

# Consolidated Income Statement

For the year ended 31 December 2001

|   | Note | 2001<br>HK\$'000     | 2000<br>HK\$'000 |
|---|------|----------------------|------------------|
| Turnover  | 3    | <b>9,059</b>         | 13,647           |
| Purchases   |      | <b>(338)</b>         | (672)            |
| Other revenue   | 3    | <b>685</b>           | 5,537            |
| Net gain/(loss) on disposal of fixed assets                     |      | <b>15</b>            | (92)             |
| Staff costs   |      | <b>(12,078)</b>      | (22,048)         |
| Depreciation  |      | <b>(941)</b>         | (834)            |
| Other operating expenses  |      | <b>(12,695)</b>      | (41,649)         |
| Operating loss before provisions and other losses and gains     | 5    | <b>(16,293)</b>      | (46,111)         |
| Deficit on revaluation of investment properties                 | 13   | <b>(83,670)</b>      | (7,193)          |
| Impairment losses on goodwill                                   | 2(b) | <b>(40)</b>          | (360,717)        |
| Impairment losses on investments in unconsolidated subsidiaries |      | <b>-</b>             | (43,803)         |
| Impairment losses on investments in associates                  |      | <b>-</b>             | (1,916)          |
| Impairment losses on investment securities                      |      | <b>(4,196)</b>       | -                |
| Impairment losses on properties under development               | 13   | <b>(1,030)</b>       | (6,710)          |
| Impairment losses on properties under development for resale    | 18   | <b>(22,500)</b>      | -                |
| Impairment losses on properties held for resale                 | 19   | <b>(29,620)</b>      | (6,000)          |
| Loss on disposal of subsidiaries                                |      | <b>(6,118)</b>       | (49,412)         |
| Income from negative goodwill                                   | 2(b) | <b>-</b>             | 2,290            |
| Loss from operations  |      | <b>(163,467)</b>     | (519,572)        |
| Finance costs   | 6    | <b>(36,302)</b>      | (47,105)         |
| Loss from ordinary activities                                   |      | <b>(199,769)</b>     | (566,677)        |
| Share of results of associates                                  |      | <b>-</b>             | (173)            |
| Loss from ordinary activities before taxation                   |      | <b>(199,769)</b>     | (566,850)        |
| Taxation  | 7(a) | <b>114</b>           | (671)            |
| Loss from ordinary activities before minority interests         |      | <b>(199,655)</b>     | (567,521)        |
| Minority interests  |      | <b>237</b>           | 3,833            |
| Loss attributable to shareholders                               |      | <b>(199,418)</b>     | (563,688)        |
| Loss per share  |      |                      |                  |
| Basic   | 9    | <b>(0.690) cents</b> | (2.484) cents    |
| Diluted   |      | <b>N/A</b>           | N/A              |

The notes on pages 30 to 78 form an integral part of these financial statements.