

**PANTHER METALS PLC**  
**UNAUDITED INTERIMS FOR THE SIX MONTHS ENDED**  
**30 JUNE 2018**

# PANTHER METALS PLC

## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE INTERIM PERIOD ENDED 30 JUNE 2018

	Notes	Period ended 30 June 2018 £ <i>Unaudited</i>	Period ended 30 June 2017 £ <i>Unaudited</i>
<b>Revenue</b>		-	-
Cost of sales		-	-
		<hr/>	<hr/>
<b>Gross profit</b>		-	-
Administrative expenses		(133,381)	(60,747)
Share-based payment charge	<b>14</b>	(23,570)	-
		<hr/>	<hr/>
<b>Operating loss</b>		(156,951)	(60,747)
Finance income	<b>4</b>	315	1,021
Gain on disposal of investment	<b>5</b>	-	12,294
Loss on discontinued operations	<b>3</b>	(28,913)	(6,390)
		<hr/>	<hr/>
<b>Loss before taxation</b>		(185,549)	(53,822)
Taxation		-	-
		<hr/>	<hr/>
<b>Loss for the period</b>		(185,549)	(53,822)
		<hr/>	<hr/>
<b>Other comprehensive income</b>		-	-
		<hr/>	<hr/>
<b>Total comprehensive income for the period</b>		(185,549)	(53,822)
		<hr/> <hr/>	<hr/> <hr/>
<b>Loss attributable to:</b>			
Equity holders of the company		(185,549)	(53,822)
		<hr/> <hr/>	<hr/> <hr/>
Basic loss per share (pence)	<b>7</b>	(0.05)p	(0.03)p
		<hr/>	<hr/>
Diluted loss per share (pence)	<b>7</b>	(0.05)p	(0.03)p
		<hr/>	<hr/>

## GROUP AND COMPANY STATEMENTS OF FINANCIAL POSITION

AS AT 30 JUNE 2018

	Notes	Group		Company	
		As at 30 June 2018 £ Unaudited	As at 31 Dec 2017 £ Audited	As at 30 June 2018 £ Unaudited	As at 31 Dec 2017 £ Audited
<b>Non-current assets</b>					
Investments	9	-	-	-	181
<b>Total non-current assets</b>		-	-	-	181
<b>Current assets</b>					
Receivables	10	7,660	4,536	8,964	14,778
Cash at bank and in hand	11	229,631	62,000	229,402	51,527
<b>Total current assets</b>		237,291	66,536	238,366	66,305
<b>Total assets</b>		237,291	66,536	238,366	66,486
<b>Current liabilities</b>					
Trade and other payables	12	(55,064)	(21,654)	(55,064)	(21,002)
<b>Total liabilities</b>		(55,064)	(21,654)	(55,064)	(21,002)
<b>Net assets</b>		182,227	44,882	183,302	45,484
<b>Capital and reserves</b>					
Called up share capital	13	968,762	669,438	968,762	669,438
Share-based payment reserve	14	23,570	-	23,570	-
Retained losses		(810,105)	(624,556)	(809,030)	(623,954)
<b>Total equity</b>		182,227	44,882	183,302	45,484

The unaudited interim financial information of Panther Metals PLC, registered number 009753V (Isle of Man), was approved by the Board of Directors and authorised for issue on 27 September 2018 and signed on its behalf by:

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**Darren Hazelwood**  
**Director**

## GROUP AND COMPANY STATEMENTS OF CHANGES IN EQUITY

AS AT 30 JUNE 2018

Group	Notes	Share capital £	Share based payment reserve £	Retained losses £	Total £
<b>Balance at 1 January 2017</b>		669,438		(490,809)	178,629
Loss for the year		-	-	(133,747)	(133,747)
<b>Balance at 31 December 2017</b>		669,438		(624,556)	44,882
<b>Balance at 1 January 2018</b>		669,438		(624,556)	44,882
Loss for the period		-	-	(185,549)	(185,549)
Share-based payment charge	14		23,570	-	23,570
Share issues	13	317,000	-	-	317,000
Issue costs	13	(17,676)	-	-	(17,676)
<b>Balance at 30 June 2018</b>		968,762	23,570	(810,105)	182,227
<b>Company</b>			<b>Share based payment reserve £</b>	<b>Retained losses £</b>	<b>Total £</b>
<b>Balance at 1 January 2017</b>		669,438		(490,314)	179,124
Loss for the year				(133,640)	(133,640)
<b>Balance at 31 December 2017</b>		669,438		(623,954)	45,484
<b>Balance at 1 January 2018</b>		669,438		(623,954)	45,484
Loss for the period		-	-	(185,076)	(185,076)
Share-based payment charge	14		23,570	-	23,570
Share issues	13	317,000	-	-	317,000
Issue costs	13	(17,676)	-	-	(17,676)
<b>Balance at 30 June 2018</b>		968,762	23,570	(809,030)	183,302

## GROUP AND COMPANY STATEMENTS OF CASH FLOWS

FOR THE PERIOD ENDED 30 JUNE 2018

	Notes	Group		Company	
		Period ended 30 June 2018 £ Unaudited	Period ended 30 June 2017 £ Unaudited	Period ended 30 June 2018 £ Unaudited	Period ended 30 June 2017 £ Unaudited
<b>Cash flows from operating activities</b>					
Loss for the period		(185,549)	(53,822)	(185,075)	(54,689)
Adjusted for:					
Depreciation		-	39	-	39
Interest received	4	(315)	(1,021)	(315)	(1,021)
Share-based payment charge	14	23,570	-	23,570	-
Equity settled expenses	13	17,000	-	17,000	-
Impairment of investment in subsidiary	9	-	-	181	-
Gain on disposal of investment		-	(12,294)	-	(12,294)
(Increase)/decrease in receivables		(3,124)	(2,498)	5,813	(1,789)
Increase/(decrease) in payables		33,410	(9,019)	34,062	(8,692)
<b>Net cash used in operating activities</b>		<b>(115,008)</b>	<b>(78,615)</b>	<b>(104,764)</b>	<b>(78,446)</b>
<b>Investing activities</b>					
Interest received		315	1,021	315	1,021
Sale of investment	5	-	124,066	-	124,066
<b>Net cash generated from investing activities</b>		<b>315</b>	<b>125,087</b>	<b>315</b>	<b>125,087</b>
<b>Financing activities</b>					
Proceeds from issuing shares	13	300,000	-	300,000	-
Issue costs	13	(17,676)	-	(17,676)	-
<b>Net cash generated from financing activities</b>		<b>282,324</b>	<b>-</b>	<b>282,324</b>	<b>-</b>
<b>Net increase in cash and cash equivalents</b>		<b>167,631</b>	<b>46,472</b>	<b>177,875</b>	<b>46,641</b>
<b>Cash and cash equivalents at beginning of period</b>		<b>62,000</b>	<b>82,633</b>	<b>51,527</b>	<b>81,969</b>
<b>Cash and cash equivalents at end of period</b>		<b>229,631</b>	<b>129,105</b>	<b>229,402</b>	<b>128,610</b>

**NOTES TO THE INTERIM FINANCIAL INFORMATION****FOR THE PERIOD ENDED 30 JUNE 2018**

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**1 Accounting policies**

This interim financial information for the six months ended 30 June 2018 is unaudited and does not constitute statutory financial statements within the meaning of the Companies Act 2006 (Isle of Man). The Board of Directors approved it on 9 September 2018.

The figures for the year ended 31 December 2017 have been extracted from the statutory financial statements which have been prepared in accordance with International Financial Reporting Standards, as adopted by the European Union, ("IFRS") and which have been reported on by the company's auditor. The auditor's report on those financial statements was unqualified.

The interim financial information has been prepared in accordance with the requirements of IAS 34 "Interim financial reporting".

The interim financial information does not include all notes of the type normally included in the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the group as the full financial report.

The financial information has been prepared on the historical cost basis. The accounting policies and methods of computation adopted in the company's preparation of the interim financial information are consistent with those adopted and disclosed in the financial statements for the year ended 31 December 2017 and those expected to be used for the year ending 31 December 2018. The principal accounting policies adopted are set out below.

**1.1. Going concern**

In the period ended 30 June 2018 the company raised £300,000 through the placing of its ordinary shares and on 10 September 2018 the company completed its first acquisition of a prospective gold and metals project as part of its new investment strategy.

Having reviewed the company's forecasts, the directors believe that the company is well placed to manage its business risks successfully. Thus, they have adopted the going concern basis in preparing this interim financial information.

**1.2. Basis of consolidation**

The consolidated financial statements incorporate the financial statements of the company and its subsidiary undertaking. The results of subsidiaries acquired or disposed of during the year are included in the consolidated income statement from the effective date of acquisition or up to the effective date of disposal, as appropriate.

All business combinations are accounted for using the acquisition method of accounting.

Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by other members of the group. All intra-group transactions, balances, income and expenses are eliminated in full on consolidation.

**1.3. Foreign currencies**

The results and financial position of the company are expressed in Pounds Sterling (GBP) which is the presentation currency for the company financial statements. During the interim period to 30 June 2018 the functional currency of the company was the Malaysian Ringgit (RM) which is the currency of the environment in which the company principally operated in during this time. At the end of the period, the exchange rate applying to these interim financial statements was GBP1 = RM5.3216

**NOTES TO THE INTERIM FINANCIAL INFORMATION****FOR THE PERIOD ENDED 30 JUNE 2018**

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The company has changed its investment strategy and geographical focus, as such the future functional currency is likely to be the Canadian or Australian dollar. More details will be provided in the 2018 financial statements.

The assets and liabilities of the company's foreign operations are translated at exchange rates prevailing on the date of the accounts. Income and expense items are translated at exchange rates ruling at the date of the transactions. Exchange differences arising, if any, are classified as income or as expenses in the period in which they arise.

**1.4. Investments**

Investments are stated at cost less any provision for impairment is expensed immediately.

**1.5. Trade and other receivables**

Trade and other receivables are carried at original invoice amount less provision made for impairment of these receivables. A provision for impairment of trade and other receivables is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables. The amount of the provision is the difference between the assets' carrying amount and the recoverable amount. Provisions for impairment of receivables are included in the income statement.

**1.6. Trade and other payables**

Trade and other payables represent liabilities for goods and services provided to the company prior to the financial year, which are unpaid. Current liabilities represent those amounts falling due within one year.

**1.7. Taxation**

Deferred tax is provided in full using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination, which at the time of the transaction affects neither accounting nor taxable profit or loss. Deferred tax is determined using tax rates that are expected to apply when the related deferred tax asset is realised or when the deferred tax liability is settled. Deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised.

**2 Critical accounting estimates and judgements**

The preparation of financial statements in conformity with International Financial Reporting Standards, as adopted by the EU, requires the use of accounting estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of income and expenses during the reporting period. Although these estimates are based on management's best knowledge of current events and actions, actual results ultimately may differ from those estimates.

**Share-based payment charge**

The company issued share options to certain Directors during the interim period to 30 June 2018. The Black Scholes model is used to calculate the appropriate charge for these options. The use of this model to calculate a charge involves using a number of estimates and judgements to establish the appropriate inputs to be entered into the model, covering areas such as the use of an appropriate interest rate and dividend rate, exercise restrictions and behavioural considerations. A significant element of judgement is therefore involved in the calculation of the charge.

Management believes that there are no other areas that involve a high degree of judgement or complexity, or areas where assumptions and estimates are significant to this interim financial information statements.

## NOTES TO THE INTERIM FINANCIAL INFORMATION

## FOR THE PERIOD ENDED 30 JUNE 2018

**3 Segmental information**

The company was originally incorporated as an investment vehicle to focus on investment opportunities in the upstream palm oil sector in South East Asia. As announced in the audited results to 31 December 2016, the company expanded its investment search to include opportunities in Sumatera and Kalimantan, Indonesia. However negotiations with estate owners continued to be difficult and the company was unable to take advantage of market opportunities.

On 9 March 2018 the company proposed a new investment strategy seeking to invest in and/or acquire companies and/or projects within the natural resources sector focusing its search in Australia and North America.

The new investment strategy was approved at the AGM and management now consider the natural resources sector to be the only business segment in which the group will continue to operate.

In the six months to 30 June 2018 operations in Malaysia have ceased and operational expenditure in connection with the palm oil investment sector has been separately disclosed in the Statement of Comprehensive Income as discontinued operations of £28,913 (2017: £6,390). This mainly consists of office and administrative costs incurred in Malaysia, a severance package paid to a director and project costs written off in the period.

<b>4 Finance income</b>	<b>Period ended 30 June 2018 £</b>	<b>Period ended 30 June 2017 £</b>
<b>Interest income</b>		
Bank interest received	315	1,021
	<u>          </u>	<u>          </u>

**5 Disposal of investment**

In the period to 30 June 2017 the company's investment in Next Oasis was disposed of for £124,066 resulting in a gain on disposal of £12,294 (see note 9).

<b>6 Taxation</b>	<b>Period ended 30 June 2018 £</b>	<b>Period ended 30 June 2017 £</b>
<b>Current tax</b>	-	-
<b>Deferred tax</b>	-	-
	<u>          </u>	<u>          </u>

No reconciliation of the factors affecting the tax charge has been presented as the company is incorporated in the Isle of Man which has a corporation tax rate of 0%.

**7 Loss per share**

The basic loss per share for the period of 0.05p (2017: - 0.03p) is calculated by dividing the loss for the period by the weighted average number of ordinary shares in issue of 379,463,892 (2017: 180,458,336).



## NOTES TO THE INTERIM FINANCIAL INFORMATION

## FOR THE PERIOD ENDED 30 JUNE 2018

The diluted loss per share for the period of 0.044p is calculated by dividing the loss for the period by the weighted average number of potential ordinary shares of 419,463,892 (2017: 180,458,336) this includes those potentially issuable shares all of which relate to share options issued to Directors. Due to the losses for the period the diluted loss per share is anti-dilutive and therefore has been kept the same as the basic loss per share of 0.05p per share.

**8 Tangible fixed assets****Group and company**

	<b>Office equipment £</b>
<b>Cost</b>	
At 1 January 2017 and 31 December 2017	315
Disposals	(315)
At 30 June 2018	-
<b>Depreciation</b>	
At 1 January 2017 and 31 December 2017	315
Eliminated in respect of disposals	(315)
At 30 June 2018	-
<b>Carrying amount</b>	
At 31 December 2017 and at 30 June 2018	-

**9 Fixed asset investments****Group****Movements in fixed asset investments**

	<b>Unlisted investments £</b>
<b>Cost</b>	
At 1 January 2017	111,772
Disposals	(111,772)
At 1 January 2018	-
Additions	-
At 30 June 2018	-
<b>Net book value</b>	
At 31 December 2017 and at 30 June 2018	-

On 29 May 2017, the company entered into a Share Sale Agreement to dispose its investment in Next Oasis Sdn Bhd for £124,066.

NOTES TO THE INTERIM FINANCIAL INFORMATION

FOR THE PERIOD ENDED 30 JUNE 2018

Company

Movements in fixed asset investments

	Investments in subsidiaries £	Other unlisted investments £	Total £
<b>Cost</b>			
At 1 January 2017	111,772	181	111,953
Disposals	(111,772)	-	(111,772)
	-----	-----	-----
At 1 January 2018	-	181	181
Impairment	-	(181)	(181)
	-----	-----	-----
At 30 June 2018	-	-	-
	-----	-----	-----
<b>Net book value</b>			
At 31 December 2017	-	181	181
	=====	=====	=====
At 30 June 2018	-	-	-
	=====	=====	=====

As at 30 June 2018, the company's investment in its subsidiary company Malaysia – Lonnu (M) Sdn Bhd has been impaired and written down to £nil value resulting in an impairment charge of £181 in the company statement of comprehensive income. The subsidiary was incorporated in order to facilitate management of payments and receipts on behalf of the parent, however operations in Malaysia have ceased following the company's decision to change its investment strategy as discussed in Note 3.

10 Receivables

	Group		Company	
	As at 30 June 2018 £ <i>Unaudited</i>	As at 31 Dec 2017 £ <i>Audited</i>	As at 30 June 2018 £ <i>Unaudited</i>	As at 31 Dec 2017 £ <i>Audited</i>
<b>Amounts falling due within one period</b>				
Amounts due from related parties	-	-	1,344	10,282
Deposits	40	40	-	-
Prepayments	7,620	-	7,620	-
Other debtors	-	4,496	-	4,496
	-----	-----	-----	-----
	7,660	4,536	8,964	14,778
	=====	=====	=====	=====

## NOTES TO THE INTERIM FINANCIAL INFORMATION

## FOR THE PERIOD ENDED 30 JUNE 2018

## 11 Cash and cash equivalents

Cash and cash equivalents comprise cash held at bank. The carrying amount of these assets is approximately equal to their fair value.

## 12 Trade and other payables

	Group		Company	
	As at 30 June 2018 £ <i>Unaudited</i>	As at 31 Dec 2017 £ <i>Audited</i>	As at 30 June 2018 £ <i>Unaudited</i>	As at 31 Dec 2017 £ <i>Audited</i>
Trade payables	5,828	-	5,828	-
Accruals	49,236	21,654	49,236	21,002
	<u>55,064</u>	<u>21,654</u>	<u>55,064</u>	<u>21,002</u>

## 13 Share capital

	As at 30 June 2018 No	As at 31 Dec 2017 No
<b>Allotted, issued and fully paid:</b>		
At the beginning of the period	180,458,336	180,458,336
Share issue on 9 March 2018	300,000,000	-
Share issue on 13 April 2018	17,000,000	-
	<u>497,458,336</u>	<u>180,458,336</u>
At the end of the period		
	As at 30 June 2018 £ <i>Unaudited</i>	As at 31 Dec 2017 £ <i>Audited</i>
<b>Allotted, issued and fully paid:</b>		
At the beginning of the period	669,438	669,438
Shares issue on 9 March 2018	300,000	-
Issue costs	(17,676)	-
Share issue on 13 April 2018	17,000	-
	<u>968,762</u>	<u>669,438</u>
At the end of the period		

On 9 March 2018 the company issued 300,000,000 ordinary shares for 0.1 pence per share, raising £300,000.

On 13 April 2018 the company issued 17,000,000 ordinary shares in lieu of an amount of £17,000 by way of settlement of corporate advisory fees.

**NOTES TO THE INTERIM FINANCIAL INFORMATION****FOR THE PERIOD ENDED 30 JUNE 2018**

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On 11 May 2018, the Company obtained approval from shareholders to amend the Articles of Association removing the limit of authorised share capital and is now authorised to issue an unlimited number of shares.

**14 Share based payment transactions**

On 9 March 2018 20,000,000 share options were granted to certain directors. The options are exercisable at 0.02 pence per share and become exercisable six months after their grant. They can be exercised at any time between this date and to the day before the third anniversary of their grant. If the option holders exercise 50% or more of their options before the first anniversary of their grant, the holders shall receive, upon exercise of each option, one new bonus option with an exercise price of 0.5 pence each, expiring at the same date as the original options.

The Black Scholes model was used to calculate the appropriate charge for the share options and bonus options. The use of this model to calculate a charge involves using a number of estimates and judgments to establish the appropriate inputs to be entered into the model.

The total charge to the consolidated statement of comprehensive income for the period to 30 June 2018 was £23,570.

**15 Related party transactions**

Amounts due from related parties (note 10) at the year-end are receivable from the wholly owned subsidiary company Lonnus (M) Sdn Bhd.

**16 Subsequent events**

On 10 September 2018 the company completed the acquisition of a prospective gold and metals project, Bear Lake Project, in Ontario, Canada. This acquisition is the first under the company's new investment strategy and represents the foundation of the company's exploration portfolio.

The total consideration for the acquisition of Bear Lake Project is CAD\$133,000 (£76,715) comprising of cash payments totalling CAD \$33,000 and the issuance of 19,146,664 ordinary shares valued at CAD \$100,000 (£57,440).

Admission of the completion shares took place on 14 September 2018 and following this the issued ordinary share capital comprise 516,605,000 ordinary shares of 0.01 pence each.