

# **Multiplex Resources (Kazakhstan) Limited**

**Company Number 03773661**

**Annual Report and Financial Statements For The Year Ended 30  
September 2013**



# **Multiplex Resources (Kazakhstan) Limited**

## **Annual report and financial statements for the year ended 30 September 2013**

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### **Directors**

The directors of the company who were in office during the year were:

Antony William Paul Sage	(appointed 21 March 2014)
Fabio Sampaio Masotti	(appointed 30 April 2009, resigned 21 March 2014)
José Anselmo Anelo	(appointed 2 July 2008, resigned 21 March 2014)
Joe Ariti	(appointed 26 June 2009, resigned 08 November 2013)

The sole director at the date of signing the financial statements was Antony William Paul Sage.

### **Registered office**

The Clock House, 140 London Road, Guildford, Surrey, GU1 1UW

### **Company Number**

03773661

### **Independent Auditors**

PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
1 Embankment Place  
London  
WC2N 6RH

# **Multiplex Resources (Kazakhstan) Limited**

## **Annual report and financial statements for the year ended 30 September 2013**

### **Director's report for the year ended 30 September 2013**

The directors present their report and the audited financial statements of the company for the year ended 30 September 2013.

### **Results and dividends**

The profit and loss account is set out on page 8 and shows the loss for the year.

The company's loss for the financial year is US \$13,053,580 (2012: US \$213,699)

The directors did not propose the payment of a dividend (2012: nil)

### **Principal activities**

The company's principal activity is the exploration and evaluation of mineral resources. There has been no change in the company's principal activities in the year under review.

### **Business review, key performance indicators and future developments**

Following a search for potential investors, both shareholders entered into a binding agreement for the sale of all of their shares in the company with Sinobo Mining Investments Limited, a Chinese private company, and their subsidiary Mountain Thrive Limited in December, 2011.

This agreement was conditional on a range of approvals from the Kazakhstani government and other matters. These approvals were not received during the period of this agreement

As a result, the board made a decision, on 3<sup>rd</sup> May, 2013:

- to immediately cease operations of the Branch and proceed to liquidate the Branch in Kazakhstan
- the termination of the Subsoil Contract
- the liquidation of the Branch, disposal of the Branch's assets, and the performance of all actions necessary under the laws of Kazakhstan in order to effect the liquidation of the branch
- terminate the employment of the Branch's employees
- notification to all creditors
- and complete all legal, financial and tax requirements to liquidate the branch (the interim Balance Sheet, submission to the tax authority and settle the tax liabilities (if any), final liquidation balance sheet and close the bank accounts.

In relation to these obligations, the company has informed the relevant Kazakhstani agencies and ministries of the board's decision (letters registered 23<sup>rd</sup> and 24<sup>th</sup> May, 2013).

On 20<sup>th</sup> March 2014 a share sale agreement was executed between Vale International SA (Vale) and Danae Resources Pty Ltd ("Danae") where all of Vales' shares in the company were transferred to Danae. Effective from the agreement date, Danae is the sole shareholder of MRK.

As agreed in the above noted share sale agreement, the company is reliant on the sole shareholder Danae as well as Vale for funding in order to fund its working capital and future obligations with respect to restoration activities. The Company's ultimate parent, Cape Lambert Resources Limited has offered to support the Company and the sole director remains confident that additional funding will be obtained in order to meet the companies funding obligations

# **Multiplex Resources (Kazakhstan) Limited**

## **Annual report and financial statements for the year ended 30 September 2013**

### **Principal risks and uncertainties**

At the balance sheet date, MRK Ltd was a subsidiary of Vale International SA. The reporting of risks and uncertainties is undertaken at a group level and discussed in the group's annual report (see note 13).

### **Directors**

The directors who served during the year are set out below.

Antony William Paul Sage	(appointed 21 March 2014)
Fabio Sampaio Masotti	(appointed 30 April 2009, resigned 21 March 2014)
José Anselmo Arielo	(appointed 2 July 2008, resigned 21 March 2014)
Joe Ariti	(appointed 26 June 2009, resigned 08 November 2013)

The sole director at the date of signing the financial statements was Antony William Paul Sage.

No director held any interest in the share capital of the company at any time during the year.

### **Statement of director's responsibilities**

The directors are responsible for preparing the strategic report, director's report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law, the directors have prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law, the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

# **Multiplex Resources (Kazakhstan) Limited**

## **Annual report and financial statements for the year ended 30 September 2013**

### **Independent Auditors**

The sole director in office at the date of approval of this report confirms that:

- so far as the director is aware there is no relevant audit information of which the company's auditor is unaware, and
- the director has taken all the steps that they ought to have taken as a director in order to make themselves aware of any relevant information and to establish that the company's auditor is aware of that information

This confirmation is given and should be interpreted in accordance with the provisions of Section 418 (1) to (4) of the Companies Act 2006.

The auditors, PricewaterhouseCoopers LLP, have indicated their willingness to continue in office, and a resolution that they be re-appointed will be proposed at the annual general meeting.

### **Strategic Report**

The Company has applied the small companies exemption of *Section 414B of The Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013* whereby a company is entitled to small companies exemption in relation to the strategic report for a financial year if:

- (a) it is entitled to prepare accounts for the year in accordance with the small companies regime, or
- (b) it would be so entitled but for being or having been a member of an ineligible group.

**On behalf of the Board**



Antony William Paul Sage  
Director  
Date: 10 November 2014

# **Multiplex Resources (Kazakhstan) Limited**

**Annual report and financial statements  
for the year ended 30 September 2013**

## ***Independent auditors' report to the members of Multiplex Resources (Kazakhstan) Limited***

### **Report on the financial statements**

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#### **Our opinion**

In our opinion the financial statements, defined below:

- give a true and fair view of the state of the company's affairs as at 30 September 2013 and of its loss and cash flows for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006

This opinion is to be read in the context of what we say in the remainder of this report.

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#### **What we have audited**

The financial statements, which are prepared by Multiplex Resources (Kazakhstan) Limited, comprise:

- Balance Sheet as at 30 September 2013;
- Profit and Loss Account for the year then ended;
- Cash flow statement for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies and other explanatory information.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In applying the financial reporting framework, the directors have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

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#### **What an audit of financial statements involves**

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) ("ISAs (UK & Ireland)"). An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of:

- whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed;
- the reasonableness of significant accounting estimates made by the directors; and
- the overall presentation of the financial statements

In addition, we read all the financial and non-financial information in the Annual Report and Financial Statements (the "Annual Report") to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

# **Multiplex Resources (Kazakhstan) Limited**

**Annual report and financial statements  
for the year ended 30 September 2013**

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## **Opinion on other matter prescribed by the Companies Act 2006**

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

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## **Other matters on which we are required to report by exception**

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**Adequacy of accounting records and information and explanations received**

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.

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**Directors' remuneration**

Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of directors' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility.

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**Entitlement to exemptions**

Under the Companies Act 2006 we are required to report to you if, in our opinion, the directors were not entitled to take advantage of the small companies exemption from preparing a strategic report. We have no exceptions to report arising from this responsibility.

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## **Responsibilities for the financial statements and the audit**

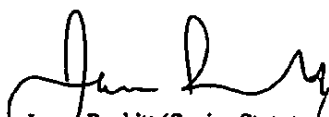
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**Our responsibilities and those of the directors**

As explained more fully in the Statement of director's responsibilities set out on page 5, 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 ISAs (UK & Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.



Jason Burkitt (Senior Statutory Auditor)  
for and on behalf of PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
London  
21 November 2014

## **Multiplex Resources (Kazakhstan) Limited**

### **Annual report and financial statements for the year ended 30 September 2013**

#### **Profit and Loss Account for the year ended 30 September**

	<b>Note</b>	<b>2013 US\$</b>	<b>2012 US\$</b>
Administrative expenses		(448,332)	(212,130)
Impairment of intangible assets		(11,953,830)	-
Recognition of closure provision		(245,568)	-
Withholding tax		(407,850)	-
Operating loss	<b>3</b>	<u>(13,053,580)</u>	<u>(212,130)</u>
Interest payable and similar charges		-	(1,569)
Loss on ordinary activities before taxation		<u>(13,053,580)</u>	<u>(213,699)</u>
Tax on loss on ordinary activities		-	-
Loss for the financial year		<u>(13,053,580)</u>	<u>(213,699)</u>

All amounts refer to continuing activities.

The notes on pages 11 to 17 form part of these financial statements

The company had no recognised gains or losses during the year other than those reflected in the profit and loss account above and therefore, no separate statement of total recognised gains and losses has been presented.

There is no difference between the result as reported and its historical cost equivalent.



# Multiplex Resources (Kazakhstan) Limited

## Annual report and financial statements for the year ended 30 September 2013

### Balance Sheet as at 30 September

	Note	2013 US\$	2012 as restated US\$
Intangible Fixed assets	5	-	11,173,136
Current assets			
Cash at bank and in hand	6	222,165	240,591
Total current assets		222,165	240,591
Creditors: amounts falling due within one year	7	(584,766)	(392,715)
Closure provision		(245,568)	-
Net current liabilities		(608,169)	(152,124)
Total assets less current liabilities		(608,169)	11,021,012
Capital and Reserves			
Called up Share Capital	8	79	79
Share premium account	9	16,376,553	14,952,154
Profit and loss account	9	(16,984,801)	(3,931,221)
Total shareholders' funds		(608,169)	11,021,012

The financial statements of Multiplex Resources (Kazakhstan) Limited, registration number 03773661 on pages 8 to 10 and accompanying notes on pages 11 to 17 were approved by the Board of Directors and authorised for use on 10 November 2014 and were signed on its behalf by.



Antony William Paul Sage  
Director

# Multiplex Resources (Kazakhstan) Limited

## Annual report and financial statements for the year ended 30 September 2013

### Cash flow statement for the year ended 30 September

	2013 US\$	2012 as restated US\$
<b>Operating activities</b>		
Operating profit / (Loss)	(13,053,580)	(213,699)
<i>Adjustments to reconcile operating profit to net cash flow from operating activities</i>		
Interest payable and similar charges	-	1,569
Impairment of intangibles	11,953,830	-
(Increase) / decrease in trade and other receivables	-	36,439
Increase / (decrease) in trade and other payables	437,619	(12,474)
<b>Net cash flow used in operating activities</b>	<b>(662,131)</b>	<b>(188,165)</b>
<b>Investing activities</b>		
Exploration, evaluation and development costs capitalised	(780,694)	(1,005,461)
<b>Net cash flow used in investing activities</b>	<b>(780,694)</b>	<b>(1,005,461)</b>
<b>Financing activities</b>		
Increase in share premium from group	1,424,399	1,248,038
<b>Net cash flow from financing activities</b>	<b>1,424,399</b>	<b>1,248,038</b>
<b>(Decrease) / Increase in cash and cash equivalents</b>	<b>(18,426)</b>	<b>54,412</b>
Cash and cash equivalents at the beginning of the year	240,591	186,179
<b>Cash and cash equivalents at the balance sheet date</b>	<b>222,165</b>	<b>240,591</b>

# **Multiplex Resources (Kazakhstan) Limited**

## **Annual report and financial statements for the year ended 30 September 2013**

### **Notes to the financial statements**

#### **1. Accounting policies**

These financial statements are prepared on the going concern basis, under the historical cost convention and in accordance with the Companies Act 2006 and applicable accounting standards in the United Kingdom. The principal accounting policies, which have been applied consistently throughout the year are set out below

#### *Going concern*

The financial statements have been prepared on the going concern basis. In reaching their conclusion that it is appropriate to prepare the financial statements on this basis, the directors have considered the matters below.

On 3<sup>rd</sup> May, 2013:

- to terminate exploration activities on the project, and
- to start the process of cancellation of the Subsoil Use Contract with the Kazakhstani Government, and
- to complete its obligations in relation to the rehabilitation of the site, disposal of core, samples and other physical assets, and
- to report all technical data to the government as required by its contract obligations; and
- to close the Almaty Branch Office, and then
- to wind up the company.

In relation to these obligations, the company has informed the relevant Kazakhstani agencies and ministries of the board's decision (letters registered 23<sup>rd</sup> and 24<sup>th</sup> May, 2013), and it has prepared a draft technical program for the necessary liquidation of activities completed on and around the Vostok prospects/deposits.

These rehabilitation works will be completed in accord with the requirements of the Subsoil Use Contract and the company expects that the completion of these works will take a considerable time and require significant on-going expenditures

The final scope of these works will only be known after approval of the draft program with the Kazakhstani authorities.

The exploration data collected under the Subsoil Use Contract since 2003 will then be handed to the state, as required by legislation in Kazakhstan, and the branch in Kazakhstan, that operated the Vostok Copper Project since its inception in 2003, will be liquidated.

The settlement of these Kazakhstani obligations will clear the way for the board to de-register the company in London.

Following the execution of the share sale agreement on 20<sup>th</sup> March 2014, MRK has secured funding commitments from Danae and Vale to ensure that all working capital needs and restoration obligations will be met by way of a signed dissolution agreement between all parties.

The accounts are prepared on a going concern basis and will continue to be prepared on a going concern basis until it is clear the company will wind up.

# **Multiplex Resources (Kazakhstan) Limited**

## **Annual report and financial statements for the year ended 30 September 2013**

### **Accounting policies (continued)**

#### ***Restatement of current borrowings to share premium***

MRK Ltd has reclassified current liabilities of \$8,847,510 as at 30 September 2012 to share premium. This restatement reflects the substance of the balances, being that the shareholders had no entitlement to repayment of the funds in the current or prior years in accordance with the Subscription and Shareholders' Agreement 2006. These amounts represent investment funds remitted by the Company's shareholders for the exploration programme in respect of previously issued shares.

#### ***Cash flow statement***

The Cash flow statement has been prepared as MRK Ltd was an 85% subsidiary of Vale Group as at the reporting date and as such, is not exempt from preparing a cash flow statement as per revised FRS 1(revised 1996 'cash flow statement').

#### ***Foreign currency***

The functional currency of the company is in US Dollars.

Transactions in foreign currencies are translated at the exchange rate ruling at the date of the transaction.

Monetary assets and liabilities in foreign currencies are translated at the rates of exchange ruling at the balance sheet date.

Any gain or loss arising from a change in exchange rates subsequent to the date of the transaction is included as an exchange gain or loss in the profit and loss account.

#### ***Deferred taxation***

The charge for taxation is based on the profit for the year and takes into account deferred taxation.

Current tax is measured at amounts expected to be paid using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date except that the recognition of deferred tax assets is limited to the extent that the company anticipates making sufficient taxable profits in the future to absorb the reversal of the underlying timing differences.

Deferred tax balances are not discounted.

# **Multiplex Resources (Kazakhstan) Limited**

## **Annual report and financial statements for the year ended 30 September 2013**

### **Accounting policies (continued)**

#### *Exploration and evaluation expenditure*

Costs arising from exploration and evaluation activities are defined as an intangible asset and are accumulated separately for each area of interest and are only carried forward where such costs are expected to be recouped through successful development, or through sale, or where exploration and evaluation activities have not, at the reporting date, reached a stage to allow a reasonable assessment regarding the existence of economically recoverable reserves. Such expenditure comprises net direct costs and an appropriate allocation of indirect expenditure. Accumulated costs in respect of areas of interest are written off in the income statement when the above criteria do not apply or when the directors assess that the carrying value may exceed the recoverable amount. Costs carried forward in respect of an area of interest that is abandoned are written off in the period in which the decision to abandon is made.

If it is decided to develop the area to which the intangible relates, exploration expenditure is transferred to tangible fixed assets.

#### *Amortisation*

Once production commences, carried forward expenditure in respect of an area of interest is amortised on a unit of production basis by reference to the reserves of that area of interest.

#### *Rehabilitation costs*

Where exploration and evaluation activity gives rise to a liability that meets appropriate recognition criteria, the cost is carried forward as described above. The capitalised cost is amortised upon commencement of production on a unit of production basis.

#### *Impairment*

The company determines whether the carried forward exploration, evaluation and development costs are impaired at least at each financial reporting date. This requires an estimation of the remaining reserves and mine life and assumptions about the success of the company's exploration pursuits in order to estimate the recoverable amount of the cash-generating unit.

# Multiplex Resources (Kazakhstan) Limited

## Annual report and financial statements for the year ended 30 September 2013

### 2. Directors and employees

The directors were not directly remunerated for their services by the company.

	30 Sept 2013 US\$	30 Sept 2012 US\$
Staff costs consist of:		
Wages and salaries	443,318	370,528
Social security costs	24,533	41,223
	<u>467,849</u>	<u>411,751</u>

The average number of employees, including directors, during the year was 5 (2012 – 8).

### 3. Operating loss

	30 Sept 2013 US\$	30 Sept 2012 US\$
This is arrived at after charging		
Auditors' remuneration	56,029	52,853
	<u>56,029</u>	<u>52,853</u>

### 4. Taxation on loss on ordinary activities

The tax assessed for the year is different than the standard rate of corporation tax in the UK. The differences are explained below:

	30 Sept 2013 US\$	30 Sept 2012 US\$
Loss on ordinary activities before tax	(13,053,580)	(213,699)
Loss on ordinary activities at the standard rate of corporation tax in the UK of 23.5% (2012 – 24.5%)	(3,067,591)	(52,356)
Effects of:		
Losses not utilised	3,067,591	52,356
Expenses not deductible for tax purposes	-	-
Current tax charge for year	<u>-</u>	<u>-</u>

The main UK corporation tax rate was reduced from 24% to 23% with effect from 1 April 2013. On the basis the Company does not have any recognised deferred tax assets or liabilities at the balance sheet date, no re-measurement of these balances are necessary.

A further reduction to the UK corporation tax rate has been announced. The change proposes to reduce the rate to 21% from 1 April 2014. The change had not been substantively enacted at the balance sheet date and, therefore, is not recognised in these financial statements.

There is an unrecognised deferred tax asset in respect of trading losses not utilised of US\$5,521,153 (2012: US\$2,453,562). A deferred tax asset has not been recognised as the branch is in the process of liquidation and, therefore, the losses will not be utilised in the future.

## Multiplex Resources (Kazakhstan) Limited

### Annual report and financial statements for the year ended 30 September 2013

#### 5. Intangible fixed assets

	30 Sept 2013 US\$	30 Sept 2012 US\$
<b>Exploration and evaluation expenditure</b>		
<i>Cost and net book value</i>		
Opening net book value	11,173,136	10,043,801
Additions	780,694	1,129,335
Impairment	(11,953,830)	-
<b>At 30 September</b>	<b>-</b>	<b>11,173,136</b>

As stated in the Director's report on page 3, the decision through a board resolution to wind up the branch was made on 3rd of May 2013. This resulted in an impairment of US\$11,953,830.

#### 6. Cash at bank and in hand

	30 Sept 2013 US\$	30 Sept 2012 US\$
Cash at bank and in hand	222,165	240,591

#### 7. Creditors: amounts falling due within one year

	30 Sept 2013 US\$	30 Sept 2012 as restated US\$
Trade creditors	12,750	26,244
Accruals	113,266	344,471
Withholding tax payable	407,850	-
Unused leave	49,400	22,000
Other	1,500	-
	<b>584,766</b>	<b>392,715</b>

During the closure of the Kazakh branch, payroll and withholding taxes amounting to US\$407,850 were identified as having been underpaid over a period of several years. These amounts were subsequently paid to the Kazakh Government in December 2013.

# Multiplex Resources (Kazakhstan) Limited

## Annual report and financial statements for the year ended 30 September 2013

### 8. Called up share capital

	30 Sept 2013 Number	Authorised 30 Sept 2012 Number	30 Sept 2013 US\$	30 Sept 2012 US\$
Ordinary class A shares of £1 each	6	6	12	12
Ordinary class B shares of £1 each	34	34	67	67
	40	40	79	79

	30 Sept 2013 Number	Allotted and fully paid 30 Sept 2012 Number	30 Sept 2013 US\$	30 Sept 2012 US\$
Ordinary class A shares of £1 each	6	6	12	12
Ordinary class B shares of £1 each	34	34	67	67
	40	40	79	79

### 9. Reserves

	Share premium account US\$	Profit and loss account US\$
At 30 September 2012 (previously reported)	6,104,644	(3,931,221)
Increase in share premium (as restated)	8,847,510	-
At 30 September 2012 (as restated)	14,952,154	(3,931,221)
Increase in share premium	1,424,399	-
Loss for the year	-	(13,053,580)
At 30 September 2013	16,376,553	(16,984,801)

### 10. Reconciliation of movements in shareholders' deficit

	30 Sept 2013 US\$	30 Sept 2012 as restated US\$
Loss for the financial year	(13,053,580)	(213,699)
Increase in share premium	1,424,399	1,248,042
Net (reduction) to shareholders' funds	(11,629,181)	1,034,343
Shareholders' funds at start of year	11,021,012	9,986,669
Shareholders' funds at end of year	(608,169)	11,021,012

### 11. Contingent liabilities

There were no contingent liabilities at 30 September 2013 (2012 – US \$Nil).



## **Multiplex Resources (Kazakhstan) Limited**

### **Annual report and financial statements for the year ended 30 September 2013**

#### **12. Transactions with related parties**

VALE advanced US\$1,424,399 cash in the year to 30 September 2013 in order that the company could fund the branch operations in Kazakhstan (2012: US\$1,248,038). This was recognised as share premium.

VALE invoiced MRK CHF 12,279.00 (2012: CHF 12,279.00) for accounting services provided in the year

Mineral Securities (UK) Ltd invoiced MRK GBP £30,000 for accounting services provided in the year (2012: £30,000).

#### **13. Ultimate parent undertaking**

Vale International SA, a company registered in Brazil, is the parent undertaking of the largest group of undertakings to consolidate these financial statements. The consolidated financial statements of Vale International SA are available from the company's registered office at Route de Pallatex 29, 1162 St-Prex, Switzerland.

Vale SA, a company registered in Switzerland, is the parent undertaking of the smallest group of undertakings to consolidate these financial statements. The consolidated financial statements of Vale SA can be obtained from the company's registered office at Avenida, Graça Aranha, 20005-900, Rio de Janeiro, Brazil.

#### **14. Post balance sheet events**

Joe Ariti resigned as director on 8 November 2013.

On 20<sup>th</sup> March 2014 a share sale agreement was executed between Vale International SA (Vale) and Danae Resources Pty Ltd ("Danae") where all of Vales' shares in the company were transferred to Danae, for consideration of US\$1. As a result, the ultimate parent of the Company became Cape Lambert Resources Limited.

Fabio Sampaio Masotti (appointed 30 April 2009) resigned as director on 21 March 2014  
José Anselmo Arielo (appointed 2 July 2008) resigned as director on 21 March 2014  
Mr Antony William Paul Sage was appointed as sole director of the company on 21 March 2014.