Registered no. 04140379

NAMIBIAN RESOURCE PLC

CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT
FOR THE SIX MONTHS ENDED 31 AUGUST 2014

NAMIBIAN RESOURCES PLC

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NAMIBIAN RESOURCES PLC

CHAIRMAN'S STATEMENT
FOR THE SIX MONTHS ENDED 31 AUGUST 2014

During the period under review the Company has concentrated on refurbishing its plant with a view to realising it at the most advantageous price, as well as seeking other projects which can be brought into the Group.

Operations
Operations at the Group's Sonnberg diamond mine have been discontinued, following a detailed review of its economic viability. The refurbishment of the plant has now been completed, which has underpinned its value, and a structured sale process is now in place. A decision can now be made as to future utilization, either by sale or in another project at a new location. The agreement under which Sonnberg previously mined is open to differing interpretations regarding rehabilitation costs. Sonnberg has contributed a percentage of the value of diamonds mined to a fund held by Namdeb, but the adequacy of this fund is uncertain. The directors provided a further £70,000 to cover this potential liability during the previous year, and discussions are under way with Namdeb.

Financial
During the period the Company reports a consolidated unaudited total comprehensive loss of £72,436 (2013 loss: £376,588). The figure for 2013 is shown after an impairment charge of £167,129. During the period the Company raised £146,600 by a placing of new shares, a large part of which was subscribed by me. Expenses in Namibia have been reduced to the minimum required to maintain Sonnberg Diamonds in good standing. Separate financing will be sought for new projects, which is likely to be by way of both equity and project finance.

Future prospects
Work on bringing new projects in to the Company is now accelerating, and I believe that the Company is now well placed to move forward. The initial intention was to bring in coal projects, but the market perception of coal projects in Southern Africa has mitigated against this. The directors are evaluating a small copper project in Northern Cape Province, South Africa, which could bring early positive cash flow as well as providing a stepping stone to other copper projects in that area. Also currently under consideration are a kimberlite diamond mine in South Africa and an onshore oil and gas project in West Africa. Either of these would require the publication of a new admission document, and it must be stressed that discussions remain at an early stage.

Brian Moritz (Chairman)
17 November 2014

NAMIBIAN RESOURCES PLC

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS ENDED 31 AUGUST 2014

	31-Aug-14 (unaudited) £	31-Aug-13 (unaudited) £	28-Feb-14 (audited) £
Continuing operations			
Revenue	-	-	-
Cost of sales	-	-	-
Gross profit	-	-	-
Administrative and exploration expenses	(86,633)	(93,045)	(289,974)
Impairment of non-current assets	-	(167,129)	(239,778)
Loss from operating activities	(86,633)	(260,174)	(529,752)
Finance income	-	-	-
Finance costs	(309)	(1,945)	(2,006)
Net finance income/(costs)	(309)	(1,945)	(2,006)
Loss before taxation	(86,942)	(262,119)	(531,758)
Taxation	-	-	-
Loss for the period	(86,942)	(262,119)	(531,758)
Other comprehensive income			
Exchange translation on foreign operations	14,506	(114,469)	(154,150)
Other comprehensive income/(loss) for the period, net of tax	14,506	(114,469)	(154,150)
Total comprehensive loss for the period	(72,436)	(376,588)	(685,908)
Loss per share – continuing operations			
Basic and diluted loss per share (pence)	(0.12)	(0.42)	(0.86)

The notes on pages 8 to 10 are an integral part of this condensed consolidated interim financial report.

NAMIBIAN RESOURCES PLC

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 AUGUST 2014

	Notes	31-Aug-14 (unaudited) £	31-Aug-13 (unaudited) £	28-Feb-14 (audited) £
Assets				
Non-current assets				
Intangible assets	**7**	-	-	-
Property, plant and equipment	**8**	264,389	364,004	260,264
		264,389	364,004	260,264
Current assets				
Inventories		-	-	-
Trade and other receivables	**9**	49,951	51,819	49,048
Cash and cash equivalents		22,487	8,085	7,689
		72,438	59,904	56,737
Total assets		336,827	423,908	317,001
Equity				
Equity attributable to owners of the Company				
Share capital	**10**	4,328,355	4,211,235	4,211,235
Share premium	**10**	1,050,197	1,027,317	1,027,317
Currency translation reserve		163,278	191,886	158,491
Retained deficit		(5,972,090)	(5,618,942)	(5,894,867)
Total equity		(430,260)	(188,504)	(497,824)
Liabilities				
Current liabilities				
Trade and other payables	**11**	697,087	612,412	744,825
Provisions		70,000	-	70,000
		767,087	612,412	814,825
Total liabilities		767,087	612,412	814,825
Total equity and liabilities		336,827	423,908	317,001

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NAMIBIAN RESOURCES PLC

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS ENDED 31 AUGUST 2013

	Share capital	Share premium	Currency translation reserve	Accumulated losses	Total equity
	£	£	£	£	£
Balance at 1 March 2013 (audited)	4,211,235	1,027,317	306,355	(5,356,823)	188,084
Total comprehensive income for the period					
Loss for the period	-	-	-	(262,119)	(262,119)
Total other comprehensive income	-	-	(114,469)	-	(114,469)
Total comprehensive loss for the period	-	-	(114,469)	(262,119)	(376,588)
Balance at 31 August 2013 (unaudited)	4,211,235	1,027,317	191,886	(5,618,942)	(188,504)

The notes on pages 8 to 10 are an integral part of this condensed consolidated interim financial report.

NAMIBIAN RESOURCES PLC

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONTINUED)
FOR THE SIX MONTHS ENDED 28 FEBRUARY 2014

	Share capital	Share premium	Currency translation reserve	Accumulated losses	Total equity
	£	£	£	£	£
Balance at 1 September 2013 (unaudited)	4,211,235	1,027,317	191,886	(5,618,942)	(188,504)
Total comprehensive income for the period					
Loss for the period	-	-	-	(269,639)	(269,639)
Total other comprehensive income	-	-	(33,395)	(6,286)	(39,681)
Total comprehensive loss for the period	-	-	(33,395)	(275,925)	(309,320)
Balance at 28 February 2014 (audited)	4,211,235	1,027,317	158,491	(5,894,867)	(497,824)

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NAMIBIAN RESOURCES PLC

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONTINUED)
FOR THE SIX MONTHS ENDED 31 AUGUST 2014

	Share capital	Share premium	Currency translation reserve	Accumulated losses	Total equity
	£	£	£	£	£
Balance at 1 March 2014 (audited)	4,211,235	1,027,317	158,491	(5,894,867)	(497,824)
Total comprehensive income for the period					
Loss for the period	-	-	-	(86,942)	(86,942)
Total other comprehensive income	-	-	4,787	9,719	14,506
Total comprehensive loss for the period	-	-	4,787	(77,223)	(72,436)
Transactions with owners of the company recognised directly in equity					
Contributions by and distributions to owners of the company					
Issue of ordinary shares	117,120	29,280	-	-	146,400
Issue costs	-	(6,400)	-	-	(6,400)
Total contributions by and distributions to owners of the company	117,120	22,880	-	-	140,000
Balance at 31 August 2014 (unaudited)	4,328,355	1,050,197	163,278	(5,972,090)	(430,260)

The notes on pages 8 to 10 are an integral part of this condensed consolidated interim financial report.

NAMIBIAN RESOURCES PLC

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS ENDED 31 AUGUST 2014

	31-Aug-14 (unaudited) £	31-Aug-13 (unaudited) £	28-Feb-14 (audited) £
Cash flows from operating activities			
Loss for the period	(72,436)	(262,119)	(685,908)
Adjustments for:			
Depreciation	-	1,390	1,301
Amortisation of intangible assets	-	-	-
Foreign exchange differences	(4,787)	(9,868)	147,864
Impairment of non-current assets	-	167,129	239,778
Net finance (income)/costs	309	1,945	2,006
	(76,914)	(101,523)	(294,959)
Changes in:			
- inventories	-	2,030	1,730
- trade and other receivables	(185)	3,241	(8,658)
- trade and other payables	(47,831)	101,975	237,344
- provisions	-	-	70,000
Cash used in operating activities	(124,930)	5,723	5,457
Cash flows from investing activities			
Interest paid	(309)	(1,945)	(2,006)
Net cash used in investing activities	(309)	(1,945)	(2,006)
Cash flows from financing activities			
Proceeds from issue of share capital	140,000	-	-
Loans	-	-	-
Net cash flows from financing activities	140,000	-	-
Net increase/(decrease) in cash and cash equivalents	14,761	3,778	3,451
Cash and cash equivalents at beginning of period	7,689	4,307	4,307
Effect of foreign exchange rate changes	37	-	(69)
Cash and cash equivalents at end of period	22,487	8,085	7,689

The notes on pages 8 to 10 are an integral part of this condensed consolidated interim financial report.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 31 AUGUST 2014

1. Reporting entity

Namibian Resources plc (the "Company") is a company domiciled in England and Wales. The condensed consolidated interim financial statements of the Company as at and for the six months ended 31 August 2014 comprise the Company and its subsidiary (together referred to as the "Group"). The Group primarily is involved in the exploration and exploitation of diamonds in Namibia.

2. Basis of preparation

(a) Statement of compliance

This condensed consolidated interim financial report has been prepared in accordance with IAS 34 *Interim Financial Reporting*. Selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in financial performance and position of the Group since the last annual consolidated financial statements as at and for the year ended 28 February 2014. This condensed consolidated interim financial report does not include all the information required for full annual financial statements prepared in accordance with International Financial Reporting Standards.

This condensed consolidated interim financial report was approved by the Board of Directors on 17 November 2014.

(b) Judgements and estimates

Preparing the interim financial report requires Management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this condensed consolidated interim financial report, significant judgements made by Management in applying the Group's accounting policies and key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 28 February 2014.

3. Significant accounting policies

The accounting policies applied by the Group in this condensed consolidated interim financial report are the same as those applied by the Group in its consolidated financial statements as at and for the year ended 28 February 2014.

4. Financial instruments

Financial risk management

The Group's financial risk management objectives and policies are consistent with those disclosed in the consolidated financial statements as at and for the year ended 28 February 2014.

5. Segment information

The Group considers that it operates in a single geographical and business segment.

6. Seasonality of operations

The Group is not considered to be subject to seasonal fluctuations.

7. Intangible assets

	6 months 31 Aug 14 (unaudited) £	6 months 31 Aug 13 (unaudited) £	12 months 28 Feb 14 (audited) £
Cost			
Balance at beginning of period	1,153,852	1,553,340	1,553,340
Additions	-	-	-
Effect of movement in exchange rates	18,291	(255,306)	(399,488)
Balance at end of period	1,172,143	1,298,034	1,153,852
Amortisation			
Balance at beginning of period	606,554	797,898	797,898
Charge for the period	-	-	-
Effect of movement in exchange rates	8,760	(131,143)	(191,344)
Balance at end of period	615,314	666,755	606,554
Impairment losses			
Balance at beginning of period	547,298	555,442	555,442
Impairment	-	167,129	167,129
Effect of movement in exchange rates	9,531	(91,292)	(175,273)
Balance at end of period	556,829	631,279	547,298
Carrying amounts			
Balance at end of period	-	-	-
Balance at beginning of period	-	200,000	200,000

Intangible assets comprise the fair value of mineral exploration rights acquired and the cost of explorations studies.

8. Property, plant and equipment

Acquisitions and disposals

During the six months ended 31 August 2014 the Group acquired assets with a cost of £nil (six months ended 31 August 2013: £nil, twelve months ended 28 February 2014: £nil).

No asset disposals occurred during the interim period (six months ended 31 August 2013: £nil, twelve months ended 28 February 2014: £nil).

9. Trade and other receivables

	31-Aug-14 (unaudited)	31-Aug-13 (unaudited)	28-Feb-14 (audited)
Other receivables	49,951	51,819	49,048
	49,951	51,819	49,048

Trade receivables and other receivables are stated at their nominal values less allowances for non recoverability.

10. Share capital and reserves

Issues of ordinary shares
On 9 April 2014, 11,712,000 ordinary shares were issued for cash at a price of £0.0125 per ordinary share.

Dividends
No dividends were declared or paid in the six months ended 31 August 2014 (period ended 31 August 2013: £nil, year ended 28 February 2014: £nil).

11. Trade and other payables

	31-Aug-14 (unaudited)	31-Aug-13 (unaudited)	28-Feb-14 (audited)
Trade payables and accruals	127,487	32,812	105,225
Loans from current and former Directors	639,600	579,600	639,600
	767,087	612,412	744,825

There is no material difference between the fair value of trade and other payables and their book value.

12. Related parties

Transactions with key management personnel
During the six months ended 31 August 2014 the Company received loans from Lord Sheppard of Didgemere of £nil (six months ended 31 August 2013: £63,900, twelve months ended 28 February 2014: £85,900) and B M Moritz £nil (six months ended 31 August 2013: £27,700, twelve months ended 28 February 2014: £65,700). The balances owed to the individuals at the period end were £426,400 (31 August 2013: £404,400, twelve months ended 28 February 2014: £426,400) and £208,200 (six months ended 31 August 2013: £170,200, twelve months ended 28 February 2014: £208,200) respectively. A C A Carlton advanced £5,000 during the six months ended 31 August 2013 and this amount was owed to him at the period end and the year ended 28 February 2014. The loans are interest free and with no repayment terms.