

# Consolidated Profit and Loss Account

For the year ended 31st December, 2002

|   | Notes | 2002<br>HK\$'million | 2001<br>HK\$'million |
|---|-------|----------------------|----------------------|
| TURNOVER  | 7     | 1,365.0              | 1,952.1              |
| Cost of sales   |       | (969.2)              | (1,623.4)            |
| Gross profit  |       | 395.8                | 328.7                |
| Other revenue   | 7     | 34.9                 | 152.7                |
| Gain on settlement of exchangeable bonds<br>and convertible bonds                   | 3     | 2,102.4              | –                    |
| Administrative expenses   |       | (118.0)              | (152.2)              |
| Other operating expenses  | 8     | (275.7)              | (230.2)              |
| Provisions for write-downs and impairments, net                                     | 9     | (656.6)              | (1,367.3)            |
| Impairment of an overseas hotel property<br>attributable to discontinuing operation | 6     | (437.0)              | –                    |
| Impairment of hotel properties  |       | (181.9)              | –                    |
| PROFIT/(LOSS) FROM OPERATING ACTIVITIES   | 10    | 863.9                | (1,268.3)            |
| Finance costs   | 11    | (623.6)              | (872.2)              |
| Share of profits less losses of:  |       |                      |                      |
| Jointly controlled entity   |       | –                    | (90.9)               |
| Associates  |       | (19.5)               | (6.5)                |
| PROFIT/(LOSS) BEFORE TAX  |       | 220.8                | (2,237.9)            |
| Tax   | 14    | 1.0                  | 3.7                  |
| PROFIT/(LOSS) BEFORE MINORITY INTERESTS   |       | 221.8                | (2,234.2)            |
| Minority interests  |       | (293.3)              | 583.5                |
| NET LOSS FROM ORDINARY ACTIVITIES<br>ATTRIBUTABLE TO SHAREHOLDERS                   | 15    | (71.5)               | (1,650.7)            |
| Loss per share (HK\$):  | 16    |                      |                      |
| Basic   |       | (0.02)               | (0.50)               |
| Diluted   |       | N/A                  | N/A                  |

