

NAMIBIAN RESOURCES PLC

INTERIM RESULTS FOR THE SIX MONTHS ENDED 31 AUGUST 2007

Namibian Resources PLC (“the Company”) is pleased to announce its interim results for the six months ending 31 August 2007.

CHAIRMANS STATEMENT

I am very pleased to announce the unaudited interim results for the six months ending on the 31st August 2007.

Our progress report of 27th September fully reported the sampling and mining result to 31st August. I am pleased to report that mining has recommenced and production for the first three weeks of October has resulted in a total of 417 carats. This consisted of 888 stones at an average size of .47 carats per stone.

Lord Sheppard
Chairman

Enquiries

Tony Carlton – Chief Executive – Tel: 020 8726 0900
Oliver Plummer – Finance Director – Tel: 020 7381 0100

Adrian Hadden – Collins Stewart Europe Limited – Tel 020 7523 8350

FOR 6 MONTHS ENDED 31 AUGUST 2007

Consolidated income statement

	Note	6 months ended 31-Aug-07 (Unaudited) £	6 months ended 31-Aug-06 (Unaudited) £	Year ended 28-Feb-07 (Audited) £
Revenue		77,785	396,353	504,542
Cost of sales		(29,976)	(145,133)	(202,565)
Gross profit		47,809	251,220	301,977
Administrative expenses		(162,463)	(143,826)	(310,463)
Operating (loss)/profit		(114,654)	107,394	(8,486)
Interest received		6,933	8,035	34,554
(Loss)/profit for the period		<u>(107,721)</u>	<u>115,429</u>	<u>26,068</u>
Earnings per share (pence)	3			
Basic		(0.30)	0.30	0.07
Diluted		(0.26)	0.26	0.06

Consolidated balance sheet

	Note	As at 31 August 2007 (Unaudited) GBP £	As at 31 August 2006 (Unaudited) GBP £	As at 28 February 2007 (Audited) GBP £
Non - current assets				
Property, plant and equipment		1,136,562	1,553,297	1,172,047
Intangible assets - mining rights		826,737	655,589	652,878
		1,963,299	2,208,886	1,824,925
Current assets				
Inventories		35,948	27,007	35,948
Trade and other receivables		17,370	139,094	23,518
Cash and cash equivalents		133,735	468,660	372,188
Current liabilities		187,053	634,761	431,654
Trade and other payables		(39,341)	(34,235)	(37,847)
Net current assets		147,712	600,526	393,807
Total assets less current liabilities		2,111,011	2,809,412	2,218,732
Equity	4			
Called up share capital		3,792,246	3,792,246	3,792,246
Share premium		359,384	359,384	359,384
Retained earnings		(2,040,619)	(1,342,218)	(1,932,898)
Total equity		2,111,011	2,809,412	2,218,732
Consolidated cash flow statement				
		6 Months Ended 31 August 2007 (Unaudited) £	6 Months Ended 31 August 2006 (Unaudited) £	Year Ended 28 February 2007 (Audited) £
Cash flows from operating activities				
Operating (loss)/profit		(114,654)	107,394	(8,486)
Depreciation of plant and equipment and intangible assets		78,989	78,353	119,925
(Increase)/Decrease in receivables		6,148	(107,719)	7,857
(Decrease)/Increase in payables		1,494	(40,428)	(36,816)
Decrease/(Increase) in inventories		-	7,637	(1,304)

Net effect of foreign exchange differences	-	(47,505)	(20,184)
Net cash (outflow)/inflow from operating activities	<u>(28,023)</u>	<u>(2,268)</u>	<u>60,992</u>
Cash flows from investing activities			
Interest received	6,933	8,035	34,554
Payments to acquire tangible fixed assets	(30,268)	(25,862)	(137,531)
Payments to acquire intangible fixed assets	(187,095)	-	(74,582)
Net cash outflow from investing activities	<u>(210,430)</u>	<u>(17,827)</u>	<u>(177,559)</u>
Net decrease in cash and cash equivalents	<u>(238,453)</u>	<u>(20,095)</u>	<u>(116,567)</u>
Cash and cash equivalents at the beginning of the period	372,188	488,755	488,755
Cash and cash equivalents at the end of the period	<u>133,735</u>	<u>468,660</u>	<u>372,188</u>

Notes to the accounts

1 Basis of preparation

The group has historically prepared its audited annual accounts and unaudited interim results in accordance with UK generally accepted accounting practice (UK GAAP). Following new accounting standards the group is now required to present its annual report and accounts in accordance with International Accounting and Financial Reporting Standards (IFRS).

The IFRS information in this report for the six months ended 31 August 2007 is a restatement of information extracted from the statutory financial statements prepared under UK GAAP on a historical cost basis. Those statutory accounts were filed with the Registrar of Companies. The auditors report on those accounts was unqualified and did not contain a statement under section 237 (2) or section 237 (3) of the Companies Act 1985. The restated IFRS information provided for the year ended 28 February 2007 does not constitute statutory accounts within the meaning of Section 240 of the Companies Act 1985.

However these are anticipated to form the comparative period in the statutory accounts for the year ending 28 February 2008, the Group's first report to be prepared in accordance with IFRS.

The unaudited interim results for the six months ended 31 August 2006 and 31 August 2007 have been prepared by the Group in accordance with IFRS and accounting policies that will be applied when the Group prepares its first IFRS financial statements for the year ending 28 February 2008. The financial information for the six months ended 31 August 2007 does not constitute statutory accounts as defined by Section 240 of the Companies Act 1985.

2. Dividends

No interim dividend is being paid or proposed.

3. Earnings per share

Earnings per share have been calculated on the weighted average number of shares as follows:

	Number
Ordinary shares in issue	37,922,460
Ordinary shares in issue diluted	41,672,460

4. Consolidated statement of changes in equity

	Share capital £	Share premium £	Retained earnings £	Total equity £
Balance at 1 March 2007	3,792,246	359,384	(1,932,898)	2,218,732
Loss for the period	-	-	(107,721)	(107,721)
Balance at 31 August 2007	<u>3,792,246</u>	<u>359,384</u>	<u>(2,040,619)</u>	<u>2,111,011</u>

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