

CONSOLIDATED INCOME STATEMENT

For the year ended 30 June 2006

	<i>Notes</i>	2006 HK\$'000	2005 HK\$'000 (Restated)
Continuing Operations			
Turnover	5	37,334	55,983
Cost of sales		(33,004)	(50,795)
Gross profit		4,330	5,188
Other revenue	8	5,518	61
Other income	8	397	152
Distribution costs		(8,822)	(3,806)
Administrative expenses		(36,755)	(22,683)
Impairment loss on trade and other receivables		(13,659)	–
Impairment loss on film rights		(4,409)	–
Change in fair value of financial assets at fair value through profit or loss		(2,259)	–
Loss from operations	9	(55,659)	(21,088)
Amortisation of goodwill		–	(946)
Impairment loss on goodwill		(40,414)	(3,809)
Finance costs	10	(17,098)	(763)
Share of results of associates	20	(147,995)	–
Gain on disposal of subsidiaries		476	4
Loss before taxation		(260,690)	(26,602)
Taxation	11	–	–
Loss for the year from continuing operations		(260,690)	(26,602)
Discontinued Operations			
Loss for the year from discontinued operations	7	(4,145)	(18,110)
Loss for the year		(264,835)	(44,712)

Consolidated Income Statement (Continued)

For the year ended 30 June 2006

	<i>Notes</i>	2006 HK\$'000	2005 HK\$'000 (Restated)
Attributable to:			
Equity holders of the Company		(261,914)	(36,799)
Minority interests		(2,921)	(7,913)
		(264,835)	(44,712)
Loss per share			
From continuing and discontinued operations			
Basic	<i>13</i>	(12.5) cents	(9.5) cents
Diluted	<i>13</i>	N/A	N/A
From continuing operations			
Basic	<i>13</i>	(12.4) cents	(6.9) cents
Diluted	<i>13</i>	N/A	N/A

The accompanying notes form an integral part of these financial statements.