

Consolidated Income Statement

for the year ended 31 December 2002

(Expressed in Hong Kong dollars)

	Note	2002	2001
Turnover: Group and share of jointly controlled entities' turnover	3	\$ 93,910,913	\$ 95,521,951
Less: Share of jointly controlled entities' turnover		<u>(86,586,919)</u>	<u>(94,447,980)</u>
Group turnover	2	\$ 7,323,994	\$ 1,073,971
Other net loss	4(a)	(15,536)	(7,240)
Gain on deemed disposal of subsidiaries	10	5,506,894	–
Consideration for cancellation of investment agreements	11	16,301,103	–
Provision for amount due from jointly controlled entity	11	–	(19,197,572)
Impairment losses on non-trading investments	4(f)	(35,857,021)	(125,800,516)
Loss on disposal of convertible loan and non-trading unlisted investments	4(c) & (d)	(328,645)	–
Gain on disposal of non-trading listed investments	4(e)	2,714,000	–
Provision for convertible loan	13	–	(49,382,247)
Operating expenses	4(b)	<u>(15,579,297)</u>	<u>(15,567,997)</u>
Loss from operations	4	\$ (19,934,508)	\$ (208,881,601)
Share of losses of associates		(963,800)	–
Share of profits of jointly controlled entities		<u>1,029,042</u>	<u>1,000,476</u>
Loss from ordinary activities before taxation		\$ (19,869,266)	\$ (207,881,125)
Taxation	5(a)	<u>(121,150)</u>	<u>723,989</u>
Loss attributable to shareholders	16(a)	\$ <u>(19,990,416)</u>	\$ <u>(207,157,136)</u>
Loss per share			
Basic	8	<u>(3.71 cents)</u>	<u>(38.44 cents)</u>

The notes on pages 41 to 65 form part of these financial statements.