications in the same form in which you currently receive the Company's financial statements.
- **you have not previously elected the language and means of receipt of the Company's financial statements,** the Company will only send to you (a) a printed Chinese version of all future Corporate Communications (including the Financial Summary rather than the Long-form Report) if your registered address is in Hong Kong and you have a Chinese surname; or otherwise (b) a printed English version of such Corporate Communications.

Even if you select one of the options in the enclosed reply slip, you will have the right at any time by reasonable notice in writing served on the Company or its Registrars to change your means of receipt or choice of language of Corporate Communications.

Both the English and Chinese versions of the Corporate Communications will be available from the Company or its Registrars on request; and they will also be available, from their date of despatch, on the Company's website on www.mtr.com.hk.

If you have any queries relating to this letter, please call the Company's hotline on (852) 2881 8888.

Yours faithfully,
L.B. Turk
Secretary
For and on behalf of
MTR Corporation Limited