

## Glossary

<b>Airport Express</b>	Train service provided between AsiaWorld-Expo Station and Hong Kong Station
<b>Appointed Day or Day One or Merger Date</b>	2 December 2007 when the Rail Merger was completed
<b>Articles of Association</b>	The articles of association of the Company
<b>Board</b>	The board of directors of the Company
<b>Bus</b>	Feeder bus services operated in support of West Rail Line, East Rail Line and Light Rail
<b>Company or MTR Corporation</b>	MTR Corporation Limited 香港鐵路有限公司, a company which was incorporated under the Companies Ordinance (Chapter 32 of the Laws of Hong Kong) on 26 April 2000
<b>Computershare</b>	Computershare Hong Kong Investor Services Limited
<b>Cross-boundary Service or Cross-boundary</b>	Journeys with destination to / commencing from Lo Wu and Lok Ma Chau stations
<b>Customer Service Pledge</b>	Annually published performance targets in accordance with the Operating Agreement
<b>Director and Member of the Board</b>	A member of the Board
<b>Domestic Service</b>	Collective name for MTR Lines and KCR Lines
<b>FSI</b>	The Financial Secretary Incorporated, a corporation solely established under the Financial Secretary Incorporation Ordinance (Chapter 1015 of the Laws of Hong Kong)
<b>Government</b>	The Government of the Hong Kong SAR
<b>Group</b>	The Company and its subsidiaries
<b>HKSE or Stock Exchange</b>	The Stock Exchange of Hong Kong Limited
<b>Hong Kong or Hong Kong SAR or HKSAR</b>	The Hong Kong Special Administrative Region of the People's Republic of China
<b>Integrated MTR System</b>	Collective name for MTR System and KCR System
<b>Intercity</b>	Intercity passenger services operated between Hong Kong and certain major cities in the Mainland of China such as Guangzhou, Beijing and Shanghai
<b>Interest Cover</b>	Operating profit before depreciation and amortisation divided by gross interest and finance charges before capitalisation and interest income from loan to a property developer
<b>KCRC</b>	Kowloon-Canton Railway Corporation
<b>KCR Lines</b>	Collective name for East Rail Line (excluding Cross-boundary Service), West Rail Line and Ma On Shan Line
<b>KCR System</b>	Collective name for KCR Lines, Cross Boundary Service, Light Rail, Bus and Intercity services
<b>Light Rail</b>	Light rail system serving North West New Territories
<b>Listing Rules</b>	The Rules Governing the Listing of Securities on the Stock Exchange
<b>Mainland or Mainland China or Mainland of China</b>	The People's Republic of China
<b>MTR Lines</b>	Collective name for the Kwun Tong Line, Tsuen Wan Line, Island Line, Tung Chung Line, Tseung Kwan O Line and Disneyland Resort Line
<b>MTR Ordinance</b>	The Mass Transit Railway Ordinance (Chapter 556 of the Laws of Hong Kong)
<b>MTR System</b>	Collective name for MTR Lines and Airport Express
<b>Net Debt-to-equity Ratio</b>	Loans, obligations under finance leases, bank overdrafts and obligations under service concession net of cash and cash equivalents in the balance sheet as a percentage of the total equity attributable to equity shareholders of the Company
<b>Operating Agreement</b>	The agreement entered into by the Company and the Government on 30 June 2000 for the operation of the MTR System in the Pre-Merger period and a new agreement entered on 9 August 2007 for the operation of the Integrated MTR System after the Rail Merger
<b>Operating Margin</b>	Operating profit from railway and related businesses before depreciation and amortisation as a percentage of turnover
<b>Ordinary Shares</b>	Ordinary shares of HK\$1.00 each in the capital of the Company
<b>Post-Merger or Post-Rail Merger</b>	Refers to the period from 2 December 2007 to 31 December 2007
<b>Pre-Merger or Pre-Rail Merger</b>	Refers to the period from 1 January 2007 to 1 December 2007
<b>Rail Merger or Merger</b>	The merger of the rail operations of MTR Corporation and KCRC and the acquisition of certain property interests by MTR Corporation from KCRC, full details of which are set out in the Rail Merger Circular. The Rail Merger was completed on 2 December 2007
<b>Rail Merger Bill or Rail Merger Ordinance</b>	The Rail Merger Bill refers to the draft legislation on the Rail Merger which was passed by the Legislative Council of Hong Kong on 8 June 2007 and became the Rail Merger Ordinance (Ordinance No.11 of 2007)
<b>Rail Merger Circular</b>	Refers to the circular dated 3 September 2007 despatched to the Company's shareholders in connection with the Rail Merger
<b>Return on Average Equity Attributable to Equity Shareholders</b>	Profit attributable to equity shareholders of the Company as a percentage of the average of the beginning and closing total equity attributable to equity shareholders of the Company of the period
<b>SEC</b>	The U.S. Securities and Exchange Commission
<b>Service Concession</b>	The service concession and licence granted by KCRC to the Company under the Service Concession Agreement, full details of which are set out in the Rail Merger Circular
<b>Service Quality Index</b>	A measure of customer satisfaction for the services provided by MTR Lines and Airport Express based on the service attributes (excluding fares) weighted by the corresponding importance from the customer research