

Roche Bay

Public Limited Company

Gibraltar Registered No. 60527

Unaudited Financial Statements

for the six months ended 30 September 2009

for the second quarter of Fiscal Year 2010

ROCHE BAY PUBLIC LIMITED COMPANY

Registered No (Gibraltar) 60527

CONSOLIDATED PROFIT AND LOSS ACCOUNT for the six months ended 30 September 2009

| | 2009 \$ | 2008 \$ |
|---|----------------------|----------------------|
| Income - interest received | 5 | 269 |
| Expenditure and charges - see schedule below | (199,935) | (6,381,893) |
| Loss for the period on ordinary activities | <u>(199,930)</u> | <u>(6,381,624)</u> |
| Other Income - see schedule below | <u>241,039</u> | <u>196,576</u> |
| Consolidated Gain (Loss) for the period | 41,109 | (6,185,048) |
| Consolidated Accumulated Loss at 1 April 2009 | (8,738,696) | (2,298,289) |
| Consolidated Accumulated Loss 30 September 2009 | <u>\$(8,697,587)</u> | <u>\$(8,483,337)</u> |
| Earnings (Loss) per share | <u>0.006</u> | <u>(0.842)</u> |
| <u>Expenditure and Charges</u> | | |
| Administrative Expenditure | 178,353 | 394,388 |
| Professional fees and commissions | 21,582 | 162,278 |
| Devaluation of Marketable Securities | - | 5,825,227 |
| | <u>\$199,935</u> | <u>\$6,381,893</u> |
| <u>Other Income</u> | | |
| Profit on sale of Marketable Securities | 2,175 | 9,594 |
| Joint Venture Income | - | 186,982 |
| Revaluation of Marketable Securities | 229,796 | - |
| Foreign Exchange Gain | 9,068 | - |
| | <u>\$241,039</u> | <u>\$196,576</u> |

ROCHE BAY PUBLIC LIMITED COMPANY

Registered No (Gibraltar) 60527

CONSOLIDATED BALANCE SHEET at 30 September 2009

| | 2009 | 2008 |
|---|----------------------------|----------------------------|
| | \$ | \$ |
| Fixed Assets | | |
| Mining Resources | 2,415,933 | 16,338,595 |
| Investment Property | 20,500 | 20,500 |
| Total Fixed Assets | <u>2,436,433</u> | <u>16,359,095</u> |
| Deferred Compensation Receivable | 17,097,084 | - |
| Marketable Securities | 734,476 | 91,265 |
| | <u>20,267,993</u> | <u>16,450,360</u> |
| Current Assets | | |
| Cash at Bank | 26,467 | 53,699 |
| Accounts receivable | 1,561,664 | 1,420,062 |
| Total Current Assets | <u>1,588,131</u> | <u>1,473,761</u> |
| Current Liabilities | | |
| Accounts Payable | <u>(798,641)</u> | <u>(853,212)</u> |
| Net Current Assets (Liabilities) | <u>789,490</u> | <u>620,549</u> |
| Total Net Assets | <u><u>\$21,057,483</u></u> | <u><u>\$17,070,909</u></u> |
| Capital and Reserves | | |
| Called up Share Capital | 73,740 | 73,483 |
| Share Premium Account | 15,174,102 | 14,994,598 |
| | <u>15,247,842</u> | <u>15,068,081</u> |
| Non Distributable Reserve | 14,507,228 | 10,486,165 |
| Consolidated Accumulated Loss | <u>\$(8,697,587)</u> | <u>(8,483,337)</u> |
| Total Shareholders' Funds | <u><u>\$21,057,483</u></u> | <u><u>\$17,070,909</u></u> |

ROCHE BAY PUBLIC LIMITED COMPANY

Registered No (Gibraltar) 60527

COMPANY BALANCE SHEET at 30 September 2009

| | 2009 | 2008 |
|---|----------------------|---------------------|
| | \$ | \$ |
| Fixed Assets | | |
| Mining Resources | 2,415,933 | 16,338,595 |
| Investment Property | 20,500 | 20,500 |
| Total Fixed Assets | <u>2,436,433</u> | <u>16,359,095</u> |
| Investments | | |
| Subsidiary Companies | 17,956,764 | 4,000 |
| Marketable Securities | 7,276 | 91,265 |
| | <u>20,400,473</u> | <u>16,454,360</u> |
| Current Assets | | |
| Cash at Bank | 19,822 | 53,699 |
| Accounts receivable | 1,479,652 | 1,420,062 |
| Total Current Assets | <u>1,499,474</u> | <u>1,473,761</u> |
| Current Liabilities | | |
| Accounts Payable | <u>(925,583)</u> | <u>(857,212)</u> |
| Net Current Assets (Liabilities) | <u>573,891</u> | <u>616,549</u> |
| Total Net Assets | <u>\$20,974,364</u> | <u>\$17,070,909</u> |
| Capital and Reserves | | |
| Called up Share Capital | 73,740 | 73,483 |
| Share Premium Account | 15,174,102 | 14,994,598 |
| | <u>15,247,842</u> | <u>15,068,081</u> |
| Non Distributable Reserve | 14,507,228 | 10,486,165 |
| Profit and Loss account | <u>\$(8,780,706)</u> | <u>(8,483,337)</u> |
| Total Shareholders' Funds | <u>\$20,974,364</u> | <u>\$17,070,909</u> |

ROCHE BAY PUBLIC LIMITED COMPANY

Registered No (Gibraltar) 60527

CASHFLOW STATEMENT

for the six months ended 30 September 2009

| | 2009 | 2008 |
|--|--------------------|--------------------|
| Net cash outflow from operating activities | <u>322,022</u> | <u>(1,150,512)</u> |
| Returns on investments and servicing of finance | | |
| Interest received | <u>5</u> | <u>260</u> |
| Capital expenditure and financial investment | | |
| Proceeds of disposal of Marketable Securities | 31,841 | 431,873 |
| Marketable Securities received | (508,000) | - |
| Warrants converted | - | (59,850) |
| Lease costs of mining resource | (3,836) | (15,543) |
| Net cash outflow from capital expenditure and financial investment | <u>\$(479,995)</u> | <u>\$356,480</u> |
| Financing activities | | |
| Shares issued for services | <u>179,761</u> | <u>750,300</u> |
| Net cash inflow from financing | <u>\$179,761</u> | <u>\$750,300</u> |
| Net increase (decrease) in cash resources | <u>\$21,793</u> | <u>\$(43,472)</u> |

ROCHE BAY PUBLIC LIMITED COMPANY

Registered No (Gibraltar) 60527

CASHFLOW STATEMENT (Continued) for the six months ended 30 September 2009

RECONCILIATION OF OPERATING LOSS TO NET CASH OUTFLOW FROM OPERATING ACTIVITIES

| | | |
|---|------------------|----------------------|
| Operating profit (loss) for the period | 41,109 | (6,185,048) |
| Interest received | (5) | (269) |
| Unrealised loss (profit) on marketable securities | (229,796) | 5,818,659 |
| Profit on sale of marketable securities | (2,175) | (9,594) |
| Decrease (Increase) in accounts receivable | 647,210 | 72,001 |
| Increase (Decrease) in accounts payable | (134,321) | (846,261) |
| Net cash outflow from operating activities | <u>\$322,022</u> | <u>\$(1,150,512)</u> |

MOVEMENT IN CASH AND ANALYSIS OF CASH BALANCES

| | | |
|---|-----------------|-----------------|
| Changes in net cash | | |
| At 1 April 2009 | 4,674 | 97,171 |
| Increase (Decrease) in cash for the quarter | 21,793 | (43,472) |
| At 30 September 2009 | <u>\$26,467</u> | <u>\$53,699</u> |
| Analysis of cash balances | | |
| Cash at bank | <u>\$26,467</u> | <u>\$53,699</u> |