



Tertiary Minerals plc

Interim Statement 2000

Directors and Professional Advisers

Directors

Patrick Lyn Cheetham
Michael Allan Price
Donald Alexander Robert McAlister

Executive Chairman
Non-Executive Director
Non-Executive Director

Company Secretary

Christine Wyn Hulley FCMA

Registered Office

Sovereign House
Queen Street
Manchester M2 5HR

Registered Number
03821411

Head Office

Sunrise House
Hulley Road
Hurdsfield Industrial Estate
Macclesfield
Cheshire SK10 2LP

Tel: +44 (0) 1625 626203
Fax: +44 (0) 1625 626204

Nominated Adviser

Seymour Pierce Limited
29/30 Cornhill
London
EC3V 3NF

Nominated Broker

Ellis & Partners Limited
Talisman House
Jubilee Walk
Three Bridges, Crawley
Sussex RH10 1LQ

Auditors

Pannell Kerr Forster
Sovereign House
Queen Street
Manchester M2 5HR

Bankers

National Westminster Bank plc
2 Spring Gardens
Buxton
Derbyshire SK17 6DG

Solicitors

Fox Brooks Marshall
Century House
St. Peter's Square
Manchester
M2 3DN

Registrars

IRG plc
Bourne House
34 Beckenham Road
Beckenham
Kent BR3 4TU

Visit our website at www.tertiaryminerals.com

Chairman's Statement

I am pleased to report the Group's progress and first interim results for the period from incorporation on 3 August 1999 to 31 March 2000.

On 8 September 1999 the Company acquired, through a share exchange, 100% of the issued capital of Tertiary Gold Limited. It subsequently raised £600,267 by way of a private placing and the Company's shares were admitted to trading on the Alternative Investment Market of the London Stock Exchange Limited on 18 November 1999.

Results

The Group reported a loss of £75,304 for the period after administration costs and the write off of certain exploration costs.

Review of Activities

In the months since flotation the Group has:

- completed an orientation geophysical survey and commenced a further drilling programme at its Windfall zinc-silver project,
- carried out a surface-till geochemical sampling programme over its Rocky Bay project,
- undertaken a data review and targeting exercise on its Juniper Ridge project,
- acquired a new zinc exploration project at Djuragruvan, also in Sweden, and
- initiated an ongoing project generation programme aimed at the low-cost acquisition of high quality advanced exploration projects.

Assay results are awaited from the drilling and geochemical sampling programmes. Surface-till sampling is planned for specific areas at Juniper Ridge in central Sweden, including targets close to the previously producing Enåsen copper-gold mine.

Further information on these activities can be found on the Company's new website at www.tertiaryminerals.com where all future press releases will be available.

Corporate

In February, shareholders gave approval for the Company to place up to 5 million new ordinary shares. This facility will allow further funds to be raised for on-going and future exploration programmes as suitable opportunities arise.

On behalf of the Board I would like to thank all of those who have given their support throughout the flotation and welcome those who have since become shareholders.



Patrick L. Cheetham, *Executive Chairman*

Consolidated Profit and Loss Account

For the eight months to 31 March 2000

	Eight months to 31 March 2000 Unaudited £
Administrative expenses	(78,478)
Exploration costs written off	(4,380)
Operating Loss	<u>(82,858)</u>
Other operating income	<u>7,554</u>
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION	(75,304)
TAXATION	<u>-</u>
LOSS FOR THE PERIOD	<u>(75,304)</u>
Loss per share – basic (p)	(0.6)

Consolidated Balance Sheet

As at 31 March 2000

	As at 31 March 2000 Unaudited £
FIXED ASSETS	
Intangible	237,774
Tangible	6,607
	<hr/> 244,381 <hr/>
CURRENT ASSETS	
Debtors	8,457
Cash at bank and in hand	450,115
	<hr/> 458,572 <hr/>
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	<hr/> 28,934 <hr/>
NET CURRENT ASSETS	<hr/> 429,638 <hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES	<hr/> 674,019 <hr/>
CAPITAL AND RESERVES	
Called up share capital	169,675
Share premium account	448,552
Merger reserve	131,096
Profit and loss account	(75,304)
SHAREHOLDERS' FUNDS	<hr/> 674,019 <hr/>

Consolidated Cashflow Statement

For the eight months to 31 March 2000

	Eight months to 31 March 2000 Unaudited £
Net cash outflow from operating activities	(68,228)
Returns on investments and servicing of finance	7,554
Capital expenditure and financial investment	(31,754)
Acquisition and disposals	18,108
Equity dividends paid	–
Net cash outflow before financing	<u>(74,320)</u>
Financing	<u>524,435</u>
Increase in cash in the period	<u>450,115</u>

Notes to the Interim Statement

1. Basis of preparation

The interim report has been prepared on a basis consistent with the accounting policies to be adopted in the annual report and accounts for the period ending 30 September 2000.

The interim report has been approved by the Directors and is unaudited.

The interim report does not comprise statutory accounts within the meaning of section 240 of the Companies Act 1985. No statutory accounts for any period have been delivered to the Registrar of Companies.

2. Loss per share

Loss per share has been calculated on profit and the weighted average number of shares in issue during the period.

	Eight months to 31 March 2000
Loss for the period (£)	(75,304)
Weighted average shares in issue	13,005,901
Basic loss per share (p)	(0.6)

The loss attributable to ordinary shareholders and weighted average number of ordinary shares for the purpose of calculating the diluted earnings per ordinary share are identical to those used for basic earnings per ordinary share. This is because the exercise of share warrants would have the effect of reducing the loss per ordinary share and is therefore not dilutive under the terms of FRS 14.

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

	Eight months to 31 March 2000 £
Operating loss	(82,858)
Depreciation charge	1,220
Increase in debtors	(6,357)
Increase in creditors	19,767
Net cash outflow from operating activities	(68,228)

4. Reconciliation of net cash inflow to movement in net funds

	Eight months to 31 March 2000 £
Increase in net cash in the period	450,115
Opening net funds	-
Closing net funds	450,115

5. Interim report

Copies of this interim report will be sent to all shareholders and are available from **Tertiary Minerals plc, Sunrise House, Hulley Road, Hurdsfield Industrial Estate Macclesfield, Cheshire SK10 2LP.**

