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(C : 1133)

INTERIM REPORT ANNOUNCEMENT 2013

The Board of Directors of Harbour Energy Limited (the Company) has approved the annual financial statements of the Company and the consolidated financial statements of the Group for the period ended 30 June 2013, which have been audited by independent accountants in accordance with the applicable accounting standards of Hong Kong. Such financial statements have been audited by Chartered Certified Accountants (HK) CPA Limited.

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
30 June 2013

		30.6.2013	30.6.2012
		RMB'000	'000
		()	()
R	3	9,468,102	11,163,078
C		(7,647,119)	(8,741,619)
G		1,820,983	2,421,459
Operating expenses		116,302	140,836
Finance income		73,500	86,600
Depreciation		(249,470)	(268,909)
Administrative expenses	4	(1,196,936)	(1,517,126)
Other income		(46,843)	(30,522)
Finance cost		(98,130)	(23,214)
Share of profit of associates		14,914	17,075
P	6	434,320	826,199
Income tax	5	(81,694)	(131,541)
P		352,626	694,658

30.6.2013	30.6.2012
RMB'000	'000
()	(added)

A

Eligible assets of the Company
 Net-carry fees

375,225	701,034
(22,599)	(6,376)
<hr/>	<hr/>
352,626	694,658
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E

Basic added



RMB27.25	RMB50.92 ce
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CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

30 June 2013

	30.6.2013 RMB'000 (unaudited)	30.6.2012 '000 (audited)
Profit	352,626	694,658
Other comprehensive income		
Income tax		
Capitalised expenses	(2,641)	12,127
Income tax	396	(1,819)
	(2,245)	10,308
Total	350,381	704,966
Attributable to:		
Equity holders of the Company	372,980	711,342
Non-controlling interests	(22,599)	(6,376)
	350,381	704,966

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2013

	30.6.2013 RMB'000 (unaudited)	31.12.2012 '000 (audited)
Non-current assets		
Intangible assets	4,448	4,629
Property, plant and equipment	6,438,122	6,412,038
Prepaid expenses and deposits	414,858	420,946
Intangible assets	229,798	233,393
Deferred tax assets	288,634	288,542
Intangible assets	597,772	583,840
Other non-current assets	364,371	357,964
	8,338,003	8,301,352
Current assets		
Intangible assets	12,430,608	12,356,211
Trade receivables	15,466,254	15,286,812
Bank receivables	1,626,187	1,278,348
Other receivables, deposits and prepayments	5,791,221	4,595,063
Prepaid expenses and deposits	12,300	12,300
Accounts receivable from related companies	2,507,129	2,079,367
Accounts receivable from related parties	121,810	111,832
Deferred tax assets	2,584	15,422
Trade receivables	1,675,300	1,601,800
Trade receivables	157,871	
Receivable from bank		14,631
Prepaid from bank	359,311	331,446
Bank deposits	361,463	472,913
Cash and cash equivalents	8,150,981	8,174,912
	48,663,019	46,331,057

	30.6.2013	31.12.2012
	RMB'000	'000
	()	(a d ed)
C		
A	1,246,990	1,563,378
Tade a abe	16,830,655	17,260,173
B a abe	3,303,331	3,555,642
O e a abe, acc a, a ⁿ d	1,705,570	1,655,720
De ece ed	6,634,511	7,238,055
A	35,350	73,953
Ad a ⁿ ce f d c a ⁿ	400,478	400,478
B d e e ea	979,437	1,151,595
Ta a abe	186,208	901,855
Ob a ⁿ de f a ⁿ ce ea e, d e e ea	47,298	36,988
	31,369,828	33,837,837
N	17,293,191	12,493,220
T	25,631,194	20,794,572
N		
De ece ed	6,377,345	4,655,159
Ad a ⁿ ce f d c a ⁿ	1,365,908	1,357,108
B d e afe e ea	900,251	981,317
Ob a ⁿ de f a ⁿ ce ea e, d e afe e ea	117,509	136,391
C a e b d	2,993,280	396
Defe ed a ab e		
	11,754,293	7,130,371
NET A	13,876,901	13,664,201
CAPITAL AND RESERVE		
S a e ca a	1,376,806	1,376,806
Re e e	10,712,410	10,477,111
T a e\ a b abe e\ a e de f e C a ⁿ	12,089,216	11,853,917
N-c d e e	1,787,685	1,810,284
TOTAL EQUITY	13,876,901	13,664,201

The amended HKFRSs are effective for the reporting periods ended on or after 1 January 2014.

Appendix HKAS 1 Presentation of Financial Statements

The amendments to HKAS 1 are effective for reporting periods beginning on or after 1 January 2014. The amendments to HKAS 1, as amended, are effective for reporting periods beginning on or after 1 January 2014. The amendments to HKAS 1 are effective for reporting periods beginning on or after 1 January 2014.

However, the amendments to HKAS 1 are effective for reporting periods beginning on or after 1 January 2014. The amendments to HKAS 1, as amended, are effective for reporting periods beginning on or after 1 January 2014. The amendments to HKAS 1 are effective for reporting periods beginning on or after 1 January 2014.

The amendments to HKFRSs are effective for reporting periods ended on or after 1 January 2014. The amendments to HKFRSs are effective for reporting periods ended on or after 1 January 2014.

HKFRS 13 Fair Value Measurement

HKFRS 13 is effective for reporting periods beginning on or after 1 January 2013. HKFRS 13 is effective for reporting periods beginning on or after 1 January 2013. HKFRS 13 is effective for reporting periods beginning on or after 1 January 2013.

The amendments to HKFRSs are effective for reporting periods beginning on or after 1 January 2013. The amendments to HKFRSs are effective for reporting periods beginning on or after 1 January 2013.

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- Amendments to HKFRS 7 and HKFRS 9
- Amendments to HKFRS 10, HKFRS 12 and HKAS 27
- HKFRS 9
- Amendments to HKAS 32
- Amendments to HKAS 36
- Amendments to HKAS 39
- HK(IFRIC)-I 21
- Materiality
- Effective Date
- Interim Reporting
- Financial Instruments
- Offsetting Financial Assets and Financial Liabilities
- Recognition and Measurement of Deferred Tax Assets
- Leases

(1) Effective for reporting periods beginning on or after 1 January 2014
(2) Effective for reporting periods beginning on or after 1 January 2015

The amendments to HKFRSs are effective for reporting periods beginning on or after 1 January 2013. The amendments to HKFRSs are effective for reporting periods beginning on or after 1 January 2013.

3. REVENUE AND SEGMENT INFORMATION

The following table summarizes the revenue and the contribution margin of the Company's reportable segments for the periods indicated:

	30 June 2013					
	MI	ME	EA	AC/DC		
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	TOTAL RMB'000
SEGMENT REVENUE						
Revenue from operations	5,690,920	1,544,989	687,966	392,151	1,152,076	9,468,102
Interest revenue	775,392					775,392
Revenue from operations	<u>6,466,312</u>	<u>1,544,989</u>	<u>687,966</u>	<u>392,151</u>	<u>1,152,076</u>	<u>10,243,494</u>
Revenue from other	<u>1,051,918</u>	<u>356,656</u>	<u>154,091</u>	<u>68,337</u>	<u>189,150</u>	<u>1,820,152</u>
Extraordinary non-recurring						<u>831</u>
Revenue from operations from the Group's operations						<u>1,820,983</u>
Unallocated head office and corporate expenses						(1,303,447)

Segmented 30 June 2012

	Ma e '000	Ma d '000	E e '000	A e '000	AC/DC a '000	T '000
SEGMENT REVENUE						
Re e f e e a c e	6,539,339	1,734,505	1,499,260	392,361	997,613	11,163,078
I e e e e e e	1,134,895					1,134,895
Re a b e e e e e	7,674,234	1,734,505	1,499,260	392,361	997,613	12,297,973
Re a b e e e e e	1,439,507	616,806	111,770	167,603	112,811	2,448,497
E a a e e e (e)						(27,038)
Re a b e e e e e d e f e G e e e a c e						2,421,459
U a a e a e a d e e e c e e e e e						(1,589,121)
F a c e e e						(23,214)
S a e e e e e a e e						17,075
C e d a e d e e e e a e						826,199

4. ADMINISTRATIVE EXPENSE

Incurred during the period ended 30 June 2012: RMB219,017,000 (RMB422,444,000), net of credit balances of RMB203,427,000 (RMB403,427,000) at the end of the period. The amount represents the net cost of administrative services provided to the Group by the parent company and other related entities.

5. INCOME TAX

(a) No provision for Hong Kong Profits Tax is made for the period ended 30 June 2013 and 2012.

(b) On 21 November 2008, the Company acquired a 100% shareholding in Hainan Neotec Technology Enterprise (高新技术企業). According to the PRC Law on the Income Tax of Enterprises, the Company is entitled to a 15% rate of income tax on the profits derived from the business operations of the enterprise for the period ended 30 June 2011.

The effective tax rate for the period ended 30 June 2012 is 15% (2011: 15%), which is in accordance with the PRC Law on the Income Tax of Enterprises. The effective tax rate for the period ended 30 June 2012 is 25% (2011: 25%) due to the application of the 25% rate of income tax on the profits derived from the business operations of the enterprise for the period ended 30 June 2011.

(c) According to the Circular Letter [2008] No. 897, Net income is calculated as follows: Earnings before Income Tax less deductible advertising costs. The circular letter also states that the advertising costs of the company for the year ended 30 June 2008 are RMB10,000,000. The circular letter also states that the advertising costs of the company for the year ended 30 June 2008 are RMB10,000,000. The circular letter also states that the advertising costs of the company for the year ended 30 June 2008 are RMB10,000,000.

6. PROFIT BEFORE TAXATION

Profit before tax is calculated as follows (in RMB'000):

	30.6.2013	30.6.2012
	RMB'000	'000
Decrease in provisions, net	330,974	288,636
Amortisation of intangible assets	6,088	6,104
Amortisation of leasehold improvements	17,800	16,143
Accrual of provisions	12,739	66,483
Interest on bank deposits	219,017	422,444
Interest on bank loans	(115,716)	(117,411)
(Gain)/Loss on disposal of assets, net	(2,905)	1,080

7. DIVIDEND

	30.6.2013	30.6.2012
	RMB'000	'000
Final dividend for 2012 of RMB0.10 per share	137,681	
Final dividend for 2011 of RMB0.14 per share		192,753
	137,681	192,753

The dividend is payable to the shareholders of the company on 30 June 2013 (30 June 2012).

8. EARNING PER SHARE

The basic earnings per share is calculated as follows: RMB375,225,000 (2012: RMB701,034,000) divided by the weighted average number of shares outstanding during the period of 1,376,806,000 (2012: 1,376,806,000) shares.

The diluted earnings per share is calculated as follows: RMB375,225,000 (2012: RMB701,034,000) divided by the weighted average number of shares outstanding during the period of 1,376,806,000 (2012: 1,376,806,000) shares.

9. TRADE RECEIVABLE AND BILL RECEIVABLE

The carrying amount of trade receivables and bills receivable is based on the effective date of the trade receivable, based on the original invoice. The carrying amount of trade receivables and bills receivable is based on the original invoice.

The trade receivable and bills receivable are as follows:

	30.6.2013	31.12.2012
	RMB'000	'000
Within 1 year	10,514,358	9,967,661
1 to 2 years	2,553,117	2,871,100
2 to 3 years	2,118,357	1,569,410
Over 3 years	1,906,609	2,156,989
	<u>17,092,441</u>	<u>16,565,160</u>

10. TRADE PAYABLE

The trade payable are as follows:

	30.6.2013	31.12.2012
	RMB'000	'000
Within 1 year	13,419,213	14,130,384
1 to 2 years	2,680,649	2,471,225
2 to 3 years	282,428	147,336
Over 3 years	448,365	511,228
	<u>16,830,655</u>	<u>17,260,173</u>

MANAGEMENT DISCUSSION AND ANALYSIS OPERATING RESULTS

For the period ended 30 June 2013, the Group's operating results were RMB9,468.10 million, a decrease of 15.18% as compared to the corresponding period of the previous year. The Group's operating results were RMB375.23 million, a decrease of 46.48% as compared to the corresponding period of the previous year. The Group's operating results were RMB0.27, a decrease of RMB0.24 as compared to the corresponding period of the previous year. Net income attributable to the shareholders of the Company was RMB12,089.22 million, a decrease of RMB235.30 million, or 1.9%, as compared to the corresponding period of the previous year; and the basic earnings per share was RMB8.78, a decrease of RMB0.17 as compared to the corresponding period of the previous year. The decrease in the Group's operating results was mainly due to the decrease in the operating results of the Group's subsidiaries.

INTERIM DIVIDEND

The Board of Directors has decided to pay a cash dividend of RMB0.10 per share for the period ended 30 June 2013.

INDUSTRY DEVELOPMENT AND BUSINESS REVIEW

In the first half of 2013, the global economic recovery has been slow, and the Chinese economy has also experienced a period of adjustment. The Chinese government has implemented a series of measures to stimulate the economy, and the PRC has achieved a steady growth of 7.6% GDP. The power industry has also experienced a period of adjustment, and the PRC has achieved a steady growth of 90,000MW. According to the data released by the National Energy Administration (NEA), the total installed capacity of power generation in the PRC reached 32,430MW, an increase of 25.5% as compared to the corresponding period of the previous year. The power industry has also experienced a period of adjustment, and the PRC has achieved a steady growth of 90,000MW. According to the data released by the National Energy Administration (NEA), the total installed capacity of power generation in the PRC reached 32,430MW, an increase of 25.5% as compared to the corresponding period of the previous year. The power industry has also experienced a period of adjustment, and the PRC has achieved a steady growth of 90,000MW. According to the data released by the National Energy Administration (NEA), the total installed capacity of power generation in the PRC reached 32,430MW, an increase of 25.5% as compared to the corresponding period of the previous year.

Facing the challenges of the global economic recovery, the Group has actively adjusted its business structure and strengthened its market competition. The Group's operating results were RMB9,468.10 million, a decrease of 15.18% as compared to the corresponding period of the previous year. The Group's operating results were RMB375.23 million, a decrease of 46.48% as compared to the corresponding period of the previous year. The Group's operating results were RMB0.27, a decrease of RMB0.24 as compared to the corresponding period of the previous year. Net income attributable to the shareholders of the Company was RMB12,089.22 million, a decrease of RMB235.30 million, or 1.9%, as compared to the corresponding period of the previous year; and the basic earnings per share was RMB8.78, a decrease of RMB0.17 as compared to the corresponding period of the previous year.

FINANCIAL REVIEW

During the first half of the year, the Group's operating results were RMB9,468.10 million, a decrease of 15.18% as compared to the corresponding period of the previous year. The Group's operating results were RMB375.23 million, a decrease of 46.48% as compared to the corresponding period of the previous year. The Group's operating results were RMB0.27, a decrease of RMB0.24 as compared to the corresponding period of the previous year. Net income attributable to the shareholders of the Company was RMB12,089.22 million, a decrease of RMB235.30 million, or 1.9%, as compared to the corresponding period of the previous year; and the basic earnings per share was RMB8.78, a decrease of RMB0.17 as compared to the corresponding period of the previous year.

EXPENSES FOR THE PERIOD

As at 30 June 2013, the Group's expenses for administrative expenses amounted to RMB1,446.41 million, a decrease of RMB339.63 million or 19.02% as compared to the corresponding period.

ASSETS AND LIABILITIES

As at 30 June 2013, the Group's assets amounted to RMB57,001.02 million, an increase of RMB2,368.61 million or 4.34% over the corresponding period, as compared to RMB48,663.02 million, of which 85.37% are non-current assets, and the non-current assets are RMB8,338.00 million, or 14.63% of the total assets.

The total liabilities of the Group amounted to RMB43,124.12 million, an increase of RMB2,155.91 million or 5.08% over the corresponding period, as compared to RMB31,369.83 million, of which 72.74% are current liabilities, and the current liabilities are RMB11,754.29 million, or 27.26% of the total liabilities. A

GEARING RATIO

As at 30 June 2013, the gearing ratio (calculated as debt divided by equity) is 0.97:1 as compared to 0.60:1 as at the end of 2012.

INCOME TAX

According to the relevant provisions of the Measures for the Recognition and Management of High-tech Enterprises (《高新技术企业认定管理办法》) and the Measures for the Recognition and Management of High-tech Enterprises (《高新技术企业认定管理工作指引》) issued by the Ministry of Science and Technology, the Ministry of Finance and the State Administration of Taxation of the PRC in 2008 and the Guidelines for the Recognition and Management of High-tech Enterprises (《高新技术企业认定管理工作指引》) issued by the Ministry of Science and Technology, the Ministry of Finance and the State Administration of Taxation in 2008, the Company and its subsidiaries are eligible for a 15% effective tax rate.

TAX

As at 30 June 2013, the tax payable is RMB 19,387.

PROFIT

The operating profit is RMB 1,490,000,000, which is 960,000,000 higher than that of 2012. The operating profit is RMB 1,490,000,000, which is 960,000,000 higher than that of 2012.

As at the end of the reporting period, the Total Full-Year Profit Before Tax is RMB 1,490,000,000, which is 960,000,000 higher than that of 2012. The Total Full-Year Profit Before Tax is RMB 1,490,000,000, which is 960,000,000 higher than that of 2012.

Factors affecting the profit are: 1. the increase in the sales volume; 2. the increase in the operating profit; 3. the decrease in the tax expense; 4. the increase in the other income; 5. the increase in the other income; 6. the increase in the other income.

The Board of Directors of the Company and the shareholders of the Company have approved the following resolutions:

THE SHAREHOLDING OF THE MAJOR SHAREHOLDER

As at 30 June 2013, the following table shows the shareholding of the Company as at 30 June 2013:

Name of Shareholder	Number of Shares	Percentage of Total Shares	Percentage of Voting Rights
Habib Enterprise Corporation Limited	701,235,000	50.93%	50.93%
HKSCC Nominees Limited	651,562,597	47.32%	47.32%

DIRECTORS, EXECUTIVE DIRECTORS AND SENIOR MANAGEMENT, INTEREST IN SHARE CAPITAL

As at 30 June 2013, the following table shows the interests of the Directors, Executive Directors and Senior Management in the shares of the Company and the interests of the Directors, Executive Directors and Senior Management in the shares of the Company (as required by Part XV of the SFO).

MODEL CODE

The Company has adopted the Model Code for Directors of the Company as set out in the Listing Rules of the Exchange.

PURCHASE, SALE AND REDEMPTION OF THE COMPANY'S LISTED SECURITIES

During the year, the Company has not purchased, sold or redeemed any of its listed securities.

CONTINGENT LIABILITY

There are no contingent liabilities of the Company as at 30 June 2013.

PLEDGE OF ASSETS

As at 30 June 2013, the Group had pledged the following assets, which are pledged to the banks in the amount of RMB32,465,000, RMB28,877,000 and RMB359,311,000 (as at 31 December 2012: RMB6,131,000, RMB24,786,000 and RMB331,446,000) respectively to secure the Group's bank borrowings.

CORPORATE GOVERNANCE CODE

The Company's code of conduct and standards of behaviour are set out in the Corporate Governance Code of the Listing Rules of the Hong Kong Stock Exchange.

THE AUDIT COMMITTEE

The members of the Audit Committee are Mr. Chan Kin-man, Y. B. Lau, Debra Zhang and Y. T. Chan. The Board of Directors has approved the terms of reference of the Audit Committee.

Chan Kin-man (HK) CPA Limited, the Group's external auditor, has been appointed as the external auditor of the Company since 30 June 2013 according to the Hong Kong Standard on Related Entities 2410, Related Entities and the Financial Statements of Parent Entities issued by the Auditing Practices Board of the HKICPA.

SHAREHOLDER MEETING

The 2012 Annual General Meeting of the Company was held in Hong Kong, PRC on 10 March 2013 and the financial statements of the Company for the year ended 31 December 2012 were approved by the shareholders.

DOCUMENTS AVAILABLE FOR INSPECTION

The Articles of Association and Memorandum of Association of the Company and the bye-laws of the Company are available for inspection at the Company's registered office in Hong Kong, PRC, 23 Avenue Road, Xafin District, Hong Kong, PRC.

Board of Directors
HONG KONG
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Hong Kong, PRC, 23 Avenue Road, 2013