

## CONSOLIDATED INCOME STATEMENT (FOR THE YEAR ENDED 31 DECEMBER 2002)

	<i>Note</i>	<b>2002</b> <b>HK\$'000</b>	2001 HK\$'000
<b>TURNOVER</b>	3	<b>72,161</b>	82,865
<b>COST OF SALES</b>		<b>(46,850)</b>	(51,699)
<b>GROSS PROFIT</b>		<b>25,311</b>	31,166
<b>OTHER REVENUE</b>	4	<b>4,610</b>	13,082
<b>DISTRIBUTION COSTS</b>		<b>(3,949)</b>	(4,427)
<b>ADMINISTRATIVE EXPENSES</b>		<b>(17,131)</b>	(29,774)
<b>PROVISION FOR DOUBTFUL DEBTS</b>		<b>(5,309)</b>	(8,700)
<b>PROFIT FROM OPERATIONS</b>	5	<b>3,532</b>	1,347
<b>SHARE OF RESULTS OF AN ASSOCIATE</b>		<b>185</b>	16
<b>AMORTISATION OF GOODWILL</b>		<b>(2,793)</b>	(1,396)
<b>FINANCE COSTS</b>	6	<b>(5,975)</b>	(3,648)
<b>LOSS BEFORE TAXATION</b>		<b>(5,051)</b>	(3,681)
<b>TAXATION</b>	8	<b>(383)</b>	(137)
<b>LOSS ATTRIBUTABLE TO SHAREHOLDERS</b>	9	<b>(5,434)</b>	(3,818)
<b>DIVIDENDS</b>	10	–	–
<b>LOSS PER SHARE</b>	11		
– BASIC		<b>(0.30) cent</b>	(0.28) cent
– DILUTED		<b>N/A</b>	N/A

The notes on pages 26 to 55 form an integral part of these financial statements.