

Toledo Mining Corporation Plc

Registered Number 05055833

Interim Results for the six months ended 30 September 2006

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CORPORATE DIRECTORY

Directors	Chrisilios Kyriakou (Chairman) George Bujtor (Chief Executive Officer) Robert Cleary (Non-Executive Director) Merfyn Roberts (Non-Executive Director) Roger Shakesby (Non-Executive Director)
Secretary	Jonathan Reynolds
Registered Office	11 Albemarle Street London W1S 4HH
Nominated Adviser	Nabarro Wells & Co Limited Saddlers House Gutter Lane London EC2V 6HS
Broker	W H Ireland Limited 24 Martin Lane London EC4R 0DR
Solicitors	Beshoffs Solicitors 3rd Floor 83 Marylebone High Street London W1V 4QW
Auditors	Sawin & Edwards 15 Southampton Place London WC1A 2AJ
Principal Bankers	Coutts & Co 188 Fleet Street London EC2A 2HT
Registrars	Capita Registrars The Registry 34 Beckenham Road Beckenham Kent BR3 4TU

CHAIRMAN'S STATEMENT

For the six months ended 30 September 2006

I am pleased to advise that the Company continues to make good progress toward reaching its current objective of establishing commercial direct shipping operations at the Berong nickel project on the island of Palawan, Philippines.

On 4 September 2006, the Company announced that it had been granted all the permits necessary to enable an initial trial bulk metallurgical sample to be mined and shipped. As previously reported, Berong Nickel Corporation (BNC) has entered into a sales agreement with Hainan Yulai Steel Co Ltd to take delivery of a trial bulk metallurgical sample of up to 30,000 dry metric tons. The bulk metallurgical sample was to be shipped in early to mid-December 2006. Unfortunately, the customer experienced difficulties organising the shipping and accordingly their shipment has been deferred until they are able to secure a vessel.

The trial bulk sample will now be shipped to a steel plant in Shandong, China. A sales contract has been exchanged. Loading of the bulk sample is now expected to commence between 3rd and 7th January 2007. The shipment will be between 40,000 to 45,000 wet metric tons.

Whilst the delay in shipment was unfortunate, mining and hauling of ore to the coastal stockpile has continued. To date, approximately 55,000 tonnes of ore has been extracted and stockpiled. Based on the current mining rate, it is expected that a second shipment may be made towards the end of January 2007.

With respect to commencing commercial direct shipping operations, on 27 November 2006 the Company announced that BNC had been issued a Special Mines Permit (SMP) by the Philippines Department of Environment and Natural Resources. The SMP has a term of one year and is renewable for a further one year. This enables the Company to commence full scale commercial mining of laterite nickel ore. The directors anticipate the first such shipments to be made early in 2007.

The issuance of the SMP allows BNC to commence its mining operations whilst it completes a feasibility report as part requirement for the company's commercial Mineral Production Sharing Agreement (MPSA) application.

For the first year of the SMP, an export target of approximately 1 million wet metric tons of ore has been set, weather permitting. The grade of this ore is expected to average greater than 1.85% nickel. Some shipments with grades above 2% nickel can be anticipated. The mine is planned to be operating at an annual rate of approximately 1.5 million wmt per year by the start of 2008.

CHAIRMAN'S STATEMENT (continued)

For the six months ended 30 September 2006

Customer demand for the laterite ore is very strong. Negotiations are well advanced for the long term (4+ years) supply of up to 50% of the mine output to the BHP Billiton /QNI (Queensland Nickel) plant at Townsville in Australia. Similarly, negotiations continue with numerous Chinese and Japanese customers for shorter term supply of up to two years. Demand far exceeds supply.

The Company has commenced activities to identify and qualify alternative options aimed at increasing returns from the resource through on-site 'value-add' processing. Initial concepts and study of the development options covering infrastructure requirements, location of coastal facilities, port loading options and initial mining areas have been completed. In addition, a program of metallurgical leach testing of representative ore types has been developed and is expected to be undertaken during this financial year.

Work is under way and progressing satisfactorily at the Ipilan/Celestial nickel project. Field activities associated with the major sampling program have continued with the majority of the work related to new test pitting. A ground penetrating radar survey and topographic survey of the project area is being undertaken and are planned to be completed this financial year. As further assay results are received, work will commence on preparing a JORC compliant ore resource estimate for the MPSA area.

The Company anticipates commencing permitting work at the Ulugan nickel project over the balance of the 2007 financial year.

Together, Berong, Celestial and Ulugan represent world class projects with a combined resource of some 345 million tonnes at 1.3% nickel and an estimated total nickel content of more than 4.6 million tonnes. The deposits offer the potential to recover both limonite and saprolite ore.

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 following its placement in April 2006 which raised £9,890,425 (net of costs).

Chrisilios Kyriakou
Chairman
18 December 2006

INDEPENDENT REVIEW REPORT TO TOLEDO MINING CORPORATION PLC

Introduction

We have been instructed by the Company to review the financial information for the six months ended 30 September 2006, set out on pages 5 to 18. We have read the other information contained in the interim report and considered whether it contains any apparent misstatements or material inconsistencies with the financial information.

Directors' responsibilities

The interim report, including the financial information contained therein, 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.

Review work performed

We conducted our review in accordance with guidance contained in Bulletin 1999/4 issued by the Auditing Practices Board for use in the United Kingdom. A review consists principally of making enquiries of group management and applying analytical procedures to the financial information and underlying financial data and based thereon, assessing whether the accounting policies and presentation have been consistently applied unless otherwise disclosed. A review excludes audit procedures such as tests of controls and verification of assets, liabilities and transactions. It is substantially less in scope than an audit performed in accordance with United Kingdom Auditing Standards and therefore provides a lower level of assurance than an audit. Accordingly, we do not express an audit opinion on the financial information.

Review conclusion

On the basis of our review we are not aware of any material modifications that should be made to the financial information as presented for the six months ended 30 September 2006, except for any adjustments that may be required in order to comply with FRS 20 as stated in note 8.

Sawin & Edwards
Chartered Accountants
15 Southampton Place
WC1A 2AJ

19 December 2006

UNAUDITED PROFIT AND LOSS ACCOUNT

For the six months ended 30 September 2006

	Note	Six months ended 30 September 2006 (Unaudited) £	Six months ended 30 September 2005 (Unaudited) £	Year ended 31 March 2006 (Audited) £
Turnover		46,760	52,030	187,345
<hr/>				
Gross profit		46,760	52,030	187,345
Administrative costs		(501,847)	(514,135)	(1,150,436)
Other operating income		71,652	67,870	132,022
Realised gains on current asset investments		-	166,565	349,654
<hr/>				
Operating Loss		(383,435)	(227,670)	(481,415)
Interest receivable		146,069	58,643	135,141
<hr/>				
Loss on ordinary activities before taxation		(237,366)	(169,027)	(346,274)
Tax on loss on ordinary activities	2	-	-	-
<hr/>				
Loss on Ordinary Activities After Taxation		(237,366)	(169,027)	(346,274)
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Loss per share (pence)	3	0.87p	1.2p	2.29p

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

UNAUDITED BALANCE SHEET

30 September 2006

	Note	As at 30 September 2006 (Unaudited) £	As at 30 September 2005 (Unaudited) £	As at 31 March 2006 (Audited) £
Fixed Assets				
Intangible	4	1,287,749	3,434,832	50,048
Tangible		46,104	89,743	58,784
Investments	5	11,001,654	54,683	10,466,250
		12,335,507	3,579,258	10,575,082
Debtors-falling due after more than one year		38,450	-	38,450
Current Assets				
Debtors	6	2,033,790	711,178	139,531
Investments		551,183	886,354	524,923
Cash held in trust bank account		585,325	-	174,514
Cash at bank and in hand		8,007,414	2,743,841	2,673,235
		11,177,712	4,341,373	3,512,203
Creditors: Amounts falling due within one year		(1,289,474)	(254,248)	(1,516,599)
Net Current Assets		9,888,238	4,087,125	1,995,604
Total assets less current liabilities		22,262,195	7,666,383	12,609,136
Capital and Reserves				
Called up share capital		1,377,417	698,667	898,667
Share premium account		21,935,508	7,603,833	12,523,833
Profit and loss account		(1,050,730)	(636,117)	(813,364)
Shareholders' Funds	7	22,262,195	7,666,383	12,609,136

The interim results were approved by the Board on 18 December 2006 and signed on their behalf by: C Kyriakou.

UNAUDITED CASH FLOW STATEMENT

for the six months ended 30 September 2006

	Six months ended 30 September 2006 (Unaudited) £	Six months ended 30 September 2005 (Unaudited) £	Year ended 31 March 2006 (Audited) £
Reconciliation of operating loss to net cash (outflow) from operating activities			
Operating loss	(383,435)	(227,670)	(481,415)
(Increase) / decrease in debtors	(1,830,624)	(286,870)	273,844
(Decrease) / increase in creditors	(227,125)	132,639	171,191
Depreciation	16,371	13,158	27,874
Increase in current asset investments	(26,260)	(765,604)	(404,173)
Net cash (outflow) from operating activities	(2,451,073)	(1,134,347)	(412,679)
CASH FLOW STATEMENT			
Net cash flow from operating activities	(2,451,073)	(1,134,347)	(412,679)
Returns on investments and servicing of Finance			
Interest received	82,434	58,643	107,623
Capital Investment and Financial			
Intangible fixed asset expenditure	(1,237,701)	(567,624)	(50,048)
Tangible fixed asset expenditure	(3,691)	(82,368)	(66,126)
Loan investment (made)/ repaid	(535,404)	270,000	270,000
Investment in associated companies	-	(49,502)	(6,370,060)
Net cash (outflow) for capital expenditure and financial investment	(1,776,796)	(429,494)	(6,216,234)
Cash (outflow) / before financing	(4,145,435)	(1,505,198)	(6,521,290)
Financing			
Proceeds from share issue	9,890,425	220,000	5,340,000
Increase / (decrease) in Cash	5,744,990	(1,285,198)	(1,181,290)
Reconciliation of net cash flow to movement in net funds			
Increase/(decrease) in cash in the period	5,744,990	(1,285,198)	(1,181,290)
Net funds brought forward	2,847,749	4,029,039	4,029,039
Net funds carried forward	8,592,739	2,743,841	2,847,749

NOTES TO THE UNAUDITED INTERIM RESULTS

For the six months ended 30 September 2006

1. Accounting policies

Basis of Accounting

The interim results for the six months to 30 September 2006 have been prepared under the historical cost convention, are unaudited and do not constitute statutory accounts in accordance with Section 240 of the Companies Act 1985.

Turnover

Turnover shown in the profit and loss account represents management services sold in the period.

Foreign Currencies

Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. The resulting exchange gain or loss is dealt with in the profit and loss account.

Deferred tax asset

No recognition has been made of the deferred tax asset in respect of current losses as the directors are of the opinion that this may not be realisable in the foreseeable future.

Investments

Fixed asset investments are carried at cost less provisions for any permanent diminution in value. Current asset investments are carried at the lower of cost or net realisable value.

Depreciation

Depreciation is provided on fixed assets at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its useful economic life, as follows:

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

Intangible Assets – Exploration Expenditure

Costs relating to the acquisition, exploration and development of mining projects are capitalised under intangible assets. When the Company has satisfied its requirements under various Joint Venture agreements to earn its equity interests, then those costs relating to the relevant equity interest are transferred from intangibles to investments in associated companies. The investments in associates are subject to a regular impairment review. Expenditure in excess of the required amounts to earn an equity interest is treated as expenditure on intangible assets and is also subject to an impairment review.

Pension Costs

The Company makes defined contributions to the independent personal pension schemes of one of its employees.

NOTES TO THE UNAUDITED INTERIM RESULTS (continued)

For the six months ended 30 September 2006

1. Accounting policies (continued)

Operating Leases

Rental costs under operating leases are charged to the profit and loss account 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.

2. Taxation

No provision for corporation tax has been provided for, due to losses incurred in the period and previous periods.

3. Loss per Share

The loss per share has been calculated by dividing the loss after taxation of £237,366 (2005:£169,027) by the weighted average number of Ordinary shares in issue of 27,316,847 (2005: 13,873,333)

**4. Intangible fixed assets
Exploration Expenditure**

	30 September 2006 (Unaudited) £	30 September 2005 (Unaudited) £	31 March 2006 (Audited) £
Cost			
Balance brought forward	50,048	3,132,887	3,132,887
Additions	1,237,701	567,624	7,643,909
Transfer to fixed asset investments	-	(3,237)	(10,464,306)
Disposal	-	-	(262,442)
Balance carried forward	1,287,749	3,697,274	50,048
Impairment			
Balance brought forward	-	262,442	262,442
Disposal	-	-	(262,442)
Balance carried forward	-	262,442	-
Net book value	1,287,749	3,434,832	50,048

NOTES TO THE UNAUDITED INTERIM RESULTS (continued)

For the six months ended 30 September 2006

**4. Intangible fixed assets
Exploration Expenditure (continued)**

The exploration expenditure relates to the Company's development costs and qualifying expenditure under the Company's Venture Agreements relating to the Berong, Celestial/Ipilan and Ulugan nickel projects. During the year ended 31 March 2006, the Company's interests in these projects vested and the total cost of these investments at that date was transferred to fixed asset investments (refer Note 5). The amount which the Company is required to expend on the projects in excess of that amount is carried as intangible asset – exploration expenditure.

**5. Fixed Asset Investment (Unlisted)
Loan investments**

	30 September 2006	30 September 2005	31 March 2006
	(Unaudited)	(Unaudited)	(Audited)
	£	£	£
Balance brought forward	-	270,000	270,000
Additions	535,404	-	-
Repayments	-	(270,000)	(270,000)
Balance carried forward	535,404	-	-

Investment in Associates

	30 September 2006	30 September 2005	31 March 2006
	(Unaudited)	(Unaudited)	(Audited)
	£	£	£
Balance brought forward	10,466,250	1,944	1,944
Additions	-	49,502	-
Transfer from intangibles	-	3,237	10,464,306
Balance carried forward	10,466,250	54,683	10,466,250
Total	11,001,654	54,683	10,466,250

.NOTES TO THE UNAUDITED INTERIM RESULTS (continued)

For the six months ended 30 September 2006

6. Debtors

Included in debtors at 30 September 2006 is an amount for £1,841,000 in relation to the share issue on 12 April 2006. This amount has been received subsequent to the period end.

7. Reconciliation of movement in shareholders' funds

	Six months ended 30 September 2006 (Unaudited) £	Six months ended 30 September 2005 (Unaudited) £	Year ended 31 March 2006 (Audited) £
Loss for the period	(237,366)	(169,027)	(346,274)
Issue of shares-nominal value	478,750	10,000	210,000
Issue of shares – premium	9,411,675	210,000	5,130,000
Net addition to funds	9,653,059	50,973	4,993,726
Opening shareholder funds	12,609,136	7,615,410	7,615,410
Closing shareholder funds	22,262,195	7,666,383	12,609,136

8. FRS 20 Share based payments

The Company has not yet implemented the requirements of FRS20 in relation to its share options and warrants. The directors are of the opinion that the costs involved in obtaining an independent valuation of the options and warrants is unjustified at the interim stage. The Company will incorporate the necessary adjustments in the full statutory year end accounts.

NOTES TO THE UNAUDITED INTERIM RESULTS (continued)

For the six months ended 30 September 2006

9. Associate Undertakings

TMM Management Inc

The Company owns 40% of TMM Management Inc, a company incorporated in the Philippines. TMM Management Inc was incorporated and registered with the Securities and Exchange Commission on 28 September 2004 and its principal activity is to manage the Company's investments in the Philippines.

The Company share of the results, assets and liabilities of TMM Management Inc is as follows:

	Six months ended 30 September 2006 (Unaudited) £	Six months ended 30 September 2005 (Unaudited) £	Year ended 31 March 2006 (Audited) £
Statement of revenue			
Income	4,081	-	2,202
Profit / (loss) before tax	(4,221)	-	287
Taxation	1,418	-	(109)
Profit / (loss) after tax	(2,803)	-	178
Balance sheet			
Fixed assets	10,308	-	13,907
Debtors due after more than one year	3,856	-	-
Current assets	74,215	11,214	36,228
Creditors: Amounts falling due within one year	(90,057)	(8,878)	(48,949)
Creditors: Amounts falling due after more than one year	-	-	-
Net assets / (liabilities)	(1,678)	2,336	1,186

NOTES TO THE UNAUDITED INTERIM RESULTS (continued)

For the six months ended 30 September 2006

9. Associate Undertakings (continued)

Ulugan Resources Holdings Inc

The Company owns 30% of Ulugan Resources Holdings Inc, a company incorporated in the Philippines. Ulugan Resources Holdings Inc was incorporated and registered with the Securities and Exchange Commission on 23 June 2005 and its principal activity is investment holding company.

The Company share of the results, assets and liabilities of Ulugan Resources Holdings Inc is as follows:

	Six months ended 30 September 2006 (Unaudited) £	Six months ended 30 September 2005 (Unaudited) £	9 months ended 31 March 2006 (Audited) £
Statement of revenue			
Income	41	-	229
Profit / (loss) before tax	4	-	(1,157)
Taxation	(8)	-	(46)
Profit / (loss) after tax	(4)	-	(1,203)
Balance sheet			
Fixed assets	-	-	-
Current assets	8,119	8,961	8,493
Creditors: Amounts falling due within one year	(463)	-	(416)
Creditors: Amounts falling due after more than one year	-	-	-
Net assets	7,656	8,961	8,077

NOTES TO THE UNAUDITED INTERIM RESULTS (continued)

For the six months ended 30 September 2006

9. Associate Undertakings (continued)

Ulugan Nickel Corporation

The Company owns 58% (40% directly and 18% indirectly) of Ulugan Nickel Corporation, a company incorporated in the Philippines. Ulugan Nickel Corporation Inc was incorporated and registered with the Securities and Exchange Commission on 23 June 2005 and its principal activity is the exploring, developing and mining of the Ulugan Mineral properties.

The Company share of the results, assets and liabilities of Ulugan Nickel Corporation is as follows:

	Six months ended 30 September 2006 (Unaudited) £	Six months ended 30 September 2005 (Unaudited) £	9 months ended 31 March 2006 (Audited) £
Statement of revenue			
Income	75	-	229
Profit / (loss) before tax	(1,705)	-	(1,419)
Taxation	(15)	-	(46)
Profit / (loss) after tax	(1,720)	-	(1,465)
Balance sheet			
Fixed assets	-	2,895	-
Current assets	15,693	17,325	16,419
Creditors: Amounts falling due within one year	(2,655)	-	(956)
Creditors: Amounts falling due after more than one year	-	-	-
Net assets	13,038	20,220	15,463

NOTES TO THE UNAUDITED INTERIM RESULTS (continued)

For the six months ended 30 September 2006

9. Associate Undertakings (continued)

Nickeline Resources Holdings Inc

The Company owns 58% (40% directly and 18% indirectly) of Nickeline Resources Holdings Inc, a company incorporated in the Philippines. Nickeline Resources Holdings Inc was incorporated and registered with the Securities and Exchange Commission on 15 August 2005 and its principal activity is investment holding company.

The Company share of the results, assets and liabilities of Nickeline Resources Holdings Inc is as follows:

	Six months ended 30 September 2006 (Unaudited) £	Six months ended 30 September 2005 (Unaudited) £	8 months ended 31 March 2006 (Audited) £
Statement of revenue			
Income	77	-	190
Profit / (loss) before tax	2	-	(1,205)
Taxation	(15)	-	(38)
Profit / (loss) after tax	(13)	-	(1,243)
Balance sheet			
Fixed assets	-	-	-
Current assets	15,676	-	16,401
Creditors: Amounts falling due within one year	(901)	-	(809)
Creditors: Amounts falling due after more than one year	-	-	-
Net assets	14,775	-	15,592

NOTES TO THE UNAUDITED INTERIM RESULTS (continued)

For the six months ended 30 September 2006

9. Associate Undertakings (continued)

Berong Nickel Corporation

The Company owns 56.1% (21.3% directly and 34.8% indirectly) of Berong Nickel Corporation, a company incorporated in the Philippines. Berong Nickel Corporation was incorporated and registered with the Securities and Exchange Commission on 27 September 2004 and its principal activity is the exploring, developing and mining of the Berong Mineral Properties.

The Company share of the results, assets and liabilities of Berong Nickel Corporation is as follows:

	Six months ended 30 September 2006 (Unaudited) £	Six months ended 30 September 2005 (Unaudited) £	Year ended 31 March 2006 (Audited) £
Statement of revenue			
Income	80	-	150
Profit / (loss) before tax	(75,655)	-	(196,779)
Taxation	(16)	-	(30)
Profit / (loss) after tax	(75,671)	-	(196,809)
Balance sheet			
Fixed assets	2,138,628	-	1,106,157
Current assets	204,933	-	63,683
Creditors: Amounts falling due within one year	(158,010)	-	(57,585)
Creditors: Amounts falling due after more than one year	-	-	-
Net assets	2,185,551	-	1,112,255

NOTES TO THE UNAUDITED INTERIM RESULTS (continued)

For the six months ended 30 September 2006

9. Associate Undertakings (continued)

Ipilan Nickel Corporation

The Company owns 52% (40% directly and 12% indirectly) of Ipilan Nickel Corporation, a company incorporated in the Philippines. Ipilan Nickel Corporation was incorporated and registered with the Securities and Exchange Commission on 22 July 2005 and its principal activity is the exploring, developing and mining of the Celestial/Ipilan Mineral Properties.

The Company share of the results, assets and liabilities of Ipilan Nickel Corporation is as follows:

	Six months ended 30 September 2006 (Unaudited) £	Six months ended 30 September 2005 (Unaudited) £	8 months ended 31 March 2006 (Audited) £
Statement of revenue			
Income	71	-	211
Profit / (loss) before tax	(22,799)	-	(186,936)
Taxation	(14)	-	(42)
Profit / (loss) after tax	(22,813)	-	(186,978)
Balance sheet			
Fixed assets	338,649	-	227,075
Current assets	20,696	-	14,723
Creditors: Amounts falling due within one year	(38,935)	-	(2,084)
Creditors: Amounts falling due after more than one year		-	-
Net assets	320,410	-	239,714

NOTES TO THE UNAUDITED INTERIM RESULTS (continued)

For the six months ended 30 September 2006

9. Associate Undertakings (continued)

The Nickel Laterite Resources Inc

The Company owns 20% of Nickel Laterite Resources Inc, a company incorporated in the Philippines. Nickel Laterite Resources Inc was incorporated and registered with the Securities and Exchange Commission on 22 July 2005 and its principal activity is investment holding company.

The Company share of the results, assets and liabilities of Nickel Laterite Resources Inc is as follows:

	Six months ended 30 September 2006 (Unaudited) £	Six months ended 30 September 2005 (Unaudited) £	8 months ended 31 March 2006 (Audited) £
Statement of revenue			
Income	27	-	211
Profit / (loss) before tax	(39)	-	(1,303)
Taxation	(5)	-	(42)
Profit / (loss) after tax	(45)	-	(1,345)
Balance sheet			
Fixed assets	-	-	-
Current assets	5,388	-	5,659
Creditors: Amounts falling due within one year	(331)	-	(303)
Creditors: Amounts falling due after more than one year	-	-	-
Net assets	5,057	-	5,356

The results, assets and liabilities of the associates have been translated at the following closing rates:

30 September 2006 1 Philippine peso = £0.0106

30 September 2005 1 Philippine peso = £0.0118

31 March 2006 1 Philippine peso = £0.0097