

# CONSOLIDATED INCOME STATEMENT

For the year ended 31st March, 2002

**CULTURECOM HOLDINGS LIMITED**

**ANNUAL REPORT 2001 - 2002**

	Notes	2002 HK\$'000	2001 HK\$'000 (restated)
Turnover	4	64,338	88,625
Cost of sales		(47,923)	(81,196)
Gross profit		16,415	7,429
Other operating income		24,232	26,413
Administrative expenses		(95,283)	(58,424)
Impairment loss recognised in respect of investment securities		(36,029)	—
Allowances for other debtors and deposits		(42,310)	(11,367)
Research and development expenditures		(10,589)	—
Amortisation of development costs		(26,525)	—
Unrealised loss on other investments		(14,681)	(22,302)
Amortisation of goodwill		(278)	—
Impairment loss recognised in respect of goodwill arising on acquisition of subsidiaries		(8,000)	(50,110)
Loss from operations	6	(193,048)	(108,361)
Share of results of associates		(6,271)	(2,463)
Gain on deemed disposal of associates		1,682	—
Finance costs	7	(3)	(316)
Impairment loss recognised in respect of goodwill arising on acquisition of associates		—	(2,286)
Gain on disposal of subsidiaries		—	986
Gain on disposal of discontinued operations	8	—	439
Loss before taxation		(197,640)	(112,001)
Taxation credit	10	189	110
Net loss before minority interests		(197,451)	(111,891)
Minority interests		1,888	—
Net loss for the year		(195,563)	(111,891)
Loss per share — basic and diluted	11	HK(7.18) cents	HK(4.18) cents