

# CONSOLIDATED PROFIT AND LOSS ACCOUNT

for the year ended 31 December in HK\$ million	Note	2019	2018
Revenue from Hong Kong transport operations	4	19,938	19,490
Revenue from Hong Kong station commercial businesses	5	6,799	6,458
Revenue from Hong Kong property rental and management businesses	6	5,137	5,055
Revenue from Mainland of China and international railway, property rental and management subsidiaries	7	21,085	20,877
Revenue from other businesses	8	1,545	1,990
		54,504	53,870
Revenue from Mainland of China property development	7	–	60
<b>Total revenue</b>		<b>54,504</b>	<b>53,930</b>
Expenses relating to Hong Kong transport operations			
– Staff costs and related expenses	10A	(6,489)	(5,847)
– Maintenance and related works		(2,662)	(1,638)
– Energy and utilities		(1,841)	(1,670)
– General and administration expenses		(1,209)	(769)
– Railway support services		(630)	(380)
– Stores and spares consumed		(613)	(559)
– Government rent and rates		(256)	(117)
– Other expenses		(329)	(339)
		(14,029)	(11,319)
Expenses relating to Hong Kong station commercial businesses		(680)	(567)
Expenses relating to Hong Kong property rental and management businesses		(851)	(813)
Expenses relating to Mainland of China and international railway, property rental and management subsidiaries	7	(19,760)	(20,001)
Expenses relating to other businesses	21B(c)(ii)	(3,557)	(2,004)
Project study and business development expenses		(276)	(323)
		(39,153)	(35,027)
Expenses relating to Mainland of China property development	7	(25)	(35)
<b>Operating expenses before depreciation, amortisation and variable annual payment</b>	10B&C	<b>(39,178)</b>	<b>(35,062)</b>
<b>Operating profit before Hong Kong property development, depreciation, amortisation and variable annual payment</b>			
– Arising from recurrent businesses		15,351	18,843
– Arising from Mainland of China property development		(25)	25
		15,326	18,868
Profit on Hong Kong property development	12	5,707	2,574
<b>Operating profit before depreciation, amortisation and variable annual payment</b>		<b>21,033</b>	<b>21,442</b>
Depreciation and amortisation	13	(5,237)	(4,985)
Variable annual payment		(2,583)	(2,305)
Share of profit or loss of associates and joint venture	25	288	658
<b>Profit before interest, finance charges and taxation</b>		<b>13,501</b>	<b>14,810</b>
Interest and finance charges	14	(859)	(1,074)
Investment property revaluation	19A	1,372	4,745
<b>Profit before taxation</b>		<b>14,014</b>	<b>18,481</b>
Income tax	15A	(1,922)	(2,325)
<b>Profit for the year</b>		<b>12,092</b>	<b>16,156</b>
<b>Attributable to:</b>			
– Shareholders of the Company		11,932	16,008
– Non-controlling interests		160	148
<b>Profit for the year</b>		<b>12,092</b>	<b>16,156</b>
<b>Profit for the year attributable to shareholders of the Company:</b>			
– Arising from recurrent businesses		4,980	9,020
– Arising from property development		5,580	2,243
– Arising from underlying businesses		10,560	11,263
– Arising from investment property revaluation		1,372	4,745
		11,932	16,008
<b>Earnings per share:</b>	17		
– Basic		HK\$1.94	HK\$2.64
– Diluted		HK\$1.94	HK\$2.64

The notes on pages 187 to 262 form part of the accounts.