

# CONSOLIDATED INCOME STATEMENT

For the Year ended 31 December 2006

	Note	2006 HK\$'000	2005 HK\$'000
<b>TURNOVER</b>	6	<b>514,396</b>	553,871
<b>COST OF SALES</b>		<b>(443,124)</b>	(473,975)
<b>GROSS PROFIT</b>		<b>71,272</b>	79,896
Other revenue	7	<b>31,069</b>	26,196
Gain/(Loss) on disposal of properties held for sale		<b>5</b>	(143)
Gain on disposal of controlling interest in Swank	41(a)	—	42,244
Gain on disposal of a subsidiary	41(b)	<b>557</b>	—
Gain on disposal of investment properties		—	2,715
Reversal of previous revaluation deficits of leasehold buildings, net		—	5,270
Write back of over-provision against properties held for sale		—	200
Net loss arising from fair value change of investment properties		<b>(889)</b>	(490)
Distribution costs		<b>(13,086)</b>	(18,359)
Administrative expenses		<b>(98,334)</b>	(94,712)
Other operating expenses		<b>(13)</b>	(2,822)
<b>(LOSS)/PROFIT FROM OPERATING ACTIVITIES</b>	8	<b>(9,419)</b>	39,995
Impairment loss on a loan receivable	22(a)	<b>(1,500)</b>	(45,000)
Impairment loss on interest in associates		<b>(5,525)</b>	—
Share of results of associates		—	1,997
<b>LOSS BEFORE TAXATION</b>		<b>(16,444)</b>	(3,008)
<b>TAXATION</b>	11	<b>(2,965)</b>	(1,520)
<b>LOSS FOR THE YEAR</b>		<b>(19,409)</b>	(4,528)
<b>Attributable to:</b>			
Equity holders of the Company	12	<b>(16,225)</b>	4,779
Minority interests		<b>(3,184)</b>	(9,307)
		<b>(19,409)</b>	(4,528)
<b>(Loss)/Earnings per share for (loss)/profit attributable to the equity holders of the Company during the year</b>			
Basic	13	<b>(9.8) cents</b>	5.1 cents
Diluted		<b>N/A</b>	N/A

The notes on pages 30 to 93 form an integral part of these financial statements.