

CONSOLIDATED INCOME STATEMENT

For the year ended 31 December 2004

(Expressed in Hong Kong dollars)

	Note	2004 \$'000	2003 \$'000
Turnover	3	1,460,980	1,623,072
Other revenue	4	53,146	37,035
Other net gain	4	44,862	93,027
Cost of department store sales		(843,481)	(953,199)
Cost of property leasing activities		(62,133)	(68,526)
Other operating expenses		<u>(301,867)</u>	<u>(425,921)</u>
		351,507	305,488
(Loss)/gain on disposal of investment properties	3(b)	<u>(4,498)</u>	<u>14,624</u>
Profit from operations	3	347,009	320,112
Finance costs	5(a)	<u>(56,670)</u>	<u>(55,817)</u>
		290,339	264,295
Share of profits less losses of associates		<u>99,423</u>	<u>119,940</u>
Profit from ordinary activities before taxation	5	389,762	384,235
Taxation	6(a)	<u>(78,589)</u>	<u>(87,328)</u>
Profit from ordinary activities after taxation		311,173	296,907
Minority interests		<u>(587)</u>	<u>(530)</u>
Profit attributable to shareholders	7 & 27(a)	<u>310,586</u>	<u>296,377</u>
Dividends attributable to the year			
Interim dividend declared and paid	8(a)	41,346	38,392
Final dividend proposed after the balance sheet date	8(a)	<u>121,084</u>	<u>115,177</u>
		<u>162,430</u>	<u>153,569</u>
Basic earnings per share	9	<u>105.2 cents</u>	<u>100.4 cents</u>

The notes on pages 26 to 67 form part of these financial statements.