

Roche Bay

Public Limited Company

Gibraltar Registered No. 60527

Unaudited Financial Statements

for the three months ended 30 June 2011

for the first quarter of Fiscal Year 2012

ROCHE BAY PUBLIC LIMITED COMPANY

Registered No (Gibraltar) 60527

CONSOLIDATED PROFIT AND LOSS ACCOUNT for the three months ended 30 June 2011

| | 2011 | 2010 |
|---|------------------------------|------------------------------|
| | \$ | \$ |
| Income - interest received | 42 | 9 |
| Expenditure and charges - see schedule below | (469,302) | (209,736) |
| Loss for the period on ordinary activities | <u>(469,260)</u> | <u>(209,727)</u> |
| Consolidated Loss for the quarter | (469,260) | (209,727) |
| Consolidated Accumulated Loss at 1 April 2011 | (7,569,075) | (8,710,033) |
| Consolidated Accumulated Loss 30 June 2011 | <u><u>\$ (8,038,335)</u></u> | <u><u>\$ (8,919,760)</u></u> |

Expenditure and Charges

| | | |
|--------------------------------------|--------------------------|--------------------------|
| Administrative Expenditure | 105,301 | 88,295 |
| Devaluation of Marketable Securities | 353,550 | 75,441 |
| Foreign Exchange Loss | - | 33,899 |
| Interest Paid | - | 356 |
| Professional fees and commissions | 10,451 | 11,745 |
| | <u><u>\$ 469,302</u></u> | <u><u>\$ 209,736</u></u> |

ROCHE BAY PUBLIC LIMITED COMPANY

Registered No (Gibraltar) 60527

CONSOLIDATED BALANCE SHEET

at 30 June 2011

| | 2011 | 2010 |
|----------------------------------|-----------------------|-----------------------|
| | \$ | \$ |
| Fixed Assets | | |
| Mining Resources | 2,506,925 | 2,426,520 |
| Investment Property | 20,500 | 20,500 |
| Total Fixed Assets | <u>2,527,425</u> | <u>2,447,020</u> |
| Deferred Compensation Receivable | 16,728,392 | 16,986,931 |
| Marketable Securities | 1,491,058 | 591,556 |
| | <u>20,746,875</u> | <u>20,025,507</u> |
| Current Assets | | |
| Cash at Bank | 206,365 | 105,286 |
| Accounts receivable | 1,596,973 | 1,574,471 |
| Total Current Assets | <u>1,803,338</u> | <u>1,679,757</u> |
| Current Liabilities | | |
| Accounts Payable | <u>(833,479)</u> | <u>(869,955)</u> |
| Net Current Assets | <u>969,859</u> | <u>809,802</u> |
| Total Net Assets | <u>\$ 21,716,734</u> | <u>\$ 20,835,309</u> |
| Capital and Reserves | | |
| Called up Share Capital | 73,739 | 73,739 |
| Share Premium Account | 15,174,102 | 15,174,102 |
| | <u>15,247,841</u> | <u>15,247,841</u> |
| Non Distributable Reserve | 14,507,228 | 14,507,228 |
| Consolidated Accumulated Loss | <u>\$ (8,038,335)</u> | <u>\$ (8,919,760)</u> |
| Total Shareholders' Funds | <u>\$ 21,716,734</u> | <u>\$ 20,835,309</u> |

ROCHE BAY PUBLIC LIMITED COMPANY

Registered No (Gibraltar) 60527

COMPANY BALANCE SHEET

at 30 June 2011

| | 2011 | 2010 |
|----------------------------------|----------------------|----------------------|
| | \$ | \$ |
| Fixed Assets | | |
| Mining Resources | 2,506,925 | 2,426,520 |
| Investment Property | 20,500 | 20,500 |
| Total Fixed Assets | <u>2,527,425</u> | <u>2,447,020</u> |
| Investments | | |
| Subsidiary Companies | 17,952,765.00 | 17,952,765.00 |
| Marketable Securities | 1,163,514 | 6,896 |
| | <u>21,643,704</u> | <u>20,406,681</u> |
| Current Assets | | |
| Cash at Bank | 13,712 | 13,755 |
| Accounts receivable | 1,246,062 | 1,493,122 |
| Total Current Assets | <u>1,259,774</u> | <u>1,506,877</u> |
| Current Liabilities | | |
| Accounts Payable | <u>(1,784,506)</u> | <u>(864,955)</u> |
| Net Current Assets | <u>(524,732)</u> | <u>641,922</u> |
| Total Net Assets | <u>\$ 21,118,972</u> | <u>\$ 21,048,603</u> |
| Capital and Reserves | | |
| Called up Share Capital | 73,740 | 73,740 |
| Share Premium Account | 15,174,102 | 15,174,102 |
| | <u>15,247,842</u> | <u>15,247,842</u> |
| Non Distributable Reserve | 14,507,228 | 14,507,228 |
| Profit and Loss account | \$ (8,636,098) | \$ (8,706,467) |
| Total Shareholders' Funds | <u>\$ 21,118,972</u> | <u>\$ 21,048,603</u> |

ROCHE BAY PUBLIC LIMITED COMPANY

Registered No (Gibraltar) 60527

CASHFLOW STATEMENT

for the three months ended 30 June 2011

| | 2011 | 2010 |
|--|---------------------|--------------------|
| | \$ | \$ |
| Net cash outflow from operating activities | <u>(229,582)</u> | <u>(30,456)</u> |
| Returns on investments and servicing of finance | | |
| Interest received | <u>42</u> | <u>9</u> |
| Capital expenditure and financial investment | | |
| Lease costs of mining resource | (4,885) | (4,230) |
| Net cash outflow from capital expenditure and financial investment | <u>\$ (4,885)</u> | <u>\$ (4,230)</u> |
| Net increase (decrease) in cash resources | <u>\$ (234,425)</u> | <u>\$ (34,677)</u> |

ROCHE BAY PUBLIC LIMITED COMPANY

Registered No (Gibraltar) 60527

CASHFLOW STATEMENT Page 2 for the three months ended 30 June 2011

RECONCILIATION OF OPERATING LOSS TO NET CASH OUTFLOW FROM OPERATING ACTIVITIES

| | 2011 | 2010 |
|--|---------------------|--------------------|
| | \$ | \$ |
| Operating loss for the period | (469,260) | (209,727) |
| Interest received | (42) | (9) |
| Unrealised loss on marketable securities | 353,550 | 75,441 |
| Forex loss | - | 29,204 |
| Decrease in accounts receivable | 112,310 | 55,727 |
| Increase (Decrease) in accounts payable | (226,140) | 18,908 |
| Net cash outflow from operating activities | <u>\$ (229,582)</u> | <u>\$ (30,456)</u> |

MOVEMENT IN CASH AND ANALYSIS OF CASH BALANCES

| | | |
|---|-------------------|-------------------|
| Changes in net cash | | |
| At 1 April 2011 | 440,790 | 139,963 |
| Increase (Decrease) in cash for the quarter | (234,425) | (34,677) |
| At 30 June 2011 | <u>\$ 206,365</u> | <u>\$ 105,286</u> |
| Analysis of cash balances | | |
| Cash at bank | <u>\$ 206,365</u> | <u>\$ 105,286</u> |