

**QUARTERLY REPORT**

This is a quarterly report on consolidated results for the period ended 30 September 2014  
The figures have not been audited.

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 SEPTEMBER 2014**

	INDIVIDUAL QUARTER		CUMULATIVE	
	CURRENT YEAR QUARTER 30 SEP 2014 RM '000	PRECEDING YEAR CORRESPONDING QUARTER 30 SEP 2013 RM '000	CURRENT YEAR TO DATE 30 SEP 2014 RM '000	PRECEDING YEAR TO DATE 30 SEP 2013 RM '000
Revenue	539,788	449,666	2,192,162	2,158,212
Other operating income	11,708	11,433	26,522	32,386
Operating profit	23,109	40,588	80,887	149,297
Share of (loss)/profit of joint ventures	(3,041)	528	(1,037)	1,228
Profit before taxation	20,068	41,116	79,850	150,525
Taxation	19,040	(4,458)	33,826	(15,348)
Profit after taxation	39,108	36,658	113,676	135,177
<b>Other comprehensive income:</b>				
Fair value (loss)/gain on cash flow hedges	(814)	1,141	(259)	1,216
<b>Total comprehensive income for the period</b>	<b>38,294</b>	<b>37,799</b>	<b>113,417</b>	<b>136,393</b>
<b>Profit attributable to:</b>				
Equity holders of the Company	39,086	36,434	113,448	134,581
Non-controlling interests	22	224	228	596
	39,108	36,658	113,676	135,177
<b>Total comprehensive income attributable to:</b>				
Equity holders of the Company	38,272	37,575	113,189	135,797
Non-controlling interests	22	224	228	596
	38,294	37,799	113,417	136,393
Earnings per share attributable to equity holders of the Company:				
(i) Basic (sen)	2.4	2.3	7.1	8.4
(ii) Dilutive (sen)	2.4	2.3	7.1	8.4

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2014**

	AS AT END OF CURRENT QUARTER 30 SEP 2014 RM '000	AS AT PRECEDING FINANCIAL YEAR END 31 DEC 2013 RM '000
<b>Non-Current Assets</b>		
<i>Property, Plant and Equipment</i>	1,582,076	1,512,284
<i>Prepaid Land Lease Payments</i>	240,400	244,730
<i>Investment in Joint Ventures</i>	19,559	20,596
<i>Goodwill</i>	62,783	62,783
<i>Deferred Tax Assets</i>	96,147	61,208
	<u>2,000,965</u>	<u>1,901,601</u>
<b>Current Assets</b>		
<i>Inventories</i>	12,678	12,582
<i>Trade &amp; Other Receivables</i>	2,035,883	2,480,835
<i>Derivatives</i>	1,288	1,918
<i>Cash and Cash Equivalents</i>	806,163	623,184
	<u>2,856,012</u>	<u>3,118,519</u>
<b>Current Liabilities</b>		
<i>Trade &amp; Other Payables</i>	1,831,556	2,128,096
<i>Derivatives</i>	493	574
<i>Provisions</i>	1,653	1,653
<i>Borrowings</i>	390,000	290,000
<i>Provision for Taxation</i>	13,479	13,418
	<u>2,237,181</u>	<u>2,433,741</u>
<b>Net Current Assets</b>	<u>618,831</u>	<u>684,778</u>
	<u><u>2,619,796</u></u>	<u><u>2,586,379</u></u>
<b>Equity attributable to equity holders of the Company</b>		
<i>Share Capital</i>	800,000	800,000
<i>Share Premium</i>	818,263	818,263
<i>Cash Flow Hedge Reserve</i>	1,119	1,378
<i>Retained Earnings</i>	997,658	964,210
	<u>2,617,040</u>	<u>2,583,851</u>
<b>Non-controlling interests</b>	<u>2,756</u>	<u>2,528</u>
<b>Total equity</b>	<u><u>2,619,796</u></u>	<u><u>2,586,379</u></u>
	<u><u>2,619,796</u></u>	<u><u>2,586,379</u></u>

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 SEPTEMBER 2014**

	CUMULATIVE	
	CURRENT YEAR TO DATE 30 SEP 2014 RM '000	PRECEDING YEAR TO DATE 30 SEP 2013 RM '000
Profit before taxation	79,850	150,525
Adjustments for:		
Property, plant and equipment		
- depreciation	48,069	43,000
- write off	877	134
Amortisation of land use rights	4,330	6,588
Provision for warranty	22,901	5,245
Net reversal of impairment loss of trade receivables	-	(1,956)
Interest income	(11,555)	(13,434)
Change in fair value of hedging derivatives	290	489
Net unrealised foreign exchange gain	(890)	(6)
Finance cost	9,480	3,019
Inventories written back	(234)	(33)
Share of loss/(profit) of joint ventures	1,037	(1,228)
Operating profit before working capital changes	154,155	192,343
Inventories	138	(1,165)
Trade and other receivables	443,056	(249,592)
Trade and other payables	(317,238)	(312,365)
Cash generated from/(used in) operations	280,111	(370,779)
Tax paid	(5,916)	(9,251)
Refund from tax	5,447	-
Net Cash Flow generated from/(used in) Operating Activities	279,642	(380,030)
Purchase of property, plant and equipment	(118,738)	(105,836)
Interest received	11,555	13,434
Net Cash Flow used in Investing Activities	(107,183)	(92,402)
Interest paid	(9,480)	(3,019)
Dividends paid on ordinary shares	(80,000)	(160,000)
Drawdown on revolving credit facilities	634,000	453,000
Repayment on revolving credit facilities	(534,000)	(163,000)
Net Cash Flow generated from Financing Activities	10,520	126,981
Net Change in Cash & Cash Equivalents	182,979	(345,451)
Cash & Cash Equivalents at the beginning of the year	623,184	890,288
Cash & Cash Equivalents at the end of the period	806,163	544,837

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2014.

	<----Equity attributable to equity holders of the Company---->						
	Share Capital RM '000	Share Premium RM '000	Distributable Retained Earnings RM '000	Cash flow Hedge Reserve RM '000	Total RM '000	Non-controlling Interests RM '000	Total Equity RM '000
<b>9 MONTHS ENDED 30 SEPTEMBER 2014</b>							
<b>At 1 January 2014</b>	800,000	818,263	964,210	1,378	2,583,851	2,528	2,586,379
Total comprehensive income	-	-	113,448	(259)	113,189	228	113,417
<b>Transaction with equity holders of the Company</b>							
Dividend on ordinary shares	-	-	(80,000)	-	(80,000)	-	(80,000)
<b>At 30 September 2014</b>	<b>800,000</b>	<b>818,263</b>	<b>997,658</b>	<b>1,119</b>	<b>2,617,040</b>	<b>2,756</b>	<b>2,619,796</b>
<b>9 MONTHS ENDED 30 SEPTEMBER 2013</b>							
<b>At 1 January 2013</b>	800,000	818,263	887,736	83	2,506,082	4,816	2,510,898
Total comprehensive income	-	-	134,581	1,216	135,797	596	136,393
<b>Transaction with equity holders of the Company</b>							
Dividend on ordinary shares	-	-	(160,000)	-	(160,000)	-	(160,000)
<b>At 30 September 2013</b>	<b>800,000</b>	<b>818,263</b>	<b>862,317</b>	<b>1,299</b>	<b>2,481,879</b>	<b>5,412</b>	<b>2,487,291</b>

## NOTES TO THE CONDENSED FINANCIAL REPORT

The figures have not been audited.

### A1. CORPORATE INFORMATION

Malaysia Marine and Heavy Engineering Holdings Berhad is a public limited liability company incorporated and domiciled in Malaysia, and is listed on Bursa Malaysia Securities Berhad.

These condensed consolidated interim financial statements were approved by the Board of Directors on 4 November 2014.

### A2. BASIS OF PREPARATION

The condensed consolidated interim financial statements (Condensed Report) have been prepared under the historical cost convention.

These condensed consolidated interim financial statements, for the period ended 30 September 2014 have been prepared in accordance with MFRS 134 *Interim Financial Reporting* and paragraph 9.22 of the Listing Requirement of Bursa Malaysia Securities Berhad. These condensed consolidated interim financial statements also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board.

The condensed report should be read in conjunction with the audited financial statements for financial year ended 31 December 2013. The explanatory notes attached to these condensed consolidated interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2013.

### A3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the quarterly condensed report are consistent with those of the audited financial statement for the year ended 31 December 2013 except for the adoption of the new standards and interpretation which are mandatory for the annual financial period beginning on or after 1 January 2014 and 1 July 2014, noted below:

#### **MFRS and amendments effective for annual periods beginning on or after 1 January 2014:**

Amendments to MFRS 10: Consolidated Financial Statements  
Amendments to MFRS 12: Disclosure of Interests in Other Entities  
Amendments to MFRS 127: Consolidated and Separate Financial Statements  
Amendments to MFRS 132: Financial Instruments: Presentation – Offsetting Financial Assets and Financial Liabilities  
Amendments to MFRS 136: Recoverable Amount Disclosures for Non-financial Assets  
Amendments to MFRS 139: Novation of Derivatives and Continuation of Hedge Accounting

#### **MFRS and amendments effective for annual periods beginning on or after 1 July 2014:**

Amendments to MFRS 2: Share-based Payment (Annual Improvements 2010-2012 Cycle)  
Amendments to MFRS 3: Business Combinations (Annual Improvements 2010-2012 Cycle)  
Amendments to MFRS 3: Business Combinations (Annual Improvements 2011-2013 Cycle)  
Amendments to MFRS 8: Operating Segments (Annual Improvements 2010-2012 Cycle)  
Amendments to MFRS 13: Fair Value Measurement (Annual Improvements 2011-2013 Cycle)  
Amendments to MFRS 116: Property, Plant and Equipment (Annual Improvements 2010-2012 Cycle)  
Amendments to MFRS 119: Defined Benefit Plans: Employee Contributions  
Amendments to MFRS 124: Related Party Disclosures (Annual Improvements 2010-2012 Cycle)  
Amendments to MFRS 138: Intangible Assets (Annual Improvements 2010-2012 Cycle)  
Amendments to MFRS 140: Investment Property (Annual Improvements 2011-2013 Cycle)

### A4. AUDIT REPORT OF PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements for the year ended 31 December 2013 was not qualified.

### A5. SEASONALITY OR CYCLICALITY OF OPERATIONS

The businesses of the Group are subject to fluctuations in level of activities in the oil and gas and shipping industries.

#### A6. EXCEPTIONAL ITEMS

There were no exceptional items during the quarter ended 30 September 2014.

#### A7. CHANGES IN ESTIMATES

There were no material changes in estimates reported in the current period or prior financial period.

#### A8. ISSUANCE OR REPAYMENT OF DEBT AND EQUITY SECURITIES

There were no issuance or repayment of debt and equity securities, share buy-backs, share cancellation or shares held as treasury shares and resale of treasury shares during the quarter ended 30 September 2014.

#### A9. DIVIDEND PAID

The Company paid a final dividend of 5 sen per share on 16 June 2014 in respect of the 2013 financial period, totalling RM80.0 million (2013: RM160.0 million).

#### A10. SEGMENT REPORT

Segmental analysis for the current financial period to date is as follows:

	Offshore RM '000	Marine RM '000	Others RM '000	Eliminations RM '000	Total RM '000
<b>REVENUE AND RESULT</b>					
<b>Revenue</b>					
Total Revenue - External	2,025,037	167,125	-	-	2,192,162
Inter-Segment	-	36,522	80	(36,602) *	-
	<u>2,025,037</u>	<u>203,647</u>	<u>80</u>	<u>(36,602)</u>	<u>2,192,162</u>
<b>Result</b>					
Operating profit	<u>53,943</u>	<u>19,785</u>	<u>24,782</u> **	<u>(17,623)</u> *	80,887
Share of results of joint ventures					(1,037)
<b>Profit before taxation</b>					<u>79,850</u>

\* Inter-segment revenue and transactions are eliminated on consolidation.

\*\* Comprise of net foreign exchange gains and interest income.

There has been no material change in total assets and no differences in the basis of segmentation or in the basis of measurement of segment profit or loss as compared to the last annual financial statements.

#### A11. VALUATION OF PROPERTY

The valuations of land and buildings have been brought forward without any amendments from the most recent annual audited financial statements as no revaluation has been carried out since 31 December 2013.

#### A12. GOODWILL

	30 Sep 2014 RM'000	31 Dec 2013 RM'000
Cost	<u>62,783</u>	<u>62,783</u>

Goodwill is tested for impairment on annual basis (31 December) or when circumstances indicate that the carrying value may be impaired. The Group's impairment test is a comparison of the goodwill's carrying value against its value-in-use (calculated using forecast on Earnings before Interest, Taxation, Depreciation and Amortisation ("EBITDA") based on approved financial budget covering a five-year period).

#### A13. SUBSEQUENT MATERIAL EVENT

There was no material event subsequent to the current financial quarter to date.

#### A14. CHANGES IN THE COMPOSITION OF THE GROUP

There were no material changes in the composition of the Group.

#### A15. CONTINGENT LIABILITIES

Contingent liabilities of the Group comprise the following :-

	30 Sep 2014 RM '000	31 Dec 2013 RM '000
<b>Unsecured</b>		
Bank guarantees extended to: -		
- Related companies	133,681	126,439
- Third parties	143,658	133,515
	<u>277,339</u>	<u>259,954</u>

#### A16. CAPITAL COMMITMENTS

	30 Sep 2014 RM '000	31 Dec 2013 RM '000
Approved and contracted for	295,705	158,687
Approved but not contracted for	42,623	571,451
	<u>338,328</u>	<u>730,138</u>

The outstanding capital commitments relate to the infrastructure upgrading works under the Yard Optimisation Programme and other investment projects.

#### A17. FAIR VALUE HIERARCHY

The Group uses the following hierarchy for determining the fair value of all financial instruments carried at fair value:

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2 - Input that are based on observable market data, either directly or indirectly

Level 3 - Input that are not based on observable market data

The derivatives of the Group amounting to RM795,000 in debit (31.12.2013: RM1,344,000 in debit) are measured at Level 2 hierarchy.

#### B1. REVIEW OF PERFORMANCE

	Individual Quarter Ended		Cumulative Period Ended	
	30 Sep 2014 RM '000	30 Sep 2013 RM '000	30 Sep 2014 RM '000	30 Sep 2013 RM '000
<b>Revenue</b>				
Offshore	507,430	352,707	2,025,037	1,934,334
Marine	39,335	115,748	203,647	282,525
Others	5	15	80	30
Eliminations/Adjustments	(6,982)	(18,804)	(36,602)	(58,677) <sup>**</sup>
	<u>539,788</u>	<u>449,666</u>	<u>2,192,162</u>	<u>2,158,212</u>
<b>Operating Profit</b>				
Offshore	16,098	20,558	53,943	99,144
Marine	3,248	22,410	19,785	51,111
Others	9,917	529	24,782	8,302
Eliminations/Adjustments	(6,154)	(2,909)	(17,623)	(9,260) <sup>**</sup>
	<u>23,109</u>	<u>40,588</u>	<u>80,887</u>	<u>149,297</u>

\* Inter-segment revenue and transactions are eliminated on consolidation.

<sup>^</sup> Inter-segment revenue elimination

Marine	6,977	18,804	36,522	58,677
Others	5	-	80	-

<sup>#</sup> Inter-segment operating profit elimination

Offshore	4,882	2,459	14,737	8,402
Marine	1,272	450	2,886	858

### Performance of current quarter against the corresponding quarter

The Group's operating profit is lower at RM23.1 million against RM40.6 million in the corresponding quarter. The variance is segmentally analysed as follows:

#### Offshore

Offshore registered higher revenue mainly due to progress attained from on-going SK316 and Malikai TLP projects. However, the operating profit is relatively lower with lesser number of projects undertaken as compared to corresponding quarter. New projects awarded has yet to commence.

#### Marine

Marine's revenue is lower against corresponding quarter mainly due to lower value of repair work for LNG vessels and Rigs/Special vessels.

Operating profit for Marine is lower against corresponding quarter in line with lower revenue generated.

#### Group

The Group produced a lower profit before tax of RM20.1 million for the current quarter against RM41.1 million in the corresponding quarter contributed by lower profit from both Offshore and Marine segments.

### Performance of current period against the corresponding period

The Group's operating profit is lower at RM80.9 million against RM149.3 million in the corresponding period. The variance is segmentally analysed as follows:

#### Offshore

Revenue for Offshore is relatively higher mainly due to progress attained from on-going SK316 and Malikai TLP projects. During the period, the Group has successfully delivered FPSO Cendor to MISC Berhad, Tapis R Topsides to Exxon Mobil Exploration and Production Malaysia Inc. and Kebabangan Topsides to Kebabangan Petroleum Operating Company Sdn Bhd.

This segment, however, posted lower operating profit during the period mainly due to lesser number of projects undertaken.

#### Marine

Marine's revenue is lower against corresponding period mainly due to lower value of repair work for LNG vessels and Rigs/Special vessels.

Operating profit for Marine is lower against corresponding period in line with lower revenue generated.

#### Group

The Group produced a lower profit before tax of RM79.9 million for the current period against RM150.5 million in the corresponding period resulted from lower contribution from both Offshore and Marine segments.

## B2. COMPARISON WITH PRECEDING QUARTER'S RESULTS

The Group's registered lower profit before taxation of RM20.1 million against the preceding quarter's performance of RM25.7 million. The variance was mainly due to lower contribution from Offshore and Marine segments.

## B3. CURRENT YEAR PROSPECTS

The Group has delivered three major projects that sailed away during the period under review. Operationally, good progress has been attained with the two projects in MMHE East and MMHE West yards, i.e. the TLP Malikai and SK316. The Group is still recognising some residual revenue and profit from some of the recently completed or delivered projects, subject to securing approval of outstanding Variation Orders from the respective clients.

The Offshore business unit has been awarded few new projects which are expected to contribute to the Group's financial performance in the coming financial year. Concurrently, the Group is also actively bidding for new domestic and international projects where aggressive competition is expected with participation of regional and international companies.

The Marine business unit faces stiff competition from increased vessel repair capacity in the region but medium term prospects remained favourable as the continued growth in the number of shipping vessels would provide a growing need for dry docking and marine repair services. The business unit has also extended its services to other type of offshore structure such as rigs.



#### B4. VARIANCE OF ACTUAL RESULTS COMPARED WITH FORECASTED AND SHORTFALL IN PROFIT GUARANTEE

The Company did not provide any profit forecast or profit guarantee in any public document.

#### B5. TAXATION

	30 Sep 2014 RM '000	30 Sep 2013 RM '000
Taxation for the period comprises the following charge:		
Income tax charge		
- current period	538	3,152
- prior year	575	822
Deferred taxation	<u>(34,939)</u>	<u>11,374</u>
	<u>(33,826)</u>	<u>15,348</u>

Domestic income tax is calculated at the Malaysian statutory tax rate of 25% of the estimated assessable profit for the period. Taxation for other jurisdictions is calculated at the rates prevailing in the respective jurisdictions.

#### B6. STATUS OF CORPORATE PROPOSALS

The status of utilisation of proceeds raised from corporate proposals as at 3 Nov 2014 (being a date not earlier than 7 days from the date of issue of the quarterly report) is as follows:

Purpose	Proposed Utilisation RM '000	First Revision on 4 April 2012 RM '000	Second Revision on 21 February 2014 RM '000	Actual Utilisation To Date RM '000	Intended Timeframe for Utilisation	Deviation Amount RM '000
Yard Optimisation Programme	833,780	445,830	555,830	555,830	Within 48 months upon listing	-
Capital expenditure in Turkmenistan <sup>1</sup>	110,000	110,000	-	-	Within 48 months upon listing	-
Acquisition of PG Yard from SDE <sup>2</sup>	-	393,433	393,433	393,433	Immediate	-
Listing expenses <sup>3</sup>	37,000	31,517	31,517	31,517	Within 3 months upon listing	-
<b>Total</b>	<u>980,780</u>	<u>980,780</u>	<u>980,780</u>	<u>980,780</u>		<u>-</u>

Note:

- The full amount of RM110 million has been reallocated to Yard Optimisation Programme from capital expenditure in Turkmenistan.
- The purchase consideration for the Acquisition amounting RM393,433,000 was utilised from the allocation for the Yard Optimisation Programme as it forms part and parcel of the Yard Optimisation Programme.
- As the actual listing expenses were lower than the estimated amount, the unutilised balance of RM5,483,000 was allocated for the Yard Optimisation Programme as per disclosure in the Company's Prospectus dated 6 October 2010.
- The Group has fully utilised the IPO proceed as at reporting date.

#### B7. GROUP BORROWINGS

The tenure of Group borrowings as at 30 September 2014 classified as short term as well as unsecured categories are as follows: -

	30 Sep 2014 RM '000	31 Dec 2013 RM '000
<b>Short Term Borrowings</b>		
Unsecured	<u>390,000</u>	<u>290,000</u>

#### B8. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

There were no off balance sheet financial instruments for the quarter ended 30 September 2014.

#### B9. CHANGES IN MATERIAL LITIGATION

There were no material litigation involving the Group as at 30 September 2014.

#### B10. DIVIDEND PROPOSED

No dividend has been proposed for the quarter ended 30 September 2014.

#### B11. DERIVATIVES

The Group entered into forward foreign currency contracts to manage the exposure to foreign exchange risk when it enters into transactions that are not denominated in their functional currencies.

Details of the Group's derivative financial instruments outstanding as at 30 September 2014 are as follows:

	Contract/ Notional Amount as at 30 Sep 2014 (in RM '000)	Fair Value gain/(loss) (in RM '000)
Forward foreign currency contracts	71,565	795

During the year, the Group has recognised a net loss of RM259,000 in its statement of comprehensive income mainly due to settlement of the forward foreign currency contracts in the current year, and a net unrealised gain of RM1,119,000 in its equity in relation to fair value of the spot component of the hedged instrument.

#### B12. EARNINGS PER SHARE

In respect of earnings per share :-

- i) The amount used as numerator for the calculation of basic earnings per share is RM113.4 million in credit for the third quarter ended 30 September 2014 which is the same as the profit attributable to the equity holders of the Company as shown in the condensed consolidated statement of comprehensive income.
- ii) The weighted average number of ordinary shares used as the denominator in calculating the basic earnings per share and dilutive earnings per share for the third quarter ended 30 September 2014 is 1,600.0 million.

The Group does not have any financial instrument or other contract that may entitle its holder to ordinary shares and therefore, dilutive to its basic earnings per share.

### B13. REALISED AND UNREALISED PROFITS

The breakdown of the retained profits of the Group as at 30 September 2014 and 31 December 2013 into realised and unrealised profits is presented in accordance with the directives issued by Bursa Malaysia Securities Berhad dated 25 March 2010 and 20 December 2010, prepared in accordance with *Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits and Losses* in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by Malaysian Institute of Accountants.

	30 Sep 2014 RM '000	31 Dec 2013 RM '000
Total retained profits of the Company and its subsidiaries:		
- Realised	787,306	788,231
- Unrealised	63,235	27,758
	<u>850,541</u>	<u>815,989</u>
Total share of retained profits from jointly controlled entities:		
- Realised	4,925	6,157
- Unrealised	195	67
	<u>855,661</u>	<u>822,213</u>
Add: Consolidation adjustments	141,997	141,997
Total Group retained profits as per consolidated accounts	<u>997,658</u>	<u>964,210</u>

All retained profits for the Company level are realised profits.

### B14. PROFIT FOR THE PERIOD

	Individual Quarter Ended		Cumulative Period Ended	
	30 Sep 2014 RM '000	30 Sep 2013 RM '000	30 Sep 2014 RM '000	30 Sep 2013 RM '000
<b>Profit for the period is arrived at</b>				
<b>after charging:</b>				
Property, plant and equipment				
- depreciation and amortisation	16,189	11,272	48,069	43,000
- written off	848	37	877	134
Amortisation of land use rights	1,443	2,196	4,330	6,588
Net unrealised foreign exchange loss	4,848	-	-	-
Inventories written off	-	38	-	-
Finance costs	3,576	2,422	9,480	3,019
Change in fair value of hedging derivatives	-	-	290	489
<b>after (crediting):</b>				
Interest income	(4,110)	(3,430)	(11,555)	(13,434)
Rental income	(118)	(120)	(382)	(336)
Income from scrap disposal	(7,090)	(5,067)	(11,566)	(10,911)
Change in fair value of hedging derivatives	(371)	(334)	-	-
Net unrealised foreign exchange gain	-	(1,608)	(890)	(6)
Inventories written back	-	-	(234)	(33)
Net reversal of impairment loss on trade receivables	-	-	-	(1,956)