

Press Announcement

21 March 2014

**Press Announcement of KCRC's Audited Results**  
**for the Year Ended 31 December 2013**

KCRC's Chief Officer, Edmund KH Leung, today announced the financial results of the Kowloon-Canton Railway Corporation for the year ended 31 December 2013.

Mr Leung noted that the total fixed and variable payment made by the MTR Corporation Limited under the Service Concession Agreement for 2013 amounted to \$1,997 million, an increase of 22% from the \$1,633 million received for 2012. This reflected the continuing increase in rail patronage.

Operating profit for 2013 before depreciation, amortisation and impairment was \$2,366 million, an increase of \$331 million from 2012. However, mainly due to non-cash depreciation charges, the Corporation's accounts for 2013 showed a net loss for the year of \$990 million, a decrease of \$260 million on the loss of \$1,250 million recorded in 2012. Mr Leung commented that he was confident that the Corporation was well on track to achieving sustained accounting profitability within the not too distant future.

In his related capacity as Chairman of West Rail Property Development Limited (WRPDL), where KCRC is the majority shareholder, Mr Leung also noted the continuing positive progress that had been made over the year as regards the development of several residential sites along West Rail. Of the eleven sites overseen by WRPDL, tenders for the development of eight sites had now been successfully awarded, with the last two of the eight being in 2013 - Tsuen Wan West Station TW6 in January and Long Ping South in June. As regards the sale of completed residential units, Mr Leung highlighted the successful sale in December 2013 of the 911 units in the second and last phase of the Century Gateway development adjacent to Tuen Mun Station. He went on to say that he also expected sales of the 1,717 units in the Tsuen Wan West Station TW7 development (City Point) to commence in the very near future.

KCRC's Annual Report for 2013 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 May/June of 2014.