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政府總部
運輸及房屋局
運輸科
香港花園道美利大廈



Transport and
Housing Bureau
Government Secretariat
Transport Branch
Murray Building, Garden Road,
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本局檔號 Our Ref.: THB(T)CR 156/2/4651/90
來函檔號 Your Ref.:

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29 July 2011

Ms Joanne Mak
Clerk to the Panel on Transport
Legislative Council Secretariat
3/F, Citibank Tower
3 Garden Road
Hong Kong

Dear Ms Mak,

Western Harbour Crossing

Please find attached the following financial information in regard to the Western Harbour Crossing -

- (a) three-year rolling projection of net revenue and operating costs from 2012/13 to 2014/15 (Annex A); and
- (b) annual budget of operating costs and net revenue for 2011/12 (Annex B).

Yours sincerely,

A handwritten signature in black ink, appearing to be 'Frank Tsang', written over a faint circular stamp.

(Frank Tsang)

for Secretary for Transport and Housing

Encl.

Annex A**(1 of 2)****Net Revenue Statement for the period ended**

HKS'000	Planning Year Ended Jul-13	Planning Year Ended Jul-14	Planning Year Ended Jul-15
Net Operating Profit/(Loss) before tax per Operating Accounts	<u>921,419</u>	<u>1,113,362</u>	<u>1,207,700</u>
Add :			
Amortization & depreciation	294,132	310,745	338,100
Notional adjustment for lost revenue	-	-	-
Disallowed interest	1,532	1,551	1,567
Hedging cost/benefit	730	-	-
Bank interest payable (2nd refinancing)	8,171	66	-
Commitment fee (2nd refinancing)	637	45	-
Agency fee (2nd refinancing)	150	81	-
Amortization of front-end fee and others (2nd refinancing)	436	-	-
Fair value change of financial instrument	-	-	-
Others	-	-	-
Sub-total	<u>1,227,207</u>	<u>1,425,850</u>	<u>1,547,367</u>
Less :			
Disallowed income	-	-	-
Asset Replacement	(5,933)	(3,572)	(3,727)
Others	-	-	-
Sub-total	<u>1,221,274</u>	<u>1,422,278</u>	<u>1,543,640</u>
Other Adjustments	<u>-</u>	<u>-</u>	<u>-</u>
Net Revenue for the year	<u>1,221,274</u>	<u>1,422,278</u>	<u>1,543,640</u>
Minimum Net Revenue	2,212,000	2,573,000	2,733,000
Upper Net Revenue	2,815,000	3,267,000	3,474,000
Maximum Net Revenue	3,038,000	3,524,000	3,749,000
Shortfall from Minimum Net Revenue	990,726	1,150,722	1,189,360



Annex A**(2 of 2)****Operating Accounts for the period ended**

HK\$'000		Planning Year Ended Jul-13	Planning Year Ended Jul-14	Planning Year Ended Jul-15
Income				
Tolls		1,388,321	1,604,431	1,736,320
Advertising		8,880	8,880	8,880
Insurance claims		-	-	-
Others		<u>9,439</u>	<u>6,620</u>	<u>6,588</u>
Total Income		<u>1,406,640</u>	<u>1,619,931</u>	<u>1,751,788</u>
Operating Expenditure				
Staff Cost - Direct				
Salaries	- Traffic	24,037	24,879	25,752
	- Engineering	16,270	16,837	17,423
On costs	- Traffic	1,864	1,934	2,007
	- Engineering	<u>1,238</u>	<u>1,280</u>	<u>1,330</u>
Staff Cost - Indirect				
Salaries	- Administration	15,733	16,280	16,847
On costs	- Administration	<u>1,135</u>	<u>1,195</u>	<u>1,236</u>
Total Staff Costs		<u>60,277</u>	<u>62,405</u>	<u>64,595</u>
Maintenance Costs				
Tunnel	- Routine	5,122	5,589	6,073
	- Major	5,446	5,565	5,534
Buildings etc	- Routine	524	571	626
	- Major	1,210	1,263	1,133
Vehicles		<u>2,163</u>	<u>2,341</u>	<u>2,556</u>
Total Maintenance Costs		<u>14,465</u>	<u>15,329</u>	<u>15,922</u>
Rates		62,433	72,569	78,706
Utility Expenses		7,414	7,802	8,082
Insurance (including minor deductibles)		19,553	20,229	20,926
Professional fees		7,090	7,333	7,588
Others		8,201	8,414	8,602
Amortization & Depreciation		<u>294,132</u>	<u>310,745</u>	<u>338,100</u>
		<u>398,823</u>	<u>427,092</u>	<u>462,004</u>
Total expenditure		<u>473,565</u>	<u>504,826</u>	<u>542,521</u>
Operating Profit/(Loss)		933,075	1,115,105	1,209,267
Interest Expenses				
	- Project Finance	9,394	192	-
	- Hedging Costs/(Benefit)	730	-	-
	- Others (Shareholders Loan Interest)	<u>1,532</u>	<u>1,551</u>	<u>1,567</u>
		<u>11,656</u>	<u>1,743</u>	<u>1,567</u>
Net Operating Profit/(Loss) before tax as Per Income Statement		<u>921,419</u>	<u>1,113,362</u>	<u>1,207,700</u>



Annex B

(1 of 2)

Operating Accounts for the period ended

HK\$'000

Income

Tolls		1,156,673
Advertising		8,880
Insurance claims		-
Others		11,927
Total Income		<u>1,177,480</u>

Operating Expenditure

Staff Cost - Direct

Salaries	- Traffic	23,224
	- Engineering	15,718
On costs	- Traffic	1,803
	- Engineering	1,193

Staff Cost - Indirect

Salaries	- Administration	15,198
On costs	- Administration	1,068

Total Staff Costs

58,204

Maintenance Costs

Tunnel	- Routine	4,971
	- Major	5,486
Buildings etc	- Routine	407
	- Major	740
Vehicles		<u>2,000</u>

Total Maintenance Costs

13,604

Rates	43,773
Utility Expenses	6,911
Insurance (including minor deductibles)	16,524
Professional fees	6,876
Others	8,147
Amortization & Depreciation	<u>279,056</u>

361,287

Total expenditure

433,095

Operating Profit/(Loss)

744,385

Interest Expenses

- Project Finance	16,818
- Hedging Costs/(Benefit)	7,662
- Others (Shareholders Loan Interest)	<u>1,524</u>

26,004Net Operating Profit/(Loss) before tax
as Per Income Statement718,381

Annex B

(2 of 2)

Net Revenue Statement for the period ended

HK\$'000

Net Operating Profit/(Loss) before tax per Operating Accounts

Add :

Amortization & depreciation

Notional adjustment for lost revenue

Disallowed interest

Hedging cost/benefit

Bank interest payable (2nd refinancing)

Commitment fee (2nd refinancing)

Agency fee (2nd refinancing)

Amortization of front-end fee and others (2nd refinancing)

Fair value change of financial instrument

Others

Sub-total

Less :

Disallowed income

Asset Replacement

Others

Sub-total

Other Adjustments

Net Revenue for the year

Minimum Net Revenue

Upper Net Revenue

Maximum Net Revenue

Shortfall from Minimum Net Revenue

Budget Year Ended Jul-12
718,381
279,056
-
1,524
7,662
17,309
751
150
1,215
(2,607)
-
1,023,441
-
(17,029)
-
1,006,412
-
1,006,412
1,821,000
2,326,000
2,513,000

814,588

