

## 27 RELATED PARTY TRANSACTIONS AND BALANCES (continued)

*Non-current (continued)*

Loan from companies under common control relates to interest free loan obtained from a related party at the instruction of the parent company. The maturity date of the loan is 31 March 2019. The loan was discounted at the current market rates and the discounting charge amounting to US\$ 38,073 thousand was included as shareholder contribution in other reserves. The unwinding of discount of loan amounting to US\$ 9,519 thousand for the year was recycled to the consolidated income statement.

	2016 US\$'000	2015 US\$'000
<b>Current:</b>		
<i>Loans to related parties:</i>		
Companies under common control of the parent company	169,160	132,169
<i>Amounts due from related parties comprise:</i>		
Companies under common control of the parent company	58,115	25,127
<i>Loans from related parties:</i>		
Parent company	703,379	857,911
Companies under common control of the parent company	118,078	124,569
	821,457	982,480

Loans to companies under common control of the parent company include US\$ 144,680 thousand (2015: US\$ 93,619 thousand) advanced to related parties under Credit Facility Agreements. The balance represents short term loans to companies under common control of the parent company and have maturities from 30 June 2017 to 31 December 2017.

Loan from companies under common control are short term loans. The loan carries an interest at LIBOR + 2% (2015: LIBOR + 2%) and are repayable on demand.

	2016 US\$'000	2015 US\$'000
<b>Current:</b>		
<i>Amounts due to related parties comprise:</i>		
Parent Company	69,630	49,849
Companies under common control of the parent company	73,585	113,076
	143,215	162,925

The Companies under common control of the Parent Company occasionally borrows / places surplus funds with the Group's central treasury function. Such funds bear interest at LIBOR plus 200 basis points per annum for borrowing and LIBOR for placing surplus funds.

Outstanding balances at the year-end arise in the normal course of business. For the year ended 31 December 2016 and 2015, the Group has not recorded any impairment on amount owed by related parties. This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

Transactions entered with related parties during the year are as follows:

	2016 US\$'000	2015 US\$'000
<i>Parent company:</i>		
Finance cost (note 5)	29,169	7,274
Finance cost capitalised (note 8)	2,839	1,567
Share based payment expense recharged by the parent company (note 21)	15,658	15,983
Dividends to parent company (note 20)	340,000	1,315,000