

INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2013

FOR

W RESOURCES Plc

W RESOURCES Plc
INDEX TO THE INTERIM RESULTS
FOR THE SIX MONTHS TO 30 JUNE 2013

	Page
Chairman's Statement	1 - 2
Group Comprehensive Income	3
Group Financial Position	4
Group Changes in Equity	5
Group Cash Flow Statement	6
Notes to the Interim Results	7 - 8

W RESOURCES Plc
CHAIRMANS STATEMENT TO THE INTERIM RESULTS
FOR THE SIX MONTHS TO 30 JUNE 2013

The first six months of 2013 was highly successful for W Resources Plc (W or the Company) with solid progress at the La Parrilla project in southwest Spain, as well as the ongoing evaluation and development of the Company's exploration projects in Portugal.

SPAIN

La Parrilla Tailings Deposit

The Mining Department of the Regional Authority of the Junta de Extremadura awarded the final approval on 22 January 2013 enabling W Resources to move ahead to treat the coarse tailings at the La Parrilla project.

Construction of the tailings processing facilities commenced in May 2013 and is progressing on budget and on schedule with the pre concentration plant expected to be complete in October 2013 and the full facility to be up and running in December. Annual plant feed is expected to be 330,000 tonnes and annual production is anticipated to be 28,000 MTU Tungsten Trioxide (WO₃) and 26 tonnes Tin (Sn); providing an expected annual revenue of more than €7 million per annum at current tungsten and tin prices.

La Parrilla Mine Project

In June 2013, Golder Associates Pty Ltd increased the Australasian Joint Ore Reserves Committee (JORC) Inferred Resource of La Parrilla mine by 30% to 46.92Mt at 0.09% WO₃ for contained metal of 39,882 tonnes WO₃. In addition, the resource includes 0.009% Sn for contained metal of 4,270 tonnes Sn.

On 30 August 2013 the Company took ownership of the La Parrilla Mining concessions in southwest Spain.

Following agreement with the mine owners, full title of the La Parrilla mine was transferred to the Company for a consideration of €900,000 in accordance with the existing option agreement. The Company paid this consideration out of existing cash resources.

Subsequent to the initial payment, the Company will make a further phased payments of €1.3 million in Q3 2014 and of €500,000 in Q3 2015. It is intended that these payments will be funded from the cashflows from La Parrilla tailings production.

The decision to move to full title ownership was taken by W following the successful La Parrilla extension drilling programme and initial evaluation of the mine and its development potential.

PORTUGAL

Régua

Located 400km north of Lisbon, the project has a JORC compliant resource estimate of 4.46 million tonnes grading 0.308% WO₃ at a cut-off of 0.10% WO₃. The deposit has not been previously mined and is located close to infrastructure with good road access.

On the strength of this significant resource estimate, Golder Associates has completed a Conceptual Mine study for the deposit. The five year exploration licence expired on 24 May 2013, and the Company has applied for a three-year Trial Mining Licence, with approval from the Portuguese Department of Geology and Energy expected in Q4 2013.

Tarouca

The Tarouca exploration licence was awarded to Iberian Resources Portugal (IRP) on 23 March 2012. The licence covers former tungsten and tin mines located 140 km East of Porto.

Initial results from 98 surface samples (from outcrops and old mine works), obtained in March 2013 showed some extremely high-grade results with heavy mineralisation. 31% of the samples have a grade higher than 0.1% WO₃ and more than 8% of the total samples assayed have more than 1% WO₃.

Overall there are three mineralised trends with their extensions yet to be determined. The next phase of the programme, consisting of detailed mapping and sampling of old workings, mineral occurrences and mineralised outcrops, and trenching is underway.

W RESOURCES Plc
CHAIRMAN'S STATEMENT TO THE INTERIM RESULTS
FOR THE SIX MONTHS TO 30 JUNE 2013 (CONT'D)

Portalegre

At the Company's São Martinho gold exploration project, 200km east of Lisbon, a reverse circulation drilling programme was carried out in 2012 with 18 holes drilled for a total of 1,600 metres. The initial results are very encouraging, with intersecting gold grades above 1 gramme per tonne at shallow depths, which indicates the potential for an open pit deposit close to surface.

The Crato Assumar Arronches exploration project, which surrounds the São Martinho area was awarded to IRP on 23 March 2012. Detailed mapping of this area was completed in 2012. In H1 2013 extended stream & sediment soil sampling was carried out and W has received encouraging results which confirmed gold mineralisation identified by previous exploration work, and identified potential gold anomalies in other zones of the exploration area. 1,000 metres of trenching are planned, along with a 500 metre drilling programme in 2014.

The São Martinho gold exploration licence expired on 11 May 2013, and the Company has applied for the combination of this exploration licence into the Crato Assumar Arronches exploration project. Approval of this is expected in Q4 2013.

Finance

During 2013, W has completed four capital placements totalling £3.3 million, inclusive of the July 2013 placing. The funds raised were used as working capital, to finance the construction of the La Parrilla tailings processing facilities and to fund the first phased payment for the La Parrilla Mining title.

The Company recorded a loss after taxation of £131,955 in the six months to 30 June 2013, compared to £146,431 in the six months to 30 June 2012.

Outlook

Having taken ownership of the La Parrilla Mine on 30 August 2013, our focus is now the development of what we believe will be a major tungsten mine. In addition to bringing the tailings project into production later this year, we will also aim to further advance the exploration projects in Portugal.



Michael Masterman
Chairman
W Resources Plc

26 September 2013

W RESOURCES Plc
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS ENDED 30 JUNE 2013

	<u>Unaudited Six</u> <u>Months to</u> <u>30 June 2013</u> <u>£(000's)</u>	<u>Unaudited Six</u> <u>Months to</u> <u>30 June 2012</u> <u>£(000's)</u>	<u>Year to</u> <u>31 December</u> <u>2012</u> <u>£(000's)</u>
Continuing Operations			
Revenue	-	-	-
Costs of Sales	-	-	-
Gross Profit	-	-	-
Administrative Expenses	(132)	(146)	(294)
Operating Loss	(132)	(146)	(294)
Impairment of Associates	-	-	(111)
Loss before Income Tax	(132)	(146)	(405)
Income Tax	-	-	-
Loss for the Period	(132)	(146)	(405)
Other Comprehensive Income			
Unrealised Foreign Exchange Gain	56	-	-
Total Comprehensive Loss for the period	(76)	(146)	(405)
Basic and Diluted Loss per Share	(0.007p)	(0.01p)	(0.03p)

W RESOURCES Plc
GROUP FINANCIAL POSITION
30 JUNE 2013

	<u>Unaudited</u> <u>30 June 2013</u> £(000's)	<u>Unaudited</u> <u>30 June 2012</u> £(000's)	<u>31 December</u> <u>2012</u> £(000's)
ASSETS			
NON-CURRENT ASSETS			
Investment in Associate	-	115	-
Intangible Fixed Assets	3,149	1,186	2,548
Tangible Fixed Assets	317	7	15
	<u>3,466</u>	<u>1,308</u>	<u>2,563</u>
CURRENT ASSETS			
Trade and Other Receivables	301	237	161
Cash and cash equivalents	1,494	479	674
	<u>1,795</u>	<u>716</u>	<u>835</u>
TOTAL ASSETS	<u>5,261</u>	<u>2,024</u>	<u>3,398</u>
EQUITY			
SHAREHOLDERS EQUITY			
Called up share capital	1,813	1,104	1,582
Share premium account	14,255	11,863	12,292
Retained earnings	(11,969)	(11,578)	(11,837)
Merger Reserve	909	385	909
Translation Reserve	56	-	-
TOTAL SHAREHOLDERS EQUITY	<u>5,064</u>	<u>1,774</u>	<u>2,946</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	197	250	452
TOTAL LIABILITIES	<u>197</u>	<u>250</u>	<u>452</u>
TOTAL EQUITY AND LIABILITIES	<u>5,261</u>	<u>2,024</u>	<u>3,398</u>

W RESOURCES Plc
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS ENDED 30 JUNE 2013

	Merger Reserve £(000's)	Called Up Share Capital £(000's)	Profit and Loss Account £(000's)	Share Premium £(000's)	Translation Reserve £(000's)	Total Equity £(000's)
Balance at 1 January 2013	909	1,582	(11,837)	12,292	-	2,946
Issue of Share Capital	-	231	-	2,070	-	2,301
Share Issue Costs	-	-	-	(107)	-	(107)
Total Comprehensive Income	-	-	(132)	-	-	(132)
Translation Reserve	-	-	-	-	56	56
Balance at 30 June 2013 (unaudited)	909	1,813	(11,969)	14,255	56	5,064
Year to 31 December 2012						
Balance at 1 January 2012	385	811	(11,432)	11,244	-	1,008
Issue of Share Capital	524	771	-	1,088	-	2,383
Share Issue Costs	-	-	-	(40)	-	(40)
Total Comprehensive Income	-	-	(405)	-	-	(405)
Balance at 31 December 2012	909	1,582	(11,837)	12,292	-	2,946
6 Months to 30 June 2012						
Balance at 1 January 2012	385	811	(11,432)	11,244	-	1,008
Issue of Share Capital	-	293	-	656	-	949
Share Issue Costs	-	-	-	(37)	-	(37)
Total Comprehensive Income	-	-	(146)	-	-	(146)
Balance at 30 June 2012 (unaudited)	385	1,104	(11,578)	11,863	-	1,774

W RESOURCES Plc
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS ENDED 30 JUNE 2013

	<u>Unaudited Six</u> <u>Months to</u> <u>30 June 2013</u> <u>£(000's)</u>	<u>Unaudited Six</u> <u>Months to</u> <u>30 June 2012</u> <u>£(000's)</u>	<u>Year to</u> <u>31 December</u> <u>2012</u> <u>£(000's)</u>
Cash Flows from Operating Activities			
Cash Absorbed by Operations	(575)	(278)	(273)
Cash Flows for Investing Activities			
Cash acquired on Acquisition of subsidiary	-	-	183
Investment in Associates and Subsidiary	-	(15)	(11)
Acquisition of Tangible Fixed Assets	(302)	-	-
Acquisition of Intangible Fixed Assets	(497)	(361)	(924)
Net Cash for Investing Activities	(799)	(376)	(752)
Cash Flows from Financing Activities			
Share Placement	2,194	911	1,477
Net Cash for Financing Activities	2,194	911	1,477
Increase in Cash and Cash Equivalents	820	257	452
Cash and Cash Equivalent at Beginning of Period	674	222	222
Cash and Cash Equivalent at end of Period	1,494	479	674
Reconciliation of Cash Flows from Operations			
Loss before Tax	(132)	(146)	(405)
Depreciation	4	-	7
Impairment of Associates	-	-	111
Exchange Difference	(52)	-	-
Performance Related Share Award	-	-	58
	(180)	(146)	(229)
Increase in Trade and Other Receivables	(140)	(207)	(131)
Increase / (Decrease) in Trade and Other Payables	(255)	75	87
Cash Absorbed by Operations	(575)	(278)	(273)

W RESOURCES Plc
NOTES TO THE INTERIM RESULTS
FOR THE SIX MONTHS ENDED 30 JUNE 2013

1. BASIS OF PREPARATION

The financial statements have been prepared under the historical cost convention.

As an AIM listed the Company the company is entitled to exemption from adopting IAS 34 and this exemption has been taken.

The financial statements have been prepared using the accounting policies used in the audited Financial Statements for the year ended 31 December 2012, and which will continue to be used for the financial statements for the year ended 31 December 2013.

The interim results are unaudited. The financial statements herein do not amount to full statutory accounts within the meaning of Part 15 of the Companies Act 2006.

These financial statements were approved on 26 September 2013.

Going Concern

The Directors are satisfied that the group has sufficient resources to continue its operations and to meet its commitments in the foreseeable future. The financial statements have therefore been prepared on the going concern basis.

Directors Responsibilities

The Directors are responsible for preparing the Interim Review and the Financial Statements in accordance with applicable law and regulations. The Directors have elected to prepare the Financial Statements in accordance with International Financial Reporting Standards as adapted for use in the European Union.

In preparing these financial statements, the Directors are required to:-

- select suitable accounting policies and apply them consistently
- make judgements and accounting estimates that are reasonable and prudent
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's and the Group's transactions and disclose with reasonable accuracy at anytime the financial position of the Company and the Group.

W RESOURCES Plc
NOTES TO THE INTERIM RESULTS
FOR THE SIX MONTHS ENDED 30 JUNE 2013 (CONT'D)

2. INCOME TAX

There is no income tax arising on the loss on ordinary activities for the six months ended 30 June 2013.

3. LOSS PER ORDINARY SHARE

Basic and Diluted Loss Per Share

	Loss (£000's)	Weighted Average Number of Shares	Per Share Amount Pence
6 Months to 30 June 2013 (unaudited)	(132)	1,741,680,438	(0.007p)
6 Months to 30 June 2012 (unaudited)	(146)	915,579,889	(0.01p)
Year to 31 December 2012 (Audited)	(405)	1,177,957,816	(0.03p)

4. EVENTS AFTER THE REPORTING PERIOD

A further placement was made in July 2013 of £1m.