



30 September 2009

## NOTICE OF INTERIM REPORTS & ACCOUNTS

**London: 30 September 2009**

**OVOCA GOLD plc** (the "Company") (DUBLIN IEX - OVX.IR; LONDON AIM OVG.L; FRANKFURT OVX.GR) is pleased to announce its interim financial statements covering the six month period from 1 January 2009 to 30 June 2009.

### Highlights

- Completion of disposal of CJSC Prospectors Artel Ayax
- Interim profit of US\$8.2 million.

The Company realised a gain of approximately US\$8.3 million on the sale of 5 million Polymetal shares that were received as part consideration for the sale of the Goltsovoye silver property. The Company's remaining 2.01 million Polymetal shares have a market value of approximately US\$17m (as of close of trading on 29 September 2009) which equates to an unrealised gain of approximately US\$8.0 million.

Ovoca Gold has engaged an asset manager in June 2009 to help the company build a portfolio of gold and gold related stocks with a portion of the cash received from the sale of Ajax and the subsequent sale of Polymetal shares earlier this year. Ovoca Gold is ultimately a company with exposure to the gold market and management believe that it is prudent to maintain that exposure while reducing the Company's risk of owning one stock. Therefore an independent professional asset manager has been retained on industry standard terms to invest some of the Company's cash balance into gold and the shares of liquid gold mining stocks. The Company will retain full, direct title to the portfolio and US\$10m will initially be assigned to the manager.

Management continues to investigate the acquisition of exploration and development assets in the gold sector, but until such time as an acquisition is made, it is sensible to diversify away from cash and obtain exposure to gold directly or indirectly via gold shares as a way to preserve the purchasing power of the Company's cash and securities.

The Financial Statements for the Company for the six month period ended 30 June 2009 have been published today. Copies of these documents will be available on the Company's website [www.ovocagold.com](http://www.ovocagold.com) and will also be available on request for one month from 30 September 2009, free of charge, from the Company's registered office at Connaught House, Burlington Road, Dublin 4, Ireland.

### **About Ovoca Gold plc:**

Ovoca Gold plc is an international exploration company quoted in London, Dublin and Frankfurt, exploring for precious and base metals in Russia.

For further information please visit [www.ovocagold.com](http://www.ovocagold.com) or contact:

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# OVOCA GOLD PLC

## Group Income Statement

for the six month period ended 30 June 2009 and 30 June 2008

<b>Continuing Operations</b>	<b>30/06/09</b> <b>US\$</b>	<b>30/06/08</b> <b>US\$</b>
General & administrative expenses	(281,141)	(972,271)
<b>Operating profit/(loss)</b>	<b>(281,141)</b>	<b>(972,271)</b>
Interest receivable and similar income	167,383	7,231
Investment income	8,335,640	-
<b>Profit/(loss) for the year before tax</b>	<b>8,221,882</b>	<b>(965,040)</b>
Taxation	(23,365)	-
<b>Profit/(loss) from continuing operations</b>	<b>8,198,517</b>	<b>(965,040)</b>
<b>Earnings/(loss) per share</b>		
Basic earnings/(loss) per share	1.87 Cents	(0.22 Cents)
Diluted gain/(loss) per share	1.74 Cents	(0.21 Cents)

# OVOCA GOLD PLC

## Group Statement of Changes in Equity

From 1 January 2007 to 30 June 2009

	Shared capital	Share premium	Share based payment reserve	Capital Conversion Reserve	Foreign currency translation reserve	Retained losses	Total
	US\$	US\$	US\$	US\$	US\$	US\$	US\$
Balance at 1 January 2007	10,447,914	45,317,349	686,611	15,149	-	(15,874,116)	40,622,907
Loss for the year	-	-	-	-	-	(1,248,665)	(1,248,665)
Foreign currency translation reserve	1,111,088	4,805,501	72,809	1,606	(376,293)	(1,305,288)	4,309,423
Proceeds of share issue	4,205,854	19,314,276	-	-	-	-	23,520,130
<b>Balance at 31 December 2007</b>	<b>15,794,856</b>	<b>69,437,126</b>	<b>759,420</b>	<b>16,755</b>	<b>(376,293)</b>	<b>(18,428,069)</b>	<b>67,203,795</b>
Balance at 1 January 2008	15,794,856	69,437,126	759,420	16,755	(376,293)	(18,428,069)	67,203,795
Loss for the year	-	-	-	-	-	(12,206,314)	(12,206,314)
Foreign currency translation reserve	(537,644)	(2,363,584)	(25,850)	(570)	1,632,762	(920,990)	(2,215,876)
Proceeds of share issue	328,456	735,817	-	-	-	-	1,064,273
<b>Balance at 31 December 2008</b>	<b>15,585,668</b>	<b>67,809,359</b>	<b>733,570</b>	<b>16,185</b>	<b>1,256,469</b>	<b>(31,555,373)</b>	<b>53,845,878</b>
Balance at 1 January 2009	15,585,668	67,809,359	733,570	16,185	1,256,469	(31,555,373)	53,845,878
Profit for the period	-	-	-	-	-	8,198,517	8,198,517
Foreign currency translation reserve	-	-	-	-	(410,716)	-	(410,716)
Unrealised gain	-	-	-	-	-	8,828,701	8,828,701
<b>Balance at 30 June 2009</b>	<b>15,585,668</b>	<b>67,809,359</b>	<b>733,570</b>	<b>16,185</b>	<b>845,753</b>	<b>(14,528,155)</b>	<b>70,462,380</b>

## Company Statement of Changes in Equity

From 1 January 2007 to 30 June 2009

	Shared capital	Share premium	Share based payment reserve	Capital Conversion Reserve	Foreign currency translation reserve	Retained losses	Total
	US\$	US\$	US\$	US\$	US\$	US\$	US\$
Balance at 1 January 2007	10,447,914	45,317,349	686,611	15,149	-	(16,568,029)	39,928,994
Loss for the year	-	-	-	-	-	(1,217,042)	(1,217,042)
Foreign currency translation reserve	1,111,088	4,805,501	72,809	1,606	(391,551)	(1,390,192)	4,209,261
Proceeds of share issue	4,205,854	19,314,276	-	-	-	-	23,520,130
<b>Balance at 31 December 2007</b>	<b>15,794,856</b>	<b>69,437,126</b>	<b>759,420</b>	<b>16,755</b>	<b>(391,551)</b>	<b>(19,175,263)</b>	<b>66,441,343</b>
Balance at 1 January 2008	15,794,856	69,437,126	759,420	16,755	(391,551)	(19,175,263)	66,441,343
Loss for the year	-	-	-	-	-	(1,484,707)	(1,484,707)
Foreign currency translation reserve	(537,644)	(2,363,584)	(25,850)	(570)	391,551	(622,558)	(3,158,655)
Proceeds of share issue	328,456	735,817	-	-	-	-	1,064,273
<b>Balance at 31 December 2008</b>	<b>15,585,668</b>	<b>67,809,359</b>	<b>733,570</b>	<b>16,185</b>	<b>-</b>	<b>2,730,870</b>	<b>86,875,652</b>
Balance at 1 January 2009	15,585,668	67,809,359	733,570	16,185	-	2,730,870	86,875,652
Loss for the period	-	-	-	-	-	(6,762,164)	(6,762,164)
Foreign currency translation reserve	-	-	-	-	(410,716)	-	(410,716)
<b>Balance at 30 June 2009</b>	<b>15,585,668</b>	<b>67,809,359</b>	<b>733,570</b>	<b>16,185</b>	<b>(410,716)</b>	<b>(4,031,294)</b>	<b>79,702,772</b>

# OVOCA GOLD PLC

## Group Balance Sheet

as at 30 June 2009

	30/06/09	31/12/08
	US\$	US\$
<b>Assets</b>		
<b>Non-Current Assets</b>		
Intangible assets	11,251,169	10,535,350
Property, plant and equipment	359,268	1,538,184
Other financial assets	19,864,578	33,750,000
	<u>31,475,015</u>	<u>45,823,534</u>
<b>Current Assets</b>		
Trade and other receivables	5,913,469	378,865
Cash and cash equivalents	34,704,573	9,569,193
	<u>40,618,042</u>	<u>9,948,058</u>
<b>Total Assets</b>	<u>72,093,057</u>	<u>55,771,592</u>
<b>Equity and Liabilities</b>		
<b>Equity</b>		
Called up share capital	15,585,668	15,585,668
Share premium account	67,809,359	67,809,359
Other reserves	16,185	16,185
Share based payment reserve	733,570	733,570
Foreign currency translation reserve	845,753	1,256,469
Profit and loss account	(14,528,155)	(31,555,373)
Attributable to equity shareholders	<u>70,462,380</u>	<u>53,845,878</u>
Minority Interest	1	1
	<u>70,462,381</u>	<u>53,845,879</u>
<b>Current Liabilities</b>		
Trade and other payables	1,630,676	1,925,714
Total Liabilities	<u>1,628,386</u>	<u>1,925,714</u>
<b>Total Equity and Liabilities</b>	<u>72,093,057</u>	<u>55,771,592</u>

# OVOCA GOLD PLC

## Company Balance Sheet as at 30 June 2009

<b>Assets</b>	<b>30/06/09</b> <b>US\$</b>	<b>31/12/08</b> <b>US\$</b>
<b>Non-Current Assets</b>		
Intangible assets	300,347	38,391
Financial assets	8,745,236	8,745,236
	<u>9,045,583</u>	<u>8,783,627</u>
<b>Current Assets</b>		
Trade and other receivables	70,455,019	82,013,534
Cash and cash equivalents	3,442,456	28,598
	<u>73,897,475</u>	<u>82,042,122</u>
<b>Total Assets</b>	<u><u>82,943,058</u></u>	<u><u>90,825,759</u></u>
<b>Equity and Liabilities</b>		
<b>Equity</b>		
Called up share capital	15,585,668	15,585,668
Share premium account	67,809,359	67,809,359
Capital conversion reserve fund	16,185	16,185
Share based payment reserve	733,570	733,570
Foreign currency translation reserve	(410,716)	-
Profit and loss account	(4,031,294)	2,730,870
	<u>79,702,772</u>	<u>86,875,652</u>
Attributable to equity shareholders		
<b>Current Liabilities</b>		
Trade and other payables	3,240,286	3,950,107
Total Liabilities	<u>3,240,286</u>	<u>3,950,107</u>
<b>Total Equity and Liabilities</b>	<u><u>82,943,058</u></u>	<u><u>90,825,759</u></u>

# OVOCA GOLD PLC

## Group Cash Flow Statement

for the six month period ended 30th June 2009

	30/06/09 US\$	31/12/08 US\$
<b>Cash flows from operating activities</b>		
Net profit/(loss) for the period before taxation	8,221,882	(1,800,382)
Adjustments for:		
Depreciation	104,629	24,317
Realised gain on sale of investments	(8,335,640)	-
Interest receivable	(105,373)	-
Exploration costs written off	-	296,305
Foreign currency translation differences	845,753	(197,870)
(Increase)/Decrease in debtors	(5,534,604)	1,554,866
Increase/(Decrease) in creditors	(295,038)	185,306
<b>Net cash from operating activities</b>	<u>(5,098,391)</u>	<u>62,542</u>
<b>Cash flows from financing activities</b>		
Proceeds of issue of share capital	-	1,064,273
<b>Net cash from financing activities</b>	<u>-</u>	<u>1,064,273</u>
<b>Cash flows from investing activities</b>		
Proceeds from sale of subsidiary	-	11,000,000
Proceeds from sale of investments	31,119,026	-
Expenditure on exploration activities	(715,819)	(8,797,128)
Purchases of property, plant & equipment	(231,445)	(1,112,063)
Interest received	62,009	6,923
<b>Net cash flow from investing activities</b>	<u>30,233,771</u>	<u>1,097,732</u>
<b>Net (Decrease)/ Increase in cash and cash equivalents</b>	<b>25,135,380</b>	<b>2,224,547</b>
<b>Cash and Cash Equivalents at beginning of period</b>	<b>9,569,193</b>	<b>7,344,646</b>
<b>Cash and cash equivalents at end of period</b>	<u><b>34,704,573</b></u>	<u><b>9,569,193</b></u>
Cash and cash equivalents are made up of		
Cash at bank	<b>34,704,573</b>	<b>9,569,193</b>

# OVOCA GOLD PLC

## Notes

1. The Company changed its reporting currency from Euros to US Dollar effective 1 January 2009.
2. No dividend is proposed in respect of the period.
3. Investment income of US\$8.3m relates to the realised gain from the sale of 5,047,583 of the total Polymetal shares that were received from the purchaser in part consideration for the sale of CJSC Prospectors Artel Ajax.
4. Unrealised gain on the remaining 2,452,417 Polymetal shares was US\$8.8m as at 30<sup>th</sup> June 2009, and is not included within the income statement.
5. The calculations of earnings/(loss) per share have been based on the retained profit after taxation for the period and on a weighted average of 438,402,373 shares in issue during the period.
6. The unaudited results have been prepared on a going concern basis and on the basis of the accounting policies adopted in the audited accounts for the year ended 31 December 2008.
7. The interim report is unaudited and does not constitute Statutory Accounts as defined in S.148 of the Companies Act 1963. A copy of the Group's Statutory Accounts at 31 December 2008 has been filed with the Irish authorities. The auditors' opinion on these Statutory Accounts was unqualified.
8. The interim report for the six months to 30 June 2009 was approved by the Directors on 29 September 2009
9. Copies of the announcement will be available for inspection at the Company's registered offices at Connaught House, Burlington Road, Dublin 4, Ireland.