Great Harvest Maeta Group Holdings Limited
榮豐聯合控股有限公司

(incorporated in the Cayman Islands with limited liability)
Stock code: 3683

Interim Report
2011

CONTENTS

GLOSSARY

"Ablaze Rich"	Ablaze Rich Investments Limited (耀豐投資有限公司), a company incorporated in the BVI on 1 July 2008 and the holding company of the Company
"Audit Committee"	the audit committee of the Board
"Baltic Capesize Index"	an index of the shipping prices of capesize vessels made up of 10 daily capesize vessel assessments including voyage and time charter rates published by the Baltic Exchange in London
"Baltic Dry Index"	an index of the daily average of international shipping prices of various dry bulk cargoes made up of 20 key dry bulk routes published by the Baltic Exchange in London
"Baltic Panamax Index"	an index of shipping prices of panamax vessels made up of 4 daily panamax vessel assessments of time charter rates published by the Baltic Exchange in London
"Board"	the board of Directors
"Bryance Group"	Bryance Group Limited, a company incorporated in the BVI on 28 September 2006 and a wholly-owned subsidiary of the Company
"BVI"	the British Virgin Islands
"CG Code"	the Code on Corporate Governance Practices contained in Appendix 14 to the Listing Rules
"Company"	Great Harvest Maeta Group Holdings Limited (榮豐聯合控股有限公司), an exempted company incorporated in the Cayman Islands on 21 April 2010 under the Companies Law, Cap. 22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands with limited liability
"Daily TCE"	an acronym for daily time charter equivalent, a standard industry measurement of the average daily revenue performance of a vessel. Daily TCE is calculated by dividing the voyage revenues (net of expenses such as port, canal and bunker costs) by the available days (being the number of days that the vessel was operated by the Group during the charter period minus days without charter hire due to repair and maintenance and between two charter periods and days agreed with the charterers due to speed claims or any other reasonable claims arising from the under-performance of the vessel) for the relevant time period
"Director(s)"	director(s) of the Company
"dwt"	deadweight tonnage, a measure expressed in metric tons or long tons of a ship's carrying capacity, including cargoes, bunker, fresh water, crew and provisions
"First Loan"	a term loan for the aggregate principal amount of US$65 million for the purpose of refinancing the former bank borrowings for the acquisitions of GH FORTUNE and GH RESOURCES, and for working capital purpose. US$35 million of the principal amount of such term loan shall be repaid by 36 quarterly instalments, and US$30 million thereof shall be repaid by 16 quarterly instalments, commencing 3 months from 9 January 2008

"Great Ocean"	Great Ocean Shipping Limited (浩洋船務有限公司), a company incorporated in the BVI on 29 September 2006 and a wholly-owned subsidiary of the Company
"Greater Shipping"	Greater Shipping Co., Ltd. (榮達船務有限公司), a company incorporated in the BVI on 31 May 2002 and a wholly-owned subsidiary of the Company
"Group"	the Company and its subsidiaries
"HK$" and "HK cents"	Hong Kong dollars and cents, respectively, the lawful currency of Hong Kong
"Hong Kong"	the Hong Kong Special Administrative Region of the PRC
"Joy Ocean"	Joy Ocean Shipping Limited (悦洋船務有限公司), a company incorporated in the BVI on 21 October 2004 and a wholly-owned subsidiary of the Company
"Listing"	the listing of the Shares on the Main Board
"Listing Date"	the date on which trading of the Shares on the Main Board first commenced on 11 October 2010
"Listing Rules"	the Rules Governing the Listing of Securities on the Stock Exchange, as amended, supplemented or otherwise modified from time to time
"Main Board"	the stock market operated by the Stock Exchange, which excludes Growth Enterprise Market of the Stock Exchange and the options market
"Model Code"	the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix 10 to the Listing Rules
"Mr. Yan"	Mr. Yan Kim Po (殷劍波先生), the chairman of the Board, an executive Director and the husband of Ms. Lam
"Ms. Lam"	Ms. Lam Kwan (林群女士), the chief executive officer of the Company, an executive Director and the wife of Mr. Yan
"PRC" or "China"	the People's Republic of China which, for the purposes of this report only, excludes Hong Kong, the Macau Special Administrative Region of the PRC and Taiwan
"RMB"	Renminbi, the lawful currency of the PRC
"Second Loan"	a term loan for the principal amount of US$39 million for the acquisition of GH POWER. The principal amount shall be repaid by 40 quarterly instalments commencing 3 months from 11 February 2008
"SFC"	the Securities and Futures Commission of Hong Kong
"SFO"	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) as amended, supplemented or otherwise modified from time to time
"Share(s)"	ordinary share(s) of HK$0.01 each in the share capital of the Company
"Share Option Scheme"	the share option scheme of the Company approved and adopted by an ordinary resolution of the shareholders at the annual general meeting of the Company held on 19 August 2011

"Stock Exchange"	The Stock Exchange of Hong Kong Limited
"Third Loan"	a term loan for the principal amount of US$26 million for the acquisition of GH GLORY. 70% of the principal amount of the bank loan shall be repayable by 28 consecutive quarterly instalments of US$650,000 commencing three months from the drawdown date, and the remaining 30% of the principal amount of the loan to be repaid together with the last quarterly instalment. Further details are set out in the Company's announcement dated 19 November 2010
"Union Apex"	Union Apex Mega Shipping Limited (聯合佳成船務有限公司), a company incorporated in Hong Kong on 2 December 2009 and a wholly-owned subsidiary of the Company
"US"	the United States of America
"US$" and "US cents"	US dollars and cents, respectively, the lawful currency of the US
"Way Ocean"	Way Ocean Shipping Limited, a company incorporated in the BVI on 8 October 2010 and a wholly-owned subsidiary of the Company

CORPORATE INFORMATION

Board of Directors

Executive Directors

Mr. YAN Kim Po (殷劍波) *(Chairman)*
Ms. LAM Kwan (林群) *(Chief Executive Officer)*
Mr. CAO Jiancheng (曹建成)

Independent non-executive Directors

Mr. CHEUNG Kwan Hung (張鈞鴻)
Mr. CHAN Chung Bun, Bunny (陳振彬)
Mr. WAI Kwok Hung (韋國洪)

Audit Committee

Mr. CHEUNG Kwan Hung (張鈞鴻)
(Chairman of Audit Committee)
Mr. CHAN Chung Bun, Bunny (陳振彬)
Mr. WAI Kwok Hung (韋國洪)

Remuneration Committee

Mr. YAN Kim Po (殷劍波)
(Chairman of remuneration committee)
Mr. CHEUNG Kwan Hung (張鈞鴻)
Mr. CHAN Chung Bun, Bunny (陳振彬)

Nomination Committee

Mr. YAN Kim Po (殷劍波)
(Chairman of nomination committee)
Mr. CHAN Chung Bun, Bunny (陳振彬)
Mr. WAI Kwok Hung (韋國洪)

Company secretary

Mr. LAU Ying Kit (劉英傑)
Certified Public Accountant

Authorised representatives

Mr. CAO Jiancheng (曹建成)
Mr. LAU Ying Kit (劉英傑)
Ms. LAM Kwan (林群)
(alternate to the authorised representatives)

Registered office

Cricket Square
Hutchins Drive
P.O. Box 2681
Grand Cayman
KY1-1111
Cayman Islands

Headquarters and principal place of business in Hong Kong

12th Floor
200 Gloucester Road
Wanchai
Hong Kong

Principal share registrar and transfer office in the Cayman Islands

Codan Trust Company (Cayman) Limited
Cricket Square
Hutchins Drive
P.O. Box 2681
Grand Cayman
KY1-1111
Cayman Islands

Hong Kong share registrar and transfer office

Tricor Investor Services Limited
26th Floor, Tesbury Centre
28 Queen's Road East
Wanchai
Hong Kong

Compliance adviser

Haitong International Capital Limited

Auditor

Deloitte Touche Tohmatsu

Legal adviser as to Hong Kong law

Chiu & Partners

Principal bankers

Standard Chartered Bank (Hong Kong) Limited
DVB Group Merchant Bank (Asia) Limited
HSH Nordbank AG
Bank of China (Hong Kong) Limited
The Hongkong and Shanghai Banking Corporation Limited

Stock code

3683

Website address

www.greatharvestmg.com

FINANCIAL HIGHLIGHTS

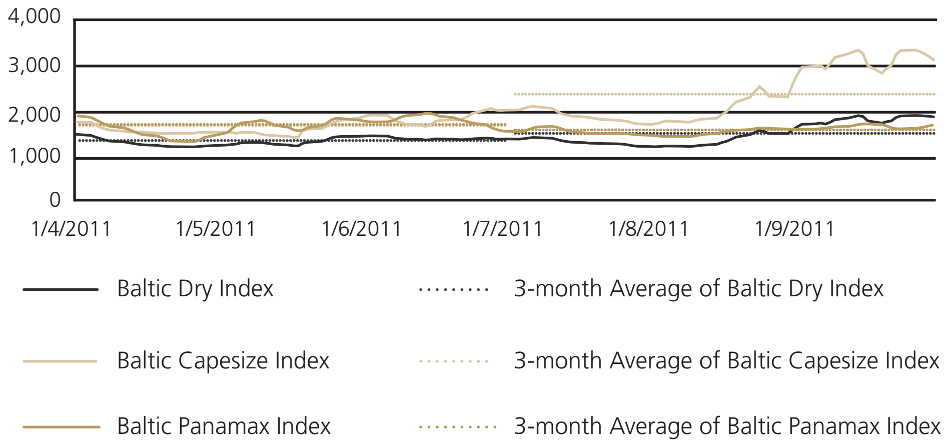
Combined statements of comprehensive income

	Six months ended 30 September (unaudited)	
	2011	2010
	US$'000	US$'000
Revenue	**13,985**	16,801
Cost of services	**(11,034)**	(11,241)
Gross profit	**2,951**	5,560
Other income	**105**	149
General and administrative expenses	**(979)**	(907)
Listing expenses	**—**	(1,655)
Other losses	**—**	—
Finance costs	**(783)**	(445)
Profit before tax	**1,294**	2,702
Income tax expenses	**—**	—
Profit for the period and total comprehensive income for the period attributable to owners of the Company	**1,294**	2,702

MANAGEMENT DISCUSSION AND ANALYSIS

Market review

The Baltic Dry Index
April 2011 — September 2011



	Baltic Dry Index	Baltic Capesize Index	Baltic Panamax Index
1 April 2011 – 30 September 2011 (half year average)	1,459	2,056	1,665
1 April 2011 – 30 June 2011 (3-month average)	1,379	1,704	1,727
1 July 2011 – 30 September 2011 (3-month average)	1,534	2,381	1,609

Spot rates of the dry bulk freight market hovered at low levels for the six months ended 30 September 2011 as a result of the combined effect of the large number of delivery and usage of newly built vessels and small growth in demand for marine transportation of dry bulk cargoes. The Baltic Panamax Index, a direct indication of the business environment of the Group's fleet, varied from 1,925 points as at 1 April 2011 to 1,726 points as at 30 September 2011, having hit 1,978 points as at 15 June 2011, the highest during the six-month period. Freight rates under substantial pressure coupled with record high fuel oil prices had undermined fleet operating performance and resulted in fluctuations of the overall Baltic Dry Index and indices of other vessel types hovering at low levels.

According to statistics from ship brokers, during the period from 1 April 2011 to 30 September 2011, 592 newly built dry bulk vessels of approximately 50 million dwt had been delivered and used, representing a growth of approximately 8% in the world dry bulk fleet size during the six-month period. However, the insignificant growth in demand for marine transportation of cargoes, among which the trade volume and marine transportation volume of Panamax vessels merely increased by 0.9% and 1.8%, respectively, during the first half of 2011, had put the overall freight market under mounting pressure of excessive supply. Nonetheless, the market was relieved to some extent by the substantial increase in demolition of aged vessels due to the pressure of declining freight rates. According to market statistics, during the period from 1 April 2011 to 30 September 2011, 231 aged dry bulk vessels of approximately 15 million dwt had been demolished, accounting for approximately 2.5% of the world dry bulk fleet size as at 30 September 2011 and representing an almost four times increase over the corresponding period in 2010.

Business overview

The Group's vessels maintained a sound technical and operational status with an overall operation rate as high as 98.3% and the average daily charter rate of our fleet reaching approximately US$14,313 per day for the six months ended 30 September 2011.

Time charter rates were lower than spot rates and transactions were rare as freight rates remained at depressed levels in the spot market. To adapt to the market changes, the Group avoided contracting out its vessels (except for GREAT HARVEST) under long term time charters at low freight rates and operated in the spot market with short-term contracts in a bid to seek and wait for more favorable market opportunities. Entering September 2011, freight rates for Capesize vessels had increased by approximately 50% as compared with the average of those during the period under review, with freight rates of other vessel types following the same upward trend. To generate higher operating revenue for the Group, we aim to capture higher charter rates for our vessels by tapping on the seasonal bullish market in the fourth quarter of 2011.

Outlook

Driven by favorable seasonal factors such as coal transportation and export of grains from North America for winter demand, the spot rate for dry bulk has been rising since September 2011. In particular, the significant increase in spot rate of Capesize vessels has brought greater positive impact on the overall freight market and kicked off the winter freight market with an upward trend this year. However, it is currently expected that spot rate will only see a slight recovery going forward as a result of the lingering oversupply in the overall shipping market.

In 2012, the delivery and usage of newly built vessels will continue to be substantial, according to statistics on new vessel orders. Excessive vessel supply due to expansion in fleet size exceeding the growth in demand for marine transportation will continue to exert impact and pressure on the spot market in the coming year. Development of the time charter market will be even more difficult with a depressed spot rate market. A likely solution to the situation would be to speed up or at least keep up the pace of the demolition of aged vessels. According to statistics from ship brokers, vessels aged over 25 years in the current world dry bulk fleet aggregated to approximately 70 million dwt. As such, a demolition rate same as that of 2011 will certainly relieve the pressure arising from expansion in fleet size to a certain extent.

Amidst the current difficult and volatile operating environment, the Group aims to generate higher operating revenue and will insist on its prudent operating strategies by chartering out its vessels to creditworthy users at higher charter rates when market opportunities arise. In a bid to consolidate and expand our scope of business, we currently intend to identify new development opportunities and/or expand our business and diversify our income streams by actively considering expansion into other businesses, such as the upstream business, apart from the shipping business.

Financial review

Revenue

Revenue of the Group decreased from about US$16.8 million for the six months ended 30 September 2010 to about US$14.0 million for the six months ended 30 September 2011, representing a decrease of about US$2.8 million, or about 16.8%. It comprised time charter income of about US$8.4 million (constituted about 59.9% of the revenue of the Group), voyage charter income of about US$2.3 million (constituted about 16.6% of the revenue of the Group) and service income of about US$3.3 million (constituted about 23.5% of the revenue of the Group) for the period under review. Such decrease was mainly attributable to the decrease in average Daily TCE of the Group's fleet from about US$24,000 for the six months ended 30 September 2010 to about US$14,000 for the six months ended 30 September 2011.

Cost of services

Cost of services of the Group decreased from about US$11.2 million for the six months ended 30 September 2010 to about US$11.0 million for the six months ended 30 September 2011, representing a decrease of about US$0.2 million or about 1.8%. The decrease of cost of services was mainly due to (i) the decrease in depreciation expenses arising from the reassessment of residual value of vessels; (ii) the decrease in the dry-docking expenses accrued for GREAT HARVEST, one of the Group's Panamax dry bulk vessels; and (iii) partial offset by the effect of the operating costs of the new vessel, GH GLORY, which was acquired in the second half of last year.

Gross profit

Gross profit of the Group decreased from about US$5.6 million for the six months ended 30 September 2010 to about US$3.0 million for the six months ended 30 September 2011, representing a decrease of about US$2.6 million or about 46.9%, while the gross profit margin decreased from about 33.1% for the six months ended 30 September 2010 to about 21.1% for the six months ended 30 September 2011. The decrease in gross profit margin of the Group was attributable to the decrease in gross profit deriving from the time charter segment due to the decrease in average Daily TCE of the Group's vessels.

General and administrative expenses

General and administrative expenses of the Group increased from about US$0.9 million for the six months ended 30 September 2010 to about US$1.0 million for the six months ended 30 September 2011, representing an increase of about US$0.1 million or about 7.9%, mainly attributable to the expenses incurred by Union Apex, which had been engaged in administrative work for all the operational and commercial activities of our other operating subsidiaries since June 2010.

Finance costs

Finance costs of the Group increased from about US$0.4 million for the six months ended 30 September 2010 to about US$0.8 million for the six months ended 30 September 2011, representing an increase of about US$0.4 million or about 76.0%. Such increase was mainly attributable to the bank loan for the acquisition of GH GLORY.

Profit and total comprehensive income

Profit of the Group decreased from about US$2.7 million for the six months ended 30 September 2010 to about US$1.3 million for the six months ended 30 September 2011, representing a decrease of about US$1.4 million, or about 52.1%. Such decrease was mainly due to (i) the decrease in gross profit of about US$2.6 million; and (ii) the increase in finance costs of about US$0.4 million. As the decrease in gross profit and the increase in finance costs during the period under review were rather significant, the absence of listing expenses during the period under review, which amounted to about US$1.7 million for the six months ended 30 September 2010, was still insufficient to offset the decrease in the profit of the Group during the period under review.

Liquidity, financial resources, capital structure and gearing ratio

As at 30 September 2011, the Group's bank balances and cash amounted to about US$8.7 million (as at 31 March 2011: about US$5.8 million), of which about 98.6% were denominated in US$ and about 1.4% in HK$. Outstanding bank loans amounted to about US$54.2 million (as at 31 March 2011: about US$57.7 million), of which 100% (as at 31 March 2011: 100%) were denominated in US$.

As at 30 September 2011 and 31 March 2011, the Group had a gearing ratio (being the bank loans of the Group divided by the total assets of the Group) of about 31.3% and 32.4% respectively. The decrease in gearing ratio as at 30 September 2011 was mainly due to the repayment of the principal amount of the Group's bank loans.

The Group's net current assets/liabilities value position had improved from net current liabilities of about US$1.2 million as at 31 March 2011 to net current assets of about US$3.2 million as at 30 September 2011, representing an increase of about US$4.4 million, or about 369%. Such increase was mainly due to the repayments of bank loans by the Group.

The Group's liquidity requirements will be satisfied by a combination of cash flow generated from the working capital arising from operating activities and bank loans.

Bank loans and disclosure under Rules 13.13 to 13.19 of the Listing Rules

Pursuant to Rule 13.18 of the Listing Rules, a general disclosure obligation will arise where an issuer or any of its subsidiaries enters into a loan agreement that includes a condition imposing specific performance obligations on any controlling shareholders, such as a requirement to maintain a specified minimum holding in the share capital of the issuer. As at 30 September 2011, the Group recorded outstanding bank loans of about US$54.2 million. The bank loans, namely the First Loan, the Second Loan and the Third Loan, were for financing the acquisition of vessels of the Group and were secured by, inter alia, the following:

- Corporate guarantee from the Company;
- First preferred mortgages over the vessels held by Bryance Group, Joy Ocean, Great Ocean and Way Ocean, respectively;
- Assignment of the charter-hire income and insurance in respect of the vessels held by Bryance Group, Joy Ocean, Great Ocean and Way Ocean, respectively;
- Charges over shares of each of Bryance Group, Joy Ocean, Great Ocean and Way Ocean.

The above bank loans were provided to the Group on the conditions that, inter alia, Mr. Yan, Ms. Lam and/or any company controlled by them shall jointly hold at least 51% (for the First Loan and Third Loan) and at least 65% (for the Second Loan only) shareholding interests in the Company respectively. Moreover, in relation to the Second Loan, it will be an event of default if any two of Mr. Yan, Ms. Lam and Mr. Cao Jiancheng cease to be the executive Directors of the Company without the lender's consent.

Save as disclosed above, the Directors have confirmed that, as at the date of this interim report, there are no other circumstances that would give rise to a disclosure requirement under Rules 13.13 to 13.19 of the Listing Rules.

Use of proceeds

The net proceeds (after deduction of related issuance costs) from the Company's initial public offering amounted to approximately HK$189,700,000, equivalent to approximately US$24,300,000. The net proceeds were partially applied up to 30 September 2011 with the proposed applications set out in the prospectus of the Company dated 27 September 2010, as follows:

— Approximately US$20,000,000 was used for acquiring GH GLORY, a then newly built second-hand Panamax dry bulk vessel, in 2010; and

— The balance was used for working capital and other general corporate purposes.

Charges on assets

As at 30 September 2011, the Group had pledged the following assets to banks as securities against banking facilities granted to the Group:

	30 September 2011 US$'000 (Unaudited)	31 March 2011 US$'000 (Audited)
Property, plant and equipment	**153,560**	159,534
Pledged bank deposits	**2,048**	3,598
	155,608	163,132

Exposure to fluctuations in exchange rate risk and related hedges

The Group's transactions and monetary assets were primarily denominated in US$. Operating expenses of the Group's Hong Kong subsidiary were primarily denominated in HK$ and the bank loans of the Group were denominated in US$. As the Group does not have significant foreign currency transactions or balances, the Directors consider that the level of foreign currency exposure for the Group is relatively minimal.

During the six months ended 30 September 2011, the Group had not adopted any financial instruments for hedging purposes.

Contingent liabilities

There were no significant contingent liabilities for the Group as at 30 September 2011.

Interim dividend

The Board does not recommend any interim dividend for the six months ended 30 September 2011 (Dividend for the six months ended 30 September 2010: US$Nil).

Purchase, sale or redemption of the Company's listed securities

Neither the Company nor any of its subsidiaries had purchased, redeemed or cancelled any of the Company's listed securities during the six months ended 30 September 2011.

Employees

As at 30 September 2011, the Group had employed a total of 123 employees (as at 31 March 2011: 120 employees). For the six months ended 30 September 2011, the total salaries and related costs (including Directors' fees) amounted to approximately US$2.5 million (as at 31 March 2011: US$4.1 million). It is the Group's policy to remunerate its employees with reference to the relevant market situation, and accordingly the Group's employees' remuneration level remains at a competitive level and is adjusted in accordance with the employees' performance. Other benefits offered by the Group include mandatory provident fund scheme and medical insurance.

BOARD OF DIRECTORS AND SENIOR MANAGEMENT

The updated biographies of the Directors and senior management of the Company are set out as below:

Board of Directors

Executive Directors

Mr. YAN Kim Po (殷劍波), aged 50, is the chairman of the Company, an executive Director and the co-founder of the Group. Mr. Yan is the spouse of Ms. Lam. Mr. Yan is primarily responsible for the operation of the Board and is the key decision-maker of the Group. He is responsible for the Group's overall strategic planning and the management and development of the Group's businesses. Mr. Yan is also a director of each of the subsidiaries of the Company. Mr. Yan is an experienced entrepreneur and has extensive experience in the marine transportation industry and in the investment, development, production, processing, operating and trading of mining and steel industry. Mr. Yan was appointed as Justice of Peace and was granted a Doctor of Philosophy Honoris Causa from Lansbridge University, Canada. He was also honoured as World Outstanding Chinese in 2010. He is currently a director of Adex Mining Inc. (TSXV Stock code: ADE), a company listed on the TSX Venture Exchange in Canada. He is also a fellow of the Hong Kong Institute of Directors and the chairman of the Hong Kong Energy and Minerals United Associations (International) Limited. He is also active in social affairs and was appointed as the Honorary Chairman of Hong Kong Association of Youth Development, the Honorary President of the Junior Police Call, the Honorary President of the Fire Safety Ambassador Club and a member of the Friends of the Community Chest Shatin District Committee. Mr. Yan is currently a director of Ablaze Rich, which has an interest in such number of Shares under Divisions 2 and 3 of Part XV of the SFO as disclosed in the section headed "Corporate Governance and Other Information — Directors' interests in Shares and underlying Shares of the Company" of this interim report.

Ms. LAM Kwan (林群), aged 43, is the chief executive officer of the Company, an executive Director and the co-founder of the Group. Ms. Lam is the spouse of Mr. Yan. Ms. Lam is primarily responsible for the Group's day-to-day management and overall business operations as well as its finance and administrative management. She is also a director of each of the subsidiaries of the Company. Ms. Lam has extensive experience in the marine transportation industry. Ms. Lam is currently a director of Adex Mining Inc. (TSXV Stock code: ADE), a company listed on the TSX Venture Exchange in Canada. She is also a director of Pok Oi Hospital and a fellow of the Hong Kong Institute of Directors. She graduated from Dongbei University of Finance and Economics in 1990 with a bachelor degree in English for Finance in the Department of Foreign Language for Finance. Ms. Lam is currently a director of Ablaze Rich, which has an interest in such number of Shares under Divisions 2 and 3 of Part XV of the SFO as disclosed in the section headed "Corporate Governance and Other Information — Directors' interests in Shares and underlying Shares of the Company" of this interim report.

Mr. CAO Jiancheng (曹建成), aged 55, has been serving as an executive Director of the Company since June 2010. Mr. Cao is responsible for the Group's overall operational management. Mr. Cao has more than 29 years of experience in the marine transportation industry. Mr. Cao has been a captain of ocean-going cargo ships since around 1982. Before joining the Group, he had worked for 廣州海順船務有限公司 (Guangzhou Hai Shun Shipping Corporation) as a captain from 1985 to 1989. Mr. Cao also worked for Hong Kong Ming Wah Shipping Company Limited from 1989 to 2000 as an operator, chartering member, deputy manager, manager and vice-president during that period. He also held management position as a manager at Valles Steamship Company Limited. Mr. Cao completed the training course for international shipping professional education and obtained a certificate of completion from 上海海運學院 (Shanghai Maritime Institute) in December 1991 through long distance learning, and graduated from Murdoch University with a Master degree of Business Administration in March 1999. Mr. Cao had also been a captain as recognised by the Maritime Affairs Inspection Bureau of the PRC, the Directorate General of Consular and Maritime Affairs of The Republic of Panama and the Bureau of Maritime Affairs of the Ministry of Transport of The Republic of Liberia.

Independent non-executive Directors

Mr. CHEUNG Kwan Hung (張鈞鴻), aged 60, has been serving as an independent non-executive Director of the Company since September 2010. Mr. Cheung obtained a Higher Diploma in Accountancy from the Hong Kong Polytechnic in 1978, and is a qualified accountant in both United Kingdom and Hong Kong. Mr. Cheung has been in the investment banking, corporate management and consultancy profession for over 19 years. Mr. Cheung is currently also an independent non-executive director of two companies listed on the Main Board of the Stock Exchange, namely PetroAsian Energy Holdings Limited (Stock Code: 850), NewOcean Energy Holdings Limited (Stock Code: 342), and Mobile Telecom Network (Holdings) Limited (Stock Code: 8266) which is listed on the Growth Enterprise Market of the Stock Exchange.

Mr. CHAN Chung Bun, Bunny (陳振彬), aged 53, has been serving as an independent non-executive Director of the Company since September 2010. Mr. Chan has extensive experience in commerce and is currently the chairman of Prospectful Holdings Limited. Mr. Chan is active in community affairs in Hong Kong. He is the chairman of the Commission of Youth of Hong Kong from 1 April 2009. Mr. Chan was appointed as Justice of Peace in 2002 and was awarded the Bronze Bauhinia Star medal in 2004 and Silver Bauhinia Star medal in 2009 by the Government of Hong Kong. Mr. Chan was awarded the title of Honorary University Fellow by the Open University of Hong Kong in 2008. In November 2010, Mr. Chan was appointed as the member of the Steering Committee on Community Care Fund.

Mr. WAI Kwok Hung (韋國洪), aged 57, has been serving as an independent non-executive Director of the Company since September 2010. Mr. Wai has been an independent director of a Hong Kong listed company, Town Health International Investments Limited (Stock code: 3886) since July 2002. He is active in the affairs of the Shatin community and is currently the chairman of the Shatin District Council of Hong Kong and the president of Shatin Sports Association Limited. Mr. Wai was appointed as Justice of Peace in July 2002 and was awarded the Silver Bauhinia Star medal in 2008 by the government of Hong Kong.

Senior management

Mr. SUNG Lik Man (宋力文), aged 39, the vice general manager of the Group. Mr. Sung is responsible for the Group's overall operational management. He obtained his bachelor's degree in Maritime Management from Dalian Maritime University (大連海事大學) in July 1995. Mr. Sung has extensive experiences in the marine transportation industry and he joined the Group in June 2010 as the vice general manager of Union Apex. Before joining Union Apex, Mr. Sung was the chartering manager of Million Miles Shipping (Hong Kong) Limited from March 2003 to June 2010. Before joining Million Miles Shipping (Hong Kong) Limited, Mr. Sung also worked for COSCO (Hong Kong) Shipping Co., Ltd., a subsidiary of China COSCO Holdings Company Limited, a company listed on the Main Board of the Stock Exchange (Stock Code:1919), from February 2000 to February 2003.

Mr. LAU Ying Kit (劉英傑), aged 37, has been serving as the chief financial officer and company secretary of the Company since August 2010. Mr. Lau is responsible for the oversight of the Group's financial and accounting operations, and company secretarial and internal control function. Mr. Lau is a member of the Hong Kong Institute of Certified Public Accountants and holds a master degree in finance from the City University of Hong Kong. Mr. Lau gained extensive experience in auditing, accounting and financing across the PRC and Hong Kong. Prior to joining the Group, Mr. Lau has worked as the chief financial officer and company secretary in several listed companies in Hong Kong. He is currently also a director of Adex Mining Inc. (TSXV Stock code: ADE), a company listed on the TSX Venture Exchange in Canada and an independent non-executive director of Kingdom Holdings Limited (Stock Code: 528), a company listed on the Main Board of the Stock Exchange.

Directors' interest in Shares and underlying Shares of the Company

As at 30 September 2011, the interests and short positions of the Directors and/or the chief executives of the Company in the shares, underlying shares and debentures of the Company and its associated corporations (within the meaning of Part XV of the SFO) which were required to be (i) notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which he or she was taken or deemed to have under such provisions of the SFO); or (ii) recorded in the register required to be kept by the Company under section 352 of the SFO; or (iii) notified to the Company and the Stock Exchange pursuant to the Model Code, were as follows:

Interest in Shares and underlying Shares of the Company:

Name of Director	Capacity/nature of interest	Number of Shares held *(Note 1)*	Approximate percentage of interest (%)
Mr. Yan	Interest in a controlled corporation *(Note 2)*	614,765,000 (L)	74.07%
Ms. Lam	Interest in a controlled corporation *(Note 2)*	614,765,000 (L)	74.07%

Note(s):

(1) The letter "L" denotes the person's long position in the Shares and underlying Shares of the Company.

(2) These 614,765,000 Shares were held by Ablaze Rich, the entire issued share capital of which was owned as to 51% by Mr. Yan and as to 49% by Ms. Lam, who were also directors of Ablaze Rich. Each of Mr. Yan and Ms. Lam was deemed to be interested in the Shares held by Ablaze Rich by virtue of the SFO.

Interest in shares and underlying shares of an associated corporation:

Name of Director	Name of associated corporation	Capacity/nature of interest	Number of shares held *(Note)*	Approximate percentage of interest (%)
Mr. Yan	Ablaze Rich	Beneficial owner	10,200 (L)	51.00%
Ms. Lam	Ablaze Rich	Beneficial owner	9,800 (L)	49.00%

Note: The letter "L" denotes the person's long position in the shares and underlying shares of an associated corporation.

Save as disclosed above, as at 30 September 2011, none of the Directors or chief executive of the Company had any interests or short positions in the shares, underlying shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO or which are required, pursuant to section 352 of the SFO, to be entered in the register referred to therein, or are required, pursuant to the Model Code to be notified to the Company and the Stock Exchange.

Substantial shareholders' interests in Shares and underlying Shares of the Company

As at 30 September 2011, the following persons (other than a Director or chief executive of the Company) were interested in 5% or more of the issued share capital of the Company which were recorded in the register required to be kept by the Company pursuant to section 336 of the SFO, or to be disclosed under the provisions of Divisions 2 and 3 of Part XV of the SFO and the Listing Rules:

Name of shareholder	Capacity and nature of interest	Number of Shares held *(Note)*	Approximate percentage of interest (%)
Ablaze Rich	Beneficial owner	614,765,000 (L)	74.07%

Note: The letter "L" denotes the person's long position in the Shares of the Company or the relevant Group member.

Save as disclosed above, as at 30 September 2011, the Company had not been notified by any persons (other than Directors or chief executives of the Company) who had interests or short positions in the shares, underlying shares and debentures 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 which were recorded in the register required to be kept by the Company under section 336 of the SFO.

Share Option Scheme

The Company has adopted the Share Option Scheme on 19 August 2011 to provide incentives to eligible participants (including employees, Directors including non-executive Directors and independent non-executive Directors, suppliers, customers, advisers, consultants and invested entity of our Company or any of its subsidiaries) for their contribution to the long term growth of our Group and to enable the Company to attract and retain high calibre employees. The terms of the Share Option Scheme are in accordance with the provisions of Chapter 17 of the Listing Rules.

No share options were granted, exercised or cancelled by the Company under the Share Option Scheme since its adoption up to 30 September 2011.

On 21 October 2011, share options in respect of 17,700,000 Shares were granted by the Company under the Share Option Scheme. Please refer to the Company's announcement dated 21 October 2011 for details.

Compliance with the CG Code

The Company has adopted the principles and code provisions set out in the CG Code contained in Appendix 14 to the Listing Rules as the Company's code on corporate governance practices. Throughout the six months ended 30 September 2011 and up to the date of this interim report, the Company has been in compliance with the code provisions set out in the CG Code.

Compliance with the Model Code

The Company has adopted the Model Code as its code of conduct regarding Directors' securities transactions.

The Directors have confirmed that, following specific enquiry by the Company, they have complied with the required standards as set out in the Model Code throughout the six months ended 30 September 2011 and up to the date of this interim report.

Appreciation

The Board would like to sincerely thank all our staff for their hard work and all our business partners for their trust and support.

On behalf of the Board
Yan Kim Po
Chairman

Hong Kong, 25 November 2011

AUDIT COMMITTEE REPORT

The Audit Committee has reviewed with the management of the Group the accounting principles and practices adopted by the Group and discussed internal control and financial reporting matters including a general review of the unaudited condensed consolidated financial information of the Group for the six months ended 30 September 2011. In carrying out this review, the Audit Committee has relied on a review conducted by the Group's external auditor 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 and reports obtained from the management of the Group. The Audit Committee has not undertaken detailed independent audit checks.

Members of the Audit Committee
Mr. CHEUNG Kwan Hung *(Chairman)*
Mr. CHAN Chung Bun, Bunny
Mr. WAI Kwok Hung

Hong Kong, 25 November 2011

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

Deloitte.
德勤

TO THE BOARD OF DIRECTORS OF
GREAT HARVEST MAETA GROUP HOLDINGS LIMITED
(incorporated in the Cayman Islands with limited liability)

Introduction

We have reviewed the interim financial information set out on pages 21 to 34, which comprises the condensed consolidated statement of financial position of Great Harvest Maeta Group Holdings Limited and its subsidiaries as of 30 September 2011 and the related condensed consolidated statement of 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 this interim financial information in accordance with HKAS 34. Our responsibility is to express a conclusion on this interim financial information 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 interim financial information consists of making inquiries, 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 interim financial information is not prepared, in all material respects, in accordance with HKAS 34.

Deloitte Touche Tohmatsu
Certified Public Accountants
Hong Kong
25 November 2011

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 September 2011

	NOTES	Six months ended 30 September 2011 US$'000 (Unaudited)	2010 US$'000 (Unaudited)
Revenue	3	**13,985**	16,801
Cost of services		**(11,034)**	(11,241)
Gross profit		**2,951**	5,560
Other income	4	**105**	149
General and administrative expenses		**(979)**	(907)
Listing expenses		**—**	(1,655)
Finance costs	5	**(783)**	(445)
Profit before tax		**1,294**	2,702
Taxation	6	**—**	—
Profit for the period and total comprehensive income attributable to owners of the Company	7	**1,294**	2,702
Earnings per share			
Basic (US cents)	9	**0.16**	0.42

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 September 2011

	NOTES	30 September 2011 US$'000 (Unaudited)	31 March 2011 US$'000 (Audited)
Non-current assets			
Property, plant and equipment	10	**153,575**	159,534
Finance lease receivable		**1,603**	1,521
Restricted bank deposits	11	**4,000**	4,000
		159,178	165,055
Current assets			
Trade and other receivables	12	**4,094**	3,292
Pledged bank deposits	11	**2,048**	3,598
Bank balances and cash		**8,657**	5,804
		14,799	12,694
Current liabilities			
Other payables and accruals	13	**1,846**	3,437
Bank loans — due within one year	14	**9,723**	10,456
		11,569	13,893
Net current assets/(liabilities)		**3,230**	(1,199)
Total assets less current liabilities		**162,408**	163,856
Non-current liabilities			
Bank loans — due after one year	14	**44,466**	47,208
		117,942	116,648
Capital and reserves			
Share capital	15	**1,064**	1,064
Reserves		**116,878**	115,584
Equity attributable to owners of the Company		**117,942**	116,648

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 September 2011

	Attributable to owners of the Company					
	Share capital US$'000	**Share premium** US$'000	**Special reserve** US$'000	**Other reserve** US$'000 (Note)	**Retained profits** US$'000	**Total** US$'000
At 1 April 2010 (audited)	40	—	—	—	72,651	72,691
Profit for the period representing total comprehensive income	—	—	—	—	2,702	2,702
Issue of shares	6	—	—	—	—	6
Special reserve arising from exchange of shares upon group reorganisation	(46)	—	46	—	—	—
Capitalisation of the amounts due to directors	—	—	—	13,636	—	13,636
At 30 September 2010 (unaudited)	—	—	46	13,636	75,353	89,035
At 1 April 2011 (audited)	**1,064**	**25,120**	**46**	**13,636**	**76,782**	**116,648**
Profit for the period and total comprehensive income	**—**	**—**	**—**	**—**	**1,294**	**1,294**
At 30 September 2011 (unaudited)	**1,064**	**25,120**	**46**	**13,636**	**78,076**	**117,942**

Note: Other reserve represents capitalisation of amounts due to directors, who are the ultimate controlling shareholders of the Company.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 September 2011

	Six months ended 30 September	
	2011	2010
	US$'000	US$'000
	(Unaudited)	(Unaudited)
Operating activities		
Profit before tax	**1,294**	2,702
Depreciation of property, plant and equipment	**5,975**	5,647
Others	**(21)**	(26)
	7,248	8,323
Increase in trade and other receivables	**(802)**	(1,072)
(Decrease)/increase in other payables and accruals	**(1,577)**	117
Net cash from operating activities	**4,869**	7,368
Investing activities		
Withdrawal/(placement) of pledged bank deposits	**1,550**	(1,088)
Purchase of property, plant and equipment	**(16)**	—
Net cash from/(used in) investing activities	**1,534**	(1,088)
Financing activities		
Repayment of bank loans	**(3,550)**	(6,150)
Others	**—**	6
Net cash used in financing activities	**(3,550)**	(6,144)
Net increase in cash and cash equivalents	**2,853**	136
Cash and cash equivalents at beginning of the period	**5,804**	461
Cash and cash equivalents at end of the period, represented by bank balances and cash	**8,657**	597

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2011

1. General

The Company was incorporated as an exempted company in the Cayman Islands with limited liability under the Companies Law, Chapter 22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands on 21 April 2010. The shares of the Company had been listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "Stock Exchange") with effect from 11 October 2010.

Pursuant to the corporate reorganisation (the "Corporate Reorganisation") to rationalise the Group's structure in preparation for the listing of the Company's shares on the Stock Exchange, Ablaze Rich Investments Limited ("Ablaze Rich"), a company incorporated in the British Virgin Islands which was held by Mr. Yan Kim Po ("Mr. Yan") and his wife, Ms. Lam Kwan ("Ms. Lam"), acquired the entire interest in Bryance Group Limited, Great Ocean Shipping Limited, Greater Shipping Co., Ltd., Joy Ocean Shipping Limited and Union Apex Mega Shipping Limited (collectively referred to as the "Subsidiaries"), which were directly or indirectly held by Mr. Yan and Ms. Lam, by shares swap on 13 September 2010. Pursuant to the above Corporate Reorganisation, the Company was incorporated and interspersed between Ablaze Rich and the Subsidiaries, and became the holding company of the companies now comprising the Group on the same date. Details of the Corporate Reorganisation are set out in the section headed "Reorganisation" in Appendix V to the prospectus of the Company dated 27 September 2010.

The Corporate Reorganisation completed on 13 September 2010 was regarded as a reorganisation of companies under common control. Accordingly, the Group resulting from the Corporate Reorganisation including the Company and its subsidiaries is regarded as a continuing entity. The condensed consolidated financial statements are prepared using merger accounting based on the guidance in Accounting Guideline 5 "Merger accounting for common control combinations" as if the Corporate Reorganisation had occurred from the date when the combining entities first came under the control of the ultimate controlling party.

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

For the six months ended 30 September 2011

2. Principal accounting policies

The condensed consolidated financial statements have been prepared on the historical cost basis.

The accounting policies used in the condensed consolidated financial statements for the six months ended 30 September 2011 are the same as those followed in the preparation of the Group's annual financial statements for the year ended 31 March 2011.

In the current interim period, the Group has applied, for the first time, the following new or revised standards and interpretations ("new or revised HKFRSs") issued by the HKICPA.

HKFRSs (Amendments)	Improvements to HKFRSs issued in 2010
HKAS 24 (Revised 2009)	Related Party Disclosures
HK(IFRIC) — Int 14 (Amendments)	Prepayments of a Minimum Funding Requirement
HK(IFRIC) — Int 19	Extinguishing Financial Liabilities with Equity Instruments

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

The Group has not early applied new or revised standards and interpretation that have been issued but are not yet effective. The following new or revised standards and interpretation have been issued after the date the consolidated financial statements for the year ended 31 March 2011 were authorised for issuance and are not yet effective:

HKAS 1 (Amendments)	Presentation of Items of Other Comprehensive Income[1]
HKAS 19 (Revised 2011)	Employee Benefits[2]
HK(IFRIC) — Int 20	Stripping Costs in the Production Phase of a Surface Mine[2]

1 Effective for annual periods beginning on or after 1 July 2012.

2 Effective for annual periods beginning on or after 1 January 2013.

The directors of the Company anticipate that the application of the new or revised standards and interpretation will have no material impact on the results and financial position of the Group.

For the six months ended 30 September 2011

3. Revenue and segment information

Revenue represents the net amounts received and receivable for services rendered by the Group to outside customers and less discounts.

	Six months ended 30 September	
	2011	2010
	US$'000	US$'000
	(Unaudited)	(Unaudited)
Time charter income	**8,383**	14,348
Voyage charter income	**2,323**	—
Service income	**3,279**	2,453
	13,985	16,801

HKFRS 8 "Operating Segments" requires operating segments to be identified on the basis of internal reports about components of the Group that are regularly reviewed by the chief operating decision maker (i.e. executive directors) in order to allocate resources to segments and to assess their performance. The information reported to the Group's chief operating decision maker for the purpose of resource allocation and assessment of performance is prepared based on the overall operation of vessels on a combined basis, hence the Group has only one operating segment.

The chief operating decision maker regularly reviews the revenue components of time charter income, voyage charter income and service income, which is considered as a single operating segment on a combined basis. The gross profit and profit before tax are also reported internally on a combined basis for the resources allocation and performance assessment by the chief operating decision maker. Accordingly, no separate segment information is prepared.

4. Other income

	Six months ended 30 September	
	2011	2010
	US$'000	US$'000
	(Unaudited)	(Unaudited)
Interest income from bank deposits	**2**	—
Finance income	**82**	72
Others	**21**	77
	105	149

For the six months ended 30 September 2011

5. Finance costs

	Six months ended 30 September	
	2011	2010
	US$'000	US$'000
	(Unaudited)	(Unaudited)
Interest on bank loans		
— wholly repayable within five years	**43**	81
— not wholly repayable within five years	**665**	321
Loan arrangement fee	**75**	43
	783	445

6. Taxation

No provision for Hong Kong Profits Tax has been made for the Group's overseas subsidiaries as their income neither arises in, nor is derived from, Hong Kong during the six months ended 30 September 2011 and 2010.

No provision for Hong Kong Profits Tax has been made for the Group's subsidiary incorporated in Hong Kong as the subsidiary has no assessable profit during the six months ended 30 September 2011 and 2010.

In the opinion of the directors, there is no taxation arising in other jurisdictions.

7. Profit for the period

	Six months ended 30 September	
	2011	2010
	US$'000	US$'000
	(Unaudited)	(Unaudited)
Profit for the period has been arrived at after charging:		
Depreciation of property, plant and equipment	**5,975**	5,647

8. Dividend

The directors do not recommend the payment of an interim dividend for the six months ended 30 September 2011 (1.4.2010 to 30.9.2010: nil).

9. Basic earnings per share

For the six months ended 30 September 2011, the number of shares for the purpose of basic earnings per share has been determined on the basis of 830,000,000 ordinary shares in issue throughout the period.

For the six months ended 30 September 2010, the number of shares for the purpose of basic earnings per share has been determined on the basis of 640,000,000 ordinary shares issued pursuant to the Corporate Reorganisation and the capitalisation issue on 8 October 2010 that were deemed to have become effective on 1 April 2010.

No diluted earnings per share has been presented for both periods as the Company has no potential ordinary shares outstanding during both periods.

10. Movements in property, plant and equipment

During the six months ended 30 September 2011, the Group acquired property, plant and equipment at a cost of US$16,000 (1.4.2010 to 30.9.2010: nil).

11. Restricted Bank Deposits/Pledged Bank Deposits

The restricted bank deposits represent minimum deposits to be maintained throughout the terms of the bank loans.

The pledged deposits have been placed in designated banks as part of the securities provided for long-term bank loans granted to the Group. However, the balances in excess of quarterly loan installments can be withdrawn by the Group from time to time and so classified as current assets.

For the six months ended 30 September 2011

12. Trade and other receivables

Time charter income and service income are prepaid in advance. The credit period granted by the Group to the customers of voyage charter is within 7 days after completion of loading, signing and/or releasing bill of lading.

The following is an analysis of trade receivables presented based on the invoice date at the end of the reporting period:

	30 September 2011 US$'000 (Unaudited)	31 March 2011 US$'000 (Audited)
Trade receivables		
0–30 days	**137**	571
31–365 days	**58**	218
Over 365 days	**94**	41
	289	830
Other receivable, prepayment and deposits	**3,805**	2,462
	4,094	3,292

13. Other payables and accruals

	30 September 2011 US$'000 (Unaudited)	31 March 2011 US$'000 (Audited)
Other payables and accruals	**621**	606
Receipts in advance from charterers	**1,225**	2,831
	1,846	3,437

14. Bank loans

	30 September 2011 US$'000 (Unaudited)	31 March 2011 US$'000 (Audited)
Bank loans	**54,900**	58,450
Loan arrangement fee	**(711)**	(786)
	54,189	57,664
Bank loans are repayable as follows:		
Within one year	**9,723**	10,456
More than one year, but not exceeding two years	**4,986**	5,485
More than two years, but not exceeding five years	**13,606**	13,556
Over five years	**25,874**	28,167
	54,189	57,664
Less: Amounts due within one year shown under current liabilities	**(9,723)**	(10,456)
Amounts due after one year	**44,466**	47,208

During the period, the Group made repayment of bank loans amounting to US$3,550,000 (1.4.2010 to 30.9.2010: US$6,150,000).

For the six months ended 30 September 2011

15. Share capital

The following changes in the share capital of the Company took place during the period from 21 April 2010 (date of incorporation) to 30 September 2011:

	Notes	Number of ordinary shares at HK$0.01 per share	Amount HK$
Authorised:			
At 21 April 2010 (date of incorporation)	a	38,000,000	380,000
Increase in authorised share capital	b	962,000,000	9,620,000
At 30 September 2010, 31 March 2011 and 30 September 2011		1,000,000,000	10,000,000
Issued:			
Allotted and issued on 21 April 2010	a	1	—
Issue of shares upon completion of Corporate Reorganisation on 13 September 2010	b	499	5
At 30 September 2010		500	5
Capitalisation issue	c	639,999,500	6,399,995
Issue of shares upon the public offer and the placing	d	190,000,000	1,900,000
At 31 March 2011 and 30 September 2011		830,000,000	8,300,000

	30 September 2011 US$'000 (Unaudited)	31 March 2011 US$'000 (Audited)
Shown in the condensed consolidated financial statements	**1,064**	1,064

Notes:

a. The Company was incorporated on 21 April 2010 with an authorised share capital of HK$380,000 divided into 38,000,000 ordinary shares of HK$0.01 each. On the same date, one subscriber share was issued.

b. On 13 September 2010, the authorised share capital of HK$380,000 was increased by HK$9,620,000 divided into 962,000,000 ordinary shares, of which 499 shares were allotted and issued on the same date. These new shares ranked pari passu in all respects with the existing shares.

15. Share capital (continued)

Notes: (continued)

c. The directors of the Company were authorised to capitalise the amount of HK$6,399,995 (equivalent to US$821,000) standing to the credit of the share premium account of the Company by applying such sum in paying up in full at par 639,999,500 ordinary shares of HK$0.01 each of the Company for allotment and issue to the shareholders of the Company on the register of members of the Company on 13 September 2010. On 8 October 2010, the directors of the Company allotted and issued such shares as aforesaid and gave effect on the capitalisation issue.

d. On 8 October 2010, 160,000,000 ordinary shares of HK$0.01 each were issued pursuant to the Company's initial public offering at a price of HK$1.13 per share. On 11 October 2010, the shares of the Company were listed on the Stock Exchange. On 12 October 2010, a further 30,000,000 ordinary shares of HK$0.01 each were issued at HK$1.13 per share pursuant to the exercise of an over-allotment option.

16. Pledge of assets

At the end of the reporting period, the Group had pledged the following assets to banks as securities against banking facilities granted to the Group:

	30 September 2011 US$'000 (Unaudited)	31 March 2011 US$'000 (Audited)
Property, plant and equipment	**153,560**	159,534
Pledged bank deposits	**2,048**	3,598
	155,608	163,132

For the six months ended 30 September 2011

17. Related party transactions

During the period, the Group has entered into the following related party transactions with the related companies:

	Six months ended 30 September	
	2011	2010
	US$'000	US$'000
	(Unaudited)	(Unaudited)
Agency fee expenses	**—**	47
Voyage charter income	**1,512**	—
Rental expenses	**134**	82

The related companies are companies in which Mr. Yan and Ms. Lam are ultimate controlling shareholders.

The remuneration of key management personnel during the period was as follows:

	Six months ended 30 September	
	2011	2010
	US$'000	US$'000
	(Unaudited)	(Unaudited)
Short-term employment benefits	**414**	172
Post-employment benefits	**4**	1
	418	173

18. Events after the end of the reporting period

On 21 October 2011, the board of directors of the Company approved the grant of a total of 17.7 million share options by the Company, each carrying the right to subscribe for one share of par value of HK$0.01 each, at the exercise price of HK$1.15 per share to directors and employees of the Group (the "Grantees"), subject to their acceptance, under the share option scheme adopted by the Company on 19 August 2011 (the "Scheme"). The share options shall entitle the Grantees to subscribe for a total of 17.7 million new ordinary shares of par value HK$0.01 each in the share capital of the Company, representing approximately 2.13% of the issued share capital of the Company as at the date of approval of the Scheme. Details of the grant of share options under the Scheme are set out in the Company's announcement dated 21 October 2011.

The Group will account for the share options by recognising an expense over the vesting period.