

Consolidated Profit and Loss Account

For the year ended 31 March 2005

	Notes	2005 HK\$	2004 HK\$
TURNOVER	5	70,084,060	81,001,038
COST OF SALES		<u>(64,855,361)</u>	<u>(70,651,252)</u>
GROSS PROFIT		5,228,699	10,349,786
OTHER REVENUE	5	2,572,216	2,668,955
DISTRIBUTION AND SELLING EXPENSES		<u>(6,181,382)</u>	<u>(7,363,214)</u>
ADMINISTRATIVE EXPENSES		<u>(17,492,204)</u>	<u>(18,174,067)</u>
OTHER OPERATING EXPENSES		<u>(1,144,990)</u>	<u>(140,000)</u>
		<u>(24,818,576)</u>	<u>(25,677,281)</u>
LOSS FROM OPERATING ACTIVITIES	6	(17,017,661)	(12,658,540)
FINANCE COSTS	7	<u>(2,107,764)</u>	<u>(2,133,108)</u>
LOSS BEFORE TAX		(19,125,425)	(14,791,648)
TAX	8	<u>(511,344)</u>	<u>(733,283)</u>
NET LOSS FROM ORDINARY ACTIVITIES ATTRIBUTABLE TO SHAREHOLDERS	11	<u><u>(19,636,769)</u></u>	<u><u>(15,524,931)</u></u>
LOSS PER SHARE	12		
– Basic		<u><u>HK0.41 cents</u></u>	<u><u>HK0.34 cents</u></u>
– Diluted		<u><u>N/A</u></u>	<u><u>N/A</u></u>

The notes on pages 32 to 75 form an integral part of these financial statements.