

CONSOLIDATED INCOME STATEMENT

For the year ended 30 June 2003

(Expressed in Hong Kong dollars)

| | Notes | 2003 \$'000 | 2002 \$'000 |
|---|-------|-------------------|----------------|
| Turnover | 3 | 163,559 | 137,914 |
| Cost of sales | | (89,003) | (101,070) |
| | | 74,556 | 36,844 |
| Other revenue | 3 | 6,483 | 4,891 |
| Distribution costs | | (47,121) | (44,058) |
| Administrative expenses | | (29,719) | (23,484) |
| Profit/(loss) from operations | | 4,199 | (25,807) |
| Finance costs | 5 | (901) | (1,953) |
| Impairment loss on goodwill | | - | (10,798) |
| Share of loss of an associate | | - | (26) |
| Profit/(loss) from ordinary activities before taxation | 5 | 3,298 | (38,584) |
| Taxation | 6 | (415) | (272) |
| Profit/(loss) attributable to shareholders | 9 | 2,883 | (38,856) |
| Earnings/(loss) per share – Basic | 10 | 0.30 cents | (4.74 cents) |
| Profit/(loss) attributable to shareholders is analysed as follows: | | | |
| By the Group | | 2,883 | (38,830) |
| By an associate | | - | (26) |
| | | 2,883 | (38,856) |

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