

3. OTHER INCOME

	2001	2000
	<i>HK\$</i>	<i>HK\$</i>
Forfeiture of proceeds received from the warrants upon their expiration	15,848,676	33,836,256
Profit on deemed disposal of shares in a subsidiary	20,703,994	—
Gain on disposal of investment securities	—	41,442,910
Reversal of cost of properties held for sale recognised as cost of sales in prior years upon termination of sales agreements	—	47,140,798
Gain on disposal of subsidiaries	—	1,003,670
Net exchange gain	377,161	3,443,947
Sundry income	2,066,686	1,015,011
	38,996,517	127,882,592

4. (LOSS) PROFIT FROM ORDINARY ACTIVITIES BEFORE TAXATION

2001	2000
<i>HK\$</i>	<i>HK\$</i>

This is stated after charging (crediting):

(a) Finance costs

Interest on:

Bank loans, overdrafts and other borrowings wholly repayable within five years	8,598	34,342
Bank loans not wholly repayable within five years	24,679,784	18,301,353
Finance charges on obligations under hire purchase contracts	232,593	—
Loan from minority shareholder	3,572,337	—
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Total borrowing costs	28,493,312	18,335,695
Less: Amount capitalised into properties held for/under development	(3,572,337)	—
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	<u>24,920,975</u>	<u>18,335,695</u>

4. (LOSS) PROFIT FROM ORDINARY ACTIVITIES BEFORE TAXATION (Cont'd)

	2001	2000
	<i>HK\$</i>	<i>HK\$</i>
(b) Other items		
Depreciation:		
Owned assets	4,092,810	5,098,314
Assets held under hire purchase obligations	1,129,374	—
Auditors' remuneration	500,000	436,000
Cost of inventories sold	41,190,240	33,773,179
Cost of properties sold	18,479,252	4,106,853
Write down of inventories and properties held for sale	5,313,590	—
Loss on disposals/write off of property, plant and equipment	1,543,039	390,785
Loss on deemed disposal of shares in an associate	6,789,629	—
Operating leases charges in respect of premises	2,607,449	1,057,901
Staff costs	35,193,974	25,381,034
Net realised and unrealised loss (gain) on other investments	20,820,169	(43,919,120)
Impairment loss on investment securities	5,679,357	—
Impairment loss on property, plant and equipment	1,926,167	—
	20,820,169	(43,919,120)

5. DIRECTORS' REMUNERATION

Remuneration of the Company's directors disclosed pursuant to Section 161 of the Hong Kong Companies Ordinance is as follows:

	2001	2000
	<i>HK\$</i>	<i>HK\$</i>
Fees	140,000	140,000
Basic salaries, housing allowances, other allowances and other benefits in kind	5,680,408	4,542,983
Contributions to pension schemes	269,052	216,927
	6,089,460	4,899,910

The amounts disclosed above include directors' fee of HK\$65,000 (2000: HK\$73,750) and other emoluments of HK\$120,000 (2000: HK\$120,000) payable to independent non-executive directors.

Emoluments of the directors are within the following bands:

	Number of directors	
	2001	2000
HK\$Nil - HK\$1,000,000	6	8
HK\$1,000,001 - HK\$1,500,000	1	1
HK\$1,500,001 - HK\$2,000,000	2	1

6. INDIVIDUALS WITH HIGHEST EMOLUMENTS

Among the 5 individuals with the highest emoluments, 3 (2000: 2) are executive directors whose emoluments are disclosed in note 5. The aggregate of the emoluments in respect of the other 2 (2000: 3) individuals disclosed pursuant to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited is as follows:

	2001	2000
	<i>HK\$</i>	<i>HK\$</i>
Basic salaries, housing allowances, other allowances and other benefits in kind	1,740,352	2,206,172
Contributions to pension schemes	28,269	—
	<u>1,768,621</u>	<u>2,206,172</u>

The emoluments of the 2 (2000: 3) individuals with the highest emoluments are within the following bands:

	Number of individuals	
	2001	2000
HK\$Nil - HK\$1,000,000	2	3
	<u>2</u>	<u>3</u>