

CONSOLIDATED INCOME STATEMENT

for the year ended 31 December 2002

| | <i>Notes</i> | 2002 HK\$'000 | 2001 <i>HK\$'000</i> |
|---|--------------|--------------------------------|-------------------------|
| Turnover | 5 | 2,658 | 37,227 |
| Cost of sales | | <u>—</u> | <u>(49,509)</u> |
| Gross profit (loss) | | 2,658 | (12,282) |
| Other operating income | 7 | 2,571 | 47 |
| Selling expenses | | — | (1,068) |
| General and administrative expenses | | (50,895) | (43,654) |
| Allowance for accounts receivable | | (4,190) | — |
| Allowance for loan receivable | 20 | (5,000) | — |
| Deficit arising from revaluation of investment properties | 15 | (55,745) | — |
| Loss on other investment written off | 8 | <u>—</u> | <u>(1,774)</u> |
| Loss from operations | 9 | (110,601) | (58,731) |
| Finance costs | 10 | (26,739) | (16,433) |
| Loss before taxation | | (137,340) | (75,164) |
| Taxation | 13 | <u>—</u> | <u>—</u> |
| Loss after taxation | | (137,340) | (75,164) |
| Minority interests | | 231 | 575 |
| Net loss for the year | | <u>(137,109)</u> | <u>(74,589)</u> |
| Loss per share (<i>HK cent</i>) | 14 | | |
| Basic and diluted | | <u>(50.5)</u> | <u>(28.1)</u> |