

For immediate release

25 September 2014

Polemos plc
("Polemos" or the "Company")

Unaudited interim results for the six months ended 30 June 2014

The Board of Polemos announces the unaudited interim results for the six months ended 30 June 2014.

The interim results appear below and a copy will shortly be made available on the Company's website <http://www.polemos.co.uk/>.

For further information, please contact:

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Chairman's statement

The Board continues to evaluate new investment opportunities as they arise. In the short term, the Company has investments in listed securities with, what the Board believes to be, high levels of liquidity within the natural resources sector.

The Company continues to review a number of potential new investment opportunities in accordance with its investing policy and further announcements will be made in due course as appropriate.

The Board considers this approach to be in the best interest of shareholders as it believes that expected returns will be higher than on cash held at the bank. This approach also allows flexibility to evaluate investments in other opportunities within the natural resources sector.

In June 2014, the Company raised £500,000, before expenses, by way of a placing of 500,000,000 new Ordinary Shares at a subscription price of 0.1 pence per Placing Share ("the Placing"). The Placing enables the Company to consider further and take advantage of new investment opportunities to develop shareholder value on behalf of shareholders as a whole in the Company.

Financial Results

During the period, the Company made a loss before taxation from continuing operations of £168,000 (6 months ended 30 June 2013: loss £110,000). There was a weighted loss per share from continuing operations of 0.04p (6 months ended 30 June 2013: loss per share of 0.03p).

Cash and cash equivalents at 30 June 2014 amounted to £445,000 (30 June 2013: £144,000).

Outlook

Donald Strang
Chairman
25 September 2014

**Condensed Company Statement of Comprehensive Income
For the six months ended 30 June 2014**

	Six months ended 30 June 2014 Unaudited £'000	Six months ended 30 June 2013 Unaudited £'000	Year ended 31 December 2013 Audited £'000
Continuing Operations			
Revenue	-	-	3
Administrative expenses	(168)	(110)	(469)
Operating loss	(168)	(110)	(466)
Finance income	-	-	2
Loss before taxation	(168)	(110)	(464)
Taxation	-	-	-
(Loss) for the period attributable to equity holders of the parent	(168)	(110)	(464)
Other Comprehensive Income:			
(Loss) for the period	(168)	(110)	(464)
Other comprehensive income			
Items that may be subsequently reclassified to profit or loss:			
Decrease in value of available for sale asset	(28)	-	(85)
Total comprehensive income for the period attributable to equity holders of the company	(196)	(110)	(549)
Loss per share			
Earnings per share – basic and diluted (pence)	(0.04)	(0.03)	(0.12)

Condensed Company Statement of Financial Position
As at 30 June 2014

	As at 30 June 2014 Unaudited £'000	As at 30 June 2013 Unaudited £'000	As at 31 December 2013 Audited £'000
Non-current assets			
Available-for-sale financial assets	226	-	332
Total non-current assets	<u>226</u>	<u>-</u>	<u>332</u>
Current assets			
Available for sale investments	-	600	-
Trade and other receivables	13	27	16
Cash and bank balances	445	144	26
Total current assets	<u>458</u>	<u>771</u>	<u>42</u>
Total assets	<u>684</u>	<u>771</u>	<u>374</u>
Current liabilities			
Trade and other payables	(123)	(109)	(88)
Total current liabilities	<u>(123)</u>	<u>(109)</u>	<u>(88)</u>
Net current assets	<u>335</u>	<u>662</u>	<u>286</u>
Net assets	<u>561</u>	<u>662</u>	<u>286</u>
Equity			
Share capital	19,396	19,345	19,345
Share premium account	18,441	18,021	18,021
Share based payment reserve	-	21	-
Available-for-sale asset reserve	(85)	-	(85)
Retained deficit	(37,255)	(36,725)	(36,995)
Equity attributable to equity holders of the parent	<u>561</u>	<u>662</u>	<u>286</u>

Condensed Company Statement of Cash Flows
For the six months ended 30 June 2014

	Six months ended 30 June 2014 Unaudited £'000	Six months ended 30 June 2013 Unaudited £'000	Year ended 31 December 2013 Audited £'000
Net loss from operating activities	(168)	(110)	(464)
Finance income	-	-	(2)
<i>Adjustments for non cash items:</i>			
Share-based payment charge	-	-	63
Operating cash flows before movements in working capital	(168)	(110)	(403)
Decrease in trade and other receivables	3	204	215
Increase/(decrease) in trade and other payables and deferred income	35	(256)	(277)
Net cash used in operating activities	(130)	(162)	(465)
<i>Investing activities</i>			
Interest received	-	-	2
Disposal of discontinued operations, net of cash disposed of and expenses	-	10	10
Purchase of available for sale investments	-	(600)	(601)
Proceeds from disposal of available-for-sale financial assets	78	-	184
Net cash used in investing activities	78	(590)	(405)
<i>Financing activities</i>			
Issue of share capital	500	-	-
Issue costs	(29)	-	-
Net cash used in Financing activities	471	-	-
Net decrease in cash and cash equivalents	419	(752)	(870)
Cash and cash equivalents at beginning of period	26	896	896
Cash and cash equivalents at end of period	445	144	26

Condensed Company Statement of Changes in Equity

Unaudited for the six months ended 30 June 2014.

	Share capital	Share premium	Available for sale asset reserve	Retained earnings	Total
	£'000	£'000	£'000	£'000	£'000
At 31 December 2012	19,345	18,021	-	(36,594)	772
Share based payment charge	-	-	-	63	63
Total contributions by and distributions to owners of the Company	-	-	-	63	63
Comprehensive Income for the year					
Loss for the year	-	-	(85)	(464)	(549)
Total Comprehensive Income for the Year	-	-	(85)	(464)	(549)
At 31 December 2013	19,345	18,021	(85)	(36,995)	286
Issue of share capital	51	449	-	-	500
Share issue costs	-	(29)	-	-	(29)
Total contributions by and distributions to owners of the Company	51	420	-	-	471
Comprehensive Income for the period					
Loss for the year	-	-	-	(196)	(196)
Total Comprehensive Income for the period	-	-	-	(196)	(196)
At 30 June 2014	19,396	18,441	(85)	(37,191)	561

Notes to the Condensed Company Financial Statements
For the six months ended 30 June 2014

1. General Information

The condensed financial information for the 6 months to 30 June 2014 does not constitute statutory accounts for the purposes of Section 434 of the Companies Act 2006 and has not been audited or reviewed. No statutory accounts for the period have been delivered to the Registrar of Companies.

The condensed financial information in respect of the year ended 31 December 2013 has been produced using extracts from the statutory accounts for that period. Consequently, this does not constitute the statutory information (as defined in section 434 of the Companies Act 2006) for the year ended 31 December 2013, which was audited. The statutory accounts for this period have been filed with the Registrar of Companies. The auditors' report was unqualified and did not contain a statement under Sections 498 (2) or 498 (3) of the Companies Act 2006.

The Report was approved by the Directors on 25 September 2014 and will be available shortly on the Company's website at www.polemos.co.uk.

Basis of preparation

The financial information has been prepared on the historical cost basis. The Company's business activities, together with the factors likely to affect its future development, performance and position are set out in the Chairman's Statement. This statement also includes a summary of the Company's financial position and its cash flows.

Basis of accounting

These condensed interim financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union with the exception of International Accounting Standard ('IAS') 34 – Interim Financial Reporting. Accordingly the interim financial statements do not include all of the information or disclosures required in the annual financial statements and should be read in conjunction with the Company's 2012 annual financial statements.

2. Loss Per Share

IAS 33 "Earnings per share" requires presentation of diluted earnings / (loss) per share when a company could be called upon to issue shares that would decrease profit or increase loss per share. For a loss making company with outstanding share options, loss per share would only be increased by the exercise of out of money options. Since it seems appropriate to assume that option holders would not exercise out of money options, no adjustment has been made to calculate the diluted loss per share on out of money share options.

Basic and diluted loss per share is calculated on the loss of the Company attributable to equity holders of the parent.

	6 months to 30 June 2014 Unaudited £'000	6 months to 30 June 2013 Unaudited £'000	Year ended 31 December 2013 Audited £'000
(Loss)/profit attributable to equity holders of the Company	(168)	(110)	(464)
Number of Shares	000's	000's	000's
Weighted average number of ordinary shares	425,581	386,907	386,907
(Loss)/profit per share – basic and diluted	(0.04p)	(0.03p)	(0.12p)

3. Subsequent events

On 27 August 2014, David Lenigas resigned as a director of the company.