

RAMBLER METALS AND MINING PLC

UNAUDITED CONSOLIDATED FINANCIAL INFORMATION

FOR THE THREE MONTHS ENDED 31 OCTOBER 2009

The accompanying financial information for the three months ended 31 October 2009 and 31 October 2008 have not been reviewed or audited by the Group's auditors and has an effective date of 7 December 2009.

RAMBLER METALS AND MINING PLC  
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
(Unaudited)

	Three months ended	
	31/10/09	31/10/08
	£	£
Administrative expenses	275,476	233,158
Exploration expenses	<u>4,438</u>	<u>-</u>
Operating loss	<u>(279,914)</u>	<u>(233,158)</u>
Bank interest receivable	406	29,209
Finance lease interest payable	<u>( 9,738)</u>	<u>( 8,593)</u>
	<u>( 9,332)</u>	<u>20,616</u>
Loss before tax	(289,246)	(212,542)
Taxation	<u>-</u>	<u>-</u>
Loss after tax for the period	<u>(289,246)</u>	<u>(212,542)</u>
Other comprehensive income:		
Exchange differences on translating foreign operations	<u>114,452</u>	<u>325,633</u>
Other comprehensive income for the period (net of tax)	<u>114,452</u>	<u>325,633</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>(174,794)</u>	<u>113,091</u>
Basic and diluted loss per ordinary share	<u>(0.46)p</u>	<u>(0.36)p</u>

The accompanying notes are an integral part of these consolidated financial statements

RAMBLER METALS AND MINING PLC  
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
(Unaudited)

	Share Capital £	Share Premium £	Accumulated losses £	Translation reserve £	Merger reserve £	Total equity £
Balance at 1 August 2008	593,850	18,699,659	(1,425,462)	744,554	120,000	18,732,601
<b>Changes in equity for the year</b>						
Total comprehensive income for the year	-	-	(1,073,929)	2,444,100	-	1,370,171
Share-based payments	-	-	138,836	-	-	138,836
Balance at 31 July 2009	593,850	18,699,659	(2,360,555)	3,188,654	120,000	20,241,608
<b>Changes in equity for the three months</b>						
Total comprehensive income for the period	-	-	(289,246)	114,452	-	(174,794)
Share issues	275,000	5,225,000	-	-	-	5,500,000
Cost of share issues	-	(358,837)	-	-	-	(358,837)
Share-based payments	-	-	32,819	-	-	32,819
Balance at 31 October 2009	<u>868,850</u>	<u>23,565,822</u>	<u>(2,616,982)</u>	<u>3,303,106</u>	<u>120,000</u>	<u>25,240,796</u>

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RAMBLER METALS AND MINING PLC  
CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	31/10/09 Unaudited £	31/07/09 Audited £
<b>ASSETS</b>		
Property, plant and equipment	2,008,894	2,254,506
Deferred exploration costs	18,343,438	17,611,282
Long term receivable	<u>1,974,846</u>	<u>-</u>
Total non-current assets	<u>22,327,178</u>	<u>19,865,788</u>
Other receivables	119,869	76,646
Cash and cash equivalents	<u>3,747,965</u>	<u>1,168,727</u>
Total current assets	<u>3,867,834</u>	<u>1,245,373</u>
Total assets	<u>26,195,012</u>	<u>21,111,161</u>
<b>EQUITY</b>		
Issued share capital	868,850	593,850
Share premium account	23,565,822	18,699,659
Merger reserve	120,000	120,000
Translation reserve	3,303,106	3,188,654
Accumulated losses	<u>(2,616,982)</u>	<u>(2,360,555)</u>
Total equity	<u>25,240,796</u>	<u>20,241,608</u>
<b>LIABILITIES</b>		
Interest bearing loans and borrowings	<u>410,558</u>	<u>459,920</u>
Total non-current liabilities	<u>410,558</u>	<u>459,920</u>
Interest bearing loans and borrowings	185,190	147,037
Trade and other payables	<u>358,468</u>	<u>262,596</u>
Total current liabilities	<u>543,658</u>	<u>409,633</u>
Total liabilities	<u>954,216</u>	<u>869,553</u>
Total equity and liabilities	<u>26,195,012</u>	<u>21,111,161</u>

The accompanying notes are an integral part of these consolidated financial statements.

RAMBLER METALS AND MINING PLC  
CONSOLIDATED STATEMENT OF CASH FLOWS  
(Unaudited)

	Three months ended	
	31/10/09	31/10/08
	£	£
<b>Cash flows from operating activities</b>		
Operating loss	(279,914)	(233,158)
Depreciation	21,730	1,919
Share-based payments	31,019	23,561
(Increase)/decrease in receivables	(43,223)	28,472
Increase/(decrease) in payables	<u>28,974</u>	<u>(109,751)</u>
Cash utilised in operations	(241,414)	(288,957)
Interest paid	<u>(9,738)</u>	<u>(8,593)</u>
<b>Net cash used for operating activities</b>	<b><u>(251,152)</u></b>	<b><u>(297,550)</u></b>
<b>Cash flows from investing activities</b>		
Interest received	406	30,978
Acquisition of evaluation and exploration assets	(285,238)	(1,158,375)
Acquisition of property, plant and equipment	(18,284)	(268,660)
Prepayment for acquisition of property, plant and equipment	<u>(1,974,846)</u>	<u>-</u>
<b>Net cash from investing activities</b>	<b><u>(2,277,962)</u></b>	<b><u>(1,396,057)</u></b>
<b>Cash flows from financing activities</b>		
Proceeds from the issue of share capital	5,500,000	-
Payment of share issue expenses	(328,123)	-
Proceeds from issue of share options	1,800	-
Capital element of finance lease payments	<u>(16,271)</u>	<u>(32,349)</u>
<b>Net cash from financing activities</b>	<b><u>5,157,406</u></b>	<b><u>(32,349)</u></b>
Net increase/(decrease) in cash and cash equivalents	2,628,292	(1,725,956)
Cash and cash equivalents at beginning of period	1,168,727	5,107,509
Effect of exchange rate fluctuations on cash held	<u>(49,054)</u>	<u>73,055</u>
<b>Cash and cash equivalents at end of period</b>	<b><u>3,747,965</u></b>	<b><u>3,454,608</u></b>

The accompanying notes are an integral part of these consolidated financial statements.

RAMBLER METALS AND MINING PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(Unaudited)

## **1 NATURE OF OPERATIONS AND GOING CONCERN**

The principal activity of Rambler Metals and Mining plc (the "parent company") and its subsidiaries (the "Group" or "Rambler") is carrying out development and exploration on the Ming Mine copper and gold property in Baie Verte, Newfoundland, Canada.

The accounting policies and methods of computation used in the preparation of the unaudited consolidated financial information are the same as those described in the Company's audited consolidated financial statements and notes thereto for the year ended 31 July 2009 and are consistent with the principles of International Financial Reporting Standards ("IFRS") and its interpretations adopted by the International Accounting Standards Board ("IASB"), as those adopted by the European Union and with IFRSs and their interpretations adopted by the International Accounting Standards Board (IASB). In the opinion of management, the accompanying interim financial information includes all adjustments considered necessary for fair and consistent presentation of financial statements. These interim consolidated financial statements should be read in conjunction with the Group's audited financial statements and notes for the year ended 31 July 2009. This interim consolidated financial information has been prepared on the basis of a going concern, which contemplates the realisation of assets and settlement of liabilities in the normal course of business as they fall due.

The Group's ability to continue as a going concern, and the recoverability of its mineral properties, is dependent on the copper price, its ability to fund its development and exploration programs, and to manage and generate positive cash flows from operations in the future. These financial statements do not reflect the adjustments to carrying values of assets and liabilities and the reported expenses and balance sheet classifications that would be necessary should the going concern assumption be inappropriate, and these adjustments could be material.

In common with many exploration companies, the Group raises finance for its exploration and appraisal activities in discrete tranches. The Directors and management are currently evaluating a number of debt financing proposals in order to finance the project through into production. The Directors are confident the Company has sufficient funds to maintain ongoing operations for the forthcoming 12 months and therefore have concluded that the Group is a going concern.

RAMBLER METALS AND MINING PLC  
 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
 (Unaudited)

**1 NATURE OF OPERATIONS AND GOING CONCERN (continued)**

The financial information for the twelve months ended 31 July 2009 has been derived from the Group's audited financial statements for the period as filed with the Registrar of Companies. It does not constitute the financial statements for that period. The auditors' report on the statutory financial statements for the year ended 31 July 2009 was unqualified and did not contain any statement under Section 498(2) or (3) of the Companies Act 2006. An emphasis of matter paragraph was included in the audit report regarding the availability of project finance and going concern.

**2 PROPERTY, PLANT AND EQUIPMENT**

	Land and Buildings £	Plant and Equipment £	Other Assets £	Total £
<b>Cost</b>				
Balance at 1 August 2008	474,535	2,768,527	238,489	3,481,551
Additions	37,313	212,444	174,707	424,464
Disposals	-	-	(77,479)	(77,479)
Effect of movements in foreign exchange	<u>66,326</u>	<u>386,609</u>	<u>38,137</u>	<u>491,072</u>
Balance at 31 July 2009	<u>578,174</u>	<u>3,367,580</u>	<u>373,854</u>	<u>4,319,608</u>
Balance at 1 August 2009	578,174	3,367,580	373,854	4,319,608
Additions	17,231	562	-	17,793
Effect of movements in foreign exchange	<u>4,959</u>	<u>28,466</u>	<u>3,129</u>	<u>36,554</u>
Balance at 31 October 2009	<u>600,364</u>	<u>3,396,608</u>	<u>376,983</u>	<u>4,373,955</u>
<b>Depreciation</b>				
Balance at 1 August 2008	125,853	668,906	65,425	860,184
Depreciation charge for period	141,000	823,023	83,348	1,047,371
On disposals	-	-	(26,448)	(26,448)
Effect of movements in foreign exchange	<u>26,408</u>	<u>145,300</u>	<u>12,287</u>	<u>183,995</u>
Balance at 31 July 2009	<u>293,261</u>	<u>1,637,229</u>	<u>134,612</u>	<u>2,065,102</u>
Balance at 1 August 2009	293,261	1,637,229	134,612	2,065,102
Depreciation charge for period	37,710	216,262	27,369	281,341
Effect of movements in foreign exchange	<u>2,638</u>	<u>14,753</u>	<u>1,227</u>	<u>18,618</u>
Balance at 31 October 2009	<u>333,609</u>	<u>1,868,244</u>	<u>163,208</u>	<u>2,365,061</u>
<b>Carrying amounts</b>				
At 1 August 2008	<u>223,277</u>	<u>1,805,891</u>	<u>107,918</u>	<u>2,137,086</u>
At 31 July 2009	<u>348,682</u>	<u>2,099,621</u>	<u>173,064</u>	<u>2,621,367</u>
At 31 October 2009	<u>266,755</u>	<u>1,528,364</u>	<u>213,775</u>	<u>2,008,894</u>

RAMBLER METALS AND MINING PLC  
 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
 (Unaudited)

**3 EXPLORATION AND EVALUATION COSTS**

	Total £
<b>Cost</b>	
Balance at 1 August 2008	12,125,573
Additions	3,612,120
Effect of movements in foreign exchange	<u>1,873,589</u>
Balance at 31 July 2009	<u>17,611,282</u>
Balance at 1 August 2009	17,611,282
Additions	580,845
Effect of movements in foreign exchange	<u>151,311</u>
Balance at 31 October 2009	<u>18,343,438</u>
<b>Carrying amounts</b>	
At 1 August 2008	<u>12,125,573</u>
At 31 July 2009	<u>17,611,282</u>
At 31 October 2009	<u>18,343,438</u>

**4 LONG TERM RECEIVABLE**

The long term receivable of £1,974,846 (CAD \$3,500,000 equivalent) relates to the payment for the acquisition of the Nugget Pond Facility which was acquired subject to a lease back to its former owners until 30 June 2010. At the point of entering into a contract with Crew Gold (Canada) Ltd. ('Crew') there was no transfer of the risk and rewards of ownership to the Company since Crew will continue using the asset with minimum impact on their operations until the expiry of the lease. This long term receivable will be capitalized under plant and equipment upon expiry of the lease when the Company takes full control of the Nugget Pond Facility. During the lease period no depreciation will be charged to the Statement of Comprehensive Income.

**5 RELATED PARTY TRANSACTIONS**

The parent company has a related party relationship with its subsidiary, and with its Directors and executive officers. Brian Dalton and John Baker, directors of the Group are also directors of Altius Resources Inc ("Altius"), a 14% shareholder in the parent company.

A total of £59,947 (2008: £64,393) was payable to key management personnel during the quarter including share-based payments of £10,034 (2008: £12,014)



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**5 RELATED PARTY TRANSACTIONS (continued)**

Consultancy fees were payable to Altius Minerals Corporation for the three months ended 31 October 2009 for the consultancy services of J Baker & B Dalton amounting to £3,300 (31 October 2008: £3,300). At 31 October 2009 the company owed £20,900 (31 July 2009: £17,600) to Altius in respect of these fees.

Directors' fees of £38,467 remained outstanding at 31 October 2009 (31 July 2009: £29,767)

**6 SHARE BASED PAYMENTS**

Rambler Metals and Mining PLC has established a share option scheme with the purpose of motivating and retaining qualified management and to ensure common goals for management and the shareholders. For options granted the vesting period is generally up to three years. If the options remain unexercised after a period of 10 years from the date of grant, the options expire. Furthermore, options are forfeited if the employee leaves the Group.

As at 31 October 2009, ordinary share options held by employees were as follows:

Exercise price	Outstanding number of Options	Weighted average remaining contractual life	Exercisable number of options
32p	100,000	6.60	100,000
42.5p	335,000	7.10	335,000
55p	524,000	8.03	314,671
48p	131,000	8.65	43,668
27p	150,000	8.80	100,000
10p	<u>1,971,000</u>	<u>9.03</u>	-
	<u>3,211,000</u>	<u>8.58</u>	<u>893,339</u>

During the periods ended 31 October 2009 and 2008, director and employee stock options were granted, exercised and cancelled as follows:

	Weighted average exercise price	Options
At 1 August 2008	27.0p	1,245,000
Granted	10.0p	1,971,000
Exercised	46.0p	<u>(155,000)</u>
At 31 July 2009 and 31 October 2009	23.7p	<u>3,211,000</u>

RAMBLER METALS AND MINING PLC  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
(Unaudited)

**6 SHARE BASED PAYMENTS (continued)**

At 31 October 2009 the Company had a total of 3,313,000 share options in issue. These may have a dilutive effect on the basic earnings or loss per share in the future.