

CONSOLIDATED PROFIT AND LOSS ACCOUNT

For the year ended 31 December 2002

| | <i>Note</i> | 2002 <i>HK\$'000</i> | 2001 <i>HK\$'000</i> |
|--|-------------|-------------------------|-------------------------|
| Turnover | 2 | 153,445 | 233,002 |
| Direct outgoings | | (6,420) | (9,814) |
| Cost of properties sold | | <u>(31,355)</u> | <u>(99,660)</u> |
| | | 115,670 | 123,528 |
| Other revenues (net of direct outgoings) | 2 | 4,502 | (549) |
| Administrative expenses | | (15,057) | (12,363) |
| Other operating (expenses)/income | | (11,784) | 3,447 |
| Finance costs | 3 | (31,785) | (55,302) |
| Gain/(loss) on disposal of a subsidiary | | 4,901 | (1,270) |
| Gain on disposal of non-trading investment | | 5,190 | – |
| Deficit arising on revaluation of investment properties | 12 | (22,004) | (26,128) |
| Provision for impairment loss on property held for development | 14 | (7,373) | (5,359) |
| Write down of properties held for sale | | (14,000) | (15,308) |
| Impairment loss (net of write-back) on non-trading investments | | <u>(3,542)</u> | <u>(167)</u> |
| Operating profit | 4 | 24,718 | 10,529 |
| Share of results of associated companies | | 21,228 | 39,111 |
| Amortisation of goodwill on acquisition of an associated company | | <u>(14,080)</u> | <u>(11,043)</u> |
| Profit before taxation | | 31,866 | 38,597 |
| Taxation | 5 | <u>(9,426)</u> | <u>(5,467)</u> |
| Profit attributable to shareholders | 6 | <u>22,440</u> | <u>33,130</u> |
| Dividends | 7 | <u>11,957</u> | <u>15,943</u> |
| Per share information: | | | |
| – Earnings per share | 8 | HK2.8 cents | HK4.2 cents |
| – Dividends per share | | HK1.5 cents | HK2.0 cents |

The notes on pages 23 to 54 form an integral part of these accounts.

Auditors' report — page 16.