notes to the financial statements

for the year ended 30 June 2001

27. SEGMENT INFORMATION

The consolidated entity operates in one geographic segment in Victoria, Australia and one industry segment being the design, construction and operation of the Melbourne City Link.

	Consolidated		Parent Entity	
	2001 **$'000**	2000 $'000	**2001** **$'000**	2000 $'000

28. RECONCILIATION OF OPERATING LOSS AFTER INCOME TAX TO NET CASH FLOW FROM OPERATING ACTIVITIES

Operating loss after income tax	**(221,382)**	(163,358)	**(221,801)**	(164,007)
Depreciation and amortisation	**86,830**	42,633	**86,267**	42,633
(Increase)/Decrease in prepayments	**(693)**	920	**(693)**	920
Increase in creditors	**11,955**	7,959	**12,387**	7,529
(Increase) in debtors	**(13,287)**	(6,313)	**(13,313)**	(6,313)
Revaluation of Concession Notes	**21,429**	11,665	**21,429**	11,665
Increase in provisions	**1,763**	660	**1,763**	660
Increase in Loans	**217,724**	-	**217,724**	-
Net cash inflow/(outflow) from operating activities	**104,339**	(105,834)	**103,763**	(106,913)

29. EARNINGS PER SHARE

Basic earnings per share			**(43 cents)**	(34 cents)
Diluted earnings per share			**(43 cents)**	(34 cents)
Weighted average number of Stapled Securities used as the denominator in calculating basic earnings per Stapled Security			**510,000,000**	486,191,781
Weighted average number of Stapled Securities and potential Stapled Securities used as the denominator in calculating diluted earnings per Stapled Security			**510,476,438**	486,191,781

Information concerning the classification of securities

(a) Shares

All shares are fully paid. They carry the right to participate in distributions and have been included in the determination of basic and diluted earnings per share.

(b) Options

Options granted to executives under the Transurban Executive Option Plan are considered to be potential shares and have been included in the determination of diluted earnings per shares. The options have not been included in the determination of basic earnings per share.

30. ECONOMIC DEPENDENCY

The consolidated entity is reliant on the Trust for the ongoing funding of operations.