TOLEDO MINING CORPORATION PLC
("Toledo" and the "Company")

INTERIM RESULTS FOR THE SIX MONTH PERIOD ENDED 30 SEPTEMBER 2007

CHAIRMAN'S STATEMENT

In the period under review, Toledo Mining Corporation's activities continued to be focused on the development and evaluation of several large laterite nickel orebodies on Palawan Island in the Philippines.

I am pleased to advise that the Company has over the current period achieved its current objective of establishing direct shipping operations at the Berong nickel project on the island of Palawan, Philippines.

Over the six month period 1 April to 30 September 2007, a total of 353,300 wet metric tons of laterite nickel ore at an average grade of 1.53% Ni was shipped to China and Australia. Total shipments over the period 1 January to 18 December 2007 amount to 530,168 wet metric tons at an average grade of 1.53% Ni.

Shipments in the period since July 2007 have been impacted by customer shipping schedules and the wet season on Palawan. All shipments are sold on a free on board basis with customers making their own shipping arrangements.

Rehabilitation of the areas mined has commenced and a research plot prepared to determine the best tree species to replace the trees cut during operations.

An agreement was reached with BHP Billiton for the long term supply of laterite ore to the Yabulu plant in Queensland, Australia. The agreement is for the supply of up to 500,000 wet metric tons of ore per year, and runs for 5 years with BHP Billiton having the option to extend this for a further 5 years. The Company has the ability to supply to BHP Billiton more ore than the contracted quantities. Discussions are underway with several Chinese customers for similar long term supply agreements.

Project activities completed include the coastal stockpile drying pad area and associated siltation management system, assay laboratory, potable water system, crusher and batch plant facilities, and the pedestrian footbridge over the Berong River. Designs and costings were completed for the permanent offices, accommodation village, workshop facilities, Dangla Road, and Berong airstrip upgrade.

Activities planned for the second half-year include construction of the permanent office and accommodation facilities, the heavy equipment maintenance workshops, and modifications to the causeway. The latter is planned to involve extending and reinforcing the causeway used for barge loading to better withstand the strong wave action during the typhoon season.

Permit approvals continue to delay the start of construction of the Dangla Road, a dedicated haul road without community development along its route.

The Company entered into a (exploration) Mineral Production Sharing Agreement (MPSA No.235-2007-IVB) with the Philippine Government covering the 288 hectare Berong Nickel Project. The current Direct Shipping Operation falls under the MPSA and the associated Special Mines Permit. The Feasibility Study Report for the life-of-mine operations was completed and submitted to the Department of Environment and Natural Resources to enable the "Declaration of Mining Feasibility" for this MPSA area. Validation of the Ore Reserves was also undertaken.

During the period, a JORC compliant mineral resource prepared by Snowdens Mining Industry Consultants from Perth, Australia was completed. The following is a summary of the JORC compliant mineral resource : The measured, indicated and inferred resource within the 288 ha MPSA area is estimated at 9.92 million tonnes at an average grade of 1.55% Ni using a 1% nickel cut-off grade, containing over 150,000 tonnes of nickel. (Drilling within the MPSA area is ongoing and is aimed at delineating additional tonnage).

The assessment of processing options to add value to the large lateritic resources at Berong continued. Samples of the various ore types have been delivered to SGS Lakefield testing laboratory in Perth, Australia. A test work programme has been developed in conjunction with SNC Lavalin, covering:

- Ore characterisation
- Agitation atmospheric leach
- High Pressure Acid leach
- Bottle roll simulation of heap leach

In addition to the above test work, a preliminary simulation of the nickel pig iron blast furnace operation has been completed to assess the mass balance, product quality and consumables.

Field exploration and evaluation activities continued at the Ipilan/Celestial nickel project, with excellent progress continuing to be made.

Drilling continues to be used where the ore body is too deep for hand pitting. Drilling and pitting has mainly been undertaken on a grid spacing of 25meters x 25 meters and shows the thickness of mineralisation to be between 15 meters to 20 meters, with the thickest intersections being up to 55 meters. Over the areas tested, this would indicate more than 60 million tonnes of laterite nickel mineralisation within a small footprint. Historical records from widely spaced test pits and old drilling indicate the average grade of this mineralisation is likely to be between 1.2% and 1.3% Ni. These grades will be validated when the large backlog in assay results are completed. This estimation of mineralisation grade and tonnage is conceptual in nature, with insufficient exploration to define a mineral resource and uncertainty as to whether further exploration will result in the determination of a mineral resource.

Because of the large backlog in assaying through the commercial laboratory being used, a JORC compliant ore resource estimate is now expected to be released in first quarter 2008. The drilling and test pitting undertaken to date is more than adequate for an initial Direct Shipping Operation (DSO) followed by a value added processing plant. The intensity of drilling and pitting, combined with the metallurgical test samples collected, will allow all the ore type to be adequately characterised and assessed. It further provides confidence to potential financiers and investors of a processing plant that a sufficient resource exists to underpin an operation with a life of more than 30 years. Present indications are that the ore types are ideal for leaching, and similar to the laterite ores being processed through the HPAL plant at Rio Tuba on Palawan. The ore types are also suitable for the Chinese blast furnace process for producing nickel pig iron.

Project activities have focussed on the early development of a DSO. Leighton Contractors Phils Inc has been commissioned to undertake the preliminary engineering and infrastructure scoping studies. Environmental studies have commenced with the gathering of base line data. Scoping of the marine bathymetric survey is underway as is preliminary ore body modelling. All studies are directed at an initial 1.5 million wet metric ton per year mining operation.

Limited activity has been undertaken on the Ulugan nickel project over the period and has been primarily directed at efforts to procure exploration permits over the area of interest.

Together, Berong, Celestial and Ulugan represent world class projects with a combined pre-JORC resource of some 350 million tonnes at 1.3% nickel and an estimated total nickel content of more than 4.5 million tonnes. The deposits offer the potential to recover both limonite and saprolite ore. (Our pre-JORC resource is defined as being conceptual in nature with insufficient exploration to define the mineral resource and with uncertainty as to whether further exploration will result in the determination of a mineral resource).

The Philippines has been exporting nickel ore for 25 years, and is well located to supply major world markets. Two thirds of global nickel production is used in the manufacture of stainless steel, demand for which has grown sharply, with the Chinese market accounting for much of the growth.

The Company remains well financed with cash in the bank at 30 September 2007 of £9.9 million.

Chrisilios Kyriakou, Chairman
19 December 2007

ENQUIRIES:

Toledo Mining Corporation Plc Annie Richards	Tel: +44 (0) 20 7514 1482 arichards@toledomining.com
Pelham Public Relations Charles Vivian	Tel: +44 (0) 20 7743 6672 charles.vivian@pelhampr.com
Nabarro Wells & Co. Limited Hugh Oram	Tel: +44 (0) 20 7710 7400

INDEPENDENT REVIEW REPORT TO TOLEDO MINING CORPORATION PLC

Introduction

We have been engaged by the Company to review the condensed set of financial statements in the half-yearly financial report for the six months ended 30 September 2007 which comprises the Consolidated Income Statement, the Consolidated Balance Sheet, the Statement of Changes in Equity, the Consolidated Cash Flow Statement and the related notes numbered 1 to 10. We have read the other information contained in the half-yearly financial report and considered whether it contains any apparent misstatements or material inconsistencies with the information in the condensed set of financial statements.

Directors' responsibilities

The half-yearly financial report is the responsibility of, and has been approved by, the directors. The AIM Rules require that the accounting policies and presentation applied to the interim figures should be consistent with those applied in preparing the preceding annual accounts except where any changes, and the reasons for them, are disclosed.

As disclosed in note 2, the annual financial statements of the group are prepared in accordance with IFRSs as adopted by the European Union. The condensed set of financial statements included in this half-yearly financial report has been prepared in accordance with International Accounting Standard 34, "Interim Financial Reporting," as adopted by the European Union.

The report is made solely to the Company in accordance with guidance contained in International Standard on Review Engagements (UK and Ireland) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' issued by the Auditing Practices Board. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company, for our work, for this report, or for the conclusions we have formed.

Our Responsibility

Our responsibility is to express to the Company a conclusion on the condensed set of financial statements in the half-yearly financial report based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements (UK and Ireland) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' issued by the Auditing Practices Board for use in the United Kingdom. A review of interim financial information consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing (UK and Ireland) and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the condensed set of financial statements in the half-yearly financial report for the six months ended 30 September 2007 is not prepared, in all material respects, in accordance with International Accounting Standard 34 as adopted by the European Union.

Sawin & Edwards
Chartered Accountants
15 Southampton Place
WC1A 2AJ
19 December 2007

UNAUDITED CONSOLIDATED INCOME STATEMENT

For the six months period ended 30 September 2007

	Note	Six months period ended 30 September 2007 (Unaudited) £	Six months period ended 30 September 2006 (Unaudited) £	Year ended 31 March 2007 (Audited) £
Revenue		**583,510**	46,760	186,229
Gross profit		**583,510**	46,760	186,229
Administrative expenses		**(1,180,571)**	(657,114)	(2,098,316)
Other operating income		**60,402**	71,652	143,448
Realised / unrealised losses on current asset investments		**(251,550)**	(7,954)	(93,543)
Share of results of associates		**2,840,147**	(103,069)	276,289
Profit / (loss) from operations		**2,051,938**	(649,725)	(1,585,893)
Investment income		**294,157**	146,069	321,477
Profit / (loss) before taxation		**2,346,095**	(503,656)	(1,264,416)
Income tax expense	9	**(595,818)**	-	-
Profit / (loss) for the period		**1,750,277**	(503,656)	(1,264,416)
Attributable to:				
Equity holders of the parent		**1,538,468**	(503,656)	(1,300,374)
Minority interest		**211,809**	-	35,958
		1,750,277	(503,656)	(1,264,416)
Earnings / (loss) per share (pence) – including share of associates results	3			
Basic		**5.30**	(1.84)	(4.72)
Diluted		**5.14**	(1.64)	(4.48)
Loss per share (pence) – excluding share of associates results	3			
Basic		**(2.43)**	(1.47)	(5.73)
Diluted		**(2.36)**	(1.31)	(5.43)

The Group has no recognised gains or losses other than the results for the period as set out above.

UNAUDITED CONSOLIDATED BALANCE SHEET

30 September 2007

	Note	As at 30 September 2007 (Unaudited) £	As at 30 September 2006 (Unaudited) £	As at 31 March 2007 (Audited) £
ASSETS				
Non Current Assets				
Intangible assets		**-**	1,287,749	-
Property, plant and equipment		**20,695**	46,104	33,397
Investments in associated undertakings	4	**13,193,821**	9,974,316	10,353,674
Loans and receivables	5	**3,069,061**	535,404	1,812,274
Trade and other receivables		**38,450**	38,450	38,450
Total non current assets		**16,322,027**	11,882,023	12,237,795
Current Assets				
Trade and other receivables		**840,551**	2,033,790	490,282
Loans and receivables		**-**	-	3,129,520
Investments		**383,364**	915,306	915,568
Cash and cash equivalents		**9,946,316**	8,592,739	8,031,291
Total current assets		**11,170,231**	11,541,835	12,566,661
Total Assets		**27,492,258**	23,423,858	24,804,456
EOUITY AND LIABILITIES				
Current Liabilities				
Trade and other payables		**1,126,428**	1,289,474	1,659,721
Total current liabilities		**1,126,428**	1,289,474	1,659,721
Non –current liabilities				
Deferred income tax liabilities	6	**595,818**	-	-
Total non-current liabilities		**595,818**	-	-
Total Liabilities		**1,722,246**	1,289,474	1,659,721

UNAUDITED CONSOLIDATED BALANCE SHEET *(continued)*
30 September 2007

	Note	As at 30 September 2007 (Unaudited) £	As at 30 September 2006 (Unaudited) £	As at 31 March 2007 (Audited) £
Equity and Reserves				
Called up share capital	7	**1,459,417**	1,377,417	1,429,417
Share premium		**23,907,908**	21,935,508	23,062,908
Share based payments reserve		**705,921**	515,838	1,107,326
Profit and loss account		**(551,224)**	(1,694,379)	(2,491,097)
Equity attributable to equity holders of the parent		**25,522,022**	22,134,384	23,108,554
Minority interest		**247,990**	-	36,181
Total Equity		**25,770,012**	22,134,384	23,144,735
Total equity and liabilities		**27,492,258**	23,423,858	24,804,456

These interim results were approved by the Board on 19 December 2007 and signed on their behalf by:

C Kyriakou,
Chairman

UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
for the six months period ended 30 September 2007

	Share Capital £	Share Premium £	Share Based Payments Reserve £	Profit and Loss £	Total £
Balance at 1April 2007	1,429,417	23,062,908	1,107,326	(2,491,097)	23,108,554
Share issue	30,000	845,000	-	-	875,000
Profit for the period	-	-	-	1,538,468	1,538,468
Share based reserve transfer	-	-	(401,405)	401,405	-
Balance at 30 September 2007	1,459,417	23,907,908	705,921	(551,224)	25,522,022

	Share Capital £	Share Premium £	Share Based Payments Reserve £	Profit and Loss £	Total £
Balance at 1 April 2006	898,667	12,523,833	-	(1,202,229)	12,220,271
IFRS Transition adjustments	-	-	360,571	11,506	372,077
Restated balances at 1 April 2006	898,667	12,523,833	360,571	(1,190,723)	12,592,348
Share issue	530,750	10,539,075	-	-	11,069,825
Loss for the period	-	-	-	(1,300,374)	(1,300,374)
Share based payments	-	-	746,755	-	746,755
Balance at 31 March 2007	1,429,417	23,062,908	1,107,326	(2,491,097)	23,108,554

	Share Capital £	Share Premium £	Share Based Payments Reserve £	Profit and Loss £	Total £
Balance at 1 April 2006	898,667	12,523,833	-	(1,202,229)	12,220,271
IFRS Transition adjustments	-	-	360,571	11,506	372,077
Restated balances at 1 April 2006	898,667	12,523,833	360,571	(1,190,723)	12,592,348
Share issue	478,750	9,411,675	-	-	9,890,425
Loss for the period	-	-	-	(503,656)	(503,656)
Share based payments	-	-	155,267	-	155,267
Balance at 30 September 2006	1,377,417	21,935,508	515,838	(1,694,379)	22,134,384

UNAUDITED CONSOLIDATED CASH FLOW STATEMENT
for the six months period ended 30 September 2007

	Six months period ended 30 September 2007 (Unaudited) £	Six months period ended 30 September 2006 (Unaudited) £	Year ended 31 March 2007 (Audited) £
Cash flows from operating activities			
Operating profit / (loss)	**2,051,938**	(649,725)	(1,585,893)
Increase in trade and other receivables	**(289,201)**	(1,830,624)	(239,596)
(Decrease) / increase in trade & other payables	**(533,293)**	(227,125)	143,122
Depreciation	**13,390**	16,371	37,326
Write down of intangible expenditure	-	-	50,048
Share of associate undertakings results	**(2,840,147)**	103,069	(276,289)
Increase in investments	**532,204**	(18,306)	(18,568)
Share based payments	-	155,267	746,755
Translation exchange loss	**194,177**	-	-
Net cash flows from operating activities	**(870,932)**	(2,451,073)	(1,143,095)
CASH FLOW STATEMENT			
Net cash outflow from operating activities	**(870,932)**	(2,451,073)	(1,143,095)
Investing Activities			
Investment income	**167,897**	82,434	193,843
Purchase of property, plant & equipment	**(688)**	(3,691)	(11,939)
Loan investments advanced	**(1,385,772)**	(535,404)	(4,925,092)
Loan investments repaid	**3,129,520**	-	-
Purchase of intangibles	**-**	(1,237,701)	-
Net cash flow from investing activities	**1,910,957**	(1,694,362)	(4,743,188)
Financing activities			
Issue of equity share capital	**875,000**	9,890,425	11,069,825
Net cash inflow from financing activities	**875,000**	9,890,425	11,069,825
Increase in cash & cash equivalents	**1,915,025**	5,744,990	5,183,542
Cash and cash equivalents brought forward	**8,031,291**	2,847,749	2,847,749
Cash and cash equivalents carried forward	**9,946,316**	8,592,739	8,031,291

NOTES TO THE UNAUDITED INTERIM RESULTS

For the six months period ended 30 September 2007

1. General information

Toledo Mining Corporation Plc is a company incorporated in England and Wales under the Companies Act 1985. The Company's registered office is 11 Albemarle Street, London, W1S 4HH.

The principal activity of the Group is the investment in and exploration and development of mining projects, specifically in the Philippines.

The Group's principal activity is carried out in US dollars. The interim results are presented in pounds sterling as this is the currency of the country (the UK) from which the Group operates.

The Board of directors has authorised the issue of these interim results on the date of the statement as set out on page 9.

2. Accounting policies

Basis of accounting

The interim results have been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting".

The annual financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs)

The interim results have been prepared on the historical cost basis except that certain financial instruments are accounted for at fair values. The principal accounting policies adopted are set out below.

Basis of consolidation

The consolidated interim results incorporate the interim results of the Company and all Group undertakings. Control is achieved when the Company has the power to govern the financial and operating policies of an investee entity so as to obtain benefits from its activities.

On acquisition, the assets and liabilities and contingent liabilities of a subsidiary are measured at their fair values at the date of acquisition. Any excess of the cost of acquisition over the fair value of the identifiable net assets acquired is recognised as goodwill. Any deficiency of the cost of acquisition below the fair value of the identifiable net assets acquired (i.e. discount on acquisition) is credited to profit and loss in the period of acquisition. The interest of minority shareholders is stated at the minority's proportion of the fair values of the assets and liabilities recognised. Subsequently, any losses applicable to the minority interest in excess of the minority interest are allocated against the interests of the parent.

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.

Where necessary, adjustments are made to the interim results of subsidiaries to bring the accounting policies used into line with those used by the Group.

All intra-group transactions, balances, income and expenses are eliminated on consolidation.

Investments in Associates

An associate is an entity over which the Group is in a position to exercise significant influence, but not control or joint control, through participation in the financial and operating policy decisions of the investee.

The results and assets and liabilities of associates are incorporated in these interim results using the equity method of accounting. Investments in associates are carried in the balance sheet at cost as adjusted by post-acquisition changes in the Group's share of the net assets of the associate, less any impairment in the value of individual investments. Losses of the associates in excess of the Group's interest in those associates are not recognised.

Where a Group company transacts with an associate of the Group, profits and losses are eliminated to the extent of the Group's interest in the relevant associate. Losses may provide evidence of an impairment of the asset transferred in which case appropriate provision is made for impairment.

Revenue recognition

Revenue and other operating income represent the provision of consultancy, management and office services for the year.

Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount.

Gains and losses on current asset investments represent realised and unrealised gains / (losses).

Foreign currencies

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing on the dates of the individual transactions. For practical reasons, a rate that approximates to the actual rate at the date of the transaction is often used. At each balance sheet date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the balance sheet date. Non-monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing at the balance sheet date. Gains and losses arising on retranslation are included in net profit or loss for the period. On consolidation, the assets and liabilities of the Group's overseas operations are translated at exchange rates prevailing on the balance sheet date. Income and expense items are translated at the average exchange rates for the period unless exchange rates fluctuate significantly. Exchange differences arising, if any, are classified as equity and transferred to the Group's translation reserve. Such translation differences are recognised as income or as expenses in the period in which the operation is disposed of.

Deferred taxation

Deferred tax is the tax expected to be payable or recoverable on differences between the carrying amounts of assets and liabilities in the interim results and the corresponding tax bases used in the computation of taxable profit, and is accounted for using the balance sheet liability method. Deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which deductible temporary differences can be utilised. Such assets and liabilities are not recognised if the temporary difference arises from the original recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the income statement, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity.

Financial instruments

Financial assets and financial liabilities are recognised on the balance sheet when the Company becomes a party to the contractual provisions of the instrument.

Non-current intangible assets

Non-current intangible assets are shown at cost less any provisions made in respect of impairment.

Asset impairments

Non-current intangible assets are reviewed for impairments if events or changes in circumstances indicate that the carrying amount may not be recoverable. When a review is conducted, the recoverable amount is assessed by reference to the net present value of expected future cash flows of the relevant income generating unit or disposal value, if higher.

If an asset is impaired, a provision is made to reduce the carrying amount to its estimated recoverable amount.

Non-current asset investments

Loan investments are shown at cost less provision for any permanent diminution in value. Loan investments are recognised as an asset when sums are advanced.

Property, plant and equipment

Office equipment and furniture are shown at cost less accumulated depreciation and any recognised impairment loss. Depreciation is charged so as to write off the cost of assets over their estimated useful lives, using the straight line method on the following basis:

Office furniture and fittings 33% - 50%
Computer and office equipment 33% - 100%

Cash and cash equivalents

Cash and cash equivalents comprise cash held at bank and on short term deposits.

Financial liabilities and equity

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangement entered into. An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities.

Trade payables

Trade payables are not interest bearing and are stated at their nominal value.

Trade receivables

Trade receivables do not carry any interest and are stated at their nominal value as reduced by appropriate allowances for estimated irrecoverable amounts.

Equity instruments

Equity instruments issued by the Company are recorded at the proceeds received except where those proceeds appear to be less than the fair value of the equity instruments issued, in which case the equity instruments are recorded at fair value. The difference between the proceeds received and the fair value is reflected in the share based payments reserve.

The costs of issuing new equity are charged against the share premium account.

Operating Leases

Rental costs under operating leases are changed to the income statement on a straight line basis over the term of the lease. Where an incentive to sign the lease has been taken the incentive is spread on a straight line basis over the lease term.

Pension costs

The Company makes defined contributions to the independent pension scheme of its employees.

Share based payments

The Group has applied the requirements of IFRS 2 Share-based Payments.

The Group issues equity-settled based payments to directors, staff, and certain professional advisors of the Group. Equity-settled share-based payments are measured at fair value at the date of grant. The fair value determined at the grant date of the equity-settled share-based payment is expensed on a straight-line basis over the vesting period, based on the Group's estimate of shares that will eventually vest.

Fair value is measured using a Black-Scholes model. The expected life used in the model has been adjusted, based on management's best estimate, for the effects of non-transferability, exercise restrictions, and behavioural considerations.

3. Earnings / (loss) per share – including share of associates results

Earnings / (loss) per share has been calculated by dividing the profit / (loss) for the period after taxation including share of associates profits / (losses) of £2,840,147 (2006: loss £103,069) attributable to the equity holders of the parent company of £1,538,468 (2006: loss £503,656) by the weighted average number of shares in issue at the period end of 29,034,652 (2006: 27,316,847).

Diluted earnings / (loss) per share has been calculated using the weighted average number of shares in issue at the period end, diluted for the effect of share options in existence at the period end of 895,000 (2006: 3,325,000).

Loss per share – excluding share of associates results

Loss per share has been calculated by dividing the loss for the period after taxation excluding share of associates profits / (losses) and deferred tax relating thereto of £2,244,329 (2006: loss £103,069) attributable to the equity holders of the parent company of £705,861 (2006: £400,587) by the weighted average number of shares in issue at the year end of 29,034,652 (2006: 27,316,847).

Diluted loss per share has been calculated using the weighted average number of shares in issue at the year end, diluted for the effect of share options in existence at the period end of 895,000 (2006: 3,325,000).

4. Investments in Associated Undertakings

	Six months period ended 30 September 2007 (Unaudited) £	Six months period ended 30 September 2006 (Unaudited) £	Year ended 31 March 2007 (Audited) £
Cost			
Balance brought forward	**10,353,674**	10,077,385	10,077,385
Share of associate undertaking results	**2,840,147**	(103,069)	276,289
Balance carried forward	**13,193,821**	9,974,316	10,353,674

5. Loans and receivables

	Six months period ended 30 September 2007 (Unaudited) £	Six months period ended 30 September 2006 (Unaudited) £	Year ended 31 March 2007 (Audited) £
Balance brought forward	**1,812,274**	-	-
Additions	**1,450,964**	535,404	1,812,274
Loss on translation	**(194,177)**	-	-
Balance carried forward	**3,069,061**	535,404	1,812,274

On 12 April 2006, the Company announced that it had negotiated to subscribe for up to US$5million in a three-year Loan Note in Atlas Consolidated Mining and Development Corporation (‘ACMDC’), secured over ACMDC’s share of the Berong nickel project. The Note bears interest at the rate of 10% per annum and is repayable out of ACMDC’s share of the Berong nickel project cash flow or is convertible into ACMDC shares (at the election of the Company). The total amount advanced at 30 September 2007 including accrued interest was US$2,827,154 (2006: US$1,002,443).

The Company entered into an agreement to make a loan facility available to Brooks Nickel Ventures Inc. (Brooks) of up to US$3 million, secured over Brooks’ share of the Ipilan nickel project. The loan bears interest at 10% per annum and is repayable out of Brooks’ share of the Ipilan nickel project cash flow. The total amount advanced at 30 September 2007 including accrued interest was US$2,592,261 (2006: Nil). In October 2007 the facility was increased to US$5 million and as at the date of this report a further US$1.4 million had been advanced to Brooks.

Under the joint venture agreement between the company, Brooks Nickel Ventures Inc (Brooks) and Celestial Nickel Mining Exploration Corporation (CNMEC) the Company has an option to take a 40% holding in CNMEC for a payment of US$8 million. The Company has advanced US$900,000 to CNMEC against this option amount.

6. Non-current liabilities

	Six months period ended 30 September 2007 (Unaudited) £	Six months period ended 30 September 2006 (Unaudited) £	Year ended 31 March 2007 (Audited) £
Deferred income tax liabilities			
Deferred tax arising in respect of:			
Profits arising in associated & subsidiary companies	**1,308,242**	-	-
Losses in Toledo Mining Corporation Plc	**(688,272)**	-	-
Accelerated depreciation	**(24,152)**	-	-
	595,818	-	-

7. Called up share capital

	Six months period ended 30 September 2007 (Unaudited)	Six months period ended 30 September 2006 (Unaudited)	Year ended 31 March 2007 (Audited)
Authorised			
Ordinary shares of 5p each			
Number	**40,000,000**	40,000,000	40,000,000
Nominal value	**2,000,000**	2,000,000	2,000,000
Allotted and fully paid			
Ordinary shares of 5p each			
Number	**29,188,333**	27,548,333	28,588,333
Nominal value	**1,459,417**	1,377,417	1,429,417

Following the exercise of shares and warrants during the period, the company issued 600,000 shares for a total consideration of £875,000.

8. Associate Undertakings

The Company has equity holdings in the following associate undertakings:

	TMM Management Inc	Ulugan Resources Holdings Inc	Ulugan Nickel Corp	Nickeline Resources Holdings Inc	Nickel Laterite Resources Inc	Berong Nickel Corp	Ipilan Nickel Corp
Direct	40%	30%	40%	40%	20%	21.3%	40%
Indirect	-	-	18%	18%	-	34.8%	12%
Total	40%	30%	58%	58%	20%	56.1%	52%

Summarised results of the associate undertakings as translated into sterling are as follows:

Period ended 30 September 2007

	Berong Nickel Corporation £	**Ipilan Nickel Corporation £**	**Remaining Associates £**	**Total £**
Revenue	12,275,951	-	16,305	12,292,256
Profit / (loss) for the period	5,090,592	(28,960)	(1,377)	5,060,255
Total assets	10,840,086	2,692,702	339,110	13,871,898
Total liabilities	3,592,707	385,111	53,021	4,030,839

Year ended 31 March 2007

	Berong Nickel Corporation	Ipilan Nickel Corporation	Remaining Associates	Total
	£	£	£	£
Revenue	2,910,323	-	13,926	2,924,249
Profit / (loss) for the year	566,039	(59,829)	(15,517)	490,693
Total assets	9,797,642	1,518,015	227,332	11,542,989
Total liabilities	7,692,443	140,901	68,571	7,901,915

Period ended 30 September 2006

	Berong Nickel Corporation	Ipilan Nickel Corporation	Remaining Associates	Total
	£	£	£	£
Revenue	-	-	10,203	10,203
Loss for the period	(134,886)	(43,871)	(10,234)	(188,991)
Total assets	4,177,471	691,723	329,035	5,198,229
Total liabilities	281,658	74,875	234,472	591,005

9. Taxation

	Six months period ended 30 September 2007 (Unaudited) £	Six months period ended 30 September 2006 (Unaudited) £	Year ended 31 March 2007 (Audited) £
Current tax charge	**-**	-	-
Deferred tax charge	**(595,818)**	-	-
	(595,818)	-	-
Deferred tax arising in respect of:			
Profits arising in associated and & subsidiary companies	**1,308,242**	-	-
Losses in Toledo Mining Corporation Plc	**(688,272)**	-	-
Accelerated depreciation	**(24,152)**	-	-
	595,818	-	-

Deferred tax has been provided for at marginal rates up to a maximum of 30%.

10. Post balance sheet events

Following the exercise of options the Company issued 350,000 ordinary shares for a total consideration of £525,000.