

CONSOLIDATED INCOME STATEMENT

Year ended 31 December 2001

	Note	2001 HK\$'000	2000 HK\$'000
TURNOVER	4	112,944	134,041
COST OF SALES	5	<u>(117,152)</u>	<u>(135,721)</u>
GROSS LOSS		(4,208)	(1,680)
OTHER REVENUE	4	3,568	4,917
OTHER EXPENSES			
Distribution costs		11,105	1,748
Administrative expenses		24,132	32,511
Other operating expenses		4,319	8,000
		<u>(39,556)</u>	<u>(42,259)</u>
LOSS FROM OPERATIONS		(40,196)	(39,022)
FINANCE COSTS	6	(5,644)	(5,698)
SHARE OF LOSSES OF ASSOCIATES		<u>(10)</u>	<u>(156)</u>
LOSS BEFORE TAXATION	7	(45,850)	(44,876)
TAXATION	8	<u>(9)</u>	<u>1</u>
NET LOSS FOR THE YEAR		<u><u>(45,859)</u></u>	<u><u>(44,875)</u></u>
LOSS PER SHARE — BASIC		<u><u>(7.5 cents)</u></u>	<u><u>(10.1 cents)</u></u>

Net loss for the year is the sole component of the total recognised gains and losses.

The notes on pages 27 to 53 form an integral part of these financial statements.