

Press Announcement

30 April 2013

**Press Announcement of KCRC's Audited Results  
for the Year Ended 31 December 2012**

KCRC's Chief Officer, Edmund KH Leung, today announced the financial results of the Kowloon-Canton Railway Corporation for the year ending 31 December 2012.

Mr. Leung was pleased to note that the total fixed and variable payment made by MTR Corporation Limited under the Service Concession Agreement for 2012 amounted to \$1,633 million, an increase of 17% from the \$1,397 million received for 2011. This has reflected a steady increase in the patronage of the rail network.

Operating profit for 2012 before depreciation, amortization and impairment was \$2,035 million, an increase of 24% as compared with 2011. Net loss increased from \$451 million in 2011 to \$1,250 million.

The Corporation enjoyed a healthy cash operating situation given the revenues received under the Service Concession when set against current operating expenditures. Given non-cash depreciation charges, however, the KCRC accounts showed an accounting loss for 2012.

In his capacity as Chairman of West Rail Property Development Limited (WRPDL), a 51%-owned subsidiary of KCRC, Mr. Leung expressed satisfaction over the major progress that had been achieved during the year in the tendering of several residential sites along West Rail. WRPDL had successfully awarded tenders for three sites in 2012 – the Bayside and Cityside sites at Tsuen Wan West Station and the Long Ping North site next to Long Ping Station.

“In supporting the Government to meet the market demand, the sites awarded from 2011 onwards are being developed to provide a greater number of small and medium sized ‘no frills’ flats. The remaining West Rail sites will similarly be developed to provide more ‘no frills’ flats.” Mr. Leung added.

KCRC's Annual Report for 2012 will be available on the website [www.kcrc.com](http://www.kcrc.com) after formal tabling by the Financial Secretary in the Legislative Council, which is expected in June 2013.