

# CONSOLIDATED INCOME STATEMENT

SOUTH EAST GROUP LIMITED ANNUAL REPORT 2004

FOR THE YEAR ENDED 31 MARCH 2004

	NOTE	2004 HK\$'000	2003 HK\$'000
TURNOVER	4	192,850	60,252
COST OF INVENTORIES SOLD		(132,194)	(48,382)
GROSS PROFIT		60,656	11,870
OTHER REVENUE	4	1,035	398
SELLING AND DISTRIBUTION COSTS		(23,277)	(4,585)
ADMINISTRATIVE EXPENSES		(22,734)	(40,170)
PROFIT/(LOSS) FROM OPERATIONS	5	15,680	(32,487)
FINANCE COSTS	6	(335)	(539)
SHARE OF LOSSES OF JOINT VENTURE		–	(663)
PROFIT/(LOSS) BEFORE TAXATION		15,345	(33,689)
TAXATION	7	(4,789)	(122)
PROFIT/(LOSS) AFTER TAXATION		10,556	(33,811)
MINORITY INTERESTS		2,209	111
NET PROFIT/(LOSS) FROM ORDINARY ACTIVITIES ATTRIBUTABLE TO SHAREHOLDERS	8	12,765	(33,700)
DIVIDENDS		–	–
PROFIT/(LOSS) FOR THE YEAR	22	12,765	(33,700)
EARNING/(LOSS) PER SHARE (CENTS)	9	3.9	(10.2)

The notes on pages 21 to 49 form an integral part of these financial statements.