

# CONSOLIDATED PROFIT AND LOSS ACCOUNT

Year ended 31 December 2003

<i>HK\$'million</i>	<i>Notes</i>	2003	2002 (Restated)
<b>TURNOVER</b>	<b>5</b>	3,441	3,130
Cost of sales		(2,963)	(2,696)
<b>Gross profit</b>		<b>478</b>	<b>434</b>
Other revenue		32	41
Selling and distribution costs		(49)	(49)
Administrative expenses		(264)	(314)
Other operating expenses		(35)	(72)
<b>Profit from operating activities before net gains/(losses) on investments and impairment of fixed assets</b>		<b>162</b>	<b>40</b>
Net gains/(losses) on disposal/deemed disposal of subsidiaries		(12)	599
Net unrealised holding losses on short term investments		(1)	(383)
Net realised gains/(losses) on disposal of short term investments		5	(12)
Impairment of long term investments		—	(313)
Impairment of fixed assets		(2)	(3)
Deficit on revaluation of investment properties		(3)	—
Net losses on disposal/deemed disposal of associates		—	(129)
<b>PROFIT/(LOSS) FROM OPERATING ACTIVITIES</b>	<b>6</b>	<b>149</b>	<b>(201)</b>
Finance costs	7	(8)	(27)
		141	(228)
Share of profits and losses of jointly-controlled entities		—	5
Share of profits and losses of associates (note)		(200)	(33)
		(200)	(28)
<b>LOSS BEFORE TAX</b>		<b>(59)</b>	<b>(256)</b>
Tax	10	(12)	(9)
<b>LOSS BEFORE MINORITY INTERESTS</b>		<b>(71)</b>	<b>(265)</b>
Minority interests		(47)	6
<b>NET LOSS FROM ORDINARY ACTIVITIES ATTRIBUTABLE TO SHAREHOLDERS</b>	<b>11</b>	<b>(118)</b>	<b>(259)</b>
<b>DIVIDENDS</b>	<b>12</b>		
Interim		6	4
Proposed final		6	8
		12	12
<b>LOSS PER SHARE</b>	<b>13</b>		
Basic		HK\$0.28	HK\$0.61
Diluted		N/A	N/A

*Note:* Including a realisation of the relevant portion of the unrealised profits of approximately HK\$175 million (2002: HK\$6 million) arising from the disposal of subsidiaries to an associate in the prior year.