

**CAPITAL WORKS RESERVE FUND**  
**(Receipts)**

	Revised Estimate 2007-08	<b>Estimate 2008-09</b>
	\$'000	\$'000
<b>Land Premium</b>		
Sales by public auction and tender .....	34,206,800	—
Private treaty grants .....	11,376,300	—
Modification of existing leases, exchanges and extensions .....	17,183,500	—
Fees received in respect of short term waivers .....	349,000	—
<i>Land Premium: total</i> .....	<u>63,115,600</u>	<u>43,100,000#</u>
<b>Investment Income</b> .....	<u>3,998,163</u>	<u>2,470,737</u>
<b>Donations and Contributions</b> .....	<u>8,000</u>	<u>9,000</u>
<b>Recovery from MTR Corporation Limited</b> .....	<u>—</u>	<u>131,000</u>
<b>Others</b> .....	<u>20,979</u>	<u>—</u>
<b>Total (Receipts)</b> .....	<u><u>67,142,742</u></u>	<u><u>45,710,737</u></u>

# No breakdown in the land premium estimate for 2008-09 is provided because of the market-driven nature of the land sales under the Application List, Private Treaty Grants and Modifications. The total land premium for 2008-09 is estimated having regard to both the overall performance of the property market in the past and current market conditions. We have assumed that land revenue will be around 2.5% of the forecast GDP.

## CAPITAL WORKS RESERVE FUND

### Movement of the Account

	Revised Estimate	Estimate
	2007-08	2008-09
	\$m	\$m
Opening Balance	51,803	<b>65,505</b>
Revenue	67,143	<b>45,711</b>
Expenditure	23,441	<b>51,704</b>
Surplus/(Deficit) before Transfer	43,702	<b>(5,993)</b>
Transfer from / (to) GRA	(30,000)	<b>(20,000)</b>
Surplus/(Deficit) after Transfer	13,702	<b>(25,993)</b>
Closing Balance	65,505	<b>39,512</b>

### Revenue Analysis

	Revised Estimate	Estimate
	2007-08	2008-09
	\$m	\$m
Land Premium		
Sales by public auction and tender	34,207	—
Private treaty grants	11,376	—
Modification of existing leases, exchanges and extensions	17,184	—
Fees received in respect of short term waivers	349	—
	63,116	<b>43,100</b>
Investment Income	3,998	<b>2,471</b>
Donations and Contributions	8	<b>9</b>
Recovery from MTR Corporation Limited	—	<b>131</b>
Others	21	—
<b>Total Revenue</b>	<b>67,143</b>	<b>45,711</b>

## CAPITAL WORKS RESERVE FUND

### Expenditure Analysis

	Revised Estimate	Estimate
	2007-08	2008-09
	\$m	\$m
Land Acquisition	504	2,142
Port and Airport Development	6	2
Buildings	6,508	6,868
Drainage	1,544	2,294
Civil Engineering	1,844	1,586
Highways	3,966	3,189
New Towns and Urban Area Development	1,401	1,752
Capital Subventions and Major Systems and Equipment	3,739	26,419
Waterworks	1,478	1,736
Computerisation	1,256	1,830
Housing	394	432
	22,640	48,250
Government Bonds and Notes		
Repayment	—	2,700
Interest and other expenses	801	754
	801	3,454
<b>Total Expenditure</b>	23,441	51,704