

CONSOLIDATED STATEMENT OF OPERATIONS

for the year ended 31 August 2006

| | Note | 2006 HK\$'000 | 2005 HK\$'000 (restated) |
|--|------|----------------------|--------------------------------|
| Turnover | 3 | 1,159,579 | 1,137,356 |
| Other revenues | 3 | 24,843 | 19,615 |
| Network costs and cost of inventories | 4 | (300,593) | (339,402) |
| Other operating expenses | 5(a) | (894,677) | (983,149) |
| Operating loss | | (10,848) | (165,580) |
| Finance costs | 5(b) | (88,637) | (54,462) |
| Loss before taxation | 5 | (99,485) | (220,042) |
| Tax benefit | 6 | 7,244 | 6,725 |
| Loss attributable to shareholders | 7 | (92,241) | (213,317) |
| Dividends | 8 | - | - |
| Basic and diluted loss per share | 9 | HK 15.0 cents | HK 34.8 cents |

The notes on pages 45 to 87 form part of these financial statements.