



ORIGO PARTNERS PLC

INTERIM FINANCIAL REPORT

For the six months ended 30 June 2013

CONTENTS

	Page
I. AUDITORS' INDEPENDENT REVIEW REPORT	1-2
II. INTERIM CONSOLIDATED FINANCIAL STATEMENTS	3-31
Interim Consolidated Statement of Comprehensive Income	3
Interim Consolidated Statement of Financial Position	4
Interim Consolidated Statement of Cash Flows	5
Interim Consolidated Statement of Changes in Equity	6
Notes to the Interim Consolidated Financial Statements	7-31
III. DIRECTORS, ADVISORS AND OTHER INFORMATION	32

AUDITORS' INDEPENDENT REVIEW REPORT

Introduction

We have been engaged by the Company to review the set of financial statements in the interim financial report for the six months ended 30 June 2013 which comprises the interim consolidated statement of comprehensive income, the interim consolidated statement of financial position, the interim consolidated statement of cash flows, the interim consolidated statement of changes in equity and the related notes 1 to 24. We have read the other information contained in the interim financial report and considered whether it contains any apparent misstatements or material inconsistencies with the information in the interim set of financial statements.

This report is made solely to the Company in accordance with guidance contained in International Standard on Review Engagements 2410 (UK and Ireland) "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" ("ISRE 2410") issued by the Auditing Practices Board. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company, for our work, for this report, or for the conclusions we have formed.

Directors' responsibilities

The interim financial report is the responsibility of, and has been approved by, the Directors. The Directors are responsible for preparing the interim financial report in accordance with International Accounting Standard 34, "Interim Financial Reporting" ("IAS 34").

As disclosed in note 2.1, the annual financial statements of the Group are prepared in accordance with International Financial Reporting Standards issued by the Accounting Standards Board and adopted for the use in the European Union. The set of financial statements in the interim financial report has been prepared in accordance with IAS 34.

Our responsibility

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

Scope of review

We conducted our review in accordance with ISRE 2410 (UK and Ireland) issued by the Auditing Practices Board for use in the United Kingdom. A review of interim financial information consists of making enquiries, primarily of persons responsible for financial 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 in an audit. Accordingly we do not express an audit opinion.

AUDITORS' INDEPENDENT REVIEW REPORT (CONTINUED)

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the set of financial statements in the interim financial report for the six months ended 30 June 2013 are not prepared, in all material respects, in accordance with IAS 34.

Ernst & Young LLC
Chartered Accountants
Isle of Man
4 September 2013

Origo Partners Plc

Interim Consolidated Statement of Comprehensive Income

For the six months ended 30 June 2013

		(Unaudited) Six months ended 30 June 2013 US\$'000	(Unaudited) Six months ended 30 June 2012 US\$'000
	Notes		
Investment (loss)/income:	3		
Realised (losses) on disposal of investments		(6,708)	(236)
Unrealised (losses) on investments		(31,076)	(39,445)
Share of (loss) of an associate		-	(2)
Share of (loss) of joint ventures		(40)	(18)
Income from loans		691	1,021
Dividends		13	49
		(37,120)	(38,631)
Fund Consulting fee		23	-
Consulting services (payable)	4	(108)	(165)
Other income		15	61
Performance fee			
- Performance fee receivable from external funds		-	-
- Performance incentive	5	2,974	7,395
Share-based payments	21	(76)	513
Other administrative expenses	6	(7,925)	(4,480)
Net loss before finance costs and taxation		(42,217)	(35,307)
Foreign exchange (losses)/ gains		(346)	22
Finance income	9	428	211
Finance costs	9	2,014	(2,212)
(Loss) before tax		(40,121)	(37,286)
Income tax	10	(34)	104
(Loss) after tax		(40,155)	(37,182)
Other comprehensive (loss)			
Other comprehensive income to be reclassified to profit or loss in subsequent periods:			
Exchange differences on translating foreign operations		(40)	(2)
Tax on other comprehensive (loss)		-	-
Net other comprehensive (loss) to be reclassified to profit or loss in subsequent periods		(40)	(2)
Total comprehensive (loss) after tax		(40,195)	(37,184)
(Loss) after tax			
Attributable to:			
- Owners of the parent		(40,015)	(36,756)
- Non-controlling interests		(140)	(426)
		(40,155)	(37,182)
Total comprehensive (loss)			
Attributable to:			
- Owners of the parent		(40,055)	(36,758)
- Non-controlling interests		(140)	(426)
		(40,195)	(37,184)
Basic (loss) per share	11	(11.52) cents	(10.50) cents
Diluted (loss) per share	11	(11.52) cents	(10.50) cents

The accompanying notes form an integral part of these financial statements.

Origo Partners Plc

Interim Consolidated Statement of Financial Position

As at 30 June 2013

Assets	Notes	(Unaudited) 30 June 2013 US\$'000	(Unaudited) 30 June 2012 US\$'000	(Audited) 31 December 2012 US\$'000
Non-current assets				
Property, plant and equipment		105	147	124
Intangible assets		9	15	11
Investments at fair value through profit or loss	12	132,871	186,369	164,587
Loans	14	7,467	14,831	7,199
Investment in joint ventures	13	40	48	53
Derivative financial assets	15	615	3,854	927
		141,107	205,264	172,901
Current assets				
Inventories		3	2	-
Trade and other receivables	16	5,382	6,355	7,823
Loans due within one year	14	33,535	24,627	36,263
Cash and cash equivalents		14,692	35,597	25,064
		53,612	66,581	69,150
Total assets		194,719	271,845	242,051
Current liabilities				
Short-term borrowings		1,200	-	-
Trade and other payables	17	1,557	911	1,552
Performance incentive payable within one year	17	233	-	233
		2,990	911	1,785
Non-current liabilities				
Liability component of convertible zero dividend preference shares	18	55,833	58,697	60,877
Provision	19	1,871	6,596	5,080
Deferred income tax liability		2,843	1,442	2,809
		60,547	66,735	68,766
Net assets		131,182	204,199	171,500
Equity attributable to owners of the parent				
Issued capital	20	55	56	55
Share premium		150,302	151,023	150,379
Share-based payment reserve		6,411	5,876	6,109
Retained earnings		(31,609)	40,734	9,241
Translation reserve		(1,417)	(1,429)	(1,377)
Equity component of convertible zero dividend preference shares		8,297	7,462	7,462
Other reserve		(2,218)	(1,826)	(2,244)
		129,821	201,896	169,625
Non-controlling interests		1,361	2,303	1,875
Total equity		131,182	204,199	171,500
Total equity and liabilities		194,719	271,845	242,051

The accompanying notes form an integral part of these financial statements.

Origo Partners Plc

Interim Consolidated Statement of Cash Flows

For the six months ended 30 June 2013

	Notes	(Unaudited) Six months ended 30 June 2013 US\$'000	(Unaudited) Six months ended 30 June 2012 US\$'000
Loss before tax		(40,121)	(37,286)
Adjustments for:			
Depreciation and amortisation	6	25	26
Performance incentive	5	(2,974)	(7,395)
Share-based payments	21	76	(513)
Provision for bad debts	6	3,650	1,230
Realised losses on disposal of investments	3	6,708	236
Unrealised losses on investments at FVTPL *	3	29,118	36,363
Unrealised losses/(gains) on loans	3	1,643	(55)
Fair value losses on derivative financial assets	3	315	3,137
Share of loss of an associate	3	-	2
Share of loss of joint ventures	3	40	18
(Income) from loans	3	(691)	(1,021)
Foreign exchange (gains)/losses		346	(22)
Interest expenses of convertible zero dividend preference shares	9	(2,044)	2,102
Purchases of investments at FVTPL		(236)	(4,675)
Purchases of loans		(4,001)	(5,908)
Proceeds from disposals of investments at FVTPL		905	1,139
Proceeds from disposals of other investments		-	11
Operating loss before changes in working capital and provisions		(7,240)	(12,611)
(Increase) in trade and other receivables		(698)	(202)
(Increase)/decrease in trade and other payables		5	(121)
(Increase) in inventories		(3)	-
Net cash outflow from operations		(7,936)	(12,934)
Investing activities			
(Purchases) of property, plant and equipment		(3)	(16)
Net cash flows outflow from investing activities		(3)	(16)
Financing activities			
Repayment of short-term borrowings		-	(8,544)
Short-term borrowings		1,200	-
Redemption of convertible zero dividend preference shares		(3,000)	-
Subscription(MSE)		324	-
Redemption(CCF&MSE)		(698)	-
Net cash flows (outflow) from financing activities		(2,174)	(8,544)
Net (decrease) in cash and cash equivalents		(10,113)	(21,494)
Effect of exchange rate changes on cash and cash equivalents		(258)	236
Cash and cash equivalents at beginning of period		25,064	56,855
Cash and cash equivalents at end of period		14,692	35,597

* FVTPL refers to fair value through profit or loss

The accompanying notes form an integral part of these financial statements.

Origo Partners Plc

Interim Consolidated Statement of Changes in Equity

For the six months ended 30 June 2013

	Attributable to equity holders of the parent									
	Issued capital	Share premium	Share-	Retained earnings	Equity	Other reserve	Translation reserve	Total	Non-controlling interests	Total equity
			based		component					
			payment reserve		of C-ZDPs*					
US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	
At 1 January 2013	55	150,379	6,109	9,241	7,462	(2,244)	(1,377)	169,625	1,875	171,500
Loss for the period	-	-	-	(40,015)	-	-	-	(40,015)	(140)	(40,155)
Other comprehensive loss	-	-	-	-	-	-	(40)	(40)	-	(40)
Total comprehensive loss	-	-	-	(40,015)	-	-	(40)	(40,055)	(140)	(40,195)
C-ZDPs restructure	-	-	-	(835)	835	-	-	-	-	-
Own share acquired	-	(77)	-	-	-	26	-	(51)	-	(51)
Unrealized losses reversed	-	-	-	-	-	-	-	-	-	-
Share-based payment expense	-	-	302	-	-	-	-	302	-	302
Minority interests	-	-	-	-	-	-	-	-	(374)	(374)
At 30 June 2013	55	150,302	6,411	(31,609)	8,297	(2,218)	(1,417)	129,821	1,361	131,182

	Attributable to equity holders of the parent									
	Issued capital	Share premium	Share-	Retained earnings	Equity	Other reserve	Translation reserve	Total	Non-controlling interests	Total equity
			based		component					
			payment reserve		of C-ZDPs*					
US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	
At 1 January 2012	56	151,023	5,528	77,490	7,462	(1,950)	(1,427)	238,182	2,388	240,570
Loss for the period	-	-	-	(36,756)	-	-	-	(36,756)	(426)	(37,182)
Other comprehensive loss	-	-	-	-	-	-	(2)	(2)	-	(2)
Total comprehensive loss	-	-	-	(36,756)	-	-	(2)	(36,758)	(426)	(37,184)
Unrealized losses reversed	-	-	-	-	-	124	-	124	-	124
Share-based payment expense	-	-	348	-	-	-	-	348	-	348
Minority interests	-	-	-	-	-	-	-	-	341	341
At 30 June 2012	56	151,023	5,876	40,734	7,462	(1,826)	(1,429)	201,896	2,303	204,199

* C-ZDPs refers to convertible zero dividend preference shares.

The following describes the nature and purpose of each reserve within parent's equity:

Reserve	Description and purpose
Share premium	Amounts subscribed for share capital in excess of nominal value.
Share-based payment reserve	Equity created to recognise share-based payment expense.
Equity component of C-ZDPs	Convertible zero dividend preference shares.
Other reserve	Equity created to recognise fair value change of available-for-sale investments and own share acquired.
Translation reserve	Equity created to recognise foreign currency translation differences.

The accompanying notes form an integral part of these financial statements.

1 General information

Origo Partners 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 Company and its subsidiaries are collectively referred to as the Group.

The principal activities of the Group are private equity investment, focused exclusively on growth opportunities created by the urbanization and industrialization of China and Mongolia.

These interim consolidated financial statements have been approved and authorised for issue by the Company's board of directors on 4 September 2013.

2 Basis of preparation and significant accounting policies

2.1 Basis of preparation

These interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting".

These interim consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements for the year ended 31 December 2012.

2.2 Significant accounting policies

The accounting policies adopted in the preparation of the interim consolidated financial statements are consistent with those followed in the preparation of the Group's annual financial statements for the year ended 31 December 2012.

The following amendments to IFRSs standards did not have any impact on the accounting policies, financial position or performance of the Group:

IFRS 7 Amendment to offsetting financial assets and liabilities

IAS 19 Amendment to employee benefits

IAS 1 Presentation of Items of Other Comprehensive Income – Amendments to IAS 1

The amendments to IAS 1 introduce a grouping of items presented in other comprehensive income (OCI). Items that could be reclassified (or recycled) to profit or loss at a future point in time (e.g., net gain on hedge of net investment, exchange differences on translation of foreign operations, net movement on cash flow hedges and net loss or gain on available-for-sale financial assets) now have to be presented separately from items that will never be reclassified (e.g., actuarial gains and losses on defined benefit plans and revaluation of land and buildings). The amendment affected presentation only and had no impact on the Group's financial position or performance.

IFRS 13 Fair Value Measurement

IFRS 13 establishes a single source of guidance under IFRS for all fair value measurements. IFRS 13 does not change when an entity is required to use fair value, but rather provides guidance on how to measure fair value under IFRS when fair value is required or permitted. The application of IFRS 13 has not materially impacted the fair value measurements carried out by the Group.

The Group has not early adopted any other standard, interpretation or amendment that was issued but is not yet effective.

Notes to the Interim Consolidated Financial Statements (Continued)
For the six months ended 30 June 2013**3 Investment (loss)/income**

	(Unaudited) Six months ended 30 June 2013 US\$'000	(Unaudited) Six months ended 30 June 2012 US\$'000
Realised (losses) on disposal of investments	(6,708)	(236)
- Investments at FVTPL	(1,917)	(94)
- Loans	(4,791)	-
- Available-for-sale investments	-	(142)
Unrealised (losses) on investments	(31,076)	(39,445)
- Investments at FVTPL	(29,118)	(36,363)
- Loans	(1,643)	55
- Derivative financial assets	(315)	(3,137)
Share of (loss) of an associate	-	(2)
Share of (loss) of joint ventures	(40)	(18)
Income from loans	691	1,021
Dividends	13	49
Total	(37,120)	(38,631)

4 Consulting services receivable/ (payable)

	(Unaudited) Six months ended 30 June 2013 US\$'000	(Unaudited) Six months ended 30 June 2012 US\$'000
Consulting Services receivable	-	37
Consulting Services (payable)	(108)	(202)
Total	(108)	(165)

5 Performance incentive

	(Unaudited) Six months ended 30 June 2013 US\$'000	(Unaudited) Six months ended 30 June 2012 US\$'000
Provision for performance incentive payable over one year*	2,974	7,395
Total	2,974	7,395

*Reversal of previously recognised performance incentive provision.

5 Performance incentive (Continued)

For the six months ended 30 June 2013, performance incentive accruals of US\$1,739K was approved by the board of directors of the Company (other than Chris Rynning and Niklas Ponnert) at the board meeting held on 4 September 2013.

In determining the amount to be accrued, the board(i) assessed the amount of performance incentives arising on each and every individual investment under the terms of the Scheme; and (ii) capped the total amount to be accrued at the higher of a) 20 per cent of the accumulated gain (realised and unrealised) of the Group's portfolio of investments taking into account write-offs, realisations, and movements in the fair value of all investment completed from the time of admission until the balance sheet date and previous payments made under the Scheme; and b) 10 per cent of the accumulated gain (realised and unrealised) over the 10% hurdle on applicable companies in the Group's portfolio of Investments.

6 Other administrative expenses

	(Unaudited) Six months ended 30 June 2013 US\$'000	(Unaudited) Six months ended 30 June 2012 US\$'000
Employee expenses	(1,982)	(1,867)
Professional fees	(1,310)	(442)
Including:		
-Audit fees	(109)	(88)
Depreciation expenses	(25)	(26)
Provision for bad debts*	(3,650)	(1,230)
Others	(958)	(915)
Total	(7,925)	(4,480)

* Provision for bad debts of US\$3.40 million of US\$3.65 million of other receivables due from R.M. Williams Agricultural Holdings Pty Ltd. Provision has been recognized only on receivables where it is considered there is a greater than 50% risk of failure.

Notes to the Interim Consolidated Financial Statements (Continued)
For the six months ended 30 June 2013

7 Directors' remuneration

	(Unaudited) Six months ended 30 June 2013 US\$'000	(Unaudited) Six months ended 30 June 2012 US\$'000
Directors' emoluments	541	380
Share-based payment expenses	(38)	(585)
	503	(205)

Directors' remuneration for the six months ended 30 June 2013 and number of options held were as follows:

Name	Salaries* US\$'000	Director Fee US\$'000	Share-based payments** US\$'000	Total US\$'000	Number of options
Mr. Wang Chao Yong	75	-	(42)	33	4,000,000
Mr. Chris A Rynning	165	-	2	167	3,500,000
Mr. Niklas Ponnert	139	-	2	141	5,300,000
Mr. Christopher Jemmett	-	56	-	56	100,000
Mr. Lionel de Saint Exupery	-	38	-	38	-
Mr. Tom Preststulen	-	38	-	38	-
Ms. Shonaid Jemmett Page	-	30	-	30	-
	379	162	(38)	503	12,900,000

Directors' remuneration for the six months ended 30 June 2012 and number of options held were as follows:

Name	Salaries* US\$'000	Director Fee US\$'000	Share-based payments** US\$'000	Total US\$'000	Number of options
Mr. Wang Chao Yong	75	-	(233)	(158)	4,000,000
Mr. Chris A Rynning	137	-	(176)	(39)	3,500,000
Mr. Niklas Ponnert	113	-	(176)	(63)	5,300,000
Mr. Christopher Jemmett	-	55	-	55	100,000
	325	55	(585)	(205)	12,900,000

* Short term employee benefits

** Share-based payments refer to expenses arising from the Company's share option scheme (see note 21 for details).

Notes to the Interim Consolidated Financial Statements (Continued)
For the six months ended 30 June 2013

8 Operating segment information

Operating segments are components of the entity whose results are regularly reviewed by the entity's chief operating decision-maker to make decisions about resources to be allocated to the segment and to assess its performance. The chief operating decision-maker for the Group is considered to be the Chief Executive Officer. The Group's operating segments has been defined based on the types of investments which was equity investment, debt instrument and partnership interest in 2013 and 2012.

For the six months ended 30 June 2013 (Unaudited)

	Unlisted				Listed				Total \$'000
	Equity \$'000	Debt \$'000	Partnership \$'000	Total \$'000	Equity \$'000	Debt \$'000	Partnership \$'000	Total \$'000	
Investment loss:									
Realised (losses) on disposal of investments	(1,635)	(4,791)	-	(6,426)	(282)	-	-	(282)	(6,708)
Unrealised (losses) on investments*	(26,751)	(1,521)	-	(28,272)	(2,682)	(120)	-	(2,802)	(31,074)
Share of (loss) of an associate	-	-	-	-	-	-	-	-	-
Share of (loss) of joint ventures	(14)	(26)	-	(40)	-	-	-	-	(40)
Income from loans	-	585	-	585	-	106	-	106	691
Dividends	-	-	-	-	13	-	-	13	13
	(28,400)	(5,753)	-	(34,153)	(2,951)	(14)	-	(2,965)	(37,118)
Net divestment/(investment)									
Net proceeds of divestment	-	-	-	-	905	-	-	905	905
Investment	(216)	(4,001)	-	(4,217)	(20)	-	-	(20)	(4,237)
Balance sheet									
Investment portfolio*	112,050	38,857	15,000	165,907	6,252	2,369	-	8,621	174,528

* Derivative financial assets included except for derivative component of C-ZDPs.

The Group's geographical areas based on the location of investment assets (non-current assets), are defined primarily as China, Mongolia and Australia, as presented in the following table.

For the six months ended 30 June 2013 (Unaudited)

	Europe	China	Mongolia	Rest of Asia	North America	South Africa	Australia	Total \$'000
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	
Investment income/(losses):								
Realised (losses) on disposal of investments	-	-	(282)	-	-	-	(6,426)	(6,708)
Unrealised (losses)/gains on investments*	(506)	344	(29,186)	-	(422)	(1,304)	-	(31,074)
Share of (loss) of an associate	-	-	-	-	-	-	-	-
Share of (loss) of joint ventures	-	(40)	-	-	-	-	-	(40)
Income from loans	117	468	106	-	-	-	-	691
Dividends	-	-	13	-	-	-	-	13
	(389)	772	(29,349)	-	(422)	(1,304)	(6,426)	(37,118)
Net divestment/(investment)								
Net proceeds of divestment	-	-	905	-	-	-	-	905
Investment	(984)	-	(20)	-	-	(1,294)	(1,939)	(4,237)
Balance sheet								
Investment portfolio*	5,900	112,990	45,121	-	1,113	9,404	-	174,528

Notes to the Interim Consolidated Financial Statements (Continued)
For the six months ended 30 June 2013

8 Operating segment information (Continued)

For the six months ended 30 June 2012 (Unaudited)

	Unlisted				Listed				Total \$'000
	Equity	Debt	Partnership	Total	Equity	Debt	Partnership	Total	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	
Investment loss:									
Realised (losses) on disposal of investments	-	-	-	-	(236)	-	-	(236)	(236)
Unrealised (losses) on investments*	(29,970)	(328)	-	(30,298)	(8,916)	-	-	(8,916)	(39,214)
Share of (loss) of an associate	-	(2)	-	(2)	-	-	-	-	(2)
Share of (loss) of joint ventures	(18)	-	-	(18)	-	-	-	-	(18)
Income from loans	-	1,021	-	1,021	-	-	-	-	1,021
Dividends	49	-	-	49	-	-	-	-	49
	(29,939)	691	-	(29,248)	(9,152)	-	-	(9,152)	(38,400)
Net divestment/(investment)									
Net proceeds of divestment	-	-	-	-	1,150	-	-	1,150	1,150
Investment	-	(5,908)	-	(5,908)	(4,675)	-	-	(4,675)	(10,583)
Balance sheet									
Investment portfolio*	158,890	43,282	12,500	214,672	15,027	-	-	15,027	229,699

* Derivative financial assets included except for derivative component of C-ZDPs.

The Group's geographical areas based on the location of investment assets (non-current assets), are defined primarily as China, Mongolia and Australia, as presented in the following table.

For the six months ended 30 June 2012 (Unaudited)

	Europe	China	Mongolia	Rest of Asia	North America	South Africa	Australia	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Investment income/(losses):								
Realised (losses) on disposal of investments	(142)	-	(94)	-	-	-	-	(236)
Unrealised (losses)/gains on investments*	(196)	(1,090)	(27,054)	-	(1,499)	5	(9,380)	(39,214)
Share of (loss) of an associate	-	(2)	-	-	-	-	-	(2)
Share of (loss) of joint ventures	-	(18)	-	-	-	-	-	(18)
Income from loans	80	563	-	-	-	-	378	1,021
Dividends	-	44	5	-	-	-	-	49
	(258)	(503)	(27,143)	-	(1,499)	5	(9,002)	(38,400)
Net divestment/(investment)								
Net proceeds of divestment	11	-	1,139	-	-	-	-	1,150
Investment	-	(7,292)	(2,541)	-	-	(750)	-	(10,583)
Balance sheet								
Investment portfolio*	5,163	75,902	113,139	-	1,190	8,682	25,623	229,699

Notes to the Interim Consolidated Financial Statements (Continued)
For the six months ended 30 June 2013

9 Finance income and costs

	(Unaudited) Six months ended 30 June 2013 US\$'000	(Unaudited) Six months ended 30 June 2012 US\$'000
Finance income		
Bank interest	428	211
	428	211
Finance costs		
Bank charges	(30)	(110)
Interest expenses of convertible zero dividend preference shares	2,044	(2,102)
	2,014	(2,212)
Total	2,442	(2,001)

10 Income tax

No provision for current tax was made for the year as the subsidiaries had no assessable profit. As the Company is not in receipt of income from Manx land or property and does not hold a Manx banking licence, it is taxed at the standard rate of zero per cent on the Isle of Man.

	(Unaudited) Six months ended 30 June 2013 US\$'000	(Unaudited) Six months ended 30 June 2012 US\$'000
Current taxes		
Current year	-	-
Deferred taxes		
Deferred income taxes*	34	(104)
Total income taxes in the statement of comprehensive income	34	(104)

* The deferred income tax relates to net change in fair value gain/(loss) of Celadon Mining Ltd, China Rice Ltd, Unipower Battery Ltd, Niutech Energy Ltd and Beijing Rising Information Technology Ltd, estimated in accordance with the relevant tax laws and regulations in the PRC based on a tax rate of 10 per cent.

Notes to the Interim Consolidated Financial Statements (Continued)
For the six months ended 30 June 2013

11 Loss per share

	(Unaudited) Six months ended 30 June 2013 US\$'000	(Unaudited) Six months ended 30 June 2012 US\$'000
Numerator		
(Loss) for the period attributable to owners of the parent as used in the calculation of basic (loss) per share	(40,155)	(37,182)
(Loss) for the period attributable to owners of the parent as used in the calculation of diluted (loss) per share	(40,155)	(37,182)
Denominator		
	(Unaudited) 30 June 2013 Number of shares	(Unaudited) 30 June 2012 Number of shares
Weighted average number of ordinary shares for basic (LPS)	348,528,207	354,183,558
Weighted average number of ordinary shares adjusted for the effect of dilution	348,528,207	354,183,558
Basic (LPS)	(11.52) cents	(10.50) cents
Diluted (LPS)	(11.52) cents	(10.50) cents

Notes to the Interim Consolidated Financial Statements (Continued)
For the six months ended 30 June 2013

12 Investments at fair value through profit or loss

As at 30 June 2013 (Unaudited)

Name*	Country of incorporation	Fair Value hierarchy level	Proportion of ownership interest	Cost US\$'000	Fair value US\$'000
China Cleantech Partners****	Cayman	3	50.1%	15,000	15,000
Trafigura Origo Joint Venture LLC*****	Mongolia	3	50.0%	400	400
IRCA Holdings Ltd.	British Virgin Islands	3	49.1%	9,505	-
Shanghai Yi Rui Tech New Energy Tecnology Ltd	China	3	49.0%	675	688
Resources Investment Capital Ltd.	British Virgin Islands	3	38.5%	287	287
Roshini International Bio Energy Corporation	British Virgin Islands	3	35.9%	17,050	-
Kincora Copper Ltd***	Canada	3	32.6%	6,824	2,976
China Rice Ltd	British Virgin Islands	3	32.1%	13,000	19,348
R.M.Williams Agricultural Holdings Pty Ltd	Australia	3	24.0%	20,214	-
Niutech Energy Ltd	British Virgin Islands	3	21.1%	6,350	12,636
Moly World Ltd	British Virgin Islands	3	20.0%	10,000	10,000
Unipower Battery Ltd	Cayman Islands	3	16.5%	4,301	8,994
Fans Media Co., Ltd	British Virgin Islands	3	14.3%	2,360	1,612
Gobi Coal & Energy Ltd***	British Virgin Islands	3	14.0%	14,960	26,788
Celadon Mining Ltd	British Virgin Islands	3	9.7%	13,069	23,930
Staur Aqua AS	Norway	3	9.2%	719	247
TPL GmbH	Germany	3	6.6%	2	2
Ares Resources	Mongolia	3	4.2%	148	137
Bach Technology GmbH	Germany	3	2.5%	60	-
HaloSource, INC.	USA	1	2.0%	3,121	1,113
Rising Technology Corporation Ltd/ Beijing Rising Information Technology Ltd**	British Virgin Islands	3	2%/1.6%	5,565	4,234
Kooky Panda Ltd	Cayman Islands	3	1.2%	25	-
Fram Exploration AS	Norway	3	1.1%	1,202	868
Six Waves Inc	British Virgin Islands	3	1.1%	240	1,303
Qinghai Fund	China	3	1.0%	318	318
Rex International Holding	Norway	3	0.1%	217	217
Other quoted investments***		1		3,738	1,773
Total				149,350	132,871

* There are no significant restrictions that will have an impact on ability to transfer of these investments, except a lock up of the shares of Kincora Copper Ltd which will expire in July 2014.

** 2% equity stake in Rising Technology Corporation Ltd and 1.6% beneficial interest in Beijing Rising Information Technology Ltd, a company incorporated in the PRC, under a nominee agreement.

*** Investments held by China Commodities Absolute Return Ltd ("CCF") and MSE Liquidity Fund ("MSE Fund"), the funds managed by the Group. The Group ceased to recognize CCF as an investment at FVTPL on 1 May 2011 when its ownership in CCF increased to 60% and instead recognized its separate assets and liabilities.

**** A private equity fund focusing on China's cleantech sectors, jointly formed and co-managed by the Group and EFMI Limited on 50/50 basis.

***** A company focusing on mineral and metal exploration, jointly formed and co-managed by the Group and Eltrana LLC on 50/50 basis.

Notes to the Interim Consolidated Financial Statements (Continued)
For the six months ended 30 June 2013

12 Investments at fair value through profit or loss (Continued)

The proportion of ownership interest held by CCF in unlisted investments is as follows:

Name*	Proportion of ownership interest	Cost US\$'000	Fair value US\$'000
Gobi Coal & Energy Ltd	0.2%	252	451
Kincora Copper Ltd	3.5%	1,063	314

In accordance with IFRS 7: Financial Instruments: Disclosures, financial instruments recognized at fair value are required to be analysed between those whose fair value is based on:

- Quoted prices in active markets for identical assets or liabilities (Level 1);
- Those involving inputs other than quoted prices included in level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices) (Level 2); and
- Those with inputs for the asset or liability that are not based on observable market data (unobservable inputs) (Level 3).

During the period, there were no transfers between Levels.

Statement of changes in investments at fair value through profit or loss based on level 3:

	(Unaudited) Six month ended 30 June 2013 US\$'000	(Audited) 2012 US\$'000
Opening balance	159,983	210,242
Acquisitions	216	5,891
Proceeds from disposals of investments	-	(22)
Realised (losses) on write-off of investments	(1,635)	(209)
Net exchange difference	(1,410)	1,745
Movement in unrealised (losses) on investments		
- In profit or loss	(27,169)	(57,664)
Transfers out of Level 3	-	-
Closing balance	129,985	159,983

Financial asset measured at fair value

	30 June 2013 US\$'000	Level 1 US\$'000	Level 2 US\$'000	Level 3 US\$'000
Equity Instrument	132,871	2,886	-	129,985
Debt Instrument	41,002	-	-	41,002
Embedded derivatives	615	-	-	615

Notes to the Interim Consolidated Financial Statements (Continued)
For the six months ended 30 June 2013

12 Investments at fair value through profit or loss (Continued)

As at 30 June 2012 (Unaudited)

Name*	Country of incorporation	Fair Value hierarchy level	Proportion of ownership interest	Cost US\$'000	Fair value US\$'000
China Cleantech Partners,L.P.****	Cayman	3	50.1%	12,500	12,500
TrafiguraOrigo Joint Venture LLC*****	Mongolia	3	50.0%	400	400
IRCA Holdings Ltd	British Virgin Islands	3	49.1%	9,505	-
Resources Investment Capital Ltd	British Virgin Islands	3	38.5%	287	287
Roshini International Bio Energy Corporation	British Virgin Islands	3	35.9%	17,050	-
China Rice Ltd	British Virgin Islands	3	32.1%	13,000	13,000
Kincora Copper Ltd***	Canada	3	29.2%	4,706	7,028
Niutech Energy Ltd	British Virgin Islands	3	21.1%	6,350	6,350
Moly World Ltd	British Virgin Islands	3	20.0%	10,000	10,000
R.M.Williams Agricultural Holdings Pty Ltd	Australia	3	17.5%	20,000	22,651
Unipower Battery Ltd	Cayman Islands	3	16.5%	4,301	4,301
Fans Media Co., Ltd	British Virgin Islands	3	14.3%	2,360	2,360
Gobi Coal & Energy Ltd***	British Virgin Islands	3	14.0%	14,960	66,970
Celadon Mining Ltd	British Virgin Islands	3	9.7%	13,069	23,661
Staur Aqua AS	Norway	3	9.2%	719	530
HaloSource, INC.	USA	1	4.3%	3,121	1,190
Voyager Resource Ltd***	Australia	1	3.5%	4,776	947
Bach Technology GmbH	Germany	3	2.5%	60	185
Rising Technology Corporation Ltd/ Beijing Rising Information Technology Ltd **	British Virgin Islands	3	2%/ 1.6%	5,565	4,032
Kooky Panda Ltd	Cayman Islands	3	1.2%	25	25
Fram Exploration AS	Norway	3	1.1%	1,501	1,491
Six Waves Inc	British Virgin Islands	3	1.1%	240	2,600
SPT Energy Group Inc	China	1	0.4%	989	875
Hilong Holding Ltd	China	1	0.3%	1,145	1,141
Other quoted investments***	Cayman	1		5,252	3,845
Total				151,881	186,369

Financial asset measured at fair value

	30 June 2012 US\$'000	Level 1 US\$'000	Level 2 US\$'000	Level 3 US\$'000
Equity Instrument	186,369	7,998	-	178,371
Debt Instrument	39,458	-	-	39,458
Embedded derivatives	3,854	-	30	3,824

Notes to the Interim Consolidated Financial Statements (Continued)
For the six months ended 30 June 2013

12 Investments at fair value through profit or loss (Continued)

As at 31 December 2012 (Audited)

Name*	Country of incorporation	Fair Value hierarchy level	Proportion of ownership interest	Cost US\$'000	Fair value US\$'000
China Cleantech Partners, L.P.****	Cayman	3	50.1%	15,000	15,000
Trafigura Origo Joint Venture LLC *****	Mongolia	3	50.0%	400	400
IRCA Holdings Ltd	British Virgin Islands	3	49.1%	9,505	-
Shanghai Yi Rui Tech New Energy Technology Ltd	China	3	49.0%	675	676
Resources Investment Capital Ltd	British Virgin Islands	3	38.5%	287	287
Roshini International Bio Energy Corporation	British Virgin Islands	3	35.9%	17,050	-
Kincora Copper Ltd***	Canada	3	32.6%	6,824	4,804
China Rice Ltd	British Virgin Islands	3	32.1%	13,000	18,631
Niutech Energy Ltd	British Virgin Islands	3	21.1%	6,350	12,246
Moly World Ltd	British Virgin Islands	3	20.0%	10,000	10,000
R.M. Williams Agricultural Holdings Pty Ltd	Australia	3	17.0%	20,000	1,421
Unipower Battery Ltd	Cayman Islands	3	16.5%	4,301	8,971
Fans Media Co., Ltd	British Virgin Islands	3	14.3%	2,360	2,143
Gobi Coal & Energy Ltd***	British Virgin Islands	3	14.0%	14,960	53,576
Celadon Mining Ltd	British Virgin Islands	3	9.7%	13,069	24,710
Staur Aqua AS	Norway	3	9.2%	719	265
Ares Resources	Mongolia	3	3.1%	148	156
Bach Technology GmbH	Germany	3	2.5%	60	-
HaloSource, INC.	USA	1	2.0%	3,121	1,535
Rising Technology Corporation Ltd/ Beijing Rising Information Technology Ltd**	British Virgin Islands	3	2%/1.6%	5,565	3,919
Voyager Resource Ltd***	Australia	1	1.5%	2,037	303
Kooky Panda Ltd	Cayman Islands	3	1.2%	25	-
Fram Exploration AS	Norway	3	1.1%	1,495	1,361
Six Waves Inc	British Virgin Islands	3	1.1%	240	1,099
Qinghai Fund	China	3	1.0%	318	318
Other quoted investments***		1		4,648	2,766
Total				152,157	164,587

Financial asset measured at fair value

	31 December 2012 US\$'000	Level 1 US\$'000	Level 2 US\$'000	Level 3 US\$'000
Equity Instrument	164,587	4,604	-	159,983
Debt Instrument	43,462	-	-	43,462
Embedded derivatives	927	-	-	927

12 Investments at fair value through profit or loss (Continued)

Risk management activities

Fair value risk

The Group's financial assets are predominantly investments in unquoted companies, and the fair value of each investment depends upon a combination of market factors and the performance of the underlying asset. The Group do not hedge the market risk inherent in the portfolio but manage asset performance risk on an asset-specific basis by continuously monitoring each asset's performance and charging the change of each asset's fair value to the statement of comprehensive income as necessary. The Group believe that the carrying amount is a reasonable approximation of fair value for their financial assets and liabilities.

Cash flow interest rate risk

The Group currently view interest rate risk as low since the fixed rate return from interest generating assets is not material in the context of the portfolio return as a whole and the Group's investments are financed mainly by shareholders' funds with investment needs being met ahead of planned investments.

Other risk management activities

As a result of its international activities, some of the Group's assets, liabilities, income and expenses are effectively denominated in currencies other than US Dollars (the Group's presentation currency). Fluctuations in the exchanges rates between these currencies and US Dollars will have an effect on the reported value of those items.

The Group have considered the possibility of further aggressive fluctuations in exchange rates, however, due to the level of assets and liabilities denominated in currencies other than US Dollars, the Group do not believe the potential foreign exchange fluctuations would have a material effect on the Group's financial statements.

Valuation techniques

The fair value of financial instruments traded in active markets (such as publicly traded securities) is based on quoted market prices at the reporting date. The quoted market price used for financial assets held by the Group is the current closing price.

The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques. The Group has estimated the value of each of its unquoted equity instruments by using judgement to select the most appropriate valuation methodology for each investment based on the recommendations of the International Private Equity and Venture Capital Valuation Guidelines. Valuation methodologies mainly include the price of recent investments, earnings multiples, industry valuation benchmarks, available market prices and so on, which may apply individually or in combination. Key assumptions and judgements of each methodology concerning the future and other key sources of estimation uncertainty will have a significant risk of causing a material adjustment to the fair value of the instruments within the next reporting period.

Inputs applied in the valuation methodologies are sensitive to assumptions made when ascertaining fair value of financial assets. A reasonable alternative assumption would be to apply a standard marketability discount of 25% for all unquoted equity instruments rather than the specific approach adopted. This would have a positive impact on the portfolio of US\$3,064,805 or 2.36% of total unquoted equity instruments.

13 Investment in joint ventures

The Group has the following significant interests in joint ventures, and has been accounted for in the Group's consolidated financial statements as of the 30 June 2013 on an equity basis:

Name	Country of incorporation	Proportion of voting rights held
China CleanTech GP Ltd ("GP")	Cayman	50% (Owned by Origo Partners Plc)
China CleanTech AMC Ltd ("AMC")	Cayman	50% (Owned by Origo Partners Plc)

Amounts relating to the joint ventures for 30 June 2013 are as follows:

	(Unaudited) 30 June 2013 (GP) US\$'000	(Unaudited) 30 June 2013 (AMC) US\$'000
Current assets	11	82
Non-current assets	312	5
Total assets	323	87
Current liabilities	30	38
Non-current liabilities	220	100
Total liabilities	250	138
Income	-	-
Expenses	(3)	(77)
Other comprehensive income	-	-
Total loss	(3)	(77)

Amounts relating to the joint ventures for 30 June 2012 are as follows:

	(Unaudited) 30 June 2012 (GP) US\$'000	(Unaudited) 30 June 2012 (AMC) US\$'000
Current assets	8	137
Non-current assets	312	5
Total assets	320	142
Current liabilities	16	27
Non-current liabilities	220	100
Total liabilities	236	127
Income	-	-
Expenses	(3)	(33)
Other comprehensive income	-	-
Total loss	(3)	(33)

There are no outstanding commitments and contingent liabilities related to the joint ventures.

Notes to the Interim Consolidated Financial Statements (Continued)
For the six months ended 30 June 2013

14 Loans

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

As at 30 June 2013 (Unaudited)

Borrower	Loan rates %	Loan principal US\$'000	Loans due within one year US\$'000	Loans due after one year US\$'000	Fair value US\$'000
Convertible credit agreements*					
China Rice Ltd	4	15,000	15,000	-	15,000
Unipower Battery Ltd	6	9,000	9,000	-	9,000
IRCA Holdings Ltd	1.5-8	11,645	6,543	-	6,543
Staur Aqua AS	0-15	3,848	1,250	1,299	2,549
Kincora Copper Ltd	8.7	2,469	-	2,387	2,387
China Cleantech GP	1+1Y LIBOR	110	110	-	110
China Cleantech AMC	1+1Y LIBOR	50	23	-	23
Dragon Ports Ltd	-	174	-	-	-
Roshini International Bio Energy Corporation	-	424	-	-	-
R.M.Williams Agricultural Holdings Pty Ltd	8-20	3,090	-	-	-
Sub-total		45,810	31,926	3,686	35,612
Borrower	Loan rates %	Loan principal US\$'000	Loans Due within one year US\$'000	Loans due after one year US\$'000	Amortised cost US\$'000
Loan agreements*					
IRCA Holdings Ltd	6-10	5,092	1,099	1,762	2,861
TPL GmbH	10	2,019	-	2,019	2,019
Shanghai Evtech New Energy Technology Ltd	-	510	510	-	510
View Step Corporation Ltd	-	478	-	-	-
China Silvertone Investment Co Ltd	-	25	-	-	-
R.M.Williams Agricultural Holdings Pty Ltd	15.5+RBA cash rate	1,725	-	-	-
Sub-total		9,849	1,609	3,781	5,390
Total		55,659	33,535	7,467	41,002

* Loans in relation to convertible credit agreements are measured at fair value. Loans in relation to loan agreements are measured at amortised cost using the effective interest rate method less any identified impairment losses.

Notes to the Interim Consolidated Financial Statements (Continued)
For the six months ended 30 June 2013

14 Loans (Continued)

As at 30 June 2012 (Unaudited)

Borrower	Loan rates %	Loan principal US\$'000	Loans due within one year US\$'000	Loans due after one year US\$'000	Fair value US\$'000
Convertible credit agreements*					
China Rice Ltd	4	15,000	5,000	10,000	15,000
Unipower Battery Ltd	6	9,000	9,000	-	9,000
IRCA Holdings Ltd	8-18	11,645	6,047	894	6,941
Staur Aqua AS	15	3,848	786	2,171	2,957
R.M.Williams Agricultural Holdings Pty Ltd	20	3,090	2,972	-	2,972
Dragon Ports Ltd	-	174	152	-	152
Roshini International Bio Energy Corporation	-	425	-	-	-
Sub-total		43,182	23,957	13,065	37,022
Borrower	Loan rates %	Loan principal US\$'000	Loans due within one year US\$'000	Loans due after one year US\$'000	Amortised cost US\$'000
Loan agreements*					
IRCA Holdings Ltd	6-10	3,158	-	1,741	1,741
Shanghai Evtech New Energy Technology Ltd	-	510	510	-	510
China CleanTech GP Ltd	-	110	110	-	110
China CleanTech AMC Ltd	-	50	50	-	50
View Step Corporation Ltd	-	25	-	25	25
China Silvertone Investment Co Ltd	-	478	-	-	-
Sub-total		4,331	670	1,766	2,436
Total		47,513	24,627	14,831	39,458

Notes to the Interim Consolidated Financial Statements (Continued)
For the six months ended 30 June 2013

14 Loans (Continued)

As at 31 December 2012

Borrower	Fair value hierarchy level	Loan rates %	Loan principal US\$'000	Loans due within one year US\$'000	Loans due after one year US\$'000	Fair value US\$'000
Convertible credit agreements*						
China Rice Ltd	3	4	15,000	15,000	-	15,000
Unipower Battery Ltd	3	6	9,000	9,000	-	9,000
IRCA Holdings Ltd	3	1.5-8	11,645	7,019	-	7,019
R.M. Williams Agricultural Holdings Pty Ltd	3	8-20	3,090	3,066	-	3,066
Staur Aqua AS	3	0-15	3,848	1,343	1,398	2,741
Kincora Copper Ltd	3	8.7 1+1Y	2,469	-	2,515	2,515
China Cleantech GP	3	LIBOR 1+1Y	110	110	-	110
China Cleantech AMC	3	LIBOR	50	50	-	50
Dragon Ports Ltd	3	-	174	-	-	-
Roshini International Bio Energy Corporation	3	-	424	-	-	-
Sub-total			45,810	35,588	3,913	39,501
Borrower		Loan rates %	Loan principal US\$'000	Loans due within one year US\$'000	Loans due after one year US\$'000	Fair value US\$'000
Loan agreements*						
IRCA Holdings Ltd		6-10	3,798	165	2,231	2,396
TPLGmbH		10	1,037	-	1,055	1,055
Shanghai Evtech New Energy Technology Ltd		-	510	510	-	510
China Silvertone Investment Co Ltd		-	478	-	-	-
View Step Corporation Ltd		-	25	-	-	-
Sub-total			5,848	675	3,286	3,961
Total			51,658	36,263	7,199	43,462

Statement of changes in loans:

	(Unaudited) Six months ended 30 June 2013 US\$'000	(Audited) 2012 US\$'000
Opening balance	43,462	33,497
Addition	4,001	10,055
Repayment	-	-
Write-off	(4,791)	(180)
Conversion of loans into investments	-	-
Revaluation	(1,670)	90
Closing balance	41,002	43,462

Notes to the Interim Consolidated Financial Statements (Continued)
For the six months ended 30 June 2013

15 Derivative financial assets

	Fair Value hierarchy level	(Unaudited) 30 June 2013 US\$'000	(Unaudited) 30 June 2012 US\$'000	(Audited) 31 December 2012 US\$'000
Warrants	3	390	-	704
Derivative component of convertible zero dividend preference shares (see note 18)	2	-	30	-
Derivative from convertible options	3	225	3,824	223
Total		615	3,854	927

In accordance with the fair value hierarchy described in note 12, derivative financial instruments are measured using level 2 inputs for component of convertible zero dividend preference shares and level 3 for warrants and convertible options.

16 Trade and other receivables

	(Unaudited) 30 June 2013 US\$'000	(Unaudited) 30 June 2012 US\$'000	(Audited) 31 December 2012 US\$'000
Trade debtors	4	379	262
Other debtors	2,539	1,667	2,014
Loan interest receivables	2,647	3,981	5,282
Prepayments	192	328	265
Total	5,382	6,355	7,823

17 Trade and other payables

	(Unaudited) 30 June 2013 US\$'000	(Unaudited) 30 June 2012 US\$'000	(Audited) 31 December 2012 US\$'000
Trade payables	2	1	2
Other payables	1,555	910	1,550
Performance incentive payable within one year*	233	-	233
Total	1,790	911	1,785

* Refer to note 5 for total performance incentive expenses.

18 Liability component of convertible zero dividend preference shares

	Number of shares	Liability component US\$'000	Equity component US\$'000	Early redemption option derivative US\$'000
Balance at 1 January 2012	60,000,000	56,595	7,462	(261)
Interest expenses on convertible zero dividend preference shares	-	4,282	-	-
Fair value movement of early redemption option derivative	-	-	-	261
Balance at 31 December 2012	60,000,000	60,877	7,462	-
Interest expenses on convertible zero dividend preference shares	-	950	-	-
Balance at 18 March 2013	60,000,000	61,827	7,462	-
Restructure	(3,000,000)	(7,195)	835	(2)
Interest expenses on convertible zero dividend preference shares	-	1,201	-	-
Fair value movement of early redemption option derivative	-	-	-	2
Balance at 30 June 2013	57,000,000	55,833	8,297	-

On 8 March 2011, the Company issued 60 million convertible zero dividend preference shares ("Convertible Preference Shares") at a price of US\$1.00 per share. The Convertible Preference Shares have a maturity period of five years from the issue date and can be converted into 1 ordinary share of the Company at the conversion price of US\$0.95 per share at the holder's option at any time between more than 40 dealing days after 8 March 2011 up to 5 dealing days prior to the maturity date and, if it has not been converted, it will be redeemed on maturity at the redemption price of US\$1.28 per share (representing a gross redemption yield of 5 per cent per annum at issue).

The Convertible Preference Shares contain a redemption feature which allows for early redemption at the option of issuer. The issuer has the option to redeem all or some of the Convertible Preference Shares subject to the restrictions on redemption described below:

- (a) at any time after the second anniversary of 8 March 2011, for a cash sum of US\$1.28 per Convertible Preference Share redeemed;
- (b) at any time after the second anniversary of 8 March 2011, if in any period of 30 consecutive dealing days the closing middle market price of the ordinary shares of the Company exceeds US\$1.235 per ordinary share of the Company on 20 or more of those days, for a cash sum equal to the Accreted Principal Amount in respect of the Convertible Preference Shares being redeemed;
- (c) at any time, if less than 15 per cent of the Convertible Preference Shares remain outstanding, for a cash sum equal to the Accreted Principal Amount in respect of the Convertible Preference Shares being redeemed.

The Convertible Preference Shares contain three components, a liability component, an equity component and the early redemption option derivative. The effective interest rate of the liability component is 6.5 per cent. The early redemption option derivative is presented as derivative financial assets in the consolidated statement of financial position and is measured at fair value subsequent to initial recognition with changes in fair value recognized in profit and loss.

Notes to the Interim Consolidated Financial Statements (Continued)
For the six months ended 30 June 2013

18 Liability component of convertible zero dividend preference shares (Continued)

In March 2013, the Company restructured the terms of its existing Convertible Preference Shares, the principal terms of restructure includes: i) extension of the maturity date of the Convertible Preference Shares by 18 months from 8 March 2016 to 8 September 2017 (the "Extended Period"); ii) amendment of the final capital value ("FCV") of the Convertible Preference Shares to US\$1.41 each, with the accrued rate of return for the Extended Period equivalent to 10 per cent of the accrued value of the Convertible Preference Shares at the start of the Extended Period; iii) a commitment by the Company to repurchase, by means of tender offers to holders, at least 12 million Convertible Preference Shares by 8 March 2016, the original maturity date; and iv) the Company to set aside, for the funding of Convertible Preference Shares tender offers, 50 per cent of the next US\$24 million of net proceeds (post transaction costs and management incentives) from investment realisations by the Company. The new effective interest rate of the liability component is 9.0 per cent. In addition to the restructure, the Company has repurchased 3 million Convertible Preference Shares from holders at a price of US\$1.00 per Convertible Preference Shares. Finance cost of US\$4.2 million was credited to reverse the liability component after the payoff of US\$3 million of cash for repurchase.

19 Provision

	(Unaudited) 30 June 2013 US\$'000	(Unaudited) 30 June 2012 US\$'000	(Audited) 31 December 2012 US\$'000
Upper Share Rights*	24	634	175
Share awards*	108	-	192
Performance incentive provision**	1,739	5,962	4,713
Total	1,871	6,596	5,080

* The provision relates to the fair value of Upper Share Rights ("USR") and share awards granted to certain directors, executives and key employees under the Company's joint share ownership scheme. Further details about the USR and shared awards are included in note 21 to the financial statements.

** Refer to note 5 for total performance incentive expenses

20 Issued capital

	(Unaudited) 30 June 2013		(Unaudited) 30 June 2012		(Audited) 31 December 2012	
Authorized	Number of shares		Number of shares		Number of shares	
Ordinary shares of £ 0.0001 each	Unlimited		Unlimited		Unlimited	
Issued and fully paid	Number of shares	US\$'000	Number of shares	US\$'000	Number of shares	US\$'000
At beginning of the period	356,986,814	55	360,168,501	56	360,168,501	56
Buyback shares	(280,000)	-	-	-	(3,181,687)	(1)
At end of the period/year	356,706,814	55	360,168,501	56	356,986,814	55

Notes to the Interim Consolidated Financial Statements (Continued)
For the six months ended 30 June 2013

21 Share option scheme

The Group has a number of share schemes that allow employees to acquire shares in the Company.

The total cost recognized in the statement of comprehensive income is shown below:

	(Unaudited) 30 June 2013 US\$'000	(Unaudited) 30 June 2012 US\$'000
Equity-settled option	302	348
Upper Share Rights	(151)	(861)
Share awards	(75)	-
	76	(513)

The following table illustrates the number ("No.") and weighted average exercise prices ("WAEP") of, and movements in share options during the six months ended 30 June 2013 and 2012, and year ended 31 December 2012.

	(Unaudited) 30 June 2013		(Unaudited) 30 June 2012		(Audited) 31 December 2012	
	No.	WAEP	No.	WAEP	No.	WAEP
Outstanding at 1 January	23,501,932	27.32p	11,451,932	23.45p	11,451,932	23.45p
Granted during the period/year	-	-	13,600,000	31.22p	13,600,000	31.22p
Forfeited during the period/year	(500,000)	(31.00)P	(800,000)	(31.00)p	(1,550,000)	(32.94p)
Exercised during the period/year	-	-	-	-	-	-
Expired during the period/year	-	-	-	-	-	-
Outstanding at the end of the period/year	23,001,932	27.24P	24,251,932	27.56p	23,501,932	27.32p
Exercisable at the end of the period/year	11,451,932	23.45p	11,635,264	23.60p	11,451,932	23.45p

Outstanding options include 6,800,000, 3,500,000, 500,000 and 13,600,000 equity-settled options granted on 06 October 2006, 13 March 2008, 06 February 2009 and 02 February 2012 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. The Company did not enter into any share-based transactions with parties other than employees during the six months ended 30 June 2013, 2012, 2011, 2010, 2009, 2008 and 2007, except as described above.

On 16 October 2009, 4,847,099 of Upper Share Rights ("USR") were granted to certain directors, executives and key employees under the Company's joint share ownership scheme ("JSOS"). 50 per cent of USR will vest 12 months from the date of grant and 50% of USR will vest 24 months from the date of grant. The exercise price of the USR granted is 15.50 pence compounded at 3.5 per cent per annum over the year from the grant date to the exercise date of USR. The fair value of the USRs is estimated at the end of each reporting period using the Binomial Tree option pricing model. The contractual life of each USR granted is 10 years.

On 20 July 2012, 1,120,000 of contingent share awards were granted to certain directors, executives and key employees under the Company's JSOS, which will vest 197 days from the date of grant. The contractual life of each contingent share awards granted is 10 years.

Notes to the Interim Consolidated Financial Statements (Continued)
For the six months ended 30 June 2013

21 Share option scheme (Continued)

The following table illustrates the number ("No.") and weighted average exercise prices ("WAEP") of, and movements in USRs and contingent share awards during the six months ended 30 June 2013 and 2012, and year ended 31 December 2012.

	(Unaudited) 30 June 2013		(Unaudited) 30 June 2012		(Audited) 31 December 2012	
	No.	WAEP	No.	WAEP	No.	WAEP
Outstanding at 1 January	5,788,067	12.63P	4,847,099	15.50p	4,847,099	15.50p
Granted during the period/year	-	-	-	-	1,120,000	-
Forfeited during the period/year	-	-	-	-	(50,000)	-
Exercised during the period/year	(50,000)	-	(129,032)	15.50p	(129,032)	15.50p
Expired during the period/year	-	-	-	-	-	-
Outstanding at the end of the period/year	5,738,067	12.74P	4,718,067	15.50p	5,788,067	12.63p
Exercisable at the end of the period/year	5,738,067	12.74P	4,718,067	15.50p	4,847,099	15.50p

The following table lists the inputs to the model used to calculate the fair value of USRs for the period.

Weighted average share price (pence)	7.00
Exercise price (pence)	15.50
Expected weighted average mature life (years)	2
Expected volatility (%)	44.52
Expected dividend growth rate (%)	-
Risk-free interest rate (%)	1.804

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 1 July 2010 to 30 June 2013 using source data from Bloomberg.

The carrying amount of the liability relating to the USR as at 30 June 2013 is US\$23,722 and the expense recognized as share-based payments during the period is (US\$151,323).

22 Related party transactions

Identification of related parties

The Group has a related party relationship with its subsidiaries, joint ventures, associates and key management personnel. Transactions between the Company and its subsidiaries have been eliminated on consolidation and are not disclosed in this note.

Transactions with key management personnel

The Group's key management personnel are the Executive and Non-executive directors as identified in III. Directors, Advisors and Other Information. Other than as disclosed above, there were no other significant transactions with key management personnel during the period.

Trading transactions

The following table provides the total amount of significant transactions and outstanding balances which have been entered into with related parties during the six months ended 30 June 2013 and 30 June 2012, and the year ended 31 December 2012.

	(Unaudited) 30 June 2013 US\$'000	(Unaudited) 30 June 2012 US\$'000	(Audited) 31 December 2012 US\$'000
Amounts due from/(to) related parties*			
Origo Advisers Ltd**	(1,820)	(5,809)	(4,793)
Chris Andre Rynning ***	20	79	50
Performance incentive			
Origo Advisers Ltd**	2,974	7,395	8,311
Transactions with personnel			
Luke Leslie****	-	-	55
Shonaid Jemmett-Page *****	42	-	-

* The amounts are unsecured, non-interest bearing and have no fixed terms of repayment.

** Origo Advisers Ltd is controlled by entities whose ultimate beneficiaries include two Directors of the Company (Mr. Rynning and Mr. Ponnert).

*** Chris Andre Rynning is a director of the Company.

**** Luke Leslie is a director of CCF which is one of subsidiaries of the Group. The amount is the performance incentive according to the advisory agreement between CCF and the Group.

***** Shonaid Jemmett-Page is a non-executive director of the Company. Shonaid provided consultancy services to the Company in respect of IRCA Holdings Ltd.

23 Commitments and contingencies

- In April 2010, the Company entered into an irrevocable Standby Letter of Credit (“L/C”) with Standard Chartered Bank (Hong Kong) Ltd for an aggregate amount up to US\$3 million, which was increased to US\$3.5 million in June 2011, to secure the credit facilities granted by ABSA Bank Ltd to IRCA Holdings Ltd. The L/C will expire on 31 December 2013. The full amount of US\$3.5 million Standby Letter of Credit (“L/C”) in favour of IRCA Holdings Ltd has been drawn down on 2 July 2013.
- In May 2011, the Company entered into a guarantee agreement maturing in April 2014 with IRCA Holdings Ltd and Mr. Malcolm Stephen Paul to guarantee the repayment of loans of up to GBP500,000 extended by Mr. Malcolm Stephen Paul to IRCA Holdings Ltd.
- A Claim form which named Origo as the third defendant was issued in the High Court on 6 February 2013. The claim relates to the Company’s holding in Roshini International Bio Energy Corporation an investment which was written off as 31 December 2009. With the following update in the Claim form, Origo has been named as the second defendant and the date for service of the Claim Form is extended until 13 September 2013. The Company, having taken advice from its solicitors, Charles Russell LLP, consider that, at present, the risk of an adverse judgment against Origo is remote and estimates the total liabilities being £ nil.

There were no other material contracted commitments or contingent assets or liabilities at 30 June 2013 (31 December 2012: none) that have not been disclosed in the interim consolidated financial statements.

24 Events after the reporting period

In July and August 2013, the Company extended further working capital loans of US\$256,000 to IRCA Holdings Ltd (“IRCA”). And in August 2013, the Company entered into a payment guarantee agreement with ABSA Bank Ltd (“ABSA”) to guarantee IRCA’s repayment obligation under the facilities extended from ABSA, for an aggregate amount up to R6,769,000.

Directors, Advisors and Other Information

Directors	Wang Chao Yong, Executive Chairman Chris Rynning, Chief Executive Officer Niklas Ponnert, Chief Financial Officer Shonaid Jemmett-Page, Non Executive Director and Vice Chairman Christopher Jemmett, Non Executive Director Lionel de Saint-Exupery, Non Executive Director Tom Preststulen, Non Executive Director
Country of incorporation of parent company	Isle of Man
Company number	005681V
Auditors	Ernst & Young LLC Rose House, 51-59 Circular Road Douglas Isle of Man IM1 1AZ, United Kingdom
Nominated adviser	Liberum Capital Ltd. Ropemaker Place, Level 12 25 Ropemaker Street London, EC2Y 9AR
Solicitors to the company	Charles Russell LLP 5 Fleet Place London, EC4M 7RD
Public relations advisers	Aura Financial LLP 33 St James's Square London, SW1Y 4JS
Joint Broker	Liberum Capital Ltd. Ropemaker Place, Level 12 25 Ropemaker Street London, EC2Y 9AR
Joint Broker	Investec Bank plc 2 Gresham Street London, EC2V 7QP
