

## Consolidated Profit and Loss Account

for the year ended 31st December 2004

		2004	2003	2004	2003
	Note	HK\$M	HK\$M	US\$M	US\$M
<b>Turnover</b>					
Passenger services		26,407	18,663	3,386	2,393
Cargo services		11,395	9,913	1,461	1,271
Catering and other services		1,263	1,002	162	128
<b>Total turnover</b>	2	39,065	29,578	5,009	3,792
<b>Expenses</b>					
Staff		(8,842)	(8,035)	(1,134)	(1,030)
Route		(6,890)	(5,416)	(883)	(695)
Fuel		(7,836)	(5,236)	(1,005)	(671)
Aircraft maintenance		(3,784)	(2,856)	(485)	(366)
Depreciation and operating leases		(5,170)	(4,860)	(663)	(623)
Commissions		(529)	(400)	(68)	(51)
Others		(767)	(550)	(98)	(71)
<b>Operating expenses</b>		(33,818)	(27,353)	(4,336)	(3,507)
<b>Operating profit</b>	3	5,247	2,225	673	285
Finance charges		(1,628)	(1,807)	(209)	(231)
Finance income		1,045	1,187	134	152
Net finance charges	4	(583)	(620)	(75)	(79)
Share of profits of associated companies	12	356	151	46	19
<b>Profit before tax</b>		5,020	1,756	644	225
Taxation	5	(504)	(409)	(65)	(52)
<b>Profit after tax</b>		4,516	1,347	579	173
Minority interests		(99)	(44)	(13)	(6)
<b>Profit attributable to shareholders</b>	6	4,417	1,303	566	167
<b>Dividends</b>					
Interim – paid	7	674	100	86	13
Final – proposed	7	1,517	572	194	73
Special – paid	7	–	943	–	121
		2,191	1,615	280	207
<b>Earnings per share</b>					
Basic	8	131.4¢	39.0¢	16.8¢	5.0¢
Diluted	8	130.7¢	38.8¢	16.8¢	5.0¢
<b>Dividend per share</b>	7	65.0¢	48.0¢	8.3¢	6.2¢

The US\$ figures are for information only and are translated at HK\$7.8.

The notes on pages 44 to 65 form part of these accounts.