

CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2010



	Notes	Year ended 31 December 2010 £	Year ended 31 December 2009 £
Cash used in operations	22	(1,016,934)	(1,194,902)
Interest expense paid		(554)	(100,286)
Net cash flow used in operating activities		(1,017,488)	(1,295,188)
Purchase of property, plant and equipment		(68,118)	(15,669)
Payments for exploration and evaluation		(3,038,904)	(2,174,598)
Proceeds from the sale of equity investments		-	359,998
Interest income received		81,832	38,060
Net cash flow used in investing activities		(3,025,190)	(1,792,209)
Proceeds from issue of share capital		4,496,956	6,820,645
Share issue costs		(123,907)	(506,092)
Option fee received		320,550	-
Loans received		-	1,365,135
Loans repaid		-	(2,060,739)
Net cash inflow from financing activities		4,693,599	5,618,949
Increase in cash and cash equivalents		650,921	2,531,552
Cash and cash equivalents at the beginning of the period		3,399,381	575,496
Exchange on cash and cash equivalents		197,539	292,333
Cash and cash equivalents at the end of the period	15	4,247,841	3,399,381