

CONSOLIDATED PROFIT AND LOSS ACCOUNT

For the year ended 31st December, 2003

| | Note | 2003 HK\$'000 | Restated 2002 HK\$'000 |
|--|-------------|------------------|------------------------------|
| Turnover | 5 | 1,811,747 | 1,116,370 |
| Cost of sales | | (1,195,911) | (760,275) |
| Gross profit | | 615,836 | 356,095 |
| Other revenue | | 4,171 | 7,750 |
| Administrative expenses | | (205,380) | (221,372) |
| Other operating expenses | | (139,708) | (131,904) |
| Provisions for bad and doubtful debts relating to: | | | |
| Banking operations | | (3,753) | (4,025) |
| Non-banking operations | | (1,916) | (19,851) |
| Provisions for impairment losses: | | | |
| Investment securities | | (32,596) | (68,027) |
| Fixed assets | | – | (87,087) |
| Goodwill | | – | (83,193) |
| Write-back of provision/(Provision) for loss on guaranteed return arrangement for fund management | | 10,868 | (88,290) |
| Write-back of deficit on revaluation of investment properties | | 27,744 | 133,757 |
| Gain on dilution of shareholding in an associate | | – | 16,423 |
| Provision against properties held for sale | | (11,404) | (29,339) |
| Negative goodwill recognised as income | | 67,317 | 131,668 |
| Net unrealised gain on transfer of investment securities and held-to-maturity securities to | | | |
| other investments in securities | 6 | 20,483 | – |
| Gain on disposal of subsidiaries | | – | 458,964 |
| Profit from operating activities | 7 | 351,662 | 371,569 |
| Finance costs | 11 | (42,495) | (65,068) |
| Share of results of associates | | 52,458 | (3,472) |
| Profit before tax | | 361,625 | 303,029 |
| Tax | 12 | (84,945) | (122,682) |
| Profit before minority interests | | 276,680 | 180,347 |
| Minority interests | | (109,192) | (282,023) |
| Net profit/(loss) from ordinary activities attributable to shareholders | 13, 14 & 33 | 167,488 | (101,676) |
| | | HK cents | HK cents |
| Earnings/(Loss) per share | 15 | | |
| Basic | | 38 | (23) |
| Diluted | | N/A | N/A |
| | | HK\$'000 | HK\$'000 |
| Dividend | 16 | | |
| Final, proposed after the balance sheet date | | 8,748 | – |