

Consolidated Income Statement 21

For the year ended 31 March 2006

Herald Holdings Limited Annual Report 2006

	Note	2006 HK\$'000	2005 (restated) HK\$'000
Turnover	3 & 12	1,325,686	1,442,998
Cost of sales		(1,000,531)	(1,080,829)
Gross profit		325,155	362,169
Other revenue	4	13,468	5,849
Other net income	4	2,212	2,565
Selling expenses		(57,766)	(59,968)
Administrative expenses		(189,789)	(195,521)
Valuation gains on investment properties	13(c)	2,140	1,172
Write back of impairment losses on property, plant and equipment	13(d)	9,294	–
Write back of/(provision for) impairment losses on club membership	14	60	(520)
Profit from operations		104,774	115,746
Finance costs	5(a)	(145)	(275)
Share of profit of jointly controlled entity		494	181
Profit before taxation	5	105,123	115,652
Income tax	6(a)	(14,392)	(16,480)
Profit for the year		90,731	99,172
Attributable to:			
Equity shareholders of the company	9 & 27	86,290	96,117
Minority interests	27	4,441	3,055
Profit for the year	27	90,731	99,172
Dividends payable to equity shareholders of the company attributable to the year:	10		
Interim dividend declared during the year		15,348	12,279
Final dividend proposed after the balance sheet date		24,558	27,627
		39,906	39,906
Earnings per share	11		
Basic and diluted		HK14.06 cents	HK15.66 cents

The notes on pages 28 to 84 form part of these financial statements.