

Consolidated Profit and Loss Account

in HK\$ million	Note	Half year ended 30 June 2017 (Unaudited)	Half year ended 30 June 2016 (Unaudited)
Revenue from Hong Kong transport operations		8,957	8,617
Revenue from Hong Kong station commercial businesses		2,788	2,695
Revenue from Hong Kong property rental and management businesses		2,432	2,359
Revenue from Mainland of China and international railway, property rental and management subsidiaries	2	7,924	6,526
Revenue from other businesses		1,059	1,110
		23,160	21,307
Revenue from Mainland of China property development subsidiary	2	6,844	–
		30,004	21,307
Expenses relating to Hong Kong transport operations			
– Staff costs and related expenses		(2,530)	(2,360)
– Energy and utilities		(705)	(700)
– Operational rent and rates		(119)	(99)
– Stores and spares consumed		(252)	(229)
– Maintenance and related works		(665)	(621)
– Railway support services		(136)	(136)
– General and administration expenses		(223)	(253)
– Other expenses		(154)	(135)
		(4,784)	(4,533)
Expenses relating to Hong Kong station commercial businesses		(239)	(253)
Expenses relating to Hong Kong property rental and management businesses		(344)	(361)
Expenses relating to Mainland of China and international railway, property rental and management subsidiaries	2	(7,498)	(6,147)
Expenses relating to other businesses		(1,090)	(1,046)
Project study and business development expenses		(159)	(130)
		(14,114)	(12,470)
Expenses relating to Mainland of China property development subsidiary	2	(4,658)	(27)
Operating expenses before depreciation, amortisation and variable annual payment		(18,772)	(12,497)
Operating profit before Hong Kong property development, depreciation, amortisation and variable annual payment			
– Arising from recurrent businesses		9,046	8,837
– Arising from Mainland of China property development		2,186	(27)
		11,232	8,810
Profit on Hong Kong property development	3	622	219
Operating profit before depreciation, amortisation and variable annual payment		11,854	9,029
Depreciation and amortisation		(2,390)	(2,008)
Variable annual payment		(915)	(867)
Operating profit before interest and finance charges		8,549	6,154
Interest and finance charges	4	(403)	(268)
Investment property revaluation	11	1,632	48
Share of profit or loss of associates	5	180	297
Profit before taxation		9,958	6,231
Income tax	6	(2,425)	(1,037)
Profit for the period		7,533	5,194
Attributable to:			
– Shareholders of the Company		7,480	5,121
– Non-controlling interests		53	73
Profit for the period		7,533	5,194
Profit for the period attributable to shareholders of the Company:			
– Arising from recurrent businesses		4,478	4,866
– Arising from property development		1,370	207
– Arising from underlying businesses		5,848	5,073
– Arising from investment property revaluation		1,632	48
		7,480	5,121
Earnings per share:	8		
– Basic		HK\$1.27	HK\$0.87
– Diluted		HK\$1.26	HK\$0.87

The notes on pages 49 to 67 form part of this interim financial report. Details of dividends payable to shareholders of the Company are set out in note 7.