

# Consolidated Income Statement

For the year ended 31 December 2006

	Note	2006 HK\$'000	2005 HK\$'000
<b>Turnover</b>	6	235,201	146,983
Cost of sales		(208,793)	(140,874)
<b>Gross profit</b>		26,408	6,109
Other income	7	5,582	6,191
Selling and distribution costs		(20,852)	(16,432)
Administrative expenses		(18,753)	(16,251)
Deficit on revaluation of property, plant and equipment		(182)	–
Provision for impairment of property, plant and equipment	18	(4,988)	–
Other operating expenses		(11,093)	(3,776)
<b>Loss from operations</b>	9	(23,878)	(24,159)
Finance costs	10	(13,867)	(13,057)
Gain on disposal of land use rights and buildings		3,608	–
Provision for impairment on investment in an associate	8	(162)	–
Waiver of debt and accrued interest under a Loan Restructuring Agreement	11	–	67,662
Share of results of associates		20,265	8,271
<b>(Loss)/profit before taxation</b>		(14,034)	38,717
Income tax	14	(476)	–
<b>(Loss)/profit for the year</b>		(14,510)	38,717
<b>Attributable to:</b>			
Equity shareholders of the Company	15	(5,632)	45,938
Minority interests		(8,878)	(7,221)
<b>(Loss)/profit for the year</b>		(14,510)	38,717
<b>Dividends</b>	16	–	–
<b>(Loss)/earnings per share</b>	17		
– Basic		(HK0.2 cents)	HK1.5 cents
– Diluted		N/A	N/A

The notes on pages 40 to 84 form an integral part of these financial statements.