

# Consolidated Profit and Loss Account

for the year ended 31 December in HK\$ million	Note	2008	2007
Fare revenue	4	11,467	7,115
Station commercial and rail related revenue	5A	3,449	1,741
Rental, management and other revenue	5B	2,712	1,834
<b>Turnover</b>		<b>17,628</b>	<b>10,690</b>
Staff costs and related expenses	6A	(3,358)	(1,802)
Energy and utilities		(1,020)	(576)
Operational rent and rates		(179)	(99)
Stores and spares consumed		(411)	(130)
Repairs and maintenance	6B	(856)	(521)
Railway support services		(121)	(86)
Expenses relating to station commercial and rail related businesses		(822)	(410)
Expenses relating to property ownership, management and other businesses		(785)	(540)
Project study and business development expenses	6C	(198)	(268)
General and administration expenses	6D	(342)	(183)
Other expenses	6D	(211)	(163)
<b>Operating expenses before depreciation and amortisation</b>		<b>(8,303)</b>	<b>(4,778)</b>
<b>Operating profit from railway and related businesses before depreciation and amortisation</b>		<b>9,325</b>	<b>5,912</b>
Profit on property developments	8	4,670	8,304
<b>Operating profit before depreciation and amortisation</b>		<b>13,995</b>	<b>14,216</b>
Depreciation and amortisation	9	(2,930)	(2,739)
Merger related expenses	10	(53)	(193)
<b>Operating profit before interest and finance charges</b>		<b>11,012</b>	<b>11,284</b>
Interest and finance charges	11	(1,998)	(1,316)
Change in fair value of investment properties	18	(146)	8,011
Net gain on acquisition of subsidiaries		–	187
Share of profits of non-controlled subsidiaries and associates	12	159	99
<b>Profit before taxation</b>		<b>9,027</b>	<b>18,265</b>
Income tax	13A	(747)	(3,083)
<b>Profit for the year</b>		<b>8,280</b>	<b>15,182</b>
<b>Attributable to:</b>			
– Equity shareholders of the Company	14	8,284	15,180
– Minority interests		(4)	2
<b>Profit for the year</b>		<b>8,280</b>	<b>15,182</b>
<b>Dividends paid and proposed to equity shareholders of the Company attributable to the year:</b>	15		
– Interim dividend declared and paid during the year		790	782
– Final dividend proposed after the balance sheet date		1,925	1,740
		<b>2,715</b>	<b>2,522</b>
<b>Earnings per share:</b>	16		
– Basic		HK\$1.47	HK\$2.72
– Diluted		HK\$1.47	HK\$2.72

The notes on pages 144 to 230 form part of the accounts