PRODUCING GOLD

DELIVERING VALUE

Interim Financial Report

For the six months ended 31 December 2012

(Incorporated in Bermuda with limited liability)

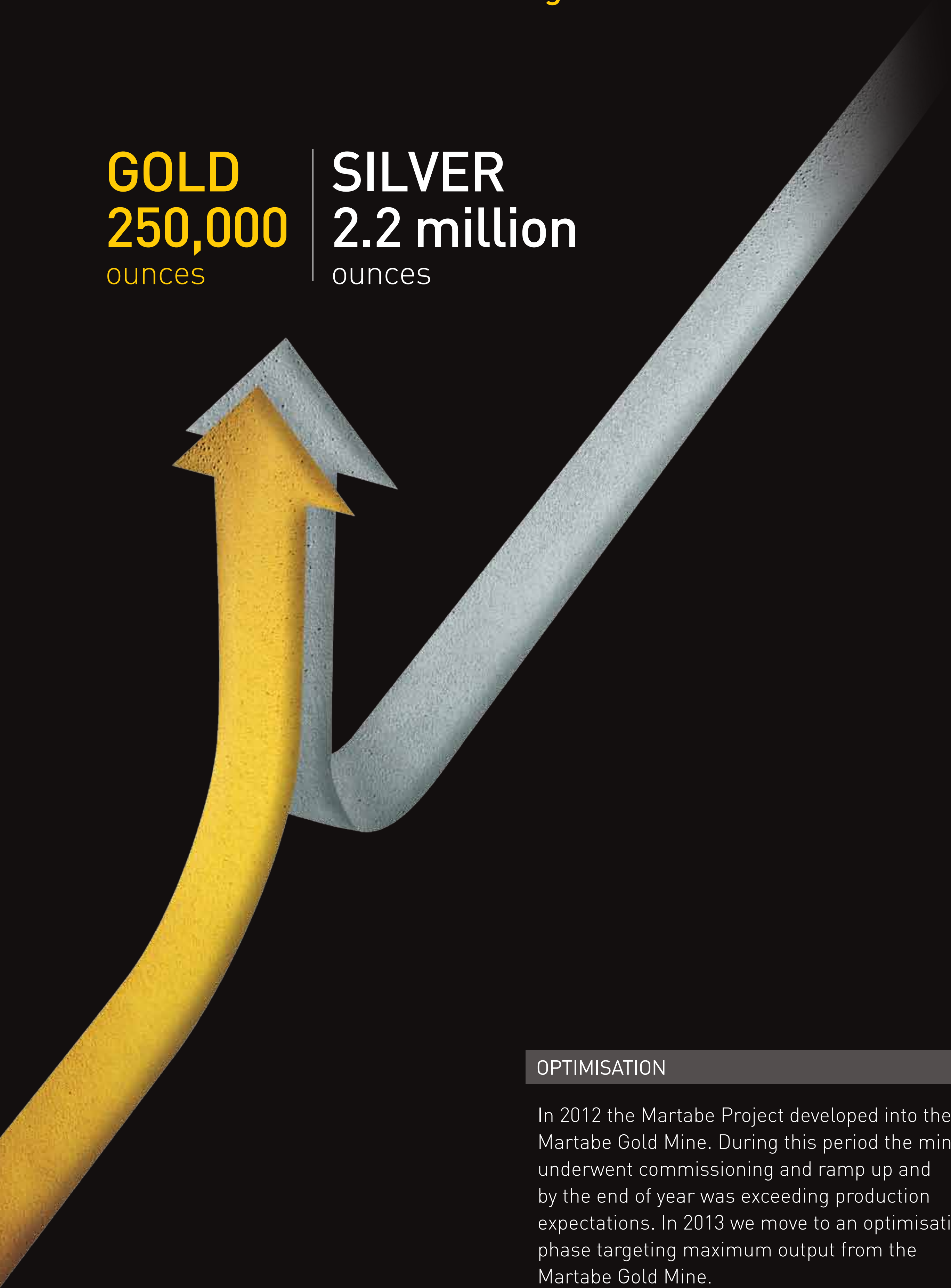
Stock Code **1051**

G-RESOURCES

The strong fundamentals of Martabe remain the same as we deliver on target.

GOLD
250,000
ounces

SILVER
2.2 million
ounces



OPTIMISATION

In 2012 the Martabe Project developed into the Martabe Gold Mine. During this period the mine underwent commissioning and ramp up and by the end of year was exceeding production expectations. In 2013 we move to an optimisation phase targeting maximum output from the Martabe Gold Mine.

GROWTH IN VALUE FOR
ALL OUR STAKEHOLDERS
RESPECT FOR OUR PEOPLE,
OUR COMMUNITIES AND
FOR ALL STAKEHOLDERS
EXCELLENCE IN
EVERYTHING WE DO
ACTION TO DELIVER ON
OUR COMMITMENTS
TRANSPARENCY
OPENNESS, HONESTY
AND GOOD GOVERNANCE

Contents

MARTABE DELIVERING RESULTS

In 2012 first gold was poured.

Full design capacity of the plant is anticipated to be achieved during the second quarter of 2013.

SUSTAINABLE GROWTH

through continued optimisation of development opportunities at Martabe as well as exploration on our CoW area.

STEADY PRODUCTION

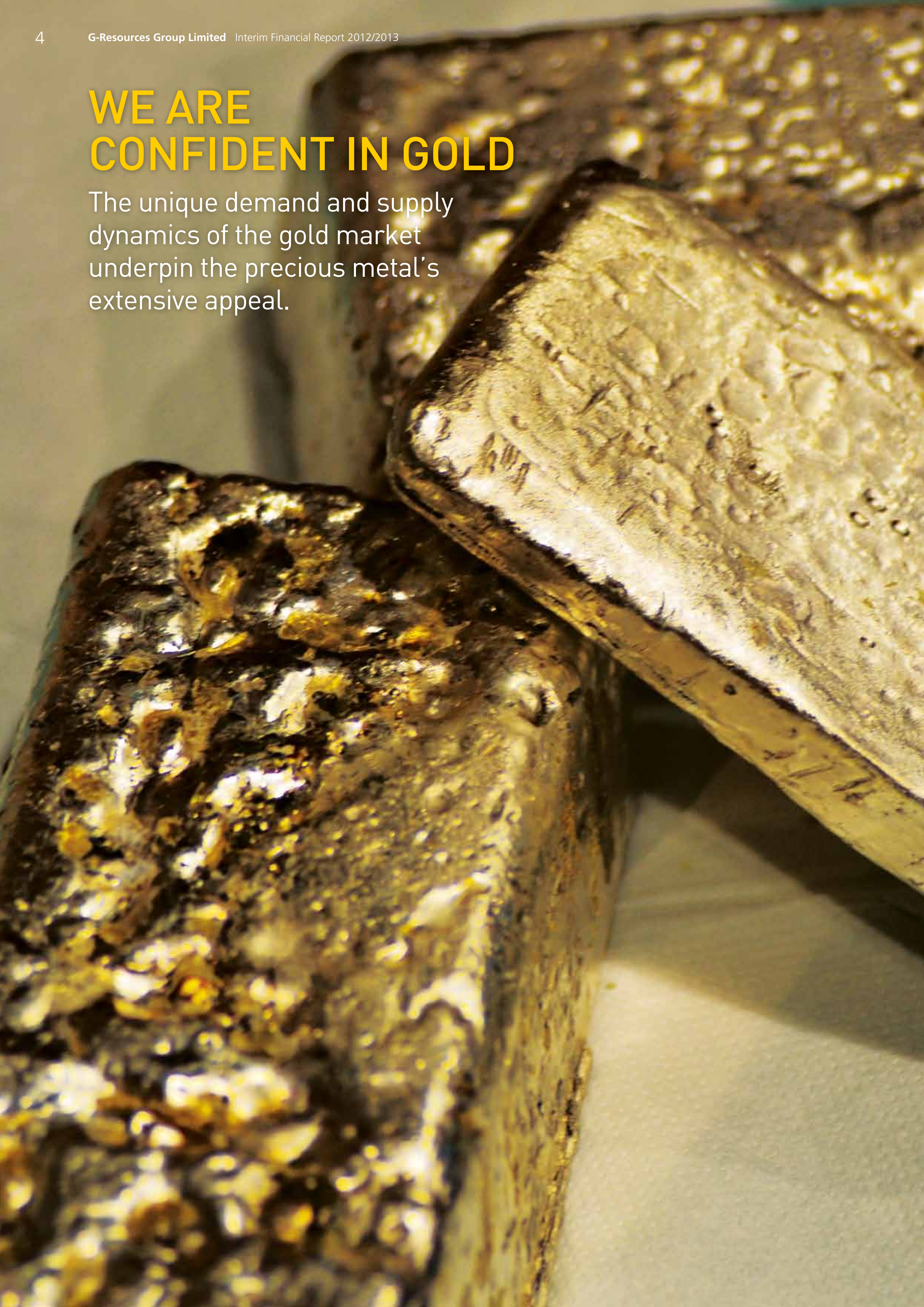
our production profile is designed for an extensive mine life and future growth.

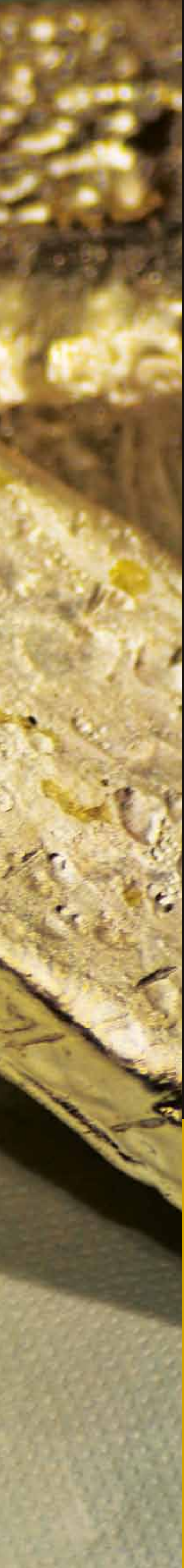
PROCESSING – our team is fine-tuning the plant to achieve maximum output from the operation.

EXPLORATION – our programme is aggressive both close to existing deposits and regionally across the 1,639km^2 CoW.

WE ARE CONFIDENT IN GOLD

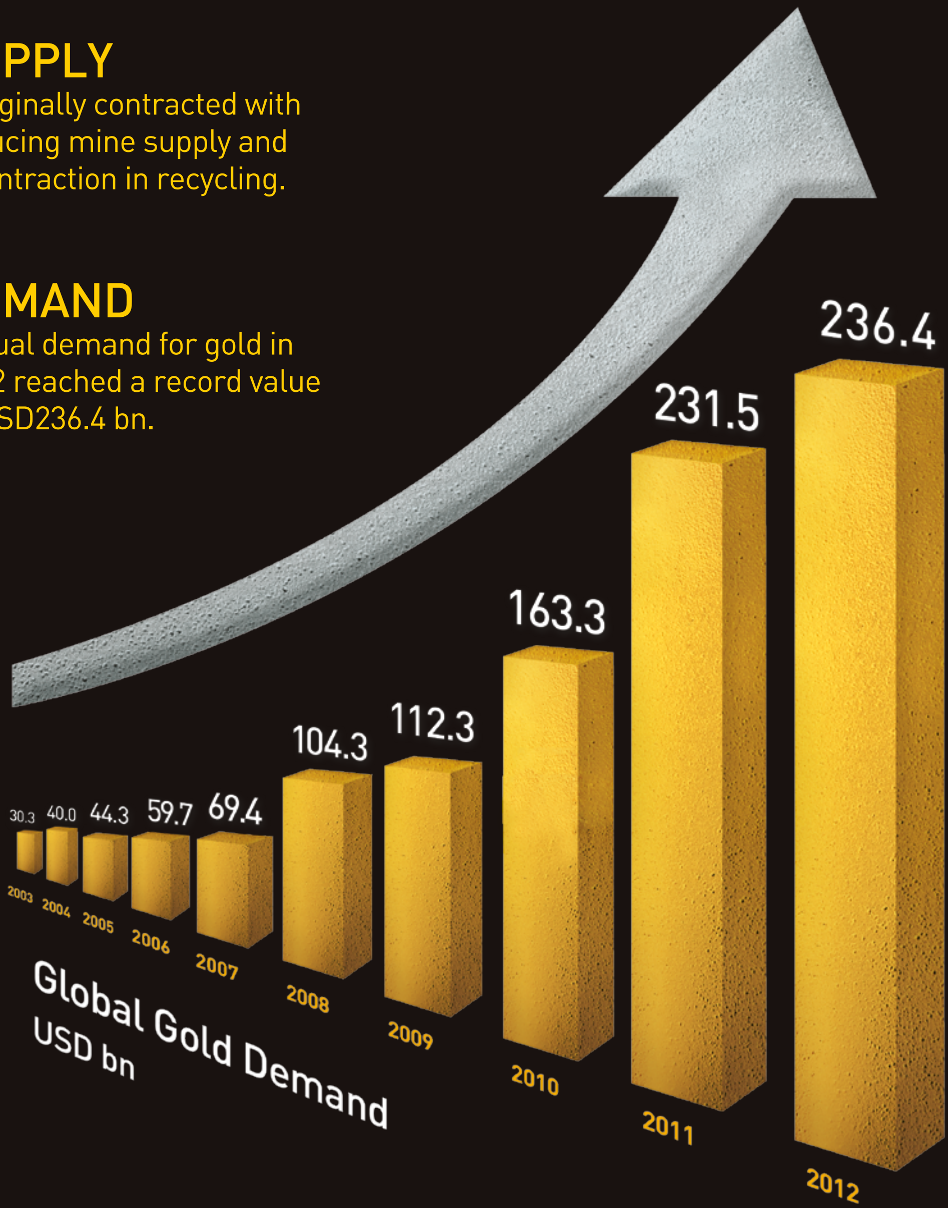
The unique demand and supply dynamics of the gold market underpin the precious metal's extensive appeal.





SUPPLY
marginally contracted with reducing mine supply and a contraction in recycling.

DEMAND
annual demand for gold in 2012 reached a record value of USD236.4 bn.



2012 GOLD PRICE AVERAGE

USD **1,669** per oz

2012 London PM Fix – USD Cumulative Average

Biographical Details of Directors and Senior Management

From left to right: Mr Peter Geoffrey Albert, Mr Owen L Hegarty, Mr Chiu Tao and Mr Or Ching Fai.

Executive Directors

Chiu Tao, aged 57

was appointed as the Chairman and an executive director of the Company on 19 August 2009 and 22 July 2009, respectively. Mr Chiu is an experienced executive and merchant, and was engaged as the chairman of various listed companies in Hong Kong. Mr Chiu has extensive experience in the metal business, trading, investment planning, business acquisitions and development, and corporate management. He is currently the Chairman and an executive director of CST Mining Group Limited, whose shares are listed on the main board of The Stock Exchange of Hong Kong Limited (the "Stock Exchange") ("CST").

Owen L Hegarty, aged 64

was appointed as Vice-Chairman and an executive director of the Company on 19 August 2009 and 10 May 2009, respectively. Mr Hegarty has some 40 years' experience in the global mining industry. Mr Hegarty had 25 years with the Rio Tinto group where he was Managing Director of Rio Tinto Asia and Managing Director of the Group's Australian copper and gold business. He was founder and chief executive officer of Oxiana Limited Group which grew from a small exploration company to a multi-billion dollar Australia, Asia and Pacific-focused base and precious metals producer, developer and explorer. Oxiana Limited became OZ Minerals Limited.

For his achievements and leadership in the mining industry, Mr Hegarty was awarded the AusIMM Institute Medal in 2006 and the G.J. Stokes Memorial Award in 2008.

Mr Hegarty was the executive director and vice chairman of CST. He is currently a non-executive director of Fortescue Metals Group Limited and Tigers Realm Coal Limited (whose shares are both listed on the Australian Stock Exchange ("ASX")); chairman of Tigers Realm Minerals Pty Ltd and EMR Capital Pty Ltd and a director of the Australasian Institute of Mining and Metallurgy ("AusIMM"); Mr Hegarty is also a member of a number of Government and industry advisory groups.

Peter Geoffrey Albert, aged 54

was appointed as the Chief Executive Officer and an executive director of the Company on 22 July 2009. Mr Albert is a metallurgist and holds an Executive MBA degree. He has 30 years of experience in project management, general management and operations management in mining and minerals processing in Australia, Africa and Asia. He is a member of the Institute of Materials, Minerals and Mining (London), a member of the AusIMM and a Chartered Engineer.

For his achievements and leadership in the mining industry, and voted by his peers, Mr Albert was awarded the "Mining CEO of the Year", at the 2012 Asia Mining Congress.

He was the Executive General Manager – Asia of OZ Minerals Limited covering off-shore operations; the Sepon copper and gold operations and projects; the development of the Martabe Project; business development in Asia, and Asian government relations. He joined Oxiana Limited in 2000 from Fluor Daniel, where he held the position of General Manager – Projects. Mr Albert has also worked with Shell-Billiton (Australia), Aker Kvaerner (Australia) and JCI (South Africa).

Ma Xiao, aged 47

was appointed as the Deputy Chief Executive Officer and an executive director of the Company on 22 July 2009. Mr Ma has over 20 years of international minerals and metals trading, financing and hedging experience. Mr Ma also has extensive experience in mineral company acquisitions and development. He previously held senior and executive positions with several base and precious metals companies, including China Minmetals. Mr Ma was based in London for four years working for Minmetals (UK) Limited and was the Managing Director of Guizhou H-Gold & Mining Limited and was a director of the China Minerals Acquisition Fund.

Wah Wang Kei, Jackie, aged 46

was appointed as an executive director and Company Secretary of the Company on 9 April 2008 and 1 December 2009, respectively. Mr Wah graduated from The University of Hong Kong in 1990 and was qualified as a solicitor in 1992. Up until 1997, Mr Wah was a partner of a Hong Kong law firm. He was also an executive director of CST. Mr Wah is currently an executive director of China New Energy Power Group Limited, whose shares are listed on the main board of the Stock Exchange ("China New Energy Power").

Hui Richard Rui, aged 44

was appointed as an executive director of the Company on 5 March 2009. Mr Hui graduated from the University of Technology, Sydney in Australia with a Bachelor's degree in Mechanical Engineering. He has more than 10 years' experience in management positions with companies in Australia, Hong Kong and PRC. Mr Hui is currently an executive director of CST and an executive director of China Strategic Holdings Limited, whose shares are listed on the main board of the Stock Exchange ("China Strategic"). He is also a member of AusIMM.

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Independent Non-Executive Directors

Or Ching Fai, aged 63

was appointed as a Vice-Chairman and an independent non-executive director of the Company on 22 July 2009. Mr Or began his career with The Hongkong and Shanghai Banking Corporation Limited in 1972 after receiving a bachelor's degree in Economics and Psychology from the University of Hong Kong. He was the Vice-Chairman, Chief Executive Officer and an executive director of Hang Seng Bank Limited, whose shares are listed on the main board of the Stock Exchange. Mr Or was also an independent non-executive director of Hutchison Whampoa Limited and Cathay Pacific Airways Limited, the shares of both companies are listed on the main board of the Stock Exchange. Mr Or is currently an independent non-executive director of Chow Tai Fook Jewellery Group Limited and Industrial and Commercial Bank of China Limited and Television Broadcasts Limited (whose shares are all listed on the main board of the Stock Exchange); Chairman and an independent non-executive director of Esprit Holdings Limited (whose shares are listed on the main board of the Stock Exchange); Chairman and an executive director of China Strategic.

Ma Yin Fan, aged 49

was appointed as an independent non-executive director of the Company on 25 March 2009. She obtained a bachelor's degree with honours in accountancy at Middlesex University in the United Kingdom. She also holds an MBA and Master in Professional Accounting degree from Heriot-Watt University in the United Kingdom and Hong Kong Polytechnic University, respectively. Ms Ma is a CPA (Practising) in Hong Kong and has been working in auditing, accounting and taxation for more than 20 years. She is the principal of Messrs Ma Yin Fan & Company CPAs. Ms Ma is a fellow of the Hong Kong Institute of Certified Public Accountants, Taxation Institute of Hong Kong, Association of Chartered Certified Accountants, Hong Kong Institute of Chartered Secretaries and Institute of Chartered Secretaries and Administrators. She is also a member of the Institute of Chartered Accountant in England and Wales and a certified Tax Adviser in Hong Kong. Ms Ma is currently an independent non-executive director of China Strategic, China New Energy Power and CST.

Leung Hoi Ying, aged 62

was appointed as an independent non-executive director of the Company on 31 March 2009. Mr Leung graduated from the Guangdong Foreign Trade School in the People's Republic of China. He has over 30 years of experience in international trade and business development. Mr Leung is currently an independent non-executive director of China Strategic and China New Energy Power.

Senior Management

Arthur Ellis, aged 52

was appointed Chief Financial Officer of the Company on 1 December 2009. Mr Ellis is a member of the Institute of Chartered Accountants in Australia and holds a BA (Hons) Accounting and Finance degree. He has over 15 years' experience in the resources industry. He was the Group Financial Controller for Kingsgate Consolidated Limited ("Kingsgate"), an ASX listed gold mining company. He joined Kingsgate in 2000 as Financial Controller at the start of the construction of the Chatree Gold mine in Thailand. Prior to that, he worked in Australia and Hong Kong and provided accounting, corporate, tax and auditing services.

Timothy John Vincent Duffy, aged 46
was appointed as the General Manager of Operations of the Company on 8 June 2009 and subsequently appointed as Executive General Manager of PT Agincourt Resources ("PTAR") on 1 January 2013. Mr Duffy is a Certified Practicing Accountant and holds a bachelor's degree in Commerce. He has 20 years of experience in the mining industry and has operational experience in gold, silver, nickel, copper, uranium, coal, and open cut and underground mining operations. He has been engaged in finance and commercial roles in mining projects and has strategic capability across the full suite of mining activities in an Asian environment. Mr Duffy was the General Manager Finance – Asia of OZ Minerals Limited, mainly responsible for providing commercial guidance and strategic direction for Asian operations and business.

Linda H D Siahaan, aged 51
was appointed as the Director Government Relations for G-Resources' Indonesian subsidiary, PTAR on 31 March 2011 and subsequently appointed as the Director External Relations of PTAR on 1 October 2011. From 1 January 2013, Ms Siahaan has been appointed as the Deputy President Director of PTAR reporting directly to the G-Resources' CEO. Ms Siahaan is based in Jakarta, where she has worked for PTAR since July 2007. Her responsibilities include maintaining harmonious relationships with the government of the Republic of Indonesia to ensure that the Company complies with Indonesian laws and regulations. She is also responsible for establishing and maintaining relationships with all relevant stakeholders. Ms Siahaan is from Medan in North Sumatra, the province where the G-Resources Martabe Mine is located. She has accounting qualifications from the University of North Sumatra, as well as a diploma in communications from the Ketchum Institute of Public Relations in Fairfax, USA. Ms Siahaan began her career with Mobil Oil Indonesia. From 1997 until 2007, she worked in the External Relations department of PT Newmont Nusa Tenggara, one of the largest copper and gold mining companies in the world.

Shawn David Crispin, aged 45
was appointed as Senior Manager, Resource Development and Exploration on 6 November 2010. He was promoted to the position of Chief Geologist of PTAR on 1 January 2013. Mr Crispin has over 18 years mining industry experience which covers open pit and underground mine geology, resource drilling and estimation programmes, project acquisition and greenfields and brownfields exploration. This experience was gained with a wide range of commodities including gold and copper. He is an Australian citizen with international experience in Papua New Guinea and South America. Previously Mr Crispin was Principal Exploration Geologist for OK Tedi Mining Ltd in Papua New Guinea. Mr Crispin is a member of the AusIMM and Chartered Professional.

Chairman's Statement

LOOKING AHEAD, WE ARE TOTALLY DEVOTED TO MEETING THE PRODUCTION AND COST TARGETS WE HAVE SET OUT FOR MARTABE FOR 2013.

Dear Shareholders,

These past six months or so have been very exciting for G-Resources – much progress has been made on all fronts.

Most importantly, we brought Martabe into gold and silver production in July 2012, just three years after we bought the project in the middle of 2009. At that time, there was no mine, no plant, no infrastructure, no contractors had been hired and we had very few people. In three and a half busy years, we have now constructed Asia's newest significant gold and silver mine and are, at the time of writing to you, ramping up to its full production capacity of 250,000 oz/a gold and 2-2.5 million oz/a silver. Martabe in North Sumatra, Indonesia, is an operation and achievement of which we are proud – our employees, our nearby communities, the regional Government of South Tapanuli, the Provincial Government of North Sumatra, the Central Government of the Republic of Indonesia, our financiers and our many contractors, suppliers, consultants and customers – all stakeholders are proud of our united achievements and we thank them all for their support during this sometimes challenging, busy time.

Further contingency funding was seen as necessary in the half year and we appreciate our shareholder support in providing this. We also thank our shareholders for their patience – and we look forward to rewarding our shareholders with value growth as we ramp up production and the Board will consider to declare dividends once we generate sufficient free cash flow.

The gold and silver markets have been buoyant these past three years and we are confident they will remain so. Gold is a wonderful metal and commodity, we think the strong demand factors and relatively weak supply outlook will ensure an excellent price outlook.

Looking ahead, we are totally devoted to meeting the production and cost targets we have set out for Martabe for 2013. We also want to grow the gold and silver resources and reserves base so that we can look at an incremental expansion of the existing plant; plus the possibility of a sulphide gold ore treatment plant which will give a step change to the production profile. The exploration upside at Martabe is excellent and we have an aggressive programme and team devoted to further discovery of gold and silver.

I want to thank the management team, led by our CEO Peter Albert, for their dedication and hard work these past six months and I look forward to working with them all in 2013 as we continue to make progress and grow value.

I also want to thank our Board Members for their support and especially thank our two retiring members – Horace Tsui and Jimmy Kwan – for their contribution to G-Resources over these past three and a half years.

Finally, I just wanted to reiterate my thanks to our shareholders for their patience and support and I look forward with great enthusiasm to 2013 as another major year of achievements for G-Resources.

Chiu Tao
Chairman
Hong Kong, 28 February 2013

CEO's Report

THE MARTABE MINE PRODUCED FIRST GOLD ON 24 JULY 2012 AND IN THE REMAINDER OF 2012, A TOTAL OF 47,858 OUNCES OF GOLD AND 218,361 OUNCES OF SILVER WAS PRODUCED.

Dear Shareholders,

For G-Resources, the past six months has been one of challenge, excitement and achievement. I cannot say enough about our people in G-Resources who have all worked extremely hard to deliver some outstanding results against some very challenging hurdles.

The Martabe Mine produced first gold on 24 July 2012 and in the remainder of 2012, a total of 47,858 ounces of gold and 218,361 ounces of silver was produced. This was a very pleasing result, especially as these were the early commissioning and ramp up months, as well as the operations shutting down for a period of six weeks to address some community concerns relating to discharge of clean water into the local Batangtoru river. In December, the process plant achieved 80% of design tonnage throughput and in excess of 100% of gold output. The head grade of gold in ore delivered to the mill was on plan at 2.35 grammes per tonne, whilst recoveries of gold at over 90% was well in excess of plan. By the end of December all construction works had been completed with all construction crews demobilized. The only remaining work at the end of the year is the connection to the high voltage power grid which is anticipated to be completed in the first half of 2013.

The strong fundamentals of Martabe remain unchanged and are continually being enhanced by the addition of more ounces of gold and silver in Resources and Reserves. Martabe has a great ore body, good grade, low mining cost, simple process technology, outstanding existing infrastructure and logistics, and an experienced and capable management team. The past year has seen the Martabe Project crystallise into the Martabe Gold Mine and the next few months will see the mine reach full design capacity and then move into a phase of optimisation to achieve the maximum output from the operation.

By the end of the year the financial position of the company was on a solid footing with USD41.9 million revenue received from the sale of bullion, USD57.4 million cash in the bank and marketable securities, and a further 16,997 ounces of gold and 47,866 ounces of silver in the process of being sold. The reduction in project and operations creditors, including the debt facility to the banks, is accelerating.

Like all mining operations around the world, Martabe is experiencing some operating cost pressures due to significant increases in consumable costs, labour costs and general inflation. In December, a re-estimate of operating costs for 2013 was completed and despite additional cost pressures as a result of continued operation of the diesel power plant, Martabe cash costs for 2013 are estimated to be USD450/ounce, maintaining Martabe's position as a low cash cost gold producer. Sustaining capex in 2013 is estimated to be USD80 million for continued building of the TSF wall, anticipated land acquisition around Barani and mine development. Sustaining capex in future years is likely to decrease to USD40-50 million per annum.

The operations team is now at full strength, with significant effort having been made to recruit and train the maximum number of local persons into the team as possible. The mine's goal of 70% local employment is well on the way to being achieved. A recent review of the organization structure has led to the appointment of two Deputy General Managers to enhance the breadth and depth of the organization, and in addition the Head of External Affairs Linda Siahaan, has been appointed Deputy President Director of the Indonesian operating company.

2011 was a year of significant growth in Resources and Reserves at Martabe, whereas 2012 has deliberately been a year of consolidation and focus on the regional opportunities. Much work has been done to identify and firm up both new and known targets. The exploration team has also spent considerable time developing a sulphide resource programme at Martabe as well as a copper-gold porphyry programme on the wider Contract of Work. These programmes will accelerate and gain maximum momentum in the coming months.

The safety record during construction at Martabe was outstanding. In the second half of 2012 during the operations phase of the commissioning and ramp up, this safety performance continued with not one single Lost Time Injury occurring during this period. The Board and management of G-Resources is particularly proud of this achievement by the whole team at Martabe. The safety statistics are a testament to the Company's focus to protect the safety, health and wellbeing of all our employees and contractors. This is part of our GREAT (Growth, Respect, Excellence, Action and Transparency) core values and our commitment to social responsibility. In addition to safety, we are working to maintain the environmental integrity of the Martabe district and to implement social programmes such as our eye cataract surgery project.

After the operation commenced producing gold, it became apparent that a small part of the local community was not well informed about the mine's process of chemically cleaning any excess water prior to discharging clean water to the local river system. In order to preserve our good relations with the community and to ensure appropriate dialogue occurred, we shut down the operations for a period of 6 weeks whilst appropriate consultations and community relations activities took place to educate and to inform. As a consequence of our long standing good relations with the local community as well as government at all levels, we were able to resolve the issue and re-commence operations at the end of October. Continued maintenance and nurturing of our Social Licence remains a top priority for the Board and management of G-Resources.

I would like to take this opportunity to recognise the support of the governments within Indonesia at the Central, Provincial and District levels. Without their support and guidance, our task would be that much harder. Within the Indonesian Government, there is a clear recognition of the sustained value that can be added to the country and standards of living by long term mining projects.

I would also like to give my heartfelt thanks to our Directors for their encouragement over the past year as well as our shareholders who continued to demonstrate their confidence in the Martabe operation. In particular, I would like to give special mention to our staff at the Martabe Mine, who have worked so hard over the past year to achieve all of the milestones that we have met.

This is an exciting time to be at G-Resources as the Martabe mine takes its place amongst the top tier of Asian gold mines, and I am proud to work alongside this immensely talented and dedicated team.

Peter Geoffrey Albert
Chief Executive Officer
Hong Kong, 28 February 2013

Management Discussion and Analysis

Business Review and Results

G-Resources achieved first gold pour in July 2012 and commissioning and testing activities occurred in the following 2 months. Cost and revenue from sale of test production were capitalised until Martabe Gold Mine achieved commercial production in September 2012.

	six months ended 31 December 2012 USD'000	2011 USD'000
FINANCIAL SUMMARY		
Revenue	**41,922**	–
Cost of sales	**(24,161)**	–
Gross Profit	**17,761**	–
Loss attributable to temporary suspension of production	**(7,244)**	–
EBITDA	**3,779**	(9,064)
Loss before taxation	**(7,414)**	(9,185)
Taxation	**(576)**	–
Loss for the period	**(7,990)**	(9,185)

The Group generated revenue of USD41.9 million (2011: Nil) from the sale of gold and silver at an average price of USD1,706.7 per ounce and USD32.3 per ounce respectively. The Group earned a gross profit of USD17.8 million (2011: Nil) and its EBITDA was USD3.8 million (2011: (USD9.1 million)) for the period. The improvement in its financial results over the previous year was due to contributions from its Martabe Gold Mine as it entered gold and silver production.

Production activities of Martabe Gold Mine were curtailed for six weeks in September 2012 whilst consultations were undertaken with the local community and government due to some concerns about the discharge of clean water to the local river; during this period the Group incurred a write off of USD7.2 million (2011: Nil). G-Resources incurred a loss before taxation of USD7.4 million (2011: USD9.2 million) for the period.

The cash costs for the mine calculated according to the Gold Institute Standard was USD680 per oz of gold produced. The relatively high cash costs (as compared to normal operations) were expected as the plant ramped up production towards its design capacity. The mine's cash costs were also negatively impacted by the interruption in production in September 2012 (which was shortly after Martabe achieved commercial production). The Company expects the cash cost for 2013 will be much lower when the Martabe Mine reaches designed capacity.

Total assets were USD1,085.9 million (30 June 2012: USD959.1 million) an increase of USD126.8 million as the Group invested in both non-current and current asset. Non-current assets were USD977.2 million (30 June 2012: USD881.4 million) an increase of USD95.8 million as the Group completed the construction of Martabe Gold Mine. Current assets were USD108.7 million (30 June 2012: USD77.7 million) an increase of USD31.0 million which was mainly due to increases in inventory which consist of gold and silver bullion and consumables.

Total liabilities were USD178.7 million (30 June 2012: USD166.3 million) an increase of USD12.4 million and the increase is mainly a result of increases in trade and other payments and a reduction of Group's bank borrowings.

Net Asset Value

As at 31 December 2012, the Group's total net asset amounted to approximately USD907.2 million, represented an increase of USD114.4 million as compared to approximately USD792.8 million as at 30 June 2012. The increase in net assets was mainly attributable to the share placement of USD99.0 million (net proceeds) in August 2012.

Cash Flow, Liquidity and Financial Resources

The Group's cash balance at the end of December 2012 was USD47.9 million (30 June 2012: USD65.3 million) a decrease of USD17.4 million as USD124.9 million were invested in property, plant and equipment (which included USD2.6 million in near mine exploration and evaluation) and USD2.9 million for regional exploration. USD11.0 million were used to partially repay the syndicated revolving credit facility. These activities were mainly financed by receipts of USD99.0 million from share placement and USD41.9 million revenue from bullion sale.

The Group has a secured revolving credit facility with BNP Paribas, Commonwealth Bank of Australia, Hang Seng Bank Limited and Sumitomo Mitsui Banking Corporation ("Facility") for the purpose of financing the Martabe Gold Mine. The Facility is fully drawn. It was arranged on a floating rate basis. The maturity profile of the Group's borrowing net of capitalised borrowing costs is set out as follows:

	31 December 2012 ***USD'000***	30 June 2012 *USD'000*
Within one year	**48,521**	33,568
More than one year, but not exceeding two years	**24,260**	48,568
Total borrowings	**72,781**	82,136

The Group's gearing ratio as a percentage of the Group's total borrowing over shareholders' equity was 8% as at 31 December 2012 (10% as at 30 June 2012).

Material Acquisitions and Disposals of Subsidiaries and Associated Companies

There was no material acquisition or disposal of subsidiaries and associated companies during the period.

Exposure to Fluctuations in Exchange Rates and Related Hedge

The Group conducted most of its business in United States dollars ("USD"), Australian dollars ("AUD"), Indonesian Rupiah ("IDR") and Hong Kong dollars ("HKD"). The foreign currency exposure to USD is minimal as HKD is pegged to USD. The Group has exposure to foreign currency risk that are denominated in AUD and IDR.

In 2012, the Group entered into forward currency contracts to sell USD and purchase IDR at a fixed rate in the normal course of business in order to limit its exposure to adverse fluctuations in currency exchange rates. These instruments are executed with creditworthy financial institutions. Management will continue to monitor the Group's other foreign currency exposure and impose other hedging policy should the need arise.

Business Outlook

The Company achieved first gold pour in July 2012 and commercial production in September 2012. The focus for 2013 will be to ramp up production to reach design capacity as soon as possible.

Production guidance for 2013 is 250,000 ounces gold and 2,200,000 ounces of silver, at a cash cost of USD450 per ounce of gold. In January and February 2013, the Martabe Mine has already produced over 42,000 ounces of gold and over 146,000 ounces of silver.

Martabe has a great ore body, good grade, low mining cost, simple processing, and an experienced and capable management team.

We intend to expand the Group's resources and reserves through near mine exploration at Martabe and to continue to develop a sulphide resource programme at Martabe. The Group has defined exploration targets such as Golf Mike, Gambir-Kapur, Tango Papa and Pahae prospects for future discoveries on its Contract of Work.

The Group continues to review opportunities in the gold sector for quality gold projects or gold producing assets in Asia Pacific region which could deliver substantial value to shareholders.

Human Resources

As at 31 December 2012, the Group had 26 employees in Hong Kong, 578 employees in Indonesia and 1 employee in Australia. Employees are remunerated at a competitive level and are rewarded according to their performance. Our Group's remuneration packages include a medical scheme, group insurance, mandatory provident fund, performance bonus and options for our employees.

According to the share option scheme adopted by the Company on 30 July 2004, share options may be granted to directors and eligible employees of the Group to subscribe for shares in the Company in accordance with the terms and conditions stipulated therein.

Exploration, Resource and Reserve Development Activities

Figure 1: Martabe Mine Location.

Martabe Overview

The Martabe Gold Mine is located on the western side of the Indonesian island of Sumatra in the Province of North Sumatra, in the Batangtoru sub-district (Figure 1). Martabe is established under a sixth generation Contract of Work ("CoW") which was signed in April 1997. The CoW defines all of the terms, conditions and obligations of both G-Resources and the Government of Indonesia for the life of the CoW.

Martabe, with a resource base of 8.05 million ounces of gold and 77 million ounces of silver, is G-Resources Group's core starter asset. Martabe commenced production from the Purnama pit in July 2012 and is anticipated to reach full production in the second quarter of 2013. When at full capacity the Plant is expected to produce at a rate of 250,000 ounces per annum of gold and 2-3 million ounces per annum of silver at a competitive mine cash cost as compared to global gold producers.

G-Resources is seeking to organically grow gold production through continued exploration success on the large and highly prospective CoW area. The Martabe Mine enjoys the strong support of the Indonesian Central, Provincial and Local Governments and the nearby communities of Batangtoru.

Project Construction and Commissioning Completion

On 24 July 2012 the first gold and silver bullion was produced at the Martabe Mine marking a significant moment in the development of the world class gold mine for G-Resources and transforming Martabe from a project to a producing mine. On site for the first gold pour were the Bupati of South Tapanuli as well as leaders and representatives from the nearby communities. A formal signing ceremony to transfer 5% of the mine to the regional governments of North Sumatra and South Tapanuli was also conducted on this day.

Commissioning of the process plant was completed in September 2012 with all project personnel having left the site by mid October 2012. During the latter half of September and most of October, the mine was shut down whilst the Company completed its consultation with the local community regarding the completion of the construction of the Clean Water Pipeline ("CWP") to the Batangtoru River. During the shut down period the Company took the opportunity to undertake various modifications and remedial mechanical works.

The CWP construction was completed by 13 November 2012, whilst the process plant was restarted in late October 2012. Community activities undertaken during the last quarter of 2012 included a series of discussions, site visits, clean water demonstration ceremonies and a number of specific community related activities. These events proved to further develop the long term relationships between the Company and the local communities and the Government.

In the month of December the process plant achieved over 100% of nameplate gold production and 80% of design mill throughput, the only remaining construction activity is the tie-in to the Indonesian main grid power, which is expected to occur in the first half of 2013. In the meantime, power necessary for ramp up to full design capacity is being provided by the temporary diesel power station.

Operations

The operations team at Martabe consists of approximately 2,200 people. The employment goal is for at least 70% of the mine workers to come from the local community, with a further 25% Indonesians from other parts of the archipelago.

Safety

Safety performance across the project and operations in 2012 was excellent with a total of ten lost time injuries ("LTI's") being recorded during construction from January to June and zero LTI's occurring in the second half of 2012. The safety performance at Martabe compares with the best performance in the industry. This outstanding performance is a direct reflection of quality of management and leadership across the Martabe Mine site.

Process Plant Team.

Processing

Whilst the Processing team continues the ramp up of the process plant during the first quarter of 2013, full design capacity is anticipated to be achieved in the second quarter.

2012 Production Statistics

The process plant produced first bullion on 24 July 2012. The following results reflect the production statistics for 2012 calendar year, although in reality this is only for the last 6 months which were primarily commissioning months:

	Full Year 2012
Tonnes Mined	1,604,736
Tonnes Milled	752,835
Gold Head Grade, g/t	2.35
Silver Head Grade, g/t	12.68
Gold Recovery, %	93.4
Silver Recovery, %	78.8
Gold Poured, ounces	47,858
Silver Poured, ounces	218,361

Total gold ounces produced in 2012 exceeded the prior guidance of 43,000 ounces by 4,858 ounces.

Mining

The Mining team continues to perform well and at the end of 2012 the Purnama Ridge height was lowered to RL465, some 40 metres below the original height. The team continues to deliver ore to stockpiles at the run of mine ("ROM") area where it is blended according to grade, ready for delivery to the process plant crusher.

Mining activities are predominantly focused on the Purnama open-pit and are proceeding according to plan. At the end of 2012, 604,297 tonnes of ore were stored in separate grade controlled stockpiles. Grade control drilling continues to deliver results which are consistent with the Resource model. The annualised gold head grade at the end of 2012 met the plan of 2.35 g/t, and it is pleasing to note the recovery significantly exceeded plan at 93.4% versus 82.9%.

The progress on the raising of the tailing storage facility ("TSF") is ahead of schedule and in the first quarter of 2013 the TSF will reach a level where there is 18 months of storage capacity available whilst the next and following lifts are completed.

Aerial photo of Purnama on the left and the Process Plant.

Resource Development and Exploration

G-Resources continued its aggressive exploration programmeme on the Martabe CoW during the six months ending December 2012, with resource development and exploration programmes in the immediate vicinity of the Martabe Mine and exploration programmes in other areas of the CoW. A total of 5,559 metres of drilling was completed utilising a fleet of portable diamond drill rigs supported by a helicopter operation.

The 2012 second half exploration programme was highly successful with the following outcomes:

- Additions to the Tor Uluala Mineral Resource Estimate completed.
- Near surface, gold-silver mineralised body confirmed at the Gambir-Kapur prospect.
- Drilling programmes conducted at the Golf Mike and Southern Corridor prospects.

Resource Development Activity

Resource Development activity in the Martabe near mine district consisted of the following major activities:

- Diamond Drilling at the Purnama and Uluala Hulu deposits.
- Resource estimation at the Tor Uluala deposit.
- Geological mapping, surface sampling and geological investigations at multiple prospects in the Martabe District.

Diamond Drilling

Seventeen diamond drill holes were completed for a total of 3,362 metres. Of these, twelve holes were completed at the Purnama deposit. This included a metallurgical sampling programme of six holes and a further six holes targeting northern extensions of the Purnama deposit.

Drilling at Purnama North produced significant intersections including a best result of:

- APSD1210: 88.55 m @ 2.28 g/t Au, 5 g/t Ag from surface.

A further five diamond drill holes were completed at the Uluala Hulu deposit. Results were awaited at the end of the reporting period.

Resource Estimation

A programme of resource estimation was completed at the Tor Uluala deposit, to integrate drilling completed during the first half of 2012. This resulted in an additional estimated 190,000 ounces of gold and 3,520,000 ounces of silver, as reported in an announcement on 4 September 2012.

Geological Mapping, Surface Sampling and other Investigations

Significant programmes of geological mapping and sampling were completed to the east and west of the Martabe Mine area and at the Uluala Hulu prospect four kilometres north of the Martabe operation. These involved a small team of geologists and field technicians at each location, with the aim of defining new exploration targets. This work resulted in early stage drill targets being identified, with drilling planned to commence in late 2013.

A major programme of geophysical measurements in drill core was undertaken. Magnetic susceptibility, induced polarisation and resistivity were measured from core representing typical sections across the Martabe deposits and surrounding rocks. These are being used to construct geophysical computer simulations of deep targets and to improve the analysis of the subsurface geology.

Martabe Contract of Work Exploration Activity

Exploration in the Martabe Contract of Work consisted of these major activities:

- Diamond drilling at the Golf Mike and Southern Corridor prospects.
- Geological mapping and surface sampling at the Gambir-Kapur, Golf Mike, Southern Corridor and Pahae prospects.

Exploration targets included epithermal gold targets and buried copper-gold porphyry targets. Figure 2 shows the location of these prospects.

Diamond Drilling

Eight holes for 2,197 metres were completed with break down by prospect as follows:

- Golf Mike, six holes for 1,813 metres.
- Southern Corridor, two holes for 384 metres.

Earlier drilling results at the Gambir-Kapur prospect were analysed, identifying a near surface, oxidized, gold and silver deposit of relatively small tonnage. This deposit has not yet been defined to JORC status. Work is currently focused on the potential for nearby satellite deposits based on previous encouraging exploration results.

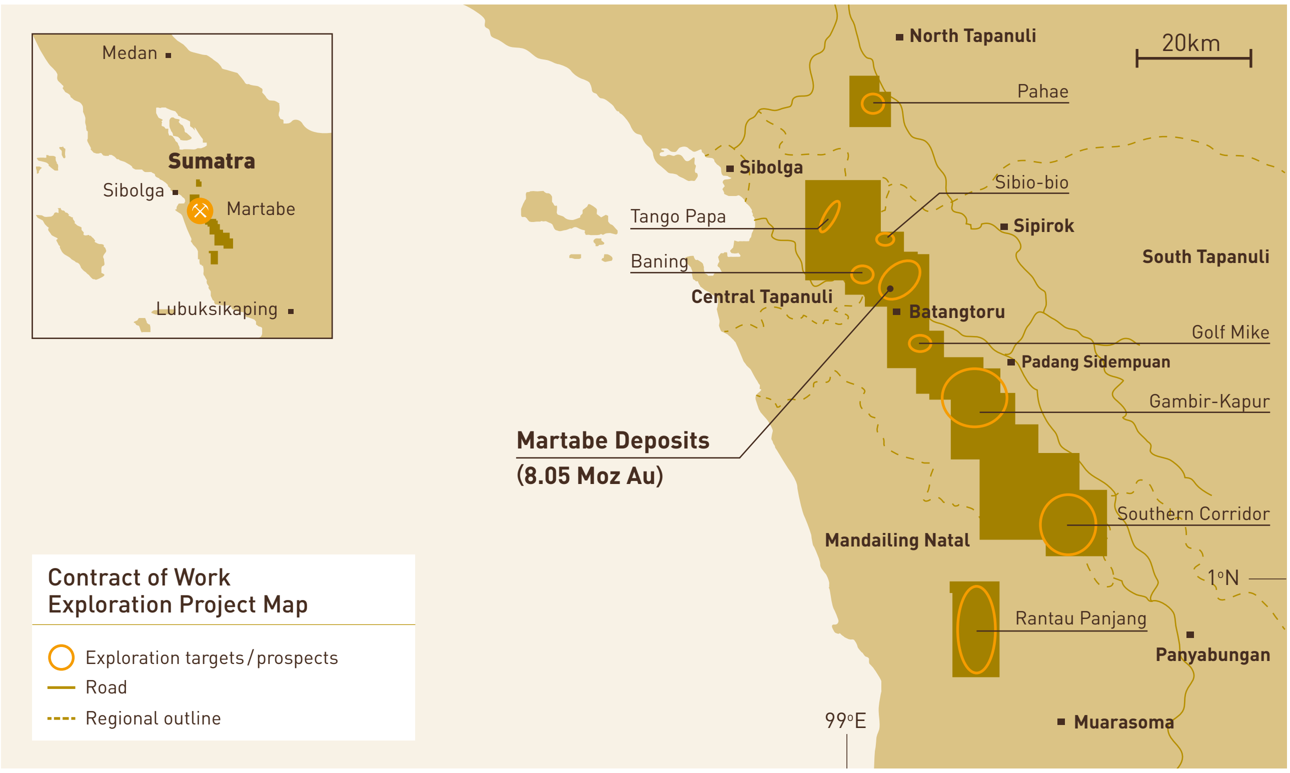

Figure 2. Martabe location, showing deposit and regional prospect locations within the CoW.

Results from the Golf Mike and Southern Corridor prospects are being analysed with the purpose of identifying targets for a further stage of drilling as appropriate.

Geological Mapping, Surface Sampling and Surface Geophysics

The exploration group mapped over 100 square kilometres in detail and took 995 soil samples and 695 rock samples during the half year. This represents a major exploration effort in often thickly vegetated and mountainous terrain.

Results from this work lead to drill hole targets at the Gambir-Kapur, Golf Mike and Southern Corridor prospects. Work at Pahae is in relatively early stages but results are encouraging to date.

Programmes of surface Induced Polarisation (IP) geophysics were conducted at Golf Mike and Southern Corridor prospects. A total of 20.2 line kilometres of IP was completed. This provided further information on subsurface targets which were tested by drilling at both prospects.

Report on Review of Condensed Consolidated Financial Statements

Deloitte.
德勤

TO THE BOARD OF DIRECTORS OF G-RESOURCES GROUP LIMITED
(incorporated in Bermuda with limited liability)

Introduction

We have reviewed the condensed consolidated financial statements of G-Resources Group Limited (the "Company") and its subsidiaries set out on pages 21 to 34, which comprise the condensed consolidated statement of financial position as of 31 December 2012 and the related condensed consolidated statement of profit or loss, statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the six-month period then ended, and certain explanatory notes. The Main Board Listing Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and Hong Kong Accounting Standard 34 "Interim Financial Reporting" ("HKAS 34") issued by the Hong Kong Institute of Certified Public Accountants. The directors of the Company are responsible for the preparation and presentation of these condensed consolidated financial statements in accordance with HKAS 34. Our responsibility is to express a conclusion on these condensed consolidated financial statements based on our review, and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

Scope of Review

We conducted our review in accordance with Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Hong Kong Institute of Certified Public Accountants. A review of these condensed consolidated financial statements consist 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 Hong Kong Standards on Auditing 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.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the condensed consolidated financial statements are not prepared, in all material respects, in accordance with HKAS 34.

Deloitte Touche Tohmatsu
Certified Public Accountants
Hong Kong
28 February 2013

Group Results

The Board of Directors (the "Board") of G-Resources Group Limited (the "Company") presents the unaudited consolidated results of the Company and its subsidiaries (the "Group") for the six months ended 31 December 2012, together with the comparative figures for the six months ended 31 December 2011, which comprises the condensed consolidated statement of financial position as at 31 December 2012 and the related condensed consolidated statement of profit or loss, consolidated statement of profit or loss and other comprehensive income, changes in equity and cash flows for the six months period ended, and explanatory notes.

Condensed Consolidated Statement of Profit or Loss

For the six months ended 31 December 2012

	Notes	For the six months ended 31 December **2012** ***USD'000*** **(Unaudited)**	 2011 *USD'000* (Unaudited)
Continuing operations			
Revenue		**41,922**	–
Cost of sales		**(24,161)**	–
Gross profit		**17,761**	–
Other income		**700**	1,214
Loss attributable to temporary suspension of production	4	**(7,244)**	–
Administrative expenses		**(15,568)**	(9,444)
Fair value change of held for trading investments		**54**	(955)
Finance cost		**(3,117)**	–
Loss before taxation		**(7,414)**	(9,185)
Taxation	5	**(576)**	–
Loss for the period from continuing operations		**(7,990)**	(9,185)
Discontinued operation			
Loss for the period from discontinued operation		**–**	(10)
Loss for the period	6	**(7,990)**	(9,195)
(Loss)/profit for the period attributable to:			
Owners of the Company		**(7,999)**	(9,195)
Non-controlling interests		**9**	–
		(7,990)	(9,195)
Loss per share	7		
From continuing and discontinued operations			
– Basic and diluted (US cent)		**(0.04)**	(0.06)
From continuing operations			
– Basic and diluted (US cent)		**(0.04)**	(0.06)

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the six months ended 31 December 2012

	For the six months ended 31 December	
	2012	2011
	USD'000	*USD'000*
	(Unaudited)	(Unaudited)
Loss for the period	**(7,990)**	(9,195)
Other comprehensive income/(expenses):		
Items that may be subsequently reclassified to profit or loss:		
Exchange differences arising on translation	**441**	1,385
Fair value gain/(loss) on:		
Available-for-sale investment	**2,148**	(2,214)
Hedging instruments designated in cash flow hedges	**969**	–
Other comprehensive income/(expenses) for the period	**3,558**	(829)
Total comprehensive expenses for the period	**(4,432)**	(10,024)
Total comprehensive (expenses)/income for the period attributable to:		
Owners of the Company	**(4,441)**	(10,024)
Non-controlling interests	**9**	–
	(4,432)	(10,024)

Condensed Consolidated Statement of Financial Position

As at 31 December 2012

	Notes	31 December 2012 USD'000 (Unaudited)	30 June 2012 USD'000 (Audited)
NON-CURRENT ASSETS			
Property, plant and equipment	8	**899,952**	825,000
Exploration and evaluation assets	9	**8,266**	5,338
Available-for-sale investment	10	**7,586**	5,438
Other receivable	11	**61,472**	45,595
		977,276	881,371
CURRENT ASSETS			
Inventories		**42,827**	–
Other receivables	11	**16,037**	10,516
Held for trading investments	12	**1,863**	1,808
Pledged bank deposits		**81**	82
Bank balances and cash		**47,857**	65,338
		108,665	77,744
CURRENT LIABILITIES			
Trade and other payables	13	**92,106**	70,850
Derivative financial liabilities		**235**	1,204
Borrowings	14	**48,521**	33,568
Tax Payable		**576**	–
		141,438	105,622
NET CURRENT LIABILITIES		**(32,773)**	(27,878)
TOTAL ASSETS LESS CURRENT LIABILITIES		**944,503**	853,493
NON-CURRENT LIABILITIES			
Other payables	13	**1,879**	1,493
Provision for mine rehabilitation cost	15	**11,172**	10,615
Borrowings	14	**24,260**	48,568
		37,311	60,676
		907,192	792,817
CAPITAL AND RESERVES			
Share capital	16	**24,390**	21,757
Reserves		**866,528**	771,060
Equity attributable to owners of the Company		**890,918**	792,817
Non-controlling interests		**16,274**	–
TOTAL EQUITY		**907,192**	792,817

The condensed consolidated financial statements on pages 21 to 34 were approved and authorised for issue by the Board of Directors on 28 February 2013 and are signed on its behalf by:

Peter Geoffrey Albert
Director

Hui Richard Rui
Director

Condensed Consolidated Statement of Changes in Equity

For the six months ended 31 December 2012

	Attributable to owners of the Company											
	Share capital USD'000	Share premium USD'000	Capital redemption reserve USD'000	Contributed surplus USD'000	Share options reserve USD'000	Cash flow hedges reserve USD'000	Exchange reserve USD'000	Investment revaluation reserve USD'000	Accumulated losses USD'000	Total USD'000	Non-controlling interests USD'000	Total USD'000
(Unaudited)												
At 1 July 2011	18,147	563,657	212	11,658	20,296	–	(1,771)	(596)	(21,405)	590,198	–	590,198
Loss for the period	–	–	–	–	–	–	–	–	(9,195)	(9,195)	–	(9,195)
Fair value loss on:												
Available-for-sale investment	–	–	–	–	–	–	–	(2,214)	–	(2,214)	–	(2,214)
Exchange difference arising on translation	–	–	–	–	–	–	1,385	–	–	1,385	–	1,385
Total comprehensive income/(expenses) for the period	–	–	–	–	–	–	1,385	(2,214)	(9,195)	(10,024)	–	(10,024)
Issue of shares	3,610	213,000	–	–	–	–	–	–	–	216,610	–	216,610
Transaction costs attributable to issue of shares	–	(3,457)	–	–	–	–	–	–	–	(3,457)	–	(3,457)
Recognition of equity-settled share-based payment	–	–	–	–	5,251	–	–	–	–	5,251	–	5,251
At 31 December 2011	21,757	773,200	212	11,658	25,547	–	(386)	(2,810)	(30,600)	798,578	–	798,578
At 1 July 2012	**21,757**	**773,200**	**212**	**11,658**	**31,588**	**(1,204)**	**784**	**(4,487)**	**(40,691)**	**792,817**	**–**	**792,817**
(Loss)/profit for the period	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**(7,999)**	**(7,999)**	**9**	**(7,990)**
Fair value gain on:												
Available-for-sale investment	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**2,148**	**–**	**2,148**	**–**	**2,148**
Hedging instruments designated in cash flow hedge	**–**	**–**	**–**	**–**	**–**	**969**	**–**	**–**	**–**	**969**	**–**	**969**
Exchange difference arising on translation	**–**	**–**	**–**	**–**	**–**	**–**	**441**	**–**	**–**	**441**	**–**	**441**
Total comprehensive income/(expenses) for the period	**–**	**–**	**–**	**–**	**–**	**969**	**441**	**2,148**	**(7,999)**	**(4,441)**	**9**	**(4,432)**
Issue of shares	**2,633**	**97,379**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**100,012**	**–**	**100,012**
Transaction costs attributable to issue of shares	**–**	**(1,014)**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**(1,014)**	**–**	**(1,014)**
Transfer of interest in a subsidiary without losing control (Note 21)	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**12,265**	**12,265**
Capital injection in a subsidiary from non-controlling interests	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**4,000**	**4,000**
Reversal of equity-settled share-based payment	**–**	**–**	**–**	**–**	**(95)**	**–**	**–**	**–**	**95**	**–**	**–**	**–**
Recognition of equity-settled share-based payment	**–**	**–**	**–**	**–**	**3,544**	**–**	**–**	**–**	**–**	**3,544**	**–**	**3,544**
At 31 December 2012	**24,390**	**869,565**	**212**	**11,658**	**35,037**	**(235)**	**1,225**	**(2,339)**	**(48,595)**	**890,918**	**16,274**	**907,192**

Condensed Consolidated Statement of Cash Flows

For the six months ended 31 December 2012

	For the six months ended 31 December	
	2012	2011
	USD'000	*USD'000*
	(Unaudited)	(Unaudited)
OPERATING ACTIVITIES		
Loss before taxation	**(7,414)**	(9,195)
Adjustments for:		
Interest income	**(700)**	(1,214)
Amortisation and depreciation	**8,076**	121
Share-based payment expenses	**3,544**	5,251
Allowance for other receivables	**–**	746
Fair value change of held for trading investments	**(54)**	955
Finance cost	**3,117**	–
Operating cash flows before movements in working capital	**6,569**	(3,336)
Increase in inventories	**(34,841)**	–
Increase in other receivable (non-current portion)	**(15,877)**	(12,617)
Increase in other receivables	**(1,521)**	(2,080)
Increase/(decrease) in trade and other payables	**69,038**	(692)
Net cash from/(used in) Operating Activities	**23,368**	(18,725)
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	**(124,872)**	(176,799)
Purchase of exploration and evaluation assets	**(2,928)**	(1,023)
Interest received	**700**	1,214
Net cash used in Investing Activities	**(127,100)**	(176,608)
FINANCING ACTIVITIES		
Finance cost paid	**(3,136)**	–
Net proceeds from issue of shares	**98,998**	213,153
Bank borrowings raised, net of transaction costs	**1,000**	–
Repayment of bank borrowings	**(11,000)**	–
Net cash from Financing Activities	**85,862**	213,153
Net (decrease)/increase in cash and cash equivalents	**(17,870)**	17,820
Cash and cash equivalents at beginning of the period	**65,338**	135,627
Effect of foreign exchange rate changes	**389**	1,220
Cash and cash equivalents at end of the period, represented by bank balances and cash	**47,857**	154,667

Notes to the Condensed Consolidated Financial Statements

For the six months ended 31 December 2012

1. Basis of Preparation

The condensed consolidated interim financial statements have been prepared in accordance with Hong Kong Accounting Standard ("HKAS") 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") as well as with the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited ("Stock Exchange").

The condensed consolidated interim 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 30 June 2012.

2. Principal Accounting Policies

The condensed consolidated interim financial statements have been prepared on the historical basis, except for certain financial instruments, which are measured at fair values.

The accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 31 December 2012 are the same as those followed in the preparation of the Group's annual financial statements for the year ended 30 June 2012, except for the following accounting policies, which have been adopted by the Group in respect of the operation of the Group's mining business which commenced operation during the current interim period, as described below:

Non-controlling interests

Non-controlling interests that are present ownership interests and entitle their holdings to a proportionate share of the entity's net assets in the event of liquidation may be initially measured either at fair value or at the non-controlling interest's proportionate share of the recognised amounts of the acquiree's identifiable net assets.

Allocation of total comprehensive income to non-controlling interests

Total comprehensive income and expense of a subsidiary is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Inventories

Inventories comprise raw materials, work in progress and finished goods. Work in progress inventories mainly comprise ore stockpiles and other partly processed materials.

Inventories are stated at the lower of cost and net realisable value, primarily on a weighted average cost basis.

Cost for inventories comprises labour costs, material costs and contractor expenses which are directly attributable to the extraction and processing of ore; and a systematic allocation of the amortisation and depreciation of mining properties and leases and of property, plant and equipment used in the extraction and processing of ore; and production overheads. Cost for purchased materials is determined after deducting discounts.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Stockpiles represent ore that has been extracted and is awaiting for further processing. If there is significant uncertainty as to when the stockpiled ore will be processed it is expensed as incurred. Where the future processing of this ore can be predicted with reasonable certainty, it is valued at the lower of cost and net realisable value.

2. Principal Accounting Policies (continued)

In the current interim period, the Group has applied, for the first time, the following amendments issued by the HKICPA.

HKAS 1 (Amendments)	Presentation of Items of Other Comprehensive Income
HKAS12 (Amendments)	Deferred Tax – Recovery of Underlying Assets

Amendments to HKAS 1 Presentation of Items of Other Comprehensive Income

The amendments to HKAS 1 introduce new terminology for statement of comprehensive income and income statement. Under the amendments to HKAS 1, a statement of comprehensive income is renamed as a statement of profit or loss and other comprehensive income and an income statement is renamed as a statement of profit or loss. The amendments to HKAS 1 retain the option to present profit or loss and other comprehensive income in either a single statement or in two separate but consecutive statements. However, the amendments to HKAS 1 require additional disclosures to be made in the other comprehensive section such that items of other comprehensive income are grouped into two categories: (a) items that will not be reclassified subsequently to profit or loss; and (b) items that may be reclassified subsequently to profit or loss when specific conditions are met. Income tax on items of other comprehensive income is required to be allocated on the same basis – the amendments do not change the option to present items of other comprehensive income either before tax or net of tax. The amendments have been applied retrospectively, and hence the presentation of items of other comprehensive income has been modified to reflect the changes. Other than the above mentioned presentation changes, the application of the amendments to HKAS 1 does not result in any impact on profit or loss, other comprehensive income and total comprehensive income.

The application of the amendments to HKAS12 in the current interim period has had no material effect on the amounts reported in these condensed consolidated financial statements and/or disclosures set out in these condensed consolidated financial statements.

The Group has not early applied new or revised Hong Kong Accounting Standards, Hong Kong Financial Reporting Standards, amendments and interpretations (hereinafter collectively referred to as "new and revised HKFRSs") that have been issued but are not yet effective. The Group is in the process of making an assessment of the impact of these new or revised HKFRSs but is not yet in the position to state whether these new or revised HKFRSs would have significant impact on the Group's results of operations and financial position.

3. Segment Information

For management purposes, the Group's operating businesses are structured and managed separately according to the nature of their operations and the products and services they provide. Each of the Group's business segments represents a strategic business unit that offers products and services which are subject to risks and returns that are different from those of the other business segments.

Segment information reported externally was analysed on the basis of the following operating divisions:

- mining business – exploration, mining, processing and sales of gold and silver;
- provision of financial information services; and
- securities trading

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3. Segment Information (continued)

(a) Segment revenue and results

An analysis of the Group's revenue and results by operating segment is as follows:

For the six months ended 31 December 2012 (Unaudited)

	Continuing operations			Discontinued operation	
	Securities trading *USD'000*	**Mining business** *USD'000*	**Total** *USD'000*	**Provision of financial information services** *USD'000*	**Total** *USD'000*
Segment revenue	**–**	**41,922**	**41,922**	**–**	**41,922**
Segment result	**636**	**(3,418)**	**(2,782)**	**–**	**(2,782)**
Unallocated corporate expenses			**(4,741)**	**–**	**(4,741)**
Unallocated income			**109**	**–**	**109**
Loss before tax for the period			**(7,414)**	**–**	**(7,414)**

For the six months ended 31 December 2011 (Unaudited)

	Continuing operations			Discontinued operation	
	Securities trading *USD'000*	Mining business *USD'000*	Total *USD'000*	Provision of financial information services *USD'000*	Total USD'000
Segment revenue	–	–	–	232	232
Segment result	(396)	(4,631)	(5,027)	(10)	(5,037)
Unallocated corporate expenses			(4,785)	–	(4,785)
Unallocated income			627	–	627
Loss before tax for the period			(9,185)	(10)	(9,195)

3. Segment Information (continued)

(b) Segment assets

An analysis of the Group's assets by operating segment is as follows:

At 31 December 2012
(Unaudited)

	Continuing operations		Discontinued operation	
	Securities trading *USD'000*	Mining business *USD'000*	Provision of financial information services *USD'000*	Total *USD'000*
ASSETS				
Segment assets	**9,543**	**1,075,903**	**–**	**1,085,446**
Unallocated corporate assets				**495**
Total assets				**1,085,941**

At 30 June 2012
(Audited)

	Continuing operations		Discontinued operation	
	Securities trading *USD'000*	Mining business *USD'000*	Provision of financial information services *USD'000*	Total *USD'000*
ASSETS				
Segment assets	7,995	950,576	70	958,641
Unallocated corporate assets				474
Total assets				959,115

4. Loss Attributable to Temporary Suspension of Production

Production at Martabe Gold Mine was suspended for six weeks starting mid-September 2012 due to interruption of construction of certain pipelines for the mine. Accordingly, the cost incurred during the six weeks period to maintain the mine operation of USD7,244,000 (six months ended 31 December 2011: nil) is recognised as loss attributable to temporary suspension of production.

5. Taxation

Hong Kong Profits Tax is calculated at 16.5% of the estimated assessable profit for both periods. Taxation arising in other jurisdictions is calculated at the rates prevailing in the relevant jurisdictions.

Under the relevant tax law, the tax rate of the Indonesian subsidiary is 25%.

No provision for Hong Kong Profits Tax has been made in the condensed consolidated interim financial statements for both periods as the Group had no Hong Kong assessable profits in both periods.

6. Loss for the Period

	For the six months ended 31 December					
	Continuing operations		Discontinued operation		Consolidated	
	2012	2011	**2012**	2011	**2012**	2011
	USD'000	*USD'000*	***USD'000***	*USD'000*	***USD'000***	*USD'000*
(Unaudited)						
Loss for the period has been arrived at after charging/(crediting):						
Amortisation and depreciation of property, plant and equipment, included in						
– Cost of sales	**6,629**	–	**–**	–	**6,629**	–
– Administrative expenses	**1,447**	104	**–**	17	**1,447**	121
Share-based payment expenses (included in administrative expenses)	**3,544**	5,251	**–**	–	**3,544**	5,251
Exchange loss, net	**944**	524	**–**	–	**944**	524
Allowance for other receivables	**–**	746	**–**	–	**–**	746
Interest income	**(700)**	(1,214)	**–**	–	**(700)**	(1,214)

7. Loss per Share

For continuing and discontinued operations

The calculation of the basic and diluted loss per share attributable to owners of the Company is based on the following data:

	For the six months ended 31 December	
	2012	2011
	USD'000	*USD'000*
	(Unaudited)	(Unaudited)
Loss for the period attributable to owners of the Company, for the purposes of basic and diluted loss per share	**(7,999)**	(9,195)

	Number of shares	
	2012	2011
Weighted average number of ordinary shares for the purposes of basic and diluted loss per share	**18,322,409,591**	16,375,625,233

The computation of diluted loss per share does not assume the exercise of the Group's outstanding share options as the exercise price of those options is higher than the average market price for shares for both the six months ended 31 December 2012 and 2011.

7. Loss per Share (continued)

From continuing operations

The calculation of the basic and diluted loss per share from continuing operations attributable to the owners of the Company is based on the following data:

	For the six months ended 31 December	
	2012	2011
	USD'000	*USD'000*
	(Unaudited)	(Unaudited)
Loss for the period attributable to owners of the Company	**(7,999)**	(9,195)
Less: Loss for the period from discontinued operation	–	10
Loss for the period attributable to owners of the Company from continuing operations	**(7,999)**	(9,185)

The denominators used are the same as those detailed above for both the basic and diluted loss per share.

From discontinued operation

Basic and diluted loss per share for the discontinued operation for the period ended 31 December 2011 was US0.00006 cents per share, based on the loss for the period from the discontinued operation of USD10,000 and the denominators detailed above for the basic and diluted loss per share.

8. Movement in Property, Plant and Equipment

During the period, the Group increased its property, plant and equipment by approximately USD97,994,000 (six months ended 31 December 2011: USD173,018,000), of which USD60,664,000 (six months ended 31 December 2011: USD33,592,000) and USD37,330,000 (six months ended 31 December 2011: USD139,426,000) were attributable to additions of the mine property and development assets and construction in progress for the construction of Martabe Project respectively. Expenses incurred during the testing and commissioning of production were capitalised in property, plant and equipment and bullion sale from test production were credited to property, plant and equipment until commercial production was achieved in September 2012.

9. Exploration and Evaluation Assets

Exploration and evaluation assets represent the costs of acquiring exploration rights and expenditures incurred in the search for mineral resources on an area of interest basis. The addition on the exploration and evaluation assets represents drilling costs, consultancy and advisory fee, staff costs and other expenditures incurred in the search for mineral resources during the period in mining areas where the existence or economically recoverable reserves could not be reasonably assessed.

10. Available-for-sale Investment

The available-for-sale investment represents the Group's investment in senior notes with principal amount of USD10,000,000 issued by a company with its shares listed on the Stock Exchange with maturity date of 18 May 2015 (the "Senior Notes Due 2015"). These notes are listed on the Singapore Exchange Securities Trading Limited, carry interest at a fixed rate of 11.75% per annum, payable semi-annually in arrears on 18 May and 18 November of each year, commencing on 18 November 2010.

The Senior Notes Due 2015 were initially measured at fair value determined using the Hull-White term structure model. During the six months ended 31 December 2012, an increase in fair value of USD2,148,000 (six months ended 31 December 2011: decrease in fair value of USD2,214,000) was recognised in the investment revaluation reserves.

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11. Other Receivables

	31 December 2012 USD'000 (Unaudited)	30 June 2012 USD'000 (Audited)
Other receivables, net of allowance (Note a)	**77,509**	56,111
Less: Other receivable classified as non-current assets (Note a)	**(61,472)**	(45,595)
Other receivables classified as current assets	**16,037**	10,516

Notes:

(a) As at 31 December 2012, included in other receivables is an amount of USD61,472,000 (30 June 2012: USD45,595,000) value added tax ("VAT") paid by an Indonesian subsidiary of the Group in connection with its purchase of equipment and services from suppliers in relation to the construction of the mine site which were classified as non-current portion based on the expected refund time span. The Indonesian subsidiary is in the process of obtaining the approval from the relevant Indonesian tax authority for refund of such VAT paid.

(b) There are no trade receivables as at 31 December 2012 (30 June 2012: nil). The Group allows a credit period of less than a week for its trade customers.

12. Held for Trading Investments

The entire balance of the held for trading investments are Hong Kong listed equity securities held by the Group as at the end of the reporting periods. The fair value is determined based on the closing price per share quoted on the Stock Exchange as at the end of the respective reporting periods.

13. Trade and Other Payables

	31 December 2012 USD'000 (Unaudited)	30 June 2012 USD'000 (Audited)
Trade Payables (Note a)	**25,692**	–
Other Payables (Note b)	**68,293**	72,343
Less: Other payables classified as non-current liabilities	**(1,879)**	(1,493)
Trade and other payables classified as current liabilities	**92,106**	70,850

Notes:

(a) The following is an analysis of trade payables by age, presented based on the invoice date.

	31 December 2012 USD'000 (Unaudited)	30 June 2012 USD'000 (Audited)
0-60 days	**5,460**	–
61-90 days	**11,058**	–
> 90 days	**9,174**	–
	25,692	–

(b) Included in other payables are USD45,486,000 and USD22,013,000 (30 June 2012: nil and USD65,246,000) relating to payables by an Indonesian subsidiary of the Group for the operation of the mine site of Martabe Project and to its consultants and contractors in connection with the construction of the mine site of the Martabe Project, respectively.

14. Borrowings

During the current interim period, the Group obtained new bank loans amounting to USD1,000,000 (30 June 2012: USD85,000,000). The effective rate of interest during the period was 4.81% per annum (six month ended 31 December 2011: nil) based on the London Interbank Offered Rate plus 4.50%.

15. Provision for Mine Rehabilitation Cost

In accordance with relevant rules and regulations in Indonesia, the Indonesian subsidiary of the Group accrued for the cost of land rehabilitation and mine closure for the Group's gold and silver mine. The provision for rehabilitation cost has been determined by the directors based on their best estimates in accordance with the Indonesian rules and regulations.

Provision for mine rehabilitation cost incurred for the period of USD557,000 (six months ended 31 December 2011: USD2,186,000) was capitalised as part of mine property and development assets (included in property, plant and equipment).

16. Share Capital

	Number of shares	Value *USD'000*
Ordinary shares of HKD0.01 each		
Authorised:		
At 30 June 2012 and 31 December 2012	**60,000,000,000**	76,923
Issued and fully paid:		
At 1 July 2010 and 30 June 2011 (Audited)	**14,066,831,950**	18,147
Issue of shares (Note a)	**2,813,364,000**	3,610
At 30 June 2012 (Audited)	**16,880,195,950**	21,757
Issue of shares (Note b)	**2,041,287,000**	2,633
At 31 December 2012 (Unaudited)	**18,921,482,950**	24,390

Notes:

(a) On 3 August 2011, 2,813,364,000 shares of HKD0.01 each were issued and allotted at a price of HKD0.60 per share pursuant to the placing agreement with the placing agent dated 27 July 2011. Details of the share placement were announced on 28 July 2011 and 3 August 2011.

(b) On 24 August 2012, 2,041,287,000 shares of HKD0.01 each were issued and allotted at a price of HKD0.38 per share pursuant to the placing agreement with the placing agent dated 17 August 2012. Details of the share placement were announced on 17 August 2012 and 24 August 2012.

All the shares issued by the Company during the period ended 31 December 2012 rank pari passu with the then existing ordinary shares in all respects.

17. Share-based Payment Transactions

The Company has a share option scheme for directors and eligible employees of the Group.

Details of the share options outstanding during the current period are as follows:

	Number of share options
Outstanding at 1 July 2012 (Audited)	1,464,740,261
Forfeited during the period	(48,500,000)
Outstanding at 31 December 2012 (Unaudited)	1,416,240,261

Share-based payment was recognised over the vesting period based on the management's estimation of the timing when the vesting conditions disclosed above are met. No share options was granted during the six months ended 31 December 2012. (The fair value of the total share options granted during the six months ended 31 December 2011 is USD1,520,000).

For the six months ended 31 December 2012, the Group recognised a share-based expenses of USD3,544,000 (six months ended 31 December 2011: USD5,251,000).

At the end of each reporting period, the Group revises its estimates of the number of options that are expected to ultimately vest. The impact of the revision of the estimates, if any, is recognised in profit or loss, with a corresponding adjustment to the share option reserve.

18. Operating Leases

The Group as lessee

At the end of the reporting period, the Group had commitments for future minimum lease payments under non-cancellable operating leases which fall due as follows:

	31 December 2012 USD'000 (Unaudited)	30 June 2012 USD'000 (Audited)
Within one year	**401**	465
In the second to fifth year inclusive	**72**	53
	473	518

Operating lease payments represented rentals payable by the Group for certain of its office premises and warehouse. Leases are negotiated for terms ranging from one to four years.

19. Capital Commitments

At the end of the reporting periods, the Group had the following capital commitments:

	31 December 2012 USD'000 (Unaudited)	30 June 2012 USD'000 (Audited)
Capital expenditure contracted for but not provided for in the consolidated financial statements in respect of acquisition of property, plant and equipment	**45,676**	31,330
Capital expenditure authorised but not contracted for in respect of acquisition of property, plant and equipment	**34,269**	66,229

20. Related Party Disclosures

Key management personnel compensation

	For the six months ended 31 December	
	2012 USD'000 (Unaudited)	2011 USD'000 (Unaudited)
Short-term benefits	**1,930**	1,204
Share-based payments (Note)	**2,332**	3,395
Post-employment benefits	**6**	6
	4,268	4,605

Note: Share-based payments represent the portion of the total fair value at the grant date of share options issued under the 2004 Scheme and the Share Option Agreements which has been charged to the condensed consolidated statement of profit or loss during the period ended 31 December 2012 and 2011.

21. Transfer of Interest in a Subsidiary without Losing Control

During the period, the Group effected the transfer of 5% interest in a subsidiary PT Agincourt Resources ("PTAR") to the Provincial Government of North Sumatra ("PGNS") and Government of South Tapanuli Regency ("GSTR"). The transfer was made pursuant to the terms of the memorandum of intent (the "MOI") signed by Agincourt Resources (Singapore) Pte Ltd, PT Artha Nugraha Agung ("PTANA"), PGNS, GSTR and a shareholder of PTANA on 12 June 2008, prior to the acquisition of the Martabe Project by the Group in July 2009. The MOI provided for the transfer of 5% interest of PTAR at Nil consideration to PGNS and GSTR prior to the commencement of production at Martabe. Such transfer resulted in a decrease in the Group's interest in PTAR to 95% and recognition of non-controlling interests of an amount of USD12,265,000, and corresponding adjustment to mine property and development assets included in property, plant and equipment.

Interim Dividend

The Board does not recommend the payment of an interim dividend for the six months ended 31 December 2012 (six months ended 31 December 2011: Nil).

Statutory Disclosure

Directors and Executive Officers' Interests and Short Positions in Shares and Underlying Shares of the Company

As at 31 December 2012, the interests and short positions of the directors and executive officers of the Company and their respective associates in the shares, underlying shares, convertible notes or debentures of the Company or its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance ("SFO")) as recorded in the register maintained by the Company pursuant to Section 352 of the SFO or as otherwise notified to the Company and The Stock Exchange of Hong Kong Limited (the "Stock Exchange") pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which were taken or deemed to have under such provisions of the SFO) or pursuant to the Model Code for Securities Transactions by directors and executive officers of the Company (the "Model Code"), were disclosed as follows in accordance with the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules"):

Long Positions in Shares and Underlying Shares of the Company

	Number of * shares / underlying shares					
Name of Directors/ Executive Officers	Personal interests	Corporate interests	Share options	Total	Approximate % of the issued share capital of the Company	*Notes*
Chiu Tao	–	–	280,000,000	280,000,000	1.47%	
Owen L Hegarty ("Mr Hegarty")	1,002,000	175,179,000	322,181,050	498,362,050	2.63%	*1*
Or Ching Fai	9,999,000	–	109,000,000	118,999,000	0.62%	
Peter Geoffrey Albert ("Mr Albert")	33,213,000	–	301,681,050	334,894,050	1.76%	*2*
Ma Xiao	–	–	50,000,000	50,000,000	0.26%	
Wah Wang Kei, Jackie	1,272,000	–	50,000,000	51,272,000	0.27%	
Hui Richard Rui	–	–	50,000,000	50,000,000	0.26%	
Kwan Kam Hung, Jimmy	–	–	21,500,000	21,500,000	0.11%	*3*
Arthur Ellis	210,000	–	38,000,000	38,210,000	0.20%	

* *Ordinary shares unless otherwise specified in the Note*

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1. 175,179,000 shares are held by Asia Linkage International Corp. ("Asia Linkage"), and Asia Linkage was wholly-owned by Mr Hegarty. By virtue of SFO, Mr Hegarty is deemed to have interest in all of the shares.

   Pursuant to a share option agreement entered into between Mr Hegarty and the Company on 10 May 2009, the Company agreed to grant to Mr Hegarty 201,681,050 share options upon the fulfilment of certain conditions precedent pursuant to such share option agreement. Upon fulfilment of these conditions precedent, the share options granted to Mr Hegarty became effective on 24 July 2009 and shall be valid for a maximum period of five years thereafter.

2. Pursuant to an investment agreement entered into between Mr Albert and the Company on 8 June 2009, Mr Albert agreed to subscribe for 33,213,000 shares at HKD0.35 each in an aggregate amount of USD1,500,000. The shares were issued and allotted to Mr Albert on 9 July 2009 upon completion of placing of new shares under specific mandate.

   Pursuant to a share option agreement entered into between Mr Albert and the Company on 10 May 2009, the Company agreed to grant to Mr Albert 201,681,050 share options upon the fulfilment of certain conditions precedent pursuant to such share option agreement. Upon fulfilment of these conditions precedent, the share option granted to Mr Albert became effective on 24 July 2009 and shall be valid for a maximum period of five years thereafter.

3. Mr Kwan Kam Hung, Jimmy resigned as director of the Company on 31 December 2012.

Save as disclosed above, none of the directors and executive officers of the Company or their associates had any interests and short positions in the shares, underlying shares, convertible notes or debentures of the Company or any of its associated corporations as recorded in the register maintained by the Company pursuant to Section 352 of the SFO or otherwise notified by the Company pursuant to the Model Code required to be disclosed in accordance with the Listing Rules as at 31 December 2012.

Disclosable Interests and Short Positions of Substantial Shareholders other than Directors and Executive Officers

As at 31 December 2012, so far as known to the directors or executive officers of the Company, the following persons/entities are the shareholders (other than the directors or executive officers of the Company) who had interests or short positions in the shares and underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or be directly or indirectly interested in 5% or more of the nominal value of any class of share capital carrying rights to vote in all circumstances of general meetings of the Company or who were recorded in the register of substantial shareholders maintained by the Company pursuant to Section 336 of the SFO or had otherwise notified the Company.

Long Positions in Shares and Underlying Shares of the Company

Name of shareholders	Capacity	Number of shares/ underlying shares	Approximate % of the issued share capital
CST Mining Group Limited ("CST") *(Note 2)*	Interest of a controlled corporation	3,115,231,571 (L)	16.46%
Skytop Technology Limited ("Skytop") *(Note 2)*	Beneficial owner	3,115,231,571 (L)	16.46%
BlackRock, Inc. *(Note 3)*	Interest of a controlled corporation	1,429,350,000 (L)	7.55%
		2,000 (S)	0.00%
McGoldrick Mark	Interest of a controlled corporation	1,305,419,050 (L)	6.90%
Mount Kellett Capital Management GP LLC	Investment manager	1,305,419,050 (L)	6.90%

Notes:

1. "L" denotes long position and "S" denotes short position.

2. CST is the ultimate beneficial owner of Skytop. Under Part XV of the SFO, CST is deemed to have interest in the shares of the Company held by Skytop.

3. These interests comprised 1,429,350,000 ordinary shares of the Company:

	Number of shares (in Long Position)	Number of shares (in Short Position)
BlackRock Holdco 6 LLC	76,662,000	
BlackRock Delaware Holdings, Inc.	76,662,000	
BlackRock Institutional Trust Company, N.A.	55,899,000	
BlackRock Fund Advisors	20,763,000	
BlackRock Advisors, LLC.	327,000	
BlackRock International Holdings Inc.	1,349,926,000	2,000
BlackRock Japan Co. Ltd.	29,334,000	
BlackRock Investment Management (Australia) Limited	3,237,000	
BlackRock Asset Management Australia Limited	90,000	
BlackRock Asset Management North Asia Limited	933,000	2,000
Blackrock Advisors (UK) Limited	3,633,000	
BlackRock (Luxembourg) S.A.	760,000,000	
BlackRock Asset Management Ireland Limited	5,071,000	
BlackRock Fund Managers Limited	393,228,000	
BlackRock Investment Management (Korea) Limited	1,228,000	

BlackRock, Inc. is deemed to be interested in 1,429,350,000 shares held by various of its indirectly wholly owned subsidiaries.

Save as disclosed above, the Company has not been notified by any person (other than the directors or executive officers of the Company) who had interests or short positions in the shares or underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or be directly or indirectly interested in 5% or more of the nominal value of any class of share capital carrying rights to vote in all circumstances of general meetings of the Company or who were recorded in the register of substantial shareholders maintained by the Company pursuant to Section 336 of the SFO or had otherwise notified the Company as at 31 December 2012.

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Share Option

1. Share Option Scheme

The following table discloses movements in the Company's share options held by each of the directors and the employees of the Company in aggregate granted under the share option scheme of the Company during the six months ended 31 December 2012:

Name or Category of participants	Date of grant	Exercisable period	*Notes*	Exercise period *HKD*	Outstanding as at 01.07.2012	Granted during the period	Exercised during the period	Cancelled during the period	Lapsed during the period	Outstanding as at 31.12.2012	Market value per share at date of grant of options *HKD*	Option value per share *HKD*
(a) DIRECTORS												
Chiu Tao	23.11.2009	23.11.2009 – 22.11.2014	*1*	0.5500	140,000,000	–	–	–	–	140,000,000	0.5400	0.2412
	01.12.2010	01.12.2010 – 30.11.2015	*2*	0.7000	140,000,000	–	–	–	–	140,000,000	0.5200	0.1814
Owen L Hegarty	01.12.2010	01.12.2010 – 30.11.2015	*2*	0.7000	120,500,000	–	–	–	–	120,500,000	0.5200	0.1814
Or Ching Fai	23.11.2009	23.11.2009 – 22.11.2014	*1*	0.5500	9,000,000	–	–	–	–	9,000,000	0.5400	0.2412
	03.03.2011	03.03.2011 – 02.03.2016	*2*	0.7000	100,000,000	–	–	–	–	100,000,000	0.5400	0.2170
Peter Geoffrey Albert	01.12.2010	01.12.2010 – 30.11.2015	*2*	0.7000	100,000,000	–	–	–	–	100,000,000	0.5200	0.1814
Ma Xiao	20.10.2009	20.10.2009 –19.10.2014	*1*	0.4800	3,954,057	–	–	–	–	3,954,057	0.4750	0.2288
	23.11.2009	23.11.2009 – 22.11.2014	*1*	0.5500	31,045,943	–	–	–	–	31,045,943	0.5400	0.2412
	01.12.2010	01.12.2010 – 30.11.2015	*2*	0.7000	15,000,000	–	–	–	–	15,000,000	0.5200	0.1814
Wah Wang Kei, Jackie	20.10.2009	20.10.2009 –19.10.2014	*1*	0.4800	3,954,057	–	–	–	–	3,954,057	0.4750	0.2288
	23.11.2009	23.11.2009 – 22.11.2014	*1*	0.5500	31,045,943	–	–	–	–	31,045,943	0.5400	0.2412
	01.12.2010	01.12.2010 – 30.11.2015	*2*	0.7000	15,000,000	–	–	–	–	15,000,000	0.5200	0.1814
Hui Richard Rui	20.10.2009	20.10.2009 –19.10.2014	*1*	0.4800	3,954,057	–	–	–	–	3,954,057	0.4750	0.2288
	23.11.2009	23.11.2009 – 22.11.2014	*1*	0.5500	31,045,943	–	–	–	–	31,045,943	0.5400	0.2412
	01.12.2010	01.12.2010 – 30.11.2015	*2*	0.7000	15,000,000	–	–	–	–	15,000,000	0.5200	0.1814
Kwan Kam Hung, Jimmy	23.11.2009	23.11.2009 – 22.11.2014	*1, 5*	0.5500	15,000,000	–	–	–	–	15,000,000	0.5400	0.2412
	01.12.2010	01.12.2010 – 30.11.2015	*2, 5*	0.7000	6,500,000	–	–	–	–	6,500,000	0.5200	0.1814
Total for Directors					**781,000,000**	**–**	**–**	**–**	**–**	**781,000,000**		

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Name or Category of participants	Date of grant	Exercisable period	*Notes*	Exercise period *HKD*	Outstanding as at 01.07.2012	Granted during the period	Exercised during the period	Cancelled during the period	Lapsed during the period	Outstanding as at 31.12.2012	Market value per share at date of grant of options *HKD*	Option value per share *HKD*
(b) EMPLOYEES	20.10.2009	20.10.2009 –19.10.2014	*1*	0.4800	5,378,161	–	–	–	–	5,378,161	0.4750	0.2288
	23.11.2009	23.11.2009 – 22.11.2014	*1*	0.5500	12,850,000	–	–	(5,000,000)	–	7,850,000	0.5400	0.2412
	04.12.2009	04.12.2009 – 03.12.2014	*1*	0.5500	28,000,000	–	–	–	–	28,000,000	0.5200	0.2289
	13.05.2010	13.05.2010 – 12.05.2015	*1*	0.5500	5,000,000	–	–	–	–	5,000,000	0.4750	0.1929
	01.12.2010	01.12.2010 – 30.11.2015	*2*	0.7000	21,109,194	–	–	(500,000)	–	20,609,194	0.5200	0.1814
	01.12.2010	01.12.2010 – 30.11.2015	*2*	0.6000	26,650,000	–	–	(2,250,000)	–	24,400,000	0.5200	0.2021
	01.12.2010	01.12.2010 – 30.11.2015		0.6000	12,500,000	–	–	(12,500,000)	–	–	0.5200	0.2021
	02.03.2011	02.03.2011 – 01.03.2016	*2*	0.7000	27,500,000	–	–	–	–	27,500,000	0.5400	0.2174
	08.07.2011	08.07.2011 – 07.07.2016	*3*	0.7700	40,250,000	–	–	(5,750,000)	–	34,500,000	0.6400	0.2474
	03.01.2012	03.01.2012 – 02.01.2017	*4*	0.6000	51,250,000	–	–	(10,000,000)	–	41,250,000	0.4400	0.1426
	03.01.2012	03.01.2012 – 02.01.2017		0.6000	12,500,000	–	–	–	(12,500,000)	–	0.4400	0.1137
	10.01.2012	10.01.2012 – 09.01.2017	*4*	0.6000	3,500,000	–	–	–	–	3,500,000	0.4400	0.1287
Total for Employees					**246,487,355**	**–**	**–**	**(36,000,000)**	**(12,500,000)**	**197,987,355**		
(c) OTHERS	23.11.2009	23.11.2009 – 22.11.2014	*1*	0.5500	4,000,000	–	–	–	–	4,000,000	0.5400	0.2412
	01.12.2010	01.12.2010 – 30.11.2015	*2*	0.6000	3,000,000	–	–	–	–	3,000,000	0.5200	0.2021
Total for Others					**7,000,000**	**–**	**–**	**–**	**–**	**7,000,000**		
Total for Scheme					**1,034,487,355**	**–**	**–**	**(36,000,000)**	**(12,500,000)**	**985,987,355**		

Notes:

1. The share options will vest upon the occurrence of:
   i) as to one-third, upon the first gold production by G-Resources Martabe Pty Ltd and its subsidiary under the Martabe Gold and Silver Project owned by PT Agincourt Resources in the Regency of South Tapanuli, Northern Sumatra, Indonesia (the "Martabe Project");
   ii) as to one-third, upon the process plant of the Martabe Project being in operation and having reached its designed capacity within a range of 10% deviation for the average of the first year of production as defined by the mine schedule and plan and as approved by the Board for a continuous of three months; and
   iii) as to the remaining one-third, upon the average closing share price of the Company for a continuous period of thirty days having reached 100% above the exercise price of the share option granted,

   provided always that, in each case, no share options shall be vested at any time prior to the expiry of twelve months from the date of the grant of the share options and no option is exercisable until upon and after vesting.

2. The share options will vest upon the occurrence of:
   i) as to 50%, upon the first gold production by G-Resources Martabe Pty Ltd and its subsidiary under the Martabe Project;
   ii) as to 25%, upon the process plant of the Martabe Project being in operation and having reached its designed capacity of not less than a monthly average of gold production of 90% of the board approved production output for that year over a period of any six consecutive months after the first gold production at the Martabe Project; and
   iii) as to 25%, upon the process plant of the Martabe Project being in operation and having reached its designed capacity of not less than a monthly average of gold production of 90% of the board approved production output for that year over a period of any twelve consecutive months after the first gold production at the Martabe Project,

   provided always that, in each case, no share options shall be vested at any time prior to the expiry of twelve months from the date of grant of the share options.

3. The share options will vest upon the occurrence of:
   i) as to 50%, 90 days after the first gold production by G-Resources Martabe Pty Ltd and its subsidiary under the Martabe Project;
   ii) as to 25%, upon the process plant of the Martabe Project being in operation and having reached its designed capacity of not less than a monthly average of gold production of 90% of the board approved production output for that year over a period of any six consecutive months after the first gold production at the Martabe Project; and
   iii) as to 25%, upon the process plant of the Martabe Project being in operation and having reached its designed capacity of not less than a monthly average of gold production of 90% of the board approved production output for that year over a period of any twelve consecutive months after the first gold production at the Martabe Project,

   provided always that, in each case, no share options shall be vested at any time prior to the expiry of twelve months from the date of grant of the share options.
4. The share options will vest upon the occurrence of:
   i) as to 50%, 180 days after the first gold production by G-Resources Martabe Pty Ltd and its subsidiary under the the Martabe Project;
   ii) as to 25%, upon the process plant of the Martabe Project being in operation and having reached its designed capacity of not less than a monthly cumulated average of gold production of 90% of the board approved production output for that year over a period of any six consecutive months after the first gold production at the Martabe Project; and
   iii) as to 25%, upon the process plant of the Martabe Project being in operation and having reached its designed capacity of not less than a monthly cumulated average of gold production of 90% of the board approved production output for that year over a period of any twelve consecutive months after the first gold production at the Martabe Project,

   provided always that, in each case, no share options shall be vested at any time prior to the expiry of nine months from the date of grant of the share options.
5. Mr Kwan Kam Hung, Jimmy resigned as director of the Company on 31 December 2012.

2. Share Option Agreements

On 10 May 2009 and 8 June 2009, two Directors and five employees of the Company entered into share option agreements with the Company respectively, pursuant to which the Company agreed to grant to each of them an option to subscribe for shares of the Company subject to fulfilment of the conditions under the share option agreement. The options were subsequently granted on 15 July 2009.

Details of movements of the options granted pursuant to the above share option agreements during the period under review were as follows:

Name or Category of participants	Date of grant	Exercisable period	*Note*	Exercise period *HKD*	Outstanding as at 01.07.2012	Granted during the period	Exercised during the period	Cancelled during the period	Lapsed during the period	Outstanding as at 31.12.2012	Market value per share at date of grant of options *HKD*	Option value per share *HKD*
(a) DIRECTORS												
Owen L Hegarty	15.07.2009	24.07.2009 – 23.07.2014	*1*	0.3850	201,681,050	–	–	–	–	201,681,050	0.4150	0.1962
Peter Geoffrey Albert	15.07.2009	24.07.2009 – 23.07.2014	*1*	0.3850	201,681,050	–	–	–	–	201,681,050	0.4150	0.1962
Total for Directors					**403,362,100**	**–**	**–**	**–**	**–**	**403,362,100**		
(b) EMPLOYEES	15.07.2009	03.08.2009 – 02.08.2014	*1*	0.4025	26,890,806	–	–	–	–	26,890,806	0.4150	0.1959
Total for Employees					**26,890,806**	**–**	**–**	**–**	**–**	**26,890,806**		
Total					**430,252,906**	**–**	**–**	**–**	**–**	**430,252,906**		

Note:

1. The share options will vest upon the occurrence of:
   i) as to one-third, upon the first gold production by G-Resources Martabe Pty Ltd and its subsidiary under the Martabe Gold and Silver Project owned by PT Agincourt Resources in the Regency of South Tapanuli, Northern Sumatra, Indonesia (the "Martabe Project");
   ii) as to one-third, upon the process plant of the Martabe Project being in operation and having reached its designed capacity within a range of 10% deviation for the average of the first year of production as defined by the mine schedule and plan and as approved by the Board for a continuous period of three months; and
   iii) as to the remaining one-third, upon the average closing share price of the Company for a continuous period of thirty days having reached 100% above the exercise price of the share option granted,

   provided always that, in each case, no share options shall be vested at any time prior to the expiry of twelve months from the date of the grant of the share options and no option is exercisable until upon and after vesting.

Purchase, Sale or Redemption of the Company's Listed Securities

During the six months ended 31 December 2012, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities.

Code on Corporate Governance Practices

The Company has adopted the principles and complied with the revised corporate governance rules and codes as well as those of the former rules and codes of the Corporate Governance Code (the "Code") as set out in Appendix 14 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules") for the six months ended 31 December 2012.

Model Code for Securities Transactions by Directors

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") set out in Appendix 10 to the Listing Rules as its own code of conduct regarding directors' securities transactions. Enquiry has been made of all directors, and the directors have confirmed compliance with the required standard set out in the Model Code during the six months ended 31 December 2012.

Audit Committee

The Audit Committee, with terms of reference in compliance with the provisions set out in the Code, comprises three members who were all independent non-executive directors of the Company for the six months ended 31 December 2012. The Audit Committee has reviewed with the management the accounting principles and practices adopted by the Group and discussed the auditing, internal controls and financial reporting matters. The interim report for the six months ended 31 December 2012 has been reviewed by the Company's Audit Committee and the Company's auditors, Deloitte Touche Tohmatsu.

By Order of the Board
Chiu Tao
Chairman
Hong Kong, 28 February 2013

Corporate Information

Board of Directors

Executive Directors

Mr Chiu Tao, *Chairman*
Mr Owen L Hegarty, *Vice-Chairman*
Mr Peter Geoffrey Albert, *Chief Executive Officer*
Mr Ma Xiao, *Deputy Chief Executive Officer*
Mr Wah Wang Kei, Jackie
Mr Hui Richard Rui
Mr Kwan Kam Hung, Jimmy
(resigned on 31 December 2012)

Non-Executive Director

Mr Tsui Ching Hung (resigned on 31 December 2012)

Independent Non-Executive Directors

Mr Or Ching Fai, *Vice-Chairman*
Ms Ma Yin Fan
Mr Leung Hoi Ying

Investment and Management Committee

Mr Chiu Tao, *Chairman*
Mr Owen L Hegarty
Mr Peter Geoffrey Albert
Mr Ma Xiao
Mr Hui Richard Rui

Audit Committee

Mr Or Ching Fai, *Chairman*
Ms Ma Yin Fan
Mr Leung Hoi Ying

Remuneration Committee

Mr Or Ching Fai, *Chairman*
Ms Ma Yin Fan
Mr Leung Hoi Ying

Nomination Committee

Mr Chiu Tao, *Chairman*
Mr Or Ching Fai
Ms Ma Yin Fan

Company Secretary

Mr Wah Wang Kei, Jackie

Chief Financial Officer

Mr Arthur Ellis

Auditor

Deloitte Touche Tohmatsu

Legal Advisors

Hong Kong:	Freshfields Bruckhaus Deringer, Tung & Co., Mayer Brown JSM
Bermuda:	Appleby
Indonesia:	Brigitta I. Rahayoe and Partners, Hadiputranto, Hadinoto & Partners, Christian Teo & Associates

Principal Bankers

Hang Seng Bank Limited
BNP Paribas
Sumitomo Mitsui Banking Corporation
Commonwealth Bank of Australia

Share Registrars

Hong Kong

Union Registrars Limited
18/F, Fook Lee Commercial Centre
Town Place, 33 Lockhart Road
Wanchai, Hong Kong

Bermuda

Butterfield Fulcrum Group (Bermuda) Limited
26 Burnaby Street
Hamilton HM 11
Bermuda

Registered Office

Canon's Court
22 Victoria Street
Hamilton HM 12
Bermuda

Head Office and Principal Place of Business

Rooms 4501-02, 4510, 45th Floor
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26 Harbour Road
Wanchai, Hong Kong

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