

**CONSOLIDATED PROFIT AND LOSS ACCOUNT**

Year ended 31 December 2004

	Notes	2004 HK\$'000	2003 HK\$'000
TURNOVER	5	2,013,831	1,553,796
Cost of sales		<u>(1,737,534)</u>	<u>(1,276,880)</u>
Gross profit		276,297	276,916
Other revenue and gains	5	62,434	61,851
Selling and distribution costs		(192,039)	(161,552)
Administrative expenses		(138,947)	(128,564)
Other operating expenses, net		(32,018)	(35,704)
Impairment of fixed assets		–	(3,777)
Impairment of goodwill		–	(2,528)
Gain/(loss) on disposal of subsidiaries		<u>3,255</u>	<u>(13,260)</u>
LOSS FROM OPERATING ACTIVITIES	6	(21,018)	(6,618)
Finance costs	7	(875)	(2,071)
Share of profits and losses of:			
Jointly-controlled entity		(17)	1,028
Associates		<u>3,350</u>	<u>3,836</u>
LOSS BEFORE TAX		(18,560)	(3,825)
Tax	10	<u>(7,232)</u>	<u>(3,790)</u>
LOSS BEFORE MINORITY INTERESTS		(25,792)	(7,615)
Minority interests		<u>(1,391)</u>	<u>14,830</u>
NET PROFIT/(LOSS) FROM ORDINARY ACTIVITIES ATTRIBUTABLE TO SHAREHOLDERS	11	<u>(27,183)</u>	<u>7,215</u>
EARNINGS/(LOSS) PER SHARE – BASIC	12	<u>(2.4 cents)</u>	<u>0.6 cents</u>