

Consolidated Income Statement

Year ended 31st July, 2006

	Notes	2006 HK\$'000	2005 HK\$'000
TURNOVER	6	793,807	788,799
Cost of sales		<u>(270,574)</u>	<u>(278,885)</u>
Gross profit		523,233	509,914
Other revenue	6	36,656	12,556
Administrative expenses		(268,980)	(263,785)
Other operating expenses		(61,075)	(64,909)
Fair value gain on investment properties	16	315,091	599,549
Reversal of impairment of/(impairment of) available-for-sale debt investments		(2,969)	209,478
Reversal of impairment of property, plant and equipment	14	—	176,396
Loss on disposal of subsidiaries		—	<u>(7,752)</u>
PROFIT FROM OPERATING ACTIVITIES	7	541,956	1,171,447
Finance costs	8	(156,943)	(115,048)
Loss arising from the Bonds Settlement and the eSun Settlement, net	20 & 26(i)	—	(1,483,527)
Reversal of provision for/(provision for) contingent liabilities to bondholders	26(ii)	4,848	(136,525)
Gain on cancellation of bond payables	26(iii)	37,492	32,567
Share of profits and losses of associates		107,752	169,390
Reversal of impairment of associates		—	4,365
Gain/(loss) on deemed disposal of interest in an associate		<u>94,653</u>	<u>(16,419)</u>
PROFIT/(LOSS) BEFORE TAX		629,758	(373,750)
Tax	11	<u>(80,656)</u>	<u>(197,446)</u>
PROFIT/(LOSS) FOR THE YEAR		<u>549,102</u>	<u>(571,196)</u>
Attributable to:			
Equity holders of the Company	12	512,922	(705,962)
Minority interests		<u>36,180</u>	<u>134,766</u>
		<u>549,102</u>	<u>(571,196)</u>
EARNINGS/(LOSS) PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY	13		
Basic		<u>HK\$0.04</u>	<u>(HK\$0.07)</u>
Diluted		<u>HK\$0.04</u>	<u>N/A</u>