

Far East Holdings International Limited

(Incorporated in Hong Kong with limited liability)

Consolidated Profit and Loss Account

For the year ended 31st December, 1997

	<i>Notes</i>	<u>1997</u> <i>HK\$</i>	<u>1996</u> <i>HK\$</i>
TURNOVER	3	<u>2,378,664,913</u>	<u>4,266,593,100</u>
OPERATING (LOSS) PROFIT	5		
Continuing operations excluding exceptional item		(19,864,520)	9,304,570
Exceptional item	6	<u>(38,406,181)</u>	<u>6,476,379</u>
		(58,270,701)	15,780,949
SHARE OF RESULTS OF AN ASSOCIATED COMPANY		<u>(3,804)</u>	<u>-</u>
(LOSS) PROFIT FROM ORDINARY ACTIVITIES BEFORE TAXATION		(58,274,505)	15,780,949
TAXATION	8	<u>6,322,587</u>	<u>19,289,093</u>
LOSS BEFORE MINORITY INTERESTS		(64,597,092)	(3,508,144)
MINORITY INTERESTS		<u>345,847</u>	<u>(9,870,310)</u>
LOSS FOR THE YEAR	9	<u>(64,251,245)</u>	<u>(13,378,454)</u>
LOSS PER SHARE	10	<u>(21.5 cents)</u>	<u>(4.5 cents)</u>