

CONSOLIDATED PROFIT AND LOSS ACCOUNT

in HK\$ million	Note	Half year ended 30 June 2012 (Unaudited)	Half year ended 30 June 2011 (Unaudited and restated)
Revenue from Hong Kong transport operations		6,914	6,471
Revenue from Hong Kong station commercial business		1,699	1,527
Revenue from property rental and management businesses		1,730	1,560
Revenue from railway subsidiaries outside of Hong Kong	3	6,335	6,171
Revenue from other businesses		476	440
Other net income		–	–
		17,154	16,169
Expenses relating to Hong Kong transport operations			
– Staff costs and related expenses		(1,763)	(1,648)
– Energy and utilities		(561)	(513)
– Operational rent and rates		(113)	(101)
– Stores and spares consumed		(226)	(221)
– Maintenance and related works		(484)	(461)
– Railway support services		(103)	(99)
– General and administration expenses		(179)	(165)
– Other expenses		(105)	(94)
		(3,534)	(3,302)
Expenses relating to Hong Kong station commercial business		(188)	(159)
Expenses relating to property rental and management businesses		(335)	(336)
Expenses relating to railway subsidiaries outside of Hong Kong	3	(6,002)	(5,925)
Expenses relating to other businesses		(476)	(395)
Project study and business development expenses		(100)	(51)
		(10,635)	(10,168)
Operating expenses before depreciation, amortisation and variable annual payment			
Operating profit before property developments, depreciation, amortisation and variable annual payment		6,519	6,001
Profit on property developments	4	627	1,445
Operating profit before depreciation, amortisation and variable annual payment		7,146	7,446
Depreciation and amortisation		(1,613)	(1,611)
Variable annual payment		(402)	(301)
Operating profit before interest and finance charges		5,131	5,534
Interest and finance charges		(432)	(459)
Investment property revaluation		1,740	4,408
Share of profits of non-controlled subsidiaries and associates	5	299	155
Profit before taxation		6,738	9,638
Income tax	6	(796)	(775)
Profit for the period		5,942	8,863
Attributable to:			
– Equity shareholders of the Company		5,861	8,777
– Non-controlling interests		81	86
Profit for the period		5,942	8,863
Profit for the period attributable to equity shareholders of the Company:			
– Arising from underlying businesses before property developments		3,597	3,058
– Arising from property developments	4	524	1,311
– Arising from underlying businesses		4,121	4,369
– Arising from investment property revaluation		1,740	4,408
		5,861	8,777
Earnings per share:	8		
– Basic		HK\$1.01	HK\$1.52
– Diluted		HK\$1.01	HK\$1.52

The notes on pages 40 to 55 form part of this interim financial report. Details of dividends payable to equity shareholders of the Company are set out in note 7.