

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 31 December 2012

30. PROVISIONS FOR OTHER LIABILITIES AND CHARGES (CONTINUED)

(a) Employee post-employment benefit plans (continued)

The amounts recognised in the balance sheet are determined as follows:

	The Group	
	2012 US\$'000	2011 US\$'000
Present value of unfunded obligations	10,690	13,194
Unrecognised past service costs	(2,161)	(2,217)
Unrecognised actuarial losses	(17)	(27)
Liability in balance sheet	8,512	10,950

The principal actuarial assumptions used were as follows:

	The Group	
	2012 %	2011 %
Discount rates (per annum)	5.3 to 6.2	4.7 to 7.1
Future salary increases (per annum)	7.0 to 8.0	1.0 to 8.0

31. SHARE CAPITAL

	Issued share capital	
	Number of shares '000	Share Capital US\$'000
2012		
Beginning and end of financial year	611,157	155,951
2011		
Beginning and end of financial year	611,157	155,951

All issued shares are fully paid. There is no par value for these ordinary shares.

On 16 June 2010, the Company issued 78,880,000 ordinary shares for a total cash consideration of US\$61,143,000. The cash proceeds provided the Group with financial capacity to pursue strategic growth opportunities and increased its financial resources for current operations. The intention was to use about 50% of the net proceeds to pursue strategic alliances, mergers and acquisitions, joint ventures and investments as and when they may arise; and the remaining for working capital and general purposes of the Group. The shares issued in 2010 ranked pari passu in all respects with the previously issued shares.

As at balance sheet date, pending utilisation of proceeds allocated for strategic alliances, mergers and acquisitions, joint ventures or investments, the Group has utilised all proceeds to reduce bank borrowings. This disclosure is required by Rule 1207 of the Listing Manual issued by Singapore Exchange Securities Trading Limited in relation to the use of proceeds arising from share offerings.