



DAMENG

CITIC Dameng Holdings Limited

中信大鋳控股有限公司*

(incorporated in Bermuda with limited liability)

Stock Code: 1091

Interim Report 2013

*For identification purpose only

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Corporate Information

BOARD OF DIRECTORS

Executive Directors

Mr. Qiu Yiyong (Chairman)

Mr. Li Weijian (Vice Chairman)

Mr. Tian Yuchuan (Chief Executive Officer)

Non-executive Directors

Mr. Mi Zengxin

Mr. Zeng Chen

Mr. Chen Jiqu

Independent Non-executive Directors

Mr. Yang Zhi Jie

Mr. Mo Shijian

Mr. Tan Zhuzhong

AUDIT COMMITTEE

Mr. Yang Zhi Jie (Chairman)

Mr. Mo Shijian

Mr. Tan Zhuzhong

REMUNERATION COMMITTEE

Mr. Mo Shijian (Chairman)

Mr. Qiu Yiyong

Mr. Li Weijian

Mr. Yang Zhi Jie

Mr. Tan Zhuzhong

NOMINATION COMMITTEE

Mr. Tan Zhuzhong (Chairman)

Mr. Qiu Yiyong

Mr. Li Weijian

Mr. Yang Zhi Jie

Mr. Mo Shijian

COMPANY SECRETARY

Mr. Lau Wai Yip

REGISTERED OFFICE

Clarendon House, 2 Church Street,

Hamilton HM 11, Bermuda

HEADQUARTERS IN HONG KONG

Suites 3501-02, Bank of America Tower,

No.12 Harcourt Road, Central, Hong Kong

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PRINCIPAL PLACE OF BUSINESS IN THE PRC

CITIC Dameng Building, No.18 Zhujin Road,

Nanning, Guangxi, PRC

BERMUDA PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Codan Services Limited

Clarendon House, 2 Church Street,

Hamilton HM 11, Bermuda

HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

Computershare Hong Kong Investor Services Limited

Shops 1712-1716, 17th Floor, Hopewell Centre,

183 Queen's Road East, Wanchai, Hong Kong

AUDITORS

Ernst & Young

Certified Public Accountants

22nd Floor, CITIC Tower, 1 Tim Mei Avenue,

Central, Hong Kong

COMPLIANCE ADVISOR

Guotai Junan Capital Limited

AUTHORIZED REPRESENTATIVES

Mr. Qiu Yiyong

Mr. Tian Yuchuan

PRINCIPAL BANKERS

China CITIC Bank

China Construction Bank

China Guangfa Bank

Bank of Communications

Standard Chartered Bank (Hong Kong) Limited

STOCK CODE

1091 (Mainboard of the Hong Kong Stock Exchange)

COMPANY WEBSITE

www.dameng.citic.com

Interim Condensed Consolidated Statement of Comprehensive Income

Six months ended 30 June 2013

	Notes	Six months ended 30 June	
		2013 HK\$'000 (Unaudited)	2012 HK\$'000 (Unaudited)
REVENUE	4	1,406,827	1,538,780
Cost of sales		(1,246,360)	(1,344,352)
Gross profit		160,467	194,428
Other income and gains	4	77,861	48,184
Selling and distribution expenses		(42,214)	(39,244)
Administrative expenses		(211,400)	(204,078)
Share option expenses	25	(11,295)	(19,214)
Other expenses		(9,181)	(33,880)
Finance costs	5	(85,719)	(74,873)
LOSS BEFORE TAX	6	(121,481)	(128,677)
Income tax credit/(expense)	7	2,203	(26,068)
LOSS FOR THE PERIOD		(119,278)	(154,745)
OTHER COMPREHENSIVE INCOME/(LOSS)			
<i>Other comprehensive income/(loss) to be reclassified to profit or loss in subsequent periods:</i>			
– Exchange differences on translation of foreign operations		29,712	(36,449)
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD		(89,566)	(191,194)
Loss attributable to:			
Owners of the parent		(89,796)	(107,342)
Non-controlling interests		(29,482)	(47,403)
		(119,278)	(154,745)
Total comprehensive loss attributable to:			
Owners of the parent		(62,106)	(151,201)
Non-controlling interests		(27,460)	(39,993)
		(89,566)	(191,194)
Loss per share attributable to ordinary equity holders of the parent:	8		
– Basic		(HK cents 2.97)	(HK cents 3.55)
– Diluted		(HK cents 2.97)	(HK cents 3.55)

Interim Condensed Consolidated Statement of Financial Position

30 June 2013

	Notes	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)
NON-CURRENT ASSETS			
Property, plant and equipment	10	3,635,606	3,467,428
Investment properties		85,082	84,193
Prepaid land lease payments	11	491,831	485,329
Intangible assets	12	864,482	866,384
Available-for-sale equity investment		4,662	4,619
Deferred tax assets	13	90,567	87,825
Deposits and prepayments	16	210,467	181,515
Total non-current assets		5,382,697	5,177,293
CURRENT ASSETS			
Inventories	14	835,578	802,876
Trade and notes receivables	15	834,771	823,053
Prepayments, deposits and other receivables	16	353,710	304,441
Due from related companies	27(b)	35	4,329
Tax recoverable		10,281	2,960
Pledged deposits	17	217,218	210,286
Cash and cash equivalents	17	2,108,335	1,988,071
Total current assets		4,359,928	4,136,016
CURRENT LIABILITIES			
Trade payables	18	461,107	524,706
Other payables and accruals	19	704,225	678,785
Interest-bearing bank and other borrowings	20	1,117,093	1,809,706
Short-term notes	21	1,004,320	248,780
Due to related companies	27(b)	21,763	17,274
Total current liabilities		3,308,508	3,279,251
NET CURRENT ASSETS		1,051,420	856,765
TOTAL ASSETS LESS CURRENT LIABILITIES		6,434,117	6,034,058
NON-CURRENT LIABILITIES			
Interest-bearing bank and other borrowings	20	1,616,101	1,770,019
Medium-term notes	21	627,700	–
Deferred tax liabilities	13	210,950	210,060
Other long-term liabilities		10,075	7,544
Deferred income	22	135,090	133,963
Total non-current liabilities		2,599,916	2,121,586
Net assets		3,834,201	3,912,472

Interim Condensed Consolidated Statement of Financial Position

30 June 2013

	Notes	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)
EQUITY			
Equity attributable to owners of the parent			
Issued capital	23	302,480	302,480
Reserves	24	3,263,846	3,314,657
		3,566,326	3,617,137
Non-controlling interests			
		267,875	295,335
Total equity		3,834,201	3,912,472

Qiu Yiyong
Director

Tian Yuchuan
Director

Interim Condensed Consolidated Statement of Changes in Equity

Six months ended 30 June 2013

	Attributable to owners of the parent										
	Issued capital	Share premium	Contributed surplus	Share option reserve	Reserve funds	Exchange fluctuation reserve	Proposed final dividend	(Accumulated losses)/ retained profits	Total	Non-controlling interests	Total equity
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
At 31 December 2012 and											
1 January 2013 (audited)	302,480	2,872,076*	(171,859)*	99,805*	152,418*	278,679*	-	83,538*	3,617,137	295,335	3,912,472
Loss for the period	-	-	-	-	-	-	-	(89,796)	(89,796)	(29,482)	(119,278)
Other comprehensive income for the period:											
Exchange differences on translation of foreign operations	-	-	-	-	-	27,690	-	-	27,690	2,022	29,712
Total comprehensive income/(loss) for the period	-	-	-	-	-	27,690	-	(89,796)	(62,106)	(27,460)	(89,566)
Provision for special reserve	-	-	-	-	17,977	-	-	(17,977)	-	-	-
Utilisation of special reserve	-	-	-	-	(763)	-	-	763	-	-	-
Equity-settled share option arrangements (note 25)	-	-	-	11,295	-	-	-	-	11,295	-	11,295
At 30 June 2013 (Unaudited)	302,480	2,872,076*	(171,859)*	111,100*	169,632*	306,369*	-	(23,472)*	3,566,326	267,875	3,834,201
At 31 December 2011 and											
1 January 2012 (audited)	302,480	2,872,076	(171,859)	61,987	134,634	254,858	30,248	498,184	3,982,608	395,239	4,377,847
Loss for the period	-	-	-	-	-	-	-	(107,342)	(107,342)	(47,403)	(154,745)
Other comprehensive (loss)/income for the period:											
Exchange differences on translation of foreign operations	-	-	-	-	-	(43,859)	-	-	(43,859)	7,410	(36,449)
Total comprehensive loss for the period	-	-	-	-	-	(43,859)	-	(107,342)	(151,201)	(39,993)	(191,194)
Provision for special reserve	-	-	-	-	6,959	-	-	(6,959)	-	-	-
Utilisation of special reserve	-	-	-	-	(2,222)	-	-	2,222	-	-	-
Equity-settled share option arrangements (note 25)	-	-	-	19,214	-	-	-	-	19,214	-	19,214
Final dividend payable	-	-	-	-	-	-	(30,248)	-	(30,248)	-	(30,248)
At 30 June 2012 (Unaudited)	302,480	2,872,076	(171,859)	81,201	139,371	210,999	-	386,105	3,820,373	355,246	4,175,619

* These reserve accounts comprise the consolidated reserves of HK\$3,263,846,000 in the interim condensed consolidated statement of financial position (31 December 2012: HK\$3,314,657,000).

Interim Condensed Consolidated Statement of Cash Flows

Six months ended 30 June 2013

	Note	Six months ended 30 June	
		2013 HK\$'000 (Unaudited)	2012 HK\$'000 (Unaudited)
Net cash flows (used in)/generated from operating activities		(55,862)	270,432
Net cash flows used in investing activities		(240,075)	(201,230)
Net cash flows generated from/(used in) financing activities		388,182	(307,245)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		92,245	(238,043)
Cash and cash equivalents at beginning of period		1,988,071	1,898,434
Effect of exchange rate changes, net		28,019	(17,969)
CASH AND CASH EQUIVALENTS AT END OF PERIOD		2,108,335	1,642,422
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Cash and bank balances	17	2,325,553	1,751,855
Less: Pledged deposits	17	(217,218)	(109,433)
Cash and cash equivalents at end of period		2,108,335	1,642,422

Notes to Interim Condensed Consolidated Financial Statements

30 June 2013

1. Corporate information

CITIC Dameng Holdings Limited (the “**Company**”) was incorporated in Bermuda on 18 July 2005 as an exempted company with limited liability under Section 14 of the Companies Act 1981 of Bermuda (as amended). The registered office of the Company is located at Clarendon House, 2 Church Street, Hamilton HM 11, Bermuda. The principal place of business of the Company is located at Suites 3501-3502, Bank of America Tower, 12 Harcourt Road, Hong Kong. The Company’s shares are listed on the Main Board of the Stock Exchange.

The principal activity of the Company is investment holding. The principal activities of the subsidiaries comprise manganese mining, ore processing and downstream processing operations in Mainland China, as well as manganese mining and ore processing operations in Gabon.

2. Basis of preparation and accounting policies

Basis of preparation

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

Significant accounting policies

Except as described below, the accounting policies adopted in the preparation of the interim condensed consolidated financial statements are the same as those used in the annual financial statements for the year ended 31 December 2012, except for the adoption of the new and revised Hong Kong Financial Reporting Standards (“**HKFRSs**”) (which also include HKASs and Interpretations) as disclosed below. The Group has adopted the following new and revised HKFRSs for the first time for the current period’s interim condensed consolidated financial statements.

HKFRS 1 Amendments	Amendments to HKFRS 1 <i>First Time Adoption of Hong Kong Financial Reporting Standards – Government Loans</i>
HKFRS 7 Amendments	Amendments to HKFRS 7 <i>Financial Instruments: Disclosures – Offsetting Financial Assets and Financing Liabilities</i>
HKFRS 10	<i>Consolidated Financial Statements</i>
HKFRS 11	<i>Joint Arrangements</i>
HKFRS 12	<i>Disclosure of Interests in Other Entities</i>
HKFRS 10, HKFRS 11 and HKFRS 12 Amendments	Amendments to HKFRS 10, HKFRS 11 and HKFRS 12 – <i>Transition Guidance</i>
HKFRS 13	<i>Fair Value Measurement</i>
HKAS 1 Amendments	Amendments to HKAS 1 <i>Presentation of Financial Statements – Presentation of Items of Other Comprehensive Income</i>
HKAS 19 (2011)	<i>Employee Benefits</i>
HKAS 27 (2011)	<i>Separate Financial Statements</i>
HKAS 28 (2011)	<i>Investments in Associates and Joint Ventures</i>
HK(IFRIC)-Int 20	<i>Stripping Costs in the Production Phase of a Surface Mine</i>
Annual Improvements 2009-2011 Cycle	<i>Amendments to a Number of HKFRSs Issued in June 2012</i>

Other than as further explained below regarding the impact of amendments to HKFRS 7, HKFRS 13, HKAS 1, HKAS 19 and Annual Improvements 2009-2011 Cycle, the adoption of these new and revised HKFRSs has no significant financial effect on these interim condensed consolidated financial statements and there have been no significant changes to the accounting policies applied in these financial statements.

The HKFRS 7 Amendments require an entity to disclose information about rights to set-off and related arrangements (e.g., collateral agreements). The disclosures would provide users with information that is useful in evaluating the effect of netting arrangements on an entity’s financial position. The new disclosures are required for all recognised financial instruments that are set off in accordance with HKAS 32 *Financial Instruments: Presentation*. The disclosures also apply to recognised financial instruments that are subject to an enforceable master netting arrangement or similar agreement, irrespective of whether they are set off in accordance with HKAS 32.

Notes to Interim Condensed Consolidated Financial Statements

30 June 2013

2. Basis of preparation and accounting policies (continued)

Significant accounting policies (continued)

HKFRS 13 provides a precise definition of fair value and a single source of fair value measurement and disclosure requirements for use across HKFRSs. The standard does not change the circumstances in which the Group is required to use fair value, but provides guidance on how fair value should be applied where its use is already required or permitted under other HKFRSs.

HKAS 1 Amendments change the grouping of items presented in OCI. Items that could be reclassified (or recycled) to profit or loss at a future point in time (for example, upon derecognition or settlement) would be presented separately from items which will never be reclassified.

HKAS 19 (2011) includes a number of amendments that range from fundamental changes to simple clarifications and re-wording. The revised standard introduces significant changes in the accounting for defined benefit pension plans including removing the choice to defer the recognition of actuarial gains and losses. Other changes include modifications to the timing of recognition for termination benefits, the classification of short-term employee benefits and disclosures of defined benefit plans.

The *Annual Improvements to HKFRSs 2009-2011 Cycle* issued in June 2012 sets out amendments to a number of HKFRSs. There are separate transitional provisions for each standard. While the adoption of some of the amendments may result in changes in accounting policies, none of these amendments are expected to have a significant financial impact on the Group except for the following:

- *HKAS 1 Presentation of Financial Statements*: Clarifies the difference between voluntary additional comparative information and the minimum required comparative information. Generally, the minimum required comparative period is the previous period. An entity must include comparative information in the related notes to the financial statements when it voluntarily provides comparative information beyond the previous period. The additional comparative information does not need to contain a complete set of financial statements.

In addition, the amendment clarifies that the opening statement of financial position as at the beginning of the preceding period must be presented when an entity changes its accounting policies; make retrospective restatements or makes reclassifications, and that change has a material effect on the statement of financial position. However, the related notes to the opening statement of financial position as at the beginning of the preceding period are not required to be presented.

- *HKAS 32 Financial Instruments – Presentation*: Clarifies that income taxes arising from distributions to equity holders are accounted for in accordance with *HKAS 12 Income Taxes*. The amendment removes existing income tax requirements from *HKAS 32* and requires entities to apply the requirements in *HKAS 12* to any income tax arising from distributions to equity holders.

Issued but not yet effective HKFRSs

The Group has not applied the following new and revised HKFRSs, that have been issued but are not yet effective, in these interim condensed consolidated financial statements:

HKFRS 9	<i>Financial Instruments</i> ²
HKFRS 9 Amendments and HKFRS 7 Amendments	<i>Mandatory Effective Date of HKFRS 9 and Transition Disclosure</i> ²
HKFRS 10, HKFRS 12 and HKAS 27 (2011) Amendments	Amendments to HKFRS 10, HKFRS 12 and HKAS 27 (2011) – <i>Investment Entities</i> ¹
HKAS 32 Amendments	Amendments to HKAS 32 <i>Financial Instruments: Presentation – Offsetting Financial Assets and Financial Liabilities</i> ¹
HKAS 36 Amendments	Amendments to HKAS 36 <i>Impairment of Assets</i> ¹
HKAS 39 Amendments	Amendments to HKAS 39 <i>Financial Instruments: Recognition and Measurement</i> ¹
HK (IFRIC)-Int 21	<i>Levies</i> ¹

¹ Effective for annual periods beginning on or after 1 January 2014

² Effective for annual periods beginning on or after 1 January 2015

The Group is in the process of making an assessment of the impact of these new and revised HKFRSs upon initial application, but is not in a position to state whether these new and revised HKFRSs will have a significant impact on the Group's results of operations and financial position.

Notes to Interim Condensed Consolidated Financial Statements

30 June 2013

3. Operating segment information

For management purposes, the Group is organised as a mixture of both business products and geographical locations based on their products and services and has four reportable operating segments as follows:

(a) Manganese mining and ore processing segment (PRC and Gabon)

The manganese mining and ore processing segment engages in the mining and production of manganese products including principally, through the Group's integrated processes, the beneficiation, concentrating, grinding and the production of manganese concentrate and natural discharging manganese powder and sand;

(b) Manganese downstream processing segment (PRC)

The manganese downstream processing segment comprises hydrometallurgical processing and pyrometallurgical processing, and the resulting products of which principally include Electrolytic Manganese Metal ("**EMM**"), Electrolytic Manganese Dioxide ("**EMD**"), manganese sulfate, silicomanganese alloys, manganese briquette and manganese tetroxide;

(c) Non-manganese processing segment (PRC)

The non-manganese processing segment engaged in the production and sale of non-manganese products, including high carbon ferrochromium and lithium cobalt oxide; and

(d) Others segment (PRC and Gabon)

The others segment comprises, principally, the trading of various commodities such as manganese ore, EMM and silicomanganese alloys, sales of scraps, and rental of investment properties and machinery.

Management monitors the results of its operating segments separately for the purpose of making decisions about resources allocation and performance assessment. Segment performance is evaluated based on reportable segment profit/(loss), which is a measure of adjusted profit/(loss) before tax. The adjusted profit/(loss) before tax is measured consistently with the Group's profit/(loss) before tax except that interest income, finance costs, dividend income, as well as head office and corporate expenses are excluded from such measurement.

Segment assets exclude deferred tax assets, an available-for-sale equity investment and other unallocated head office and corporate assets as these assets are managed on a group basis.

Segment liabilities exclude interest-bearing bank and other borrowings, short-term notes, medium-term notes, deferred tax liabilities and other unallocated head office and corporate liabilities as these liabilities are managed on a group basis.

Intersegment sales and transfers are transacted with reference to the selling prices used for sales made to third parties at the prevailing market prices.

Notes to Interim Condensed Consolidated Financial Statements

30 June 2013

3. Operating segment information (continued)

	Manganese mining and ore processing		Manganese downstream processing	Non-manganese processing	Others PRC and Gabon	Eliminations	Total
	PRC HK\$'000	Gabon HK\$'000	PRC HK\$'000	PRC HK\$'000	Gabon HK\$'000		
Six months ended 30 June 2012 (Unaudited)							
Segment revenue:							
Sales to external customers	77,340	27,586	1,182,963	93,330	157,561	–	1,538,780
Intersegment sales	58,885	8,037	–	–	–	(66,922)	–
Other revenue	1,563	–	9,480	(83)	18,230	–	29,190
Total	137,788	35,623	1,192,443	93,247	175,791	(66,922)	1,567,970
Segment results	9,537	(44,937)	38,118	(8,546)	11,577	–	5,749
<i>Reconciliations:</i>							
Interest income							18,994
Corporate and other unallocated expenses							(78,547)
Finance costs							(74,873)
Loss before tax							(128,677)
Income tax expense							(26,068)
Loss for the period							(154,745)
Assets and liabilities							
Segment assets	1,215,739	663,422	4,338,914	413,732	181,467	–	6,813,274
<i>Reconciliations:</i>							
Corporate and other unallocated assets							1,843,478
Total assets							8,656,752
Segment liabilities	142,532	560,626	1,024,187	101,016	38,493	–	1,866,854
<i>Reconciliations:</i>							
Corporate and other unallocated liabilities							2,614,279
Total liabilities							4,481,133

Notes to Interim Condensed Consolidated Financial Statements

30 June 2013

4. Revenue, other income and gains

Revenue, which is the Group's turnover, represents the net invoiced value of goods sold, after allowances for returns and trade discounts during the reporting period.

An analysis of the Group's revenue, other income and gains is as follows:

	Six months ended 30 June	
	2013	2012
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Revenue		
Sales of goods	1,406,827	1,538,780
Other income and gains		
Interest income	16,825	18,994
Gain on disposal of items of property, plant and equipment	4,767	4,133
Subsidy income	43,315	7,300
Sales of scraps	4,579	13,621
Rental income	5,553	873
Others	2,822	3,263
	77,861	48,184

5. Finance costs

	Six months ended 30 June	
	2013	2012
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Interest on bank loans wholly repayable within five years	104,885	83,029
Finance costs for discounted notes receivable	1,536	370
Less: Interest capitalised	(20,702)	(8,526)
	85,719	74,873

Notes to Interim Condensed Consolidated Financial Statements

30 June 2013

6. Loss before tax

The Group's loss before tax is arrived at after charging/(crediting):

	Notes	Six months ended 30 June	
		2013 HK\$'000 (Unaudited)	2012 HK\$'000 (Unaudited)
Cost of inventories sold		1,219,223	1,328,699
Depreciation	10	151,712	132,074
Amortisation of prepaid land lease payments	11	6,271	6,199
Amortisation of intangible assets	12	9,976	8,469
Auditors' remuneration		1,498	1,484
Minimum lease payments under operating leases, land and buildings		3,895	3,762
Equity-settled share option expenses	25	11,295	19,214
Employee benefit expense		191,058	166,296
Gain on disposal of items of property, plant and equipment*		(4,767)	(4,133)
Foreign exchange differences, net		814	25,539
Write-down of inventories to net realisable value, net [#]		27,137	15,653
Impairment of trade and other receivables, net*		6,318	5,683

* Included in "Cost of sales" in the interim condensed consolidated statement of comprehensive income.

* Included in "(Other income and gains)" (note 4) or "Other expense" in the interim condensed consolidated statement of comprehensive income.

7. Income tax

The Group is subject to income tax on an entity basis on profits arising in or derived from the jurisdictions in which members of the Group operate.

The major components of income tax credit/(expenses) for the reporting period is as follows:

	Six months ended 30 June	
	2013 HK\$'000 (Unaudited)	2012 HK\$'000 (Unaudited)
Current – PRC		
Charge for the period	(679)	(8,008)
Deferred (note 13)	2,882	(18,060)
Total tax credit/(charge) for the period	2,203	(26,068)

Hong Kong profits tax

No provision for Hong Kong profits tax has been made as the Group did not generate any assessable profits arising in Hong Kong during the reporting period.

PRC corporate income tax

Pursuant to the PRC Income Tax Law and the respective regulations, except for the preferential tax treatment available to CITIC Dameng Mining which is recognised as a High and New Technology Enterprise and is entitled to a preferential CIT rate of 15%, other companies of the Group which operate in Mainland China are subject to CIT at a rate of 25% on their respective taxable income. The preferential tax treatment will expire in September 2013 and the Group is in the process of renewing the High and New Technology certificate.

Notes to Interim Condensed Consolidated Financial Statements

30 June 2013

8. Loss per share attributable to ordinary equity holders of the parent

	Six months ended 30 June	
	2013 (Unaudited)	2012 (Unaudited)
	HK\$'000	HK\$'000
The calculation of basic and diluted loss per share are based on:		
Loss		
Loss attributable to ordinary equity holders of the parent, used in the basic loss per share calculation	89,796	107,342
	Number of shares	
Shares		
Weighted average number of ordinary shares in issue during the period used in the basic loss per share calculation	3,024,795,000	3,024,795,000

The Group had no potentially dilutive ordinary shares in issue during the six months ended 30 June 2013 nor the six months ended 30 June 2012. No adjustment has been made to the basic loss per share amounts presented for the six months ended 30 June 2013 nor the six months ended 30 June 2012 in respect of a dilution as the impact of the share options outstanding had an anti-dilutive effect on the basic loss per share amounts presented.

9. Dividend

The Board does not recommend the payment of any interim dividend for the six months ended 30 June 2013 (2012: Nil).

10. Property, plant and equipment

	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)
At 1 January 2013/1 January 2012	3,467,428	2,958,709
Additions	306,403	783,640
Disposals	(12,879)	(19,532)
Depreciation (note 6)	(151,712)	(288,603)
Exchange realignment	26,366	33,214
At 30 June 2013/31 December 2012	3,635,606	3,467,428

Certain of the Group's interest-bearing bank and other borrowings were secured by certain of the Group's buildings and machinery, which had an aggregate net carrying amounts of approximately HK\$244,548,000 as at 30 June 2013 (31 December 2012: HK\$143,742,000).

At 30 June 2013, the Group was in the process of applying for the building ownership certificates of certain of its buildings with an aggregate net carrying amount of approximately HK\$440,334,000 (31 December 2012: HK\$213,401,000) and the Group also had buildings and construction in progress with an aggregate net carrying amount of approximately HK\$83,512,000 (31 December 2012: HK\$82,747,000) situated on certain land parcels which the Group was in the process of applying for land use rights certificates. The Directors are of the opinion that the aforesaid matter will not have any significant impact on the Group's financial position as at 30 June 2013.

Notes to Interim Condensed Consolidated Financial Statements

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11. Prepaid land lease payments

	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)
At 1 January 2013/1 January 2012	497,593	503,145
Additions	8,700	2,459
Amortisation (note 6)	(6,271)	(11,976)
Exchange realignment	4,625	3,965
At 30 June 2013/31 December 2012	504,647	497,593
Current portion included in prepayments, deposits and other receivables	(12,816)	(12,264)
Non-current portion	491,831	485,329

The leasehold lands are situated in Mainland China and are held under a long-term lease.

Certain of the Group's interest-bearing bank and other borrowings were secured by certain of the Group's leasehold lands with a net carrying amount of approximately HK\$45,140,000 as at 30 June 2013 (31 December 2012: HK\$45,273,000).

As at 30 June 2013, the Group's leasehold lands with a net carrying amount of HK\$317,661,000 (31 December 2012: HK\$318,035,000) are allocated industrial land use rights situated in the PRC.

12. Intangible assets

	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)
Mining rights and other intangible assets:		
At 1 January 2013/1 January 2012	866,384	878,732
Additions	276	829
Amortisation (note 6)	(9,976)	(19,975)
Exchange realignment	7,798	6,798
At 30 June 2013/31 December 2012	864,482	866,384

At 31 December 2012, the Group was in the process of applying for mining right certificate of certain mining rights with an aggregate net carrying amount of approximately HK\$524,307,000. As at 30 June 2013, the Group has obtained the mining right certificates for these mines.

Notes to Interim Condensed Consolidated Financial Statements

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13. Deferred tax assets and liabilities

The movements in deferred tax assets/(liabilities) of the Group during the reporting period are as follows:

Deferred tax assets

	Losses available for offsetting against future taxable profits HK\$'000	Deductible temporary differences HK\$'000	Total HK\$'000
At 1 January 2013 (Audited)	38,330	49,495	87,825
Credited to the interim condensed consolidated statement of comprehensive income during the period (note 7)	–	1,911	1,911
Exchange realignment	354	477	831
At 30 June 2013 (Unaudited)	38,684	51,883	90,567

Deferred tax liabilities

	Fair value adjustments arising from acquisition of subsidiaries HK\$'000	Withholding taxes HK\$'000	Fair value adjustments of investment properties and others HK\$'000	Total HK\$'000
At 1 January 2013 (Audited)	188,623	7,684	13,753	210,060
(Credited)/charged to the interim condensed consolidated statement of comprehensive income during the period (note 7)	(2,372)	–	1,401	(971)
Exchange realignment	1,720	–	141	1,861
At 30 June 2013 (Unaudited)	187,971	7,684	15,295	210,950

14. Inventories

	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)
Raw materials	782,557	709,609
Work in progress	5,658	11,277
Finished goods	194,587	213,806
	982,802	934,692
Less: Inventory provision	(147,224)	(131,816)
	835,578	802,876

Notes to Interim Condensed Consolidated Financial Statements

30 June 2013

15. Trade and notes receivables

	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)
Trade receivables	645,329	600,136
Notes receivables	229,514	255,512
	874,843	855,648
Less: Provision for impairment	(40,072)	(32,595)
	834,771	823,053

The Group's trading terms with its customers are mainly on credit, except for new customers, where payment is required either in advance or upon delivery. Credit periods allowed are determined according to relevant business practice and the relevant type of goods and generally are in the range of one month, extended to not more than three months for major customers. Each customer has a maximum credit limit. The Group seeks to maintain strict control over its outstanding receivables and has a credit control department to minimise credit risk. Overdue balances are reviewed and followed up regularly by senior management. In view of the aforementioned and the fact that the Group's trade receivables relate to a large number of diversified customers, there is no significant concentration of credit risk. The Group does not hold any collateral or other credit enhancements over its trade receivable balances. Trade receivables are non-interest bearing.

Notes receivable represent bank acceptance notes issued by banks in Mainland China which are secured and will be paid by the banks when due.

An ageing analysis of the trade and notes receivables of the Group as at the end of the reporting period, based on the invoice date and net of provisions, is as follows:

	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)
Within one month	369,555	259,136
One to two months	166,969	248,660
Two to three months	150,754	99,137
Over three months	147,493	216,120
	834,771	823,053

Notes to Interim Condensed Consolidated Financial Statements

30 June 2013

15. Trade and notes receivables (continued)

The movements in provision for impairment of trade and notes receivables are as follows:

	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)
At 1 January 2013/1 January 2012	32,595	15,006
Impairment losses recognised	10,335	18,181
Impairment losses reversed	(3,231)	(887)
Write-off	–	(30)
Exchange realignment	373	325
At 30 June 2013/31 December 2012	40,072	32,595

Included in the above provision for impairment of trade and notes receivables are provisions for individually impaired trade receivables of HK\$40,072,000 (31 December 2012: HK\$32,595,000) with a carrying amount before provision of approximately HK\$63,780,000 (31 December 2012: HK\$47,792,000) as at 30 June 2013. The individually impaired trade receivables relate to customers that were in financial difficulties and only a portion of these receivables is expected to be recovered.

An ageing analysis of the trade and notes receivables that are not considered to be impaired is as follows:

	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)
Neither past due nor impaired	687,278	606,933
Less than three months past due	79,972	188,317
Over three months past due	67,521	27,803
Total	834,771	823,053

Receivables that were neither past due nor impaired relate to a large number of diversified customers in respect of whom there was no recent history of default.

Receivables that were past due but not impaired relate to a number of independent customers that have a good track record with the Group. Based on past experience, the Directors of the Company are of the opinion that no provision for impairment is necessary in respect of these balances as there has not been a significant change in credit quality and the balances are still considered fully recoverable.

As at 30 June 2013, the Group has pledged notes receivables of HK\$1,193,000 (31 December 2012: HK\$33,884,000) to secure bank loans (note 20).

Notes to Interim Condensed Consolidated Financial Statements

30 June 2013

16. Prepayments, deposits and other receivables

Non-current portion

	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)
Deposits	108,499	105,130
Prepayments	101,968	76,385
	210,467	181,515

Current portion

	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)
Prepayments	43,780	33,468
Deposits and other receivables	259,245	220,753
Loan to a third party (net of provision)	50,685	50,220
	353,710	304,441

The loan to a third party was due on 12 October 2012 and an impairment loss of HK\$61,470,000 has been provided for it as at 31 December 2012 and 30 June 2013. The loan carries interest at 6.56% per annum but the Group has not recorded any interest income in its consolidated statement of comprehensive income since its due date.

17. Cash and cash equivalents and pledged deposits

	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)
Cash and bank balances	2,325,553	2,198,357
Less: Pledged deposits	(217,218)	(210,286)
Cash and cash equivalents	2,108,335	1,988,071

As at 30 June 2013, cash and bank balances of the Group denominated in RMB and amounting to HK\$1,443,157,000 (31 December 2012: HK\$1,214,415,000) were deposited with banks in Mainland China. The RMB is not freely convertible into other currencies, however, under Mainland China's Foreign Exchange Control Regulations and Administration of Settlement, Sale and Payment of Foreign Exchange Regulations, the Group is permitted to exchange RMB for other currencies through banks authorised to conduct foreign exchange business.

Cash at banks earns interest at floating rates based on daily bank deposit rates. The bank balances including pledged deposits are deposited with creditworthy banks with no recent history of default.

Notes to Interim Condensed Consolidated Financial Statements

30 June 2013

18. Trade payables

An ageing analysis of the trade payables as at the end of the reporting period, based on the invoice date, is as follows:

	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)
Within one month	138,140	188,486
One to two months	85,186	40,727
Two to three months	59,832	104,776
Over three months	177,949	190,717
	461,107	524,706

Trade payables are non-interest bearing and are normally settled on 60-day terms.

19. Other payables and accruals

	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)
Advances from customers	28,024	29,210
Other payables	511,581	538,300
Accruals	164,620	111,275
	704,225	678,785

Other payables are non-interest bearing and have no fixed terms of repayment.

Notes to Interim Condensed Consolidated Financial Statements

30 June 2013

20. Interest-bearing bank and other borrowings

	30 June 2013			31 December 2012		
	Effective interest rate (%)	Maturity	HK\$'000 (Unaudited)	Effective interest rate (%)	Maturity	HK\$'000 (Audited)
Current						
Bank loans – secured (note (a))	6.00	2013-2014	35,151	5.00-6.89	2013	99,512
Bank loans – unsecured	5.99-6.30, LIBOR+2.00	2013-2014	715,428	5.99-6.89, LIBOR+0.85	2013	896,149
Current portion of long-term bank loans – secured (note (a))	–	–	–	6.55	2013	62,195
Current portion of long-term bank loans – unsecured	5.99-6.65	2013-2014	239,781	5.99-6.65	2013	743,852
Long-term bank loans with a repayment on demand clause – secured (note (a))	6.15	2015	125,540	–	–	–
Other loans – secured (note (a))	6.00	2013-2014	1,193	5.04-7.00	2013	7,998
			1,117,093			1,809,706
Non-current						
Bank loans – secured (note (a))	LIBOR+2.10	2014-2017	610,526	6.55, LIBOR+2.10	2014-2017	687,827
Bank loans – unsecured	5.76-6.72	2014-2016	1,005,575	5.76-6.72	2014-2016	1,082,192
			1,616,101			1,770,019
			2,733,194			3,579,725
				30 June 2013	31 December 2012	
				HK\$'000 (Unaudited)	HK\$'000 (Audited)	
Analysed into:						
Bank loans repayable:						
Within one year or on demand				1,115,900		1,801,708
In the second year				349,044		405,889
In the third to fifth years, inclusive				1,267,057		1,364,130
				2,732,001		3,571,727
Other loans repayable:						
Within one year or on demand				1,193		7,998
				2,733,194		3,579,725

Notes to Interim Condensed Consolidated Financial Statements

30 June 2013

20. Interest-bearing bank and other borrowings (continued)

(a) The secured bank loans are secured by certain of the Group's assets with carrying values set out as follows:

	Notes	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)
Property, plant and equipment	10	244,548	143,742
Prepaid land lease payments	11	45,140	45,273
Notes receivable	15	1,193	33,884
Pledged deposits		170,954	195,996
		461,835	418,895

(b) Except for bank loans of HK\$685,700,000 (31 December 2012: HK\$684,636,000) which are denominated in United States dollars, all borrowings are denominated in Renminbi.

21. Short-term notes and medium-term notes

The carrying amount of the Group's short-term notes and medium-term notes are as follows:

	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)
Short-term notes		
The First Tranche Notes – Nominal value of 5.2% fixed rate notes maturing in November 2013 – unsecured	251,080	248,780
The Second Tranche Notes – Nominal value of 4.48% fixed rate notes maturing in May 2014 – unsecured	753,240	–
	1,004,320	248,780
Medium-term notes		
The First Tranche Notes – Nominal value of 5.0% fixed rate notes maturing in April 2016 – unsecured	627,700	–

In November 2012, the Group completed the registration with National Association of Financial Market Institutional Investors of a RMB800 million unsecured short-term notes facility issuable in two years from the date of registration. In December 2012, the Group issued the First Tranche Notes of RMB200 million (equivalent to HK\$251,080,000) in the PRC with a tenor of one year, and carrying interest at a fixed rate of 5.2% per annum. In May 2013, the Group issued the remaining Tranche Notes of RMB600 million (equivalent to HK\$753,240,000) in the PRC with a tenor of one year, and carrying interest at a fixed rate of 4.48% per annum.

In April 2013, the Group completed the registration with National Association of Financial Market Institutional Investors of a RMB1,000 million unsecured medium-term notes facility issuable in two years from the date of registration. In April 2013, the Group issued the First Tranche Notes of RMB500 million (equivalent to HK\$627,700,000) in the PRC with a tenor of three years, and carrying interest at a fixed rate of 5.0% per annum.

Notes to Interim Condensed Consolidated Financial Statements

30 June 2013

22. Deferred income

	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)
At 1 January 2013/1 January 2012	133,963	110,099
Addition	4,928	35,670
Amortisation	(5,038)	(12,966)
Exchange realignment	1,237	1,160
At 30 June 2013/31 December 2012	135,090	133,963

The balance represents the receipt of government grants for the construction of certain equipment, which has been credited as a non-current liability on the interim condensed consolidated statement of financial position. Such deferred income is amortised on the straight-line basis to profit or loss over the expected useful lives of the relevant assets acquired.

23. Share capital

The following is a summary of the authorised share capital and the issued share capital of the Company:

	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)
Authorised:		
10,000,000,000 (31 December 2012: 10,000,000,000) ordinary shares of HK\$0.10 each	1,000,000	1,000,000
Issued and fully paid:		
3,024,795,000 (31 December 2012: 3,024,795,000) ordinary shares of HK\$0.10 each	302,480	302,480

Notes to Interim Condensed Consolidated Financial Statements

30 June 2013

24. Reserves

The amounts of the Group's reserves and the movements therein are presented in the interim condensed consolidated statement of changes in equity.

	Notes	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)
Share premium		2,872,076	2,872,076
Contributed surplus		(171,859)	(171,859)
Reserve funds	(a)	169,632	152,418
Exchange fluctuation reserve		306,369	278,679
Share option reserve		111,100	99,805
(Accumulated losses)/retained profits		(23,472)	83,538
		3,263,846	3,314,657

- (a) In accordance with the Company Law of the PRC, each of the subsidiaries of the Company that was registered in the PRC is required to appropriate 10% of the annual statutory profit after tax (after offsetting any prior years' losses), determined in accordance with the generally accepted accounting principles in the PRC, to the statutory reserve until the balance of the reserve funds reaches 50% of the entity's registered capital. The statutory reserve can be utilised to offset prior years' losses, or to increase capital, provided the remaining balance of the statutory reserve is not less than 25% of the registered capital.

Pursuant to the relevant regulation in the PRC, the Group is required to provide for safety fund based on the volume of ore excavated and turnover of ferroalloy in prior year.

25. Share option scheme

The Company operates a share option scheme (the "Scheme") for the purpose of providing incentives and rewards to eligible participants who contribute to the success of the Group's operations. On 11 January 2011, the Company granted 103,000,000 share options to the Directors and other employees of the Group under the Scheme, of which 67,000,000 share options are held by the Directors. The share options became effective on 11 January 2011 and, unless otherwise cancelled or amended, will remain in force for 10 years from that date.

Share options do not confer rights on the holders to dividends or to vote at shareholders' meetings.

Since the grant of the 103,000,000 share options granted on 11 January 2011 with an exercise price of HK\$2.81 per share, there have been no movement in the share options. Details of the share options outstanding as at the end of the reporting period are as follows:

At 30 June 2013 and 31 December 2012:

Number of share options outstanding '000	Exercise price HK\$ Per share	Exercise period
25,750	2.81	11-1-2012 to 10-1-2021
25,750	2.81	11-1-2013 to 10-1-2021
51,500	2.81	11-1-2014 to 10-1-2021
103,000		

The fair value of the share options at the time of grant was estimated, using a binomial model, as HK\$122,780,000 (weighted average fair value of HK\$1.19 each), of which the Group recognised a share option expense of HK\$11,295,000 during the six months ended 30 June 2013 (six months ended 30 June 2012: HK\$19,214,000).

Notes to Interim Condensed Consolidated Financial Statements

30 June 2013

26. Commitments and contingencies

a) Operating lease commitments

i) As Lessor

The Group leases its investment properties under operating lease agreements with lease terms ranging from 2 to 20 years (31 December 2012: 2 to 20 years).

At the end of the reporting period, the Group had total future minimum lease receivables under non-cancellable operating leases with its tenants falling due as follows:

	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)
Within one year	1,853	10,411
In the second to fifth years, inclusive	7,700	7,434
After five years	4,813	6,287
	14,366	24,132

ii) As Lessee

At the end of the reporting period, the Group had total future minimum lease payments under non-cancellable operating leases falling due as follows:

	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)
Within one year	8,355	6,661
In the second to fifth years, inclusive	25,667	12,207
After five years	45,853	39,486
	79,875	58,354

b) Capital commitments

	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)
Authorised, but not contracted for:		
Acquisition of land and buildings	–	1,080
Acquisition of plant and machinery	138,656	137,386
	138,656	138,466
Contracted, but not provided for:		
Acquisition of land and buildings	28,847	148,873
Acquisition of plant and machinery	234,616	189,943
	263,463	338,816
Total	402,119	477,282

c) Contingent liabilities

At the end of the reporting period, the Group had no significant contingent liabilities (31 December 2012: Nil).

Notes to Interim Condensed Consolidated Financial Statements

30 June 2013

27. Related party balances and transactions

- (a) In addition to the transactions detailed elsewhere in the interim condensed consolidated financial statements, the Group had the following transactions with related parties during the period:

	Notes	Six months ended 30 June	
		2013 HK\$'000 (Unaudited)	2012 HK\$'000 (Unaudited)
Purchase of raw materials from subsidiaries of Guangxi Dameng	(i)	5,775	6,173
Purchase of equipment from a subsidiary of Guangxi Dameng	(i)	4,892	2,761
Mining drawing service provided by Guangxi Dameng	(ii)	124	–
Provision of electricity and water to Guangxi Dameng	(iii)	28	22
Provision of integrated service as defined in the Prospectus by Guangxi Dameng	(iv)	1,715	1,473
Maximum bank deposits with related companies during the period	(v)	42,641	53,063
Interest income on deposits placed with related companies	(v)	54	46

Notes:

- (i) These purchases were made at prices based on the mutual agreements between the parties.
- (ii) This service was made at prices based on the mutual agreements between the parties.
- (iii) Reimbursement of electricity and water was based on the actual costs incurred.
- (iv) Service fees were charged at a monthly amount of RMB230,000 (equivalent to HK\$285,870) (2012: RMB200,000, equivalent to HK\$245,520) as mutually agreed by the parties.
- (v) Maximum bank deposits with related companies during the period and related interest income were in the usual and ordinary course of business of the Group.

Notes to Interim Condensed Consolidated Financial Statements

30 June 2013

27. Related party balances and transactions (continued)

(b) Outstanding balances with related parties

	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)
i) Due from related companies		
Trade receivables	–	4,323
Prepayments and other receivables	35	6
	35	4,329
ii) Due to related companies		
Trade payables	2,497	2,477
Other payables	19,266	14,797
	21,763	17,274
iii) Bank balances with related companies	43,523	75,667

Trade receivables from the Group's related companies are unsecured, non-interest bearing and repayable on similar credit terms to those offered to the customers of the Group. The Group's prepayments and other receivables from related companies and shareholders are unsecured, non-interest bearing and have no fixed terms of repayment.

Trade payables to the Group's related companies are non-interest bearing and have no fixed terms of repayment. The Group's other payables to related companies are unsecured, non-interest bearing and have no fixed terms of repayment.

(c) Compensation of key management personnel of the Group

	Six months ended 30 June	
	2013 HK\$'000 (Unaudited)	2012 HK\$'000 (Unaudited)
Salaries, director fees, allowances and benefits in kind	7,205	3,855
Bonuses	–	–
Equity-settled share option expenses	7,983	13,607
Pension scheme contributions	88	25
Total compensation paid to key management personnel	15,276	17,487

Notes to Interim Condensed Consolidated Financial Statements

30 June 2013

28. Fair value

The carrying amounts and fair values of the Group's financial instruments are as follows:

Financial assets

	Carrying amounts		Fair values	
	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)
Available-for-sale equity investment	4,662	4,619	4,662	4,619
Trade and notes receivables	835,578	823,053	835,578	823,053
Financial assets included in prepayments, deposits and other receivables	95,881	62,168	95,881	62,168
Due from related companies	35	4,329	35	4,329
Pledged deposits	217,218	210,286	217,218	210,286
Cash and cash equivalents	2,108,335	1,988,071	2,108,335	1,988,071
	3,261,709	3,092,526	3,261,709	3,092,526

Financial liabilities

	Carrying amounts		Fair values	
	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)	30 June 2013 HK\$'000 (Unaudited)	31 December 2012 HK\$'000 (Audited)
Trade payables	461,107	524,706	461,107	524,706
Financial liabilities included in other payables and accruals	676,201	649,575	676,201	649,575
Interest-bearing bank and other borrowings	2,733,194	3,579,725	2,733,194	3,579,725
Short-term notes	1,004,320	248,780	1,004,320	248,780
Medium-term notes	627,700	–	627,700	–
Due to related companies	21,763	17,274	21,763	17,274
	5,524,285	5,020,060	5,524,285	5,020,060

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The following methods and assumptions were used to estimate the fair values:

The fair values of cash and cash equivalents, the current portion of pledged deposits, trade receivables, trade payables, financial assets included in prepayments, deposits and other receivables, financial liabilities included in other payables and accruals, amounts due from/to related companies and amounts due from subsidiaries approximate to their carrying amounts largely due to the short-term maturities of these instruments.

The fair values of interest-bearing bank and other borrowings, short-term notes and medium-term notes have been calculated by discounting the expected future cash flows using rates currently available for instruments on similar terms, credit risk and remaining maturities.

Notes to Interim Condensed Consolidated Financial Statements

30 June 2013

29. Approval of the interim condensed consolidated financial statements

These interim condensed consolidated financial statements were approved and authorised for issue by the Board of Directors on 21 August 2013.

Management Discussion and Analysis

Financial Review

	1H 2013 HK\$'000	1H 2012 HK\$'000	Increase/(decrease) HK\$'000	%
Revenue	1,406,827	1,538,780	(131,953)	(9%)
Loss before tax	(121,481)	(128,677)	(7,196)	(6%)
Income tax credit/(expenses)	2,203	(26,068)	28,271	108%
Loss after tax	(119,278)	(154,745)	(35,467)	(23%)
Loss attributable to owners of the parent	(89,796)	(107,342)	(17,546)	(16%)
Loss attributable to non-controlling interests	(29,482)	(47,403)	(17,921)	(38%)
	(119,278)	(154,745)	(35,467)	(23%)

Financial Highlights

- Turnover amounted to HK\$1,406.8 million for 1H 2013, representing a decrease of 9% from HK\$1,538.8 million in 1H 2012.
- The Group's loss after tax amounted to HK\$119.3 million for 1H 2013 (1H 2012: HK\$154.7 million).
- Loss attributable to owners of the parent amounted to HK\$89.8 million for 1H 2013 (1H 2012: HK\$107.3 million).

Overview

During the reporting period, momentum of global economy was still weak and yet to be fully recovered. Since the first quarter of 2013, it had become more apparent that Chinese economic growth was cooling down. Chinese steel production growth has somewhat slowed down; supply in the steel market still overshadows demand. Steel overcapacity, volatility in steel pricing, the European debt crisis and its potential global impact, and sluggish growth in the emerging markets are deterrents for the steel industry in the PRC and results in sluggish demand of steel products. This in turn put tremendous downward pressures to the upstream industry of steel, including in particular our major product, EMM. This situation became more prominent in the second quarter of 2013.

In summary, the reporting period indicates that this year is the second consecutive difficult year since our establishment in the year 2005 and we recorded a loss for the six months ended 30 June 2013. The consolidated net loss attributable to owners of the parent was HK\$89.8 million (1H 2012: loss of HK\$107.3 million). In the six months ended 30 June 2013, we could not recover from the adversity we suffered in 2012 due to the following reasons:

- (1) Overcapacity coupled with shadowing sluggish demand of the steel industry further pushed down the selling prices of our major products. Average selling price of our EMM dropped by 12% from the already low level recorded in 1H 2012.
- (2) To enhance our competitiveness in the turbulent market, certain cost control measures had been implemented to improve efficiency and to reduce our cost by controlling raw materials consumption and electricity usage. In addition, prices of certain of our raw materials including sulphur dropped as a result of weaker demand. However, these combined cost savings was dwarfed by the significant drop in the average selling prices of our products.

Management Discussion and Analysis

Comparison with six months ended 30 June 2012

The following table sets out the revenue, sales volume and average selling prices of our products.

	2013				Six months ended 30 June 2012			
	Sales Volume (tonnes)	Average Selling Price (HK\$/Tonne)	Revenue (HK\$'000)	% of Total Revenue (%)	Sales Volume (tonnes)	Average Selling Price (HK\$/Tonne)	Revenue (HK\$'000)	% of Total Revenue (%)
Manganese mining and ore processing								
Gabon ore	82,632	1,137	93,938	6.7	23,493	1,174	27,586	1.8
Natural discharging manganese powder and sand	12,975	2,701	35,044	2.5	10,118	3,112	31,485	2.0
Manganese concentrate	39,075	663	25,920	1.8	73,919	620	45,855	3.0
Sub-Total	134,682	1,150	154,902	11.0	107,530	976	104,926	6.8
Manganese downstream processing								
EMM	50,270	14,328	720,252	51.2	51,558	16,203	835,397	54.3
Manganese briquette	5,286	15,095	79,793	5.7	577	16,757	9,669	0.6
	55,556	14,401	800,045	56.9	52,135	16,209	845,066	54.9
Silicomanganese alloy	28,693	7,443	213,567	15.2	25,162	7,954	200,147	13.0
EMD	9,187	9,043	83,085	5.9	9,824	9,275	91,120	5.9
Manganese sulfate	8,938	4,513	40,333	2.9	8,560	4,407	37,726	2.5
Others	131	27,725	3,632	0.2	1,115	7,986	8,904	0.6
Sub-Total	102,505	11,128	1,140,662	81.1	96,796	12,221	1,182,963	76.9
Non-manganese processing								
Lithium cobalt oxide	263	182,236	47,928	3.4	232	202,013	46,867	3.0
High carbon ferrochromium	-	-	-	-	4,865	9,400	45,732	3.0
Others	-	-	-	-	117	6,248	731	0.1
Sub-Total	263	182,236	47,928	3.4	5,214	17,900	93,330	6.1
Other business								
Trading	3,435	18,438	63,335	4.5	31,134	5,061	157,561	10.2
Total	240,885	5,840	1,406,827	100.0	240,674	6,394	1,538,780	100.0

Management Discussion and Analysis

Revenue

In 1H 2013, the Group's revenue was HK\$1,406.8 million (1H 2012: HK\$1,538.8 million), which represented a decrease of 8.6% as compared with 1H 2012. Although there was a mild rebound of average selling price of manganese products in the last quarter of 2012, the improving trend could not sustain and entered in the reverse gear starting from the second quarter of 2013. In terms of overall quantity, our production level recorded increases as a result of our capacity expansion. The combined effects result in a drop of our total revenue.

Manganese mining and ore processing – Revenue of manganese mining and ore processing segment increased by 47.7% to HK\$154.9 million (1H 2012: HK\$104.9 million) mainly attributable to the stable transportation of our Gabon ore from the mine to our customers in the PRC starting from the first quarter of this year. On the contrary, sales of Gabon ore in 2012 only related to those from prior year trial production.

At the same time, sales volume of manganese concentrate decreased by 47.1% to 39,075 tonnes (1H 2012: 73,919 tonnes) as we withheld sales of our Hui Xing ore due to the sluggish demand in its vicinity and, as an alternative, the unsold ore can be kept for our own future use.

Manganese downstream processing – Revenue from manganese downstream processing dropped slightly by 3.6% from HK\$1,183.0 million to HK\$1,140.7 million as the effect of the drop of average selling price of 11.6% of our major product EMM was to a large extent compensated by the slight increase in the combined sales quantities of EMM and manganese briquette. Manganese briquette is a new product introduced in the year 2012 and is substantially a compressed form of EMM in regular shape. With more production of manganese briquette, less EMM were sold in 1H 2013.

Non-manganese processing – Revenue from high carbon ferrochromium in 1H 2012 was the sale of the remaining stocks of Qinzhou Plant which completed its conversion of facilities into silicomanganese production in late 2011. All the remaining stocks of ferrochromium had been sold in 2012.

Trading – sales mainly comprising EMM and manganese ore dropped substantially in 1H 2013 amidst the faltering market.

Management Discussion and Analysis

The following table sets out the cost of sales, unit cost of sales, gross profit and gross profit margins of our products.

	Six months ended 30 June							
	2013				2012			
	Cost of Sales	Unit Cost of Sales	Gross Profit/(Loss)	Gross Profit/(Loss) Margin	Cost of Sales	Unit Cost of Sales	Gross Profit/(Loss)	Gross Profit/(Loss) Margin
	(HK\$'000)	(HK\$/Tonne)	(HK\$'000)	(%)	(HK\$'000)	(HK\$/Tonne)	(HK\$'000)	(%)
Manganese mining and ore processing								
Gabon ore	71,896	870	22,042	23.5	31,136	1,325	(3,550)	(12.9)
Natural discharging manganese powder and sand	9,472	730	25,572	73.0	7,210	713	24,275	77.1
Manganese concentrate	5,148	132	20,772	80.1	15,729	213	30,126	65.7
Sub-Total	86,516	642	68,386	44.1	54,075	503	50,851	48.5
Manganese downstream processing								
EMM	639,608	12,723	80,644	11.2	719,803	13,961	115,594	13.8
Manganese briquette	70,029	13,248	9,764	12.2	9,295	16,109	374	3.9
	709,637	12,773	90,408	11.3	729,098	13,985	115,968	13.7
Silicomanganese alloy	211,959	7,387	1,608	0.8	194,781	7,741	5,366	2.7
EMD	69,521	7,567	13,564	16.3	77,185	7,857	13,935	15.3
Manganese sulfate	31,501	3,524	8,832	21.9	29,115	3,401	8,611	22.8
Others	3,104	23,695	528	14.5	4,593	4,119	4,311	48.4
Sub-Total	1,025,722	10,007	114,940	10.1	1,034,772	10,690	148,191	12.5
Non-manganese processing								
Lithium cobalt oxide	45,429	172,734	2,499	5.2	41,764	180,017	5,103	10.9
High carbon ferrochromium	-	-	-	-	44,130	9,071	1,602	3.5
Others	-	-	-	-	35	299	696	95.2
Sub-Total	45,429	172,734	2,499	5.2	85,929	16,480	7,401	7.9
Other business								
Trading	61,556	17,920	1,779	2.8	153,923	4,944	3,638	2.3
Inventory provision	27,137		(27,137)		15,653		(15,653)	
Total	1,246,360		160,467	11.4	1,344,352		194,428	12.6

Management Discussion and Analysis

Cost of Sales

Cost of sales decreased by HK\$98.0 million or 7.3%, to HK\$1,246.4 million in 1H 2013, as compared to HK\$1,344.4 million in 1H 2012. This cost decrease was primarily in line with our decrease in revenue.

The unit cost of sales of manganese mining and ore processing segment during 1H 2013 increased by 27.6% to HK\$642/tonne (1H 2012: HK\$503/tonne). This increase was mainly attributable to the shift of sales mix to Gabon ore which commands a higher unit cost particularly for the logistics from Gabon to the customers in the PRC. Manganese concentrate relates to those ores mined in the PRC, and its unit cost of sales decreased by HK\$81/tonne to HK\$132/tonne (1H 2012: HK\$213/tonne) due to the temporary sales suspension of ores mined in Hui Xing Plant which carries a higher unit cost of underground mining than our Guangxi mines.

In 1H 2013, unit cost of EMM decreased by 8.9% to HK\$12,723/tonne (1H 2012: HK\$13,961/tonne). This was mainly attributable to the decrease in the unit costs of auxiliary materials such as sulfuric acid and selenium dioxide and to a lesser extent the improvement in production efficiency.

Unit cost of silicomanganese alloy slightly decreased by 4.6% to HK\$7,387/tonne (1H 2012: HK\$7,741/tonne) and was in line with price dip of certain raw materials.

Gross Profit

In 1H 2013, the Group recorded a gross profit of HK\$160.5 million (1H 2012: HK\$194.4 million), representing a decrease of HK\$33.9 million or 17.4%. The Group's overall gross profit margin was 11.4%, representing a decrease of 1.2% from 12.6% of 1H 2012. Deteriorated gross profit margin was mainly attributable to drop in gross profit margin of EMM from 13.8% to 11.2%, and the additional mark-to-market inventory provision by HK\$11.4 million to HK\$27.1 million (1H 2012: HK\$15.7 million).

Selling and Distribution Expenses

The Group's selling and distribution expenses in 1H 2013 increased by 7.7% to HK\$42.2 million (1H 2012: HK\$39.2 million) as there was (1) a shift of EMM sales mix to export following the abolishment of PRC custom duty on EMM export with effect from 1 January 2013 and (2) more sales of manganese briquette which is our export product.

Administrative Expenses

Administrative expenses increased by 3.6% to HK\$211.4 million for 1H 2013 (1H 2012: HK\$204.1 million). This was mainly attributable to the costs of redundant employees of additional facilities which ceased production and the appreciation of RMB against HKD during the period.

Finance Cost

For 1H 2013, our Group's finance cost was HK\$85.7 million (1H 2012: HK\$74.9 million), representing an increase of 14.4%. This was mainly due to the increase in bank loans and other interest bearing liabilities (including short-term and medium-term notes).

Other Expenses

Other expenses decreased by 72.9% to HK\$9.2 million (1H 2012: HK\$33.9 million), mainly because of the drop in foreign exchange losses recorded by our Gabon subsidiary which prepared financial statements in XAF.

Income Tax

We recorded income tax credit of HK\$2.2 million for the period ended 30 June 2013 (1H 2012: tax expenses of HK\$26.1 million) primarily due to deferred tax credit for inventory and trade receivables provision made. Furthermore, no income tax was provided by our major subsidiary (1H 2012: HK\$7.3 million) during the period. In 1H 2012, the tax expense mainly related to certain subsidiaries write off of deferred tax asset arising from tax losses brought forward from previous years.

Loss Attributable to Owners of the Parent

For 1H 2013, the Group's loss attributable to owners of the parent was HK\$89.8 million (1H 2012: HK\$107.3 million).

Loss per share

For 1H 2013, loss per share attributable to ordinary equity holders of the Company was 2.97 HK cents (1H 2012: 3.55 HK cents).

Interim Dividend

The Board does not recommend the payment of any interim dividend for the six months ended 30 June 2013 (six months ended 30 June 2012: Nil).

Management Discussion and Analysis

Use of Proceeds from IPO

As at 30 June 2013, we have utilized the net proceeds raised from the IPO in accordance with the designated uses set out in the Prospectus as follows:

Description	Amount designated in Prospectus (HK\$ Million)	Amount utilized up to 30.06.2013 (HK\$ Million)	% utilized	Amount utilized up to 31.12.2012 (HK\$ Million)	% utilized
1 Expansion project at Daxin EMD Plant	79	70	88.6%	60	75.9%
2 Expansion project of underground mining and ore processing at Daxin Mine	278	123	44.2%	114	41.0%
3 Expansion and construction projects of our EMM production facilities	516	417	80.8%	381	73.8%
4 Construction project at Chongzuo Base	59	11	18.6%	11	18.6%
5 Development of Bembele manganese mine and associated facilities	119	119	100.0%	119	100.0%
6 Technological improvement and renovation projects at our production facilities	40	40	100.0%	40	100.0%
7 Acquisition of mines and mining right	397	280	70.5%	277	69.8%
8 Repayment on a portion of our bank borrowings	297	297	100.0%	297	100.0%
9 Working capital and other corporate purposes	198	198	100.0%	198	100.0%
Total	1,983	1,555	78.4%	1,497	75.5%

Liquidity and financial resources

In 1H 2013, the Group's primary sources of funding were cash generated from financing activities. As at 30 June 2013, our cash position remained strong. The cash and bank balances including pledged deposits was HK\$2,325.5 million (31 December 2012: HK\$2,198.4 million). The Group's aggregate borrowings (inclusive of short-term notes and medium-term notes) amounted to HK\$4,365.2 million (31 December 2012: HK\$3,828.5 million). The Group's net debt increased to HK\$2,039.7 million (31 December 2012: HK\$1,630.1 million) and was mainly attributable to our capital expenditure and loss incurred in the period.

To manage liquidity risk, the Group continues to monitor current and expected liquidity requirements to secure sufficient balance of cash in the short and long term as well as facilities from banks and financial institutions.

Bank and other Borrowings

As at 30 June 2013, the Group's borrowing structure and maturity profile are as follows:

Borrowing structure	30 June 2013 HK\$ million	31 December 2012 HK\$ million
Secured borrowings	772.4	857.5
Unsecured borrowings	3,592.8	2,971.0
	4,365.2	3,828.5

Management Discussion and Analysis

Maturity profile	30 June 2013 HK\$ million	31 December 2012 HK\$ million
Repayable:		
On demand or within one year	2,121.4	2,058.5
After one year and within two years	349.0	405.9
After two years and within five years	1,894.8	1,364.1
	4,365.2	3,828.5

Currency denomination	30 June 2013 HK\$ million	31 December 2012 HK\$ million
Denominated in:		
RMB	3,679.5	3,143.9
USD	685.7	684.6
	4,365.2	3,828.5

As at 30 June 2013, borrowings as to the amounts of HK\$2,808.3 million (31 December 2012: HK\$2,033.8 million) and HK\$1,556.9 million (31 December 2012: HK\$1,794.7 million), carry fixed and floating rate interest respectively. The fixed rate borrowings carry interest at rates ranging from 4.48% to 6.32%. The floating rate borrowings carry interest at a discount of 5% to 10% below the Benchmark Borrowing Rates of the People's Bank of China ("PBOC"), except the USD loans which carry interest at rates of LIBOR+2.1% and LIBOR+2.0%.

Interest rate risk

We are exposed to interest rate risk resulting from fluctuations in interest rates on our floating rate debt. Our loans bearing floating interest rates are subject to adjustment by our lenders in accordance with changes in relevant PBOC regulations as well as movements in LIBOR. If the PBOC increases interest rates or LIBOR moves up, our finance cost will be increased. In addition, to the extent that we may need to raise debt financing or roll over our short-term loans in the future, upward fluctuations in interest rates will increase the cost of new debt obligations. We do not currently use any derivative instruments to modify the nature of our debt for risk management purpose.

Foreign exchange risk

In 1H 2013, the Group's operations are primarily in Hong Kong, the PRC and Gabon. Our products are sold to customers in PRC and to a less extent to some other foreign countries. Our exposures to exchange rate fluctuations relate to our RMB bank deposits maintained in Hong Kong, sales denominated in US dollars and certain XAF denominated costs incurred locally in Gabon. XAF is currently pegged to Euros. We have not entered into any foreign exchange contract or derivative transactions to hedge against foreign exchange fluctuations. However, we prepare rolling forecasts of our foreign currency revenue and expense and monitor the currency and the amount incurred, so as to alleviate any major impact on our business due to foreign exchange rate fluctuations.

Management Discussion and Analysis

Charge on group assets

As at 30 June 2013, the Group's property, plant, equipment, prepaid land lease payments and notes receivable with an aggregate net carrying amount of HK\$290.9 million (31 December 2012: HK\$222.9 million) were pledged to secure certain of the Group's interest-bearing bank and other borrowings. Similarly, bank balances of HK\$171.0 million (31 December 2012: HK\$196.0 million) were pledged to secure certain of the Group's bank and other borrowings.

Contingent liabilities

As at 30 June 2013, the Group did not have any significant outstanding contingent liabilities.

Key Financial Ratios of the Group

	30 June 2013	31 December 2012
Current ratio	1.32	1.26
Quick ratio	1.07	1.02
Net Gearing ratio	57.2%	45.1%

Current ratio	=	balance of current assets at the end of the period/balance of current liabilities at the end of the period
Quick ratio	=	(balance of current assets at the end of the period – balance of inventories at the end of the period)/balance of current liabilities at the end of the period
Net Gearing ratio	=	Calculated as net debt divided by equity attributable to owners of the parent. Net debt is defined as the sum of interest-bearing bank and other borrowings (including short-term notes and medium-term notes) less cash and bank balances and pledged deposits

The improvement of current ratio and the quick ratio were mainly due to the issue of RMB500M medium-term notes in April 2013. On the other hand, deteriorated net gearing ratio was mainly caused by the continued outflow of cash resources into the construction of projects brought forward from prior years including Daxin upstream mining, expanded downstream EMM and EMD capacity together with our loss suffered.

Human Resources

As at 30 June 2013, the Group had approximately 8,174 (31 December 2012: 8,793) full-time employees in HK and the PRC; and approximately 244 (31 December 2012: 239) full-time employees in Gabon. The Group offers a competitive remuneration and welfare package to its employees and will regularly review its remuneration scheme to ensure remuneration packages are market-competitive. Other benefits include comprehensive medical, life and disability insurance plans and retirement schemes are offered to the employees.

Outlook

In the second half of the year, there are signs that the Chinese economy is emerging from a slowdown with commodity markets regaining some vigour. Commodity buying since early third quarter of the year puts a halt to the slide in the first few months of the year, when investors were worried with the retarding economic growth of the PRC. Import data of the PRC released after our report period, coupled with improving prospects for the US and European economies, has added some optimism to the market and likely to boost commodity prices in the near future. However, the problems to the manufacturing sector like steel and cement are yet to be over and certain related data, including the falling producer price index in July, may be a hint of uneven economic recovery in the PRC. Ambience of steel sector can still be described as wait-and-see against the mixed backdrop of the PRC top leadership's repeated pledges to maintain steady economic growth but at the same time pushing the growth toward more reliant on consumer spending and less on government infrastructure that typically are major steel users. China's steel industry is still facing the overcapacity issue and the prices of steel products are under pressure. Accordingly, as an upstream supplier of steel, we continue to be cautious towards our Group's operating performance in the remaining period of the year and to strive to reduce our operating costs and minimize loss to the shareholders while our products are in price trough. In the longer term, we, being the leading vertical integrated manganese company in the PRC with abundant resources in both the PRC and Gabon Republic, will adhere to our strategic plans to provide sustainable returns to our shareholders.

Summary of Our Manganese Mineral Resources and Our Manganese Ore Reserves

Below is the information on our mineral resources and ore reserves as of 30 June 2013:

Summary of our manganese mineral resources

Mining Block	Ownership Percentage	JORC Resource Category	Average Manganese Grade (%)		Average Manganese Grade (%)	
			Million Tonnes	As of 30.6.2013	Million Tonnes	As of 31.12.2012
Daxin Mine	100%	Measured	5.77	24.31	6.06	24.28
			67.70	21.16	68.37	21.14
		Subtotal	73.47	21.41	74.43	21.40
			Inferred	0.43	21.23	0.43
Total	73.90	21.41	74.86	21.39		
Tiandeng Mine	100%	Measured	0.64	17.83	0.72	17.52
			3.01	16.51	3.06	16.48
		Subtotal	3.65	16.74	3.78	16.68
			Inferred	3.62	14.26	3.62
Total	7.27	15.50	7.40	15.50		
Waifu Manganese Mine	100%	Measured	-	-	-	-
			-	-	-	-
		Subtotal	-	-	-	-
			Inferred	1.54	17.52	1.54
Total	1.54	17.52	1.54	17.52		
Changgou Manganese Mine	64%	Measured	3.12	20.45	3.19	20.45
			14.67	20.32	14.67	20.32
		Subtotal	17.79	20.34	17.86	20.34
			Inferred	4.22	20.05	4.22
Total	22.01	20.29	22.08	20.29		
Bembélé Manganese Mine	51%	Measured	-	-	-	-
			17.57	32.16	17.86	32.18
		Subtotal	17.57	32.16	17.86	32.18
			Inferred	12.37	32.74	12.37
Total	29.94	32.40	30.23	32.41		
Total			134.66		136.11	

Summary of Our Manganese Mineral Resources and Our Manganese Ore Reserves

Summary of our manganese ore reserves

Mine	Ownership Percentage	JORC Resource Category	Average Manganese Grade (%)		Average Manganese Grade (%)	
			Million tonnes As of 30.6.2013	Million tonnes As of 31.12.2012	Million tonnes As of 30.6.2013	Million tonnes As of 31.12.2012
Daxin Mine	100%	Proved	5.55	21.25	5.84	21.38
		Probable	65.17	18.86	65.84	18.86
		Total	70.72	19.04	71.68	19.06
Tiandeng Mine	100%	Proved	0.60	15.65	0.68	15.58
		Probable	2.89	15.46	2.94	15.45
		Total	3.49	15.50	3.62	15.48
Waifu Manganese Mine	100%	Proved	–	–	–	–
		Probable	–	–	–	–
		Total	–	–	–	–
Changgou Manganese Mine	64%	Proved	3.17	20.45	3.17	20.45
		Probable	14.66	20.32	14.66	20.32
		Total	17.83	20.34	17.83	20.34
Bembélé Manganese Mine	51%	Proved	–	–	–	–
		Probable	17.56	31.55	17.85	31.58
		Total	17.56	31.55	17.85	31.58
Total			109.60		110.98	

Exploration, Development, and Mining Activities

I) Exploration

Daxin Mine

During the six months ended 30 June 2013, we continued to carry out the drilling results analysis in respect of the northern and central mining blocks within the mining area of Daxin Mine.

Tiandeng Mine

During the six months ended 30 June 2013, we obtained the accreditation opinion of the Planning Institute of Land and Resources of Guangxi in respect of our production exploration design at depth above 440 meters of the mining blocks of Tuoren East, Tuoren West, Luli and Dongmeng of Tiandeng Mine, which are within the scope of our mining right. At the same time, we also obtained the exploration licence for such mining blocks at depth below 440 meters, which is outside the scope of our mining right at Tiandeng Mine.

Waifu Manganese Mine

During the six months ended 30 June 2013, we did not conduct any exploration work.

Summary of Our Manganese Mineral Resources and Our Manganese Ore Reserves

Exploration, Development, and Mining Activities (continued)

I) Exploration (continued)

Changgou Manganese Mine

During the six months ended 30 June 2013, we did not conduct any exploration work.

Bembélé Manganese Mine

During the six months ended 30 June 2013, we continued to carry out production exploration within the existing mining areas of Bembélé Manganese Mine and the selection of prospecting targets for manganese and other metals in the surrounding areas of Bembélé Manganese Mine in order to prepare the exploration work in the next stage.

II) Development

Daxin Mine

During the six months ended 30 June 2013, we continued the 600,000 tonnes/year capacity expansion project for underground mining at Daxin Mine.

Bembélé Manganese Mine

During the six months ended 30 June 2013, we continued to improve the transportation and logistic system from the mining areas of Bembélé Manganese Mine to Ndjole City Manganese Mine Yard, Gabon. Furthermore, Gabon telecommunication company has completed the telecommunication network installation work in Bembélé Manganese Mine so that cell phone signals can be extended to the Bembélé Concentration Plant, the living areas of our workers as well as most part of the mining areas of Bembélé Manganese Mine.

On the other hand, we have successfully entered into commercial production and three shipments totalling about 134,000 tonnes manganese ores were delivered to the PRC ports.

Tiandeng Mine, Waifu Manganese Mine and Changgou Manganese Mine

During the six months ended 30 June 2013, there were no significant development work performed.

III) Mining activities

(1) Mining Operations

Daxin Mine

	1.1.2013-30.6.2013	1.1.2012-30.6.2012
Open pit mining		
Mine production (thousand tonnes)	551	440
Underground mining		
Mine production (thousand tonnes)	152	172
Total mine production (thousand tonnes)	703	612
Average manganese grade		
Manganese carbonate ore	17.4%	16.8%
Manganese oxide ore	28.8%	29.9%

Summary of Our Manganese Mineral Resources and Our Manganese Ore Reserves

Exploration, Development, and Mining Activities (continued)

III) Mining activities (continued)

(1) Mining Operations (continued)

Tiandeng Mine

	1.1.2013-30.6.2013	1.1.2012-30.6.2012
Open pit mining		
Mine production (thousand tonnes)	95	95
Average manganese oxide grade	14.4%	11.3%

Waifu Manganese Mine

During the six months ended 30 June 2013, there were no mining production.

Changgou Manganese Mine

	1.1.2013-30.6.2013	1.1.2012-30.6.2012
Underground mining		
Mine production (thousand tonnes)	82	77
Average manganese carbonate grade	16.4%	17.4%

Bembélé Manganese Mine

	1.1.2013-30.6.2013	1.1.2012-30.6.2012
Open pit mining		
Mine production (thousand tonnes)	449	238
Average manganese oxide grade	31.9%	31.8%

(2) Ore processing operations

• Concentrating

Production (thousand tonnes)	1.1.2013-30.6.2013	1.1.2012-30.6.2012
Daxin Concentration Plant		
Concentrate production		
Manganese carbonate ore	443	371
Manganese oxide ore	29	31
Total	472	402
Average manganese grade of concentrate		
Manganese carbonate ore	18.9%	19.2%
Manganese oxide ore	28.6%	29.2%
Tiandeng Concentration Plant		
Manganese concentrate production	55	46
Average manganese grade of concentrate	21.3%	22.6%
Bembélé Concentration Plant		
Concentrate production	214	189
Average manganese grade of concentrate	32.0%	31.9%

Summary of Our Manganese Mineral Resources and Our Manganese Ore Reserves

Exploration, Development, and Mining Activities (continued)

III) Mining activities (continued)

(2) Ore processing operations (continued)

- Grinding

Production (thousand tonnes)	1.1.2013-30.6.2013	1.1.2012-30.6.2012
Daxin Grinding Plant		
Powder produced	336	343

IV) Downstream processing operations

(1) Manganese downstream processing operations

- EMM

Our existing EMM production facilities include Daxin EMM Plant, Tiandeng EMM Plant, Start EMM Plant, Tiandong EMM Plant and Sanmenglong EMM Plant. EMM facilities under construction include the additional production line of Daxin EMM Plant and Tiandong EMM Plant. Details of EMM production are set out below:

Production (thousand tonnes)	1.1.2013-30.6.2013	1.1.2012-30.6.2012
Daxin EMM Plant	33.1	33.6
Tiandeng EMM Plant	1.1	–
Start EMM Plant	5.4	7.8
Tiandong EMM Plant	3.5	6.3
Sanmenglong EMM Plant	12.3	5.5
Total	55.4	53.2

- Manganese sulfate

Production (thousand tonnes)	1.1.2013-30.6.2013	1.1.2012-30.6.2012
Daxin Manganese Sulfate Plant	8.7	8.6

Summary of Our Manganese Mineral Resources and Our Manganese Ore Reserves

Exploration, Development, and Mining Activities (continued)

IV) Downstream processing operations (continued)

(1) Manganese downstream processing operations (continued)

- EMD

Production (thousand tonnes)	1.1.2013-30.6.2013	1.1.2012-30.6.2012
Daxin EMD Plant	10.3	9.3

- Silicomanganese alloy

Production (thousand tonnes)	1.1.2013-30.6.2013	1.1.2012-30.6.2012
Tiandeng Ferroalloy Plant (<i>Production ceased</i>)	–	10.9
Dabao Ferroalloy Plant (<i>Production ceased</i>)	–	2.6
Qinzhou New Material Ferroalloy Plant	28	15.2
Total	28	28.7

- Manganese tetroxide and lithium manganese oxide

Production (thousand tonnes)	1.1.2013-30.6.2013	1.1.2012-30.6.2012
Manganese tetroxide	0.08	–
Lithium manganese oxide	0.12	–

(2) Non-manganese processing operations

- Lithium cobalt oxide

Production (thousand tonnes)	1.1.2013-30.6.2013	1.1.2012-30.6.2012
Lithium cobalt oxide	0.22	0.21

Summary of Our Manganese Mineral Resources and Our Manganese Ore Reserves

Exploration, Development, and Mining Activities (continued)

V) Exploration, development and mining cost of the Group

Expenses of exploration, development, and mining activities of the Group for the six months ended 30 June 2013 are set out below:

	(HK\$'000)					
	Daxin Mine	Tiandeng Mine	Waifu Manganese Mine	Changgou Manganese Mine	Bembélé Manganese Mine	Total
Exploration activities						
Staff cost	-	-	-	-	87.5	87.5
Others	-	-	-	-	42.2	42.2
	-	-	-	-	129.7	129.7
Development activities (including mine construction)						
Purchases of assets and equipment	-	-	-	347.6	1,946.5	2,294.1
Construction of mines, tunnels and roads	9,380.3	265.6	-	-	3,915.0	13,560.9
Staff cost	51.3	-	-	-	-	51.3
Sub-contracting fee	16,667.3	-	-	10,390.3	-	27,057.6
Others	1,943.8	-	-	75.5	5,295.6	7,314.9
	28,042.7	265.6	-	10,813.4	11,157.1	50,278.8
Mining activities*						
Staff cost	10,674.7	1,823.4	-	9,365.0	1,102.9	22,966.0
Consumables	7,337.5	1,289.4	-	1,710.8	1,749.8	12,087.5
Fuel, electricity, water and other services	10,342.2	2,526.7	-	3,112.5	1,110.1	17,091.5
Transportation	1,452.4	-	-	2,182.9	1,726.4	5,361.7
Sub-contracting fee	35,389.6	-	-	10,103.9	-	45,493.5
Depreciation	9,841.4	5,001.3	-	808.7	2,861.4	18,512.8
Others	-	3,915.3	-	6,418.7	309.9	10,643.9
	75,037.8	14,556.1	-	33,702.5	8,860.5	132,156.9

(*Concentrating not included)

CODE ON CORPORATE GOVERNANCE PRACTICES

Throughout the six months ended 30 June 2013, the Company has applied the principles and complied with the applicable code provisions, and also complied with certain recommended best practices, of the Code on Corporate Governance Practices (the “CG Code”) as set out in Appendix 14 to the Listing Rules.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted a code of conduct for dealings in securities of the Company by its Directors (the “Securities Dealings Code”) that is based on the Model Code for Securities Transactions by Directors of Listed Issuers (the “Model Code”) as set out in Appendix 10 to the Listing Rules (or on terms no less stringent than the Model Code).

All Directors confirmed, following specific enquiry by the Company, that they have complied with the required standards set out in the Securities Dealings Code throughout the six months ended 30 June 2013.

DIRECTORS’ AND CHIEF EXECUTIVE’S INTERESTS IN SHARES AND UNDERLYING SHARES

As at 30 June 2013, the interests and short positions of the Directors and chief executive of the Company in the shares, underlying shares and debentures of the Company or its associated corporations (within the meaning of Part XV of the SFO) which are required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interest and short positions which they are deemed or taken to have under such provisions of the SFO) or which are required, pursuant to Section 352 of the SFO, to be entered in the register referred to therein or pursuant to the Model Code and which have been notified to the Company and the Stock Exchange are as follows:

Name of director	Nature of interest	Number of ordinary shares	Number of underlying shares pursuant to share options	Percentage of the total issued share capital of the Company
Mr. Qiu Yiyong	Directly beneficially owned	–	15,000,000	0.50%
Mr. Li Weijian	Directly beneficially owned	–	15,000,000	0.50%
Mr. Tian Yuchuan	Directly beneficially owned	–	12,000,000	0.40%
Mr. Mi Zengxin	Directly beneficially owned	–	10,000,000	0.33%
Mr. Chen Jiqiu	Directly beneficially owned	–	9,000,000	0.30%
Mr. Yang Zhi Jie	Directly beneficially owned	–	1,000,000	0.03%
Mr. Mo Shijian	Directly beneficially owned	–	1,000,000	0.03%
Mr. Tan Zhuzhong	Directly beneficially owned	–	1,000,000	0.03%

SHARE OPTION SCHEME

The Company operates a share option scheme for the purpose of providing incentives and rewards to eligible participants who contribute to the success of the Group's operations. Details of the Company's share options are set out as follows:

Name and category of participant	Number of share options				Date of grant	Exercise period ⁽²⁾	Exercise price per share HK\$
	At 1 January 2013	Granted during the period	Exercised during the period ⁽¹⁾	At 30 June 2013			
Directors of the Company							
Mr. Qiu Yiyong	15,000,000	–	–	15,000,000	11.1.2011	11.1.2012 to 10.1.2021	2.81
Mr. Li Weijian	15,000,000	–	–	15,000,000	11.1.2011	11.1.2012 to 10.1.2021	2.81
Mr. Tian Yuchuan	12,000,000	–	–	12,000,000	11.1.2011	11.1.2012 to 10.1.2021	2.81
Mr. Mi Zengxin	10,000,000	–	–	10,000,000	11.1.2011	11.1.2012 to 10.1.2021	2.81
Mr. Chen Jiqiu	9,000,000	–	–	9,000,000	11.1.2011	11.1.2012 to 10.1.2021	2.81
Mr. Yang Zhi Jie	1,000,000	–	–	1,000,000	11.1.2011	11.1.2012 to 10.1.2021	2.81
Mr. Mo Shijian	1,000,000	–	–	1,000,000	11.1.2011	11.1.2012 to 10.1.2021	2.81
Mr. Tan Zhuzhong	1,000,000	–	–	1,000,000	11.1.2011	11.1.2012 to 10.1.2021	2.81
	64,000,000	–	–	64,000,000			
Non-directors	39,000,000	–	–	39,000,000	11.1.2011	11.1.2012 to 10.1.2021	2.81
	103,000,000	–	–	103,000,000			

Note:

- (1) No share option was lapsed or cancelled during the six months ended 30 June 2013.
- (2) The vesting period of the share options is from the date of grant until the respective dates of commencement of the exercise periods. The exercise period is divided into three tranches, i.e. 25% after 10 January 2012, an additional 25% after 10 January 2013 and the remaining 50% after 10 January 2014.

SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSONS' INTERESTS IN SHARES AND UNDERLYING SHARES

As at 30 June 2013, according to the register kept by the Company pursuant to Section 336 of the SFO and, so far as is known to the Directors, the persons or entities who had an interest or a short position 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 who were, 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 at general meetings of the Company, or of any other company which is a member of the Group, or in any options in respect of such share capital are as follows:

Name	Notes	Capacity and nature of interest	Number of ordinary shares held (a)	Percentage of the Company's issued share capital	Number of share options held
CITIC Group Corporation	(b)	Through a controlled corporation	1,482,408,000 (L)	49.00	–
中國中信股份有限公司	(b)	Through a controlled corporation	1,482,408,000 (L)	49.00	–
CITIC Projects Management (HK) Limited	(b)	Through a controlled corporation	1,482,408,000 (L)	49.00	–
Keentech Group Limited	(c)	Through a controlled corporation	1,179,000,000 (L)	38.98	–
CITIC Resources Holdings Limited	(c)	Through a controlled corporation	1,179,000,000 (L)	38.98	–
Starbest Venture Limited	(c)	Through a controlled corporation	1,179,000,000 (L)	38.98	–
Group Smart Resources Limited	(c)	Through a controlled corporation	1,179,000,000 (L)	38.98	–
Highkeen Resources Limited	(c)	Directly beneficially interested	1,179,000,000 (L)	38.98	–
CITIC United Asia Investments Limited	(d)	Through a controlled corporation	303,408,000 (L)	10.03	–
Apexhill Investments Limited	(d)	Directly beneficially interested	303,408,000 (L)	10.03	–
Guangxi Dameng Manganese Industrial Co., Ltd	(e)	Through a controlled corporation	776,250,000 (L)	25.66	–
			776,250,000 (S)	25.66	–
Huanan Dameng Investments Limited	(e)	Through a controlled corporation	776,250,000 (L)	25.66	–
			776,250,000 (S)	25.66	–
Guinan Dameng International Resources Limited	(e)	Directly beneficially interested	776,250,000 (L)	25.66	–
			776,250,000 (S)	25.66	–
China Minsheng Banking Corporation Limited		Directly beneficially interested	776,250,000 (L)	25.66	–
Gaoling Fund, L.P.	(f)	Through a controlled corporation	225,794,000 (L)	7.46	–
Hillhouse Capital Management, Ltd.	(f)	Directly beneficially interested	225,794,000 (L)	7.46	–

Notes:

- The letter "L" denotes the long position in such Shares and the letter "S" denotes the short position in such Shares.
- CITIC Projects Management (HK) Limited ("**CITIC Projects**") is wholly owned by 中國中信股份有限公司 which is in turn owned by CITIC Group Corporation. CITIC Group Corporation is a company established in the PRC.
- Highkeen Resources Limited is wholly owned by Group Smart Resources Limited ("**Group Smart**"), which is in turn wholly owned by Starbest Venture Limited ("**Starbest Venture**"). Starbest Venture is wholly owned by CITIC Resources, which is in turn owned as to 49.50% by Keentech Group Limited ("**Keentech**"). Keentech is wholly owned by CITIC Projects.
- Apexhill Investments Limited is wholly owned by CITIC United Asia Investments Limited ("**CITIC United Asia**"), which is in turn wholly owned by CITIC Projects.
- Guinan Dameng International Resources Limited is wholly owned by Huanan Dameng Investments Limited ("**Huanan Dameng**"), which is in turn wholly owned by Guangxi Dameng.
- Hillhouse Capital Management, Ltd. is wholly owned by Gaoling Fund, L.P. Gaoling Fund, L.P. is a company incorporated under the laws of Cayman Islands.

Save as disclosed above, as at 30 June 2013, the Company has not been notified by any persons (other than the Directors and chief executive of the Company, whose interests are set out in the section "Directors' and chief executive's interests in shares and underlying shares" above), who had interests or short positions in the shares or underlying shares of the Company which would fall to be disclosable to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or which were recorded in the register required to be kept by the Company under Section 336 of the SFO.

PURCHASE, REDEMPTION OR SALE OF LISTED SECURITIES OF THE COMPANY

Neither the Company nor any of its subsidiaries purchased, redeemed or sold any of the Company's listed securities during the six months ended 30 June 2013.

CONTINUING CONNECTED TRANSACTIONS

On 10 December 2012, CITIC Dameng Mining and Hui Xing Company entered into the Renewed Master Construction and Outsourcing Agreement and the Renewed Second Master Construction and Outsourcing Agreement with Guangxi Xishan Mining Limited Company ("**Guangxi Xishan**") for three years ending 31 December 2015 (collectively, the "**Renewed Guangxi Xishan Agreements**") respectively. Details of the Renewed Guangxi Xishan Agreements were disclosed in the circular of the Company dated 12 December 2012.

During the six months ended 30 June 2013, the provision of underground mining services and construction of infrastructure for underground mining works at Daxin Mine to CITIC Dameng Mining amounted to HK\$19,417,000 and HK\$13,035,000 respectively. The provision of fuels, electricity, detonating cords and explosives by CITIC Dameng Mining amounted to HK\$4,972,000.

During the six months ended 30 June 2013, the provision of underground mining services and construction of underground mining services at Changgou Manganese Mine to Hui Xing Company amounted to HK\$8,876,000 and HK\$8,927,000 respectively and the provision of electricity, detonating cords and explosives by Hui Xing Company amounted to HK\$2,282,000.

On 10 December 2012, CITIC Dameng Mining entered into the Renewed Integrated Services Framework Agreement, Renewed Guangxi Liuzhou Agreement and Renewed Nanning Battery Plant Agreement with Guangxi Dameng and Guangxi Dameng's subsidiaries for three years ending 31 December 2015 (collectively, the "**Renewed Guangxi Dameng Agreements**"). Details of the Renewed Guangxi Dameng Agreements were disclosed in the announcement of the Company dated 10 December 2012.

On 31 December 2012, the Company entered into the Renewed Master Agreement with China CITIC Bank Corporation Limited and China CITIC Bank International Limited for the three years ending 31 December 2015. Details of the Renewed Master Agreement were disclosed in the announcement of the Company dated 31 December 2012.

On 27 June 2013, CITIC Dameng Mining entered into a Tenancy Agreement with Guangxi Dameng for the lease of a premises for a term of three years ending 30 June 2016. Details of the Tenancy Agreement were disclosed in the announcement of the Company dated 27 June 2013.

Other than the transactions with Guangxi Xishan which have been disclosed above, the amounts of the above mentioned continuing connected transactions are disclosed in note 27 to the financial statements. All the related party transactions set out in the note 27 referred to above are also continuing connected transactions as defined in Chapter 14A of the Listing Rules.

REVIEW OF ACCOUNTS

The audit committee has reviewed the unaudited interim results for the six months ended 30 June 2013 with the management of the Company.

CHANGE OF INFORMATION OF DIRECTORS

Pursuant to Rule 13.51B of the Listing Rules, the change of information of Directors of the Company are set out below:

On 23 April 2013, Mr. Tian Yuchuan, the chief executive officer and executive director of the Company, was appointed as an independent non-executive director of China Renewable Energy Investment Limited (Stock Code: 987).

On 9 May 2013, Mr. Mi Zengxin, the non executive director of the Company, resigned as a non-executive director of Asia Satellite Telecommunications Holdings Limited (Stock Code: 1135).

On behalf of the Board

Qiu Yiyong

Chairman

Hong Kong, 21 August 2013

Glossary of Terms

Bembélé Concentration Plant	the concentration plant associated with Bembélé Manganese Mine
Bembélé Manganese Mine	a manganese mine located in Bembélé, Moyen-Ogooue Province, Gabon, the exploration rights and mining rights of which are owned by La Compagnie Industrielle et Commerciale des Mines de Huazhou (Gabon) (華州礦業(加蓬)工貿有限公司), a company in which we indirectly hold a 51% equity interest
Board or Board of Directors	our board of Directors
Bye-laws	the bye-laws of our Company, as amended from time to time
Changgou Manganese Mine	貴州遵義匯興鐵合金有限責任公司長溝錳礦 (Guizhou Zunyi Hui Xing Ferroalloy Limited Company Changgou Manganese Mine)
China or PRC	the People's Republic of China, but for the purpose of this interim report, excluding Hong Kong Special Administrative Region, Macau Special Administrative Region and Taiwan
CITIC Dameng Mining	中信大錳礦業有限責任公司 (CITIC Dameng Mining Industries Co., Limited)
CITIC Group	中國中信集團有限公司 (CITIC Group Corporation), a company incorporated under the laws of the PRC on 4 October 1979, and, except where the context may otherwise require, all of its subsidiaries, which is a Controlling Shareholder of our Company
Companies Act	The Companies Act 1981 of Bermuda
Companies Ordinance	the Companies Ordinance of Hong Kong (Chapter 32 of the Laws of Hong Kong) as amended, supplemented or otherwise modified from time to time
Company or our Company	CITIC Dameng Holdings Limited
Dabao Ferroalloy Plant	a ferroalloy production plant owned and operated by 廣西大新縣大寶鐵合金有限公司 (Guangxi Daxin Dabao Ferroalloy Co., Ltd.), a company in which we indirectly hold 60% equity interest
Daxin Mine	中信大錳礦業有限責任公司大新錳礦 (CITIC Dameng Mining Industries Co., Limited Daxin Manganese Mine)
Director(s)	the director(s) of our Company
EMD	electrolytic manganese dioxide
EMM	electrolytic manganese metal

Glossary of Terms

Gabon	the Gabonese Republic
Group, we or us	the Company and its subsidiaries
Guangxi	Guangxi Zhuang Autonomous Region, the PRC
Guangxi Dameng	廣西大錳錳業有限公司 (Guangxi Dameng Manganese Industrial Co., Ltd.), a state-owned limited liability company established under the laws of the PRC on 30 July 2001. Guangxi Dameng is wholly-owned by the government of Guangxi, PRC
Hong Kong or HK	the Hong Kong Special Administrative Region of the PRC
Hui Xing Company	貴州遵義匯興鐵合金有限責任公司 (Guizhou Zunyi Hui Xing Ferroalloy Limited Company)
Hui Xing Ferroalloy Plant	the ferroalloy production plant associated with Changgou Manganese Mine
IPO	the initial public offering and listing of Shares of the Company on the main board of the Stock Exchange on 18 November 2010
JORC	the Joint Ore Reserves Committee of the Australian Institute of Mining and Metallurgy
JORC Code	the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves 2004 edition, which is used to determine resources and reserves, and is published by JORC of the Australasian Institute of Mining and Metallurgy, the Australian Institute of Geoscientists and the Minerals Council of Australia
Listing	the listing of the Shares on the Main Board of the Stock Exchange
Listing Rules	the Rules Governing the Listing of Securities on the Stock Exchange (as amended from time to time)
Prospectus	the prospectus of the Company dated 8 November 2010
Qinzhou Ferroalloy Plant	the ferroalloy production plant located near Qinzhou Harbour and owned and operated by 中信大錳(欽州)新材料有限公司 (CITIC Dameng (Qinzhou) New Materials Co., Ltd.), a company in which we indirectly hold 70% equity interest
Sanmenglong	廣西三錳龍礦業有限公司 (Guangxi Sanmenglong Mining Limited Company)
Securities and Futures Ordinance or SFO	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong)
Shares	ordinary shares in the share capital of the Company, with a nominal value of HK\$0.10 each
Stock Exchange	the Stock Exchange of Hong Kong Limited
substantial shareholder	has the meaning ascribed to it under the Listing Rules

Glossary of Terms

Tiandeng Ferroalloy Plant	a ferroalloy production plant owned and operated by 中信大錳(天等)錳材料有限公司 (CITIC Dameng (Tiandeng) Manganese Materials Co., Ltd.), a company in which we indirectly hold 60% equity interest
Tiandeng Mine	中信大錳礦業有限責任公司天等錳礦 (CITIC Dameng Mining Industries Co., Limited Tiandeng Manganese Mine)
tonne	metric tonne
Waifu Manganese Mine	廣西三錳龍礦業有限公司靖西縣湖潤外伏錳礦 (Guangxi Sanmenglong Mining Limited Company Jingxi Hu Run Waifu Manganese Mine)
XAF	Central African CFA franc

