

CONSOLIDATED PROFIT AND LOSS ACCOUNT

For the year ended 31st December 2000

	Note	2000 HK\$'000	1999 HK\$'000
Turnover	4	27,954	44,342
Cost of sales		<u>(25,338)</u>	<u>(44,664)</u>
Gross profit/(loss)		2,616	(322)
Other revenue	5	1,763	3,044
Selling and distribution costs		(1,206)	(5,027)
Administrative expenses		(8,990)	(14,374)
Other operating expenses		<u>(27,560)</u>	<u>(21,045)</u>
Loss from operating activities	6	(33,377)	(37,724)
Finance costs	7	(5,384)	(12,539)
Share of result of associate	16	<u>—</u>	<u>—</u>
Loss before taxation		(38,761)	(50,263)
Taxation	10	<u>446</u>	<u>809</u>
Net loss from ordinary activities attributable to shareholders	11	(38,315)	(49,454)
(Accumulated losses)/Retained profits at beginning of year		<u>(32,322)</u>	<u>17,132</u>
Accumulated losses at end of year		<u>(70,637)</u>	<u>(32,322)</u>
Loss per share – Basic	12	<u>(3.1 cents)</u>	<u>(4.3 cents)</u>

The annexed notes form an integral part of these financial statements.