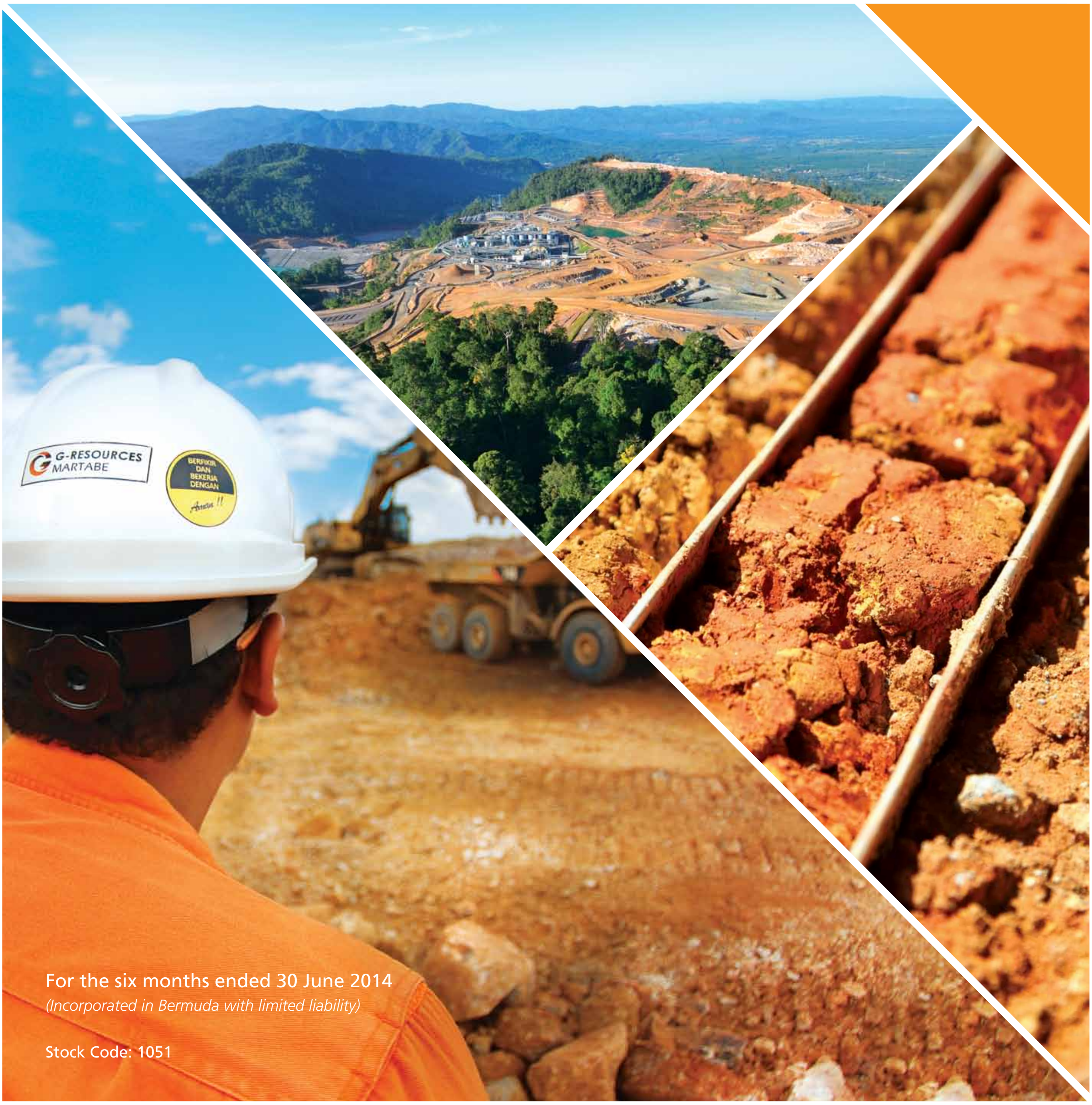
G-RESOURCES

INTERIM 2014 FINANCIAL REPORT



For the six months ended 30 June 2014

(Incorporated in Bermuda with limited liability)

Stock Code: 1051

G-RESOURCES IS AN ASIAN GOLD MINING COMPANY LISTED ON THE HONG KONG STOCK EXCHANGE **(HKEX: 1051)**.

OUR COMPANY

The Martabe gold and silver mine is G-Resources Group's core starter asset. Martabe is located in North Sumatra, Indonesia and has a resource base of 8.1 million ounces of gold and 73.8 million ounces of silver. Production commenced at Martabe on 24 July 2012.

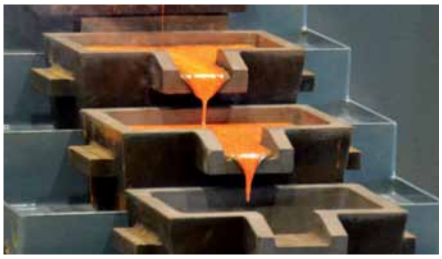
G-Resources has strong support from the Indonesian Central, Provincial and Local Governments and the communities of Batangtoru. The Company believes that mines should be developed, operated and decommissioned in a manner that is socially responsible. Caring for our people, the communities in which we conduct our business and the environment is our philosophy, and the core that underpins the way we conduct business.

OUR MISSION

G-Resources is seeking to grow gold production through exploration success on the large and highly prospective Contract of Work area at Martabe and potentially through acquisition of other quality gold assets in the Asian region.

OUR VALUES

We strive to be a GREAT company in all of our operations and dealings with people. The GREAT values are the foundation of our Company, and provide a core commitment to achieve the best we can for all of G-Resources' stakeholders.



OVERVIEW

MANAGEMENT DISCUSSION AND ANALYSIS

PROJECT OVERVIEW: MARTABE

FINANCIAL STATEMENTS

STATUTORY DISCLOSURE

CORPORATE INFORMATION

GREAT VALUES

Growth in value for all our stakeholders

Respect for our people, our communities and for all stakeholders

Excellence in everything we do

Action to deliver on our commitments

Transparency openness, honesty and good governance

KEY PERFORMANCE INDICATORS

Production Forecast

250,000
ounces of gold

The production forecast for 2014 is 250,000 ounces of gold and 2 million ounces ("Moz") of silver.

The World Gold Council all-in sustaining costs are estimated to be between USD700 to USD800 per ounce of gold sold for 2014. Again, demonstrating the robustness and highly competitive position of the Martabe Mine against global peers.

Exploration

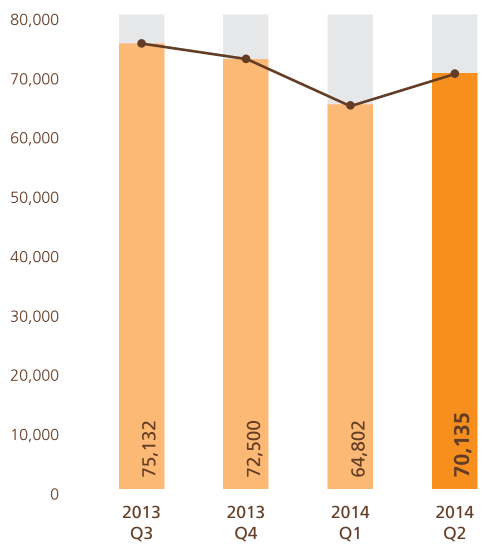
8.1M ounces of gold / 73.8M ounces of silver

76 diamond drill holes were completed for a total of 14,307 metres of core.

Total Resources as at 31 December 2013 are 8.1 Moz of gold and 73.8 Moz of silver.

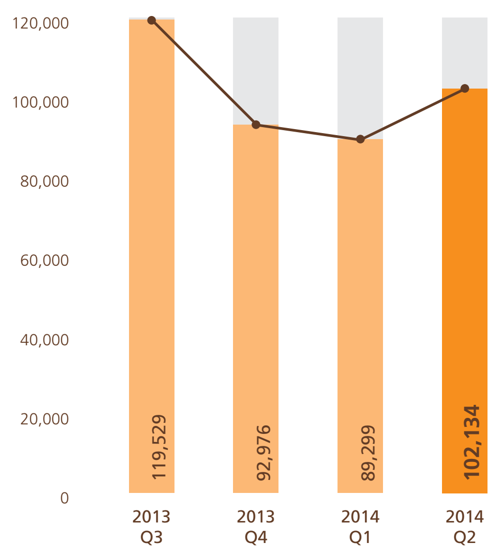
Gold Production

Gold production (ounces)



Total Revenue

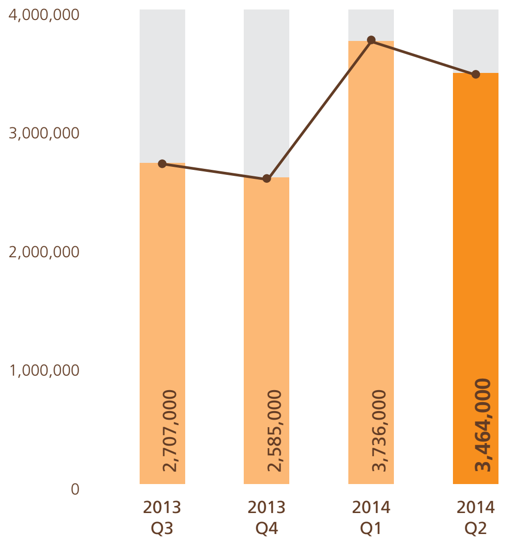
USD'000



Notes:
2013 Q3 – For the quarter ended 30 September 2013
2013 Q4 – For the quarter ended 31 December 2013
2014 Q1 – For the quarter ended 31 March 2014
2014 Q2 – For the quarter ended 30 June 2014
WGC – World Gold Council
WGC – Operating cash costs are prepared based on WGC Guidance Note on Non-GAAP metrics June 2013

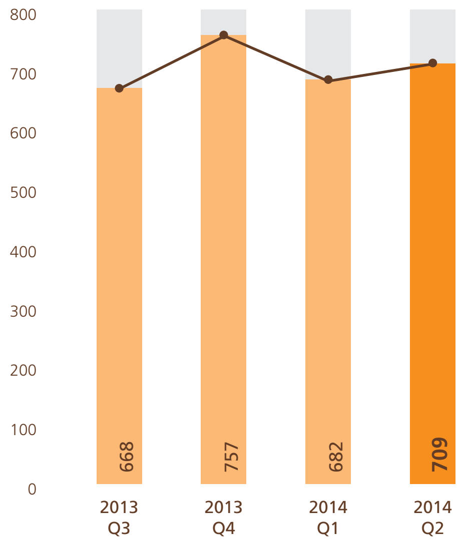
Tonnes Mined

Tonnes



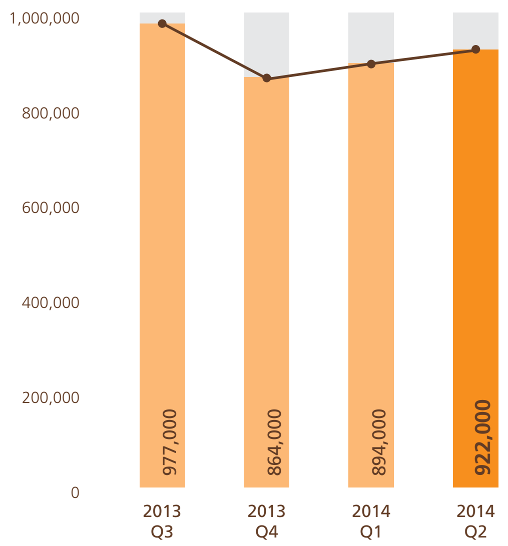
WGC – All-in Sustaining Costs

USD per ounce of gold sold



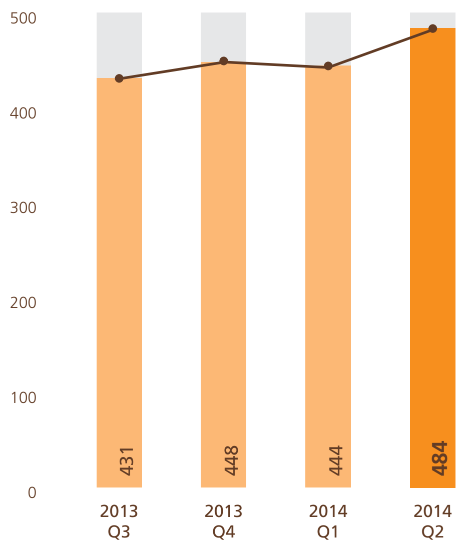
Tonnes Milled

Tonnes



WGC – Operating Cash Costs

USD per ounce of gold sold



CHAIRMAN'S STATEMENT

Production at the Martabe mine for this first six months was on plan and within market guidance for the full year of 250,000 ounces of gold and 2 million ounces of silver.

Dear Shareholders,

I am delighted to be able to report G-Resources Group Limited ("G-Resources" or the "Company") very successful operating and financial results for the six months from 1 January 2014 to 30 June 2014. Your company generated gold and silver sales revenue of USD191 million for the period, an EBITDA of USD113 million and a Profit After Tax of USD34 million. And at the end of June, the Company had a very strong balance sheet with USD313 million being held in cash and liquid securities and no debt.

Production at the Martabe mine for this first six months was on plan and within market guidance for the full year of 250,000 ounces of gold and 2 million ounces of silver. Costs for the first six months are well within guidance at around an all-in sustaining costs ("AISC") of USD700 per ounce of gold sold.

Full credit for this continued strong performance must go to our management and staff throughout the whole Company led by our CEO, Peter Albert. Your Board truly appreciates the effort contributed by our devoted teams in Indonesia to continue to meet and better operating and cost performance targets. We are also grateful for the strong support we receive from the authorities in Jakarta, in North Sumatra and from the communities nearby the Martabe mine.

The gold price environment so far in 2014 has remained volatile – but less so than the last six months of 2013. So far this year, the world gold price has averaged USD1,294 per ounce. Whilst we are a low cost producer, we are still mindful of market volatilities and must continue to look to improve even further our competitive cost position. The Company has a number of projects and programmes in train in order to achieve greater production efficiencies and better operating performance.

Another strength of the Company is its solid gold and silver resource and reserve position. We have continued to add potential, in and around the existing deposits and on the many exploration targets on our large Contract of Work.

The outlook for gold in the short term remains uninspiring and most analysts are forecasting "more of the same" for the balance of 2014 and beyond. The Company's cost of producing an ounce of gold is very competitive compared to our global gold mining peers and significantly under the foreseeable gold price predicted by even the most conservative analysts. If in the longer term there is a positive turnaround in the gold market then the Company will be well positioned to enjoy a more positive environment. Notwithstanding, we continue to have a long term positive and optimistic outlook for gold – anticipating that demand will continue to grow, especially from China and other developing markets, as standards of living and disposable incomes rise. And, on the supply side, there are just a few new mines; and moderate to large discoveries of new deposits are rare; the western Central banks of the world have ceased supplying gold to the market as their gold holdings have hit historically low levels; and indeed the developing country Central banks have gradually increased their gold holdings.

The G-Resources share price performance has been very much in line with gold producers world wide – a weak six months. This is disappointing for your Board and we want to assure shareholders we are doing everything possible to look at ways of enhancing value and achieving a better rating for the Company. The recent uncertainty around the Indonesian mining regulations has certainly had an impact on the market place perception of a Company with a single asset, undoubtedly helping to hold our share price back despite continued good operating performance. We are grateful for the continuing devoted support from our shareholders.

Finally, I want to thank my fellow Directors for their support and guidance during the first six months of this year.

Chiu Tao
Chairman
Hong Kong, 29 August 2014

CEO'S REPORT

For 2014, the Company set itself the goal of maintaining a competitive cost profile, delivering consistent financial performance whilst maintaining healthy production levels close to design of 250,000 ounces of gold and 2 million ounces of silver.

Dear Shareholders,

The first six months of 2014 to 30 June 2014 has been a time of consolidation, developing consistency and overall systems improvements as the Martabe Mine operations mature.

2013 was an extremely good first year of operations for the Company with outstanding production, costs and financial outcomes – all against a backdrop of a significant decrease in gold and silver prices from April 2013. For 2014, the Company set itself the goal of maintaining a competitive cost profile, delivering consistent financial performance whilst maintaining healthy production levels close to design of 250,000 ounces of gold and 2 million ounces of silver. In January 2014, the Company provided guidance to the market of 230,000 to 250,000 ounces gold production, 2 million ounces of silver at an AISC of USD750 to USD850 per ounce of gold sold. By the end of the first six months, the performance was meeting and bettering this guidance with 134,937 ounces of gold produced, over 1 million ounces of silver and an AISC of USD695 per ounce gold sold.

The process plant has continued to perform well in the first half of 2014 after an outstanding year in 2013. There remain two issues requiring resolution. The first is mill throughput rate and whilst incremental improvements have been made over the past year, the ore hardness has restricted the mill to operating between 70% and 110% capacity with an average of 81% for the first half of the year. In the third quarter of 2014, a temporary secondary crushing circuit will be introduced to reduce the feed size of part of the mill feed stream. Based on the results of this work over the second half of 2014, a permanent secondary crushing installation may be commissioned in 2015. The second issue is the provision of permanent grid power with the local power authority failing to deliver promised power due to a shortage of supply in North Sumatra – the Company is continuing to work with the authorities to secure grid power in the near future.

Government Relations at all three levels of Government remains very positive, with the issuance of a number of ongoing and regular licences all achieved. Likewise, Community Relations and the Social Licence continue to be in good standing with widespread support amongst the local community for the mine and recognition of the direct and indirect benefits that the Martabe operation is bringing to the community.

Earlier in the year, the Company received renewed forestry licences and environmental approvals enabling the continued exploration activities on the wider tenement area. Around the Martabe deposits, the exploration team, led by Chief Geologist Shawn Crispin and Senior Manager – Resources Development Janjan Hertrijana, continues to deliver exciting results which will lead to further Resource and Reserve extensions. Specifically Purnama continues to grow, Barani now has a 200 metre southerly extension and Ulu ala Hulu is yielding further promising intersections.

Financially, the Company continues to grow from strength to strength. After paying off all bank debt in 2013 and bringing all creditors into line with normal credit terms, through the good operational and cost performance, the Company has managed to continually enhance its financial position. In the first half of 2014, the cash in bank and marketable securities has increased from USD209 million to USD313 million.

I would like to thank all of our key stakeholders for supporting and contributing to the continued success at Martabe. Specifically the Government, the Community, the employees and contractors and the shareholders – without the support of all of these key stakeholders, Martabe could not be the successful operation that it is.

Peter Geoffrey Albert
Chief Executive Officer
Hong Kong, 29 August 2014

MANAGEMENT DISCUSSION AND ANALYSIS

Operational Review

Mining and Milling statistics are as follows:

	(Six months) January to June 2014	(Six months) July to December 2013	(Twelve months) Full year 2013
Tonnes Mined Ore	**2,948,000**	2,213,000	3,999,000
Tonnes Mined Waste	**4,252,000**	3,079,000	7,381,000
Tonnes Milled	**1,816,000**	1,841,000	3,615,000
Gold Head Grade, g/t	**2.76**	2.89	2.76
Silver Head Grade, g/t	**25.7**	20.4	17.2
Gold Recovery, %	**83.3**	86.7	88.4
Silver Recovery, %	**69.8**	74.8	77.5
Gold Poured, ounces	**134,937**	147,632	281,477
Silver Poured, ounces	**1,046,535**	888,525	1,515,228

Mining and Processing

The mining team continues to perform well with total material mined of 7.2 million tonnes compared with the six months ended 31 December 2013 of 5.3 million tonnes. Ore mined was 2.9 million tonnes and 2.2 million tonnes for the same respective periods. At the end of June 2014, the Purnama Ridge height was lowered to RL405 in places, some 100 metres below the original height. Ore is delivered directly to the process plant and/or to long and short term stockpiles. At the run of mine ("ROM") stockpiles, ore is blended according to grade, ready for delivery to the process plant crusher.

Mining activities are predominantly focused on the Purnama open-pit and are proceeding according to plan. At 30 June 2014, 86,795 tonnes of ore were stored in short term ROM stockpiles, and 2,347,728 tonnes of low grade and deferred ore stored on longer term stockpiles. Grade control drilling continues to deliver results which are up to 10% better than the Reserve model.

The progress on raising of the tailing storage facility ("TSF") is ahead of schedule with RL320 achieved in January 2014 and the significant dry spell in the first quarter of 2014 enabling significant additional progress to be made. In June 2014, the Company received "approval-in-principle" from the Government for the design of the dam to its ultimate full height of RL360, enabling life-of-mine tailings storage capacity.

The process plant has continued to perform well with 1.82 million tonnes milled as compared to the six months ended 31 December 2013 of 1.84 million tonnes milled. There remain two issues requiring resolution. The first is mill throughput rate and whilst incremental improvements have been made over the past year, the ore hardness and feed size to the milling circuit have restricted the mill to operating between 70% and 110% capacity with an average of 81% for the first half of the year. In the third quarter of 2014, a temporary secondary crusher will be introduced to reduce the feed size of part of the mill feed stream. Based on the results of this work over the second half of 2014, a permanent secondary crushing installation may be commissioned in 2015. The second issue is the provision of permanent grid power with the local power authority failing to deliver committed supply due to a shortage of supply in North Sumatra – the Company is continuing to work with the authorities to secure grid power in the near future.

Business Review and Results

Below is a summary of the financial information:

	For the six months ended	
	30 June 2014 ***USD'000***	31 December 2013 *USD'000*
Revenue	**191,433**	212,505
Cost of sales	**(134,248)**	(123,592)
Gross profit	**57,185**	88,913
EBITDA	**112,507**	107,058
Profit before taxation	**48,401**	52,193
Taxation	**(14,144)**	(13,088)
Profit for the period	**34,257**	39,105
Gold sold (ounces)	**135,665**	149,359
Silver sold (ounces)	**879,643**	881,444
Average gold price achieved (USD)	**1,284**	1,299
Average silver price achieved (USD)	**19.7**	21.0
Mine site production costs	**66,618**	65,292
Staff costs	**7,318**	7,102
Refining and bullion transportation costs	**1,677**	1,590
Inventory movement	**(1,346)**	1,580
	74,267	75,564
Depreciation	**59,981**	48,028
Total cost of sales	**134,248**	123,592
Royalties	**1,024**	1,146
Other taxes	**1,636**	2,924

For the six months ended 30 June 2014, the Group continued to build its financial position and it achieved a net profit after tax of USD34.3 million (the six months ended 31 December 2013: USD39.1 million).

Revenue generated for the six months ended 30 June 2014 was USD191.4 million from the sale of 135,665 ounces of gold and 879,643 ounces of silver at an average selling spot price of USD1,284 per ounce of gold and USD19.7 per ounce of silver. For the previous six months (the six months ended 31 December 2013), revenue was USD212.5 million from the sale of 149,359 ounces of gold and 881,444 ounces of silver at an average selling spot price of USD1,299 per ounce of gold and USD21.0 per ounce of silver.

The Group's gross profit margin was 29.9% with a gross profit of USD57.2 million as compared to the six months ended 31 December 2013, being 41.8% and USD88.9 million respectively. The gross profit margin decreased as compared to the previous six months mainly due to lower gold sales while tonnes milled remained at a similar level. Gold production was lower as gold head grade and recovery were lower as compared to the previous six months. In addition, the cost of sales has increased by USD10.6 million to USD134.2 million as compared to the previous six months of USD123.6 million, as a result of an increase in the depreciation charge on the TSF.

The all-in sustaining costs ("AISC") for the six months ended June 2014 was USD695 per ounce of gold sold resulting in a reduction of 1.8% from the previous six months ended 31 December 2013 of USD708 per ounce of gold sold.

	(Six months) January to June 2014 ***USD***	(Six months) July to December 2013 *USD*	(Twelve months) Full year 2013 *USD*
AISC per ounce of gold sold[1]	**695**	708	799

[1] AISC is a non-GAAP financial performance measures and is intended to provide additional information only. It does not have any standardised definitions under HKAS and HKFRS, it should not be considered in isolation or as a substitute for measures of performance prepared in accordance with HKAS and HKFRS. Although the World Gold Council has published a standardised definition, other companies may calculate these measures differently.

	30 June 2014 ***USD'000***	31 December 2013 *USD'000*
FINANCIAL POSITION		
Current Assets		
Bank balances and cash	**267,780**	200,575
Inventories	**47,573**	42,980
Others	**26,754**	59,301
Non-current Assets	**927,868**	929,924
Total Assets	**1,269,975**	1,232,780
Other Liabilities	**(97,289)**	(95,845)
Net Assets	**1,172,686**	1,136,935

Total assets were USD1,270.0 million (31 December 2013: USD1,232.8 million) an increase of USD37.2 million as the Group invested in both non-current and current assets. Non-current assets were USD927.9 million (31 December 2013: USD929.9 million) a decrease of USD2.0 million as the Group invested USD29.6 million in property, plant and equipment, USD33.4 million in other receivables and available-for-sale investments, these increases offset by amortisation and depreciation charge of USD68.3 million. Current assets were USD342.1 million (31 December 2013: USD302.9 million) an increase of USD39.2 million mainly due to an increase in cash of USD67.2 million, the reclassification of an available-for-sale investments of USD8.1 million with maturity in May 2015 from non-current assets to current assets, these increases offset by the decrease in value added tax ("VAT") receivable by USD44.4 million that was refunded during the current period.

Net Asset Value

As at 30 June 2014, the Group's total net assets amounted to USD1,172.7 million, representing an increase of USD35.8 million as compared to USD1,136.9 million as at 31 December 2013. The increase in net assets was mainly due to the profit for the period of USD34.3 million.

Cash Flow, Liquidity and Financial Resources

	For the six months ended	
	30 June 2014 ***USD'000***	31 December 2013 *USD'000*
CASH FLOW SUMMARY		
Net cash from Operating Activities	**135,181**	96,150
Net cash used in Investing Activities	**(68,030)**	(48,068)
Net cash from Financing Activities	**–**	101,086
Net increase in cash and cash equivalents	**67,151**	149,168
Cash and cash equivalents at the beginning of the period	**200,575**	51,133
Effect of foreign exchange rate changes	**54**	274
Cash and cash equivalents at the end of the period	**267,780**	200,575

The Group's cash balance at the end of June 2014 increased by USD67.2 million to USD267.8 million (31 December 2013: USD200.6 million). The Group generated net cash inflows from operating activities for the six months ended 30 June

2014 of USD135.2 million, mainly from the sale of gold and silver in the period and the receipt of a VAT refund of USD44.4 million. Cash used in investing activities was USD68.0 million as USD30 million was invested in available-for-sale investments, USD38.8 million for property, plant and equipment (which included USD5.9 million in near mine exploration and evaluation), USD0.7 million for regional exploration and USD1.5 million from interest received.

Material Acquisitions and Disposals of Subsidiaries and Associated Companies

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

Exposure to Fluctuations in Exchange Rates and Related Hedge

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

In 2014, the Group entered into foreign currency forward contracts to sell USD and purchase IDR at a fixed rate in the normal course of business in order to limit its exposure to adverse fluctuations in currency exchange rates. Management will continue to monitor the Group's foreign currency exposure and consider other hedging policies should the need arise.

Business Outlook

At the beginning of 2014, the Company issued production guidance for calendar year 2014 in the range 230,000 to 250,000 ounces of gold and 2 million ounces of silver. AISC was estimated to be between USD750 per ounce and USD850 per ounce for the full year (refer to the announcement of the Company dated 22 January 2014). In July 2014, the Company advised the market (refer to the announcement of the Company dated 14 July 2014) that the Company will likely achieve the upper end of the guidance for gold production (i.e. 250,000 ounces of gold). Silver guidance at 2 million ounces was unchanged. AISC was revised downwards from "USD750 to USD850" to "USD700 to USD800" per ounce of gold sold. The above demonstrates the robustness and highly competitive position of the Group's Martabe Gold Mine against global peers.

The Group will closely monitor costs and changes in the operating environment. It will continue to focus on operational improvements in costs and production and optimise its resources to enhance and create value for shareholders.

The Group will continue its near mine and regional exploration programmes at Martabe.

Human Resources

As at 30 June 2014, the Group had 19 employees in Hong Kong, 742 employees in Indonesia and 1 employee in Australia. Employees are remunerated at a competitive level and are rewarded according to their performance. Our Group's remuneration packages include a medical scheme, group insurance, mandatory provident fund, performance bonus and options for our employees.

According to the new share option scheme adopted by the Company on 18 June 2014, share options may be granted to directors and eligible employees of the Group to subscribe for shares in the Company in accordance with the terms and conditions stipulated therein.

EXPLORATION, RESOURCE AND RESERVE DEVELOPMENT ACTIVITIES

Figure 1: Martabe Mine Location.

Martabe Overview

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

Martabe, with a resource base of 8.1 million ounces of gold and 73.8 million ounces of silver, is G-Resources Group's core starter asset. Martabe commenced production from the Purnama pit in July 2012 and reached full production in 2013.

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

Operations

The operations team at Martabe consists of approximately 2,500 people, with a target of 70% local employment from the Batangtoru district and a further 25% national employees from around the Indonesian archipelago.

Safety

Safety performance at Martabe in the first half of 2014 has been good with a total of two lost time injuries. Two too many, but by international standards and comparisons, nevertheless a good safety record.

The safety performance at Martabe compares with the best performance in the industry. This outstanding performance is a direct reflection of quality of management and leadership across the Martabe Mine site.

Resource Development and Exploration

G-Resources continued its aggressive exploration programme on the Martabe CoW during the six months ending June 2014, with resource development and exploration programmes in the immediate vicinity of the Martabe Mine and exploration programmes in other areas of the CoW. A total of 14,307 metres of drilling was completed utilising a fleet of portable diamond drill rigs supported by a helicopter operation.

Resource Development Activity

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

- Diamond Drilling at the Purnama and Barani deposits.
- Receipt of final 2013 drilling results from the Uluala Hulu deposit and subsequent interpretation to identify a potential addition to the Mineral Resource Estimate.
- Geological mapping, surface sampling and geological investigations at multiple prospects in the Martabe District.

Diamond Drilling

A total of 14,307 metres of diamond drilling for 76 drill holes was completed. This consisted of 44 holes at the Purnama Deposit, 22 holes at the Barani Deposit and 10 holes on early stage exploration targets close to the Martabe Deposits. Drilling results from Uluala Hulu in 2013 were received and interpreted in January 2014. These new drilling results will likely result in updated Mineral Resource Estimates for the Purnama, Barani and Uluala Hulu deposits.

Drill rigs in operation at Purnama Pit.

The main exploration effort was to locate extensions to the Purnama Deposit to the south east and at depth. Some of the better results from this programme were:

- 19.0 metres @ 7.56 g/t Au (Purnama south east),
- 32.6 metres @ 2.08 g/t Au, and
- 65.5 metres @ 1.41 g/t Au (Purnama depth extensions).

At the Barani Deposit, a southern extension of the Mineral Resource Estimate at least 200m long was identified and drilling commenced. Significant results included:

- 32.0 metres @ 1.24 g/t Au.

Extensions and additional mineralised zones were identified at the Uluala Hulu deposit and drilled in late 2013. Results were received and interpreted in January 2014. Significant results included:

- 20.4 metres @ 3.00 g/t Au (Uluala Hulu).

These JORC compliant exploration results quoted above were previously detailed in the 29 May 2014 release "G-Resources – Exploration Update".

Resource Estimation

No changes to the Mineral Resource Estimate are reported during the half year. It is anticipated that drilling in the first quarter will likely result in updated Mineral Resource Estimates for the Purnama, Barani and Uluala Hulu deposits towards the end of 2014.

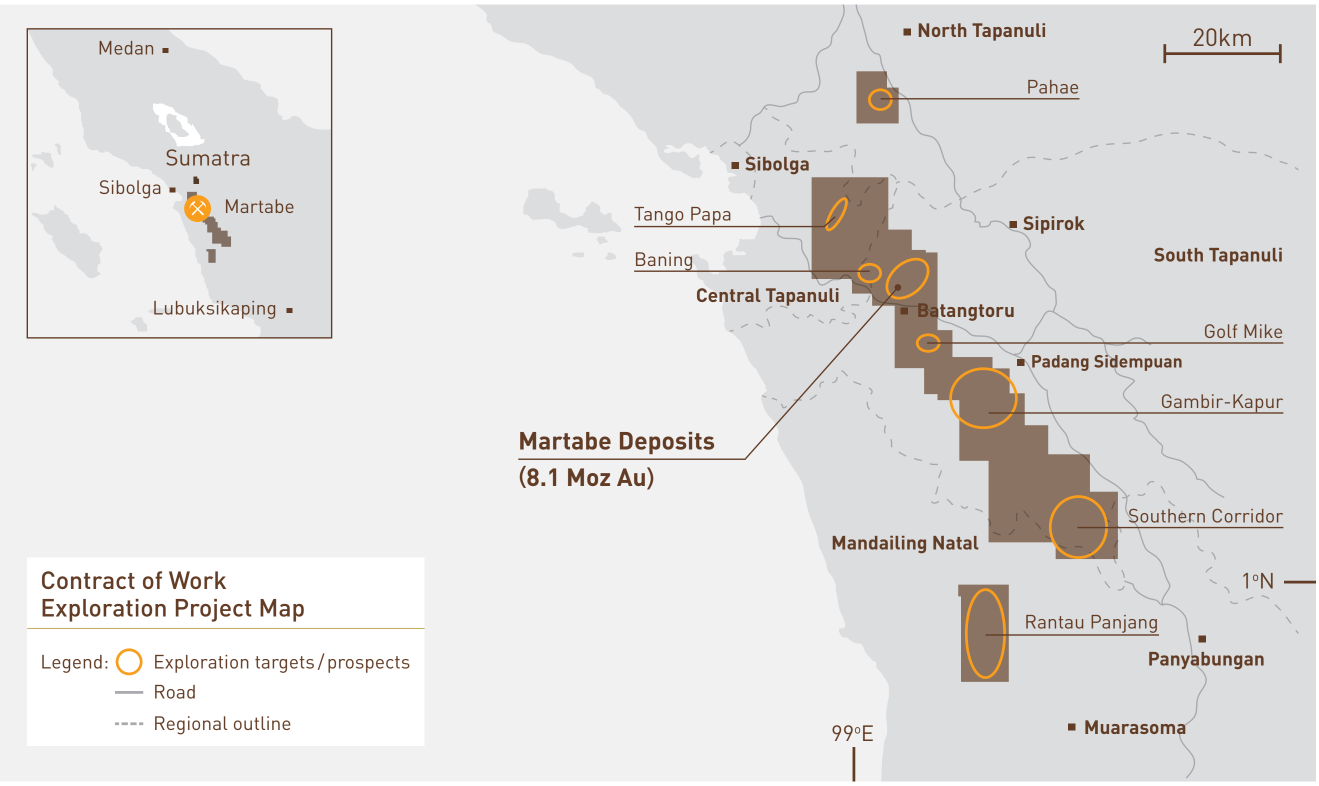


Figure 2. Martabe location, showing deposit and regional prospect locations within the CoW.

Geological Mapping, Surface Sampling and other Investigations

Significant programmes of geological mapping and sampling were completed to the north and west of the Martabe Mine area. These involved a small team of geologists and field technicians at each location, with the aim of generating new exploration targets. This work resulted in early stage drill targets being identified, on which drilling commenced in May 2014. Mapping and sampling to support new target generation will continue for the second half of 2014.

Martabe Contract of Work Exploration Activity

Exploration in the Martabe CoW consisted of geological mapping and surface sampling at the Gambir-Kapur, prospect. Exploration targets included epithermal gold targets and buried copper-gold porphyry targets. Figure 2 shows the location of this prospect.

Exploration in the CoW proceeded at a slower than anticipated pace because of delays with renewals of Forestry and Environmental permit renewals. These permits allow G-Resources to legally access specified areas on the CoW. These permits were received mid-way through the reporting period, and no further permit renewals are required until late 2015.

REPORT ON REVIEW OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Deloitte.
德勤

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

Introduction

We have reviewed the condensed consolidated financial statements of G-Resources Group Limited (the "Company") and its subsidiaries set out on pages 14 to 28, which comprise the condensed consolidated statement of financial position as of 30 June 2014 and the related condensed consolidated statement of profit or loss, statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the six-month period then ended, and certain explanatory notes. The Main Board Listing Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and Hong Kong Accounting Standard 34 "Interim Financial Reporting" ("HKAS 34") issued by the Hong Kong Institute of Certified Public Accountants. The directors of the Company are responsible for the preparation and presentation of these condensed consolidated financial statements in accordance with HKAS 34. Our responsibility is to express a conclusion on these condensed consolidated financial statements based on our review, and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

Scope of Review

We conducted our review in accordance with Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Hong Kong Institute of Certified Public Accountants. A review of these condensed consolidated financial statements consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

Deloitte Touche Tohmatsu
Certified Public Accountants
Hong Kong
29 August 2014

GROUP RESULTS

The Board of Directors (the "Board") of G-Resources Group Limited (the "Company") presents the unaudited consolidated results of the Company and its subsidiaries (the "Group") for the six months ended 30 June 2014, together with the comparative figures for the six months ended 31 December 2013, which comprises the condensed consolidated statement of financial position as at 30 June 2014 and the related condensed consolidated statement of profit or loss, condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period ended, and explanatory notes.

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the six months ended 30 June 2014

	Notes	For the six months ended **30 June 2014** ***USD'000*** **(Unaudited)**	31 December 2013 *USD'000* (Audited)
Revenue	4	**191,433**	212,505
Cost of sales		**(134,248)**	(123,592)
Gross profit		**57,185**	88,913
Other income		**5,409**	937
Administrative expenses		**(17,180)**	(33,892)
Fair value changes of held for trading investments		**3,841**	(480)
Finance cost		**(854)**	(3,285)
Profit before taxation		**48,401**	52,193
Taxation	5	**(14,144)**	(13,088)
Profit for the period	6	**34,257**	39,105
Profit for the period attributable to:			
Owners of the Company		**33,475**	38,320
Non-controlling interests		**782**	785
		34,257	39,105
Earnings per share			
– Basic and diluted (US cent)	7	**0.13**	0.17

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2014

	For the six months ended 30 June 2014 USD'000 (Unaudited)	31 December 2013 USD'000 (Audited)
Profit for the period	**34,257**	39,105
Other comprehensive income/(expenses):		
Items that will not be reclassified subsequently to profit or loss:		
Exchange differences arising on translation	**83**	310
	83	310
Items that may be reclassified subsequently to profit or loss:		
Fair value gain/(loss) on:		
Available-for-sale investments	**2,105**	343
Hedging instruments designated in cash flow hedges	**(694)**	–
	1,411	343
Other comprehensive income for the period	**1,494**	653
Total comprehensive income for the period	**35,751**	39,758
Total comprehensive income for the period attributable to:		
Owners of the Company	**35,004**	38,973
Non-controlling interests	**747**	785
	35,751	39,758

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2014

	Notes	30 June 2014 USD'000 (Unaudited)	31 December 2013 USD'000 (Audited)
NON-CURRENT ASSETS			
Property, plant and equipment	8	**846,933**	885,575
Exploration and evaluation assets	9	**12,048**	11,340
Available-for-sale investments	10	**32,115**	7,081
Other receivable	11	**28,077**	19,703
Inventories	12	**8,695**	6,225
		927,868	929,924
CURRENT ASSETS			
Inventories	12	**47,573**	42,980
Other receivables	11	**13,318**	57,841
Held for trading investments	13	**5,262**	1,418
Available-for-sale investments	10	**8,130**	–
Pledged bank deposits		**44**	42
Bank balances and cash		**267,780**	200,575
		342,107	302,856
CURRENT LIABILITIES			
Trade and other payables	14	**25,054**	35,891
Derivative financial liabilities		**694**	–
Tax payable		**19,659**	21,691
		45,407	57,582
NET CURRENT ASSETS		**296,700**	245,274
TOTAL ASSETS LESS CURRENT LIABILITIES		**1,224,568**	1,175,198
NON-CURRENT LIABILITIES			
Other payables	14	**3,428**	2,805
Deferred tax liabilities		**33,147**	21,005
Provision for mine rehabilitation cost	15	**15,307**	14,453
		51,882	38,263
		1,172,686	1,136,935
CAPITAL AND RESERVES			
Share capital	16	**34,150**	34,150
Reserves		**1,117,903**	1,082,899
Equity attributable to owners of the Company		**1,152,053**	1,117,049
Non-controlling interests		**20,633**	19,886
TOTAL EQUITY		**1,172,686**	1,136,935

The condensed consolidated financial statements on pages 14 to 28 were approved and authorised for issue by the Board of Directors on 29 August 2014 and are signed on its behalf by:

Peter Geoffrey Albert
Director

Hui Richard Rui
Director

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2014

	Attributable to owners of the Company											
	Share capital *USD'000*	Share premium *USD'000*	Capital redemption reserve *USD'000*	Contributed surplus *USD'000*	Share options reserve *USD'000*	Cash flow hedges reserve *USD'000*	Exchange reserve *USD'000*	Investment revaluation reserve *USD'000*	(Accumulated losses)/ Retained earnings *USD'000*	Total *USD'000*	Non-controlling interests *USD'000*	Total *USD'000*
(Audited)												
At 1 July 2013	24,390	869,565	212	11,658	35,850	–	701	(3,187)	(13,883)	925,306	19,101	944,407
Profit for the period	–	–	–	–	–	–	–	–	38,320	38,320	785	39,105
Fair value gain on:												
Available-for-sale investments	–	–	–	–	–	–	–	343	–	343	–	343
Exchange difference arising on translation	–	–	–	–	–	–	310	–	–	310	–	310
Total comprehensive income for the period	–	–	–	–	–	–	310	343	38,320	38,973	785	39,758
Issue of shares	9,760	146,409	–	–	–	–	–	–	–	156,169	–	156,169
Transaction costs attributable to issue of shares	–	(3,919)	–	–	–	–	–	–	–	(3,919)	–	(3,919)
Reversal of equity-settled share-based payment	–	–	–	–	(590)	–	–	–	590	–	–	–
Recognition of equity-settled share-based payment	–	–	–	–	520	–	–	–	–	520	–	520
At 31 December 2013	**34,150**	**1,012,055**	**212**	**11,658**	**35,780**	**–**	**1,011**	**(2,844)**	**25,027**	**1,117,049**	**19,886**	**1,136,935**
(Unaudited)												
Profit for the period	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**33,475**	**33,475**	**782**	**34,257**
Fair value gain/(loss) on:												
Available-for-sale investments	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**2,105**	**–**	**2,105**	**–**	**2,105**
Hedging instruments designated in cash flow hedges	**–**	**–**	**–**	**–**	**–**	**(659)**	**–**	**–**	**–**	**(659)**	**(35)**	**(694)**
Exchange difference arising on translation	**–**	**–**	**–**	**–**	**–**	**–**	**83**	**–**	**–**	**83**	**–**	**83**
Total comprehensive (expenses)/ income for the period	**–**	**–**	**–**	**–**	**–**	**(659)**	**83**	**2,105**	**33,475**	**35,004**	**747**	**35,751**
Reversal of equity-settled share-based payment	**–**	**–**	**–**	**–**	**(7)**	**–**	**–**	**–**	**7**	**–**	**–**	**–**
At 30 June 2014	**34,150**	**1,012,055**	**212**	**11,658**	**35,773**	**(659)**	**1,094**	**(739)**	**58,509**	**1,152,053**	**20,633**	**1,172,686**

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2014

	For the six months ended	
	30 June 2014 USD'000 (Unaudited)	31 December 2013 USD'000 (Audited)
OPERATING ACTIVITIES		
Profit before taxation	**48,401**	52,193
Adjustments for:		
Interest income	**(2,584)**	(937)
Amortisation and depreciation	**63,252**	51,580
Share-based payment expenses	**–**	520
Fair value changes of held for trading investments	**(3,841)**	480
Provision/(reversal of provision) for impairment of inventories	**2,346**	(723)
Finance cost	**854**	3,285
Operating cash flows before movements in working capital	**108,428**	106,398
Increase in inventories	**(4,377)**	(746)
Increase in other receivable (non-current portion)	**(8,374)**	(9,138)
Decrease in other receivables	**44,523**	11,248
Decrease in trade and other payables	**(985)**	(11,612)
Cash generated from operations	**139,215**	96,150
Income taxes paid	**(4,034)**	–
Net cash from Operating Activities	**135,181**	96,150
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	**(38,845)**	(47,674)
Additions of exploration and evaluation assets	**(708)**	(1,289)
Purchase of available-for-sale investments	**(30,000)**	–
Interest received	**1,525**	937
Increase in pledged bank deposits	**(2)**	(42)
Net cash used in Investing Activities	**(68,030)**	(48,068)
FINANCING ACTIVITIES		
Finance cost paid	**–**	(1,164)
Net proceeds from issue of shares	**–**	152,250
Repayments of bank borrowings	**–**	(50,000)
Net cash from Financing Activities	**–**	101,086
Net increase in cash and cash equivalents	**67,151**	149,168
Cash and cash equivalents at beginning of the period	**200,575**	51,133
Effect of foreign exchange rate changes	**54**	274
Cash and cash equivalents at end of the period, represented by Bank Balances and Cash	**267,780**	200,575

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 June 2014

1. Basis of Preparation

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

During the six months ended 31 December 2013, the reporting period end date of the Group was changed from 30 June to 31 December. Accordingly, the condensed consolidated financial statements for the current period cover the six-month period from 1 January 2014 to 30 June 2014. The corresponding comparative amounts shown for the condensed consolidated statement of profit or loss, condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows and related notes cover the six-month period from 1 July 2013 to 31 December 2013 and therefore may not be comparable with amounts shown for the current period.

The condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements for the six months ended 31 December 2013.

2. Principal Accounting Policies

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

The accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 30 June 2014 are the same as those followed in the preparation of the Group's annual financial statements for the six months ended 31 December 2013.

In the current interim period, the Group has applied, for the first time, the following new interpretation and amendments to Hong Kong Financial Reporting Standards ("HKFRSs") issued by the HKICPA.

HKFRS 10, HKFRS 12 and HKAS 27 (Amendments)	Investment Entities
HKAS 32 (Amendments)	Offsetting Financial Assets and Financial Liabilities
HKAS 36 (Amendments)	Recoverable Amount Disclosures for Non-Financial Assets
HKAS 39 (Amendments)	Novation of Derivatives and Continuation of Hedge Accounting
HK(IFRIC) – Int 21	Levies

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

3. Segment Information

Information reported to the executive directors of the Company, being the chief operating decision makers, for the purpose of resource allocation and assessment of segment performance focuses on the nature of their operations and types of products and services provided. Each of the Group's business segments represents a strategic business unit that offers products and services which are subject to risks and returns that are different from those of the other business segments.

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

- Mining business; and
- Securities trading.

(a) Segment revenue and results

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

For the six months ended 30 June 2014 (Unaudited)

	Securities trading *USD'000*	**Mining business** *USD'000*	**Total** *USD'000*
Segment revenue	**–**	**191,433**	**191,433**
Segment results	**5,591**	**45,409**	**51,000**
Unallocated corporate expenses			**(2,808)**
Unallocated income			**209**
Profit before taxation			**48,401**

For the six months ended 31 December 2013 (Audited)

	Securities trading *USD'000*	Mining business *USD'000*	Total *USD'000*
Segment revenue	–	212,505	212,505
Segment results	111	56,310	56,421
Unallocated corporate expenses			(4,314)
Unallocated income			86
Profit before taxation			52,193

3. Segment Information (continued)

(b) Segment assets and liabilities

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

At 30 June 2014
(Unaudited)

	Securities trading *USD'000*	Mining business *USD'000*	Total *USD'000*
ASSETS			
Segment assets	**97,286**	**1,172,328**	**1,269,614**
Unallocated corporate assets			**361**
Total assets			**1,269,975**
LIABILITIES			
Segment liabilities	**4**	**96,737**	**96,741**
Unallocated corporate liabilities			**548**
Total liabilities			**97,289**

At 31 December 2013
(Audited)

	Securities trading *USD'000*	Mining business *USD'000*	Total *USD'000*
ASSETS			
Segment assets	48,606	1,183,684	1,232,290
Unallocated corporate assets			490
Total assets			1,232,780
LIABILITIES			
Segment liabilities	2	90,995	90,997
Unallocated corporate liabilities			4,848
Total liabilities			95,845

4. Revenue

Revenue represents revenue arising on sale of gold and silver for the period.

	For the six months ended	
	30 June 2014 ***USD'000*** **(Unaudited)**	31 December 2013 *USD'000* (Audited)
Gold	**174,135**	194,041
Silver	**17,298**	18,464
	191,433	212,505

5. Taxation

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

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

No provision for Hong Kong Profits Tax or taxation in other jurisdictions besides Indonesia has been made in the condensed consolidated financial statements for both periods as neither the Company nor any of its subsidiaries had any assessable profits or they had sufficient tax loss to cover assessable profits in the periods.

6. Profit for the Period

	For the six months ended	
	30 June 2014 ***USD'000*** **(Unaudited)**	31 December 2013 *USD'000* (Audited)
Profit for the period has been arrived at after charging/(crediting):		
Amortisation and depreciation of property, plant and equipment, included in		
– Cost of sales	**59,981**	48,028
– Administrative expenses	**3,271**	3,552
Royalties expense	**1,024**	1,146
Other taxes	**1,636**	2,924
Share-based payment expenses (included in administrative expenses)	**–**	520
Provision/(reversal of provision) for impairment of inventories	**2,346**	(723)
Exchange (gain)/loss, net	**(2,796)**	10,713
Interest income	**(2,584)**	(937)

7. Earnings Per Share

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

	For the six months ended	
	30 June 2014 ***USD'000*** **(Unaudited)**	31 December 2013 *USD'000* (Audited)
Profit for the period attributable to owners of the Company, for the purposes of basic and diluted earnings per share	**33,475**	38,320

	Number of shares	
	30 June 2014	31 December 2013
Weighted average number of ordinary shares for the purposes of basic and diluted earnings per share	**26,490,076,130**	22,911,447,833

The computation of diluted earnings per share does not assume the exercise of the Group's outstanding share options as the exercise price of those options is higher than the average market price for shares for the six months ended 30 June 2014 and 31 December 2013.

8. Movement in Property, Plant and Equipment

During the period, the Group increased its property, plant and equipment by approximately USD29,616,000 (the six months ended 31 December 2013: USD39,829,000), of which USD9,467,000 (the six months ended 31 December 2013: USD5,404,000), USD20,140,000 (the six months ended 31 December 2013: USD34,422,000) and USD9,000 (the six months ended 31 December 2013: USD3,000) were attributable to additions of the mining properties, construction in progress for the construction of Martabe Project and furniture, fixtures and equipment respectively.

9. Exploration and Evaluation Assets

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

10. Available-For-Sale Investments

	30 June 2014 ***USD'000*** **(Unaudited)**	31 December 2013 *USD'000* (Audited)
Listed debt securities, at fair value		
Senior Notes Due 2015 (Note a)	**8,130**	7,081
Senior Notes Due 2021 (Note b)	**32,115**	–
	40,245	7,081
Less: Available-for-sale investments classified as non-current assets	**(32,115)**	(7,081)
Available-for-sale investments classified as current assets	**8,130**	–

Notes:

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

(b) The balance represents the Group's investment in senior notes with principal amount of USD30,000,000 issued by a company with its shares listed on the Hong Kong Stock Exchange with maturity date of 22 January 2021 (the "Senior Notes Due 2021"). These notes are listed on the Singapore Exchange Securities Trading Limited, carry interest at a fixed rate of 8.125% per annum, payable semi-annually in arrears on 22 January and 22 July of each year, commencing on 22 July 2014.

The Senior Notes Due 2015 and Senior Notes Due 2021 were measured at fair value. In the absence of quoted market price in an active market, the fair value measurements are derived from valuation techniques using the Hull-White term structure model that include inputs for the assets or liabilities that are not based on observable market data (unobservable inputs). During the six months ended 30 June 2014, an increase in fair value of USD2,105,000 (the six months ended 31 December 2013: USD343,000) was recognised in the investment revaluation reserve.

11. Other Receivables

	30 June 2014 USD'000 (Unaudited)	31 December 2013 USD'000 (Audited)
Other receivables, net of allowance (Note a)	**41,395**	77,544
Less: Other receivable classified as non-current assets (Note a)	**(28,077)**	(19,703)
Other receivables classified as current assets (Note c)	**13,318**	57,841

Notes:

(a) As at 30 June 2014, USD28,077,000 (31 December 2013: USD19,703,000) and nil (31 December 2013: USD44,377,000) of value added tax ("VAT") paid by an Indonesian subsidiary of the Group, were classified as other receivables non-current portion and current portion respectively based on their expected refund time span, in connection with its purchase of equipment and services from suppliers for the operation and construction of the mine site. As at 31 December 2013, USD44,377,000 was classified as current portion as the Indonesian subsidiary received the refund in March 2014.

(b) There are no trade receivables as at 30 June 2014 and 31 December 2013. The Group allows a credit period of less than a week for its trade customers.

(c) An amount of USD4,000,000 (31 December 2013: USD4,000,000), which is the consideration of capital injection into PT Agincourt Resources ("PTAR"), due from PT Artha Nugraha Agung ("PTANA") was included in other receivables. The balance will be settled by PTANA through reduction of its share of dividend declared by PTAR.

12. Inventories

	30 June 2014 USD'000 (Unaudited)	31 December 2013 USD'000 (Audited)
Raw materials	**23,588**	22,903
Stockpiles	**10,123**	7,443
Work in progress	**22,557**	18,859
	56,268	49,205
Less: Inventories classified as non-current assets		
Stockpiles	**(8,695)**	(6,225)
Inventories classified as current assets	**47,573**	42,980

The portion of the stockpile that is to be processed more than twelve months from the reporting date is classified as non-current inventories.

13. Held for Trading Investments

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

14. Trade and Other Payables

	30 June 2014 USD'000 (Unaudited)	31 December 2013 USD'000 (Audited)
Trade payables (Note a)	**3,362**	3,423
Other payables (Note b)	**25,120**	35,273
Trade and other payables	**28,482**	38,696
Less: Other payables classified as non-current liabilities	**(3,428)**	(2,805)
Trade and other payables classified as current liabilities	**25,054**	35,891

Notes:

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

	30 June 2014 USD'000 (Unaudited)	31 December 2013 USD'000 (Audited)
0-60 days	**2,773**	3,268
61-90 days	**19**	97
> 90 days	**570**	58
	3,362	3,423

(b) Included in other payables are USD22,161,000 and USD2,409,000 (31 December 2013: USD21,783,000 and USD11,638,000) relating to payables by an Indonesian subsidiary of the Group for the operation of the Martabe Gold Mine and to its consultants and contractors in connection with the construction of the Martabe Gold Mine, respectively.

15. Provision for Mine Rehabilitation Cost

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

For the six months ended 31 December 2013, the provision for mine rehabilitation cost incurred for the period of USD1,561,000 (the six months ended 30 June 2014: nil) was capitalised as part of mining properties (included in property, plant and equipment).

16. Share Capital

	Number of shares	Value USD'000
Authorised:		
Ordinary shares of HKD0.01 each		
At 1 July 2013 (Audited), 31 December 2013 (Audited) and 30 June 2014 (Unaudited)	60,000,000,000	76,923
Issued and fully paid:		
Ordinary shares of HKD0.01 each		
At 1 July 2013 (Audited)	18,921,482,950	24,390
Issue of shares (Note a)	7,568,593,180	9,760
At 31 December 2013 (Audited) and 30 June 2014 (Unaudited)	26,490,076,130	34,150

Note:

(a) 7,568,593,180 shares of HKD0.01 each were issued through 7,568,593,180 rights shares at a subscription price of HKD0.16 per rights share on the basis of two rights shares for every five existing shares held. Details of the rights issue were set out in the Company's announcement dated 28 August 2013 and prospectus dated 11 September 2013.

All the shares issued by the Company during the six months ended 31 December 2013 rank pari passu with the then existing ordinary shares in all respects.

17. Share-Based Payment Transactions

The Company's share option scheme was adopted pursuant to a resolution passed on 30 July 2004 (the "2004 Scheme") which was expired on 29 July 2014. The Company adopted a new share option scheme pursuant to a resolution passed by shareholders on 18 June 2014 (the "2014 Scheme") for the purpose of providing incentives or rewards to directors, employees, customers, suppliers, providers of research, development or technical support, shareholders and holders of securities of the Group and its invested entities, in which the Group holds not less than 10% equity interest ("Eligible Participants"). Under the 2014 Scheme, the Board of Directors of the Company may grant options to Eligible Participants to subscribe for shares in the Company.

Share-based payment was recognised over the vesting period based on the management's estimation of the timing when the vesting conditions are met. No share option was granted under the 2004 Scheme and 2014 Scheme during the six months ended 30 June 2014 and 31 December 2013.

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

	Number of share options
At 1 July 2013 (Audited)	1,397,990,261
Adjustments during the period (Note)	180,184,457
Forfeited during the period	(28,802,175)
At 31 December 2013 (Audited)	1,549,372,543
Forfeited during the period	(282,425)
At 30 June 2014 (Unaudited)	1,549,090,118

Note: The Company has made adjustments to the outstanding share options and exercise price upon the completion of the rights issue of shares which was announced on 28 August 2013 and completed on 7 October 2013 as detailed in note 16.

For the six months ended 31 December 2013, the Group recognised share-based expenses of USD520,000 (the six months ended 30 June 2014: nil).

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

18. Operating Leases

The Group as lessee

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

	30 June 2014 ***USD'000*** **(Unaudited)**	31 December 2013 *USD'000* (Audited)
Within one year	**751**	797
In the second to fifth year inclusive	**767**	1,134
	1,518	1,931

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

19. Fair value measurements of financial instruments

FAIR VALUE OF THE GROUP'S FINANCIAL ASSETS AND FINANCIAL LIABILITIES THAT ARE MEASURED AT FAIR VALUE ON A RECURRING BASIS

Some of the Group's financial assets and financial liabilities are measured at fair value at the end of each reporting period. The following gives information about how the fair values of these financial assets and financial liabilities are determined (in particular, the valuation technique(s) and inputs used), as well as the level of the fair value hierarchy into which the fair value measurements are categorised (levels 1 to 3) based on the degree to which the inputs to the fair value measurements is observable.

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active market for identical assets or liabilities;
- Level 2 fair value measurements are those derived from inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Fair value measurements recognised in the condensed consolidated statement of financial position

There is no transfer between Level 1, 2 and 3 during the period. The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the input to the fair value measurements are observable and the significance of the inputs to the fair value measurement:

	Level 1 *USD'000*	Level 2 *USD'000*	Level 3 *USD'000*	Total *USD'000*
At 30 June 2014 (Unaudited)				
Financial assets				
Listed debt securities				
(classified as available-for-sale investments) (Note a)	**–**	**–**	**40,245**	**40,245**
Held for trading investments (Note b)	**5,262**	**–**	**–**	**5,262**
Financial liabilities				
Derivative financial liabilities (Note c)	**–**	**694**	**–**	**694**
At 31 December 2013 (Audited)				
Financial assets				
Listed debt securities				
(classified as available-for-sale investments) (Note a)	–	–	7,081	7,081
Held for trading investments (Note b)	1,418	–	–	1,418

Notes:

(a) The fair value of available-for-sale investments is determined in accordance with the Hull-White term structure model. The key inputs include those can be observed in the market in addition to unobservable inputs such as company specific financial information. The fair value of the available-for-sale investments is measured with the assumptions including discount rate, time to maturity, mean reverting rate and volatility. The lower the discount rate or shorter the time to maturity, the higher the fair value.

(b) The fair value of held for trading investments with standard terms and conditions and traded in active liquid markets are determined with reference to quoted market bid prices.

(c) The fair value of derivative financial liabilities, representing foreign currency forward contracts, are determined in accordance with discounted cash flow. Future cash flows are estimated based on forward exchanges rates (from observable forward exchanges rates at the end of the reporting period) and contracted forward rates, discounted at a rate that reflects the credit risk of various counterparties.

The directors consider that the carrying amounts of financial assets and financial liabilities recorded at amortised cost in the condensed consolidated financial statements approximate their fair values.

19. Fair value measurements of financial instruments (continued)

FAIR VALUE OF THE GROUP'S FINANCIAL ASSETS AND FINANCIAL LIABILITIES THAT ARE MEASURED AT FAIR VALUE ON A RECURRING BASIS (continued)

Reconciliation of Level 3 fair value measurements of financial assets

	Listed debts securities (classified as available-for-sale investments) *USD'000*
At 1 July 2013 (Audited)	6,738
Gain recognised in other comprehensive income (Note)	343
At 31 December 2013 (Audited)	7,081
Purchases	30,000
Gain recognised in	
– profit or loss	1,059
– other comprehensive income (Note)	2,105
At 30 June 2014 (Unaudited)	40,245

Note: The gain included in other comprehensive income for the period related to the listed debt investments held at the end of the reporting period and is reported as changes of "investment revaluation reserve".

20. Capital Commitments

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

	30 June 2014 ***USD'000*** **(Unaudited)**	31 December 2013 *USD'000* (Audited)
Capital expenditure contracted for but not provided for in the condensed consolidated financial statements in respect of acquisition of property, plant and equipment	**2,331**	4,352
Capital expenditure authorised but not contracted for in respect of acquisition of property, plant and equipment	**38,090**	57,302

21. Related Party Disclosures

Key management personnel compensation

	For the six months ended	
	30 June 2014 ***USD'000*** **(Unaudited)**	31 December 2013 *USD'000* (Audited)
Short-term benefits	**1,647**	2,489
Share-based payments (Note)	**–**	337
Post-employment benefits	**5**	5
	1,652	2,831

Note: Share-based payments represent the portion of the total fair value at the grant date of share options issued under the 2004 Scheme and the Share Option Agreements which has been charged to the condensed consolidated statement of profit or loss during the six months ended 30 June 2014 and 31 December 2013.

INTERIM DIVIDEND

The Board does not recommend the payment of an interim dividend for the six months ended 30 June 2014 (no interim dividend for 2013).

STATUTORY DISCLOSURE

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

As at 30 June 2014, the interests and short positions of the directors and executive officers of the Company and their respective associates in the shares, underlying shares, convertible notes or debentures of the Company or its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance ("SFO")) as recorded in the register maintained by the Company pursuant to Section 352 of the SFO or as otherwise notified to the Company and The Stock Exchange of Hong Kong Limited (the "Stock Exchange") pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which were taken or deemed to have under such provisions of the SFO) or pursuant to the Model Code for Securities Transactions by directors and executive officers of the Company (the "Model Code"), were disclosed as follows in accordance with the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules"):

Long Positions in Shares and Underlying Shares of the Company

	Number of * shares / underlying shares					
Name of Directors/ Executive Officers	Personal interests	Corporate interests	Share options	Total	Approximate % of the issued share capital of the Company	*Notes*
Chiu Tao	–	–	316,316,000	316,316,000	1.19%	
Owen L Hegarty ("Mr Hegarty")	1,402,800	245,250,600	363,967,932	610,621,332	2.30%	1
Or Ching Fai	13,998,600	–	123,137,300	137,135,900	0.51%	
Peter Geoffrey Albert ("Mr Albert")	38,501,200	–	340,809,082	379,310,282	1.43%	2
Ma Xiao	–	–	56,484,999	56,484,999	0.21%	
Wah Wang Kei, Jackie	1,780,800	–	56,484,999	58,265,799	0.21%	
Hui Richard Rui	–	–	56,484,999	56,484,999	0.21%	
Arthur Ellis	294,000	–	42,928,600	43,222,600	0.16%	

* *Ordinary shares unless otherwise specified in the Note*

Notes:

1. 245,250,600 shares are held by Asia Linkage International Corp. ("Asia Linkage"), and Asia Linkage was wholly-owned by Mr Hegarty. By virtue of SFO, Mr Hegarty is deemed to have interest in all of the shares.

   Pursuant to a share option agreement entered into between Mr Hegarty and the Company on 10 May 2009, the Company agreed to grant to Mr Hegarty 227,839,082 share options upon the fulfilment of certain conditions precedent pursuant to such share option agreement. Upon fulfilment of these conditions precedent, the share options granted to Mr Hegarty became effective on 24 July 2009 and shall be valid for a maximum period of five years thereafter.

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

   Pursuant to a share option agreement entered into between Mr Albert and the Company on 10 May 2009, the Company agreed to grant to Mr Albert 227,839,082 share options upon the fulfilment of certain conditions precedent pursuant to such share option agreement. Upon fulfilment of these conditions precedent, the share option granted to Mr Albert became effective on 24 July 2009 and shall be valid for a maximum period of five years thereafter.

Save as disclosed above, none of the directors and executive officers of the Company or their associates had any interests and short positions in the shares, underlying shares, convertible notes or debentures of the Company or any of its associated corporations as recorded in the register maintained by the Company pursuant to Section 352 of the SFO or otherwise notified by the Company pursuant to the Model Code required to be disclosed in accordance with the Listing Rules as at 30 June 2014.

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

As at 30 June 2014, so far as known to the directors or executive officers of the Company, the following persons/entities are the shareholders (other than the directors or executive officers of the Company) who had interests or short positions in the shares and underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or be directly or indirectly interested in 5% or more of the nominal value of any class of share capital carrying rights to vote in all circumstances of general meetings of the Company or who were recorded in the register of substantial shareholders maintained by the Company pursuant to Section 336 of the SFO or had otherwise notified the Company.

Long Positions in Shares and Underlying Shares of the Company

Name of shareholders	Capacity	Number of shares/ underlying shares	Approximate % of the issued share capital of the Company	*Notes*
CST Mining Group Limited ("CST")	Interest of a controlled corporation	4,418,307,741 (L)	16.68%	2
Skytop Technology Limited ("Skytop")	Beneficial owner	4,418,307,741 (L)	16.68%	2
BlackRock, Inc.	Interest of a controlled corporation	2,141,619,711 (L)	8.08%	3

Notes:
1. "L" denotes long position.
2. CST is the ultimate beneficial owner of Skytop. Under Part XV of the SFO, CST is deemed to have interest in the shares of the Company held by Skytop.
3. These interests comprised 2,141,619,711 ordinary shares of the Company.

   These interests comprised the respective direct interests held by:

	Number of shares (in Long Position)
BlackRock (Isle of Man) Ltd	11,762,800
BlackRock Advisors (UK) Limited	105,155,711
BlackRock Asset Management North Asia Limited	1,227,200
BlackRock Fund Advisors	105,370,800
BlackRock Institutional Trust Company, N.A.	118,318,000
BlackRock Investment Management (Australia) Limited	9,358,800
BlackRock Investment Management (UK) Ltd	1,738,426,800
BlackRock Japan Co Ltd	51,999,600

   BlackRock, Inc. is deemed to be interested in 2,141,619,711 shares held by various of its indirectly wholly owned subsidiaries.

Save as disclosed above, the Company has not been notified by any person (other than the directors or executive officers of the Company) who had interests or short positions in the shares or underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or be directly or indirectly interested in 5% or more of the nominal value of any class of share capital carrying rights to vote in all circumstances of general meetings of the Company or who were recorded in the register of substantial shareholders maintained by the Company pursuant to Section 336 of the SFO or had otherwise notified the Company as at 30 June 2014.

Share Option

1. Share Option Scheme

The Company's old share option scheme adopted on 30 July 2004 ("2004 Share Option Scheme") was expired on 29 July 2014. In order to continue to provide incentives and rewards to the eligible employees and participants, the Company adopted a new share option scheme pursuant to a resolution passed by the shareholders of the Company on 18 June 2014. The following table discloses movements in the Company's share options held by each of the directors and the employees of the Company in aggregate granted under the 2004 Share Option Scheme during the six months ended 30 June 2014:

Name or Category of participants	Date of grant	Exercisable period	*Notes*	Exercise price *HKD*	Outstanding as at 01.01.2014	Granted during the period	Exercised during the period	Cancelled during the period	Lapsed during the period	Outstanding as at 30.06.2014	Market value per share at date of grant of options *HKD*	Option value per share *HKD*
(a) DIRECTORS												
Chiu Tao	23.11.2009	23.11.2009 – 22.11.2014	1	0.4869	158,158,000	–	–	–	–	158,158,000	0.5400	0.2412
	01.12.2010	01.12.2010 – 30.11.2015	2	0.6196	158,158,000	–	–	–	–	158,158,000	0.5200	0.1814
Owen L Hegarty	01.12.2010	01.12.2010 – 30.11.2015	2	0.6196	136,128,850	–	–	–	–	136,128,850	0.5200	0.1814
Or Ching Fai	23.11.2009	23.11.2009 – 22.11.2014	1	0.4869	10,167,300	–	–	–	–	10,167,300	0.5400	0.2412
	03.03.2011	03.03.2011 – 02.03.2016	2	0.6196	112,970,000	–	–	–	–	112,970,000	0.5400	0.2170
Peter Geoffrey Albert	01.12.2010	01.12.2010 – 30.11.2015	2	0.6196	112,970,000	–	–	–	–	112,970,000	0.5200	0.1814
Ma Xiao	20.10.2009	20.10.2009 –19.10.2014	1	0.4249	4,466,898	–	–	–	–	4,466,898	0.4750	0.2288
	23.11.2009	23.11.2009 – 22.11.2014	1	0.4869	35,072,601	–	–	–	–	35,072,601	0.5400	0.2412
	01.12.2010	01.12.2010 – 30.11.2015	2	0.6196	16,945,500	–	–	–	–	16,945,500	0.5200	0.1814
Wah Wang Kei, Jackie	20.10.2009	20.10.2009 –19.10.2014	1	0.4249	4,466,898	–	–	–	–	4,466,898	0.4750	0.2288
	23.11.2009	23.11.2009 – 22.11.2014	1	0.4869	35,072,601	–	–	–	–	35,072,601	0.5400	0.2412
	01.12.2010	01.12.2010 – 30.11.2015	2	0.6196	16,945,500	–	–	–	–	16,945,500	0.5200	0.1814
Hui Richard Rui	20.10.2009	20.10.2009 –19.10.2014	1	0.4249	4,466,898	–	–	–	–	4,466,898	0.4750	0.2288
	23.11.2009	23.11.2009 – 22.11.2014	1	0.4869	35,072,601	–	–	–	–	35,072,601	0.5400	0.2412
	01.12.2010	01.12.2010 – 30.11.2015	2	0.6196	16,945,500	–	–	–	–	16,945,500	0.5200	0.1814
Total for Directors					**858,007,147**	**–**	**–**	**–**	**–**	**858,007,147**		

Name or Category of participants	Date of grant	Exercisable period	*Notes*	Exercise price *HKD*	Outstanding as at 01.01.2014	Granted during the period	Exercised during the period	Cancelled during the period	Lapsed during the period	Outstanding as at 30.06.2014	Market value per share at date of grant of options *HKD*	Option value per share *HKD*
(b) EMPLOYEES	20.10.2009	20.10.2009 – 19.10.2014	1	0.4249	6,075,708	–	–	–	–	6,075,708	0.4750	0.2288
	23.11.2009	23.11.2009 – 22.11.2014	1	0.4869	24,683,945	–	–	–	–	24,683,945	0.5400	0.2412
	04.12.2009	04.12.2009 – 03.12.2014	1	0.4869	31,631,600	–	–	–	–	31,631,600	0.5200	0.2289
	13.05.2010	13.05.2010 – 12.05.2015	1	0.4869	5,648,500	–	–	–	–	5,648,500	0.4750	0.1929
	01.12.2010	01.12.2010 – 30.11.2015	2	0.6196	30,060,406	–	–	–	–	30,060,406	0.5200	0.1814
	01.12.2010	01.12.2010 – 30.11.2015	2	0.5311	27,564,680	–	–	(282,425)	–	27,282,255	0.5200	0.2021
	02.03.2011	02.03.2011 – 01.03.2016	2	0.6196	19,204,900	–	–	–	–	19,204,900	0.5400	0.2174
	08.07.2011	08.07.2011 – 07.07.2016	3	0.6816	22,029,150	–	–	–	–	22,029,150	0.6400	0.2474
	03.01.2012	03.01.2012 – 02.01.2017	4	0.5311	30,501,900	–	–	–	–	30,501,900	0.4400	0.1426
	10.01.2012	10.01.2012 – 09.01.2017	4	0.5311	3,389,100	–	–	–	–	3,389,100	0.4400	0.1287
Total for Employees					**200,789,889**	**–**	**–**	**(282,425)**	**–**	**200,507,464**		
(c) OTHERS	23.11.2009	23.11.2009 – 22.11.2014	1	0.4869	4,518,800	–	–	–	–	4,518,800	0.5400	0.2412
Total for Others					**4,518,800**	**–**	**–**	**–**	**–**	**4,518,800**		
Total for Scheme					**1,063,315,836**	**–**	**–**	**(282,425)**	**–**	**1,063,033,411**		

Notes:

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

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

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

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

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

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

4. The share options will vest upon the occurrence of:
   i) as to 50%, 180 days after the first gold production by G-Resources Martabe Pty Ltd and its subsidiary under the Martabe Project;
   ii) as to 25%, upon the process plant of the Martabe Project being in operation and having reached its designed capacity of not less than a monthly cumulated average of gold production of 90% of the board approved production output for that year over a period of any six consecutive months after the first gold production at the Martabe Project; and
   iii) as to 25%, upon the process plant of the Martabe Project being in operation and having reached its designed capacity of not less than a monthly cumulated average of gold production of 90% of the board approved production output for that year over a period of any twelve consecutive months after the first gold production at the Martabe Project,

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

2. Share Option Agreements

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

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

Name or Category of participants	Date of grant	Exercisable period	*Note*	Exercise price *HKD*	Outstanding as at 01.01.2014	Granted during the period	Exercised during the period	Cancelled during the period	Lapsed during the period	Outstanding as at 30.06.2014	Market value per share at date of grant of options *HKD*	Option value per share *HKD*
(a) DIRECTORS												
Owen L Hegarty	15.07.2009	24.07.2009 – 23.07.2014	1	0.3408	227,839,082	–	–	–	–	227,839,082	0.4150	0.1962
Peter Geoffrey Albert	15.07.2009	24.07.2009 – 23.07.2014	1	0.3408	227,839,082	–	–	–	–	227,839,082	0.4150	0.1962
Total for Directors					**455,678,164**	**–**	**–**	**–**	**–**	**455,678,164**		
(b) EMPLOYEES	15.07.2009	03.08.2009 – 02.08.2014	1	0.3563	30,378,543	–	–	–	–	30,378,543	0.4150	0.1959
Total for Employees					**30,378,543**	**–**	**–**	**–**	**–**	**30,378,543**		
Total					**486,056,707**	**–**	**–**	**–**	**–**	**486,056,707**		

Note:

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

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

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

During the six months ended 30 June 2014, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities.

Compliance with the Corporate Governance Code

The Company has adopted the principles and complied with the Corporate Governance Code and Corporate Governance Report (the "CG Code") as set out in Appendix 14 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules") for the six months ended 30 June 2014, except for the deviation as set out below:

Code provision A.4.1 stipulates that non-executive directors should be appointed for a specific term and subject to re-election. The existing independent non-executive directors do not have a specific term of appointment but are subject to retirement by rotation and re-election at the annual general meeting under the Bye-laws of the Company. As such, the Company considers that sufficient measures have been taken to ensure that the Company has good corporate governance practices.

Model Code for Securities Transactions by Directors

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") set out in Appendix 10 to the Listing Rules as its own code of conduct regarding directors' securities transactions. Enquiry has been made of all directors, and the directors have confirmed compliance with the required standard set out in the Model Code during the six months ended 30 June 2014.

Audit Committee

The Audit Committee, with terms of reference in compliance with the provisions set out in the CG Code, comprises three members who were all independent non-executive directors of the Company for the six months ended 30 June 2014. The Audit Committee has reviewed with the management the accounting principles and practices adopted by the Group and discussed the auditing, internal controls and financial reporting matters. The interim report for the six months ended 30 June 2014 has been reviewed by the Company's Audit Committee and the Company's auditors, Deloitte Touche Tohmatsu.

By Order of the Board
Chiu Tao
Chairman
Hong Kong, 29 August 2014

CORPORATE INFORMATION

Board of Directors

Executive Directors

Mr Chiu Tao, *Chairman*
Mr Owen L Hegarty, *Vice-Chairman*
Mr Peter Geoffrey Albert, *Chief Executive Officer*
Mr Ma Xiao, *Deputy Chief Executive Officer*
Mr Wah Wang Kei, Jackie
Mr Hui Richard Rui

Independent Non-Executive Directors

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

Investment and Management Committee

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

Audit Committee

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

Remuneration Committee

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

Nomination Committee

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

Company Secretary

Mr Wah Wang Kei, Jackie

Chief Financial Officer

Mr Arthur Ellis

Auditor

Deloitte Touche Tohmatsu

Legal Advisors

Hong Kong: Mayer Brown JSM,
Tung & Co.
Bermuda: Appleby
Indonesia: Christian Teo & Associates

Principal Bankers

Hang Seng Bank Limited
UBS AG
Industrial and Commercial Bank of China (Asia) Limited
Sumitomo Mitsui Banking Corporation

Share Registrars

Hong Kong

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

Bermuda

MUFG Fund Services (Bermuda) Limited
The Belvedere Building
69 Pitts Bay Road
Pembroke HM08
Bermuda

Registered Office

Canon's Court
22 Victoria Street
Hamilton HM 12
Bermuda

Head Office and Principal Place of Business

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