

CONSOLIDATED PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2000

(Expressed in Hong Kong Dollars)

| | Note | 2000 \$'000 | 1999 \$'000 |
|--|---------|----------------------|----------------|
| Turnover | 3 | 13,647 | 3,495 |
| Purchases | | (672) | — |
| Interest income | | 5,419 | 22 |
| Net loss on disposal of fixed assets | | (92) | (788) |
| Other revenue | | 118 | — |
| Staff costs | 5(a) | (6,950) | (4,438) |
| Depreciation | 5(a) | (834) | (308) |
| Other operating expenses | | (60,647) | (58,332) |
| Operating loss before provisions and other losses and gains | 5(a) | (50,011) | (60,349) |
| Provision for deposits paid | 13 | — | (72,430) |
| Provision for diminution in value of investments in unconsolidated subsidiaries | | (43,803) | (11,013) |
| Provision for diminution in value of investments in associates | | (1,916) | — |
| Provision for diminution in value of investment securities | 16 | — | (410) |
| Loss on disposal of subsidiaries | | (49,412) | — |
| Provision for diminution in value of properties under development | 12 & 18 | (6,710) | (157,624) |
| Provision for diminution in value of properties held for resale | 19 | (6,000) | — |
| Deficit on revaluation of investment properties | 11(d) | (7,193) | (10,497) |
| Loss from operations | | (165,045) | (312,323) |
| Finance cost | 5(b) | (43,205) | (34,133) |
| Loss from ordinary activities | 5 | (208,250) | (346,456) |
| Share of results of associates | | (173) | — |
| Loss from ordinary activities before taxation | | (280,423) | (346,456) |
| Taxation | 6(a) | (671) | (29) |
| Loss from ordinary activities before minority interests | | (209,094) | (346,485) |
| Minority interests | | 3,833 | — |
| Net loss for the year | | (205,261) | (346,485) |
| Loss per share | | | |
| Basic | 10 | (0.905) cents | (4.956) cents |
| Diluted | | N/A | N/A |

The notes on pages 32 to 77 form an integral part of these financial statements.