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Regency Mines PLC
31 March 2010

Regency Mines plc **Half-yearly report - six months ended 31** **December 2009**

31 March 2010

Regency Mines plc ("Regency" or the "Company") the mineral exploration and development company focused on exploring areas of copper and nickel potential in Western Australia, Queensland, and Papua New Guinea, announces its unaudited half-yearly results for the six months ended 31 December 2009.

Chairman's statement

Dear Shareholders,

The interim group pretax profit of £388,164 (2008 interim loss: £1,408,136) included £634,001 share of profits in associates, reflecting associate profits from our substantial shareholding in Red Rock Resources plc ("Red Rock"). Red Rock's results in the comparable period last year had been affected by a deficit on revaluation of available for sale investments as a result of poor conditions in financial markets and the mining sector.

Comprehensive income for the period showed a profit of £649,379 and included a surplus on revaluation of available for sale financial assets and a share in the comprehensive income of red Rock.

Shareholders' equity increased by 252.8% year on year to £4,063,284 (2008 £1,151,862) and by 48.4% since 30 June 2009. This reflected an increase in the value of Investments in Associates, but also rises in the carrying value of available for sale financial assets and exploration properties. The year on year rise in the value of exploration properties was affected by a write back at 2009 financial year end of exploration

expenditure provisionally written off at the interim stage last year. At that time nickel prices were hitting their lows and pessimism about the world economy was at an extreme, and it seemed appropriate to assume that there might have been no value in exploration carried out. The recovery in nickel prices and in stainless steel demand by the financial year end, which has continued since, meant that at the time of audit no provision was deemed necessary.

Assessment of the Mambare nickel project has continued, and we are working closely with our partners at Direct Nickel Pty Ltd on structuring the next steps. We await the imminent release of new geophysical data by the Papua New Guinea Government, following which we will embark on the next stage of exploration.

An initial drill programme at our Western Australian tenements in the Lake Johnstone greenstone belt has begun, and the first phase, involving 2,600m of drilling on two targets, has been completed. This follows an extensive geophysical investigation, and is initially concentrated on priority targets under cover at the intersection of the greenstone belt and the cross-cutting Jerdacuttup fault which forms part of the terrane boundary hosting the major Tropicana gold discovery. The programme targets potential gold and nickel mineralisation, and initial encouraging indications are that the geological boundary has been found and the right type of rocks are present. Regency awaits sampling results.

The Company has acquired a number of promising tenements in Western Australia and is reviewing its extensive portfolio with a view to optimising value by joint venture, disposal, exploration, or otherwise. Regency continuously reviews opportunities, but as it believes in the long term investment fundamentals for nickel, its core commodity, the environment for which is now improving, it expects to retain a focus on this metal. The Company will be kept busy in the coming months by its nickel projects, but not to the exclusion of enterprise and activity on other fronts.

We look to the remaining months of our financial year with considerable confidence. We believe the prospects for Red Rock are exceptional, and expect to have developments of our own to announce.

Andrew Bell
Chairman
31 March 2010

Change of Name of Nominated Adviser

The Company also announces that Blomfield Corporate Finance Limited, the Company's Nominated Adviser has changed its name to Religare Capital Markets (UK) Limited - trading as Religare Capital Markets.

For further information contact:

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Updates on the Company's activities are regularly posted on its website
www.regency-mines.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	-	131,256	131,256
Cost of sales	-	(146,799)	(146,799)
Management services	19,027	30,733	58,046
Gross profit	19,027	15,190	42,503
Exploration expenses	(5,729)	(510,232)	(132,691)
Administrative expenses	(256,436)	(150,738)	(365,556)
Currency gain/(loss)	404	(31,227)	(48)
Operating loss	(242,734)	(677,007)	(455,792)
Share of profit/(loss) in associates	634,001	(628,825)	(271,327)
Deficit on revaluation of financial assets	622	(107,514)	10,988
Interest receivable	(3,725)	5,261	(791)
Interest payable		(51)	
Profit/(loss) on ordinary activities before taxation	388,164	(1,408,136)	(716,922)
Taxation	-	-	-
Profit/(loss) after taxation	388,164	(1,408,136)	(716,922)
Minority interests	-	-	-
Retained profit/(loss) attributable to Shareholders	388,164	(1,408,136)	(716,922)
Earnings/(loss) per share - see note 3			
Basic	0.10 pence	(0.60) pence	(0.27) pence
Diluted	0.10 pence	(0.60) pence	(0.60) 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 £
Surplus/(loss) on revaluation of available for sale financial assets	96,369	-

Share of other comprehensive income of associates	180,325	-	3
Unrealised currency (loss)/gain	(15,479)	-	1
Surplus recognised directly to equity	261,215	-	3
Profit/(loss) for the financial period	388,164	(1,408,136)	(71)
Total comprehensive income for the financial period	649,379	(1,408,136)	(34)

Statement of financial position

	Group 31 December 2009 Unaudited £	Group 31 December 2008 Unaudited £	Group 30 June 2009 Audited £
Assets			
Non-current assets			
Tangible assets	13,381	15,932	10,396
Investments in associates	1,619,935	466	725,535
Goodwill	43,507	77,715	45,000
Total non-current assets	1,676,823	94,113	780,931
Current assets			
Cash and cash equivalents	126,217	47,488	203,559
Trade and other receivables	211,602	211,459	167,162
Available for sale financial assets	571,596	143,531	219,584
Exploration properties	1,772,508	860,514	1,593,820
Total current assets	2,681,923	1,262,992	2,184,125
Total assets	4,358,746	1,357,105	2,965,056
Equity and liabilities			
Current liabilities			
Trade and other payables	295,462	205,243	226,155
Total liabilities	295,462	205,243	226,155
Equity			
Called up share capital	396,129	245,741	352,808
Share premium account	4,407,261	3,283,270	3,775,578
Other reserves	867,919	347,199	606,704
Retained losses	(1,608,025)	(2,742,348)	(1,996,189)
Total equity	4,063,284	1,151,862	2,738,901
Total equity and liabilities	4,358,746	1,357,105	2,965,056

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 loss	(242,734)	(677,007)	(455,792)
Decrease/(increase) in receivables	(44,440)	83,880	128,177
Increase/(decrease) in payables	69,309	128,021	148,932
Impairment of exploration properties	-	93,067	51,587
Depreciation of fixed assets	1,898	4,489	9,470
Cost of available for sale investments disposed of	-	146,800	-
Payments to acquire available for sale investments	(203,647)	(8,069)	(590,100)
Exploration property costs	-	-	4,756
Share based payments	11,280	(28,059)	2,687
Currency adjustments			
Cash outflow generated from operations	(408,334)	(257,328)	(700,283)
Cash flows from investing activities			
Interest received	622	5,261	10,988
Interest paid	(3,725)	(51)	(791)
Payments to acquire fixed assets	(5,191)	(4,215)	(5,305)
Payments to acquire associate company investments	(80,075)	(150,000)	(175,000)
Payments to acquire available for sale investments	(255,643)	-	(76,510)
Proceeds from sale of available for sale investments	-	-	146,799
Net cash flows used in investing activities	(344,012)	(149,005)	(99,819)
Acquisitions and disposals			
Purchase of subsidiary	-	(32,715)	(82,250)
Net cash outflow from acquisitions and disposals	-	(32,715)	(82,250)
Cash inflows from financing activities			
Proceeds from issue of shares	782,552	322,500	942,000
Transaction costs of issue of shares	(107,548)	(16,125)	(36,250)
Net cash flows from financing activities	675,004	306,375	905,750
Net (decrease)/increase in cash and cash equivalents	(77,342)	(132,673)	23,398
Cash and cash equivalents at the beginning of period	203,559	180,161	180,161
Cash and cash equivalents at end of period	126,217	47,488	203,559

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	219,941	3,002,695	(1,279,267)	310,255	2,253,624
Issue of shares	132,867	809,133	-	-	942,000
Share issue and fundraising costs	-	(36,250)	-	-	(36,250)
Share based payments	-	-	-	4,756	4,756
Consolidation reserve adjustment	-	-	-	(81,287)	(81,287)
Total comprehensive income for the financial period	-	-	(716,922)	372,980	(343,942)
At 30 June 2009	352,808	3,775,578	(1,996,189)	606,704	2,738,901
Issue of shares	43,321	739,231	-	-	782,552
Share issue and fundraising costs	-	(107,548)	-	-	(107,548)
Total comprehensive income for the financial period	-	-	388,164	261,215	649,379
At 31 December 2009	396,129	4,407,261	(1,608,025)	867,919	4,063,324

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").

The consolidated interim financial information has been prepared in accordance with IAS34 'Interim Financial Reporting'. The condensed 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 IFRSs.

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 a earnings/(loss) of:	388,164	(1,408,136)	(716,922)
The weighted average number of shares used was:	382,375,603	234,383,053	267,140,662
Basic earnings/(loss) per share:	0.10 pence	(0.60) pence	(0.27) pence
The weighted average number of shares inclusive of outstanding options was:	400,375,603	234,383,053	267,140,662
Diluted earnings/(loss) per share:	0.10 pence	(0.60) pence	(0.27) pence

4. Segmental information

The Group's primary business segment is mineral exploration. The Group operates within three principal geographical segments, the United Kingdom, Australia and Papua New Guinea (PNG).

The following tables present revenue and loss information and certain asset and liability information by geographical segment.

For the six month period ended 31 December 2009

	United Kingdom	Australia	PNG	T
	£	£	£	
Revenue				
Total segment revenue	-	-	-	
<hr/>				
Total consolidated revenue				
Result				
Segment results	(214,166)	(17,513)	(11,055)	(242,7
<hr/>				
Loss before tax and finance costs				(242,7
Interest receivable				(
Interest payable				(3,7
Share of profit of associates				634,6
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Profit before taxation				388,1
Taxation expense				
Net profit for the period				388,1

As at 31 December 2009

	United Kingdom	Australia	PNG	T
	£	£	£	
Assets and liabilities				
Segment assets	3,000,248	257,264	1,101,234	4,358,7
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Total assets				4,358,7
Segment liabilities				
	(240,205)	(10,645)	(44,612)	(295,4
<hr/>				
Total liabilities				(295,4

For the year ended 30 June 2009

	United Kingdom	Australia	PNG	T
	£	£	£	
Revenue				
Total segment revenue	162,188	27,114	-	189,3
Total consolidated revenue				189,3
Result				
Segment results	(677,893)	(25,139)	(24,087)	(727,1
Loss before tax and finance costs				(727,1
Interest receivable				10,5
Interest payable				(7
Loss before taxation and minority interests				(716,9
Taxation expense				(716,9
Net loss for the year				(716,9

As at 30 June 2009

	United Kingdom	Australia	PNG	T
	£	£	£	
Assets and liabilities				
Segment assets	1,284,097	611,786	1,069,173	2,965,0
Total assets				2,965,0
Segment liabilities	(144,822)	(3,631)	(77,702)	(226,1
Total liabilities				(226,1

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.regency-mines.com), or by email to admin@regency-mines.com.

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