

CONSOLIDATED INCOME STATEMENT

FONG'S INDUSTRIES COMPANY LIMITED

For the year ended December 31, 2002

	Notes	2002 HK\$	2001 HK\$
Turnover		1,142,419,206	758,336,454
Cost of sales		(730,831,737)	(522,699,899)
Gross profit		411,587,469	235,636,555
Other operating income		17,970,914	9,684,042
Distribution costs		(36,920,222)	(29,344,465)
Administrative expenses		(152,029,654)	(118,834,962)
Other operating expenses		(32,301,409)	(24,360,020)
Profit from operations	5	208,307,098	72,781,150
Finance costs	7	(8,017,464)	(11,573,031)
Interest income		1,430,910	2,693,857
Share of results of associates	15	(19,024,333)	2,801,997
Share of results of a jointly controlled entity		24,773,150	3,379,596
Profit before taxation		207,469,361	70,083,569
Taxation	8	(36,617,378)	(7,100,142)
Profit before minority interests		170,851,983	62,983,427
Minority interests		965,203	—
Net profit for the year		171,817,186	62,983,427
Earnings per share	10		
Basic		30.5 cents	11.4 cents
Diluted		30.5 cents	11.4 cents