

# Income Statement

For the year ended 31 December 2003 (in HK Dollars)

|  | Note | 2003               | 2002        |
|--|------|--------------------|-------------|
| <b>Turnover</b>  | 3(a) | <b>1,175,919</b>   | 1,175,000   |
| Other revenue  | 3(a) | –                  | 543         |
| Other net income   | 3(b) | <b>26,000</b>      | –           |
| Impairment loss recognised on non-trading securities           | 10   | <b>(3,078,000)</b> | –           |
| Net realised (losses)/ gains on disposal of trading securities |      | <b>(955)</b>       | 986,214     |
| Net realised losses on disposal of non-trading securities      |      | –                  | (353,006)   |
| Administrative and other operating expenses                    |      | <b>(1,936,069)</b> | (4,247,454) |
| <b>Loss from operations</b>                                    |      | <b>(3,813,105)</b> | (2,438,703) |
| Finance costs  | 3(d) | –                  | (978)       |
| <b>Loss from ordinary activities before taxation</b>           | 3    | <b>(3,813,105)</b> | (2,439,681) |
| Taxation   | 5    | –                  | –           |
| <b>Net loss attributable to shareholders</b>                   |      | <b>(3,813,105)</b> | (2,439,681) |
| <b>Loss per share</b>  |      |                    |             |
| Basic, in cents  | 6    | <b>(1.06)</b>      | (0.77)      |

All of the Company's operations are classed as continuing.

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