

Consolidated Profit and Loss Account

in HK\$ million	Note	Half year ended 30 June 2011 (Unaudited)	Half year ended 30 June 2010 (Unaudited)
Hong Kong fare revenue		6,392	5,933
Station commercial and rail related revenue		1,930	1,732
Rental, management and other revenue		1,676	1,585
Revenue from railway subsidiaries outside of Hong Kong	3	6,171	4,852
Other net income	4	–	–
		16,169	14,102
Expenses relating to Hong Kong fare revenue			
– Staff costs and related expenses		(1,648)	(1,583)
– Energy and utilities		(513)	(498)
– Operational rent and rates		(101)	(91)
– Stores and spares consumed		(221)	(184)
– Maintenance and related works		(461)	(423)
– Railway support services		(71)	(67)
– General and administration expenses		(165)	(146)
– Other expenses		(87)	(93)
		(3,267)	(3,085)
Expenses relating to station commercial and rail related businesses		(500)	(442)
Expenses relating to property ownership, management and other businesses		(425)	(372)
Expenses relating to railway subsidiaries outside of Hong Kong	3	(5,925)	(4,645)
Project study and business development expenses		(51)	(67)
		(10,168)	(8,611)
Operating expenses before depreciation, amortisation and variable annual payment arising from the Rail Merger			
Operating profit from railway and related businesses before depreciation, amortisation and variable annual payment arising from the Rail Merger		6,001	5,491
Profit on property developments	5	1,445	3,705
Operating profit before depreciation, amortisation and variable annual payment arising from the Rail Merger		7,446	9,196
Depreciation and amortisation		(1,611)	(1,537)
Variable annual payment arising from the Rail Merger		(301)	–
Operating profit before interest and finance charges		5,534	7,659
Interest and finance charges		(459)	(656)
Change in fair value of investment properties		4,408	1,101
Share of profits of non-controlled subsidiaries and associates	6	155	82
Profit before taxation		9,638	8,186
Income tax	7	(1,502)	(1,482)
Profit for the period		8,136	6,704
Attributable to:			
– Equity shareholders of the Company		8,050	6,639
– Non-controlling interests		86	65
Profit for the period		8,136	6,704
Earnings per share:	9		
– Basic		HK\$1.39	HK\$1.16
– Diluted		HK\$1.39	HK\$1.16

The notes on pages 33 to 48 form part of this interim financial report. Details of dividends payable to equity shareholders of the company are set out in note 8.