RAMBLER
METALS & MINING PLC

UNAUDITED CONSOLIDATED FINANCIAL INFORMATION

FOR THE QUARTER ENDED JANUARY 31, 2015

The condensed interim financial information has been prepared on the basis of the recognition and measurement requirements of International Financial Reporting Standards (IFRS) as adopted by the European Union (EU) and implemented in the UK and IFRS as issued by the IASB. The accounting policies, methods of computation and presentation used in the preparation of the interim financial information are the same as those used in the Group's audited financial statements for the year ended July 31, 2014, which this interim consolidated financial information should be read in conjunction with. The financial information has been prepared in accordance with International Accounting Standard 34 - Interim Financial Reporting.

The financial information in this statement does not constitute full statutory accounts within the meaning of Section 434 of the Companies Act 2006. The financial information for the three and six months ended January 31, 2015 and January 31, 2014 is unaudited, and has not been reviewed by the auditors.

The financial information for the year ended July 31, 2014 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 auditor's report on the statutory financial statements for the year ended 31 July 2014 was unqualified and did not contain any statement under sections 498 (2) or (3) of the Companies Act 2006.

RAMBLER METALS AND MINING PLC

UNAUDITED CONSOLIDATED INCOME STATEMENT

For the Quarter Ended January 31, 2015
(EXPRESSED IN CANADIAN DOLLARS)

	Quarter ended January 31 2015 $,000	Quarter ended January 31 2014 $,000	Six months ended January 31 2015 $,000	Six months ended January 31 2014 $,000
Revenue	10,527	15,237	22,825	31,982
Production costs	(9,028)	(8,075)	(15,716)	(15,363)
Depreciation and amortisation	(1,813)	(2,218)	(4,142)	(4,734)
Gross (loss)/profit	(314)	4,944	2,967	11,885
Administrative expenses	(1,313)	(1,271)	(2,276)	(2,240)
Exploration expenses	(1)	(29)	(16)	(41)
Operating (loss)/profit	(1,628)	3,644	675	9,604
Bank interest receivable	31	47	59	54
(Loss)/gain on derivative financial instruments	(2,245)	2	(2,612)	395
Finance costs	198	(940)	(666)	(1,764)
Foreign exchange differences	(2,316)	(1,233)	(2,951)	(1,505)
Net financing expense	(4,332)	(2,124)	(6,170)	(2,820)
(Loss)/profit before tax	(5,960)	1,520	(5,495)	6,784
Income tax expense	1,617	(493)	1,428	(2,049)
(Loss)/profit for the period and attributable to owners of the parent	(4,343)	1,027	(4,067)	4,735

Earnings per share

	Quarter ended January 31 2015 $	Quarter ended January 31 2014 $	Six months ended January 31 2015 $	Six months ended January 31 2014 $
Basic and diluted earnings per share	(0.030)	0.007	(0.028)	0.033

Rambler Metals and Mining Plc

Unaudited Consolidated statement of comprehensive income

For the Quarter Ended January 31, 2015
(EXPRESSED IN CANADIAN DOLLARS)

	Quarter ended January 31 2015	Quarter ended January 31 2014	Six months ended January 31 2015	Six months ended January 31 2014
	$,000	$,000	$,000	$,000
(Loss)/profit for the period	(4,343)	1,027	(4,067)	4,735
Other comprehensive (loss)/ income				
Items that may be reclassified into profit or loss				
Exchange differences on translation of foreign operations (net of tax)	124	159	80	244
(Loss)/gain on available for sale investment (net of tax)	(96)	(155)	(1,189)	(99)
Other comprehensive (loss)/ income for the period	28	4	(1,109)	145
Total comprehensive (loss)/income for the period and attributable to the owners of the parent	(4,315)	1,031	(5,176)	4,880

RAMBLER METALS AND MINING PLC

UNAUDITED CONSOLIDATED BALANCE SHEET

As at January 31, 2015
(EXPRESSED IN CANADIAN DOLLARS)

	Note	Unaudited January 31 2015 $,000	Audited July 31 2014 $,000
Assets			
Intangible assets	*3*	21,275	18,514
Mineral properties	*4*	52,474	51,644
Property, plant and equipment	*5*	26,857	25,676
Available for sale investments	*6*	1,337	2,151
Deferred tax		3,245	1,754
Total non-current assets		105,188	99,739
Inventory	*7*	2,077	3,950
Trade and other receivables		1,855	2,120
Derivative financial asset	*8*	-	788
Cash and cash equivalents		6,233	9,535
Restricted cash		3,255	3,255
Total current assets		13,420	19,648
Total assets		118,608	119,387
Equity			
Issued capital		2,628	2,628
Share premium		75,505	75,505
Merger reserve		214	214
Translation reserve		396	316
Fair value reserve		(983)	206
Accumulated profits		4,552	8,539
Total equity		82,312	87,408
Liabilities			
Interest-bearing loans and borrowings	*9*	21,920	20,242
Provision	*10*	1,951	1,903
Total non-current liabilities		23,871	22,145
Interest-bearing loans and borrowings	*9*	5,997	5,300
Derivative financial liability	*8*	638	-
Trade and other payables		5,790	4,534
Total current liabilities		12,425	9,834
Total liabilities		36,296	31,979
Total equity and liabilities		118,608	119,387

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 Profits/(Losses) $,000	Total $,000
Audited							
Balance at August 1, 2013	2,613	75,164	214	140	299	(738)	77,692
Comprehensive income							
Profit for the year	-	-	-	-	-	9,015	9,015
Foreign exchange translation differences	-	-	-	176	-	-	176
Profit on available for sale investments (net of tax)	-	-	-	-	(93)	-	(93)
Total other comprehensive income	-	-	-	176	(93)	-	83
Total comprehensive income for the year	-	-	-	176	(93)	9,015	9,098
Transactions with owners							
Issue of share capital	15	341	-	-	-	-	356
Share-based payments	-	-	-	-	-	262	262
Transactions with owners	15	341	-	-	-	262	618
Balance at July 31, 2014	2,628	75,505	214	316	206	8,539	87,408
Unaudited							
Balance at August 1, 2014	2,628	75,505	214	316	206	8,539	87,408
Comprehensive income							
Profit for the period	-	-	-	-	-	(4,067)	(4,067)
Foreign exchange translation differences	-	-	-	80	-	-	80
Loss on available for sale investments (net of tax)	-	-	-	-	(1,189)	-	(1,189)
Other comprehensive loss	-	-	-	80	(1,189)	-	(1,109)
Total comprehensive income/(loss) for the period	-	-	-	80	(1,189)	(4,067)	(5,176)
Transactions with owners							
Share-based payments	-	-	-	-	-	80	80
Transactions with owners	-	-	-	-	-	80	80
Balance at January 31, 2015	2,628	75,505	214	396	(983)	4,552	82,312

Rambler Metals and Mining Plc

Unaudited Statements of Cash Flows

For the Quarter Ended January 31, 2015
(EXPRESSED IN CANADIAN DOLLARS)

	Quarter ended January 31 2015	Quarter ended January 31 2014	Six months ended January 31 2015	Six months ended January 31 2014
	$,000	$,000	$,000	$,000
Cash flows from operating activities				
Operating (loss)/profit	(1,628)	3,644	675	9,604
Depreciation and amortization	1,838	2,238	4,189	4,781
Share based payments	38	21	80	40
Decrease in inventory	2,446	1,035	1,873	173
(Increase)/decrease in receivables	(56)	60	265	95
(Decrease)/increase in derivative financial instruments	(595)	404	(1,186)	(1,173)
Increase/(decrease) in payables	289	(727)	1,253	(1,177)
Cash generated from operations	2,332	6,675	7,149	12,343
Interest paid	(120)	(231)	(241)	(451)
Net cash generated from operating activities	2,212	6,444	6,908	11,892
Cash flows from investing activities				
Interest received	31	47	59	54
Redemption of bearer deposit note	-	-	-	6
Acquisition of listed investment	-	(250)	(375)	(250)
Acquisition of evaluation and exploration assets	(1,502)	(314)	(2,761)	(628)
Acquisition of mineral properties - net	(1,880)	(2,074)	(2,856)	(3,355)
Acquisition of property, plant and equipment	(1,035)	(616)	(1,655)	(1,025)
Net cash utilised in investing activities	(4,386)	(3,207)	(7,588)	(5,198)
Cash flows from financing activities				
Proceeds from issue of share capital	-	-	-	7
Repayment of Gold loan (note 9)	(610)	(432)	(1,356)	(1,017)
Repayment of Credit Facility	-	(2,750)	-	(4,900)
Capital element of finance lease payments	(735)	(653)	(1,579)	(1,263)
Net cash utilised in financing activities	(1,345)	(3,835)	(2,935)	(7,173)
Net (decrease)/increase in cash and cash equivalents	(3,519)	(598)	(3,615)	(479)
Cash and cash equivalents at beginning of period	9,535	5,655	9,535	5,566
Effect of exchange rate fluctuations on cash held	217	97	313	67
Cash and cash equivalents at end of period	6,233	5,154	6,233	5,154

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 $46 million and had positive working capital of $1.0 million at January 31, 2015. Working capital fell significantly during the second quarter as a result of the previously discussed production problems reducing stockpile inventory, the fall in the copper price reflected in the reduction in the derivative financial asset/liability and investment in the exploration of the Lower Footwall Zone. As a result the Group implemented a revised mine plan and short term cost cutting measures in order to reduce operating expenditures to bring costs more in line with expected production under the current commodity markets. 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.

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, 2014.

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UNAUDITED NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

3. Intangible assets

	Exploration and evaluation Costs $,000
Cost	
Balance at August 1, 2013	17,450
Additions	1,064
Balance at July 31, 2014	18,514
Balance at August 1, 2014	18,514
Additions	2,761
Balance at January 31, 2015	21,275
Carrying amounts	
At July 31, 2014	18,514
At January 31, 2015	21,275

4. Mineral Properties

	Mineral Property $,000
Cost	
Balance at August 1, 2013	51,599
Additions	6,683
Transfer to inventory on commercial production	-
Balance at July 31, 2014	58,282
Balance at August 1, 2014	58,282
Additions	2,857
Balance at January 31, 2015	61,139
Amortisation	
Balance at August 1, 2013	2,204
Amortisation charge	4,434
Balance at July 31, 2014	6,638
Balance at August 1, 2014	6,638
Amortisation charge	2,027
Balance at January 31, 2015	8,665
Carrying amounts	
At July 31, 2014	51,644
At January 31, 2015	52,474

UNAUDITED NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5. Property, plant and equipment

	Land and buildings	Assets under construction	Motor vehicles	Plant and equipment	Fixtures, fittings and equipment	Computer equipment	Total
	$,000	$,000	$,000	$,000	$,000	$,000	$,000
Cost							
Balance at August 1, 2013	4,317	26	259	40,694	110	799	46,205
Additions	126	20	-	2,610	-	169	2,925
Balance at July 31, 2014	4,443	46	259	43,304	110	968	49,130
Balance at August 1, 2014	4,443	46	259	43,304	110	968	49,130
Additions	-	742	38	2,532	3	28	3,343
Balance at January 31, 2015	4,443	788	297	45,836	113	996	52,473
Depreciation and impairment losses							
Balance at August 1, 2013	1,658	-	183	15,105	88	711	17,745
Depreciation charge for the year	407	-	46	5,155	14	87	5,709
Balance at July 31, 2014	2,065	-	229	20,260	102	798	23,454
Balance at August 1, 2014	2,065	-	229	20,260	102	798	23,454
Depreciation charge	191	–	19	1,905	4	43	2,162
Balance at January 31, 2015	2,256	-	248	22,165	106	841	25,616
Carrying amounts							
At July 31, 2014	2,378	46	30	23,044	8	170	25,676
At January 31, 2015	2,187	788	49	23,671	7	155	26,857

6. Available for sale investments

	$'000
Cost or valuation	
Balance at August 1, 2013	1,703
Acquisitions	629
Revaluation	(181)
Balance at July 31, 2014	2,151
Balance at August 1, 2014	2,151
Acquisitions	375
Revaluation	(1,189)
Balance at January 31, 2015	1,337
Carrying amounts	
At July 31, 2014	2,151
At January 31, 2015	1,337

UNAUDITED NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7. Inventories

	January 31 2015 $,000	July 31 2014 $,000
Metals in process	443	2,351
Operating supplies	1,634	1,599
	2,077	3,950

8. Derivative financial asset/(liability)

	January 31 2015 $,000	July 31 2014 $,000
Concentrate (payables due to)/receivables from off-taker	(638)	788

During the quarter the net unrealized fair value loss adjustment on the derivative recognised was $1,473,000 being the difference in the commodity prices at time of provisional invoicing and anticipated commodity prices upon final settlement together with a realized loss of $772,000 on the final settlement of the Group's eighth concentrate shipment. The total loss for the quarter was $2,245,000 reflecting the fall in the copper prices during the quarter.

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.

	January 31 2015 $,000	July 31 2014 $,000
Non-current liabilities		
Finance lease liabilities	2,388	2,750
Gold Loan	19,532	17,492
	21,920	20,242
Current liabilities		
Current portion of finance lease liabilities	3,154	2,684
Current portion of Gold Loan	2,843	2,616
	5,997	5,300

9. Interest-bearing loans and borrowings (continued)

Finance lease liabilities

Finance lease liabilities are payable as follows:

	Minimum lease Payments January 31 2015 $,000	Interest January 31 2015 $,000	Principal January 31 2015 $,000	Minimum lease Payments July 31 2014 $,000	Interest July 31 2014 $,000	Principal July 31 2014 $,000
Less than one year	3,355	201	3,154	2,894	210	2,684
Between one and five years	2,477	89	2,388	2,863	113	2,750
	5,832	290	5,542	5,757	323	5,434

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.

During the quarter the Group recorded an unrealized exchange loss of $2,536,000 on the Gold Loan as a result of the strengthening of the US Dollar against the Canadian Dollar.

10. Provisions

	January 31 2015 $,000	July 31 2014 $,000
Reclamation and closure provision		
Opening balance	1,903	1,903
Unwinding of discount	48	-
Ending balance	1,951	1,903

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 January 31 2015 $,000	Quarter ended January 31 2014 $,000	Six months ended January 31 2015 $,000	Six months ended January 31 2014 $,000
Salaries	265	199	426	402
Share based payments	26	-	49	-
	291	199	475	402

12. Share-based payments

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

	Weighted average exercise price January 31 2015 $	Number of options January 31 2015 No. 000	Weighted average exercise price July 31 2014 $	Number of options July 31 2014 No. 000
Outstanding at the beginning of the period	0.47	5,506	0.45	4,113
Granted during the period	-	-	0.49	1,526
Cancelled during the period	0.54	(161)	0.42	(133)
Outstanding at the end of the period	0.48	5,345	0.47	5,506
Exercisable at the end of the period	0.48	4,326	0.47	4,202

The options outstanding at January 31, 2015 have an exercise price in the range of $0.18 to $1.10 and a weighted average remaining contractual life of 6 years (July 31, 2014: 7 years).

UNAUDITED NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

12. Share-based payments (continued)

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 Jan. 31 2015**	Quarter ended Jan. 31 2014	**Six months ended Jan. 31 2015**	Six months ended Jan. 31 2014
	$,000	$,000	**$,000**	$,000
Fair value at measurement date of options granted in the period	-	-	-	0.192
Weighted average fair value per option granted in period				
Share price (weighted average)	-	-	-	$0.550
Exercise price (weighted average)	-	-	-	$0.550
Expected volatility (expressed as weighted average volatility used	-	-		
in the modelling under Black-Scholes model)	-	-	-	46.3%
Expected option life (years)	-	-	-	5
Expected dividends (%)	-	-	-	0
Risk-free interest rate (based on national government bonds)	-	-	-	1.74%

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.

	Quarter ended Jan. 31 2015	Quarter ended Jan. 31 2014	**Six months ended Jan. 31 2015**	Six months ended Jan. 31 2014
	$,000	$,000	**$,000**	$,000
Total expense recognised as employee costs	38	21	80	40

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, other payables and 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.

13. Financial risk management (continued)

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. This risk, however, is relevant only should the Gold Loan be repaid in cash under terms set out in note 9. 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.

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 GB pound against the Canadian/US Dollar. 10% represents management's assessment of the reasonable possible exposure.

	Profit for the period		**Equity**	
	January 31 2015	July 31 2014	**January 31 2015**	July 31 2014
	$,000	$,000	**$,000**	$,000
10% strengthening of GB pound	-	-	(30)	(19)
10% weakening of GB pound	-	-	28	17
10% strengthening of US dollar	(2,237)	(2,010)	(2,237)	(2,010)
10% weakening of US dollar	2,034	1,828	2,034	1,828

Liquidity risk

With finite cash resources the liquidity risk is significant. This risk is managed by controls over expenditure and concentrating on achieving the payment milestones under the financing arrangement. Success will depend largely upon the outcome of on-going and future exploration and development programmes. Given the nature of the Group's current activities the entity will remain dependent on a mixture of debt and equity funding in the short to medium term until such time as the Group becomes self-financing from the commercial production of mineral resources.

13. Financial risk management (continued)

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	Jan. 31 2015 $,000	July 31 2014 $,000
Due within one year	6,579	5,683
Due within one to two years	5,634	5,898
Due within two to three years	4,687	4,471
Due within three to four years	3,563	3,643
Due within four to five years	3,301	3,219
Due after five years	17,638	17,807
	41,402	40,721

Fixed rate financial liabilities

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

Fixed rate liabilities	Oct. 31 2014 $,000	July 31 2014 $,000
Due within one year	3,355	2,894
Due within one to two years	1,728	2,170
Due within two to three years	743	562
Due within three to four years	3	131
Due within four to five years	2	-
Due after five years	1	-
	5,832	5,757

The average fixed interest rate for the finance leases and hire purchase contracts outstanding at January 31, 2015 was 6.30%.

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 January 31, 2015 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.

13. Financial risk management (continued)

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 contracts with customers 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**	
	January 31 2015	July 31 2014	**January 31 2015**	July 31 2014
	$,000	$,000	**$,000**	$,000
10% increase in the price of gold	(2,147)	(2,011)	(2,147)	(2,011)
25% decrease in the price of gold	5,367	5,027	5,367	5,027

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.

	Profit for the period		**Equity**	
	January 31 2015	July 31 2014	**January 31 2015**	July 31 2014
	$,000	$,000	**$,000**	$,000
5% increase in the price of copper, gold and silver	913	1,006	913	1,006
5% decrease in the price of copper, gold and silver	(913)	(1,006)	(913)	(1,006)

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:

	January 31 2015	July, 31 2014
	$,000	$,000
GB Pounds	22	145
US $	1,175	1,992
Canadian $	5,036	7,398
	6,233	9,535

13. Financial risk management (continued)

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.