Registration number 05501024

Worldwide Natural Resources plc

Annual Report and Group Accounts

for the year ended 31 July 2011

Worldwide Natural Resources plc

Company information

Directors	G E Makokwe W V Reid A M Johnson G E Goring S A Raja
Secretary	S A Raja
Company number	05501024
Registered office	The Station Masters House 168 Thornbury Road Osterley Village Isleworth Middlesex TW7 4QE
Auditors	Macilvin Moore Reveres LLP 7 St John's Road Harrow Middlesex HA1 2EY
Bankers	Bank of Scotland plc 14 Friar Lane Leicester LE1 5RA Barclays Bank plc Cardinal Point Newall Road Hounslow Middlesex TW6 2AH
Solicitors	Lass Salt Garvin Solicitors 35 Piccadilly London W1J 0LP

Company information
(continued)

Plus Corporate Advisor	Cairn Financial Advisers LLP 61 Cheapside London EC2V 6AX
Registrars	Capita Registrars Limited Northern House Woodsome Park Fenay Bridge Huddersfield West Yorkshire HD8 0LA

Worldwide Natural Resources plc

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Worldwide Natural Resources plc

Chairman's statement
for the year ended 31 July 2011

I was appointed Chairman of the Company in August this year I am pleased to be able to address you not only in respect of the financial results for the year ended 31 July 2011 but also in respect of the significant progress of your company and group since that date

There were major changes to the Board in the second half of the year, with the appointment of Alexander Johnson (CEO) and Ed Goring (Non-Executive Director) to the Board, following Luca Tenuta and Philip Rand resigning from the board I would like to thank them for their assistance to the group Since the year end Shakil Raja, ACA, FCCA, has also joined the board as Finance Director and myself as Chairman, Wayne Reid has moved to a non-executive position on the board. The new board is now well positioned to bring the group into an operating entity in 2012 I am pleased to present your group's results for the year ended 31 July 2011

In the period the group had no turnover and incurred an operating loss of £1,052,674, representing a loss per share on a weighted average number of shares in issue of 12p per share The group increased its asset investments by £1,080,000 by securing the rights to the HEAP process for pelletisation of coal waste in Mozambique, Zimbabwe and Botswana, countries with substantial coal fines The focus of activity in the second half of the year was to develop the opportunity presented by the HEAP process, initially in South Africa

During the period a total of £2,407,399 of new equity was raised - £784,399 for cash by way of the issue of 3,792,925 new ordinary shares and £1,623,000 in lieu of amounts owing to third parties (8,115,000 new ordinary shares) Since the year end a further £526,370 of new equity had been raised (all in cash) by 30 November 2011, bringing the total equity (share capital and share premium) to £6,126,098

Since the year end the group has entered into agreements that secure an initial 15 million tonnes of coal fines in South Africa (with the potential for a further 45million from the same source), together with an off take agreement for all the production from that source Subject to the Company being able to raise sufficient funds (circa £2 0 million)it is intended that the first plant of 50 tonnes per hour will be constructed and shipped to South Africa with the target of initial production commencing by the end of February 2012 In South Africa a new subsidiary has been formed, WNR S A Pty Ltd, which will be the operational centre for southern Africa, based in Johannesburg

Following initial production the group intends to seek a listing for its shares on AIM in conjunction with further funding to provide the necessary resources to build and operate by the end of 2012, at least two further plants in South Africa, which will result in the company having an aggregate capacity to produce over 500 tonnes per hour of high grade coal pallets Aside from the off-take for the domestic South African market the group will seek opportunities for export, bringing with it higher prices and margins All this will bring with it the demands for building the necessary operational and corporate resources to manage these substantial developments

With my experience in natural resources projects in South Africa and most especially in alternative energy and coal, I believe the group is well placed to take advantage of the considerable opportunity that exists for the transformation of coal waste into a highly profitable enterprise

I would finally, like to take this opportunity to thank my fellow board members and shareholders for their contributions and support over the last year and we look forward to an exciting 2012

G E Makokwe
Chairman

Worldwide Natural Resources plc

Directors' report
for the year ended 31 July 2011

The directors present their report and the accounts for the year ended 31 July 2011

Principal activity and review of the business
Principal activity of the group is that of an investment group The group has made an investment in the development of a new technology to convert unused coal fines into commercially usable pellets

The group loss for the year amounted to £1,052,674

Financial risk management objectives and policies
The directors have identified the financial risk management objectives as minimising any threats to the continued financial wellbeing and stability of the group The directors seek to minimise financial risk through the maintenance of a system of internal controls, sourcing products and services at the most competitive prices, and where appropriate by hedging against adverse foreign currency fluctuations

The directors are responsible for the group's system of internal control and for evaluating its effectiveness Such a system is designed to manage rather than eliminate the risk of failure to achieve business objectives and can only provide reasonable and not absolute assurance against material misstatement or loss

Key elements of the group's system of internal controls include a comprehensive annual budgeting system that requires approval by the directors, monthly management accounts including comparison with the annual budget, and ad-hoc reports produced for the directors when deemed necessary by the Finance Director Reliance is placed on the Finance Director to ensure effective control

The group currently sources products and services in several countries The group is, and will continue to be, exposed to foreign currency exchange rate fluctuations Where appropriate the group will use derivative financial instruments to mitigate the risk

Directors
The directors who served during the year are as stated below

W V Reid	
P G Rand	Resigned on 28/02/2011
L Tenuta	Resigned on 22/02/2011
A M Johnson	Appointed on 21/02/2011
G E Goring	Appointed on 21/02/2011

G E Makokwe and S A Raja where appointed Directors after the year end

Statement of directors' responsibilities
The directors are responsible for preparing the Directors' Report and the accounts in accordance with applicable law and regulations

Company law requires the directors to prepare accounts for each financial year Under that law the directors have elected to prepare the accounts 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 accounts unless they are satisfied that they give a true and fair view of the state of affairs of the group and of the profit or loss of the group for that year In preparing these accounts, the directors are required to

- select suitable accounting policies and apply them consistently,
- make judgements and 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 accounts,
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the group will continue in business

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

In so far as the directors are aware
- there is no relevant audit information (information needed by the group's auditors in connection with preparing their report) of which the group's auditors are unaware, and
- the directors have taken all the steps that they ought to have taken to make himself aware of any relevant audit information and to establish that the group's auditors are aware of that information

This report was approved by the Board on 19TH DECEMBER 2011 and signed on its behalf by

S A Raja
Director

Independent auditor's report to the shareholders of Worldwide Natural Resources plc

We have audited the financial statements of Worldwide Natural Resources PLC for the year ended 31 July 2011 which comprise the Group Profit and Loss Account, the Group and Parent Company Balance Sheets, the Group Cash Flow Statement, and the related notes 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)

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed

Respective responsibilities of directors and auditor

As explained more fully in the Directors' Responsibilities Statement (set out on pages 2-3), 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 International Standards on Auditing (UK and Ireland) Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors

Scope of the audit of the financial statements

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 group's and the parent 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 Group Accounts to identify material inconsistencies with the audited financial statements If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the group's and of the parent company's affairs as at 31 July 2011 and of the group's loss 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

Emphasis of matter – Going concern

In forming our opinion on the financial statements, which is not modified, we have considered the adequacy of the disclosure made in note 28 to the financial statements concerning the group's ability to continue as a going concern The group incurred a loss of £1,052,674 during the year ended 31 July 2011 and the group's current liabilities exceeded its current assets by £512,148 at 31 July 2011 These conditions indicate the existence of a material uncertainty which may cast significant doubt about the group's ability to continue as a going concern The financial statements do not include the adjustments that would result if the group was unable to continue as a going concern

Opinion on other matter prescribed by the Companies Act 2006

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

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us, or
- the parent company financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit

Pankaj Rajani (senior statutory auditor)
For and on behalf of Macilvin Moore Reveres LLP
Chartered Accountants & Statutory Auditors
7 St. John's Road
Harrow
Middlesex
HA1 2EY

19/12 **2011**

Worldwide Natural Resources plc

Group profit and loss account
for the year ended 31 July 2011

	Notes	2011 £	2010 £
		Continuing operations	
GROUP TURNOVER	2	-	-
Cost of sales		-	-
GROSS PROFIT		-	-
Administrative expenses		(1,000,718)	(1,258,702)
Operating loss	3	(1,000,718)	(1,258,702)
Other interest receivable and similar income	5	250	-
Amount written off investments	6	-	(329,705)
Interest payable and similar charges	7	(52,206)	-
Loss on ordinary activities before taxation		(1,052,674)	(1,588,407)
Tax on loss on ordinary activities		-	-
Loss for the year		(1,052,674)	(1,588,407)
Accumulated loss brought forward		(2,913,788)	(1,325,381)
Accumulated loss carried forward		(3,966,462)	(2,913,788)

There are no recognised gains or losses other than the profit or loss for the above two financial years

All of the activities of the group are classed as continuing

The company has taken advantage of section 408(3) of the Companies Act 2006 not to publish its own Profit and Loss account

The notes on pages 10 to 21 form an integral part of these accounts.

Worldwide Natural Resources plc

Group balance sheet
as at 31 July 2011

		2011		2010	
		£	£	£	£
Fixed assets					
Intangible assets	11		1,600,000		520,000
Tangible assets	12		15,414		11,790
Investments	14		600,000		-
			2,215,414		531,790
Current assets					
Debtors	17	61,260		32,668	
Cash at bank and in hand		15,109		542	
		76,369		33,210	
Creditors: amounts falling due within one year	18	(588,517)		(286,459)	
Net current assests / (liabilities)			(512,148)		(253,249)
Total assets less current liabilities			1,703,266		278,541
Provisions for liabilities	19		(70,000)		-
Net assets			1,633,266		278,541
Capital and reserves					
Called up share capital	20		858,222		846,315
Share premium account	21		4,741,506		2,346,014
Profit and loss account	22		(3,966,462)		(2,913,788)
Shareholders' funds	23		1,633,266		278,541

The accounts were approved by the Board on 19th December 2011 and signed on its behalf by

S A Raja
Director

Registration number 05501024

The notes on pages 10 to 21 form an integral part of these accounts.

Worldwide Natural Resources plc

Company balance sheet
as at 31 July 2011

		2011		2010	
		£	£	£	£
Fixed assets					
Tangible assets	13		15,414		11,790
Investments	15		1,120,000		520,000
			1,135,414		531,790
Current assets					
Debtors	17	1,141,260		32,668	
Cash at bank and in hand		15,107		542	
		1,156,367		33,210	
Creditors: amounts falling due within one year	18	(587,317)		(286,459)	
Net current liabilities			569,050		(253,249)
Total assets less current liabilities			1,704,464		278,541
Provisions for liabilities	19		(70,000)		-
Net assets			1,634,464		278,541
Capital and reserves					
Called up share capital	20		858,222		846,315
Share premium account	21		4,741,506		2,346,014
Profit and loss account	22		(3,965,264)		(2,913,788)
Shareholders' funds	23		1,634,464		278,541

The accounts were approved by the Board on 19TH DECEMBER 2011 and signed on its behalf by

S A Raja
Director

Registration number 05501024

The notes on pages 10 to 21 form an integral part of these accounts.

Worldwide Natural Resources plc

Group cash flow statement
for the year ended 31 July 2011

	Notes	2011 £	2010 £
Reconciliation of operating loss to net cash outflow from operating activities			
Operating loss		(1,000,718)	(1,258,702)
Depreciation		5,447	3,930
(Increase) in debtors		(1,108,592)	(13,102)
(Decrease) in creditors		(32,540)	262,523
Provision for diminution in value of current asset investment		-	120,000
Other provisions		70,000	-
Net cash outflow from operating activities		(2,066,403)	(885,351)
Cash flow statement			
Net cash outflow from operating activities		(2,066,403)	(885,351)
Returns on investments and servicing of finance	24	(51,956)	-
Capital expenditure and financial investment	24	(9,071)	(345,425)
Acquisitions and disposals	24	(600,000)	(520,000)
		(2,727,430)	(1,750,776)
Financing	24	2,741,997	1,736,300
Increase in cash in the year		14,567	(14,476)
Reconciliation of net cash flow to movement in net debt (Note 25)			
Increase in cash in the year		14,566	(14,476)
Cash outflow from decrease in debts and lease financing		(334,598)	-
Change in net debt resulting from cash flows		(320,031)	(14,476)
Net funds at 1 August 2010		542	15,018
Net debt at 31 July 2011		(319,489)	542

The notes on pages 10 to 21 form an integral part of these accounts.

1. Accounting policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention and comply with financial reporting standards of the Accounting Standards Board

As consolidated accounts have been prepared, a separate profit and loss account for the parent company is omitted from the group accounts by virtue of section 408 of the Companies Act 2006

1.2. Turnover

There was no turnover during the year

1.2. Patents

Patents have been revalued to their market value No amortisation has been provided as the directors believe these assets have an indefinite useful economic life

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows

Website development	-	33% reducing balance
Fixtures, fittings and equipment	-	25% reducing balance

1.4. Investments

Fixed asset investments are stated at cost less provision for permanent diminution in value

1.5. Investments held as current assets

Investments held as current assets are accounted for at the lower of cost or net realisable value
Where the investments are listed, net realisable value is based on market value

1.6. Group accounts

Group accounts have been prepared consolidating the accounts of the company and its subsidiary The company's interests in a New Zealand company have not been included in the group accounts by virtue of section 405(3)(b) of the Companies Act 2006

continued

1.7. Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax, with the following exceptions

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold,

Provision is made for deferred tax that would arise on remittance of the retained earnings of overseas subsidiaries, associates and joint ventures only to the extent that, at the balance sheet date, dividends have been accrued as receivable,

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date

1.8. Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date Transactions in foreign currencies are recorded at the date of the transactions All differences are taken to the Profit and Loss account

1.9. Going concern

Where current liabilities exceed current assets the directors consider the ability of the group to continue to meet its liabilities from liquid assets as and when the liabilities fall due The directors also consider the support given to the group by its creditors If the directors are satisfied that the group can meet its liabilities as and when they fall due, and that the group has sufficient support from its creditors, the accounts are prepared on a going concern basis

2. Turnover

There was no turnover during the year

Worldwide Natural Resources plc

Notes to the accounts
for the year ended 31 July 2011

continued

3. Operating loss

	Group		Company	
	2011	2010	2011	2010
	£	£	£	£
Operating loss is stated after charging				
Depreciation and other amounts written off tangible assets	5,447	3,930	5,447	3,930
Loss on exchange	1,209	-	1,209	-
Auditors' remuneration (Note 4)	11,950	9,125	10,750	9,125
	18,606	13,055	17,406	13,055

4. Auditors' remuneration

	Group		Company	
	2011	2010	2011	2010
	£	£	£	£
Auditors' remuneration – audit of financial statement	9,200	8,000	8,000	8,000
Auditors' remuneration – non-audit services	2,750	1,125	2,750	1,125
	11,950	9,125	10,750	9,125

5. Interest receivable and similar income

	Group		Company	
	2011	2010	2011	2010
	£	£	£	£
Other interest	250	-	250	-

6. Amounts written off investments

	Group		Company	
	2011	2010	2011	2010
	£	£	£	£
Amounts written off fixed asset investments - permanent diminution in value	-	329,705	-	329,705

Worldwide Natural Resources plc

Notes to the accounts
for the year ended 31 July 2011

continued

7. Interest payable and similar charges

	Group		Company	
	2011	**2010**	**2011**	**2010**
	£	**£**	**£**	**£**
Interest payable on loans < 1 yr	52,206	-	52,206	-

8. Employees

	Group		Company	
	2011	**2010**	**2011**	**2010**
	£	**£**	**£**	**£**
The aggregate number of employees				
The average monthly numbers of employees (including the directors) during the year were	3	4	3	4
The aggregate employment costs				
Directors salaries	-	10,000	-	10,000
Directors fees	73,500	107,000	73,500	107,000
Staff salaries	(1,485)	11,662	72,015	11,662
Social security costs	-	1,119	-	1,119
	72,015	129,781	145,515	129,781

9. Taxation – Group

Analysis of charge in period

No liability to UK Corporation Tax arose on ordinary activities for the period ended 31 July 2011

Taxation losses of approximately £3,598,701 (2010 £2,554,142) were carried forward at 31 July 2011

continued

10. Earnings per share

The basic earnings per share is calculated by dividing the profit for the financial year attributable to shareholders by the weighted average number of shares in issue

The weighted average number of shares was	2011 Number	2010 Number
Weighted average number of shares		
Ordinary shares	13,941,295	2,439,548
Deferred shares	838,326,834	838,326,834
	852,268,129	840,776,382
Basic earnings per share	(0 12p)	(0 19p)
Diluted earnings per share	(0 12p)	(0 19p)

11. Intangible fixed assets

Group	Patents £	Total £
Cost		
At 1 August 2010	520,000	520,000
Additions	1,080,000	1,080,000
At 31 July 2011	1,600,000	1,600,000
Net book values		
At 31 July 2011	1,600,000	1,600,000
At 31 July 2010	520,000	520,000

No intangible fixed assets were recorded in the accounts of the parent company

continued

12. Tangible fixed assets

Group	Fixtures, fittings & equipment £	Website develop-ment £	Total £
Cost			
At 1 August 2010	15,720	-	15,720
Additions	6,167	2,904	9,071
At 31 July 2011	21,887	2,904	24,791
Amortisation			
At 1 August 2010	3,930	-	3,930
Charge for year	4,489	958	5,447
At 31 July 2011	8,419	958	9,377
Net book values			
At 31 July 2011	13,468	1,946	15,414
At 31 July 2010	11,790	-	11,790

13. Tangible fixed assets

Company	Fixtures, fittings and equipment £	Website develop-ment £	Total £
Cost			
At 1 August 2010	15,720	-	15,720
Additions	6,167	2,904	9,071
At 31 July 2011	21,887	2,904	24,791
Amortisation			
At 1 August 2010	3,930	-	3,930
Charge for year	4,489	958	5,447
At 31 July 2011	8,419	958	9,377
Net book values			
At 31 July 2011	13,468	1,946	15,414
At 31 July 2010	11,790	-	11,790

continued

14. Fixed asset investments

Group	Subsidiary under-takings shares	Participat-ing interests shares	Total
	£	£	£
Cost			
At 1 August 2010	-	-	-
Additions	-	600,000	600,000
At 31 July 2011	-	600,000	600,000
Net book values			
At 31 July 2011	-	600,000	600,000
At 31 July 2010	-	-	-

15. Fixed asset investments

Company	Subsidiary under-takings shares	Participat-ing interests shares	Total
	£	£	£
Cost			
At 1 August 2010	520,000	-	520,000
Additions	-	600,000	600,000
At 31 July 2011	520,000	600,000	1,120,000
Net book values			
At 31 July 2011	520,000	600,000	1,120,000
At 31 July 2010	520,000	-	520,000

16. Holdings of 20% or more

The parent company holds 20% more of the share capital of the following companies

Subsidiary & Associated Undertakings	Country of registration or incorporation	Nature of business	Share class held	Proportion of shares held
Coal Fines Resources SA Ltd	United Kingdom	Solid fuels	Ordinary	100%
Coal Fines Technology Limited	New Zealand	Solid fuels	Ordinary	49%

continued

16.1 Fixed asset investments

	2011	2010
	£	£
Directors' valuation of unlisted investments		
Coal Fines Resources SA Ltd	520,000	520,000
Coal Fines Technology Limited	600,000	-
	1,120,000	520,000

The parent company holds the entire share capital of Coal Fines Resources SA Ltd, a company incorporated in the United Kingdom The parent company also holds 49% of the issued share capital of Coal Fines Technologies Limited, a company incorporated in New Zealand The directors consider that the value of these investments is at least equal to the cost of the investments and that no provision is considered necessary

17. Debtors

	Group		Company	
	2011	2010	2011	2010
	£	£	£	£
Amounts owed by group undertakings	-	-	1,080,000	-
Other debtors	55,487	8,380	55,487	8,380
Prepayments and accrued income	5,773	24,288	5,773	24,288
	61,260	32,668	1,141,260	32,668

18. Creditors: amounts falling due within one year

	Group		Company	
	2011	2010	2011	2010
	£	£	£	£
Short term loan	334,598	-	334,598	-
Trade creditors	20,469	11,419	20,469	11,419
Other taxes and social security costs	-	791	-	791
Directors' accounts	2,166	1,864	2,166	1,864
Other creditors	220,657	221,485	220,657	221,485
Accruals and deferred income	10,627	50,900	9,427	50,900
	588,517	286,459	587,317	286,459

continued

19. Provisions

	Group		Company	
	Other provisions	Total	Other provisions	Total
	£	£	£	£
Charge for the year	70,000	70,000	70,000	70,000
	70,000	70,000	70,000	70,000

The provision has been made in respect of a claim by the parent company's former solicitors

20. Share Capital

	No.	2011	2010
		£	£
Allotted,called up and fully paid			
Ordinary shares of 0 1p each	19,895,258	19,896	7,989
Deferred shares of 0 1p each	838,326,834	838,326	838,326
		858,222	846,315

Equity	No.	2011	2010
		£	£
Allotted, called up and fully paid			
Ordinary shares of 0 1p each	19,895,258	19,896	7,989
Deferred shares of 0 1p each	838,326,834	838,326	838,326
		858,222	846,315

During the year the parent company issued 11,907,925 new ordinary shares

21. Share Premium

	2011	2010
	£	£
At 1 August	2,346,014	916,862
Shares issued	2,395,492	1,429,152
At 31 July	4,741,506	2,346,014

Worldwide Natural Resources plc

Notes to the accounts
for the year ended 31 July 2011

continued

22. Equity Reserves

	Group		Company	
	Share premium account	Profit and loss account	Share premium account	Profit and loss account
	£	£	£	£
Cost				
At 1 August 2010	2,346,014	(2,913,788)	2,346,014	(2,913,788)
Additions	2,395,492	-	2,395,492	-
Loss for the year	-	(1,052,674)	-	(1,051,474)
At 31 July 2011	4,741,506	(3,966,462)	4,741,506	(3,965,264)

23. Reconciliation of movements in shareholders' fund

	Group		Company	
	2011	2010	2011	2010
	£	£	£	£
Cost				
Loss for the year	(1,052,674)	(1,588,407)	(1,051,474)	(1,588,407)
Net proceeds of equity share issue	2,407,397	1,429,152	2,407,397	1,429,152
Net addition to shareholders' funds	1,354,723	(159,255)	1,355,923	(159,255)
Opening shareholders' funds	278,541	437,796	278,541	437,796
Closing shareholders' funds	1,633,266	278,541	1,634,464	278,541

continued

24. Gross cash flows - Group

	2011 £	2010 £
Returns on investments and servicing of finance		
Interest received	250	-
Interest paid	(52,206)	-
	(51,956)	-
Capital expenditure and financial investment		
Payments to acquire tangible assets	(9,071)	(15,720)
Amounts written-off investments	-	(329,705)
	(9,071)	(345,425)
Acquisitions and disposals		
Payments on acquisition of group interests	(600,000)	(520,000)
Financing		
Issue of ordinary share capital	2,407,399	1,736,300
Other short term loans	334,598	-
	2,741,997	1,736,300

25. Analysis of changes in net funds

	Opening balance £	Cash flow £	Closing balance £
Cash at bank and in hand	542	14,565	15,107
Debt due after one year	-	(334,598)	(334,598)
Net funds	542	(320,033)	(319,491)

26. Related party transactions

During the year the parent company made a payment for the acquisition of patents in the amount of £1,080,000 on behalf of its subsidiary, Coal Fines Resources SA Ltd The balance due from the subsidiary at the balance sheet date was £1,080,000

continued

27. Controlling interest

The company is a public company and there is no single controlling party

28. Going concern

Current liabilities exceeded current assets at the balance sheet date The directors consider, however, that the company and group has sufficient resources to meet its liabilities as and when they fall due, and that the company and group has sufficient support from its creditors Accordingly the directors consider that it is appropriate to prepare accounts on a going concern basis