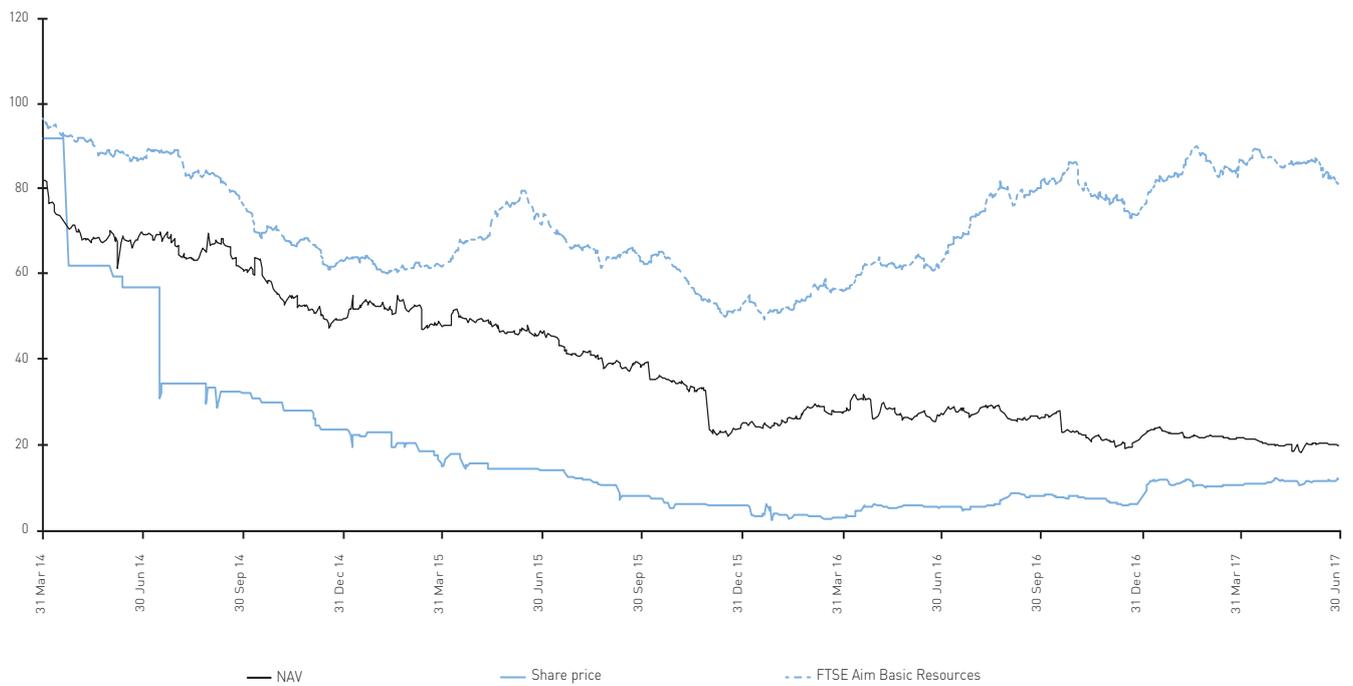


# **Global Resources Investment Trust plc**

**Interim Report & Accounts**  
for the six months ended 30 June 2017

## Net Asset Value, Share Price and FTSE AiM Basic Resources Index



- NAV
  - Share price
  - - - FTSE AiM Basic Resources
- Global Resources Investment Trust plc share price  
— Global Resources Investment Trust plc net asset value  
- - - FTSE AiM Basic Resources Index

Sources: Maitland Administration Services (Scotland) Limited and Bloomberg

## Investment Objective

GRIT's investment objective is to generate medium and long-term capital growth through investing in a diverse portfolio of primarily small and mid-capitalisation natural resources and mining companies, which are listed/quoted on a relevant exchange.

## Contents

2	Financial Highlights
3	Chairman's Statement
4	Investment Manager's Review
5	Top Ten Review
7	Classification of Investments
8	Investment Portfolio
9	Condensed Income Statement
9	Reconciliation of Movement in Shareholders' Funds
10	Condensed Balance Sheet
11	Condensed Cash Flow Statement
12	Condensed Statement of Changes in Equity
13	Notes to the Condensed Financial Statements
15	Directors' Statements
16	Corporate Information

## Important information

Past performance is not necessarily a guide to future performance. The value of investments and income from them may go down as well as up and are not guaranteed. Changes in rates of exchange may cause the value of investments to fluctuate. Net asset value performance is not linked to share price performance, and shareholders may realise returns that are lower or higher in performance.

**THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION.** If you are in any doubt about the action you should take or about the contents of this document, you should immediately consult an independent financial adviser authorised under the Financial Services and Markets Act 2000 (or in the case of recipients outside the United Kingdom, a stockbroker, bank manager, solicitor, accountant or other independent financial adviser).

If you have sold or otherwise transferred all of your holdings in Global Resources Investment Trust plc, please forward this document as soon as possible to the purchaser or transferee, or to the stockholder, bank or other agent through whom the sale or transfer was, or is being, effected, for delivery to the purchaser or transferee.

## Financial Highlights

<b>Total Return<sup>1</sup></b>	Six months ended 30 June 2017	Year to 31 December 2016	Six months ended 30 June 2016
Net asset value	(9.5)%	10.2%	36.0%
Ordinary share price	53.1%	25.0%	(7.8)%

<b>Capital Values</b>	30 June 2017	% change period	31 December 2016
Net asset value per share	20.25p	(9.5)%	22.38p
Ordinary share price (mid market)	12.25p	53.1%	8.0p
<b>Discount</b> (difference between share price and net asset value)	39.5%		64.3%

<b>Revenue and Dividends</b>	Six months ended 30 June 2017	Year to 31 December 2016	Six months ended 30 June 2016
Revenue loss per ordinary share	(0.63)p	(2.28)p	(2.00)p
Ongoing charges <sup>2</sup>	6.0%	7.8%	4.0%
<b>Gearing</b>			
Gearing provided by CULS	n/a	15.4%	20.4%

<b>Six months ended 30 June 2017 – Highs/Lows</b>	Period High	Period Low
Net asset value	24.38p	18.32p
Ordinary share price (mid market)	12.5p	9.0p
Discount	64.3%	35.1%

<sup>1</sup> Assumes any dividends paid are reinvested.

<sup>2</sup> Based on annualised average shareholders' funds.

# Chairman's Statement

## Introduction

Since I last wrote to you, your Company has made extremely encouraging progress in restoring shareholder value.

## Investment and Share Price Performance

On 30 June 2017 your Company's net asset value was 20.3 pence, a decrease of 10.3% from the 22.4 pence at which it stood on 31 December 2016. In stark contrast, the Company's ordinary share price rose by 53.1% from 8.0p to 12.25p over the same period, as the discount at which its ordinary shares trade to net asset value narrowed from 64.3% to 39.5%. This re-rating of the Company's shares is a welcome development, and one which we look to see continue.

The net asset value has risen since the period end, currently standing at 21.0 pence.

A more comprehensive overview of the investment portfolio is contained in the Investment Manager's Review.

## 9% Cumulative Unsecured Loan Stock 2017 ('CULS')

The Company issued £5 million nominal of CULS in 2014 to provide working capital, of which £2.7 million remained in issue at 31 December 2016. This outstanding balance was repaid during the first quarter, leaving the Company ungeared and removing a significant constraint on performance.

## Change to Investment Strategy and Outlook

The change in the Company's investment policy reflected our desire to reduce the portfolio's exposure to exploration and early stage development companies, and to focus more on companies with potentially large scale assets that are likely to be brought into production in the foreseeable future. It is here that we see the best opportunities to create value for shareholders.

The principal factor underpinning the increase in the Company's net asset value since the period end has been the more than trebling in value of our investment in the Bougainville based Kalia Holdings, which is elaborated upon in more detail in the Investment Manager's Review. This investment is directly in line with our new, focussed investment strategy.

The marked recovery in both sentiment and in commodity prices continues, with confidence bolstered by stability and growth in a China that remains determinedly committed to its \$5 trillion Belt and Road initiative. This will help to sustain demand over the next decade.

## Board Changes

After I took on the role of non-executive Chairman in March 2014, we experienced a longer than expected bear market in commodity prices which necessitated substantial change and restructuring, both to ensure that the CULS holders were repaid and to restore value to shareholders. This has been accomplished.

It has always been my desire to serve one term of office, and to this end I intend to retire and hand on the baton to the able stewardship of Simon Farrell at the end of November. The concomitant process of Board refreshment will be carried out with a careful eye to Board balance.

## Lord St John

Chairman

29 September 2017

## 4 Investment Manager's Review

In general it has been a better six months for the natural resource sector, and although the net asset value shows a small decline, there has been a significant improvement in the share price.

Since the year end, the IAMGOLD bid for Merrex Gold completed and subsequently the majority of our new holding in IAMGOLD was sold to allow the full repayment of the outstanding convertible loan notes.

As indicated in the Annual Report, and following the changes to the investment policy approved at the General Meeting in January this year, the investment portfolio is now a much more focused portfolio, as we have made a conscious decision to sell the investments where we are minority shareholders, to focus on the investments where we have a meaningful exposure and where the potential for delivering higher returns is better. The three largest investments are now; Siberian Goldfields Ltd, Anglo African Minerals plc and Kalia Holdings Pty Ltd.

The investment in Siberian Goldfields Ltd was originally made via a convertible loan note instrument in a private offshore company which was a joint venture with its Russian partner in the Zhefzyny Kryazh gold project in Russia. In anticipation of listing the company on a recognised stock exchange, Siberian Goldfields agreed a corporate restructuring with its Russian partner, so that a new holding company (also called Siberian Goldfields) was created to own 100% of the operational asset and consequently we agreed to convert our loan notes and accrued interest into ordinary shares in the new company. The new Siberian Goldfields is currently looking to raise additional money via a pre-IPO fund raising, in anticipation of a listing in late 2017, early 2018. Significant pre-production work has been done on site, but additional funding is required to complete early stage construction items and technical documentation for the IPO.

Anglo African Minerals continues in its progression from explorer to producer as it looks to finalise a joint venture on its FAR Project with a major Chinese State Owned enterprise. This will provide full project funding, mining services and an "off take" agreement with production anticipated by Q2 2018. The company is also working to increase the reserves of its other two major projects, Somalu and Toubal which have potential resources of over 2 billion tonnes.

Kalia Holdings Pty Ltd, is a new portfolio investment and is a private Australian company that is the parent company of a Papua New Guinean registered subsidiary Kalia Investments Limited. Kalia Investments Limited holds contractual rights to explore for minerals and develop mines in the Tinputz district of North Bougainville, Papua New Guinea which is prospective for gold copper and other minerals. The area over which Kalia holds contractual rights is known as the Tore Project.

Bougainville is one of the last undeveloped mineralised provinces of the world. The island straddles the Pacific "Ring of Fire" tectonic plate boundary, an ideal setting for the porphyry copper-gold and associated epithermal gold mineralisation. Rio Tinto developed the Panguna Mine (the world's largest copper mine) in the 1960s until it shut down in 1989. During its 17 years of operation the Panguna Mine produced 3m tonnes of copper and 9m ounces of gold.

Since we invested in Kalia there have been several significant developments. The moratorium on exploration and mining, in place since 1971, was lifted and the President of the Autonomous Bougainville Government announced that applications for exploration licences would be accepted. Kalia lodge applications for the Tore Project area on 19 June 2017 and in September 2017, Kalia completed mining warden hearings in the Tore Project area.

As was announced to the Stock Exchange on 22 September 2017, GB Energy Limited (ASX: GBX) an Australian listed company exercised an option to acquire the outstanding share capital of Kalia Holdings Pty Ltd, for the issue of new GB Energy Limited shares. We have subsequently advised GB Energy that we will not be accepting this offer but will instead be entering into a Shareholder's Agreement with the company. However going forward we will be valuing our investment in Kalia on a "see through" value of the offer of the GB Energy shares, which has resulted in significant uplift in value for the investment. While still an exploration project, it remains a very exciting investment.

Given the concentration of the portfolio in the three holdings as outlined above (they represent 79% of shareholders' funds), the fund's future performance is now directly linked to their future performance and consequently we will be monitoring and working closely with each of the companies in order to maximise our returns.

**David Hutchins**  
Director

29 September 2017

## Top Ten Review

### Siberian Goldfields 15% CLN

Private company developing the Zhelezny Kryazh gold and iron ore deposit in the Chita region of Russia, with a current resources of around 1.1 million ounces of gold, of which 829,000 ounces grading around 2.8g/t gold are JORC compliant. Wardell Armstrong International have recently completed a comprehensive technical report and pre-production stripping of the orebody is underway and plant and mill design has been completed and the main ore crushing plant was delivered in late 2015. The company has recently completed a corporate reorganisation ahead of a pre-IPO funding and subsequent IPO later in the year.

### Anglo-African Minerals plc – ordinary shares and 9% CLN

Anglo-African Minerals plc (AAM) is an advanced mineral exploration company focused on progressing its bauxite mining projects located in the Republic of Guinea, which hosts two-thirds of the world's bauxite. Bauxite is the composite mineral that contains alumina, which is the feedstock from which aluminium metal is smelted.

AAM, via its subsidiary, Forward Africa Resources (FAR), has entered into the first stage of a joint venture with a major Chinese State Owned enterprise, which will provide full project funding, mining services and "off take" agreement. This will ensure that FAR enters in to production by Q2 2018. In addition, AAM has embarked on two drilling programmes on Somalu and Toubal to increase the confidence of the resources to measured. The drilling program to revise the mineral resource estimates will be completed by June 2017. AAM is predicting to maintain reserves of upwards of 2 billion tonnes of export grade bauxite, these drilling programmes are overseen and verified by independent resource geology consultants SRK Consulting (UK) Limited.

### Kalia Holdings Pty Ltd

Kalia Holdings is a private Australian company that is the parent company of a Papua New Guinean registered subsidiary Kalia Investments Limited. Kalia Investments Limited holds contractual rights to explore for minerals and develop mines in the Tinputz district of North Bougainville, Papua New Guinea which is prospective for gold copper and other minerals. The area over which Kalia holds contractual rights is known as the Tore Project.

Bougainville is one of the last undeveloped mineralised provinces of the world. The island straddles the Pacific "Ring of Fire" tectonic plate boundary, an ideal setting for the porphyry copper-gold and associated epithermal gold

mineralisation. Rio Tinto developed the Panguna Mine (the world's largest copper mine) in the 1960s until it shut down in 1989. During its 17 years of operation the Panguna Mine produced 3m tonnes of copper and 9m ounces of gold.

### Mineral Mountain Resources

Mineral Mountain Resources is a publicly traded mining company located in Vancouver, British Columbia. (MMV-TSX.V). Mineral Mountain is an advanced explorer with focus on development of gold projects with "camp Scale" potential, within cost effective, politically friendly, mining friendly regions of Canada and the United States. The company's main project is the Rochford Gold Project in South Dakota, USA, which is on trend with the 40 million ounce Homestake District, home of the world famous Homestake Mine. Mineral Mountain control a large land position, with multiple targets that will be explored during 2017.

### Wishbone Gold

Wishbone Gold Plc is an AIM listed company operating in the precious metals market. It has a wholly owned precious metals trading business based in Dubai, together with exploration licenses in Australia, in an area known for significant precious metal mineralisation.

### IMC Exploration Group plc

IMC Exploration Group plc was incorporated in Ireland in June 2011 with a view to identify precious and base metal deposits in Ireland and IMC now holds 15 mineral prospecting licences.

IMC has concluded a Joint Venture agreement with Koza Limited, a subsidiary of Turkish-based company, Oza Altin Isletmeleri A.S. ("Koza Gold") on IMC's precious metals licences in Wicklow and Wexford. Koza Gold currently has a technical team based in Ireland working in conjunction with IMC and a detailed works programme has been agreed and commenced. IMC is also at an advanced stage of seeking a standard listing on Main Market of the London Stock Exchange.

### Zenith Energy Ltd

Zenith Energy is a Canadian oil & gas production company, listed on the London Stock Exchange (ZEN) and the TSX Venture Exchange (ZEE). The main focus of the Company is the acquisition of large onshore oil & gas fields in countries that offer strong asset protection and a business atmosphere conducive to stable and profitable production activities. Zenith operates the largest onshore oilfield of Azerbaijan through its fully owned subsidiary and has gas producing assets in Italy.

### **Blue River Resources Ltd**

Blue River Resources is a Canadian-based mineral exploration company, focused on developing the Banlung Gold Project in Cambodia as a JV with Angkor Gold Corp. as well as the Mazama Copper Deposit in North America. The company are excited about operating in Cambodia, which they view as one of the last countries in the world that has not been subject to intensive modern exploration of its mineral resources.

### **Black Star Petroleum Ltd**

Black Star Petroleum Limited is an Australia-based oil exploration and development company. The principal activity of the Company is exploration for oil in the United States. The Company's Nebraska Oil Project is located in Banner County, Nebraska.

## Classification of Investment Portfolio by Sector

7

	30 June 2017 % of total investments	31 December 2016 % of total investments	30 June 2016 % of total investments
Gold	66.5	73.8	62.6
Bauxite	22.8	17.3	24.5
Lead / Nickel / Zinc	4.2	2.0	2.2
Oil	3.9	2.7	2.7
Copper	2.5	2.6	5.7
Uranium	0.1	1.6	1.0
Coal	-	-	1.3
<b>Total Investments</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>

## Classification of Investments by Stockmarket Quotation

	30 June 2017 % of total investments	31 December 2016 % of total investments	30 June 2016 % of total investments
Canada	10.2	47.6	47.9
Europe	6.9	-	18.1
UK	6.2	6.4	1.6
Australia	0.2	0.2	1.0
Unquoted	76.5	45.8	31.4
<b>Total Investments</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>

## Classification of Investments by Principal Area of Operation

	30 June 2017 % of total investments	31 December 2016 % of total investments	30 June 2016 % of total investments
Russia	37.6	28.5	21.2
Africa	29.1	53.3	54.6
Australia	14.6	3.3	2.3
North America	8.3	10.4	11.2
Kazakhstan	6.2	-	-
Europe	4.2	4.3	8.3
South America	-	0.2	2.4
<b>Total Investments</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>

# Investment Portfolio

8

as at 30 June 2017

## Top Ten by Valuation

Company	Sector	Valuation £'000	Total Investments %
Siberian Goldfields 15% CLN * (Note 1)	Gold	2,791	37.6
Anglo African Minerals * (Note 2)	Bauxite	2,154	29.0
Kalia Holdings *	Gold	738	9.9
Mineral Mountain Resources	Gold	413	5.6
Wishbone Gold	Gold	343	4.6
IMC Exploration Group	Lead/nickel/zinc	315	4.2
Zenith Energy	Oil	268	3.6
Blue River Resources	Copper	188	2.5
Black Star Petroleum	Oil	18	0.3
<b>Top ten investments</b>		<b>7,228</b>	<b>97.3</b>
<b>Other investments</b>		<b>203</b>	<b>2.7</b>
<b>Total investments</b>		<b>7,431</b>	<b>100.0</b>

Note 1 – Since the year end, Siberian Goldfields agreed a corporate restructuring with its Russian partner. The Company's holding is now in ordinary shares in Siberian Goldfields Ltd.

Note 2 – Includes Anglo African Minerals equity valued at £1,693,000 and Anglo African Minerals 9% CLN valued at £461,000.

\* Denotes an unquoted security.

# Condensed Income Statement 9

	Notes	Six months ended 30 June 2017 (unaudited)			Six months ended 30 June 2016 (unaudited)			Year ended 31 December 2016 (audited)		
		Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000
(Losses)/gains on investments	3	-	(77)	(77)	-	3,144	3,144	-	1,664	1,664
Exchange gains		-	15	15	-	77	77	-	114	114
Foreign exchange forward contract loss		-	(121)	(121)	-	-	-	-	(38)	(38)
Income	2	58	-	58	228	-	228	258	-	258
Investment management fee	10	(25)	(229)	(254)	(80)	-	(80)	(155)	-	(155)
Other expenses		(273)	-	(273)	(244)	-	(244)	(638)	-	(638)
<b>Net return before finance costs and taxation</b>		<b>(240)</b>	<b>(412)</b>	<b>(652)</b>	<b>(96)</b>	<b>3,221</b>	<b>3,125</b>	<b>(535)</b>	<b>1,740</b>	<b>1,205</b>
Interest payable and similar charges		(24)	-	(24)	(209)	-	(209)	(374)	-	(374)
<b>Net return on ordinary activities before taxation</b>		<b>(264)</b>	<b>(412)</b>	<b>(676)</b>	<b>(305)</b>	<b>3,221</b>	<b>2,916</b>	<b>(909)</b>	<b>1,740</b>	<b>831</b>
Tax on ordinary activities		-	-	-	-	-	-	-	-	-
<b>Net return attributable to equity shareholders</b>		<b>(264)</b>	<b>(412)</b>	<b>(676)</b>	<b>(305)</b>	<b>3,221</b>	<b>2,916</b>	<b>(909)</b>	<b>1,740</b>	<b>831</b>
<b>(Loss)/gain per ordinary share</b>	4	<b>(0.63)p</b>	<b>(0.99)p</b>	<b>(1.62)p</b>	<b>(0.76)p</b>	<b>8.06p</b>	<b>7.30p</b>	<b>(2.28)p</b>	<b>4.35p</b>	<b>2.08p</b>

The 'total' column of this statement represents the Company's profit and loss account, prepared in accordance with IFRS.

All revenue and capital items in this statement derive from continuing operations. All of the loss for the period is attributable to the owners of the Company.

No operations were acquired or discontinued in the year.

A Statement of Total Recognised Gains and Losses is not required as all gains and losses of the Company have been reflected in the above Income Statement.

## Condensed Balance Sheet

	Notes	As at 30 June 2017 (unaudited) £'000	As at 31 December 2016 (audited) £'000
<b>Fixed assets</b>			
Investments		7,431	10,235
<b>Current assets</b>			
Debtors	5	954	663
Cash at bank and on deposit		157	3,142
		1,111	3,805
<b>Creditors: amounts falling due within one year</b>			
Other creditors		(43)	(2,484)
9% Convertible Unsecured Loan Stock 2017	6	-	(2,700)
<b>Net current liabilities</b>		(43)	(5,184)
<b>Net assets</b>		8,499	8,946
<b>Capital and reserves</b>			
Called up share capital		420	400
Share premium		36,880	36,800
Capital reserve		(25,594)	(25,311)
Revenue reserve		(3,207)	(2,943)
<b>Equity shareholders' funds</b>		8,499	8,946
<b>Net asset value per share</b>	8	20.25p	22.38p

The financial statements on pages 9 to 14 were approved by the Board of Directors and authorised for issue on 29 September 2017 and were signed on its behalf by:

**Lord St John**  
Chairman

## Condensed Statement of Changes in Equity

For the 6 months to 30 June 2017 (unaudited)

	Share capital £'000	Share premium account £'000	Capital reserve £'000	Revenue reserve £'000	Total £'000
Balance at 31 December 2016	400	36,800	(25,311)	(2,943)	8,946
Return on ordinary activities after taxation	-	-	(412)	(264)	(676)
Value of shares issued in lieu of management fee	-	-	229	-	229
Issue of shares	20	80	(100)	-	-
Balance at 30 June 2017	420	36,880	(25,594)	(3,207)	8,499

For the 6 months to 30 June 2016 (unaudited)

	Share capital £'000	Share premium account £'000	Capital reserve £'000	Revenue reserve £'000	Total £'000
Balance at 31 December 2015	400	36,800	(27,051)	(2,034)	8,115
Return on ordinary activities after taxation	-	-	3,221	(305)	2,916
Balance at 30 June 2016	400	36,800	(23,830)	(2,339)	11,031

The revenue reserve represents the amount of the Company's reserves distributable by way of dividend.

The accompanying notes are an integral part of the financial statements.

## Condensed Cash Flow Statement

	Six months ended 30 June 2017 (unaudited) £'000	Six months ended 30 June 2016 (unaudited) £'000
<b>Operating activities</b>		
(Losses)/gains before finance costs and taxation	(652)	3,125
Gains/(losses) on investments	77	(3,144)
Increase in other receivables	(61)	(211)
Decrease in forward exchange creditor	(2,412)	-
Decrease in other payables	(28)	(61)
Value of shares issued in lieu of management fee	229	-
<b>Net cash outflow from operating activities before interest and taxation</b>	<b>(2,847)</b>	<b>(291)</b>
Interest paid	(24)	(209)
<b>Net cash outflow from operating activities</b>	<b>(2,871)</b>	<b>(500)</b>
<b>Investing activities</b>		
Purchases of investments	(1,306)	-
Sales of investments	4,123	2,508
Advanced Loan to AAM	(231)	(744)
Interest received	-	1
<b>Net cash inflow from investing activities</b>	<b>2,586</b>	<b>1,765</b>
<b>Financing</b>		
Redemption of CULS	(2,700)	-
<b>Net cash outflow from financing</b>	<b>(2,700)</b>	<b>-</b>
<b>(Decrease)/increase in cash and cash equivalents</b>	<b>(2,985)</b>	<b>1,265</b>
Net cash at the start of the period	3,142	331
<b>Net cash at the end of the period</b>	<b>157</b>	<b>1,596</b>

# Notes to the Condensed Financial Statements

for the period ended 30 June 2017

13

## 1 Interim results

The unaudited condensed financial statements have been prepared in accordance with International Accounting Standard 'IAS' 34 'Interim Financial Reporting' and the accounting policies set out in the statutory accounts of the Company for the twelve months ended 31 December 2016. The condensed financial statements do not include all of the information required for a complete set of International Financial Reporting Standards ('IFRS') financial statements and should be read in conjunction with the financial statements of the Company for the twelve months ended 31 December 2016, which were prepared under full IFRS requirements.

### Going Concern basis of accounting

The Company's operations have been cash flow negative since its inception; the Company relies on the sale of investments to generate the cash needed to continue to operate. £4.1m was realised from the sale of investments during the 6 month period under review.

## 2 Income

	Six months ended 30 June 2017 £'000	Six months ended 30 June 2016 £'000	Year ended 31 December 2016 £'000
<b>Income from investments</b>			
Overseas interest	58	228	258
<b>Total income</b>	<b>58</b>	<b>228</b>	<b>258</b>
<b>Total income comprises:</b>			
Fixed interest securities	58	228	258
	58	228	258

## 3 Gains on investments

Included within losses on investments for the six months ended 30 June 2017 were realised losses of £1,864,000 and movement in fair value of £1,787,000.

## 4 Return per Ordinary Share

Return per ordinary share attributable to shareholders reflects the overall performance of the Company in the six months.

	Six months ended 30 June 2017	Six months ended 30 June 2016
Revenue return	(0.63)p	(0.76)p
Capital return	(0.99)p	8.06p
<b>Total return</b>	<b>(1.62)p</b>	<b>7.30p</b>
	<b>Number</b>	<b>Number</b>
Weighted average ordinary shares in issue	41,786,233	39,970,012

## 5 Debtors

	30 June 2017 £'000	31 December 2016 £'000
Loan to AAM	231	-
Prepayments and accrued income	696	632
VAT recoverable	27	31
	<b>954</b>	<b>663</b>

## 6 9% Convertible Unsecured Loan Stock 2017

	Nominal value of CULS £'000
Opening balance at 31 December 2016	2,700
Repayment of CULS	(2,700)
<b>Balance at 30 June 2017</b>	<b>-</b>

On 19 January 2017, £1,500,000 nominal of CULS was repaid and on 28 February 2017 the Company repaid the outstanding £1,200,000 of 9% Convertible Unsecured Loan Stock.

## 7 Warrant Instrument

The Company issued 5,000,000 warrants in 2014. The warrants are unlisted and are exercisable up to the fifth anniversary of admission in amounts or multiples of 50,000 warrants at £1.00 per ordinary share.

## 8 Net Asset Value per Ordinary Share

The net asset value per ordinary share is based on net assets of £8,499,000 (31 December 2016: £8,900,000) and on 41,964,512 (31 December 2016: 39,970,012) ordinary shares, being the number of ordinary shares in issue at the period end.

## 9 Related Party Transactions

The Board of Directors is considered to be a related party. All of the Directors are considered to be independent, with the exception of Mr Hutchins who was appointed at the conclusion of the General Meeting noted in 10 below. No Director has an interest in any transactions which are, or were, unusual in their nature or significant to the nature of the Company except as noted in 10 below.

The Directors of the Company received fees for their services. Total fees for the six months to 30 June 2017 were £42,000 (six months ended 30 June 2016: £38,000) of which £3,750 (30 June 2016: £12,000) remained payable at the period end.

RDP Fund Management LLP ('RDP') received £25,000 in relation to the six months ended 30 June 2017, (six months ended 30 June 2016: £80,000) of which Enil (30 June 2016: £13,000) remained payable at the period end.

The issue of up to four tranches of shares to RDP were approved at the General Meeting, each of 2,000,000 shares at a price of £0.05, subject to the satisfying of certain conditions, in particular share price triggers. The first tranche of shares was issued following the General Meeting and RDP received 1,994,500 shares; 5,500 further shares remain to be issued. The second tranche of shares falls to be issued if the Company's share price remains for a period of at least one month at or above 14p; the third and fourth tranches similarly fall to be issued at trigger prices of 16p and 18p respectively.

## 10 Change of Management Arrangements

On 17 January 2017 at the Company's General Meeting, the Shareholders voted in favour of Resolutions 1-3. Resolution 1 authorised the Directors of the Company to allot shares up to a maximum of £80,000; Resolution 2 resulted in the termination of the Management Agreement; and, Resolution 3 approved a New Investing Policy as detailed below. As a result of the approval of these Resolutions, the Company became a self-managed trust run by its Board and David ('Sam') Hutchins was appointed as an Executive Director of the Company.

### The New Investment Policy is as follows:

GRIT will seek to achieve its investment objective through investment in companies globally which have a significant focus on natural resources and mining. GRIT will invest in companies that are in the field of the exploration and production of oil, gas, precious and industrial metals, and industrial and commercial minerals which, in the opinion of GRIT's investment manager, have the potential to increase their value considerably. These companies may be producing companies with a historical track record of production or they may be development companies or companies with exploration potential. GRIT will seek to ensure, through active shareholder involvement, that investee companies act to maximise long-term shareholder value. GRIT will invest primarily in companies with shares and securities which are listed, quoted or are admitted to dealing, on a relevant exchange (including debt securities which are convertible into quoted equity securities). For the purpose of this investment policy, a "relevant exchange" is (i) a regulated market, recognised investment exchange, recognised stock exchange, recognised overseas investment exchange or designated investment exchange, or (ii) a junior market operated by the operator of an exchange referred to in (i). However GRIT may hold some investments in non-quoted, seed capital or pre-IPO companies.

## 11 Post Balance Sheet Events

On 22 September the Company announced to the Stock Exchange that GB Energy Limited had exercised an option to acquire the outstanding share capital of Kalia Holdings Pty Ltd for the issue of new GB Energy Limited shares. The Company has not accepted this offer, but instead intends to enter into a Shareholder's Agreement with the company. Going forward the Company is valuing its investment in Kalia on a "see through" value of the offer of the GB Energy shares. This resulted in a significant uplift in value for the investment.

## 12 Accounts

The results for the six months ended 30 June 2017 which have not been reviewed by the Company's auditors pursuant to the Auditing Practices Board guidance on 'Review of Interim Financial Information', constitute non-statutory accounts in terms of Section 434 of the Companies Act 2006. The latest published accounts which have been delivered to the Registrar of Companies are for the year ended 31 December 2016; the report of the auditors thereon was unqualified.

**Maitland Administration Services (Scotland) Limited**  
Secretaries

29 September 2017

**Directors' Statement of Principal Risks and Uncertainties**

The risks, and the way in which they are managed, are described in more detail in the Strategic report contained within the Annual Report and Financial Statements for the year ended 31 December 2016. In the opinion of the Directors, the Company's principal risks and uncertainties have not changed materially since the date of the report and are not expected to change materially for the rest of the Company's financial reporting period to 31 December 2017.

**Statement of Directors' Responsibilities in respect of the Interim Report**

We confirm that to the best of our knowledge:

- the condensed set of financial statements has been prepared in accordance with IAS 34 'Interim Financial Reporting' and gives a true and fair view of the assets, liabilities, financial position and profit of the Company;
- the Chairman's Statement and Investment Manager's Review (together constituting the Interim Management Report) include a fair review of the information required by the Disclosure Guidance and Transparency Rules ('DTR') 4.2.7R, being an indication of important events that have occurred during the first six months of the year and their impact on the financial statements;
- the Statement of Principal Risks and Uncertainties referred to above is a fair review of the information required by DTR 4.2.7R; and
- the condensed set of financial statements includes a fair review of the information required by DTR 4.2.8R, being related party transactions that have taken place in the first six months of the year and that have materially affected the financial position or performance of the Company during the period.

On behalf of the Board

**Lord St John**  
Chairman

29 September 2017

## Corporate Information

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### Registered Number

8256031

### Registered Office

R&H Fund Services Limited  
6 New Street Square  
New Fetter Lane  
London EC4A 3AQ

### Directors

Lord Anthony Tudor St John (Chairman)  
Haruko Fukuda  
Simon J Farrell \*  
David Hutchins

### Secretary and Administrator

Maitland Administration Services (Scotland) Limited  
20 Forth Street  
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Tel: 0131 550 3765

### Solicitors

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New Fetter Lane  
London EC4A 3BF

### Financial Adviser

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29 Wilson Street  
London EC3V 3LT

### Bankers and Custodian

BNP Paribas Securities Services, London  
55 Moorgate  
London EC2R 6PA

### Auditor

KPMG LLP  
20 Castle Terrace  
Edinburgh EH1 2EG

### Registrars

Computershare Investor Services PLC  
The Pavilions  
Bridgwater Road  
Bristol  
BS13 8AE

Shareholder helpline UK: 0870 707 1556\*\*  
Shareholder helpline overseas: +44 0870 707 1556

### Shareholder Information

#### Net Asset Value/Share Price

The net asset value of the Company's ordinary shares may be obtained by contacting David Hutchins on 0207 290 8540 or by email at [info@rdplimited.co.uk](mailto:info@rdplimited.co.uk) or alternatively by visiting the Company's website at [www.grit.london](http://www.grit.london).

### Website

[www.grit.london](http://www.grit.london)

\* Chairman of the Audit Committee.

\*\* Calls to this number cost 8p per minute (excluding VAT) plus network extras. Calls from outside the UK will be charged at international rates. Other telephone providers costs may vary. Lines open 8.30am to 5.30pm, Monday to Friday.



**Global Resources  
Investment Trust plc**