

Consolidated Income Statement

Year ended 31st July, 2005

	Notes	2005 HK\$'000	2004 HK\$'000 (Restated)
TURNOVER	9	788,799	2,109,513
Cost of sales		<u>(278,885)</u>	<u>(1,628,894)</u>
Gross profit		509,914	480,619
Other revenue	9	12,556	19,219
Administrative expenses		(263,785)	(261,590)
Other operating expenses		(64,909)	(93,525)
Reversal of impairment of property, plant and equipment		176,396	95,803
Gains on revaluation of investment properties		599,549	258,779
Reversal of impairment of available-for-sale debt investments		209,478	33,772
Release of goodwill upon disposal of an investment property		—	(32,979)
Gain/(loss) on disposal of subsidiaries		<u>(7,752)</u>	<u>52,183</u>
PROFIT FROM OPERATING ACTIVITIES	10	1,171,447	552,281
Finance costs	11	(115,048)	(351,362)
Loss arising from the Settlements, net	2	(1,483,527)	—
Provision for contingent liabilities to bondholders	29(ii)	(136,525)	—
Gain on cancellation of bond payables	29(iii)	32,567	—
Share of profits and losses of associates		169,390	5,263
Reversal of impairment of associates		4,365	23,181
Loss on deemed disposal of an associate		<u>(16,419)</u>	<u>—</u>
PROFIT/(LOSS) BEFORE TAX		(373,750)	229,363
Tax	13	<u>(197,446)</u>	<u>198,979</u>
PROFIT/(LOSS) FOR THE YEAR		<u>(571,196)</u>	<u>428,342</u>
ATTRIBUTABLE TO:			
Equity holders of the parent		(705,962)	381,435
Minority interests		<u>134,766</u>	<u>46,907</u>
		<u>(571,196)</u>	<u>428,342</u>
EARNINGS/(LOSS) PER SHARE	15		
Basic		<u>(HK\$0.07)</u>	<u>HK\$0.10</u>
Diluted		<u>N/A</u>	<u>N/A</u>