



CONSOLIDATED INCOME STATEMENT

For the year ended 31 March 2003

	Notes	2003 HK\$'000	2002 HK\$'000
Turnover	7, 29	10,226	12,740
Cost of sales		(29,084)	(22,711)
Gross loss		(18,858)	(9,971)
Other revenue	7	65	–
Selling and distribution costs		(208)	–
Administrative expenses		(5,566)	(24,064)
Impairment loss recognised on fixed assets		–	(2,990)
Impairment loss recognised on interests in subsidiaries not consolidated		–	(85,676)
Reduction in provision for/(provision for) net amounts due to/(from) subsidiaries not consolidated		148,366	(48,601)
Reduction in provision for/(provision for) indemnified liabilities of subsidiaries not consolidated	8	180,734	(220,734)
Reduction in provision for other payables		29,781	–
Write off of trade and other receivables		(296)	–
Write off of bank and cash balances		(1,458)	–
Write off of fixed assets		(3,831)	–
Write off of amount due from a fellow subsidiary		(1,955)	–
Provision for loss arising from a loan commitment	9	(1,881)	–
Provision for litigations		(3,235)	–
Profit/(loss) before taxation	10	321,658	(392,036)
Taxation	13	–	–
Net profit/(loss) attributable to shareholders		321,658	(392,036)
Earnings/(loss) per share	14		Restated
Basic		5.0 cents	(140.0 cents)
Diluted		2.9 cents	N/A

The notes on pages 22 to 49 form an integral part of these financial statements.