

## CONSOLIDATED INCOME STATEMENT

For the year ended 30 June 2003  
(in HK Dollars)

	Note	2003 HK\$'000	2002 HK\$'000
<b>Turnover</b>	5(a)	<b>88,864</b>	103,991
<b>Cost of sales</b>		<b>(78,214)</b>	(91,899)
<b>Gross profit</b>		<b>10,650</b>	12,092
<b>Other revenue</b>	5(c)	<b>179</b>	1,809
<b>Distribution costs</b>		<b>(1,259)</b>	(2,379)
<b>Administrative expenses</b>		<b>(34,038)</b>	(33,232)
<b>Provision for diminution in value of investments in securities — other investments</b>		<b>(88)</b>	(4,147)
<b>Provision for diminution in value of investment in joint venture</b>	18	<b>(6,922)</b>	—
<b>Provision for diminution in value of a subsidiary not consolidated</b>		—	(16,043)
<b>Net loss on disposal of tangible fixed assets</b>		<b>(1,985)</b>	(59)
<b>Amortisation of goodwill</b>	14	<b>(594)</b>	(1,426)
<b>Gain/(Loss) on disposal of interest in subsidiaries</b>	36	<b>210</b>	(5,522)
<b>Loss on disposal of interest in an associate</b>		<b>(9,200)</b>	—
<b>Loss from operations</b>	5	<b>(43,047)</b>	(48,907)
<b>Finance costs</b>	6	<b>(1,419)</b>	(82)
<b>Loss from ordinary activities before taxation</b>		<b>(44,466)</b>	(48,989)
<b>Taxation</b>	9	<b>(759)</b>	(417)
<b>Loss before minority interests</b>		<b>(45,225)</b>	(49,406)
<b>Minority interests</b>		<b>(54)</b>	(306)
<b>Net loss for the year</b>	10	<b>(45,279)</b>	(49,712)
<b>Loss per ordinary share</b>			
Basic	11	<b>(2.2) cents</b>	(3.6) cents
Diluted	11	<b>N/A</b>	N/A

The accompanying notes form an integral part of these financial statements.