

CONSOLIDATED PROFIT AND LOSS ACCOUNT

for the year ended 31 December in HK\$ million	Note	2011	2010
Revenue from Hong Kong transport operations	4	13,509	12,635
Revenue from Hong Kong station commercial business	5	3,422	2,853
Revenue from property rental and management businesses	6	3,215	2,961
Revenue from railway subsidiaries outside of Hong Kong	7	12,279	10,144
Revenue from other businesses	8	998	925
Other net income	9	–	–
		33,423	29,518
Expenses relating to Hong Kong transport operations			
– Staff costs and related expenses	10A	(3,673)	(3,398)
– Energy and utilities		(1,110)	(1,067)
– Operational rent and rates		(199)	(184)
– Stores and spares consumed		(466)	(421)
– Maintenance and related works	10B	(1,048)	(912)
– Railway support services		(206)	(207)
– General and administration expenses		(429)	(379)
– Other expenses		(223)	(253)
		(7,354)	(6,821)
Expenses relating to Hong Kong station commercial business		(358)	(294)
Expenses relating to property rental and management businesses		(721)	(654)
Expenses relating to railway subsidiaries outside of Hong Kong	7	(11,830)	(9,865)
Expenses relating to other businesses		(913)	(751)
Project study and business development expenses	10C	(123)	(216)
Operating expenses before depreciation, amortisation and variable annual payment	10D, E&F	(21,299)	(18,601)
Operating profit before property developments, depreciation, amortisation and variable annual payment		12,124	10,917
Profit on property developments	12	4,934	4,034
Operating profit before depreciation, amortisation and variable annual payment		17,058	14,951
Depreciation and amortisation	13	(3,206)	(3,120)
Variable annual payment	14	(647)	(45)
Operating profit before interest and finance charges		13,205	11,786
Interest and finance charges	15	(921)	(1,237)
Investment property revaluation	23	5,088	4,074
Share of profits of non-controlled subsidiaries and associates	16	297	139
Profit before taxation		17,669	14,762
Income tax	17A	(2,821)	(2,590)
Profit for the year		14,848	12,172
Attributable to:			
– Equity shareholders of the Company	18A	14,716	12,059
– Non-controlling interests		132	113
Profit for the year		14,848	12,172
Profit for the year attributable to equity shareholders of the Company:			
– Arising from underlying businesses before property developments		6,243	5,397
– Arising from property developments		4,225	3,260
– Arising from underlying businesses	18B	10,468	8,657
– Arising from investment property revaluation		4,248	3,402
		14,716	12,059
Earnings per share:	20		
– Basic		HK\$2.55	HK\$2.10
– Diluted		HK\$2.54	HK\$2.10

The notes on pages 153 to 238 form part of the accounts.