CONSOLIDATED INCOME STATEMENT

For the year ended 31 December 2006

| | Notes | 2006 | 2005 |
|---|-------|----------------|-----------------|
| | | HK\$'000 | HK\$'000 |
| Revenue | 5 | 864,160 | 316,085 |
| Cost of sales | | (846,739) | (318,208) |
| Gross profit/(loss) | | 17,421 | (2,123) |
| Other income | 7 | 8,606 | 3,335 |
| Distribution costs | | (16,088) | (9,704) |
| General operating expenses | | (118,095) | (63,264) |
| Impairment of property, plant and equipment | | (3,663) | (43,946) |
| Impairment of goodwill | | - | (103,608) |
| Operating loss | | (111,819) | (219,310) |
| Finance costs | 8 | (4,016) | (2,478) |
| Share of results of associate | | - | (6,235) |
| Loss before income tax | 9 | (115,835) | (228,023) |
| Income tax expense | 10 | (365) | 3,524 |
| Loss for the year | | (116,200) | (224,499) |
| Attributable to: | | | |
| Equity holders of the Company | 11 | (88,163) | (218,223) |
| Minority interests | | (28,037) | (6,276) |
| Loss for the year | | (116,200) | (224,499) |
| Loss per share for loss attributable to the equity holders of the Company during the year | | | |
| Loss per share – basic | 13 | HK(3.61) cents | HK(10.27) cents |
| Loss per share – diluted | 13 | N/A | N/A |
| | 10 | | |