

Regulatory Story

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Company	Red Rock Resources plc
TIDM	RRR
Headline	Half Yearly Report
Released	07:00 31-Mar-2010
Number	4693J07

RNS Number : 4693J
Red Rock Resources plc
31 March 2010

Red Rock Resources plc

Half-yearly report - six months ended 31 December 2009

31 March 2010

Red Rock Resources plc ("Red Rock" or the "Company") the mineral exploration and development company focused on iron ore and manganese, uranium and rare earths, and gold, and operating in Australia and East Africa, announces its unaudited half-yearly results for the six months ended 31 December 2009.

Chairman's statement

The period under review saw both recovery from the depressed conditions earlier in 2009, for which we claim no credit, and other developments which represented the gradual maturing of the Company's strategies. The sale of manganese assets to Jupiter Mines Ltd (ASX: JMS)("Jupiter") was completed, investment was made in the Migori gold belt in Kenya, and other purchases and sales of exploration interests occurred. Since 31 December there has been the announcement of a major and transformative transaction at Jupiter, and the relisting of Resource Star Ltd (ASX: RSL)("RSL") on the Australian Stock Exchange.

The disclosed interim pretax profit of £3,223,698 (2008 interim loss of £1,958,017) was sufficient to eliminate the accumulated deficit and, provided there are no significant setbacks between now and the 30 June financial year end, should allow the Company to declare its first dividend in 2010.

Total comprehensive income for the interim financial period was £2,980,046 (2008 loss of £1,958,017), which follows a £243,860 income for the year to 30 June 2009; this heading includes surplus on revaluation of available for sale investments including the Company's holding in Jupiter.

We prefer to adopt a cautious treatment at the interim stage, and have written down the value of those Jupiter shares still subject to escrow, and provided for a full tax charge. In respect of the 54,155,579 Jupiter shares issued to Red Rock during the period, which are subject to escrow until August 2010, the reference price for computing Profit in the Income Statement was based on that at the time of issue, with appreciation since issue taken to revaluation of available for sale investments in the Statement of Financial Position.

Since the end of the period covered by the interim results, the price of Jupiter shares, of which the Company held 93,304,165 at 31 December 2009, has risen from AUD 0.195c to AUD 0.285.

Total net equity rose 262.5% year on year to £9,531,890 (2008 £2,629,750), and rose 77.4% from the 30 June 2009 figure of £5,371,990, due once again to the rise in available for sale financial assets, which was only partially offset by the fall in investments in associates.

Since 31 December Jupiter has announced plans to acquire a 49.9% interest in the Tshipi manganese project in South Africa, and we expect that completion of this acquisition will dilute our holding in Jupiter from 25% to around 6%. We support the transaction, which has the potential to make Jupiter one of the world's dominant manganese producers, and though it is the first substantial transaction by Jupiter, we believe and hope that it will not be the last.

Our expectation is that manganese will see strong long term demand and that pricing short term is likely to follow that of other steel inputs like iron ore and coal.

Also since the end of the period, Red Rock has seen the relisting of its 24% owned associate RSL on the Australian Stock Exchange. There continue to be positive developments at our rare earth joint venture at Machinga in Malawi, and since relisting RSL has announced a farm-in to an advanced uranium exploration project in Northern Malawi, where a Resource statement is now being prepared, and good historic results from the Ilomba uranium/niobium occurrence in the north of Malawi. Exploration is soon to start on RSL's Northern territory tenements, one of which is close to Thundelarra Exploration's recent Thunderball discovery and in similar geology. We expect a continuing positive news flow from RSL.

Our small manganese project in Zambia has been adversely affected by illegal activities, and we are quietly and persistently pursuing our remedies, with little doubt of success.

In late 2009 the Company farmed in to 68km of the Migori greenstone belt, with a NI 43-101 Indicated Resource of 1,172,000 ounces of gold. Exploration has had a promising start in this underexplored area of the Tanzanian craton, and the Migori belt's evident gold endowment demonstrates its potential to host resources similar to those at Geita, North Mara, or other deposits in the Tanzanian greenstones. Red Rock will focus its exploration efforts in this area in the immediate future.

We continue to be presented with potentially interesting new projects and challenges, but are focussed in the coming period on

protecting the growth in shareholder value we believe will come from the maturing of the current portfolio, so only opportunities that offer exceptional promise and are a strategic fit are being considered.

Andrew Bell
Executive Chairman

31 March 2010

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Updates on the Company's activities are regularly posted on its website, www.rrplc.com.

Income statement

	Group 6 months to 31 December 2009 Unaudited £	Group 6 months to 31 December 2008 Unaudited £	Group Year to 30 June 2009 Audited £
Revenue			
Sales of investments	634,666	64,869	64,869
Sales of exploration properties	3,627,901	-	-
Cost of sales	(693,236)	(107,557)	(107,557)
Management services	1,171	630	3,285
Gross profit/(loss)	3,570,502	(42,058)	(39,403)
Exploration expenses	(57,754)	(159,099)	(160,087)
Administrative expenses	(290,538)	(217,120)	(550,563)
Currency gain/(loss)	3,570	(319)	(2,543)
Operating profit/(loss)	3,225,780	(418,596)	(752,596)
Share of operating loss in associates	-	(55,433)	(170,545)
Deficit on revaluation of available-for-sale investments	-	(1,480,788)	-
Interest receivable	6,182	1,513	3,618
Interest payable	(8,264)	(4,713)	(9,002)
Profit/(loss) on ordinary activities before taxation	3,223,698	(1,958,017)	(928,525)
Taxation	(907,018)	-	-
Profit/(loss) after taxation	2,316,680	(1,958,017)	(928,525)
Earnings/(loss) per share - see note 3			
Basic	0.48 pence	(0.56) pence	(0.24) pence
Diluted	0.45 pence	(0.55) pence	(0.24) pence

All operations are considered to be continuing.

Statement of comprehensive income

	Group 6 months to 31 December 2009 Unaudited £	Group 6 months to 31 December 2008 Unaudited £	Group Year to 30 June 2009 Audited £
Surplus on revaluation of available for sale investment	871,256	-	1,165,635
Deferred taxation on revaluation of available -for-sale investments	(242,714)	-	-
Unrealised foreign currency gain	34,824	-	6,750
Profit/(loss) for the financial period	2,316,680	(1,958,017)	(928,525)
Total comprehensive income for the financial period	2,980,046	(1,958,017)	243,860

Statement of financial position

	Group 31 December 2009 Unaudited £	Group 31 December 2008 Unaudited £	Group 30 June 2009 Audited £
Assets			
Current assets			
Cash and cash equivalents	231,019	20,078	49,439
Trade and other receivables	384,486	410,413	274,542
Investments in associates	536,220	903,401	1,044,853
Available for sale financial assets	9,235,542	820,913	3,676,909
Exploration properties	685,341	636,372	506,230
Total current assets	11,072,608	2,791,177	5,551,973
Total assets	11,702,608	2,791,177	5,551,973
Equity and liabilities			
Current liabilities			
Trade and other payables	390,986	161,427	179,983
Deferred taxation	1,149,732	-	-
Total liabilities	1,540,718	161,427	179,983
Equity			
Called up share capital	555,818	405,481	464,843
Share premium account	5,942,529	4,425,336	4,853,650
Other reserves	2,228,339	82,581	1,564,973
Retained earnings	805,204	(2,283,648)	(1,511,476)
Total equity	9,531,890	2,629,750	5,371,990
Total equity and liabilities	11,072,608	2,791,177	5,551,973

Statement of cash flows

	Group 6 months to 31 December 2009 Unaudited £	Group 6 months to 31 December 2008 Unaudited £	Group Year to 30 June 2009 Audited £
Cash flows from operating activities			
Operating profit/(loss)	3,225,780	(418,596)	(752,596)
(Increase)/decrease in receivables	(113,834)	(16,215)	119,656
Increase/(decrease) in payables	211,003	(251,868)	(233,312)
Profit on sale of exploration properties	(3,487,479)	-	-
Exploration property costs	-	(147,665)	(184,445)
Impairment of exploration properties	-	79,198	24,154
Payments to acquire available for sale investments	-	(53,333)	-
Cost of available for sale investments disposed of	-	107,557	-
Costs of exploration properties disposed of	-	-	221,964
Currency adjustments	34,825	-	8,637
Share based payments	-	-	52,687
Cash outflow generated from operations	(129,705)	(700,922)	(743,255)
Cash flows from investing activities			
Interest received	6,182	1,513	3,618
Interest paid	(8,264)	(4,712)	(9,002)
Proceeds from sale of subsidiary	-	-	482
Proceeds from sale of associate	508,633	-	-
Available for sale investments disposed of	-	-	107,557
Payments to acquire associate company investments	-	-	(198,762)
Payments to acquire available for sale investments	(1,059,477)	-	(309,079)
Payments to acquire exploration properties	(315,643)	-	-
Net cash flows used in investing activities	(868,569)	(3,199)	(405,186)
Acquisitions and disposals			
Cash disposed of on sale of subsidiary	-	-	(2,169)
Net cash flow from acquisitions and disposals	-	-	(2,169)
Cash flows from financing activities			
Proceeds from issue of shares	1,299,089	660,000	1,147,725
Transaction costs of issue of shares	(119,235)	(23,400)	(35,275)
Net cash flows from financing activities	1,179,854	636,600	1,112,450
Net increase/(decrease) in cash and cash equivalents	181,580	(67,521)	(38,160)
Cash and cash equivalents at the beginning of period	49,439	87,599	87,599
Cash and cash equivalents at the end of period	231,019	20,078	49,439

Consolidated statement of changes in equity
For the period ended 31 December 2009

	Share capital	Share premium	Retained earnings	Other reserves	Total equity
	£	£	£	£	£
At 30 June 2008	305,481	3,888,736	(582,951)	339,901	3,951,167
Issue of shares	159,362	1,085,063	-	-	1,244,425
Share issue and fundraising costs	-	(120,149)	-	-	(120,149)
Share based payments	-	-	-	52,687	52,687
Total comprehensive income for the financial period	-	-	(928,525)	1,172,385	243,860
At 30 June 2009	464,843	4,853,650	(1,511,476)	1,564,973	5,371,990
Issue of shares	90,975	1,208,114	-	-	1,299,089
Share issue and fundraising costs	-	(119,235)	-	-	(119,235)
Total comprehensive income for the financial period	-	-	2,316,680	663,366	2,980,046
At 31 December 2009	555,818	5,942,529	805,204	2,228,339	9,531,890

Half-yearly report notes

1. Company and Group

As at 30 June 2009 and 31 December 2009 the Company had one or more operating subsidiaries and has therefore prepared full and interim consolidated financial statements respectively.

The Company will report again for the year ending 30 June 2010.

The financial information contained in these interim financial statements does not constitute statutory accounts as defined in section 435 of the Companies Act 2006. The financial information for the year ended 30 June 2009 has been extracted from the statutory accounts for the Group for that year. Statutory accounts for the year ended 30 June 2009, upon which the auditors have given an unqualified audit report and did not contain a statement under Section 498(2) or (3) of the Companies Act 2006, have been filed with the Registrar of Companies.

2. Accounting policies

Accounting policies adopted under IFRS

These interim financial statements have been prepared in accordance with International Financial Reporting Standards as adopted by the European Union ("IFRS").

Basis of preparation

The consolidated interim financial information has been prepared in accordance with IAS 34 'Interim Financial Reporting.' The condensed consolidated interim financial information should be read in conjunction with the annual financial statements for the year ended 30 June 2009, which have been prepared in accordance with IFRS.

3. Earnings per share

	6 months to 31 December 2009 Unaudited £	6 months to 31 December 2008 Unaudited £	Year to 30 June 2009 Audited £
These have been calculated on earnings/(loss) of:	2,316,680	(1,958,017)	(928,525)
Weighted average number of Ordinary Shares of £0.001 in issue:	486,412,093	349,763,442	389,691,824
Basic earnings/(loss) per share:	0.48 pence	(0.56) pence	(0.24) pence
Weighted average number of Ordinary Shares of £0.001 in issue inclusive of outstanding options:	516,412,093	354,763,442	401,678,125
Diluted earnings/(loss) per share:	0.45 pence	(0.55) pence	(0.24) pence

4. Segmental information

The Group's primary business segment is mineral exploration. The Group operates within two principal geographical segments, the United Kingdom and Australia. In addition, there are limited operations in Zambia.

The following tables present revenue and loss information and certain asset and liability information by geographical segments:

For the six month period ended 31 December 2009

	United Kingdom £	Australia £	Africa £	Total £
Revenue				
Total segment revenue	4,262,567	-	-	4,262,567
Total consolidated revenue				4,262,567
Result				
Segment results	3,241,431	(15,651)	-	3,225,780
Profit/(loss) before tax and finance costs				3,225,780
Interest receivable				6,182
Interest payable				(8,264)
Profit/(loss) before taxation				3,223,698
Taxation expense				(907,018)
Net profit for the period				2,316,680

As at 31 December 2009

	United Kingdom £	Australia £	Africa £	Total £
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Assets and liabilities				
Segment assets	11,004,495	68,113	-	11,072,608
Total assets				11,072,608
Segment liabilities	(1,536,425)	(4,293)	-	(1,540,718)
Total liabilities				(1,540,718)

For the year ended 30 June 2009

	United Kingdom	Australia	Africa	Total
	£	£	£	£
Revenue				
Total segment revenue	3,285	64,869	-	68,155
Total consolidated revenue				68,155
Result				
Segment results	(667,250)	(231,737)	(24,154)	(923,141)
Loss before tax and finance costs				(923,141)
Interest receivable				3,618
Interest payable				(9,002)
Loss before taxation				(928,525)
Taxation expense				-
Net loss for the year				(928,525)

As at 30 June 2009

	United Kingdom	Australia	Africa	Total
	£	£	£	£
Assets and liabilities				
Segment assets	321,525	5,175,630	54,818	5,551,973
Total assets				5,551,973
Segment liabilities	(177,692)	(2,291)	-	179,983
Total liabilities				179,983
Other segment information				
Capital expenditure	-	105,242	79,203	184,445
				184,445

Copies of the half-yearly report are available free of charge by application in writing to the Company Secretary at the Company's business office, 115 Eastbourne Mews, Paddington, London W2 6LQ, on the Company's website (www.rrrplc.com), or by email to admin@rrrplc.com.

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