

Consolidated Income Statement

For the year ended 31 March 2005

	Note	2005 HK\$'000	2004 HK\$'000
TURNOVER	5	8,521	9,996
DIRECT OPERATING EXPENSES		(6,623)	(8,489)
OTHER REVENUE	5	56	269
OTHER INCOME	6	1,257	3,562
SELLING AND ADMINISTRATIVE EXPENSES		(10,732)	(11,502)
OTHER OPERATING EXPENSES		—	(2,195)
LOSS FROM OPERATIONS	7	(7,521)	(8,359)
FINANCE COSTS	8	(476)	(23,572)
NET GAIN ARISING FROM DEBTS DISCHARGED UNDER SCHEMES OF ARRANGEMENT ("THE SCHEMES")	9	—	632,718
GAIN ON DE-CONSOLIDATION OF SUBSIDIARIES UNDER THE SCHEMES	10	—	706,083
(LOSS)/PROFIT BEFORE TAXATION		(7,997)	1,306,870
TAXATION — CREDIT/(CHARGE)	11	185	(7,809)
(LOSS)/PROFIT BEFORE MINORITY INTERESTS		(7,812)	1,299,061
MINORITY INTERESTS		—	18
(LOSS)/PROFIT ATTRIBUTABLE TO SHAREHOLDERS	14	(7,812)	1,299,079
DIVIDENDS	15	—	—
(LOSS)/EARNINGS PER SHARE BASIC	16	(0.15 cents)	81.50 cents

The notes on pages 22 to 49 form an integral part of these financial statements.