

Consolidated Profit and Loss Account

<i>for the year ended 31 December in HK\$ million</i>	Note	2007	2006
Fare revenue	4	7,115	6,523
Station commercial and rail related revenue	5A	1,741	1,542
Rental, management and other revenue	5B	1,834	1,476
Turnover		10,690	9,541
Staff costs and related expenses	6A	(1,802)	(1,653)
Energy and utilities		(576)	(539)
Operational rent and rates		(99)	(65)
Stores and spares consumed		(130)	(120)
Repairs and maintenance	6B	(521)	(511)
Railway support services		(86)	(80)
Expenses relating to station commercial and rail related businesses		(410)	(410)
Expenses relating to property ownership, management and other businesses		(540)	(345)
Project study and business development expenses	6C	(268)	(267)
General and administration expenses	6D	(183)	(192)
Other expenses	6D	(163)	(158)
Operating expenses before depreciation and amortisation		(4,778)	(4,340)
Operating profit from railway and related businesses before depreciation and amortisation		5,912	5,201
Profit on property developments	8	8,304	5,817
Operating profit before depreciation and amortisation		14,216	11,018
Depreciation and amortisation	9	(2,739)	(2,674)
Merger related expenses	10	(193)	–
Operating profit before interest and finance charges		11,284	8,344
Interest and finance charges	11	(1,316)	(1,398)
Change in fair value of investment properties	18	8,011	2,178
Net gain on acquisition of subsidiaries	27B	187	–
Share of profits less losses of non-controlled subsidiaries and associates	12	99	45
Profit before taxation		18,265	9,169
Income tax	13A	(3,083)	(1,411)
Profit for the year		15,182	7,758
Attributable to:			
– Equity shareholders of the Company	14	15,180	7,759
– Minority interests		2	(1)
Profit for the year		15,182	7,758
Dividends paid and proposed to equity shareholders of the Company attributable to the year	15		
– Interim dividend declared and paid during the year		782	774
– Final dividend proposed after the balance sheet date		1,740	1,554
		2,522	2,328
Earnings per share:	16		
– Basic		HK\$2.72	HK\$1.41
– Diluted		HK\$2.72	HK\$1.41

The notes on pages 132 to 214 form part of the accounts