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Leed Resources PLC
20 December 2013

Leed Resources PLC
("Leed" or the "Company")

Final results for the year ended 30 June 2013

Leed, the AIM quoted natural resources investment company, is pleased to announce its final results for the year ended 30 June 2013.

Chairman's Statement

During the period under review, the Directors continued to seek reverse or substantial investment opportunities which would bring enhanced value to shareholders and have seen a range of proposed transactions. One in particular looked attractive and we finalised and entered into heads of terms. However the incoming party later sought to alter the terms in a way which we did not think was justified or in the interests of shareholders. It was therefore not possible to reach a final agreement.

Since then we have reviewed other transactions but have not found one to date that has passed the tests for a successful reverse transaction in present market conditions. The past year has been a difficult one for the resources sector and there are a number of good resource companies and projects that are struggling to raise capital in the market. The market has become wary of pure exploration plays, as we are, and the task has been to find a project that can be funded to a point where definitive extra value has been created, given the level of resources that we have, together with those that the incoming party and its advisers could bring to bear. We have been unwilling over the period in question to finance projects or entertain reverses where substantial additional funds would be required in the future and where there was not reasonable clarity as to how or whether this funding could be obtained. Given the greater difficulty in raising funds in the resource sector over the past year, we felt that this would be imprudent and would leave the Company as a hostage to fortune.

Having said that, we therefore continue to believe that Leed is in a strong position to deliver value through a transaction in the period ahead, but it needs to continue to approach projects with a critical eye and to ensure that any transaction is completed on terms that reflect the current market situation.

Manas Coal LLC ("Manas"), where as you will be aware, we have recently announced a decision to make a full impairment provision, unfortunately exemplifies the issue I raised above - the problem of providing funds to a company or project which is dependent on sizeable further future fundraising. When we made the investment, exploration projects were more readily financeable than they are now and coal prices were better. Our investment was made on the basis that the principal UK-based shareholders/promoters would raise sufficient funds to prove up the resource, produce a viable development plan and then bring the project to AIM or another quoted market. In the event, despite a series of false starts, they have brought in only minimal additional funding. While the dispute over part of the licence area - a dispute which was not apparent at all at the time when we made the investment - was a good reason for holding back on further investment and development for a period, this eventually resulted in the licence being put altogether into jeopardy. The loss of the licence has been averted at least in the short term but the fact remains that Manas has not taken the project forward due to lack of funding, it has not been able to

engage on-the-ground mining expertise in Kyrgyzstan and now it appears that the other principal stakeholders are in serious disagreement.

We made efforts during the summer and autumn to bring all stakeholders together to provide further finance but to little effect. Leed was certainly not able to finance it alone - it was a financial investment by Leed in the first place and we do not have either the financial or the personnel resource to fund and manage a development of this scale in Central Asia.

This is obviously very disappointing but the Directors felt that a full provision was necessary given the continuing uncertainty surrounding the project and, in particular on the financing front. We will continue to work with Manas and seek ways by which the project can be progressed and hopefully bring back some value for Leed shareholders.

The Directors thank the shareholders for their continuing support as we continue to review reverse transaction or investment opportunities that we believe will bring long term sustainable value enhancement.

Investing policy

Leed is an investing company quoted on AIM, focused on opportunities in the natural resources sector, with an emphasis mainly but not exclusively on the oil and gas sector. In line with this policy, the proposed investments to be made by the Company may be either quoted or unquoted; made by direct acquisition or through farm-ins; may be in companies, partnerships, joint ventures; or direct interests in natural resource projects. Target investments will generally be involved in projects in the exploration and/or development stage. The Company's equity interest in a proposed investment may range from a minority position to 100 per cent ownership. The Directors will initially focus on projects located in Africa but will also consider investments in other geographical regions. It is likely that the Company's financial resources will be invested in a small number of projects or potentially in just one investment which may be deemed to be a reverse takeover under the AIM Rules. The Directors have not, however, excluded the possibility of building a broader portfolio of investment assets. The Company intends to deliver shareholder returns principally through capital growth rather than capital distribution via dividends.

Financial review

The Company recorded a loss after taxation of £1,339,000 for the period ended 30 June 2013, as compared to the restated loss of £372,000 for the prior year.

As at 30 June 2013 the Company held approximately £1,767,000 in cash and £32,000 in quoted investments.

Key performance indicators

The Company's chief measurements of performance are the net asset value per share, share price and market capitalisation.

	2013	2012
Net asset value - fully diluted per share	0.13p	0.08p
Closing share price	0.15p	0.24p
Market capitalisation	£4,658,000	£6,406,000
Net Asset Value	£1,760,000	£2,184,000

Peter Redmond
Chairman

19 December 2013

Statement of comprehensive income
for the year ended 30 June 2013

		2013	2012 (restated)
	Note	£000	£000
Continuing operations			
Net gain/(loss) on investments	6	4	(4)
Investment income	7	3	2
Total income		7	(2)
Administrative expenses	9	(378)	(306)
Share based payment expense		(11)	(19)
Impairment of investment		(957)	-
Operating loss		(1,339)	(327)
Finance costs	8	-	(45)
Loss before taxation		(1,339)	(372)
Taxation	10	-	-
Loss for the year and total comprehensive income		(1,339)	(372)
Loss per share (pence)	11		
From continuing and total operations:			
Basic and fully diluted		(0.05)	(0.01)

Statement of changes in equity
for the year ended 30 June 2013

	Share capital	Share premium	Option & warrant reserve	Retained earnings (restated)	Total
	£000	£000	£000	£000	£000
Total owners equity at 30 June 2011	36,235	76,633	3,686	(114,224)	2,330
Transactions with owners:					
- Share capital issued	167	-	-	-	167
- Issue of warrants	-	-	40	-	40
- Share-based payments	-	-	19	-	19
Total transactions with owners	167	-	59	-	226
Comprehensive loss for the year:	-	-	-	(372)	(372)
Total comprehensive loss for the year	-	-	-	(372)	(372)
Total owners' equity at 30 June 2012	36,402	76,633	3,745	(114,596)	2,184
Transactions with owners:					

- Share capital issued	436	523	-	-	959
- Share issue costs	-	(55)	-	-	(55)
- Share-based payments	-	-	11	-	11
Total transactions with owners	436	468	11	-	915
Comprehensive loss for the year:	-	-	-	(1,339)	(1,339)
Total comprehensive loss for the year	-	-	-	(1,339)	(1,339)
Total owners' equity at 30 June 2013	36,838	77,101	3,756	(115,935)	1,760

Statement of Financial Position

for the year ended 30 June 2013

	Note	2013 £000	2012 (restated) £000
Assets			
Non-current assets			
Available for sale investments	12	32	1,503
		32	1,503
Current assets			
Trade and other receivables	13	21	68
Cash and cash equivalents	14	1,767	668
		1,788	736
Liabilities			
Current liabilities			
Trade and other payables	15	60	55
		60	55
Net current assets		1,728	681
Net assets		1,760	2,184
Owners' equity			
Share Capital	17	36,838	36,402
Share premium	17	77,101	76,633
Other reserves		3,756	3,745
Retained earnings		(115,935)	(114,596)
Total owners' equity		1,760	2,184

Statement of Cash Flows

for the year ended 30 June 2013

	2013	2012 (restated)
Note	£000	£000
Loss before taxation	(1,339)	(372)
Adjustments for:		
Net (loss)/gain on disposal of shares	28	(37)
Unrealised gain/(loss) on investments	(32)	41
Impairment of investment	957	-
Investment income	(3)	(2)
Finance expense	-	45
Share-based payments	11	19
Changes in working capital		
Decrease/(increase) in trade and other receivables	47	405
Increase/(decrease) in payables	5	(22)
Net cash flows from operating activities	(326)	77
Cash flows from investing activities		
Purchase of investments	-	(1,424)
Disposal of investments	518	124
Interest received	3	2
Net cash (used in)/cash from investing activities	521	(1,298)
Cash flows from financing activities		
Proceeds from issue of Ordinary Shares	959	-
Share issue costs	(55)	-
Interest and other financing costs paid	-	(45)
Net cash (used in)/from financing activities	904	(45)
Net (decrease)/increase in cash and cash equivalents	1,099	(1,266)
Exchange differences in cash and cash equivalents	-	-
Cash and cash equivalents at beginning of period	668	1,934
Cash and cash equivalents at end of period	14	668

1. General information

Leed Resources PLC is a publicly quoted company registered in the United Kingdom. The address of its registered office is CityPoint, One Ropemaker Street, London, EC2Y 9AW.

2. Loss for the period

Selected items comprising the loss for the years ended 30 June 2013 and 2012, respectively are as follows:

	2013	2012
	£000	£000
Included in administrative expenses:		
Employee benefits expense (Note 18)	137	115
Professional fees and outside consultants	196	186
Insurance	6	5
	339	306

3. Loss per Ordinary Share

A recap of loss per ordinary share and weighted average shares outstanding for the years ended 30 June 2013 and 2012, respectively, follows:

Loss	2013	2012 (restated)
Loss attributable to Ordinary Shareholders from continuing operations	(£1,339,000)	(£372,000)
Total loss attributable to Ordinary Shareholders	(£1,339,000)	(£372,000)

Weighted average shares outstanding

Weighted average number of shares for the period	2,970,378,263	2,589,578,329
Effect of share options in issue	-	-
Weighted average number of shares for the period for diluted loss per share	2,970,378,263	2,589,578,329

4. Investments

The Company operates as an investment company in the natural resources industry.

	2013	2012
	£000	£000
Investments at fair value brought forward	1,503	-
Cost of share purchases	-	1,631
Proceeds of share disposals	(518)	(124)
Net (loss)/gain on disposal of shares	(28)	37
Unrealised gain/(loss) on investments	32	(41)
Impairment of investment	(957)	-
Investments at fair value carried forward	32	1,503
Categorised as:		
LEVEL 1	32	546

LEVEL 3	-	957
	32	1,503

LEVEL 1 - Where financial instruments are traded in active financial markets, fair value is determined by reference to the appropriate quoted market price at the reporting date. Active markets are those in which transactions occur in significant frequency and volume to provide pricing information on an on-going basis.

LEVEL 3 - Valuations in this level are those with inputs that are not based on observable market data.

5. Share capital

The share capital is as follows:

	Number of shares	Nominal value £000	Share premium £000
Issued and fully paid			
At 30 June 2012			
Ordinary shares of 0.1 pence each	2,669,268,675	2,669	
Deferred shares of 49.9 pence each	67,602,008	33,733	
		36,402	76,633
Share issues:			
Ordinary shares of 0.1 pence each	435,909,090	436	523
Share issue expenses		-	(55)
		36,838	77,101
At 30 June 2013			
Ordinary shares of 0.1 pence each	3,105,177,765	3,105	
Deferred shares of 49.9 pence each	67,602,008	33,733	
		36,838	77,101

The deferred shares have restricted rights such that they have no economic value.

On 18 October 2012, the Company issued 227,272,727 ordinary shares of 0.1p each for cash at 0.22p per share, raising £500,000 before expenses

On 24 October 2012, the Company issued 208,636,363 ordinary shares of 0.1p each for cash at 0.22p per share, raising £459,000 before expenses.

Warrants

The warrants outstanding are summarised as follows:

Warrants	Weighted average exercise price for the year ended 30 June 2013 pence	Number of shares to be issued in respect of exercise price for the year ended 30 June 2013	Weighted average exercise price for the year ended 30 June 2012 pence	Number of shares to be issued in respect of exercise price for the year ended 30 June 2012
Outstanding, beginning of period	0.15	166,666,667	-	-
Granted during the period	-	-	0.15	166,666,667

Outstanding, end of period	0.15	166,666,667	0.15	166,666,667
Exercisable, end of period	0.15	166,666,667	0.15	166,666,667

6. Post year end events

There have been no material events since the year end.

Copies of the annual report and accounts for Leed for the year ended 30 June 2013 are been sent to shareholders and will shortly be available on the Company's website at www.leedresourcesplc.com.

This information is provided by RNS
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