

CONSOLIDATED INCOME STATEMENT

Year ended 30th June 2003

	<i>Notes</i>	2003 HK\$'000	2002 <i>HK\$'000</i>
Turnover	4	25,038	62,471
Cost of sales		(19,588)	(51,843)
Gross profit		5,450	10,628
Net investment expenses	5	(12,896)	(22,352)
Other operating income		1,695	1,699
Administrative expenses		(80,054)	(32,211)
Impairment loss on investment securities		(25,000)	(20,300)
Impairment loss on goodwill previously dealt with in reserve		(10,299)	(89,958)
Impairment loss on goodwill incurred during the year		(18,912)	–
Allowance for deposit made for acquisition of an investment security		–	(10,000)
Allowance for short-term loans receivable		(17,000)	(19,657)
Allowance for trade and other receivables		(6,729)	(7,233)
Loss from operations	6	(163,745)	(189,384)
Finance costs	7	(713)	(389)
Allowance for amount due from an associate		(426)	(1,271)
Share of loss of an associate		–	(5)
Loss before taxation		(164,884)	(191,049)
Taxation	9	–	–
Loss for the year	26	(164,884)	(191,049)
Loss per share			
Basic	10	(HK\$1.35)	(HK\$5.26)

The notes on pages 22 to 55 form an integral part of these financial statements.