

# CONSOLIDATED INCOME STATEMENT

For the year ended 31st March, 2001

|                                                                    | NOTES | 2001<br>HK\$         | 2000<br>HK\$  |
|--------------------------------------------------------------------|-------|----------------------|---------------|
| Turnover                                                           |       | <b>66,030,471</b>    | 177,268,073   |
| Cost of sales                                                      | 5     | <b>(77,834,624)</b>  | (168,336,825) |
|                                                                    |       | <b>(11,804,153)</b>  | 8,931,248     |
| Other revenue                                                      |       | <b>1,781,121</b>     | 11,104,396    |
| Distribution costs                                                 |       | <b>(3,062,148)</b>   | (7,965,281)   |
| Administrative expenses                                            |       | <b>(51,253,217)</b>  | (70,199,405)  |
| (Provision for) write-back of bad and doubtful debts               |       | <b>(20,227,522)</b>  | 1,756,083     |
| Inventories written off                                            |       | <b>(8,289,398)</b>   | —             |
| Loss from operations                                               | 6     | <b>(92,855,317)</b>  | (56,372,959)  |
| Finance costs                                                      | 8     | <b>(82,246,444)</b>  | (92,830,249)  |
| Loss attributable to investments                                   | 9     | <b>(141,426,400)</b> | (58,002,850)  |
| Property, plant and equipment written off                          |       | <b>(17,415,847)</b>  | —             |
| Share of results of associates                                     |       | —                    | (20,493,459)  |
| Provision for impairment in value of property, plant and equipment |       | —                    | (20,470,543)  |
| Loss before taxation                                               |       | <b>(333,944,008)</b> | (248,170,060) |
| Taxation                                                           | 10    | —                    | 668,208       |
| Net loss for the year                                              | 11    | <b>(333,944,008)</b> | (247,501,852) |
| Loss per share                                                     | 12    |                      |               |
| Basic                                                              |       | <b>(35.7 cents)</b>  | (26.5 cents)  |

There were no unrecognised gains or losses other than the net loss for the year.