Bezant Resources Plc

Annual Report

and

Financial Statements

For the year ended 30 June 2016

Bezant Resources Plc

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Bezant Resources Plc

Corporate directory

Directors:	E Nealon	*Non-Executive Chairman*
	B Olivier	*Chief Executive Officer*
	E Kirby	*Non-Executive Director*
	R Siapno	*Non-Executive Director*
	L Read	*Executive Director*

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Chairman's Statement

Dear Shareholders

I am pleased to present the Group's final results for the financial year ended 30 June 2016 and to report on the Company's on-going activities to the date of this statement.

For the financial year ended 30 June 2016, the Group reported a loss, before and after tax, of £9.1m, in comparison to a loss of £0.7m in the previous year. The increased annual loss is primarily due to the full impairment of the carrying value for the Mankayan Project of £8.3m. The Board has decided to fully impair the Mankayan Project due to the significant lingering uncertainty with respect to achieving any potential sale or joint venture ("JV") for the project in light of the current political and tax environment in the Philippines. Despite this prudent full impairment of the Mankayan Project in the Company's accounts, we will actively continue to seek partners, particularly Philippine based entities, with a view to a potential future sale or JV for the project. I would like to remind shareholders that the Company has previously returned more capital to shareholders (8p per share in May 2013) than has been spent on the acquisition, exploration and development of the project to date.

This reporting period has seen Bezant achieve some real milestones in changing the Company's direction to better match the current challenging global economic and political conditions. Historically, as noted above, we have used Mankayan to achieve value enhancement and capital returns. Mankayan was proved-up in a very cost effective manner at a time when mining companies were seeking to acquire such flagship assets and the option payments received from Gold Fields Netherlands Services BV ("Goldfields") in 2011/2012 are testament to the validity of Bezant's approach. Market conditions have now completely altered and the Board therefore decided to formulate a new strategy to seek to achieve and return shareholder value. To this end, the Board continues to operate the Company from as a low a cost base as reasonably practicable, with salaries reduced across the organisation. The Board has identified and reviewed a series of projects, with particular emphasis on low cost platinum group metals recovery.

Having founded Aquarius Platinum Limited ("Aquarius Platinum"), and co-founded Sylvania Platinum Limited ("Sylvania Platinum"), our management team has had a long history with platinum and developing innovative new ways to recover platinum. At Aquarius Platinum, we pioneered a new way to mine the famous UG2 Reef in Bushveld in South Africa and introduced outsourcing to the management of mining companies. At Sylvania Platinum, we introduced novel and highly successful techniques for the recovery of platinum from Chrome Tailings Dumps. Both Aquarius Platinum and Sylvania Platinum held their respective assets in the famous Bushveld Complex in South Africa. The Bushveld Complex is the world's most significant platinum producer, but it now faces major political and mining challenges that are creating very high costs for the platinum mining industry in South Africa. This has led us to consider platinum projects outside of South Africa. In Colombia we identified that there are promising near surface alluvial platinum projects in the famous Choco district, a region that had previously been the world's major source of platinum prior to the discovery of the Bushveld Complex in South Africa. The Colombian project we have acquired has the benefit of near surface alluvial gravels that contain both platinum and gold deposits, and both metals are recoverable in their native state. The mining conditions in Colombia are very simple compared to the Bushveld Complex. The Bushveld Complex essentially involves deep, hard rock mining operations with considerable metallurgical complexity involved in liberating the economic metals. In the past, Colombia has been considered to be a high risk country, however, modern day Colombia has experienced nearly half a decade of new investment, much improved stability and despite the recent referendum vote rejecting the FARC Peace Agreement, the government and FARC are continuing to negotiate a peace settlement and the consensus is that all parties are working towards achieving a peaceful solution.

Following extensive assessment, the Board announced on 16 November 2015 that the Company had entered into an option agreement to potentially acquire a company holding interests in various platinum and gold licences in the Choco District located in NW Colombia. The option agreement afforded the Company the right to acquire 100 per cent. of Leeward Islands Exploration LLC (“Leeward”) which holds options over more than 2,600ha of highly prospective platinum and gold tenements including in historical mining areas.

Subsequently, the Board concluded a small equity subscription to raise approximately £0.4 million (before expenses) on 1 December 2015 to enable the Company to progress the potential exercise of the option and associated due diligence. The Board exercised the Company’s option to acquire Leeward for consideration comprising US$1 million and the issue of 37,306,137 new ordinary shares on 26 January 2016. We then embarked on a work programme to further assess the potential of the licences held under option by Leeward, and initiated the requisite local community consultation processes in order to obtain the relevant environmental and related permits and approvals prior to the commencement of exploration activities.

Post the reporting period end, the Board was delighted to announce that its preferred project development partner had been secured, namely Exumax S.A.S. (“Exumax”), a Colombian based alluvial mining company with an international management team with over 6 years’ experience operating alluvial mining projects in Colombia. Exumax has built a bespoke alluvial business in Colombia having imported specialist alluvial mining equipment from New Zealand, the world leaders in stream bed mining technology.

With our exploration agreement in place with Exumax and all required permits and approvals having been secured to enable exploration work to commence on the FKJ-083 licence area, a further equity fundraising of approximately £1.19m was successfully concluded in September 2016. As a further indication of their support and belief in the potential of the Company and its asset portfolio, the Board also converted certain unpaid fees and salaries in September 2016, subsequent to the equity fund raising at a circa 20 per cent. premium to the placing price. Alluvial processing test plant was then mobilised to site by Exumax and commissioned. All required machinery, earth-moving equipment, processing plant and work crews are now on site and work on the first exploration test pits has commenced on the FKJ-083 licence area. I look forward to updating the market in due course as we make further progress.

Mr Edward Nealon
Non-Executive Chairman

15 November 2016

Board of directors

Mr. Edward Nealon *(Non-Executive Chairman) (Appointed 1 September 2014)*

Experience and Expertise

Mr Nealon, aged 66, is a geologist with more than 40 years' experience in the mining and exploration industry. After graduating in 1974, he commenced his career in South Africa with Anglo American Corporation, before moving to Australia in 1980 where he spent two years in exploration with Rio Tinto. He founded his own consulting company in 1983 and has practiced in most of the world's major mining centres. Mr Nealon was responsible for Aquarius Platinum Limited's introduction into the platinum industry and served on its board for a number of years. He holds a Master's degree in Sedimentary Geology from the University of Reading and is a member of the Australian Institute of Mining and Metallurgy. He has successfully developed and transacted natural resource projects across the globe and has spent significant time working in the Philippines, where Bezant's primary asset is located.

Other current directorships

Non-Executive Chairman of Richland Resources Limited (listed on AIM) and a Director of Athlone International Consultants Pty. Limited, Almaretta Pty. Limited and Danwell Holdings Pty. Limited.

Former directorships in the last 5 years

Ferrum Crescent Limited (listed on AIM).

Special responsibilities

Chairman of the Board/Remuneration and Audit Committees.

Interests in shares and options

6,670,000 fully paid ordinary shares in Bezant Resources Plc.

Dr. Bernard Olivier *(Chief Executive Officer) (Appointed 26 April 2007)*

Experience and Expertise

Dr Olivier, aged 40, received his PhD in Economic Geology from the University of Stellenbosch, South Africa in 2006. He has been working as a geologist since 1998 and has worked throughout various African and Asian countries, among them Tanzania, South Africa, Zambia, Burundi, Malawi, Namibia, Cambodia, Lao PDR and the Philippines. He has worked on various exploration and development projects as well as active mining operations on a variety of commodities including, gold, gemstones, uranium, diamonds, PGE's, base metals and coal.

Other current directorships

Executive Director of Richland Resources Limited (listed on AIM) and Director of certain of its subsidiaries, Capricorn Sapphire Pty. Ltd, Kirkwood Resources Ltd and Director of Serengeti Resources Limited and Enviroplats Ltd.

Former directorships in the last 5 years

Emerging Market Minerals Plc (listed on AIM) and Great Australian Resources Limited (formerly listed on the ASX).

Board of directors (continued)

Special responsibilities

Chief Executive Officer/Executive Committee.

Interests in shares and options

1,057,800 fully paid ordinary shares in Bezant Resources Plc.
219,780 options over ordinary shares in Bezant Resources Plc.

Dr. Evan Kirby *(Non-Executive Director) (Appointed 4 December 2008)*

Experience and Expertise

Dr Kirby, aged 65, is a metallurgist with over 40 years' of international involvement. He worked initially in South Africa for Impala Platinum, Rand Mines and then Rustenburg Platinum Mines. Then in 1992, he moved to Australia to work for Minproc Engineers and then Bechtel Corporation. After leaving Bechtel in 2002, he established his own consulting company to continue with his ongoing mining project involvement. Evan's personal "hands on" experience covers the financial, technical, engineering and environmental issues associated with a wide range of mining and processing projects.

Other current directorships

Non-executive director of Ferrum Crescent Limited (listed on ASX, AIM and JSE), and Director of private company, Metallurgical Management Services Pty. Limited.

Former directorships in the last 5 years

Luiri Gold Limited (listed on ASX) and Nyota Minerals Limited (listed on AIM and ASX).

Special responsibilities

Audit Committee.

Interests in shares and options

350,000 fully paid ordinary shares in Bezant Resources Plc.

Mr. Ronnie Siapno *(Non-Executive Director) (Appointed 25 October 2007)*

Experience and Expertise

Mr Siapno, aged 52, graduated from the Saint Louis University in the Philippines in 1986 with a Bachelor of Science degree in Mining Engineering and is currently a member of both the Philippine Institute of Mining, Metallurgical and Geological Engineers and the Philippine Society of Mining Engineers. Since graduation, he has held various consulting positions such as Mine Planning Engineer to Benguet Exploration Inc., Mine Production Engineer to Pacific Chrome International Inc., Exploration Engineer to both Portman Mining Philippines Inc. and Phoenix Resources Philippines Inc. and Geotechnical Engineer to Pacific Falkon Philippines Inc.

Other current directorships

President of Crescent Mining and Development Corporation and Director of Bezant Holdings Inc.

Former directorships in the last 5 years
None.

Special responsibilities
Mankayan Project: Director of Operations.
Remuneration Committee.

Interests in shares and options
None.

Mr. Laurence Read *(Executive Director) (Appointed 15 October 2012)*

Experience and Expertise
Mr Read, aged 39, has spent the last 16 years advising natural resources companies, funds and advisers on strategic development and global investor relations. He has experience working with off-take groups, producers, resource developers, service providers and explorers across a diverse range of minerals.

Other current directorships
Non-Executive Director of Mineral & Financial Limited
Chief Executive Officer of Mowbrai Limited.

Former directorships in the last 5 years
Non-Executive Director of Tern Plc.

Equity Participation in Porta Communications which had a controlling stake in Threadneedle Communications Limited.

Special responsibilities
Remuneration Committee.

Interests in shares and options
138,600 fully paid ordinary shares in Bezant Resources Plc.

Bezant Resources Plc

Strategic report
For the year ended 30 June 2016

Principal activity

The Company is registered in England and Wales, having been first incorporated on 13 April 1994 under the Companies Act 1985 with registered number 02918391 as a public company limited by shares, in the name of Yieldbid Public Limited Company. On 19 September 1994, the Company changed its name to Voss Net Plc, with a second change of name to that of Tanzania Gold Plc on 27 September 2006. On 9 July 2007, the Company adopted its current name of Bezant Resources Plc.

The Company was listed on AIM, a market operated by the London Stock Exchange, on 14 August 1995.

The principal activity of the Group is natural resource exploration, development and beneficiation.

Its FTSE Sector classification is that of Mining and FTSE Sub-sector that of Gold Mining.

Principal risks and uncertainties facing the Company

The principal risks and uncertainties facing the Company are the risk of not finding adequate mineral reserves, risks associated with securing personnel, services and equipment required to develop its assets and uncertainties concerning fluctuations in commodity prices and foreign exchange rates and potential adverse changes to the Mining Tax Laws in the Philippines. However, the Company has managed to secure service contracts in relation to its exploration activities (currently limited to the Philippines, Argentina and Colombia) on a timely basis, such that its projects continue to be developed in accordance with applicable work programmes, and has established various networks of contacts, key contractors and other personnel to assist in their further development. The Company is also exposed to sovereignty risks relating to potential changes of local Governments and possible subsequent changes in jurisdiction concerning the maintenance or renewal of licences and the equity position permitted to be held in the Company's subsidiaries.

Performance of the Company

The Company is an exploration entity whose assets comprise early-stage projects that are not yet at the production stage. Currently, no revenue is generated from such projects. The key performance indicators for the Company are therefore linked to the achievement of project milestones and the increase in overall enterprise value.

On behalf of the Board

Mr. Edward Nealon
Non-Executive Chairman

15 November 2016

The Directors present their report together with the audited financial statements of Bezant Resources Plc (the "**Company**") and its subsidiary undertakings (the "Group" or "Bezant") for the year ended 30 June 2016.

The principal activity, review of the business and future development disclosures are contained in the Chairman's Statement on pages 3 to 4 and the Strategic Report on page 8.

Results and dividends

The Group's results for the year are set out in the financial statements. The Directors do not propose recommending any distribution by way of dividend for the year ended 30 June 2016.

Directors

The following directors have held office during and subsequent to the reporting period:

Edward Nealon
Bernard Olivier
Ronnie Siapno
Evan Kirby
Laurence Read

Directors' interests

The beneficial and non-beneficial interests of the current directors and related parties in the Company's shares were as follows:

	30 June 2016			30 June 2015	
	Ordinary shares of 0.2p each	Share options	Notes	Ordinary shares of 0.2p each	Share options
B. Olivier	497,800	219,780	(1)	497,800	219,780
E. Nealon	6,250,000	–	–	750,000	–
R. Siapno	–	–	–	–	–
E. Kirby	–	–	–	–	–
L. Read	–	–	–	–	–

Notes:
(1) 219,780 share options granted on 15 June 2007 with an exercise price of 91 pence per share.

Report on directors' remuneration and service contracts

This report has been prepared in accordance with the requirements of Chapter 6 of Part 15 of the Companies Act 2006 and also meets the requirements of the Listing Rules of the Financial Conduct Authority and describes how the Board has applied the principles of good governance relating to Directors' remuneration set out in the UK Corporate Governance Code.

Executive remuneration packages are prudently designed to attract, motivate and retain Directors of the necessary calibre and to reward them for enhancing value to shareholders. The performance measurement of the Executive Director and key members of senior management and the determination of their annual remuneration packages is undertaken by the Remuneration Committee. The remuneration of Non-Executive Directors is determined by the Board within limits set out in the Articles of Association.

Executive Directors are entitled to accept appointments outside the Company providing the Board's permission is sought.

The service contracts of the Executive and all the Non-Executive Directors are all subject to a twelve month termination period. Effective from March 2015, the Board agreed to a temporary 30 per cent. reduction in board fees. Under the voluntary salary reduction, the Chief Executive Officer is paid £84,000 per annum.

Each Non-Executive Director was entitled to receive up to £15,000 and following the Board decision mentioned above, £10,500 per annum as Directors' Fees along with relevant Consulting Fees as applicable, with the aggregate of Salary, Directors' Fees and Consulting fees detailed in the Directors' Remuneration Summary Table below and in Note 25.

Each Director is also paid all reasonable expenses incurred wholly, necessarily and exclusively in the proper performance of his duties.

Pensions

The Group does not operate a pension scheme and has not paid any contributions to any pension scheme for Directors or employees.

Directors' remuneration

Remuneration of the Directors was as follows:

	Directors' Fees	Salary and Consulting Fees	Share based payment – shares and options	Total 2016	Total 2015
	£	£	£	£	£
E. Nealon	42,000	–	–	42,000	45,500
B. Olivier	10,500	73,500	–	84,000	111,000
R. Siapno	8,400	–	–	8,400	11,100
E. Kirby	10,500	24,500	–	35,000	46,250
L. Read	10,500	13,860	–	24,360	33,300
Total	81,900	111,860	–	193,760	247,150

Notes:

1. Directors' remuneration shown above comprises all of the salaries, Directors' fees, consulting fees and other benefits and emoluments paid to Directors for the financial year ended 30 June 2016.
2. All share options are now vested in full.
3. Mr Read's Director's fees include NIC and UK payroll tax.

Environment, Health, Safety and Social Responsibility Policy Statement

The Company adheres to the above Policy, whereby all operations are conducted in a manner that protects the environment, the health and safety of employees, third parties and the entire local communities in general.

The Company is currently principally involved in three exploration projects, located within the Philippines, Argentina and Colombia respectively.

The Company received formal approval of its Environmental Impact Assessment ("EIA") in respect of its "Eureka Project" in Argentina on 30 May 2013.

During the reporting period, current operations were closely managed in order to maintain our policy aims, with no matters of concern arising. There have been no convictions in relation to breaches of any applicable legislation recorded against the Group during the reporting period.

Substantial & Significant Shareholdings

The Company has been notified, in accordance with DTR 5 of the FCA's Disclosure and Transparency Rules, or is aware, of the following interests in its ordinary shares as at 2 November 2016 of those shareholders with a 3% and above equity holding in the Company.

	Number of Ordinary Shares	Percentage of issued share capital
Tomori Enterprises Limited	46,635,115	22.76
Vidacos Nominees Limited FGN	32,453,360	15.84
Beaufort Nominees Limited	17,594,710	7.71
Bank of New York (Nominees) Limited	15,791,100	7.24
SVS (Nominees) Limited	7,966,000	3.89
Verona Investment Group Inc	7,201,745	3.51
Rathbone Nominees Limited	7,056,731	3.44

Political and charitable contributions

There were no political or charitable contributions made by the Group during the year ended 30 June 2016.

Information to Shareholders – Website

The Company has its own website (www.bezantresources.com) for the purposes of improving information flow to shareholders, as well as to potential investors.

Statement of responsibilities of those charged with Governance

The Directors are responsible for preparing the financial statements in accordance with applicable laws and International Financial Reporting Standards as adopted by the European Union. Company law requires the Directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Group and of the Company and of the profit or loss of the Group for that year.

In preparing those financial statements, the Directors are required to:

– select suitable accounting policies and then apply them consistently;

– make judgements and estimates that are reasonable and prudent;

– state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and

– prepare the financial statements on a going concern basis, unless it is inappropriate to presume that the Group will continue in business.

The Directors confirm that the financial statements comply with the above requirements.

The Directors are responsible for keeping proper accounting records which at any time disclose with reasonable accuracy the financial position of the Company (and the Group) and enable them to ensure that the financial statements comply with the Companies Act 2006. The Directors are also responsible for safeguarding the assets of the Company (and the Group) and for taking steps for the prevention and detection of fraud and other irregularities.

In addition, they are responsible for the maintenance and integrity of the corporate and financial information included on the Company's website.

Statement of disclosure to auditor

So far as all the Directors, at the time of approval of their report, are aware:

– there is no relevant audit information of which the Company's auditors are unaware, and

– the Directors have taken all steps that they ought to have taken as Directors in order to make themselves aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

Auditors

UHY Hacker Young LLP have expressed their willingness to continue as the auditors of the Company, and in accordance with section 489 of the Companies Act 2006, a resolution to re-appoint them will be proposed at the Company's forthcoming Annual General Meeting.

Annual General Meeting

The Company will hold an Annual General Meeting on Friday 9 December 2016 and the wording of each resolution to be tabled is set out in the Notice of Meeting.

Resolution 4, which is to be tabled as an ordinary resolution, is to grant the Directors the general authority to allot shares which will, *inter alia*, enable the Company to progress exploration and development of its Colombian platinum project.

Resolution 5, which is to be tabled as a special resolution, is to grant the Directors the authority to allot shares on a non-preemptive basis. This authority to allot enables the Company to meet its obligations, if required, in accordance with the Share Option Plan ratified by the Company's shareholders at a general meeting of the Company held on 9 July 2007 and grants the Directors additional general authority for the allotment of equity securities on a non-preemptive basis, to enable the Company the flexibility to raise additional working capital if required.

Shareholders who are unable to attend the Annual General Meeting and who wish to appoint a proxy in their place must ensure that their proxy is appointed in accordance with the provisions set out in the Notice of Meeting by **10.00 a.m. on 7 December 2016**.

On behalf of the Board

Mr. Edward Nealon
Non-Executive Chairman

15 November 2016

Corporate governance

The Company is listed on AIM, a market operated by the London Stock Exchange, and is not required to comply with the requirements of The UK Corporate Governance Code (the "Code"). However, the Board is committed to the high standards of good corporate governance prescribed in the Code and seeks to apply its principles, in so far as practicable, having regard to the current size and structure of the Group. The Board is accountable to the Company's shareholders and the Company has adopted the QCA's Corporate Governance Code for Small and Mid-Size Quoted Companies 2013.

Board of Directors and Committees

During the financial year, the Directors met on a frequent basis, with two of the current five Directors operating from within the same office. The Board currently consists of one executive Director (being the CEO), along with four non-executive Directors. Therefore, at least half of the Board is comprised of non-executive Directors, as recommended by the Code.

The Board is responsible for determining policy and business strategy, setting financial and other performance objectives and monitoring achievement. The Chairman takes responsibility for the conduct of the Company and Board meetings and ensures that directors are properly briefed to enable full and constructive discussions to take place. However, no formal schedule of Board Meetings has been deemed necessary to date and no schedule of matters specifically reserved to the Board for decision, has yet been established.

To enable the Board to function effectively and to discharge its duties, Directors are given full and timely access to all relevant information. They have ready access to the advice and services of the Company's Solicitors, along with the Company Secretary and may seek independent advice at the expense of the Company, where appropriate. However, no formal procedure has been agreed with the Board regarding the circumstances in which individual directors may take independent professional advice.

The Code states that there should be a nomination committee to deal with the appointment of both executive and non-executive Directors except in circumstances where the Board is small. The Directors consider the size of the current board to be small and have not therefore established a nomination committee. The appointment of executive and non-executive Directors is currently a matter for the Board as a whole. This position will be reviewed should the number of directors increase substantially.

The current Directors' biographical details are set out on pages 5, 6 and 7.

The non-executive Directors are independent of management and are free from any business or any other relationship which could interfere materially with the exercise of their independent judgement. The non-executive Directors are appointed for specified terms and are subject to re-election and to the Companies Act provisions relating to the removal of a Director. Reappointment of non-executive Directors is not automatic.

Under the Company's Articles of Association, the appointment of all new Directors must be approved by shareholders in a general meeting. In addition, one third of Directors are required to retire and to submit themselves for re-election at each Annual General Meeting.

The Directors have established the following two committees, both of which report to the Board and have written terms of reference which deal clearly with their respective authorities and duties.

Audit committee

The audit committee receives reports from management and the external auditors relating to the interim report and the annual report and financial statements, reviews reporting requirements and ensures that the maintenance of accounting systems and controls is effective. The audit committee is comprised of two non-executive Directors, namely Mr. Edward Nealon and Dr. Evan Kirby.

The audit committee has unrestricted access to the Company's auditors. The audit committee also monitors the controls which are in force and any perceived gaps in the control environment. The Board believes that the current size of the Group does not justify the establishment of an independent internal audit department. Finance personnel are periodically instructed to conduct specific reviews of business functions relating to key risk areas and to report their findings to the Board.

Remuneration committee

The remuneration committee determines the scale and structure of the remuneration of the executive Directors and approves the granting of options to Directors and senior employees and the performance related conditions thereof. The remuneration committee is comprised of three non-executive Directors, namely Mr. Edward Nealon, Mr. Ronnie Siapno and Mr. Laurence Read.

The remuneration and terms and conditions of appointment of the non-executive Directors is determined by the Board.

Internal control

The Board is responsible for establishing and maintaining the Group's system of internal control. Internal control systems manage rather than eliminate the risks to which the Group is exposed and such systems, by their nature, can provide reasonable but not absolute assurance against misstatement or loss. There is a continuous process for identifying, evaluating and managing the significant risks faced by the Group. The key procedures which the Directors have established with a view to providing effective internal control, are as follows:

- Identification and control of business risks

  The Board identifies the major business risks faced by the Group and determines the appropriate course of action to manage those risks.

- Budgets and business plans

  Each year the Board approves the business plan and annual budget. Performance is monitored and relevant action taken throughout the year through the regular reporting to the Board of changes to the business forecasts.

- Investment appraisal

  Capital expenditure is controlled by budgetary process and authorisation levels. For expenditure beyond specified levels, detailed written proposals have to be submitted to the Board. Appropriate due diligence work is carried out if a business or asset is to be acquired.

- Annual review and assessment

  The Board is currently carrying out a detailed review and assessment of the effectiveness of the Group's system of internal control, a process that will be maintained on an annual basis.

Going concern

The Group made a loss from all operations for the year after tax of £9.1 million (2015: £0.7 million) primarily due to the full impairment of the carrying value of the Mankayan Project of £8.3 million, had negative cash flows from operations and is currently not generating revenues. Cash and cash equivalents were £261,000 as at 30 June 2016 and on 19 September 2016 the Company raised approximately £1.19 million from an equity fundraising. An operating loss is expected in the 12 months subsequent to the date of these accounts and as a result the Company will probably need to raise funding to provide additional working capital to finance its ongoing activities especially if it decides to exercise some or all of its options over the platinum and gold licences in Colombia. Management has successfully raised money in the past, but there is no guarantee that adequate funds will be available when needed in the future.

There is a material uncertainty related to the conditions above that may cast significant doubt on the Group's ability to continue as a going concern and therefore the Group may be unable to realise its assets and discharge its liabilities in the normal course of business.

Based on the Board's assessment that the Company will be able to raise additional funds, if required, to meet its working capital and capital expenditure requirements, the Board have concluded that they have a reasonable expectation that the Group can continue in operational existence for the foreseeable future. For these reasons the Group continues to adopt the going concern basis in preparing the annual report and financial statements.

Relations with shareholders

The Board attaches considerable importance to the maintenance of good relationships with shareholders. Presentations by the Directors to institutional shareholders and City analysts are made as and when considered appropriate by the Board and the Company's advisers.

All shareholders are invited to attend the Annual General Meeting and all General Meetings, when required, and are encouraged to take the opportunity of putting questions to the Board.

The Annual General Meeting is regarded as an opportunity to communicate directly with private shareholders.

Dr. Evan Kirby
Non-Executive Director

15 November 2016

UHY Hacker Young
Chartered Accountants

UHY Hacker Young LLP
Quadrant House
4 Thomas More Square
London E1W 1YW

INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF BEZANT RESOURCES PLC
FOR THE YEAR ENDED 30 JUNE 2016

We have audited the financial statements of Bezant Resources Plc for the year ended 30 June 2016 which comprise the Consolidated Statement of Comprehensive Income, the Consolidated and Parent Company Statements of Changes in Equity, the Consolidated and Parent Company Balance Sheets, the Consolidated and Parent Company Statements of Cash Flow and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and International Financial Reporting Standards (IFRSs) as adopted by the European Union and, as regards the parent company financial statements, as applied in accordance with the provisions of the Companies Act 2006.

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditor

As explained more fully in the Statement of responsibilities of those charged with governance, set out on page 12, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the FRC's website at www.frc.org.uk/auditscopeukprivate.

Opinion on financial statements

In our opinion:

- the financial statements give a true and fair view of the state of the Group's and of the Parent Company's affairs as at 30 June 2016 and of the Group's loss for the year then ended;
- the Group financial statements have been properly prepared in accordance with IFRSs as adopted by the European Union;
- the Parent Company financial statements have been properly prepared in accordance with IFRSs as adopted by the European Union and as applied in accordance with the provisions of the Companies Act 2006; and
- the financial statements have been prepared in accordance with the requirements of the Companies Act 2006.

Emphasis of matter – Going concern

In forming our opinion on the financial statements, which is not qualified, we have considered the adequacy of the going concern disclosures made in note 1.1 to the financial statements concerning the Group's and Company's ability to continue as a going concern. The Group incurred an operating loss of £0.7m during the year ended 30 June 2016 and is still incurring losses. As discussed in note 1.1 the Company will need to raise further funds in order to meet its budgeted operating costs if they decide to exercise some or all of its options

UHY Hacker Young
Chartered Accountants

UHY Hacker Young LLP
Quadrant House
4 Thomas More Square
London E1W 1YW

INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF BEZANT RESOURCES PLC (continued)
FOR THE YEAR ENDED 30 JUNE 2016

over the platinum and gold licences in Colombia. These conditions, along with other matters discussed in note 1.1 indicate the existence of a material uncertainty which may cast significant doubt about the Group's and Company's ability to continue as a going concern. The financial statements do not include the adjustments that would result if the Group and Company were unable to continue as a going concern.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Strategic Report and Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the Parent Company, or returns adequate for our audit have not been received from branches not visited by us; or
- the Parent Company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Colin Wright (Senior Statutory Auditor)
for and on behalf of UHY Hacker Young
Chartered Accountants
Statutory Auditor

Quadrant House
4 Thomas More Square
London E1W 1YW

15 November 2016

Bezant Resources Plc

Consolidated Statement of Comprehensive Income
For the year ended 30 June 2016

	Notes	2016 £'000	2015 £'000
Continuing operations			
Group revenue		**–**	–
Cost of sales		**–**	–
Gross profit/(loss)		**–**	–
Operating expenses	**3**	**(717)**	(561)
Group operating loss	**4**	**(717)**	(561)
Interest receivable	**5**	**1**	2
Impairment	**6**	**(8,278)**	–
Share of Associates' loss	**13**	**(136)**	(124)
Loss before taxation		**(9,130)**	(683)
Taxation	**7**	**–**	–
Loss for the year		**(9,130)**	(683)
Attributable to:			
Owners of the Company		**(9,114)**	(683)
Non-controlling interest		**(16)**	–
		(9,130)	(683)
Other comprehensive income:			
Foreign currency reserve movement		**499**	192
Total comprehensive loss for the year		**(8,631)**	(491)
Attributable to:			
Owners of the Company		**(8,609)**	(491)
Non-controlling interest		**(22)**	–
		(8,631)	(491)
Loss per share (pence)			
Basic and diluted	**8**	**(8.42)**	(0.82)

Bezant Resources Plc

Consolidated Statement of Changes in Equity
For the year ended 30 June 2016

	Share Capital £'000	Share Premium £'000	Other Reserves £'000	Retained Losses £'000	Non-Controlling interest £'000	Total Equity £'000
Balance at 1 July 2015	**166**	**31,053**	**549**	**(17,470)**	**–**	**14,298**
Current year loss	**–**	**–**	**–**	**(9,114)**	**(16)**	**(9,130)**
Foreign currency reserve	**–**	**–**	**505**	**–**	**(6)**	**499**
Total comprehensive loss for the year	**–**	**–**	**505**	**(9,114)**	**(22)**	**(8,631)**
Proceeds from shares issued	**33**	**368**	**–**	**–**	**–**	**401**
Issue of ordinary shares related to business combination	**75**	**627**	**–**	**–**	**–**	**702**
Subsidiary acquired	**–**	**–**	**–**	**–**	**(21)**	**(21)**
Balance at 30 June 2016	**274**	**32,048**	**1,054**	**(26,584)**	**(43)**	**6,749**
Balance at 1 July 2014	166	31,053	357	(16,787)	–	14,789
Prior year loss	–	–	–	(683)	–	(683)
Foreign currency reserve	–	–	192	–	–	192
Total comprehensive income for the year	–	–	192	(683)	–	(491)
Balance at 30 June 2015	166	31,053	549	(17,470)	–	14,298

Bezant Resources Plc

Company Statement of Changes in Equity
For the year ended 30 June 2016

	Share Capital £'000	Share Premium £'000	Other Reserves £'000	Retained Losses £'000	Total Equity £'000
Balance at 1 July 2015	**166**	**31,053**	**407**	**(16,360)**	**15,266**
Current year loss	**–**	**–**	**–**	**(8,631)**	**(8,631)**
Total comprehensive loss for the year	**–**	**–**	**–**	**(8,631)**	**(8,631)**
Proceeds from shares issued	**33**	**368**	**–**	**–**	**401**
Issue of ordinary shares related to business combination	**75**	**627**	**–**	**–**	**702**
Balance at 30 June 2016	**274**	**32,048**	**407**	**(24,991)**	**7,738**
Balance at 1 July 2014	166	31,053	407	(16,216)	15,410
Prior year loss	–	–	–	(144)	(144)
Total comprehensive loss for the year	–	–	–	(144)	(144)
Balance at 30 June 2015	166	31,053	407	(16,360)	15,266

Bezant Resources Plc

Consolidated and Company Balance Sheets
As at 30 June 2016

		Consolidated		Company	
		2016	2015	**2016**	2015
	Notes	**£'000**	£'000	**£'000**	£'000
ASSETS					
Non-current assets					
Plant and equipment	**12**	**55**	61	**5**	7
Investments	**13**	**–**	7,753	**4,437**	10,508
Intangibles – options to acquire exploration licence	**14**	**1,620**	–	**–**	–
Exploration and evaluation assets	**15**	**4,790**	4,788	**3,129**	3,129
Total non-current assets		**6,465**	12,602	**7,571**	13,644
Current assets					
Trade and other receivables	**16**	**115**	74	**7**	7
Cash and cash equivalents		**261**	1,679	**228**	1,643
Total current assets		**376**	1,753	**235**	1,650
TOTAL ASSETS		**6,841**	14,355	**7,806**	15,294
LIABILITIES					
Current liabilities					
Trade and other payables	**17**	**92**	57	**68**	28
Total current liabilities		**92**	57	**68**	28
NET ASSETS		**6,749**	14,298	**7,738**	15,266
EQUITY					
Share capital	**19**	**274**	166	**274**	166
Share premium	**19**	**32,048**	31,053	**32,048**	31,053
Share-based payment reserve		**265**	265	**265**	265
Foreign exchange reserve		**789**	284	**142**	142
Retained losses		**(26,584)**	(17,470)	**(24,991)**	(16,360)
EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT		**6,792**	14,298	**7,738**	15,266
NON-CONTROLLING INTEREST		**(43)**	–	**–**	–
TOTAL EQUITY		**6,749**	14,298	**7,738**	15,266

These financial statements were approved by the Board of Directors on 15 November 2016 and signed on its behalf by:

Edward Nealon
Non-Executive Chairman

Company Registration No. 02918391

Bezant Resources Plc

Consolidated and Company Statements of Cash Flows
For the year ended 30 June 2016

	Notes	Consolidated 2016 £'000	Consolidated 2015 £'000	Company 2016 £'000	Company 2015 £'000
Net cash outflow from operating activities	**22**	**(813)**	(726)	**(635)**	(640)
Cash flows from investing activities					
Interest received		**1**	2	**1**	2
Other income		**22**	29	**22**	29
Deferred exploration expenditure		**(2)**	–	**–**	–
Acquisition of subsidiary, net of cash acquired	**23**	**(669)**	–	**(733)**	–
Loans to associates and subsidiaries		**(496)**	(225)	**(609)**	(293)
		(1,144)	(194)	**(1,319)**	(262)
Cash flows from financing activities					
Proceeds from issuance of ordinary shares	**24**	**401**	–	**401**	–
		401	–	**401**	–
Decrease in cash		**(1,556)**	(920)	**(1,553)**	(902)
Cash and cash equivalents at beginning of year		**1,679**	2,435	**1,643**	2,393
Foreign exchange movement		**138**	164	**138**	152
Cash and cash equivalents at end of year		**261**	1,679	**228**	1,643

General information

Bezant Resources Plc (the "Company") is a company incorporated in England and Wales. The address of its registered office and principal place of business is disclosed in the corporate directory. The Company is quoted on the Alternative Investment Market ("AIM") of the London Stock Exchange and has the TIDM code of BZT. Information required by AIM Rule 26 is available in the section of the Group's website with that heading at www.bezantresources.com.

1. Accounting policies

1.1 Accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated below.

Going concern basis of accounting

The Group made a loss from all operations for the year after tax of £9.1 million (2015: £0.7 million) primarily due to the full impairment of the carrying value of the Mankayan Project of £8.3 million, had negative cash flows from operations and is currently not generating revenues. Cash and cash equivalents were £261,000 as at 30 June 2016 and on 19 September 2016 the Company raised approximately £1.19 million from an equity fundraising. An operating loss is expected in the 12 months subsequent to the date of these accounts and as a result the Company will probably need to raise funding to provide additional working capital to finance its ongoing activities especially if it decides to exercise some or all of its options over the platinum and gold licences in Colombia. Management has successfully raised money in the past, but there is no guarantee that adequate funds will be available when needed in the future.

There is a material uncertainty related to the conditions above that may cast significant doubt on the Group's ability to continue as a going concern and therefore the Group may be unable to realise its assets and discharge its liabilities in the normal course of business.

Based on the Board's assessment that the Company will be able to raise additional funds, if required, to meet its working capital and capital expenditure requirements, the Board have concluded that they have a reasonable expectation that the Group can continue in operational existence for the foreseeable future. For these reasons the Group continues to adopt the going concern basis in preparing the annual report and financial statements.

Basis of preparation

The financial information, which incorporates the financial information of the Company and its subsidiary undertakings (the "Group"), has been prepared using the historical cost convention and in accordance with International Financial Reporting Standards ("IFRS") including IFRS 6 'Exploration for and Evaluation of Mineral Resources', as adopted by the European Union ("EU").

Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and its subsidiary undertakings and have been prepared using the principles of acquisition accounting, which includes the results of the subsidiaries from their dates of acquisition.

All intra-group transactions, income, expenses and balances are eliminated fully on consolidation.

1.1 Accounting policies (continued)

A subsidiary undertaking is excluded from the consolidation where the interest in the subsidiary undertaking is held exclusively with a view to subsequent resale and the subsidiary undertaking has not previously been consolidated in the consolidated accounts prepared by the parent undertaking.

Business combination

On acquisition, the assets and liabilities and contingent liabilities of a subsidiary are measured at their fair values at the date of acquisition. Any excess of the cost of acquisition over the fair values of the identifiable net assets acquired is recognised as goodwill. Any deficiency of the cost of acquisition below the fair values of the identifiable net assets acquired (i.e. discount on acquisition) is credited to profit and loss in the period of acquisition. The interest of minority shareholders is stated at the minority's proportion of the fair values of the assets and liabilities recognised. Subsequently, the Company attributes the profit or loss and each component of other comprehensive income to the owners of the parent and to the non-controlling interests. The proportion allocated to the parent and non-controlling interests are determined on the basis of present ownership interests.

Investment in associated companies is accounted for using the equity method.

New IFRS standards and interpretations not applied

There were no IFRS standards or IFRIC interpretations adopted for the first time in these financial statements that had a material impact on the Group/Company's financial statements.

At the date of approval of these financial statements, the following Standards and Interpretations which may be applicable to the Group, but have not been applied in these financial statements, were in issue but not yet effective:

Standard	*Impact on initial application*	*Effective date*
IAS 1*	Presentation of Financial Statements: Disclosure Initiative	1 January 2016
IAS 7*	Statement of cash flow	1 January 2017
IAS 12*	Income taxes	1 January 2017
IAS 16*	Clarification of Acceptable Methods of Depreciation	1 January 2016
IAS 27*	Separate Financial Statements	1 January 2016
IAS 28*	Investments in Associates and Joint Ventures	1 January 2016
IAS 28*	Investment Entities: Applying the Consolidation Exception	1 January 2016
IAS 38*	Clarification of Acceptable Methods of Amortisation	1 January 2016
IFRS 9*	Financial Instruments	1 January 2018
IFRS 10*	Consolidated Financial Statements	1 January 2016
IFRS 10*	Investment Entities: Applying the Consolidation Exception	1 January 2016
IFRS 11	Joint Arrangements: Accounting for Acquisitions of Interest in Joint Operations	1 January 2016
IFRS 12*	Investment Entities: Applying the Consolidation Exception	1 January 2016
IFRS 14	Regulatory Deferral Accounts	1 January 2016
IFRS 15	Revenue from Contracts with Customers	1 January 2018
IFRS 16	Leases	1 January 2019

* Amendments

The Group does not anticipate that the adoption of these standards will have a material effect on its financial statements in the period of initial adoption.

1.2 Significant accounting judgments, estimates and assumptions

The carrying amounts of certain assets and liabilities are often determined based on estimates and assumptions of future events. The key estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of certain assets and liabilities within the next annual reporting period are:

Share-based payment transactions:

The Group measures the cost of equity-settled transactions with directors, consultants and employees by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined by using a Black and Scholes model.

Impairment of investments, options and deferred exploration expenditure:

The Group determines whether investments, options and deferred exploration expenditure are impaired when indicators, based on facts and circumstances, suggest that the carrying amount may exceed its recoverable amount. Such indicators include the point at which a determination is made as to whether or not commercial mining reserves exist in the associate in which the investment is held or whether exploration expenditure capitalised is recoverable by way of future exploitation or sale, obviously pending completion of the exploration activities associated with any specific project in each segment.

1.3 Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

(i) Sale of goods

Revenue from the sale of goods (precious and base metals) is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer and the costs incurred or to be incurred in respect of the transaction can be measured reliably. Risks and rewards of ownership are considered passed to the buyer at the time of delivery of the goods to the customer.

(ii) Interest income

Interest revenue is recognised on a time proportionate basis that takes into account the effective yield on the financial asset.

1.4 Financial assets

Classification

The Group classifies its financial assets in the following categories: at fair value through profit or loss, loans and receivables, and available for sale. The classification depends on the purpose for which the financial assets were acquired. Management determines the classification of its financial assets at initial recognition.

a) Financial assets at fair value through profit or loss

Financial assets at fair value through profit or loss are financial assets held for trade. A financial asset is classified in this category if acquired principally for the purpose of selling in the short-term. Derivatives are also categorised as held for trading unless they are designated as hedges. Assets in this category are classified as current assets.

1.4 Financial assets (continued)

b) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for maturities greater than 12 months after the balance sheet date. These are classified as non-current assets. The Group's loans and receivables comprise 'trade and other receivables' and cash and cash equivalents in the balance sheet.

c) Available-for-sale financial assets

Available-for-sale financial assets are non-derivatives that are either designated in this category or not classified in any of the other categories. They are included in non-current assets unless management intends to dispose of the investment within 12 months of the balance sheet date.

Recognition and measurement

Purchases and sales of financial assets are recognised on the trade-date, being the date on which the Group commits to purchase or sell the asset. Investments are initially recognised at fair value plus transaction costs for all the financial assets not carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value, and transaction costs are expensed in the statement of comprehensive income. Financial assets are derecognised when the rights to receive cash flows from the investments have expired or have been transferred and the Group has transferred substantially all risks and rewards of ownership. Available-for-sale financial assets and financial assets at fair value through profit or loss are subsequently carried at fair value. Loans and receivables are carried at cost, as reduced by appropriate allowances for estimated irrecoverable amounts.

Gains or losses arising from changes in the fair value of the 'financial assets at fair value through profit or loss' category are presented in the statement of comprehensive income within 'other (losses)/gains' in the period in which they arise. Dividend income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income as part of other income when the Group's right to receive payments is established.

The fair values of quoted investments are based on current market prices. If the market for a financial asset is not active (and for unlisted securities), the Group establishes fair value by using valuation techniques. These include the use of recent arm's length transactions, reference to other instruments that are substantially the same, discounted cash flow analysis and option pricing models, making maximum use of market inputs and relying as little as possible on entity-specific inputs.

1.5 Financial liabilities and equity

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. Financial liabilities include trade and other payables.

Trade and other payables are carried at cost which is the fair value of the consideration to be paid in the future for goods and services received, whether or not billed to the Group.

Equity instruments are recorded at the fair value of the consideration received, net of direct issue costs.

1.6 Cash and cash equivalents

Cash comprises cash at bank and in hand. Cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. For the purposes of the Cash Flow Statement, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts.

1.7 Trade and other receivables

Trade receivables are recognised and carried at original invoice amount less an allowance for any uncollectible amounts. An allowance for doubtful debts is made when there is objective evidence that the Group will not be able to collect the debts. Bad debts are written off when identified.

1.8 Foreign currency transactions and balances

(i) Functional and presentational currency

Items included in the Group's financial statements are measured using Pounds Sterling ("£"), which is the currency of the primary economic environment in which the Group operates ("the functional currency"). The financial statements are presented in Pounds Sterling ("£"), which is the functional currency of the Company and is the Group's presentational currency.

The individual financial statements of each Group company are presented in the functional currency of the primary economic environment in which it operates.

(ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at period end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the income statement.

Transactions in the accounts of individual Group companies are recorded at the rate of exchange ruling on the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the rates ruling at the balance sheet date. All differences are taken to the income statement.

For the purpose of presenting consolidated financial statements, the assets and liabilities of the Group's foreign operations are translated at exchange rates prevailing on the balance sheet date. Income and expense items are translated at the average exchange rates for the period. Exchange differences arising are classified as equity and transferred to the Group's translation reserve. Such translation differences are recognised as income or as expenses in the period in which the operation is disposed of.

1.9 Interest in jointly controlled entities

The Group's interests in jointly controlled entities are brought to account using the equity method of accounting in the consolidated financial statements. The parent entity's interests in jointly controlled entities are brought to account using the cost method. Where the Group acquires an interest in a jointly controlled entity, the acquisition cost is amortised on a basis consistent with the method of amortisation used by the jointly controlled entity in respect to assets to which the acquisition costs relate.

1.10 Deferred tax

Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. Deferred tax balances are not discounted.

1.11 Plant and equipment

Plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Subsequent costs are included in the asset's carrying amount, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the profit and loss account during the financial period in which they are incurred.

Depreciation on these assets is calculated using the diminishing value method to allocate the cost less residual values over their estimated useful lives as follows:

Plant and equipment – 33.33%

Fixtures and fittings – 7.5%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate at the balance sheet date.

1.12 Impairment of assets

At each reporting date, the Company reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the profit and loss account.

1.13 Trade and other payables

Trade payables and other payables are carried at amortised costs and represent liabilities for goods and services provided to the Group prior to the end of the financial year that are unpaid and arise when the Group becomes obliged to make future payments in respect of the purchase of these goods and services.

1.14 Share-based payments

The Company offered share-based payments to certain employees, directors and advisers by way of issues of share options, none of which to date have been exercised. The fair value of these payments is calculated by the Company using the Black Scholes option pricing model. The expense is recognised on a straight line basis over the period from the date of award to the date of vesting, based on the Company's best estimate of shares that will eventually vest. All of the Company's share-based payments are currently vested in full.

1.15 Options to acquire exploration licences

Options to acquire exploration licences, acquired in a business combination, are recognised at fair value and attributed to each area of interest. These values are only carried forward to the extent that they are expected to be recouped through future mining in the area of interest. Accumulated costs in relation to an abandoned area of interest are written off in full to the Statement of Comprehensive Income in the year the decision is made. If mining development commences in the area of interest, the option cost attributed to the mining area being developed is capitalised as a mine development cost and amortised over the anticipated life of the mining operation.

1.16 Exploration, evaluation and development expenditure

Exploration, evaluation and development expenditure incurred is accumulated in respect of each identifiable area of interest. These costs are only carried forward to the extent that they are expected to be recouped through future mining in the area of interest or where activities in the area have not yet reached a stage which permits reasonable assessment of the existence of economically recoverable reserves. Accumulated costs in relation to an abandoned area are written off in full against profit in the year in which the decision to abandon the area is made. When production commences, the accumulated costs for the relevant area of interest are amortised over the anticipated life of the mining operation. A regular review is undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest.

Costs of site restoration are provided when an obligating event occurs from when exploration commences and are included in the costs of that stage. Site restoration costs include the dismantling and removal of mining plant, equipment and building structures, waste removal and rehabilitation of the site in accordance with clauses of the mining permits. Such costs are determined using estimates of future costs, current legal requirements and technology on a discounted basis. Any changes in the estimates for the costs are accounted for on a prospective basis. In determining the costs of site restoration, there is uncertainty regarding the nature and extent of the restoration due to community expectations and future legislation. Accordingly, the costs have been determined on the basis that the restoration will be completed within one year of abandoning the site.

2. Segment reporting

For the purposes of segmental information, the operations of the Group are focused in four geographical segments, namely the UK, Argentina, the Philippines and Colombia and comprise one class of business: the exploration, evaluation and development of mineral resources. The UK is used for the administration of the Group.

The Group's operating loss arose from its operations in the UK, Argentina, the Philippines and Colombia.

For the year ended 30 June 2016

	UK **£'000**	**Argentina** **£'000**	**Philippines** **£'000**	**Colombia** **£'000**	**Total** **£'000**
Consolidated operating loss	**(8,794)**	**(38)**	**(133)**	**(165)**	**(9,130)**
Included in the consolidated operating loss are the following income/(expense) items:					
Depreciation	**(2)**	**(4)**	**–**	**–**	**(6)**
Interest received	**1**	**–**	**–**	**–**	**1**
Foreign currency gain	**143**	**–**	**3**	**(2)**	**144**
Total Assets	**247**	**4,863**	**59**	**1,672**	**6,841**
Total Liabilities	**(70)**	**(3)**	**–**	**(19)**	**(92)**

For the year ended 30 June 2015

	UK **£'000**	**Argentina** **£'000**	**Philippines** **£'000**	**Colombia** **£'000**	**Total** **£'000**
Consolidated operating loss	(522)	(44)	(117)	–	(683)
Included in the consolidated operating loss are the following income/(expense) items:					
Depreciation	(3)	(7)	–	–	(10)
Interest received	2	–	–	–	2
Foreign currency loss	156	–	8	–	164
Total Assets	1,659	4,884	7,812	–	14,355
Total Liabilities	(53)	(4)	–	–	(57)

3. Operating expenses

	Year ended 30 June 2016 £'000	Year ended 30 June 2015 £'000
On-going operating expenses	**711**	551
Depreciation and amortisation	**6**	10
	717	561

4. Operating loss

The Group's operating loss is stated after charging/(crediting):

	Year ended 30 June 2016 £'000	Year ended 30 June 2015 £'000
Parent Company auditor's remuneration – audit services	**35**	35
Parent Company auditor's remuneration – tax services	**4**	2
Parent Company auditor's remuneration – other services	**6**	3
Operating lease charges		
– Premises	**10**	27
– Equipment	**1**	2
Depreciation of tangible assets	**6**	10
Foreign exchange gain	**(146)**	(164)

5. Interest receivable

	Year ended 30 June 2016 £'000	Year ended 30 June 2015 £'000
Bank interest receivable	**1**	2

6. Impairment

	Year ended 30 June 2016 £'000	Year ended 30 June 2015 £'000
Impairment loss on loan to associate	**3,310**	–
Impairment loss on investment in associate	**4,968**	–
	8,278	–

The Mankayan project has been fully impaired due to the lingering uncertainty concerning any successful sale or JV of the project given the current political and tax environment in the Philippines.

7. Taxation

	Year ended 30 June 2016 £'000	Year ended 30 June 2015 £'000
UK Corporation tax		
– current year	**–**	–
Total current tax charge	**–**	–
Factors affecting the tax charge for the year:		
Loss on ordinary activities before tax	**(9,130)**	(683)
Loss on ordinary activities multiplied by the standard rate of UK corporation tax of 20% (2015: 20.75%)	**(1,825)**	(142)
Effects of:		
Non-taxable income	**(164)**	–
Non-deductible expenses	**665**	86
Tax losses	**1,324**	56
Current tax charge	**–**	–

The Finance Act 2013 reduced the rate of corporate tax to 21% from 1 April 2014 and to 20% from 1 April 2015.

The Group's deferred tax assets and liabilities as at 30 June 2016 have been remeasured at 20%, although the deferred tax has not been recognised as such in these accounts.

At the balance sheet date, the Group has unused losses carried forward of £9,554,000 (2015: £9,470,000) available for offset against suitable future profits. Most of the losses were sustained in the United Kingdom.

A deferred tax asset has not been recognised in respect of such losses due to the uncertainty of future profit streams. The contingent deferred tax asset is estimated to be £1,911,000 (2015: £1,894,000).

8. Loss per share

The basic and diluted loss per share have been calculated using the loss attributable to equity holders of the Company for the 12 months ended 30 June 2016 of £9,114,000 (2015: £683,000). The basic loss per share was calculated using a weighted average number of shares in issue of 108,279,905 (2015: 82,939,525).

The diluted loss per share has been calculated using a weighted average number of shares in issue and to be issued of 110,677,705 (2015: 85,337,325).

The diluted loss per share and the basic loss per share are recorded as the same amount, as conversion of share options decreases the basic loss per share, thus being anti-dilutive.

9. Holding company income statement

In accordance with the provisions of Section 408 of the Companies Act 2006, the Parent Company has not presented a separate income statement. A loss for the 12 month period ended 30 June 2016 of £8,631,000 (2015: £144,000) has been included in the consolidated income statement.

10. Directors' emoluments

The Directors' emoluments of the Group are as follows:

	Year ended 30 June 2016 £'000	Year ended 30 June 2015 £'000
Wages, salaries and fees	193	247

Refer to page 10 for details of the remuneration of each director.

11. Employee information

	Year ended 30 June 2016	Year ended 30 June 2015
Average number of employees including directors:		
Management and technical	**5**	5

	Year ended 30 June 2016 £'000	Year ended 30 June 2015 £'000
Salaries (excluding directors' remuneration)	**–**	–

12. Plant and equipment

	Consolidated		**Company**	
	2016 £'000	2015 £'000	**2016 £'000**	2015 £'000
Plant and equipment				
Cost				
At 1 July	**139**	139	**60**	60
Additions	**–**	–	**–**	–
At 30 June	**139**	139	**60**	60
Depreciation				
At 1 July	**78**	68	**53**	50
Charge for the period	**6**	10	**2**	3
At 30 June	**84**	78	**55**	53
Net book value as at 30 June	**55**	61	**5**	7

13. Investments

	Consolidated 2016 £'000	Consolidated 2015 £'000	Company 2016 £'000	Company 2015 £'000
Investment in associates	**4,968**	5,104	**–**	–
Loan to associate	**3,310**	2,649	**3,321**	2,664
Impairment provision (note 6)	**(8,278)**	–	**(3,321)**	–
Investment in subsidiaries	**–**	–	**2,090**	6,228
Loan to subsidiaries	**–**	–	**2,929**	2,198
Provision for subsidiary loan recoverability	**–**	–	**(582)**	(582)
	–	7,753	**4,437**	10,508

13.1 Investment in associates

	Consolidated 2016 £'000	Consolidated 2015 £'000	Company 2016 £'000	Company 2015 £'000
Acquisition of interest in associate				
As at 1 July	**5,104**	5,228	**–**	–
Proportionate share of loss in associate	**(136)**	(124)	**–**	–
Impairment provision (note 6)	**(4,968)**	–	**–**	–
As at 30 June	**–**	5,104	**–**	–

13.2 The Group's share of the results of its associate and its assets and liabilities are as follows:

Crescent Mining and Development Corporation (incorporated and operates in the Philippines)

	2016 £'000	2015 £'000
Assets	**1,429**	1,235
Liabilities	**(1,371)**	(1,101)
Loss for the year	**(92)**	(76)
% Interest Directly Held	**40**	40
% Interest Indirectly Held	**24**	24
% Interest held – Total	**64***	64*

* The Group's direct and indirect holding in Crescent Mining and Development Corporation ("CMDC") amounts to 64% of the total share capital of CMDC. However, some of the Group's holdings are held through a separate Filipino entity, in which the Group does not exercise control but merely has minority influence. Accordingly, it is the opinion of the Directors that the Group does not exercise control over CMDC and it is therefore treated as an associated company.

Approval of the 2 year renewal of the Exploration Period of Mineral Production Sharing Agreement ("MPSA") no. 057-96-CAR ("Mankayan Licence") was received on 28 August 2015. Under the terms of the renewal, CMDC is required to satisfy work programme commitments totalling approximately US$2,500,000 over the period.

13.3 Bezant Holdings Inc. (incorporated and operates in the Philippines)

	2016	2015
	£’000	£’000
Assets	**36**	33
Liabilities	**(39)**	(33)
Loss for the year	**(7)**	(2)
% Interest held	**40**	40

13.4 Investments – subsidiary undertakings

The Company’s significant subsidiary undertakings held as fixed asset investments as at 30 June 2016 were as follows:

	Country of incorporation	**Principal Activity**	**Percentage of ordinary share capital held**
Tanzania Gold Limited	Ireland	Holding Company	100%
Anglo Tanzania Gold Limited	England	Gold and copper exploration (held indirectly)	100%
Asean Copper Investments Limited	British Virgin Islands	Holding Company	100%
Eureka Mining & Exploration SA	Argentina	Gold and copper exploration (held indirectly)	100%
Puna Metals SA	Argentina	Gold and copper exploration (held indirectly)	100%
Leeward Islands Exploration LLC	Nevis	Holding Company	100%
Ulloa Recursos Naturales S.A.S.	Colombia	Gold and platinum exploration (held indirectly)	100%
Aguaclara Compania Minera S.A.S.	Colombia	Gold and platinum exploration (held indirectly)	70%

14. Intangibles – options to acquire exploration licence

	Consolidated		**Company**	
	2016	2015	**2016**	2015
	£’000	£’000	**£’000**	£’000
Opening balance	**–**	–	**–**	–
Acquisitions through business combinations – Colombian projects’ rights over platinum and gold licence areas	**1,620**	–	**–**	–
Carried forward at 30 June	**1,620**	–	**–**	–

14. Intangibles – options to acquire exploration licence (continued)

The options to acquire exploration licences represent an attractive opportunity to potentially generate long-term shareholder value via the creation of a low cost platinum and gold production operation outside of South Africa. Whilst PGM prices are currently depressed, significant pressure on major platinum sources and depleting stock-piles should enable Bezant to realise potentially significant margins from the successful future development of such licence areas. The Board of Directors of Bezant has significant past experience of successfully developing world-class PGM group production sources with the Company's Non-Executive Chairman, Edward Nealon, having founded Aquarius Platinum Limited and Sylvania Resources Limited.

The directors have assessed the value of the intangible assets, and in their opinion, based on a review of the options over areas of interest, expected available funds and the opportunity to potentially create a low cost platinum and gold production operation, no impairment is necessary.

15. Exploration and evaluation assets

	Consolidated		Company	
	2016	2015	**2016**	2015
	£'000	£'000	**£'000**	£'000
Opening balance	**4,788**	4,791	**3,129**	3,129
Additions	**2**	–	**–**	–
Expensed during the year	**–**	(3)	**–**	–
Carried forward at 30 June	**4,790**	4,788	**3,129**	3,129

The amount of capitalised exploration and evaluation expenditure relate to 11 licences comprising the Eureka Project and are located in north-west Jujuy near to the Argentine border with Bolivia and are formally known as Mina Eureka, Mina Eureka II, Mina Gino I, Mina Gino II, Mina Mason I, Mina Mason II, Mina Julio I, Mina Julio II, Mina Paul I and Mina Paul II, covering, in aggregate, an area in excess of approximately 5,500 hectares and accessible via a series of gravel roads. All licences remain valid and in good standing.

The directors have assessed the value of the intangible assets, and in their opinion, based on a review of the expiry dates of licences, expected available funds and the intention to continue exploration and evaluation, no impairment is necessary.

16. Trade and other receivables

	Consolidated		Company	
	2016	2015	**2016**	2015
	£'000	£'000	**£'000**	£'000
Due within one year:				
VAT recoverable	**6**	7	**6**	7
Other debtors	**109**	67	**1**	–
	115	74	**7**	7

17. Trade and other payables

	Consolidated		Company	
	2016	2015	**2016**	2015
	£'000	£'000	**£'000**	£'000
Trade creditors	**54**	3	**33**	–
Accruals	**38**	54	**35**	28
	92	57	**68**	28

18. Financial instruments

(a) Interest rate risk

As the Group has no borrowings, it is not exposed to interest rate risk on financial liabilities. The Group's interest rate risk arises from its cash held on short term deposit, which is not significant.

(b) Net fair value

The net fair value of financial assets and financial liabilities approximates to their carrying amount as disclosed in the balance sheet and in the related notes.

(c) Foreign currency risk

The Group undertakes certain transactions denominated in foreign currencies, hence exposure to exchange rate fluctuations arise. The Group has not hedged against currency depreciation but continues to keep the matter under review.

The carrying amount of the Group's foreign currency denominated monetary assets and monetary liabilities at the reporting date is as follows:

	Assets		Liabilities	
	2016	2015	**2016**	2015
	£'000	£'000	**£'000**	£'000
US Dollars	**89**	1,528	**7**	–
AU Dollars	**194**	39	**8**	–
AR Pesos	**23**	41	**3**	4
CO Pesos	**48**	–	**19**	–
	354	1,608	**37**	4

Sensitivity analysis

A 10 per cent. strengthening of the British Pound against the foreign currencies listed above at 30 June would have increased/(decreased) profit or loss by the amounts shown below. The analysis assumes that all other variables remain the same. The analysis is performed on the same basis as at 30 June 2015.

18. Financial instruments (continued)

	2016 £'000	2015 £'000
US Dollars	**(8)**	(139)
AU Dollars	**(19)**	(4)
AR Pesos	**(9)**	(3)
CO Pesos	**(3)**	–

A 10 per cent. weakening of the British Pound against the foreign currencies listed above at 30 June would have had the equal but opposite effect to the amounts shown above, on the basis that all other variables remain constant.

(d) Financial risk management

The Directors recognise that this is an area in which they may need to develop specific policies should the Group become exposed to wider financial risks as the business develops.

(e) Liquidity risk management

The Directors have regard to the maintenance of sufficient cash resources to fund the Group's immediate operating and exploration activities. Cash resources are managed in accordance with planned expenditure forecasts.

(f) Capital risk management

The Directors recognise that the Group's capital is its equity reserves. The Group's current objective is to manage its capital in a manner that ensures that the funds raised meet its operating and exploration expenditure commitments. Currently, the Company does not seek any borrowings to operate the Company and all future supplemental funding is raised through investors as and when required in order to finance working capital requirements and potential new project opportunities, as they may develop.

19. Share capital

Number	**30 June 2016 £'000**	30 June 2015 £'000
Authorised		
5,000,000,000 ordinary shares of 0.2p each	**10,000**	10,000
	10,000	10,000
Allotted, called up and fully paid		
As at beginning of the year	**166**	166
Share subscription	**33**	–
Share allotment pursuant to Leeward purchase agreement (note 29)	**75**	–
As at end of year	**274**	166

19. Share capital (continued)

	Number of shares 2016	Number of shares 2015
Ordinary share capital is summarised below:		
As at beginning of the year	**82,939,525**	82,939,525
Share subscription	**16,587,500**	–
Share allotment pursuant to Leeward purchase agreement (note 29)	**37,306,137**	–
As at end of year	**136,833,162**	82,939,525

	2016 £'000	2015 £'000
The share premium was as follows:		
As at beginning of year	**31,053**	31,053
Share subscription	**372**	–
Share issue costs	**(4)**	–
Share allotment pursuant to Leeward purchase agreement (note 29)	**627**	–
As at end of year	**32,048**	31,053

Each fully paid ordinary share carries the right to one vote at a meeting of the Company. Holders of shares also have the right to receive dividends and to participate in the proceeds from sale of all surplus assets in proportion to the total shares issued in the event of the Company winding up.

20. Share-based payments

During the year the Company had the following share-based payment plans involving equity settled share options and warrants in existence:

Scheme	Number	Date granted	Exercise price	Maximum term	Vesting conditions
Share options	2,397,800	12/01/2007	91p	10 years	Vested in three equal parts to 15 June 2010
Warrants	1,244,092[(i)]	04/05/2012	50p	3 years	Vested immediately upon being granted

(i) Warrants representing 1.5% of the Company's issued share capital at the time of exercise.

20. Share-based payments (continued)

The number and weighted average exercise prices of the above plans are as follows:

	30 June 2016		30 June 2015	
	Number	**Weighted average exercise price**	Number	Weighted average exercise price
Outstanding at 1 July	**2,397,800**	**91p**	3,641,892	77p
Forfeited during the year	**–**		(1,244,092)	50p
Outstanding and exercisable at 30 June	**2,397,800**		2,397,800	91p

The warrants granted during the 2012 financial year did not have any significant fair value.

In accordance with the requirements of IFRS 2 Share-based Payments, the weighted average estimated fair value for the warrants granted was calculated as 0.02p per warrant using a Black and Scholes option pricing model. The volatility measured as the standard deviation of expected share price return is based on statistical analysis of the share price for the twelve months prior to the date of grant, being 4 May 2012 and this has been calculated at 41.13%. The risk free rate has been taken as 0.6%. The expected life of the warrants has been estimated at 3 years.

21. Reconciliation of movements in shareholders' funds

	Consolidated		**Company**	
	2016 £'000	2015 £'000	**2016 £'000**	2015 £'000
Loss for the year	**(9,114)**	(683)	**(8,631)**	(144)
Proceeds from shares issued	**401**	–	**401**	–
Issue of ordinary shares related to business combination (note 29)	**702**	–	**702**	–
Currency translation differences on foreign currency operations	**505**	192	**–**	–
Opening shareholders' funds	**14,298**	14,789	**15,266**	15,410
Closing shareholders' funds	**6,792**	14,298	**7,738**	15,266

22. Reconciliation of operating loss to net cash outflow from operating activities

	Consolidated		**Company**	
	2016 £'000	2015 £'000	**2016 £'000**	2015 £'000
Operating loss	**(717)**	(561)	**(655)**	(146)
Depreciation and amortisation	**6**	10	**2**	3
VAT refunds received	**(22)**	(29)	**(22)**	(29)
Foreign exchange gain	**(146)**	(164)	**–**	(467)
Decrease/(increase) in receivables	**54**	(8)	**–**	–
Increase/(decrease) in payables	**12**	26	**40**	(1)
Net cash outflow from operating activities	**(813)**	(726)	**(635)**	(640)

23. Acquisition of subsidiary, net of cash acquired

	Consolidated		Company	
	2016	2015	**2016**	2015
	£'000	£'000	**£'000**	£'000
Total consideration paid (note 29)	**(1,435)**	–	**(1,435)**	–
Issue of shares (note 19)	**702**	–	**702**	–
Cash consideration paid	**(733)**		**(733)**	
Net cash acquired	**64**	–	**–**	–
	(669)	–	**(733)**	–

24. Proceeds from issuance of ordinary shares

	Consolidated		Company	
	2016	2015	**2016**	2015
	£'000	£'000	**£'000**	£'000
Share capital and premium at end of year (note 19)	**32,322**	31,219	**32,322**	31,219
Shares issued to acquire subsidiaries	**(702)**	–	**(702)**	–
Share capital and premium at beginning of year	**(31,219)**	(31,219)	**(31,219)**	(31,219)
	401	–	**401**	–

25. Related party transactions

(a) Parent entity

The parent entity within the Group is Bezant Resources Plc.

(b) Subsidiaries

Interests in subsidiaries are set out in note 13.

(c) Associates

Interests in associates are set out in note 13.

25. Related party transactions (continued)

(d) Transactions with related parties

The following table provides details of payments to related parties during the year and outstanding balances at the year-end date:

	30 June 2016		30 June 2015	
	Paid during the year £'000	**Due by Company at year-end date £'000**	Paid during the year £'000	Due by Company at year-end date £'000
Serengeti Resources Pty. Ltd	**84**	**7**	111	–
Metallurgical Management Services Pty. Ltd	**35**	**3**	46	–
Athlone International Consultants Pty. Ltd	**42**	**2**	46	–
Mowbrai Ltd	**24**	**3**	33	–
R Siapno	**8**	**1**	11	–
	193*	**16**	247*	–

* The above amounts represent directors' fees and are included in directors' remuneration per note 10.

Related parties

Serengeti Resources Pty. Ltd is a consultancy company controlled by the director Dr. Bernard Olivier. Metallurgical Management Services Pty. Ltd is a consultancy company controlled by the director Dr. Evan Kirby. Athlone International Consultants Pty. Ltd is a consultancy company controlled by the director Mr. Ed Nealon. Mowbrai Limited is a consultancy company controlled by the director Mr. Laurence Read.

Advances to Bezant Holdings Inc.

During the 2013 year £53,000 was advanced to an associate, Bezant Holdings Inc. The amount is included under trade and other receivables, has no fixed repayment terms and is interest free.

26. Commitments

The Company has committed to provide a sufficient level of financial support to its associate in the Philippines to meet its current liabilities and financial obligations as provided for in the associates accounts to 30 June 2016 signed on 4 November 2016 as they fall due for payment until 4 November 2017.

Non-cancellable lease rentals payable as follows:

	2016 £'000	2015 £'000
Less than one year	**12**	14
Between two and five years	**–**	–
	12	14

Operating lease payments represent rentals payable by the Company for office space and equipment.

27. Contingent liabilities

Litigation is on-going against the Group relating to an historic alleged claim for a 40% interest in the Mankayan Project, as disclosed in June 2007 at the time of the Group's acquisition of Asean. The information usually required by IAS 37 'Provisions, contingent liabilities and contingent assets' is not disclosed, because the board of directors believe that to do so would seriously prejudice the outcome of the case. The board of directors are confident that the Group will successfully defend this claim.

The Company has options to acquire mining titles in Colombia, as at the balance sheet date, if it decided to exercise all these options it would be liable to pay a maximum of US$462,500.

28. Subsequent events

On 7 September 2016, the Company announced that it had entered into an exploration agreement (the "Exploration Agreement") with Exumax S.A.S. ("Exumax"), a Colombian based alluvial mining company, to secure its management services and expertise in respect of a planned 24-month exploration and development programme for the Company's near surface platinum and gold assets located in the Choco Region of Colombia (the "Colombian Projects"), over which the Group holds certain options. In connection with the Exploration Agreement, the Company also agreed to acquire a special purpose vehicle, Colombian Mining Data S.A. ("CMD"), which holds, *inter alia*, certain proprietary geological information and other data and intellectual property rights to be utilised by Exumax in performing its services under the Exploration Agreement.

On 19 September 2016, the Company announced that it had raised, in aggregate, £1,189,000 before expenses, through a conditional placement, via Beaufort Securities Limited ("Beaufort Securities"), of 38,400,000 new ordinary shares of 0.2 pence each in the capital of the Company (the "Placing Shares") (the "Placing") and a subscription for 21,050,000 new ordinary shares of 0.2 pence each in the capital of the Company (the "Subscription Shares") (the "Subscription") by certain new and existing investors, both at a price of 2.0 pence per new ordinary share (the "Fundraising Price").

On 28 September 2016, the Company announced the issue of 1,468,600 new ordinary shares of 0.2 pence each in the capital of the Company in satisfaction of certain accrued directors' fees and salaries which had been unpaid since 1 June 2016 (the "Director Fee Shares").

On 17 October 2016, it was announced that the Company had completed the acquisition of 100 per cent. of CMD and had therefore issued 7,201,745 new ordinary shares of 0.2 pence each in the Company to Verona Investment Group Inc.

29. Acquisition of subsidiaries

On 27 January 2016, the Company acquired the whole of the issued share capital of Leeward Islands Exploration LLC incorporated in Nevis for a consideration of US$1 million and 37,306,137 fully paid new ordinary shares in Bezant at 1.88 pence (approximately 2.68 cents) per share. Leeward and its subsidiaries hold options over alluvial platinum and gold mining and exploration licences located in and around Choco, Colombia.

29. Acquisition of subsidiaries (continued)

The acquisition-date values of the assets acquired and liabilities assumed and the consideration transferred were as follows:

	Acquisition £'000
Option rights	1,600
Trade and other receivables	95
Cash and cash equivalents	64
Trade and other payables	(24)
Loans	(321)
Net assets and liabilities acquired	**1,414**
Non-controlling interest	21
Total	**1,435**
Consideration:	
– Issue of Bezant ordinary shares (note 19)	(702)
– Cash paid	(733)
Total consideration transferred	**(1,435)**

The option rights were revalued to fair value at the date of acquisition. The excess amount paid for Leeward and its subsidiary undertakings over the aggregate fair value of their separable net assets and liabilities has been attributed to the option rights.

BEZANT RESOURCES PLC
(the "Company")

(Incorporated and registered in England and Wales under the Companies Act 1985 with registered number 02918391)

NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the Annual General Meeting ("AGM") of the members of the Company will be held at the offices of Joelson JD LLP, 30 Portland Place, London W1B 1LZ, at 10.00 a.m. on Friday 9 December 2016.

Members will be asked to consider and, if thought fit, pass the resolutions set out below. Resolutions 1 to 4 will be proposed as ordinary resolutions and Resolutions 5 and 6 will be proposed as special resolutions. The business to be transacted under Resolutions 1 to 3 is deemed to be ordinary business under the Company's Articles of Association and Resolutions 4, 5 and 6 are deemed to be special business under the Company's Articles of Association.

ORDINARY RESOLUTIONS

1. To receive and consider the Company's annual report and financial statements for the twelve months ended 30 June 2016 and the reports of the directors and auditors thereon.

2. To approve the re-appointment of Mr Laurence Read as an Executive Director of the Company, having been made a director previously and being eligible for re-election.

3. To ratify the re-appointment of UHY Hacker Young LLP as auditors of the Company and to authorise the directors to fix their remuneration.

4. THAT, for the purposes of section 551 of the Companies Act 2006 (the "**Act**"):

   (a) the directors of the Company be and are hereby generally and unconditionally authorised to exercise all the powers of the Company to allot shares in the Company and grant rights to subscribe for or to convert any security into shares in the Company (the "**Rights**") up to an aggregate maximum nominal amount of £860,781 to such persons and at such times and on such terms and conditions as the Directors think proper, such authority, unless previously revoked or varied by the Company in a General Meeting, to expire at the conclusion of the next Annual General Meeting of the Company following the date on which this resolution is passed or, if earlier, fifteen months from the date of this resolution; and,

   (b) the Company be and is hereby authorised prior to the expiry of such period referred to in sub paragraph (a) above to make an offer or agreement which would or might require shares to be allotted or Rights to be granted after such expiry and the Directors may allot shares or grant Rights in pursuance of such an offer or agreement as if the authority conferred hereby had not expired;

   so that all previous and existing authorities conferred on the Directors in respect of the allotment of shares or grant of Rights pursuant to the said Section 551 of the Act be and they are hereby revoked provided that this resolution shall not affect the right of the Directors to allot shares or grant Rights in pursuance of any offer or agreement entered into prior to the date hereof.

SPECIAL RESOLUTIONS

5. THAT, subject to and conditional upon the passing of resolution number 4 above, the Directors be and are hereby empowered in accordance with section 570 of the Act to allot equity securities (within the meaning of section 560 of the Act), wholly for cash, under the authority conferred on them by resolution number 4 above to allot equity securities as if section 561(1) of the Act did not apply to such allotment, provided that the power conferred by this resolution shall be limited to:

   (a) the allotment and issue of equity securities in connection with an issue or offering by way of rights in favour of holders of equity securities and any other persons entitled to participate in such issue or offering where the equity securities respectively attributable to the interests of such holders and persons are proportionate (as nearly as may be) to the respective numbers of equity securities held by or deemed to be held by them on the record date of such allotment subject only to such exclusions or other arrangements as the Directors may consider necessary or expedient to deal with fractional entitlements or legal or practical problems under the laws or requirements of any recognised regulatory body in any territory;

   (b) the allotment (otherwise than pursuant to sub-paragraph (a) above) of equity securities pursuant to the exercise of any existing share options issued pursuant to the Company's Share Option Plan ratified by the Company's shareholders at the General Meeting of the Company held on 9 July 2007; and

   (c) the allotment (otherwise than pursuant to sub-paragraphs (a) to (c) above) of equity securities for cash up to an aggregate nominal value not exceeding £779,749;

   and this power, unless renewed, shall expire at the conclusion of the next Annual General Meeting of the Company following the date on which this resolution is passed or if earlier fifteen months from the date of the passing of this resolution, save that the Company may before such expiry make an offer or agreement which would or might require equity securities to be allotted after such expiry and the Board may allot equity securities in pursuance of such an offer or agreement as if the authority conferred hereby had not expired. This authority shall replace all existing authorities conferred on the Directors in respect of the allotment of equity securities to the extent that the same have not previously been utilised.

6. That the Company's articles of association be altered by the inclusion of the following as a new article 12 after existing article 11 and by the re-numbering of the remaining provisions of the articles accordingly:

   "12. The Board may decide, either generally or in any particular case or cases, that any signatures and any seals on any share certificates need not be autographic but may be applied to the certificates by some mechanical, laser or other means or may be printed on them or that the certificates need not be signed by any person."

By Order of the Board

York Place Company Secretaries Limited
Company Secretary

Registered Office:
Level 6, Quadrant House
4 Thomas More Square
London E1W 1YW

Dated: 15 November 2016

NOTES TO THE NOTICE OF ANNUAL GENERAL MEETING ("AGM"):

Entitlement to attend, speak and vote

1. Pursuant to Regulation 41 of the Uncertificated Securities Regulations 2001, the Company specifies that only those members on the Company's register of members at:

   - Close of business on 7 December 2016; or,
   - in the event that this AGM is adjourned, at close of business. on the day two days prior to the adjourned meeting, shall be entitled to attend, speak and vote at the AGM in respect of the number of ordinary shares registered in their name at that time.

   Changes to the register of members after close of business on 7 December 2016 shall be disregarded in determining the rights of any person to attend, speak and vote at the AGM.

Appointment of proxies

2. If you are a member of the Company at the time set out in note 1 above, you are entitled to appoint a proxy or proxies to exercise all or any of your rights to attend, speak and vote at the AGM and you should have received a proxy form with this notice of meeting. You can only appoint a proxy using the procedures set out in these notes and in the notes to the proxy form.

3. If you are not a member of the Company but you have been nominated by a member of the Company to enjoy information rights, you do not have a right to appoint any proxies under the procedures set out in this "Appointment of proxies" section. Please contact the Company's Registrars, Capita Asset Services, PXS, 34 Beckenham Road, Beckenham, Kent BR3 4TU for further information.

4. A proxy does not need to be a member of the Company but must attend the AGM to represent you. Details of how to appoint the Chairman of the AGM or another person as your proxy using the proxy form are set out in the notes to the proxy form. If you wish your proxy to speak on your behalf at the AGM you will need to appoint your own choice of proxy (not the Chairman) and give your instructions directly to them.

5. You may appoint more than one proxy provided each proxy is appointed to exercise rights attached to different shares. You may not appoint more than one proxy to exercise rights attached to any one share.

6. A vote withheld is not a vote in law, which means that the vote will not be counted in the calculation of votes for or against the resolution. If no voting indication is given, your proxy will vote or abstain from voting at his or her discretion. Your proxy will vote (or abstain from voting) as he or she thinks fit in relation to any other matter which is put before the AGM.

Appointment of proxy using hard copy proxy form

7. The notes to the proxy form explain how to direct your proxy how to vote on each resolution or withhold their vote. To appoint a proxy using the proxy form, the form must be:

   - completed and signed;
   - sent or delivered to the Company's Registrars, Capita Asset Services, PXS, 34 Beckenham Road, Beckenham, Kent BR3 4TU; and
   - received by Capita Asset Services no later than 10.00 a.m. on 7 December 2016.

   In the case of a member which is a company, the proxy form must be executed under its common seal or signed on its behalf by an officer of the company or an attorney for the company.

   Any power of attorney or any other authority under which the proxy form is signed (or a duly certified copy of such power or authority) must be included with the proxy form, together with a duly completed certificate of non-revocation of such power or authority.

Appointment of proxies through CREST

8. CREST members who wish to appoint a proxy or proxies by utilising the CREST electronic proxy appointment service may do so for the AGM and any adjournment(s) thereof by utilising the procedures described in the CREST Manual. CREST Personal Members or other CREST sponsored members, and those CREST members who have appointed a voting service provider(s), should refer to their CREST sponsor or voting service provider(s), who will be able to take the appropriate action on their behalf.

   In order for a proxy appointment made by means of CREST to be valid, the appropriate CREST message (a **CREST Proxy Instruction**) must be properly authenticated in accordance with Euroclear UK & Ireland Limited's (**EUI**) specifications and must contain the information required for such instructions, as described in the CREST Manual. The message must be transmitted so as to be received by the issuer's agent (ID) **Capita Asset Services (CREST Participant ID Number RA10)** by 10.00 a.m. on 7 December 2016. For this purpose, the time of receipt will be taken to be the time (as determined by the timestamp applied to the message by the CREST Applications Host) from which the issuer's agent is able to retrieve the message by enquiry to CREST in the manner prescribed by CREST.

   CREST members and, where applicable, their CREST sponsors or voting service providers should note that EUI does not make available special procedures in CREST for any particular messages. Normal system timings and limitations will therefore apply in relation to the input of CREST Proxy Instructions. It is the responsibility of the CREST member concerned to take (or, if the CREST member is a CREST personal member or sponsored member or has appointed a voting service provider(s), to procure that his/her CREST sponsor or voting service provider(s) take(s)) such action as shall be necessary to ensure that a message is transmitted by means of the CREST system by any particular time. In this connection, CREST members and, where applicable, their CREST sponsors or voting service provider(s) are referred, in particular, to those sections of the CREST Manual concerning practical limitations of the CREST system and timings.

The Company may treat as invalid a CREST Proxy Instruction in the circumstances set out in Regulation 35(5)(a) of the Uncertificated Securities Regulations 2001.

Appointment of proxy by joint members

9. In the case of joint holders, where more than one of the joint holders purports to appoint a proxy, only the appointment submitted by the most senior holder will be accepted. Seniority is determined by the order in which the names of the joint holders appear in the Company's register of members in respect of the joint holding (the first-named being the most senior).

Changing proxy instructions

10. To change your proxy instructions simply submit a new proxy appointment using the methods set out above. Note that the cut-off time for receipt of proxy appointments (see above) also apply in relation to amended instructions; any amended proxy appointment received after the relevant cut-off time will be disregarded.

    Where you have appointed a proxy using the hard-copy proxy form and would like to change the instructions using another hard-copy proxy form, please contact the Company's Registrars, Capita Asset Services, PXS, 34 Beckenham Road, Beckenham, Kent BR3 4TU.

    If you submit more than one valid proxy appointment, the appointment received last before the latest time for the receipt of proxies will take precedence.

Termination of proxy appointments

11. In order to revoke a proxy instruction you will need to inform the Company by sending a signed hard copy notice clearly stating your intention to revoke your proxy appointment to Capita Asset Services, PXS, 34 Beckenham Road, Beckenham, Kent BR3 4TU. In the case of a member which is a company, the revocation notice must be executed under its common seal or signed on its behalf by an officer of the company or an attorney for the company. Any power of attorney or any other authority under which the revocation notice is signed (or a duly certified copy of such power or authority) must be included with the revocation notice.

    The revocation notice must be received by Capita Asset Services, PXS, 34 Beckenham Road, Beckenham, Kent BR3 4TU no later than 48 hours before the date and time of the meeting.

    If you attempt to revoke your proxy appointment but the revocation is received after the time specified then, subject to the paragraph directly below, your proxy appointment will remain valid.

    Appointment of a proxy does not preclude you from attending the AGM and voting in person. If you have appointed a proxy and attend the AGM in person, your proxy appointment will automatically be terminated.

Issued shares and total voting rights

12. As at 6.00 p.m. on 15 November 2016, the Company's issued share capital comprised 204,953,507 ordinary shares of £0.002 per share. Each ordinary share carries the right to one vote at a general meeting of the Company. Therefore, the total number of voting rights in the Company as at 6.00 p.m. on 15 November 2016 is 204,953,507.

Documents on display

13. Copies of the service contracts and letters of appointment of the executive director and non-executive directors respectively of the Company will be available for inspection:

    - For at least 15 minutes prior to the meeting; and
    - During the meeting.

Communication

14. Except as provided above, members who have general queries about the AGM should communicate via telephonic means or in writing to the registered address of the Company (no other methods of communication will be accepted):

    Bernard Olivier
    Chief Executive Officer, Bezant Resources Plc
    Tel: +61 40 894 8182

    Laurence Read
    Executive Director, Bezant Resources Plc
    Tel: +44 (0) 203 289 9923

    You may not use any electronic address to communicate with the Company for any purposes in connection with this Notice of AGM.