

# CONSOLIDATED INCOME STATEMENT

for the year ended 31 December 2002  
(Expressed in Hong Kong dollars)

	<i>Note</i>	<b>2002</b> <i>\$'000</i>	2001 <i>\$'000</i>
<b>Turnover</b>	2 & 11	<b>193,359</b>	419,450
<b>Cost of sales</b>		<b>(85,751)</b>	(291,552)
<b>Gross profit</b>		<b>107,608</b>	127,898
<b>Other revenue</b>	3	<b>1,539</b>	10,709
<b>Other net loss</b>	3	<b>(90,113)</b>	(177,154)
<b>Administrative and selling expenses</b>		<b>(77,134)</b>	(107,439)
<b>Other operating expenses</b>		<b>(27,956)</b>	(41,824)
<b>Loss from operations</b>		<b>(86,056)</b>	(187,810)
<b>Finance costs</b>	4(a)	<b>(1,253)</b>	(5,486)
<b>Share of profits less losses of associates</b>		<b>(1,792)</b>	405
<b>Share of losses of jointly controlled entities</b>		<b>—</b>	(6,427)
<b>Impairment loss on goodwill</b>		<b>(30,000)</b>	—
<b>Loss from ordinary activities before taxation</b>	4	<b>(119,101)</b>	(199,318)
<b>Taxation</b>	5(a)	<b>(334)</b>	1,622
<b>Loss attributable to shareholders</b>	8 & 29	<b>(119,435)</b>	(197,696)
<b>Loss per share</b>	9		
- Basic and diluted		<b>(7.2) cents</b>	(12.0) cents

The notes on pages 27 to 63 form part of these financial statements.