



ANGLO PACIFIC GROUP PLC

INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE THREE MONTHS ENDED MARCH 31, 2012

Anglo Pacific Group PLC

Consolidated Financial Statements

CONSOLIDATED INCOME STATEMENT (UNAUDITED)
FOR THE THREE MONTHS ENDED MARCH 31, 2012

	Three months ended	
	March 31, 2012	March 31, 2011
	£'000	£'000
Royalty income	1,551	9,874
Finance income	287	322
Amortisation of royalties	(254)	(254)
Operating expenses	<u>(919)</u>	<u>(504)</u>
Operating profit	665	9,438
Gain on sale of mining and exploration interests	647	4,427
Other income	292	222
Other losses	<u>(1,159)</u>	<u>(826)</u>
Profit before tax	445	13,261
Income tax expense	<u>(242)</u>	<u>(2,688)</u>
Profit attributable to equity holders	<u>203</u>	<u>10,573</u>
Total and continuing earnings per share		
Basic earnings per share	0.19p	9.72p
Diluted earnings per share	0.19p	9.72p

The results for the three months ended March 31, 2012 and 2011 have neither been audited nor reviewed by the Group's auditors.

Anglo Pacific Group PLC

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED) FOR THE THREE MONTHS ENDED MARCH 31, 2012

	Three months ended	
	March 31, 2012	March 31, 2011
	£'000	£'000
Profit for the financial period	203	10,573
Other comprehensive income		
Net (loss)/gain on revaluation of coal royalties	(5,271)	23,613
Net gain/(loss) on revaluation of available for sale investments	521	(12,247)
Net exchange loss on translation of foreign operations	(3,094)	(3,602)
Deferred tax	2,220	(6,369)
Net (expense)/income recognised directly in equity	<u>(5,421)</u>	<u>11,968</u>
Reclassification and adjustment on disposal of available for sale investments	<u>(290)</u>	<u>(3,680)</u>
Total transferred from equity	<u>(290)</u>	<u>(3,680)</u>
Total comprehensive (expense)/ income for the financial period	<u><u>(5,711)</u></u>	<u><u>8,288</u></u>

The results for the three months ended March 31, 2012 and 2011 have neither been audited nor reviewed by the Group's auditors.

Anglo Pacific Group PLC

CONSOLIDATED BALANCE SHEET (UNAUDITED) AS AT MARCH 31, 2012

	Unaudited March 31, 2012 £'000	Unaudited March 31, 2011 £'000	Audited December 31, 2011 £'000
Non-current assets			
Property, plant and equipment	2,130	2,165	2,152
Coal royalties	166,605	197,393	175,124
Royalty instruments	23,552	27,927	24,736
Intangibles	68,424	42,482	69,138
Mining and exploration interests	82,450	122,685	64,551
	<u>343,161</u>	<u>392,652</u>	<u>335,701</u>
Current assets			
Trade and other receivables	1,926	11,203	12,298
Cash and cash equivalents	20,913	22,491	32,197
	<u>22,839</u>	<u>33,694</u>	<u>44,495</u>
Total assets	<u>366,000</u>	<u>426,346</u>	<u>380,196</u>
Non-current liabilities			
Deferred tax	54,023	70,666	58,822
	<u>54,023</u>	<u>70,666</u>	<u>58,822</u>
Current liabilities			
Income tax liabilities	4,693	4,389	3,731
Trade and other payables	696	536	781
	<u>5,389</u>	<u>4,925</u>	<u>4,512</u>
Total liabilities	<u>59,412</u>	<u>75,591</u>	<u>63,334</u>
Capital and reserves attributable to shareholders			
Share capital	2,184	2,183	2,184
Share premium	25,539	25,361	25,539
Coal royalty revaluation reserve	82,979	105,205	86,669
Investment revaluation reserve	(4,934)	35,799	(4,843)
Share based payment reserve	215	65	177
Foreign currency translation reserve	39,507	37,060	41,640
Special reserve	632	632	632
Investment in own shares	(2,601)	(2,421)	(2,601)
Retained earnings	163,067	146,871	167,465
Total equity	<u>306,588</u>	<u>350,755</u>	<u>316,862</u>
Total equity and liabilities	<u>366,000</u>	<u>426,346</u>	<u>380,196</u>

Anglo Pacific Group PLC

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED) FOR THE FIFTEEN MONTHS ENDED MARCH 31, 2012

	Share capital £'000	Share premium £'000	Coal royalty revaluation reserve £'000	Investment revaluation reserve £'000	Share based payment reserve £'000	Foreign currency translation reserve £'000	Special reserve £'000	Investment in Own Shares £'000	Retained earnings £'000	Total equity £'000
Balance at January 1, 2011	2,175	24,207	88,883	51,780	65	39,686	632	(1,295)	139,755	345,888
Profit for the period	-	-	-	-	-	-	-	-	10,573	10,573
Other comprehensive income:										
Coal royalties:										
Royalties valuation movement taken to equity	-	-	23,613	-	-	(3,349)	-	-	-	20,264
Deferred tax on valuation	-	-	(7,291)	-	-	987	-	-	-	(6,304)
Available-for-sale investments:										
Valuation movement taken to equity	-	-	-	(12,247)	-	(408)	-	-	-	(12,655)
Deferred tax on valuation	-	-	-	(54)	-	(11)	-	-	-	(65)
Transferred to income statement on disposal	-	-	-	(3,680)	-	-	-	-	-	(3,680)
Foreign currency translation	-	-	-	-	-	155	-	-	-	155
Total comprehensive income	-	-	16,322	(15,981)	-	(2,626)	-	-	10,573	8,288
Dividends paid	-	-	-	-	-	-	-	-	(3,457)	(3,457)
Issue of share capital under share-based payment	8	1,154	-	-	-	-	-	(1,126)	-	36
	8	1,154	-	-	-	-	-	(1,126)	(3,457)	(3,421)
Balance at March 31, 2011	2,183	25,361	105,205	35,799	65	37,060	632	(2,421)	146,871	350,755

Anglo Pacific Group PLC

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED) FOR THE FIFTEEN MONTHS ENDED MARCH 31, 2012 (CONTINUED)

	Share capital £'000	Share premium £'000	Coal royalty revaluation reserve £'000	Investment revaluation reserve £'000	Share based payment reserve £'000	Foreign currency translation reserve £'000	Special reserve £'000	Investment in Own Shares £'000	Retained earnings £'000	Total equity £'000
Balance at April 1, 2011	2,183	25,361	105,205	35,799	65	37,060	632	(2,421)	146,871	350,755
Profit for the period	-	-	-	-	-	-	-	-	26,096	26,096
Other comprehensive income:										
Coal royalties:										
Royalties valuation movement taken to equity	-	-	(26,457)	-	-	4,187	-	-	-	(22,270)
Deferred tax on valuation	-	-	7,921	-	-	(1,234)	-	-	-	6,687
Available-for-sale investments:										
Valuation movement taken to equity	-	-	-	(39,422)	-	173	-	-	-	(39,249)
Deferred tax on valuation	-	-	-	5,190	-	24	-	-	-	5,214
Transferred to income statement on disposal	-	-	-	(6,410)	-	-	-	-	-	(6,410)
Foreign currency translation	-	-	-	-	-	1,430	-	-	-	1,430
Total comprehensive income	-	-	(18,536)	(40,642)	-	4,580	-	-	26,096	(28,502)
Dividends paid	-	-	-	-	-	-	-	-	(5,521)	(5,521)
Issue of share capital under share-based payment	1	178	-	-	112	-	-	(180)	19	130
	1	178	-	-	112	-	-	(180)	(5,502)	(5,391)
Balance at December 31, 2011	2,184	25,539	86,669	(4,843)	177	41,640	632	(2,601)	167,465	316,862

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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED) FOR THE FIFTEEN MONTHS ENDED MARCH 31, 2012 (CONTINUED)

	Share capital £'000	Share premium £'000	Coal royalty revaluation reserve £'000	Investment revaluation reserve £'000	Share based payment reserve £'000	Foreign currency translation reserve £'000	Special reserve £'000	Investment in Own Shares £'000	Retained earnings £'000	Total equity £'000
Balance at January 1, 2012	2,184	25,539	86,669	(4,843)	177	41,640	632	(2,601)	167,465	316,862
Profit for the period	-	-	-	-	-	-	-	-	203	203
Other comprehensive income:										
Coal royalties:										
Royalties valuation movement taken to equity	-	-	(5,271)	-	-	(3,248)	-	-	-	(8,519)
Deferred tax on valuation	-	-	1,581	-	-	961	-	-	-	2,542
Available-for-sale investments:										
Valuation movement taken to equity	-	-	-	521	-	(140)	-	-	-	381
Deferred tax on valuation	-	-	-	(322)	-	-	-	-	-	(322)
Transferred to income statement on disposal	-	-	-	(290)	-	-	-	-	-	(290)
Foreign currency translation	-	-	-	-	-	294	-	-	-	294
Total comprehensive income	-	-	(3,690)	(91)	-	(2,133)	-	-	203	(5,711)
Dividends paid	-	-	-	-	-	-	-	-	(4,601)	(4,601)
Value of employee services	-	-	-	-	38	-	-	-	-	38
	-	-	-	-	38	-	-	-	(4,601)	(4,563)
Balance at March 31, 2012	2,184	25,539	82,979	(4,934)	215	39,507	632	(2,601)	163,067	306,588

Anglo Pacific Group PLC

CONSOLIDATED CASH FLOW STATEMENT (UNAUDITED) FOR THE THREE MONTHS ENDED MARCH 31, 2012

	Three months ended March 31, 2012 £'000	Three months ended March 31, 2011 £'000
Cash flows from operating activities		
Profit before taxation	445	13,261
Adjustments for:		
Interest received	(287)	(322)
Unrealised foreign currency loss	895	1,094
Depreciation of property, plant and equipment	5	5
Amortisation of intangibles - royalties	254	254
Gain on disposal of mining and exploration interests	(647)	(4,427)
Loss on write down of assets	-	147
Share based payments	39	-
	<u>704</u>	<u>10,012</u>
Decrease/(Increase) in trade and other receivables	10,372	(2,390)
Decrease in trade and other payables	(85)	(53)
Receipt from royalty instruments	399	143
Cash generated from operations	<u>11,390</u>	<u>7,712</u>
Income taxes paid	<u>(1,857)</u>	<u>(4,070)</u>
Net cash from operating activities	<u>9,533</u>	<u>3,642</u>
Cash flows from investing activities		
Proceeds on disposal of mining and exploration interests	1,544	8,016
Purchase of mining and exploration interests	(17,996)	(14,160)
Purchases of property, plant and equipment	-	(28)
Interest received	236	220
Net cash used in investing activities	<u>(16,216)</u>	<u>(5,952)</u>
Cash flows from financing activities		
Dividends paid	<u>(4,601)</u>	<u>(3,457)</u>
Net cash used in financing activities	<u>(4,601)</u>	<u>(3,457)</u>
Net decrease in cash and cash equivalents	(11,284)	(5,767)
Cash and cash equivalents at beginning of period	<u>32,197</u>	<u>28,258</u>
Cash and cash equivalents at end of period	<u><u>20,913</u></u>	<u><u>22,491</u></u>

The results for the three months ended March 31, 2012 and 2011 have neither been audited nor reviewed by the Group's auditors.

Anglo Pacific Group PLC

NOTES TO THE ACCOUNTS

1 Summary of significant accounting policies

1.1 Basis of preparation

These interim, condensed consolidated financial information of Anglo Pacific Group PLC are for the three months ended March 31, 2012. They have been prepared in accordance with IAS 34 '*Interim Financial Reporting*', as adopted by the European Union. They do not include all of the information required for full annual financial statements, and should be read in conjunction with the consolidated financial statements of the Group for the year ended December 31, 2011.

The condensed consolidated interim financial statements have been prepared in accordance with the accounting policies adopted in the last annual financial statements for the year to December 31, 2011, which were prepared in accordance with IFRS, as adopted by the European Union.

This condensed consolidated quarterly and year to date financial information does not comprise statutory accounts within the meaning of Section 434 of the Companies Act 2006. Statutory accounts for the year ended December 31, 2011 were approved on March 6, 2012. These accounts which contained an unqualified audit report under Section 495 of the Companies Act 2006 and which did not make any statements under Section 498 of the Companies Act 2006, have been delivered to the Registrar of Companies in accordance with Section 441 of the Companies Act 2006.

The results for the three months ended March 31, 2012 and 2011 have neither been audited nor reviewed by the Group's auditors.

2 Non-current assets

(a) Coal royalties

The Group's coal royalties comprise the Kestrel and Crinum coal royalties in Queensland, Australia.

The Group commissioned a valuation of the coal royalties as at March 31, 2012, based on a net present value of the pre-tax cash flow discounted at a rate of 7%, which produced a valuation of A\$257.8 million (£166.6 million). At present the net royalty income is taxed in Australia at a rate of 30%. Were the coal royalties to be realised at the revalued amount there are £2.4 million (A\$3.7 million) of capital losses potentially available to offset against taxable gains. These losses have been included in the deferred tax computation.

(b) Royalty instruments

Royalty instruments represent the Group's interests in four mineral properties which, through the issue of convertible debentures, the Group has acquired GRR or NSR royalties. These are the Engenho property in Brazil, the El Valle property in Spain, the Jogjakarta Iron Sands Project in Indonesia and the Midway-McKenzie Break properties in Canada. In the Group's latest annual financial statements for the year ended December 31, 2011, these interests were described as "Royalty Instruments". No change has been made to the accounting treatment of these interests.

(c) Intangibles

Intangible royalty interests represent the NSR royalties acquired on the Four Mile project in South Australia, the Salamanca uranium project in Spain, the Black Thor, Black Label and Big Daddy chromite projects in Northern Ontario, Canada and a number of tenements in the Athabasca Basin region of Canada, together with the gross revenue royalties covering the Amapá iron ore system in Brazil, the Isua iron ore project in Greenland and three exploration licences, including the Railway iron ore deposit, in the central Pilbara region of Western Australia.

Anglo Pacific Group PLC

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Acquisition costs of royalty interests on feasibility stage mineral properties are not amortised. At such time as the associated mineral interests are placed into production, the cost base is amortised over the expected life of mine. Amortisation rates are adjusted on a prospective basis for all changes to estimates of the life of mine.

Also included within intangibles are the deferred exploration costs of £828,000 (December 31, 2011: £804,000) associated with the Group's Panorama and Trefi Projects in British Columbia, Canada.

(d) Mining and exploration Interests

The investments in mining and exploration interests represent investments in listed and unlisted equity securities which are acquired as part of the Group strategy to acquire new royalties. Gains may be realised where it is deemed appropriate by the Investment Committee. The fair values of these securities are based on quoted market prices for listed securities and cost for unlisted securities based on the variability of cash flows being so significant that an alternative valuation technique would not provide a useful value. The fair values are reviewed for impairment biannually. In the statement of changes in equity these interests are classified as "available-for-sale investments". For a full explanation of the Group's accounting policies in relation to the mining and exploration interests please see the 2011 Annual Report.

3 Segment information

Management has determined the operating segments based on the reports reviewed by the Executive Committee that are used to make strategic decisions. The Committee consider the Group's undertakings from a business perspective. This has resulted in the Group being organised into two operating segments – royalties and mining and exploration interests.

The royalties segment encompasses all Group activities relating directly to the royalties received from mining operations. The mining and exploration interests segment encompasses all Group activities relating directly to the acquisition, disposal and continued monitoring of the Group's investments in listed and unlisted entities operating in mining and mineral exploration. The segment information provided to the Executive Committee for the reportable segments for the three months ended March 31, 2012 and 2011 are as follows:

	Australia		Americas		Europe		All other	Total
	Royalty	Mining	Royalty	Mining	Royalty	Mining	segments	
	£'000	interests	£'000	interests	£'000	interests	£'000	£'000
Three months ended								
March 31, 2012	1,200	468	351	190	-	(11)	578	2,776
Total segment income	1,200	468	605	190	-	(11)	(2,018)	434
Profit before tax	-	-	(254)	-	-	-	-	(254)
Amortisation	24	-	-	-	-	-	(266)	(242)
Income tax expense								
Three months ended								
March 31, 2011	9,347	3,154	528	371	-	926	516	14,842
Total segment income	9,347	3,154	782	371	-	926	(1,319)	13,261
Profit before tax	-	-	(254)	-	-	-	-	(254)
Amortisation	(2,804)	-	-	-	-	-	116	(2,688)
Income tax expense	1,200	468	351	190	-	(11)	578	2,776

Anglo Pacific Group PLC

NOTES TO THE ACCOUNTS

The amounts provided to the Executive Committee with respect to total assets are measured in a manner consistent with that of the financial statements. These assets are allocated based on the operations of the segment and the physical location of the asset.

	Australia		Americas		Europe		All other segments	Total
	Royalty £'000	Mining interests £'000	Royalty £'000	Mining interests £'000	Royalty £'000	Mining interests £'000	£'000	£'000
As at March 31, 2012								
Total assets	<u>183,903</u>	<u>40,979</u>	<u>30,446</u>	<u>19,479</u>	<u>34,841</u>	<u>22,092</u>	<u>34,260</u>	<u>366,000</u>
Total assets include: Additions to non-current assets (other than financial instruments and deferred tax assets)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>53,220</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,588</u>	<u>-</u>	<u>3,602</u>	<u>59,412</u>
As at March 31, 2011								
Total assets	<u>223,673</u>	<u>63,854</u>	<u>28,318</u>	<u>39,244</u>	<u>19,590</u>	<u>19,547</u>	<u>32,120</u>	<u>426,346</u>
Total assets include: Additions to non-current assets (other than financial instruments and deferred tax assets)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>65,274</u>	<u>-</u>	<u>839</u>	<u>-</u>	<u>2,716</u>	<u>-</u>	<u>6,762</u>	<u>75,591</u>
As at December 31, 2011								
Total assets	<u>200,863</u>	<u>35,672</u>	<u>39,589</u>	<u>20,034</u>	<u>36,708</u>	<u>9,075</u>	<u>38,255</u>	<u>380,196</u>
Total assets include: Additions to non-current assets (other than financial instruments and deferred tax assets)	<u>-</u>	<u>-</u>	<u>10,714</u>	<u>-</u>	<u>18,391</u>	<u>-</u>	<u>-</u>	<u>29,105</u>
Total liabilities	<u>57,494</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,652</u>	<u>-</u>	<u>3,188</u>	<u>63,334</u>

Investments in mining and exploration interests (classified as available-for-sale financial assets or financial assets at fair value through profit or loss) held by the Group are classified by geographic segment by reference to the country of the investee's primary listing for quoted investments or the country of operations for unquoted investments.

The amounts provided to the Executive Committee with respect to total liabilities are measured in a manner consistent with that of the financial statements. These liabilities are allocated based on the operations of the segment.

Of the total royalty income, £1.1 million received during the three months to March 31, 2012 is derived from a single royalty (March 31, 2011: £5.6 million). This income is attributable to the Australian royalty segment.

4 Earnings per ordinary share

	For the three months ended	
	March 31, 2012	March 31, 2011
Total royalty cash flow per share		
Basic earnings per share	<u>0.19p</u>	<u>9.72p</u>
Diluted earnings per share	<u>0.19p</u>	<u>9.72p</u>

Earnings per ordinary share excludes the issue of shares under the Group's Joint Share Ownership Plan, as the Employee Benefit Trust has waived its right to receive dividends on the 925,933 ordinary 2p shares it holds as at March 31, 2012.

Anglo Pacific Group PLC

NOTES TO THE ACCOUNTS

The numbers used in calculating basic and diluted earnings per share are stated below:

	For the three months ended	
	March 31, 2012 £'000	March 31, 2011 £'000
Net profit attributable to shareholders		
Earnings—basic	203	10,573
Earnings—diluted	203	10,573

	For the three months ended	
	March 31, 2012	March 31, 2011
Weighted average number of shares in issue		
Ordinary shares in issue	108,263,282	108,257,718
Employee Share Option Scheme	7,492	17,847
	108,270,774	108,275,566

5 Royalty cash flow per share

	For the three months ended	
	March 31, 2012	March 31, 2011
Total royalty cash flow per share		
Basic royalty cash flow per share	1.80p	9.25p
Diluted royalty cash flow per share	1.80p	9.25p

The Group's management considers royalty cash flow per share to be a useful measure of the performance of the Group's assets. Changes in equity market conditions lead to annual fluctuations in gains on sale of mining and exploration interests, and while these gains can be significantly value accretive for shareholders, the Group's management focus remains on increasing the Group's cash flows from royalties. In addition, the classification of the Group's royalty instruments as repayable debentures results in cash flows which are classified as repayments of principal and interest until repaid. As a result, the combination of royalty income and cash received from the debenture repayments during the year form the numerator for this metric. Both of these components are calculated before tax.

The numbers used in calculating the basic and diluted royalty cash flow per share are stated below:

	For the three months ended	
	March 31, 2012 £'000	March 31, 2011 £'000
Royalty income	1,551	9,874
Receipts from royalty instruments	399	143
Total Royalty cash flow	1,950	10,017

	For the three months ended	
	March 31, 2012	March 31, 2011
Weighted average number of shares in issue		
Ordinary shares in issue	108,263,282	108,257,718
Employee Share Option Scheme	7,492	17,847
	108,270,774	108,275,566

Anglo Pacific Group PLC

NOTES TO THE ACCOUNTS

6 Intangibles

	Exploration and Evaluation Costs £'000	Royalty Interests £'000	Total £'000
Gross carrying amount			
At January 1, 2012	804	70,525	71,329
Additions	-	-	-
Acquisition costs returned	-	-	-
Foreign currency translation	24	(484)	(460)
At March 31, 2012	828	70,041	70,869
Amortisation and impairment			
At January 1, 2012	-	(2,191)	(2,191)
Impairment charge	-	-	-
Amortisation charge	-	(254)	(254)
At March 31, 2012	-	(2,445)	(2,445)
Carrying amount March 31, 2012	828	67,596	68,424
Gross carrying amount			
At January 1, 2011	696	42,130	42,826
Additions	-	-	-
Foreign currency translation	(5)	-	(5)
At March 31, 2011	691	42,130	42,821
Amortisation and impairment			
At January 1, 2011	-	(85)	(85)
Impairment charge	-	-	-
Amortisation charge	-	(254)	(254)
At March 31, 2011	-	(339)	(339)
Carrying amount March 31, 2011	691	41,791	42,482
Gross carrying amount			
At January 1, 2011	696	42,130	42,826
Additions	108	29,105	29,213
Acquisition costs returned	-	(710)	(710)
At December 31, 2011	804	70,525	71,329
Amortisation and impairment			
At January 1, 2011	-	(85)	(85)
Impairment charge	-	(1,088)	(1,088)
Amortisation charge	-	(1,018)	(1,018)
At December 31, 2011	-	(2,191)	(2,191)
Carrying amount December 31, 2011	804	68,334	69,138

The Group's intangibles comprise capitalised exploration and evaluation costs and royalty interests.

The exploration and evaluation costs comprise expenditure that is directly attributable to the Trefi and Panorama coal projects in British Columbia, Canada.

Royalty interests represent the net smelter royalties acquired on the Four Mile project in South Australia, the Salamanca uranium project in Spain, the Black Thor, Black Label and Big Daddy chromite projects in Northern Ontario, Canada and a number of tenements in the Athabasca Basin region of Canada, together with the gross revenue royalties covering the Amapá iron ore system in Brazil, the Isua iron ore project in Greenland and three exploration licences, including the Railway iron ore deposit, in the central Pilbara region of Western Australia.

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NOTES TO THE ACCOUNTS

The Amapá royalty interest is the only producing interest and therefore, subject to amortisation. Amortisation of the remaining interests will commence once they begin commercial production. No intangible assets have been pledged as security for liabilities.

7 Outstanding share data

As at May 14, 2012 there were 109,605,376 ordinary 2p shares outstanding. Anglo Pacific Group PLC has no other class of shares in issue. All shares have the same voting rights.

The Group operates two equity-settled share-based compensation plans as follows:

- The HMRC approved Company Share Ownership Plan (the "CSOP"); and
- The Joint Share Ownership Plan (the "JSOP") operated through the Anglo Pacific Group Employee Benefit Trust (see note 8).

There are currently 76,592 share options outstanding under the CSOP, with exercise prices ranging from £2.50 to £3.29.

8 Own shares held

Following approval at the 2010 Annual General Meeting the Group established the Anglo Pacific Group PLC Employee Benefit Trust (the "Trust") to be used as part of the remuneration arrangement for employees. The purpose of the Trust is to facilitate and encourage the ownership of shares by or for the benefit of employees by the acquisition and distribution of shares in the Group.

At March 31, 2012 the Trust held 925,933 (December 31, 2011: 925,933) ordinary 2p shares in Anglo Pacific Group PLC.

9 Related party transactions

The remuneration of the key management personnel of the Group is set out below in aggregate for each of the categories specified in IAS 24 Related Party Disclosures.

	For the three months ended	
	March 31, 2012	March 31, 2011
	£'000	£'000
Short-term employee benefits	180	190
Post-employment benefits	30	22
Share-based payment	25	24
	<u>235</u>	<u>236</u>

The Group entered into the following related party transactions during the period:

	For the three months ended	
	March 31, 2012	March 31, 2011
	£	£
Allenbridge Group PLC	-	2,489
JW Technologies	-	1,130
	<u>-</u>	<u>3,619</u>

10 Availability of financial statements

This statement will be available at the Group's registered office at 17 Hill Street, London, W1J 5LJ.