

Contents of Accounts and Notes

138	Independent Auditor's Report	183	25	Prepaid Land Lease Payments
	Accounts	184	26	Interests in Non-controlled Subsidiaries
139	Consolidated Profit and Loss Account	186	27	Investments in Subsidiaries
140	Consolidated Balance Sheet	189	28	Interests in Associates
141	Balance Sheet	190	29	Investments in Securities
142	Consolidated Statement of Changes in Equity	190	30	Staff Housing Loans
143	Consolidated Cash Flow Statement	191	31	Properties Held for Sale
	Notes to the Accounts	192	32	Derivative Financial Assets and Liabilities
144	1 Statement of Compliance	196	33	Stores and Spares
144	2 Principal Accounting Policies	196	34	Debtors, Deposits and Payments in Advance
155	3 Rail Merger with Kowloon-Canton Railway Corporation	197	35	Loan to a Property Developer
157	4 Fare Revenue	198	36	Amounts Due from the Government and Other Related Parties
157	5 Non-fare Revenue	198	37	Cash and Cash Equivalents
158	6 Operating Expenses	199	38	Loans and Other Obligations
160	7 Remuneration of Members of the Board and the Executive Directorate	202	39	Creditors, Accrued Charges and Provisions
163	8 Profit on Property Developments	204	40	Contract Retentions
164	9 Depreciation and Amortisation	205	41	Amounts Due to Related Parties
164	10 Merger Related Expenses	205	42	Obligations under Service Concession
165	11 Interest and Finance Charges	206	43	Deferred Income
166	12 Share of Profits of Non-controlled Subsidiaries and Associates	206	44	Income Tax in the Balance Sheet
166	13 Income Tax	207	45	Share Capital and Capital Management
167	14 Profit Attributable to Equity Shareholders	209	46	Other Reserves
167	15 Dividends	211	47	Share-based Payments
167	16 Earnings Per Share	216	48	Retirement Schemes
168	17 Segmental Information	218	49	Defined Benefit Retirement Plan Obligations
172	18 Investment Properties	221	50	Interests in Jointly Controlled Operations
173	19 Other Property, Plant and Equipment	222	51	Material Related Party Transactions
176	20 Service Concession Assets	225	52	Commitments
177	21 Property Management Rights	229	53	Accounting Estimates and Judgements
178	22 Railway Construction in Progress	230	54	Possible Impact of Amendments, New Standards and Interpretations Issued but Not Yet Effective for the Annual Accounting Period Ended 31 December 2008
179	23 Property Development in Progress	230	55	Approval of Accounts
182	24 Deferred Expenditure			