

Consolidated Income Statement

For the year ended 31 December 2006

| | Notes | 2006 HK\$'000 | 2005 HK\$'000 |
|--|-------|-------------------|------------------|
| REVENUE | 5, 6 | 972,540 | 304,618 |
| Cost of sales | | (718,532) | (230,001) |
| Gross profit | | 254,008 | 74,617 |
| Other income | 7 | 20,961 | 2,540 |
| Marketing, selling and distribution costs | | (54,626) | (20,376) |
| Administrative expenses | | (95,046) | (61,865) |
| Other operating expenses | 16 | (750,391) | (28,296) |
| Operating loss | | (625,094) | (33,380) |
| Finance costs | 10 | (56) | (137) |
| Share of loss of a jointly controlled entity | 18 | (1) | (275) |
| Share of profits/(losses) of associates | 19 | 579 | (130) |
| LOSS BEFORE INCOME TAX | | (624,572) | (33,922) |
| Income tax expenses | 11 | (1,544) | – |
| LOSS AFTER INCOME TAX | | (626,116) | (33,922) |
| Dividends on preference shares | 12 | (5,812) | (5,812) |
| LOSS FOR THE YEAR | | (631,928) | (39,734) |
| Attributable to: | | | |
| Ordinary equity holders of the Company | 29 | (631,925) | (39,734) |
| Minority interests | | (3) | – |
| | | (631,928) | (39,734) |
| LOSS PER SHARE ATTRIBUTABLE TO THE ORDINARY EQUITY HOLDERS OF THE COMPANY | | | |
| Basic | 14 | (HK\$0.87) | (HK\$0.07) |
| Diluted | 14 | N/A | N/A |

The notes on pages 34 to 92 are an integral part of these consolidated financial statements.