

Consolidated Profit and Loss Account

Year ended 31 December 2004

| | Notes | 2004 HK\$'000 | 2003 HK\$'000 |
|---------------------------------------|--------|------------------|------------------|
| TURNOVER | 5 | 9,709 | 672 |
| Cost of sales | | (1,617) | (516) |
| Gross profit | | 8,092 | 156 |
| Other income | 5 | 8,174 | 737 |
| Administrative expenses | | (12,730) | (11,965) |
| Other operating expenses | | (49,269) | (86,805) |
| Loss on disposal of subsidiaries | | — | (1,546) |
| LOSS FROM OPERATING ACTIVITIES | 6 | (45,733) | (99,423) |
| Finance costs | 9 | (396) | (1,354) |
| LOSS BEFORE TAXATION | | (46,129) | (100,777) |
| Taxation | 10 | (1,359) | (8) |
| LOSS BEFORE MINORITY INTERESTS | | (47,488) | (100,785) |
| Minority interests | | 1 | — |
| NET LOSS ATTRIBUTABLE TO SHAREHOLDERS | 11, 27 | (47,487) | (100,785) |
| LOSS PER SHARE | | | |
| Basic | 12 | 0.76 cents | 9.01 cents |