

**INTERIM REPORT**  
**Period ended 30 June 2009**



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## **Chief Executive's statement**

The underlying Origo business continued to perform well in the Period despite the uncertain economic backdrop, with revenues rising by 32% and operating costs falling by 16%. Stripping out the impact of currency movements the value of our portfolio grew by £1.9 million in the Period, and the Company is well positioned to capture opportunities as they arise with net cash of £13.1 million.

The Chinese economy rebounded markedly in the Period and - in line with our expectations - is on track to meet the official GDP growth target of 8 percent for 2009. Further, China has taken the lead in the recovery of global equity markets in the first half of 2009.

We have prudently preserved cash, performed cost cutting exercises and carried out extensive work to assist existing portfolio companies in weathering the financial turmoil over the last twelve months. In addition we have also generated a strong pipeline of China centric investment opportunities, both in private and public equities.

Recognising that Origo is in an advantageous position with cash, resources and China specific skill sets, I want to signal a more aggressive strategy for the Company going forward in progressing these opportunities.

## **Portfolio review**

During the Period there have been a number of significant developments within the Group's 14 investee companies and the closer involvement of our management in the activities of these companies has led to a number of benefits. The focus of our attention over the last six months has been to ensure that these companies are appropriately funded and well positioned to take advantage of growth opportunities as they arise.

In May 2009, we made a follow-on investment of £1.0 million in conjunction with Origo Resource Partners Ltd. ("ORP") in IRCA Holdings ("IRCA"), a provider of health, safety and environmental risk management services. To further assist IRCA in its development, Alan Matthews, a Managing Director of Origo, has recently assumed a full time position with the company in the capacity of Executive Chairman.

In addition we made a number of smaller disbursements with a total value of £0.7 million in the form of convertible loans and other credit facilities to various portfolio companies.

Other significant developments in the portfolio in the Period included the launch of a new venture formed by Primary Holdings International Trust ("PHI"), the Origo portfolio company established to acquire and lease Australian farmland properties, and R.M. Williams Pty Ltd. ('RMW'), the well known Australian footwear, apparel and accessories company.

The new venture, R.M. Williams Agricultural Holdings Pty Ltd. ("RMWAH"), raised a substantial round of equity financing from affiliates of RMW and third party institutional investors. The new equity financing was priced at a premium to our original investment in PHI, resulting in an unrealised gain above our original cost of investment in PHI of £0.5 million. In addition, Origo has today announced an agreement to enter into a follow-on convertible financing arrangement with RMWAH. Under the terms of the agreement, Origo will extend a convertible loan of up to £1.9 million to RMWAH for working capital purposes. As previously announced, David Pearse, a Managing Director of Origo, has been appointed full time Managing Director of RMWAH, and is working to ensure the successful implementation of its investment strategy.

In an effort to manage risk and liquidity in our portfolio, we are exploring divestments of selected portfolio companies, including our interest in Roshini International Bio Energy Corporation ("RIBEC"). We wrote down the carrying value of our interest in RIBEC at the end of 2008, due to weakening trading and delays in obtaining expansion funding. The Board has further decided not to participate in a planned equity placing, and we have therefore – on the request of the founding shareholders – entered into an option agreement under which the founding shareholders maintain an option for six months to acquire our interest at the value at which the position is presently carried in our books as of 30 June 2009.

## **Financial performance**

In aggregate terms, the Directors' valuation of the portfolio as of 30 June 2009 amounted to £20.2 million, down from £22.7 million as of 31 December 2008 (30 June 2008: £ 24.2 million). The decline in the valuation of the portfolio since the end of last year is due primarily to currency movements rather than any change in the underlying performance of the portfolio companies. Stripping out the effects of currency movements, the value of the portfolio actually rose by £1.9 million in the Period, which predominantly reflects an appreciation in value in our investment in Rising Technology, China's leading provider of anti-virus software and solutions.

Net cash and cash equivalents totalled £13.1 million at the end of the Period, representing slightly more than 36% of our net assets. Net assets and net assets per share were £36.6 million and 38p respectively – this compared to £38.4 million and 39p as of 31 December 2008, and £44.3 million and 45p as of 30 June 2008.

Revenues grew by 32% to £1.5 million, up from £1.1 million in the first six months of 2009, reflecting new income streams following our entry into the fund consulting and research services business segments during the course of 2009. Even though revenues grew in the Period, we were able to reduce administration costs to £1.7 million, down from £2.1 million in the same period last year. Operating loss amounted to £1.0 million (30 June 2008: £1.3 million) and comprehensive loss equalled £2.2 million (30 June 2008: comprehensive profit of £1.2 million).

As in the past, a significant proportion of our comprehensive loss for the Period is due to non-cash items resulting from recognising of fair value of equity-settled benefits (£0.4 million), foreign exchange losses (£1.0 million), and movement in the fair value of portfolio (-£0.4 million).

### **Strategy and outlook**

The improving macro economic environment, increased liquidity and growing appetite for risk, bodes well for our portfolio. We have witnessed organic growth across our holdings, and the low leverage applied across businesses in our portfolio means many of our investee companies are well placed to take advantage of the market recovery with our support.

The Chinese economy is vibrant and is expected to continue to show stable growth in the year ahead. Attractive asset prices provide us with a number of compelling acquisition opportunities, in particular in the natural resource sector where we can co-invest with ORP. In addition, we anticipate that the investment market conditions will continue to improve during the course of the second half of 2009, followed by a reopening of IPO and M&A markets in 2010.

While having taken a cautious approach in the last 12 months, we are now actively reviewing a range of options to create further value through investments in new businesses, as well as making follow on investments in existing portfolio companies, and profitable divestments.

Specifically, we expect to increase our activities in China relative to other markets, and we will concentrate much of our new investments and business development efforts going forward in China. We will do so while continuing to implement firm-wide effort to stream line operations and cut non-essential expenses wherever possible.

In closing, I am pleased to report that we have been able to successfully address the challenges presented by the recent financial crisis and have emerged as a stronger entity. The Company is well financed. Our portfolio is in good shape. We sense that we are presented with an opportunity of historical magnitude. We are determined not to let it pass.

## Directors' report

### Report of the directors for the period ended 30 June 2009

The directors present their report together with the unaudited interim consolidated financial statements of Origo Sino-India Plc (the "Company") and its consolidated entities (together referred to as the "Group") for the period of 1 January 2009 to 30 June 2009.

### Results and dividends

The results of the Group for the period are set out in the Unaudited Consolidated Statement of Comprehensive Income on page 5 and show a loss for the period of £2.2 million (period ended 30 June 2008: profit of £1,232,000).

The limited trading history of the Group neither justifies nor allows the payment of a dividend. The directors are therefore not able to recommend the payment of a dividend for the period ended 30 June 2009 (period ended 30 June 2008: £nil).

### Principal activities, review of business and future developments

The strategy of the Group is to invest in and provide consultancy services to fast growing private companies across various sectors of the Chinese and Indian economies. The review of business and future developments is covered in the Chairman's report and Chief Executive's report.

### Directors and their interests

Directors held the following interests in the Company:

	At 30 June 2009		At 31 December 2008	
	Options	Ordinary shares	Options	Ordinary shares
Mr. Wang Chao Yong	4,000,000	1,047,500	4,000,000	1,047,500
Mr. Chris Rynning	1,000,000	12,302,621	1,000,000	12,125,000
Mr. Niklas Ponnert	2,800,000	577,622	2,800,000	400,000
Mr. Christopher Jemmett	100,000	50,000	100,000	50,000
Mr. Dipankar Basu	100,000	50,000	100,000	50,000
Mr. Stockton Birthisel*	-	-	-	25,000

\*Resigned from the Board on 5 June 2009

### Auditors' independent review report

A copy of the auditors' independent review report is set out on page 4.

This report is made in accordance with a resolution of the Directors.

### Niklas Ponnert

Director

24 September 2009

## **Auditors' independent review report**

### **Introduction**

We have been engaged by the Company to review the set of financial statements in the half-yearly financial report for the six months ended 2009, which comprise the consolidated statement of comprehensive income, the consolidated statement of financial position, the consolidated statement of cash flows, the consolidated statement of changes in equity and the related notes 1 to 19. We have read the other information contained in the half-yearly financial report and considered whether it contains any apparent misstatements or material inconsistencies with the financial information in the full set of financial statements.

Our report has been prepared in accordance with the terms of our engagement to assist the Company in meeting the requirements of the London Stock Exchange for companies trading securities on the Alternative Investment Market ("AIM Rules") and for no other purpose. No person is entitled to rely on this report unless such a person is a person entitled to rely upon this report by virtue of and for the purpose of our terms and engagement or has been expressly authorized to do so by our prior written consent. Save as above, we do not accept responsibility for this report to any other person or for any other purpose and we hereby expressly disclaim any and all such liability.

### **Directors' responsibilities**

The half-yearly financial report is the responsibility of, and has been approved by the directors. The directors are responsible for preparing the half-yearly financial report in accordance with the rules of the London Stock Exchange for companies trading securities on the Alternative Investment Market which require that the half-yearly report be presented and prepared in a form consistent with that which will be adopted in the Company's annual accounts having regard to the accounting standards applicable to such annual accounts.

As disclosed in note 2.1, the annual financial statements of the group are prepared in accordance with International Financial Reporting Standards, as endorsed by the European Union. The set of financial statements in the half-yearly report is prepared in accordance with International Accounting Standard 34, "Interim Financial Reporting", as adopted by the European Union.

### **Our responsibility**

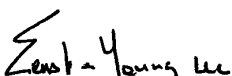
Our responsibility is to express to the Company a conclusion on the full set of financial statements in the half-yearly financial report based on our review.

### **Scope of review**

We conducted our review in accordance with International Standard on Review Engagements (UK and Ireland) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Auditing Practices Board for use in the United Kingdom. A review consists of making enquiries of persons responsible for financial reporting and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing (UK and Ireland) and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified during an audit. Accordingly we do not express an audit opinion.

### **Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the set of financial statements in the half-yearly financial report for the six months ended 2009 is not prepared, in all material respects, in accordance with International Accounting Standard 34 as adopted by the European Union.



Ernst & Young LLC  
Chartered Accountants  
Douglas  
Isle of Man

24 September 2009

## Unaudited Consolidated Statement of Comprehensive Income

For the six months ended 30 June 2009

		(Unaudited)	(Unaudited)
		(Restated)	(Restated)
		6 months to	6 months to
		30 June	30 June
		2009	2008
	Note	£'000	£'000
<b>Revenue</b>	3	<b>1,499</b>	<b>1,139</b>
Cost of sales	3	(747)	(369)
<b>Gross profit</b>		<b>752</b>	<b>770</b>
Distribution costs		(15)	(23)
Share-based payments		(405)	(770)
Other administrative expenses		(1,316)	(1,290)
Total administrative expenses	4	(1,721)	(2,060)
<b>Loss from operations</b>		<b>(984)</b>	<b>(1,313)</b>
Investment (loss)/income	7	(457)	2,397
Including:			
-Share of losses of associates		(19)	(57)
Foreign exchange loss		(982)	(94)
Finance income		215	248
Finance costs		(16)	(6)
Other income		1	-
<b>(Loss)/profit before and after tax</b>		<b>(2,223)</b>	<b>1,232</b>
<b>Other comprehensive loss:</b>			
Exchange differences on translating foreign operations		55	-
Available-for-sale financial assets		(80)	-
Other comprehensive loss for the period, net of tax		(25)	-
<b>Total comprehensive (loss)/income for the period</b>		<b>(2,248)</b>	<b>1,232</b>
(Loss)/profit attributable to:			
- Owners of the parent		(2,193)	1,232
- Non-controlling interests		(30)	-
		<b>(2,223)</b>	<b>1,232</b>
Total comprehensive (loss)/income attributable to:			
- Owners of the parent		(2,218)	1,232
- Non-controlling interests		(30)	-
		<b>(2,248)</b>	<b>1,232</b>
Basic and diluted (loss)/earnings per share	8	<b>(2.28)p</b>	<b>1.48p</b>

The accompanying notes on page 9 to 22 form an integral part of these unaudited consolidated financial statements.

**Unaudited Consolidated Statement of Financial Position**

As at 30 June 2009

		(Unaudited)	(Unaudited)	(Audited)
		(Unaudited)	(Restated)	(Restated)
		30 June	30 June	31 December
		2009	2008	2008
<b>Assets</b>	<b>Note</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
<b>Non-current assets</b>				
Property, plant and equipment (PPE)		47	28	41
Intangible assets		10	10	12
Investments at fair value through profit or loss	9	19,102	23,583	21,856
Loans	11	2,643	751	1,796
Available-for-sale investments	13	29	91	126
Investments in associates	10	35	123	61
Other investments		5	4	6
		21,871	24,590	23,898
<b>Current assets</b>				
Inventories		32	48	35
Trade and other receivables	12	2,048	1,789	1,801
Cash and cash equivalents		13,063	19,055	13,133
		15,143	20,892	14,969
<b>Total assets</b>		<b>37,014</b>	<b>45,482</b>	<b>38,867</b>
<b>Current liabilities</b>				
Trade and other payables	14	417	1,223	427
		417	1,223	427
<b>Total liabilities</b>		417	1,223	427
<b>Total net assets</b>		<b>36,597</b>	<b>44,259</b>	<b>38,440</b>
<b>Equity attributable to equity holders of the company</b>				
Issued capital	15	9	9	9
Share premium		31,502	31,502	31,502
Share-based payment reserve		3,678	2,714	3,273
Retained earnings		(2,869)	5,228	(676)
Warrant reserve		4,738	4,738	4,738
Translation reserve		(194)	107	(249)
Other reserve		(117)	(39)	(37)
		36,747	44,259	38,560
Non-controlling interests		(150)	-	(120)
<b>Total equity</b>		<b>36,597</b>	<b>44,259</b>	<b>38,440</b>
<b>Total equity and liabilities</b>		<b>37,014</b>	<b>45,482</b>	<b>38,867</b>

The accompanying notes on page 9 to 22 form an integral part of these unaudited consolidated financial statements.

## Unaudited Consolidated Statement of Cash Flows

For the six months ended 30 June 2009

	(Unaudited)	(Unaudited)
	(Unaudited)	(Restated)
	6 months to	6 months to
	30 June	30 June
	2009	2008
	£'000	£'000
<b>(Loss)/profit from operating activities</b>	<b>(2,223)</b>	<b>1,232</b>
Adjustments for:		
Depreciation	7	3
Share-based payment	405	770
Loss/(gain) on fair value changes of fair value through profit or loss	591	(2,454)
Gain on disposal of an investment	(153)	-
Share of losses of an associate	19	57
Foreign exchange loss	507	2
Finance income	(117)	(248)
<b>Operating loss before changes in working capital and provisions</b>	<b>(964)</b>	<b>(638)</b>
Increase in trade and other receivables	(247)	(272)
(Decrease)/increase in trade and other payables	(10)	998
Decrease/(increase) in inventories	3	(35)
<b>Cash outflow from operations</b>	<b>(1,218)</b>	<b>53</b>
Investing activities		
Purchases of items of property, plant and equipment	(18)	(7)
Disposal of financial instruments	2,920	-
Investment of financial instruments	(1,711)	(1,339)
Finance income received	117	248
<b>Net cash flows used in investing activities</b>	<b>1,308</b>	<b>(1,098)</b>
Financing activities		
Issue of ordinary shares	-	16,399
<b>Net cash flows used in financing activities</b>	<b>-</b>	<b>16,399</b>
<b>Increase in cash and cash equivalents</b>	<b>90</b>	<b>15,354</b>
Net foreign exchange difference	(160)	42
Cash and cash equivalents at beginning of period	13,133	3,659
<b>Cash and cash equivalents at end of period</b>	<b>13,063</b>	<b>19,055</b>

The accompanying notes on page 9 to 22 form an integral part of these unaudited consolidated financial statements.

## Unaudited Consolidated Statement of Changes In Equity

For the six months ended 30 June 2009

	Issued capital £'000	Share premium £'000	Share-based payment reserve £'000	Retained earnings £'000	Warrant reserve £'000	Other reserve £'000	Translation reserve £'000	Total £'000	Non- controlling interests £'000	Total equity £'000
<b>At 30 June 2008</b>										
<b>(Unaudited)</b>	9	31,502	2,714	5,228	4,738	(39)	107	44,259	-	44,259
Other reserve	-	-	-	-	-	2	-	2	-	2
Share-based payment expense	-	-	559	-	-	-	-	559	-	559
Foreign currency translation	-	-	-	-	-	-	(356)	(356)	-	(356)
Non-controlling interests	-	-	-	-	-	-	-	-	(120)	(120)
Loss for the period	-	-	-	(5,904)	-	-	-	(5,904)	-	(5,904)
<b>At 31 December</b>										
<b>2008 (Audited)</b>	9	31,502	3,273	(676)	4,738	(37)	(249)	38,560	(120)	38,440
Other reserve	-	-	-	-	-	(80)	-	(80)	-	(80)
Share-based payment expense	-	-	405	-	-	-	-	405	-	405
Foreign currency translation	-	-	-	-	-	-	55	55	-	55
Non-controlling interests	-	-	-	-	-	-	-	-	(30)	(30)
Loss for the period	-	-	-	(2,193)	-	-	-	(2,193)	-	(2,193)
<b>At 30 June 2009</b>										
<b>(unaudited)</b>	9	31,502	3,678	(2,869)	4,738	(117)	(194)	36,747	(150)	36,597

The accompanying notes on page 9 to 22 form an integral part of these unaudited consolidated financial statements.

## **1. General information**

Origo Sino-India Plc is a limited liability company incorporated and domiciled in the Isle of Man whose shares are publicly traded on the AIM market of the London Stock Exchange.

The consolidated financial statements of Origo Sino-India Plc comprise the Company and its subsidiaries (together referred to as “the Group”).

The principal activities of the Group are described in note 6.

The interim consolidated financial statements of the Group for the six months ended 30 June 2009 were authorised for issue in accordance with the resolution of the directors on 24 September 2009.

## **2. Basis of preparation and accounting policies**

### **2.1 Basis of preparation**

This interim financial information for the six months ended 30 June 2009 has been prepared in accordance with International Accounting Standard 34 “Interim Financial Reporting”, as adopted by the European Union, which is unaudited and does not constitute statutory accounts within the meaning of the Companies Acts 1931 to 2004. The comparatives include for the six months ended 30 June 2008 and for the year ended 31 December 2008. The auditor’s reports on those accounts as at 30 June 2008 and 31 December 2008 were unqualified.

The interim financial statements do not include all of the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group’s annual financial statements as at 31 December 2008.

### **2.2 Significant Accounting policies**

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group’s annual financial statements for the year ended 31 December 2008, except for the adoption of new standards and interpretations as of 1 January 2009, noted below:

#### **IFRS 2 Share-based Payment – Vesting Conditions and Cancellations**

The standard has been amended to clarify the definition of vesting conditions and to prescribe the accounting treatment of an award that is effectively cancelled because a non-vesting condition is not satisfied. The adoption of this amendment did not have any significant impact on the financial position or performance of the Group.

#### **IFRS 7 Financial Instruments: Disclosures**

The amended standard requires additional disclosure about fair value measurement and liquidity risk. Fair value measurements are to be disclosed by source of inputs using a three level hierarchy for each class of financial instrument. In addition, reconciliation between the beginning and ending balance for Level 3 fair value measurements is now required, as well significant transfers between Level 1 and Level 2 fair value measurements. The amendments also clarify the requirements for liquidity risk disclosures.

#### **IFRS 8 Operating Segments**

This standard requires disclosure of information about the Group’s operating segments and replaces the requirement to determine primary and secondary reporting segments of the Group. Adoption of this Standard did not have any significant effect on the financial position or performance of the Group. The Group determined that the operating segments were the same as the business segments previously identified under IAS 14 Segment Reporting.

#### **IAS 1 (Revised) Presentation of Financial Statements**

The revised Standard separates owner and non-owner changes in equity. The statement of changes in equity includes only details of transactions with owners, with non-owner changes in equity presented as a single line. In addition, the Standard introduces the statement of comprehensive income: it presents all items of recognized income and expense, either in one single statement, or in two linked statements. The Group has elected to present one single statement.

Notes to the Consolidated Financial Statements for the six months ended 30 June 2009

3. Revenue and cost of sales

	6 months to 30 June 2009 £'000	6 months to 30 June 2008 £'000
Revenue		
Consulting services	1,074	670
Fund consulting	300	233
Furniture trading	125	236
<b>Total:</b>	<b>1,499</b>	<b>1,139</b>
Cost of sales		
Consulting services	646	234
Furniture trading	83	125
Business tax	18	10
<b>Total:</b>	<b>747</b>	<b>369</b>

4. Administrative expenses

	6 months to 30 June 2009 £'000	6 months to 30 June 2008 £'000
Employee expenses	652	543
Professional fees	279	386
Including:		
-Audit fees	28	36
Share-based payments	405	770
Depreciation expense	7	3
Others	378	358
<b>Total</b>	<b>1,721</b>	<b>2,060</b>

**Notes to the Consolidated Financial Statements for the six months ended 30 June 2009**

**5. Directors' remuneration**

	<b>6 months to 30 June 2009 £'000</b>	<b>6 months to 30 June 2008 £'000</b>
Directors' emoluments	270	236
Share-based payment expense	240	638
	<b>510</b>	<b>874</b>

Directors' remuneration for the six months ended 30 June 2009 and number of options held were as follows:

<b>Name</b>	<b>Salaries £'000</b>	<b>Director Fee £'000</b>	<b>Share-based payment * £'000</b>	<b>Total £'000</b>	<b>Number of options</b>
Mr. Wang Chao Yong	51	-	90	141	4,000,000
Mr. Chris Rynning	93	-	23	116	1,000,000
Mr. Niklas Ponnert	76	-	123	199	2,800,000
Mr. Christopher Jemmett	-	25	2	27	100,000
Mr. Dipankar Basu	-	25	2	27	100,000
	<b>220</b>	<b>50</b>	<b>240</b>	<b>510</b>	<b>8,000,000</b>

Directors' remuneration for the six months ended 30 June 2008 and number of options held were as follows:

<b>Name</b>	<b>Salaries £'000</b>	<b>Director Fee £'000</b>	<b>Share-based payment * £'000</b>	<b>Total £'000</b>	<b>Number of options</b>
Mr. Wang Chao Yong	38	-	142	180	4,000,000
Mr. Chris Rynning	69	-	36	105	1,000,000
Mr. Niklas Ponnert	56	-	452	508	2,800,000
Mr. Vinay Ganga **	47	-	-	47	-
Mr. Christopher Jemmett	-	13	4	17	100,000
Mr. Dipankar Basu	-	13	4	17	100,000
	<b>210</b>	<b>26</b>	<b>638</b>	<b>874</b>	<b>8,000,000</b>

\* Share-based payment refers to expenses arising from the Company's share option plan (note 16).

\*\* Mr Vinay Ganga resigned in June 2008 with options of 800,000 forfeited.

## Notes to the Consolidated Financial Statements for the six months ended 30 June 2009

### 6. Segment information

The Group's primary reporting format for reporting segment information is geographical location based on the location of assets. The segments are defined as Isle of Man, Mauritius, Malaysia, China and other.

The Group mainly operates in four operating segments based on the nature of business which are fund consulting, consulting services, private equity investment and furniture trading for the period ended 30 June 2009 and the period ended 30 June 2008.

For the six months ended 30 June 2009

	Isle of Man £'000	Mauritius £'000	Malaysia £'000	China £'000	Other £'000	Total £'000
<b>Revenue</b>						
External	1,359	-	-	20	120	1,499
Finance income	202	-	-	13	-	215
Total revenue	1,561	-	-	33	120	1,714
<b>Expenses</b>						
Cost of sales	(646)	-	-	(23)	(78)	(747)
Operation expenses	(756)	(7)	(123)	(322)	(123)	(1,331)
Share-based payments	(405)	-	-	-	-	(405)
Finance costs	(13)	-	(1)	-	(2)	(16)
<b>Other</b>						
Investment (loss)/ income	(1,442)	-	(19)	-	1,004	(457)
Foreign exchange loss	(982)	-	-	-	-	(982)
Other income	-	-	-	1	-	1
<b>(Loss)/profit before taxation</b>	<b>(2,683)</b>	<b>(7)</b>	<b>(143)</b>	<b>(311)</b>	<b>921</b>	<b>(2,223)</b>
<b>Balance sheet</b>						
Assets	32,727	18	409	432	3,428	37,014
(Liabilities)	(361)	-	(16)	(30)	(10)	(417)
<b>Net assets</b>	<b>32,366</b>	<b>18</b>	<b>393</b>	<b>402</b>	<b>3,418</b>	<b>36,597</b>

Notes to the Consolidated Financial Statements for the six months ended 30 June 2009

6. Segment information (continued)

	Private equity investment	Fund consulting	Consulting services	Furniture trading	Total £'000
<b>Revenue</b>					
External	-	300	1,074	125	1,499
Finance income	215	-	-	-	215
Total revenue	215	300	1,074	125	1,714
<b>Expenses</b>					
Cost of sales	(96)	(104)	(464)	(83)	(747)
Operation expenses	(687)	(251)	(251)	(142)	(1,331)
Share-based payment	(201)	(135)	(69)	-	(405)
Finance costs	(13)	-	(1)	(2)	(16)
<b>Other</b>					
Investment loss	(438)	-	(19)	-	(457)
Foreign exchange loss	(954)	-	(27)	(1)	(982)
Other income	-	-	1	-	1
<b>(Loss)/profit before taxation</b>	<b>(2,174)</b>	<b>(190)</b>	<b>244</b>	<b>(103)</b>	<b>(2,223)</b>
<b>Balance sheet</b>					
Assets	36,556	1	362	95	37,014
(Liabilities)	(173)	-	(232)	(12)	(417)
<b>Net assets</b>	<b>36,383</b>	<b>1</b>	<b>130</b>	<b>83</b>	<b>36,597</b>

**Notes to the Consolidated Financial Statements for the six months ended 30 June 2009**

**6. Segment information (continued)**

For the six months ended 30 June 2008

	Isle of Man £'000	Mauritius £'000	Malaysia £'000	China £'000	Other £'000	Total £'000
<b>Revenue</b>						
External	758	-	-	172	209	1,139
Finance income	248	-	-	-	-	248
<b>Total revenue</b>	<b>1,006</b>	<b>-</b>	<b>-</b>	<b>172</b>	<b>209</b>	<b>1,387</b>
<b>Expenses</b>						
Cost of sales	(138)	-	-	(106)	(125)	(369)
Operation expenses	(906)	(6)	(31)	(251)	(119)	(1,313)
Share-based payment	(770)	-	-	-	-	(770)
Finance costs	(4)	-	(1)	-	(1)	(6)
<b>Other</b>						
Investment income/(loss)	2,454	-	(57)	-	-	2,397
Foreign exchange loss	(81)	(2)	(3)	(8)	-	(94)
<b>Profit/(loss) before taxation</b>	<b>1,561</b>	<b>(8)</b>	<b>(92)</b>	<b>(193)</b>	<b>(36)</b>	<b>1,232</b>
<b>Balance sheet</b>						
Assets	44,327	6	478	443	228	45,482
(Liabilities)	(1,144)	(6)	(24)	(20)	(29)	(1,223)
<b>Net assets</b>	<b>43,183</b>	<b>-</b>	<b>454</b>	<b>423</b>	<b>199</b>	<b>44,259</b>

	Private equity investment	Fund consulting	Consulting services	Furniture trading	Total £'000
<b>Revenue</b>					
External	-	233	670	236	1,139
Finance income	180	18	50	-	248
<b>Total revenue</b>	<b>180</b>	<b>251</b>	<b>720</b>	<b>236</b>	<b>1,387</b>
<b>Expenses</b>					
Cost of sales	-	-	(244)	(125)	(369)
Operation expenses	(843)	(82)	(236)	(152)	(1,313)
Share-based payment	(560)	(54)	(156)	-	(770)
Finance costs	(4)	-	(1)	(1)	(6)
<b>Other</b>					
Investment income	2,397	-	-	-	2,397
Foreign exchange loss	(68)	(7)	(19)	-	(94)
<b>Profit/(loss) before taxation</b>	<b>1,102</b>	<b>108</b>	<b>64</b>	<b>(42)</b>	<b>1,232</b>
<b>Balance sheet</b>					
Assets	32,890	3,197	9,191	204	45,482
(Liabilities)	(864)	(84)	(242)	(33)	(1,223)
<b>Net assets</b>	<b>32,026</b>	<b>3,113</b>	<b>8,949</b>	<b>171</b>	<b>44,259</b>

**Notes to the Consolidated Financial Statements for the six months ended 30 June 2009**

**7. Investment (loss)/ income**

	<b>6 months to 30 June 2009 £'000</b>	<b>6 months to 30 June 2008 £'000</b>
Unrealised gain/(loss) on fair value changes of FVTPL *	(591)	2,454
Realised gain on disposal of an investment**	153	-
Share of loss of associates	(19)	(57)
<b>Total</b>	<b>(457)</b>	<b>2,397</b>

\* FVTPL refers to fair value through profit or loss.

\*\* The amount represents realised gain from the disposal of Fomento .International Ltd.

**8. Earnings/(loss) per share**

	<b>6 months to 30 June 2009 £'000</b>	<b>6 months to 30 June 2008 £'000</b>
<b>Numerator</b>		
(Loss)/profit for the period	(2,223)	1,232
(Loss)/earnings used in basic and diluted loss or earnings per share	(2,223)	1,232
	<b>30 June 2009 number of shares</b>	<b>30 June 2008 number of shares</b>
<b>Denominator</b>		
The weighted average number of shares used in basic (LPS)/EPS	97,547,877	83,404,628
The weighted average number of shares used in diluted (LPS)/EPS	97,547,877	83,455,879
Basic and diluted (LPS)/EPS	(2.28)p	1.48p

**Notes to the Consolidated Financial Statements for the six months ended 30 June 2009**

**9. Investment at fair value through profit or loss**

For the period ended 30 June 2009

<b>Name</b>	<b>Country of incorporation</b>	<b>Proportion of ownership interest</b>	<b>Cost £'000</b>	<b>Fair value £'000</b>
IRCA Holdings Ltd (Formerly Inveritas Global Holdings Ltd)	British Virgin Islands	17.3%	510	599
Roshini International Bio-Energy Corporation	British Virgin Islands	15.9%	-	2,145
Possibility Space Incorporated	United States of America	15.8%	904	1,063
Fans Media Co., Ltd	British Virgin Islands	14.3%	1,200	1,415
R.M. Williams Agricultural Holdings Pty Ltd *	Australia	7.5%	2,186	3,334
E-Bill (China) Holding Ltd	Cayman Islands	7.1%	1,018	1,198
Halosource Inc	United States of America	4.8%	1,513	1,797
Bach Technology AS	Norway	4.4%	31	103
Rising Technology Corporation Ltd	British Virgin Islands	2.0%	3,564	7,448
<b>Total</b>			<b>10,926</b>	<b>19,102</b>

\* In May 2009, the Company exchanged its holding of 4,662,006 convertible preference units in Primary Holdings International Trust ("PHI") equivalent to 9.8 percent of the voting rights of PHI, for 6,843,006 ordinary shares in R.M. Williams Agricultural Holdings Pty Ltd. ("RMWAH") equivalent to around 7.8 percent of the voting rights of RMWAH.

For the period ended 30 June 2008

<b>Name</b>	<b>Country of incorporation</b>	<b>Proportion of ownership interest</b>	<b>Cost £'000</b>	<b>Fair value £'000</b>
SHERQ Ltd	British Virgin Islands	17.3%	510	510
Roshini International Bio-Energy Corporation	British Virgin Islands	17.6%	-	8,015
Fans Media Co., Ltd	British Virgin Islands	14.3%	1,200	1,433
Possibility Space Incorporated	United States of America	9.5%	510	510
Bach Technology AS	Norway	5.1%	31	31
Fomento International Ltd	British Virgin Islands	3.0%	2,038	2,038
Rising Technology Corporation Ltd	British Virgin Islands	2.0%	3,565	10,385
E-Bill (China) Holding Ltd	Cayman Islands	5.0%	661	661
<b>Total</b>			<b>8,515</b>	<b>23,583</b>

For the year ended 31 December 2008

<b>Name</b>	<b>Country of incorporation</b>	<b>Proportion of ownership interest</b>	<b>Cost £'000</b>	<b>Fair value £'000</b>
Inveritas Global Holdings Ltd (Formerly SHERQ Ltd)	British Virgin Islands	17.3%	510	692
Roshini International Bio-Energy Corporation	British Virgin Islands	15.9%	-	2,477
Fans Media Co., Ltd	British Virgin Islands	14.3%	1,200	1,632
Primary Holdings International Trust	Australia	9.8%	2,186	2,767
Possibility Space Incorporated	United States of America	9.5%	510	692
E-Bill (China) Holding Ltd	Cayman Islands	7.1%	1,018	1,384
Bach Technology AS	Norway	4.6%	31	42
Halosource Inc	United States of America	4.8%	1,513	2,075
Fomento International Ltd	British Virgin Islands	3.0%	2,038	2,767
Rising Technology Corporation Ltd	British Virgin Islands	2.0%	3,564	7,328
<b>Total</b>			<b>12,570</b>	<b>21,856</b>

**Notes to the Consolidated Financial Statements for the six months ended 30 June 2009****10. Investments in associates**

The following entities meet the definition of an associate and have been accounted for in the consolidated financial statements as at 30 June 2009 on an equity basis:

<b>Name</b>	<b>Country of incorporation</b>	<b>Proportion of voting rights held</b>
Dragon Ports Ltd ("DP")	British Virgin Islands	45% (Owned by Ascend Ventures Ltd)
OS Consulting Ltd ("OS")	Malaysia	19.9% (Owned by Ascend Ventures Ltd)

Aggregated amounts relating to associates are as follows:

	<b>30 June 2009</b>	<b>30 June 2009</b>
	<b>(DP)</b>	<b>(OS)</b>
	<b>£'000</b>	<b>£'000</b>
Total assets	799	320
Total liabilities	433	75
Revenue	395	-
Loss	(42)	-

The following entities meet the definition of an associate and have been accounted for in the consolidated financial statements as at 30 June 2008 on an equity basis:

<b>Name</b>	<b>Country of incorporation</b>	<b>Proportion of voting rights held</b>
Dragon Ports Ltd ("DP")	British Virgin Islands	45% (Owned by Ascend Ventures Ltd)
OS Consulting Ltd ("OS")	Malaysia	19.9% (Owned by Ascend Ventures Ltd)

Aggregated amounts relating to these associates are as follows:

	<b>30 June 2008</b>	<b>30 June 2008</b>
	<b>(DP)</b>	<b>(OS)</b>
	<b>£'000</b>	<b>£'000</b>
Total assets	69	280
Total liabilities	108	63
Revenue	100	-
Loss	(83)	(6)

## Notes to the Consolidated Financial Statements for the six months ended 30 June 2009

### 10. Investments in associates (continued)

The following entities meet the definition of an associate and have been accounted for in the consolidated financial statements as at 31 December 2008 on an equity basis:

Name	Country of incorporation	Proportion of voting rights held
Dragon Ports Ltd ("DP")	British Virgin Islands	45% (Owned by Ascend Ventures Ltd)
OS Consulting Ltd ("OS")	Malaysia	19.9% (Owned by Ascend Ventures Ltd)

Aggregated amounts relating to associates are as follows:

	2008(DP) £'000	2008(OS) £'000
Total assets	890	370
Total liabilities	410	87
Revenue	390	-
Loss	(376)	(32)

### 11. Loans

The Group has entered into convertible credit agreements and loan agreements with certain investee companies as set forth in the table below. Under these convertible credit agreements, the Group has the right to convert the outstanding principal balance of relevant loans into borrower's shares according to certain conversion conditions.

For the period ended 30 June 2009

Borrower	Loan principal £'000	Fair value £'000
Convertible credit agreements		
Dragon Ports Ltd	149	159
IRCA Holdings Ltd	1,041	899
<b>Sub-total</b>	<b>1,190</b>	<b>1,058</b>
Loan agreements		
China Silvertone Investment Co Ltd	243	287
IRCA Holdings Ltd	1,332	1,298
<b>Sub-total</b>	<b>1,575</b>	<b>1,585</b>
<b>Total</b>	<b>2,765</b>	<b>2,643</b>

For the period ended 30 June 2008

Borrower	Loan principal £'000	Fair value £'000
Convertible credit agreements		
China Silvertone Investment Co Ltd	116	116
Possibility Space Incorporated	395	395
<b>Sub-total</b>	<b>511</b>	<b>511</b>
Loan agreements		
China Silvertone Investment Co Ltd	243	240
<b>Sub-total</b>	<b>243</b>	<b>240</b>
<b>Total</b>	<b>754</b>	<b>751</b>

**Notes to the Consolidated Financial Statements for the six months ended 30 June 2009**

**11. Loans (continued)**

For the year ended 31 December 2008

<b>Borrower</b>	<b>Loan principal £'000</b>	<b>Fair value £'000</b>
Convertible credit agreements		
Dragon Ports Ltd	112	148
Possibility Space Incorporated	395	536
<b>Sub-total</b>	<b>507</b>	<b>684</b>
Loan agreements		
China Silvertone Investment Co Ltd	243	331
IRCA Holdings Ltd	703	781
<b>Sub-total</b>	<b>946</b>	<b>1,112</b>
<b>Total</b>	<b>1,453</b>	<b>1,796</b>

**12. Trade and other receivables**

	<b>30 June 2009 £'000</b>	<b>30 June 2008 £'000</b>	<b>31 December 2008 £'000</b>
Trade debtors	329	1,284	205
Other debtors	1,571	406	1,465
Prepayments	148	99	131
<b>Total</b>	<b>2,048</b>	<b>1,789</b>	<b>1,801</b>

**13. Available-for-sale investments**

	<b>30 June 2009 £'000</b>	<b>30 June 2008 £'000</b>	<b>31 December 2008 £'000</b>
Equity securities	29	91	126
<b>Total</b>	<b>29</b>	<b>91</b>	<b>126</b>

\* Available for sale investments comprise a 0.25% shareholding in Cafe.com SA belonging to Ascend Ventures Ltd whose fair value is assessed at price of recent investment.

**14. Trade and other payables**

	<b>30 June 2009 £'000</b>	<b>30 June 2008 £'000</b>	<b>31 December 2008 £'000</b>
Trade payables	105	41	18
Other payables	312	1,182	409
<b>Total</b>	<b>417</b>	<b>1,223</b>	<b>427</b>

Notes to the Consolidated Financial Statements for the six months ended 30 June 2009

15. Issued capital

Authorised	30 June 2009		30 June 2008		31 December 2008	
	Number	£'000	Number	£'000	Number	£'000
500,000,000 Ordinary shares of £ 0.0001 each	500,000,000	50	500,000,000	50	500,000,000	50
<b>Issued and fully paid</b>	<b>Number</b>	<b>£'000</b>	<b>Number</b>	<b>£'000</b>	<b>Number</b>	<b>£'000</b>
At beginning of the period/year	97,547,877	9	69,261,378	7	69,261,378	7
Issued on 11 January 2007 for investment to Rising Technology Corporation Ltd	-	-	-	-	-	-
Issued on 1 April 2008 on placing for cash*	-	-	28,286,499	2	28,286,499	2
<b>At end of the period/ year</b>	<b>97,547,877</b>	<b>9</b>	<b>97,547,877</b>	<b>9</b>	<b>97,547,877</b>	<b>9</b>
Warrants						
At beginning and end of period/year	25,673,238	-	25,673,238	-	25,673,238	-
Exercised during the period/year	-	-	-	-	-	-
<b>At end of the period/ year</b>	<b>25,673,238</b>	<b>-</b>	<b>25,673,238</b>	<b>-</b>	<b>25,673,238</b>	<b>-</b>

\* 28,286,499 new ordinary shares were issued to GLG Partners LP ("GLG Funds") on 1 April 2008 at an average placing price per share of approximately 60.4p.

16. Share option scheme

The following table illustrates the number (“No”) and weighted average exercise prices (“WAEP”) of, and movement in, share options during the six months ended 30 June 2009 and the year ended 31 December 2008

	30 June 2009		30 June 2008		31 December 2008	
	No.	WAEP	No.	WAEP	No.	WAEP
<b>Outstanding at 1 January</b>	<b>10,951,932</b>	<b>53.15p</b>	<b>8,251,932</b>	<b>50p</b>	<b>8,251,932</b>	<b>50p</b>
Granted during the period	500,000	59.85p	3,750,000	59.85p	3,750,000	59.85p
Forfeited during the period	-	-	(800,000)	(50p)	(1,050,000)	(52.35)p
Exercised during the period	-	-	-	-	-	-
Expired during the period	-	-	-	-	-	-
<b>Outstanding at the end of the period</b>	<b>11,451,932</b>	<b>53.44p</b>	<b>11,201,932</b>	<b>56.21p</b>	<b>10,951,932</b>	<b>53.15p</b>
<b>Exercisable at the end of the period</b>	<b>5,835,262</b>	<b>-</b>	<b>1,785,265</b>	<b>-</b>	<b>3,943,591</b>	<b>-</b>

In February 2009, 500,000 of equity settled share options were granted to certain employees under the Company’s share option scheme. The exercise price of the options granted is 59.85p. The fair value of the options is estimated at the date of the grant using the Black-Scholes Model. The contractual life of each option granted is ten years. The fair value of options granted during the six months ended 30 June 2009 was estimated on the date of grant using the following assumptions:

Weighted average share price at grant date (pence)	12.5
Expected weighted average mature life (years)	5
Expected volatility (%)	89.37
Expected dividend growth rate (%)	-
Risk-free interest rate (%)	1.5

The volatility assumption, measured at the standard deviation of expected share price returns, was based on a statistical analysis of the Company’s daily share prices from 21 December 2006 to 06 February 2009. The Company did not enter into any share-based transactions with parties other than employees during the six months ended 30 June 2009, 2008 and 2007, except as described above. All newly granted options have been valued on the same basis.

In June 2008, Mr. Vinay Ganga, who previously served as the Chief Legal Counsel and a Managing Director of Origo Sino-India Plc, resigned from the Company with his 800,000 share options being forfeited as a result.

Outstanding options include 6,800,000, 3,500,000 and 500,000 equity-settled options granted on 6 October 2006, 13 March 2008, and 6 February 2009 respectively to certain directors and employees of the Company and 651,932 equity-settled options granted on 21 December 2006 to Seymour Pierce Ltd, the Company’s former nominated adviser.

## Notes to the Consolidated Financial Statements for the six months ended 30 June 2009

### 17. Related party transactions

The following table provides the total amount of transactions and outstanding balances which have been entered into with related parties during the six months ended 30 June 2009, the six months ended 30 June 2008 and year ended 31 December 2008.

	30 June 2009 £'000	30 June 2008 £'000	31 December 2008 £'000
<b>Amounts owed by related parties</b>			
Chinaequity International Holding Company Ltd *	348	371	365
GLG Partners LP **	100	1,000	-
Origo Resource Partners Ltd ***	1	-	30
OS Consulting Ltd	63	-	73
Origo Advisers Ltd	-	-	8
<b>Sales to related parties</b>			
GLG Partners LP **	913	233	1,320
Origo Resource Partners Ltd ***	300	230	466
Origo Advisers Ltd	300	230	466
<b>Purchases from related parties</b>			
Li Yi Fei****	406	-	585

\* Mr. Wang is the Executive Chairman of Origo-Sino India Plc and Chairman of ChinaEquity International Holding Company Ltd. The amount owed to the company has been fully received on 22 July 2009.

\*\* Funds managed by GLG Partners LP ("GLG") controlled 29.6% of the outstanding share capital of the Company as at 31 December 2008. The Company provides research and analysis services to GLG under a consultancy agreement. The amounts of transactions and outstanding balances relate to research services provided.

\*\*\* The Company provides consultancy services to Origo Resource Partners Ltd ("ORP") through a sub-consultancy arrangement with Origo Advisers Ltd, a company controlled by entities whose ultimate beneficiaries include two Directors of the Company (Mr. Rynning and Mr. Ponnert). Mr. Rynning and Mr. Ponnert also serve on the Board of ORP.

\*\*\*\* Ms. Li Yi Fei is the spouse of Wang Chao Yong, the Executive Chairman of the Company. Li Yi Fei provides research and analysis services to the Company in relation to the consultancy agreement with GLG.

### 18. Post balance sheet transactions

- In July 2009, the Company entered into convertible loan agreement to extend USD70,000 to Possibility Space Incorporated.
- In September 2009, the Company announced the agreement to enter into a follow-on convertible financing arrangement with R.M. Williams Agricultural Holdings Pty Ltd ("RMWAH") to extend a convertible loan of up to £1.9 million to RMWAH for working capital purposes.
- In September 2009, the Company entered into an option agreement with the founder of Roshini International Bio-Energy Corporation ("RIBEC") and his associates under which he has an option for six months to acquire the Company's stake in RIBEC for USD3.5 million.

### 19. Comparative figures

Certain comparative figures have been restated to conform to the current period's presentation.

## Directors, Advisors and Other Information

<b>Directors</b>	Wang Chao Yong, Executive Chairman Chris Rynning, Chief Executive Officer Niklas Ponnert, Chief Financial Officer Christopher Jemmett, Non Executive Director Dipankar Basu, Non Executive Director
<b>Country of incorporation of parent company</b>	Isle of Man
<b>Secretary</b>	Sandra Georgeson
<b>Company number</b>	116102C
<b>Auditors</b>	Ernst & Young LLC Rose House, 51-59 Circular Road Douglas Isle of Man IM1 1AZ, United Kingdom
<b>Nominated adviser</b>	Smith & Williamson Corporate Finance Limited 25 Moorgate London EC2R 6AY
<b>Solicitors to the company</b>	Charles Russell LLP 8-10 New Fetter Lane London, EC4A 1RS
<b>Public relations advisers</b>	Aura Financial LLP Babmaes House 2 Babmaes Street St James's London SW1Y 6HD
<b>Broker</b>	Liberum Capital Ltd. City Point, 10 <sup>th</sup> Floor One Ropemaker Street London EC2Y 9HT