

CONDENSED CONSOLIDATED INCOME STATEMENT

For the six months ended 30 June 2001

| | Notes | Six months ended 30 June | |
|--|-------|---------------------------------|---------------------------------|
| | | 2001 (Unaudited) HK\$'000 | 2000 (Unaudited) HK\$'000 |
| Turnover | 2 | 16,518 | 64,402 |
| Cost of sales | | (15,969) | (57,051) |
| Gross profit | | 549 | 7,351 |
| Other revenue | | 824 | 1,095 |
| Distribution costs | | (2,868) | (299) |
| Administrative expenses | | (4,529) | (5,384) |
| Other operating expenses | 3 | (5,849) | – |
| (Loss) profit from operations | | (11,873) | 2,763 |
| Interest on banking borrowings wholly repayable within five years | | (613) | (626) |
| (Loss) profit before taxation | | (12,486) | 2,137 |
| Taxation | 5 | – | (100) |
| (Loss) profit before minority interests | | (12,486) | 2,037 |
| Minority interests | | 434 | – |
| (Loss) profit attributable to shareholders | | (12,052) | 2,037 |
| Dividend | 6 | – | – |
| (Loss) earnings per share | 7 | (6.0 cents) | 1.0 cent |

As there are no recognized gains and losses other than the (loss) profit for the period, no separate statement of recognized gains and losses has been presented.