

12 Earnings Per Share

(a) Basic

As described in Note 22, on 6 June 2007 the Group's Shareholders authorized the conversion of the convertible redeemable preferred shares into ordinary shares, at a ratio of one to one, and then approved an exchange for, and issue to certain institutional Shareholders, 21,250,000 non-voting beneficiary certificates ("Certificates"). In July 2008, the Company delivered 9,047,175 ordinary shares in exchange for 9,047,175 A Beneficiary Certificates. These Certificates were thereafter cancelled. The Certificates have all the same rights as the shares, except there are no voting rights attached to the Certificates. For purposes of both basic and diluted earnings per share calculations, the weighted average number of Certificates is included in the weighted average number of shares in the tables below.

Basic earnings per share is calculated by dividing the profit attributable to equity holders of the Company by the weighted average number of shares in issue during the period.

	Year ended 31 December 2008	Year ended 31 December 2007
Profit attributable to equity holders of the Company (\$'000)	22,036	6,625
Weighted average number of shares ('000)	102,813	78,468
Basic earnings per share (\$)	0.21	0.08

(b) Diluted

Diluted earnings per share is calculated by adjusting the weighted average number of shares outstanding to assume conversion of all dilutive potential ordinary shares. The Company had three categories of dilutive potential ordinary shares: convertible redeemable preferred shares, share options and restricted stock units. After the conversion, the Company has two categories of dilutive potential ordinary shares: share options and restricted stock units.

For the share options and restricted stock, a calculation is made in order to determine the number of shares that could have been acquired at fair value (determined as the average annual market share price of the shares) based on the monetary value of the subscription rights attached to the outstanding share options and restricted stock. The number of shares calculated as above is compared with the number of shares that would have been issued assuming the exercise of the share options and issuance of restricted stock.

	Year ended 31 December 2008 \$'000	Year ended 31 December 2007 \$'000
Profit attributable to equity holders of the Company	22,036	6,625
Interest expense on convertible redeemable preferred shares	10	1,535
Profit used to determine diluted earnings per share	22,036	8,160
Weighted average number of shares ('000)	102,813	78,468
Adjustments for:		
– Share options ('000)	536	4,269
– Restricted stock units ('000)	808	1,217
– Assumed conversion of convertible redeemable preferred shares ('000)	–	24,284
Weighted average number of shares for diluted earnings per share ('000)	104,157	108,238
Diluted earnings per share (\$)	0.21	0.08