

Consolidated Profit and Loss Account

For the year ended 31st July, 2003

	Notes	2003 HK\$'000	2002 HK\$'000
TURNOVER	6	1,295,241	1,297,622
Cost of sales		<u>(952,376)</u>	<u>(849,014)</u>
Gross profit		342,865	448,608
Other revenue and gains		10,415	11,296
Administrative expenses		(114,279)	(112,828)
Selling and distribution costs		(182,998)	(229,286)
Other operating expenses		<u>(47,282)</u>	<u>(80,650)</u>
PROFIT FROM OPERATING ACTIVITIES	7	8,721	37,140
Finance costs	8	(13,099)	(6,814)
Share of profits and losses of associates		(32,809)	(922,849)
Negative goodwill recognised		12,561	3,723
Provision for impairment in value of an associate		<u>—</u>	<u>(273,812)</u>
LOSS BEFORE TAX		(24,626)	(1,162,612)
Tax	10	<u>(32,639)</u>	<u>(28,622)</u>
LOSS BEFORE MINORITY INTERESTS		(57,265)	(1,191,234)
Minority interests		<u>26,199</u>	<u>(9,040)</u>
NET LOSS FROM ORDINARY ACTIVITIES ATTRIBUTABLE TO SHAREHOLDERS	11	<u>(31,066)</u>	<u>(1,200,274)</u>
LOSS PER SHARE	12		
Basic		<u>HK\$0.02</u>	<u>HK\$0.83</u>
Diluted		<u>N/A</u>	<u>N/A</u>