

Consolidated profit and loss account

| for the half-year ended 30 June <i>in HK\$ million</i> | Note | 2003 (Unaudited) | 2002 (Unaudited) (Note 16A) |
|---|------|---------------------|-----------------------------------|
| Fare revenue | | | |
| – MTR Lines | | 2,391 | 2,477 |
| – Airport Express Line | | 176 | 275 |
| Station commercial and other revenue | | 512 | 473 |
| Rental and management income | | 488 | 491 |
| Turnover | | 3,567 | 3,716 |
| Staff costs and related expenses | | (832) | (783) |
| Energy and utilities | | (258) | (230) |
| Operational rent and rates | | 6 | (41) |
| Stores and spares consumed | | (55) | (51) |
| Repairs and maintenance | | (215) | (185) |
| Railway support services | | (40) | (46) |
| Expenses relating to station commercial and other businesses | | (135) | (85) |
| Property ownership and management expenses | | (90) | (75) |
| General and administration expenses | | (74) | (73) |
| Project study and deferred expenditures written off | | (5) | (47) |
| Other expenses | | (55) | (46) |
| Operating expenses before depreciation | | (1,753) | (1,662) |
| Operating profit from railway and related operations before depreciation | | 1,814 | 2,054 |
| Profit on property developments | 2 | 678 | 1,314 |
| Operating profit before depreciation | | 2,492 | 3,368 |
| Depreciation | 3 | (1,193) | (1,143) |
| Operating profit before interest and finance charges | | 1,299 | 2,225 |
| Interest and finance charges: | | | |
| Interest expense | | (833) | (389) |
| Interest income | | 9 | 9 |
| | | (824) | (380) |
| Share of profit of non-controlled subsidiary | | 11 | 20 |
| Profit before taxation | | 486 | 1,865 |
| Taxation | 6 | (375) | (253) |
| Profit after taxation | | 111 | 1,612 |
| Minority interests | | 2 | – |
| Profit attributable to shareholders | | 113 | 1,612 |
| Dividend | 4 | | |
| Interim dividend declared after the balance sheet date | | 734 | 717 |
| Earnings per share: | 5 | | |
| – Basic | | HK\$0.02 | HK\$0.32 |
| – Diluted | | HK\$0.02 | HK\$0.32 |