



UNAUDITED CONSOLIDATED FINANCIAL INFORMATION

FOR THE QUARTER ENDED APRIL 30, 2014

The accompanying financial information for the quarter ended April 30, 2014 and April 30, 2013 has not been reviewed or audited by the Group's auditor and has an effective date of June 19, 2014.

RAMBLER METALS AND MINING PLC

UNAUDITED CONSOLIDATED INCOME STATEMENT

For the Quarter Ended April 30, 2014
(EXPRESSED IN CANADIAN DOLLARS)

	Quarter ended April 30 2014	Quarter ended April 30 2013	Nine months ended April 30 2014	Nine months ended April 30 2013
	\$,000	\$,000	\$,000	\$,000
Revenue	15,078	10,087	47,060	21,494
Production costs	(7,964)	(6,435)	(23,327)	(13,763)
Depreciation and amortisation	(2,171)	(2,190)	(6,905)	(4,230)
Gross profit	4,943	1,462	16,828	3,501
Administrative expenses	(1,088)	(998)	(3,328)	(2,740)
Exploration expenses	(14)	-	(55)	-
Operating profit	3,841	464	13,445	761
Bank interest receivable	20	20	74	64
(Loss)/gain on derivative financial instruments	(64)	(858)	331	(276)
Finance costs	(781)	810	(2,545)	1,074
Foreign exchange differences	296	(243)	(1,209)	(218)
Net financing (expense)/income	(529)	(271)	(3,349)	644
Profit before tax	3,312	193	10,096	1,405
Income tax expense	(1,006)	-	(3,055)	28
Profit for the period and attributable to owners of the parent	2,306	193	7,041	1,433

Earnings per share

	Quarter ended April 30 2014	Quarter ended April 30 2013	Nine months ended April 30 2014	Nine months ended April 30 2013
	\$	\$	\$	\$
Basic and diluted earnings per share	0.016	0.001	0.049	0.010

RAMBLER METALS AND MINING PLC

UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the Quarter Ended April 30, 2014
(EXPRESSED IN CANADIAN DOLLARS)

	Quarter ended April 30 2014	Quarter ended April 30 2013	Nine months ended April 30 2014	Nine months ended April 30 2013
	\$	\$	\$,000	\$,000
Profit for the period	2,306	193	7,041	1,433
Other comprehensive income				
<i>Items that may be reclassified into profit or loss</i>				
Exchange differences on translation of foreign operations (net of tax)	(17)	1	227	(2)
Gain/(loss) on available for sale investment (net of tax)	183	(50)	84	458
Other comprehensive income for the period	166	(49)	311	456
Total comprehensive income for the period and attributable to the owners of the parent	2,472	144	7,352	1,889

RAMBLER METALS AND MINING PLC

CONSOLIDATED BALANCE SHEET

As at April 30, 2014
(EXPRESSED IN CANADIAN DOLLARS)

	<i>Note</i>	Unaudited April 30 2014 \$,000	Audited July 31 2013 \$,000
Assets			
Intangible assets	3	18,377	17,450
Mineral properties	4	52,134	49,395
Property, plant and equipment	5	26,381	28,460
Available for sale investments	6	2,321	1,703
Deferred tax		3,091	5,916
Total non-current assets		102,304	102,924
Inventory	7	3,070	3,373
Trade and other receivables		1,173	1,096
Derivative financial asset	8	2,136	639
Cash and cash equivalents		6,271	5,566
Restricted cash		3,255	3,261
Total current assets		15,905	13,935
Total assets		118,209	116,859
Equity			
Issued capital		2,629	2,613
Share premium		75,505	75,164
Merger reserve		214	214
Translation reserve		367	140
Fair value reserve		383	299
Accumulated profits		6,523	(738)
Total equity		85,621	77,692
Liabilities			
Interest-bearing loans and borrowings	9	19,525	20,576
Provision	10	1,974	1,903
Total non-current liabilities		21,499	22,479
Interest-bearing loans and borrowings	9	6,491	10,898
Trade and other payables		4,598	5,790
Total current liabilities		11,089	16,688
Total liabilities		32,588	39,167
Total equity and liabilities		118,209	116,859

RAMBLER METALS AND MINING PLC

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(EXPRESSED IN CANADIAN DOLLARS)

	Share capital \$,000	Share premium \$,000	Merger reserve \$,000	Translation reserve \$,000	Fair value reserve \$,000	Accumulated Losses \$,000	Total \$,000
Audited							
Balance at August 1, 2012	2,599	74,756	214	143	(422)	(9,888)	67,402
Comprehensive income							
Profit for the year	-	-	-	-	-	9,053	9,053
Foreign exchange translation differences	-	-	-	(3)	-	-	(3)
Gain on available for sale investments (net of tax)	-	-	-	-	721	-	721
Total other comprehensive income	-	-	-	(3)	721	-	718
Total comprehensive income for the year	-	-	-	(3)	721	9,053	9,771
Transactions with owners							
Issue of share capital	14	408	-	-	-	-	422
Share-based payments	-	-	-	-	-	97	97
Transactions with owners	14	408	-	-	-	97	519
Balance at July 31, 2013	2,613	75,164	214	140	299	(738)	77,692
Unaudited							
Balance at August 1, 2013	2,613	75,164	214	140	299	(738)	77,692
Comprehensive income							
Profit for the period	-	-	-	-	-	7,041	7,041
Foreign exchange translation differences	-	-	-	227	-	-	227
Loss on available for sale investments (net of tax)	-	-	-	-	84	-	84
Other comprehensive income	-	-	-	227	84	-	311
Total comprehensive income for the period	-	-	-	227	84	7,041	7,352
Transactions with owners							
Issue of share capital	16	341	-	-	-	-	357
Share-based payments	-	-	-	-	-	220	220
Transactions with owners	16	341	-	-	-	220	577
Balance at April 30, 2014	2,629	75,505	214	367	383	6,523	85,621

RAMBLER METALS AND MINING PLC

UNAUDITED STATEMENTS OF CASH FLOWS

**For the Quarter Ended April 30, 2014
(EXPRESSED IN CANADIAN DOLLARS)**

	Quarter ended April 30 2014	Quarter ended April 30 2013	Nine months ended April 30 2014	Nine months ended April 30 2013
	\$,000	\$,000	\$,000	\$,000
Cash flows from operating activities				
Operating profit	3,841	464	13,445	761
Depreciation	2,195	2,215	6,976	4,305
Share based payments	180	15	220	80
Decrease/(increase) in inventory	130	(522)	303	(2,049)
Increase in receivables	(172)	(492)	(77)	(1,073)
Increase in derivative financial instruments	7	-	(1,166)	-
(Decrease)/increase in payables	(48)	(1,777)	(1,225)	1,964
Cash generated from operations	6,133	(97)	18,476	3,988
Income tax received	-	-	-	28
Interest paid	(167)	(283)	(618)	(575)
Net cash generated from operating activities	5,966	(380)	17,858	3,441
Cash flows from investing activities				
Interest received	20	20	74	64
Redemption/(acquisition) of bearer deposit note	-	4	6	(1)
Acquisition of available for sale investments	(250)	-	(500)	-
Acquisition of evaluation and exploration assets	20	(2)	(608)	(62)
Acquisition of mineral properties	(1,778)	(1,768)	(5,133)	(3,264)
Acquisition of property, plant and equipment	(525)	(353)	(1,550)	(999)
Net cash utilised in investing activities	(2,513)	(2,099)	(7,711)	(4,262)
Cash flows from financing activities				
Proceeds from issue of share capital	-	-	7	21
Repayment of Gold Loan (note 9)	(585)	(297)	(1,602)	(1,057)
Repayment of Credit Facility	(1,000)	(506)	(5,900)	(1,006)
Capital element of finance lease payments	(635)	(550)	(1,898)	(1,513)
Net cash utilised in financing activities	(2,220)	(1,353)	(9,393)	(3,555)
Net increase/(decrease) in cash and cash equivalents	1,233	(3,832)	754	(4,376)
Cash and cash equivalents at beginning of period	5,154	7,325	5,566	7,826
Effect of exchange rate fluctuations on cash held	(116)	2	(49)	45
Cash and cash equivalents at end of period	6,271	3,495	6,271	3,495

RAMBLER METALS AND MINING PLC

UNAUDITED NOTES TO THE FINANCIAL STATEMENTS

1 Nature of operations and going concern

The principal activity of the Group is the development and exploration of the Ming Copper-Gold Mine ("Ming Mine") located in Baie Verte, Newfoundland and Labrador, Canada.

Since the commencement of commercial production the Group has generated operating cash flows of \$31 million and reduced the working capital deficit from \$2.7 million at July 31, 2013 to positive working capital of \$4.8 million at April 30, 2014. The Group expects to remain cash flow positive based on current projections and production forecasts maintaining a working capital surplus. The current economic conditions do, however, create uncertainty particularly over

- (a) the price of copper, gold and silver;
- (b) the exchange rate between Canadian and US dollars and thus the consequence for the cash generated from US dollar revenues ;
- (c) the production targets being met; and
- (d) the terms of the Gold Loan being complied with.

The Group's forecasts and projections, taking account of reasonably possible changes in trading performance, show that the Group should continue to be cash flow positive.

Based on the above management concludes the Group has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

2 Accounting policies

Details of the main accounting policies of the Group are included in note 2 of the financial statements for the year ended July 31, 2013.

Income tax

The income tax expense comprises the deferred tax charge on the results of the Group at the effective tax rates in Canada and the UK of 29% and 20% respectively.

Joint operations

The Group has an agreement with another company whereby the Group owns a project jointly with that company and shares in the costs and ownership of the project. The property is jointly controlled by the Group and its partner, and each accounts for its own share of the expenditure which is capitalised as exploration and evaluation cost..

RAMBLER METALS AND MINING PLC

UNAUDITED NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

3. Intangible assets

	Ming Mine \$,000	Little Deer Copper Deposit \$,000	Exploration and evaluation cost \$,000
Cost			
Balance at August 1, 2012	17,260	-	17,260
Acquisitions	190	-	190
Balance at July 31, 2013	<u>17,450</u>	<u>-</u>	<u>17,450</u>
Balance at August 1, 2013	17,450	-	17,450
Acquisitions	377	550	927
Balance at April 30, 2014	<u>17,827</u>	<u>550</u>	<u>18,377</u>
Carrying amounts			
At July 31, 2013	396	550	946
At April 30, 2014	<u>17,827</u>	<u>550</u>	<u>18,377</u>

4. Mineral Properties

	Mineral Property \$,000
Cost	
Balance at August 1, 2012	48,064
Acquisitions	5,664
Transfer to inventory on commercial production	(2,129)
Balance at July 31, 2013	<u>51,599</u>
Balance at August 1, 2013	51,599
Acquisitions	5,133
Balance at April 30, 2014	<u>56,732</u>
Amortisation	
Balance at August 1, 2012	-
Amortisation charge	2,204
Balance at July 31, 2013	<u>2,204</u>
Balance at August 1, 2013	2,204
Amortisation charge	2,394
Balance at April 30, 2014	<u>4,598</u>
Carrying amounts	
At July 31, 2013	49,395
At April 30, 2014	<u>52,134</u>

RAMBLER METALS AND MINING PLC

UNAUDITED NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5. Property, plant and equipment

	Land and buildings \$,000	Assets under construction \$,000	Motor vehicles \$,000	Plant and equipment \$,000	Fixtures, fittings and equipment \$,000	Computer equipment \$,000	Total \$,000
Cost							
Balance at August 1, 2012	3,674	21,499	212	17,354	93	753	43,585
Additions	30	131	47	2,349	17	46	2,620
Reclassification	613	(21,604)	-	20,991	-	-	-
Balance at July 31, 2013	4,317	26	259	40,694	110	799	46,205
Balance at August 1, 2013	4,317	26	259	40,694	110	799	46,205
Additions	119	355	-	2,240	-	152	2,866
Disposals	-	(8)	-	-	-	-	(8)
Reclassification	-	(355)	-	-	-	-	(355)
Balance at April 30, 2014	4,436	18	259	42,934	110	951	48,708
Depreciation and impairment losses							
Balance at August 1, 2012	1,259	-	129	10,018	72	613	12,091
Depreciation charge for the year	399	-	54	5,087	16	98	5,654
Balance at July 31, 2013	1,658	-	183	15,105	88	711	17,745
Balance at August 1, 2013	1,658	-	183	15,105	88	711	17,745
Depreciation charge	309	-	36	4,159	13	65	4,582
Balance at April 30, 2014	1,967	-	219	19,264	101	776	22,327
Carrying amounts							
At July 31, 2013	2,659	26	76	25,589	22	88	28,460
At April 30, 2014	2,469	18	40	23,670	9	175	26,381

6. Available for sale investments

	\$'000
Cost or valuation	
Balance at August 1, 2012	712
Acquisitions	148
Revaluation	843
Balance at July 31, 2013	1,703
Balance at August 1, 2013	1,703
Acquisitions	515
Revaluation	103
Balance at April 30, 2014	2,321
Carrying amounts	
At July 31, 2013	1,703
At April 30, 2014	2,321

RAMBLER METALS AND MINING PLC

UNAUDITED NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7. Inventories

	April 30 2014 \$,000	July 31 2013 \$,000
Metals in process	1,422	1,977
Operating supplies	1,648	1,396
	<u>3,070</u>	<u>3,373</u>

8. Derivative financial asset

	April 30 2014 \$,000	July 31 2013 \$,000
Concentrate receivables from off-taker	2,136	639

9. Interest-bearing loans and borrowings

This note provides information about the contractual terms of the Group's interest-bearing loans and borrowings. For more information about the Group's exposure to interest rate and foreign currency risk, see note 13.

	April 30 2014 \$,000	July 31 2013 \$,000
Non-current liabilities		
Bank loan	-	19
Finance lease liabilities	3,472	4,613
Gold Loan	16,053	15,944
	<u>19,525</u>	<u>20,576</u>
Current liabilities		
Current portion of bank loan	-	3
Current portion of finance lease liabilities	2,645	2,427
Current portion of Gold Loan	3,846	2,847
Credit Facility	-	5,621
	<u>6,491</u>	<u>10,898</u>

RAMBLER METALS AND MINING PLC

UNAUDITED NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

9. Interest-bearing loans and borrowings (continued)

Finance lease liabilities

Finance lease liabilities are payable as follows:

	Minimum lease			Minimum lease		
	Payments April 30 2014 \$,000	Interest April 30 2014 \$,000	Principal April 30 2014 \$,000	Payments July 31 2013 \$,000	Interest July 31 2013 \$,000	Principal July 31 2013 \$,000
Less than one year	2,904	259	2,645	2,759	332	2,427
Between one and five years	3,618	146	3,472	4,867	254	4,613
	<u>6,522</u>	<u>405</u>	<u>6,117</u>	<u>7,626</u>	<u>586</u>	<u>7,040</u>

Under the terms of the lease agreements, no contingent rents are payable. The finance lease liabilities are secured on the underlying assets.

Gold Loan

In March 2010, the Group entered into an agreement ("Gold Loan") with Sandstorm to sell a portion of the life-of-mine gold production from its Ming Mine.

Under the terms of the agreement Sandstorm made staged upfront cash payments for the gold to the Group totalling US\$20 million.

For this, in each production year following the first year of production, until 175,000oz of payable gold has been produced, the Group has agreed to sell a percentage equal to 25% x (85% divided by the actual percentage of metallurgical recovery of gold realized in the immediately preceding production year) provided that, if the payable gold production in any production year after the third production year is less than 15,000 ounces, then in each such production year, Sandstorm payable gold shall not be less than 25% of the payable gold. In each production year following the first year of production, after 175,000oz of payable gold has been produced, the Group has agreed to sell a percentage equal to 12% x (85% divided by the actual percentage of metallurgical recovery of gold realized in the immediately preceding production year) provided that, if the payable gold production in any production year after the third production year is less than 15,000 ounces, then in each such production year, Sandstorm payable gold shall not be less than 12% of the payable gold for the remainder of the period ending 40 years after the date of the agreement. After the expiry of the 40 year term, the agreement is renewable in 10 year terms at the option of Sandstorm.

The Gold Loan is accounted for as a financial liability carried at amortised cost. In determining the effective interest rate implicit in the cash flows arising from the loan the cash flows are forecast at each quarter end based on management's best estimates of the time of delivery of payable gold, the total amount of gold expected to be produced over the mine life and the timing of that production.

The Gold Loan is secured by a fixed and floating charge over the assets of the Group.

RAMBLER METALS AND MINING PLC

UNAUDITED NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

9. Interest-bearing loans and borrowings (continued)

Credit Facility

On September 29, 2011 the Group agreed a Credit Facility of up to \$10 million with Sprott Resource Lending Partnership ('Sprott') for use as additional funding for the development of the Ming Mine. On March 26, 2013 this agreement was amended such that the principal is repayable by March 31, 2014 and secured by a fixed and floating charge over the assets of the Group. During the first nine months of fiscal 2014 the Group made total repayments of \$5.9 million repaying the facility in full.

10. Provisions

	April 30 2013 \$,000	July 31 2013 \$,000
Reclamation and closure provision		
Opening balance	1,903	1,812
Unwinding of discount	71	91
Ending balance	<u>1,974</u>	<u>1,903</u>

The reclamation and closure provision has been made in respect of costs of land restoration and rehabilitation expected to be incurred at the end of the Ming Mine's useful life. The provision has been calculated based on the present value of the expected future cash flows associated with reclamation and closure activities as required by the Government of Newfoundland and Labrador. The provision relates to restoration of all three sites associated with the Ming Mine project: mill, mine and port sites. The liability is secured by Letters of Credit for \$3,255,155.

11. Related parties

Transactions with key management personnel

Total key management personnel compensations were as follows:

	Quarter ended April 30 2014 \$,000	Quarter ended April 30 2013 \$,000	Nine months ended April 30 2014 \$,000	Nine months ended April 30 2013 \$,000
Salaries	175	203	577	581
Share based payments	155	-	155	-
	<u>330</u>	<u>203</u>	<u>732</u>	<u>581</u>

RAMBLER METALS AND MINING PLC

UNAUDITED NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

12. Share-based payments

The number and weighted average exercise prices of share options are as follows:

	Weighted average exercise price April 30 2014 \$	Number of options April 30 2014 No. 000	Weighted average exercise price July 31 2013 \$	Number of options July 31 2013 No. 000
Outstanding at the beginning of the period	0.45	4,113	0.46	3,937
Granted during the period	0.49	1,526	0.47	622
Exercised	-	-	0.24	(117)
Cancelled during the period	0.42	(133)	0.63	(329)
Outstanding at the end of the period	0.48	5,506	0.45	4,113
Exercisable at the end of the period	0.47	4,034	0.45	3,339

The options outstanding at April 30, 2014 have an exercise price in the range of \$0.17 to \$1.10 and a weighted average remaining contractual life of 7 years (July 31, 2013: 7 years).

The fair value of services received in return for share options granted are measured by reference to the fair value of share options granted. The estimate of the fair value of the services received is measured based on the Black-Scholes model. The contractual life of the option (10 years) is used as an input into this model. Expectations of early exercise are incorporated into the Black-Scholes model.

Fair value of share options and assumptions

	Quarter ended Apr, 30 2014	Quarter ended Apr, 30 2013	Nine months ended Apr, 30 2014	Nine months ended Apr, 30 2013
Fair value at measurement date of options granted in the period	\$0.230	\$0.218	\$0.225	\$0.239
Share price (weighted average)	\$0.513	\$0.500	\$0.492	\$0.518
Exercise price (weighted average)	\$0.513	\$0.500	\$0.492	\$0.518
Expected volatility (expressed as weighted average volatility used in the modelling under Black-Scholes model)	51.2%	49.1%	50.7%	52.5%
Expected option life (years)	5	5	5	5
Expected dividends (%)	0	0	0	0
Risk-free interest rate (based on national government bonds)	1.61%	1.29%	1.61%	1.36%

The expected volatility is based on the historic volatility (calculated based on the weighted average remaining life of the share options), adjusted for any expected changes to future volatility due to publicly available information. There are no performance or market conditions associated with the share option grants.

RAMBLER METALS AND MINING PLC

UNAUDITED NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

12. Share-based payments (continued)

Quarter ended Apr, 30 2014 \$,000	Quarter ended Apr, 30 2013 \$,000	Nine months ended Apr, 30 2014 \$,000	Nine months ended Apr, 30 2013 \$,000
Total expense recognised as employee costs	180	15	220
			80

13. Financial risk management

The Group's principal financial assets comprise: cash and cash equivalents, restricted cash, available for sale investments, derivative financial instruments and trade and other receivables. The Group's financial liabilities comprise: trade payables and other payables. The Group's financial liabilities also include interest bearing loans and borrowings.

All of the Group's financial liabilities are measured at amortised cost and their financial assets are classified as loans and receivables and measured at amortised cost with the exception of available for sale investments and derivative financial instruments as described in notes 6 and 8 respectively.

The board of directors determines, as required, the degree to which it is appropriate to use financial instruments and hedging techniques to mitigate risks. The main risks for which such instruments may be appropriate are foreign exchange risk, interest rate risk, credit risk and liquidity risk each of which is discussed below.

Foreign currency risk

The Group's cash resources are held in Canadian dollars, GB pounds and US Dollars and certain receivables and the Gold Loan are denominated in US dollars. The Group has a downside exposure to any strengthening of the GB pound as this would increase expenses in Canadian dollar terms. This risk is mitigated by reviewing the holding of cash balances in GB pounds. Any weakening of the GB pound would however result in the reduction of the expenses in Canadian dollar terms and preserve the Group's cash resources. In addition, any such movements would affect the Consolidated Balance Sheet when the net assets of the Parent Company are translated into Canadian dollars. The Group has a downside exposure to any strengthening of the US dollar as this would increase the amount repayable on the Gold Loan in Canadian dollar terms. Repayment is envisaged in payable gold which is denominated in US dollars. Exposure to this foreign currency risk has been mitigated since the commencement of production. Any weakening of the US dollar would however result in a reduction in revenue and receivables in Canadian dollar terms. The Group has not hedged its exposure to currency fluctuations.

The Group does not hedge its exposure of foreign investments held in foreign currencies. There is no significant impact on profit or loss from foreign currency movements associated with the Parent company's assets and liabilities as the foreign currency gains or losses are recorded in the translation reserve.

RAMBLER METALS AND MINING PLC

UNAUDITED NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

13. Financial risk management (continued)

Exchange rate fluctuations may adversely affect the Group's financial position and results. The following table details the Group's sensitivity to a 10% strengthening and weakening in the US Dollar against the Canadian Dollar. 10% represents management's assessment of the reasonable possible exposure.

	Profit for the period		Equity	
	April 30 2014 \$,000	July 31 2013 \$,000	April 30 2014 \$,000	July 31 2013 \$,000
10% strengthening of US dollar	(1,990)	(1,879)	(1,990)	(1,879)
10% weakening of US dollar	1,809	1,708	1,809	1,708

Liquidity risk

Since the commencement of commercial production the Group has generated positive cash flows and reduced the working capital deficit from \$8.8 million at October 31, 2012 to positive working capital of \$4.8 million at April 30, 2014. The Group expects to remain cash flow positive based on current projections and production forecasts taking into account reasonably possible changes in trading performance further reducing the exposure to liquidity risk in the short term. Liquidity risk is managed by controls over expenditure ensuring that the Group will have sufficient liquidity to meet its liabilities as they fall due.

The Group's trade payables, other payables and accrued expenses are generally due between one and three months and the Group's financial liabilities are due as follows:

Financial liabilities	Apr, 30 2014 \$,000	July 31 2013 \$,000
Due within one year	7,240	11,621
Due within one to two years	5,844	5,865
Due within two to three years	4,506	4,732
Due within three to four years	4,009	3,764
Due within four to five years	3,563	3,404
Due after five years	14,888	16,576
	40,050	45,962

Fixed rate financial liabilities

At the period end the analysis of finance leases, hire purchase contracts and loans which were all due in Canadian Dollars and are at fixed interest rates was as follows:

Fixed rate liabilities	Apr, 30 2013 \$,000	July 31 2013 \$,000
Due within one year	2,904	8,663
Due within one to two years	2,584	2,640
Due within two to three years	823	1,916
Due within three to four years	210	306
Due within four to five years	-	23
	6,521	13,548

RAMBLER METALS AND MINING PLC

UNAUDITED NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

13. Financial risk management (continued)

The average fixed interest rate for the finance leases and hire purchase contracts outstanding at April 30, 2014 was 6.14%.

Credit risk

The Group generally holds the majority of its cash resources in Canadian dollars given that the majority of the Group's outgoings are denominated in this currency. Given the current climate, the Group has taken a very risk averse approach to management of cash resources and management and Directors monitor events and associated risks on a continuous basis. There is little perceived credit risk in respect of trade and other receivables. The Group maximum exposure to credit risk at April 30, 2014 was represented by receivables and cash resources.

Interest rate risk

The Group's policy is to retain its surplus funds on the most advantageous term of deposit available up to twelve month's maximum duration. Details of the Group's borrowings are described in note 9.

If the interest rate on deposits were to fluctuate by 1% there would be no material effect on the Group's reported results.

Commodity price risk

Commodity price risk is the risk that the Group's future earnings will be adversely impacted by changes in the market prices of commodities. The Group is exposed to commodity price risk as its future revenues will be derived based on the contract with its customer at prices that will be determined by reference to market prices of copper and gold at the delivery date.

The Group calculates the effective interest rate on the Gold Loan based on estimates of future cash flows arising from the sale of payable gold. In estimating the cash flows the following table details the Group's sensitivity to a 10% increase and a 25% decrease in the price of gold. These percentages represent management's assessment of the reasonable possible exposure.

	Profit for the period		Equity	
	April 30 2014 \$,000	July 31 2013 \$,000	April 30 2014 \$,000	July 31 2013 \$,000
10% increase in the price of gold	(1,990)	(1,843)	(1,990)	(1,843)
25% decrease in the price of gold	4,975	4,609	4,975	4,609

Receivables in respect of the sale of copper concentrate which contain an embedded derivative linking them to future commodity prices are measured at fair value through profit and loss and are treated as derivative financial assets or liabilities. In estimating the value of the derivative the following table details the Group's sensitivity to a 5% increase and a 5% decrease in the price of copper, gold and silver. These percentages represent management's assessment of the reasonable possible exposure.

RAMBLER METALS AND MINING PLC

UNAUDITED NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

13. Financial risk management (continued)

	Profit for the period		Equity	
	April 30 2014 \$,000	July 31 2013 \$,000	April 30 2014 \$,000	July 31 2013 \$,000
5% increase in the price of copper, gold and silver	802	441	802	441
5% decrease in the price of copper, gold and silver	(802)	(441)	(802)	(441)

Financial assets

The floating rate financial assets comprise interest earning bank deposits at rates set by reference to the prevailing LIBOR or equivalent to the relevant country. Fixed rate financial assets are cash held on fixed term deposit.

At the period end the floating rate cash and short term deposits were as follows:

	April, 30 2014 \$,000	July, 31 2013 \$,000
GB Pounds	41	61
US \$	1,451	3,293
Canadian \$	4,779	2,212
	<u>6,271</u>	<u>5,566</u>

Fair values

In the directors' opinion there is no material difference between the book value and fair value of any of the group's financial instruments.