

# Consolidated Income Statement

Shanghai Merchants Holdings Limited - Annual Report 2005

For the year ended 31 December 2005

	<i>Notes</i>	<b>2005</b> <b>HK\$'000</b>	2004 <i>HK\$'000</i>
Turnover	5	<b>68,393</b>	22,305
Cost of sales		<b>(66,113)</b>	(21,369)
Gross profit		<b>2,280</b>	936
Other income	5	<b>474</b>	13
Credit arising from a scheme of arrangement with creditors	7	<b>15,421</b>	-
Distribution costs		<b>(1,353)</b>	(429)
Administrative expenses	8	<b>(8,539)</b>	(8,455)
Allowance for bad and doubtful debts		-	(14,816)
Profit/(loss) from operations		<b>8,283</b>	(22,751)
Finance costs – interest on other loans		<b>(1,744)</b>	(335)
Allowance for advance to an investee company	14	-	(24,806)
Gain on de-consolidation of a subsidiary	20	-	11,624
Profit/(loss) before taxation		<b>6,539</b>	(36,268)
Income tax expense	10	<b>(38)</b>	(31)
Profit/(loss) for the year		<b>6,501</b>	(36,299)
Earnings/(loss) per share – Basic	11	<b>1.57 cents</b>	(8.79) cents