

CONSOLIDATED INCOME STATEMENT

For the year ended 31 December 2002

	NOTES	2002 HK\$'000	2001 HK\$'000
Turnover	4	119,718	112,944
Cost of sales		<u>(108,837)</u>	<u>(117,152)</u>
Gross profit (loss)		10,881	(4,208)
Other operating income		1,042	3,568
Distribution costs		(5,641)	(11,105)
Administrative expenses		(20,913)	(24,132)
Other operating expenses		<u>(5,421)</u>	<u>(4,319)</u>
Loss from operations	5	(20,052)	(40,196)
Finance costs	6	(2,343)	(5,644)
Share of results of associates		—	(10)
Gain on disposal of subsidiaries	7	<u>14,208</u>	<u>—</u>
Loss before taxation		(8,187)	(45,850)
Taxation	10	<u>(4)</u>	<u>(9)</u>
Loss before minority interests		(8,191)	(45,859)
Minority interests		<u>(221)</u>	<u>—</u>
Net loss for the year		<u><u>(8,412)</u></u>	<u><u>(45,859)</u></u>
Loss per share — basic	11	<u><u>(1.2cent)</u></u>	<u><u>(7.5cents)</u></u>

The Notes of pages 24 to 61 form an integral part of these financial statements.