

CONSOLIDATED INCOME STATEMENT

For the year ended 31 December 2006

(Expressed in Hong Kong dollars)

		2006	2005
	Note	\$'000	(restated) \$'000
Turnover	3	1,148,601	1,069,863
Other revenue	4	75,333	92,268
Other net gain	4	43,004	19,934
Cost of department store sales	5(d)	(468,504)	(410,192)
Cost of property leasing activities	5(c)	(68,691)	(65,082)
Other operating expenses		<u>(336,542)</u>	<u>(305,851)</u>
Profit from operations		393,201	400,940
Finance costs	5(a)	<u>(53,397)</u>	<u>(53,934)</u>
		339,804	347,006
Net valuation gain on investment properties	13(c)	257,227	729,717
Gain on disposal of investment properties	13(f)	<u>–</u>	<u>9,240</u>
		597,031	1,085,963
Share of profits of associates		<u>48,589</u>	<u>62,582</u>
Profit before taxation	5	645,620	1,148,545
Income tax	6(a)	<u>(78,159)</u>	<u>(153,657)</u>
Profit after taxation		<u>567,461</u>	<u>994,888</u>
Attributable to:			
Shareholders of the Company		567,549	994,482
Minority interests		<u>(88)</u>	<u>406</u>
Profit after taxation		<u>567,461</u>	<u>994,888</u>
Dividends attributable to the year	10(a)		
Interim dividend declared and paid during the year		53,159	56,112
Final dividend proposed after the balance sheet date		<u>132,897</u>	<u>150,616</u>
		<u>186,056</u>	<u>206,728</u>
Basic earnings per share	11(a)	<u>192.2 cents</u>	<u>336.7 cents</u>

The notes on pages 36 to 91 form part of these financial statements.