

Regulatory Announcement

Company	Pan African Resources PLC
TIDM	PAF
Headline	Interim Results
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23 December 2005

PAN AFRICAN RESOURCES PLC

“Pan African” or “the Company”

Interim Statement at 30 September 2005 and Operational Review

Business Highlights

- **Appointment of Mr Jan Nelson to the Board as Chief Executive Officer on 1st September 2005**

Post Interim Period Events

- **Entered into a joint venture agreement for exploration work in the Central African Republic (“CAR”)**
- **Upgrade of resource at the Manica Gold Project, Mozambique to 800,000oz**

Chairman Colin Bird commented:

“The Company has consolidated its overall position during the period under review and together with asset acquisition in the CAR, the Board is confident that the coming year will see significant advances in Pan African’s mission to enhance shareholder value.”

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PAN AFRICAN RESOURCES PLC

Interim Statement at 30 September 2005 and Operational Review

Chairman's Statement

As the Company has extended its period-end to 31 March 2006, your Board has issued a Second Interim Statement to shareholders for the twelve months to 30 September 2005.

Result for the period

During the twelve month period under the review, the Group returned a loss of £227,089 as compared with a loss of £164,231 in the eighteen month period to 30 September 2004.

Operational Review

The Company has reviewed all of its data from the Manica Project, its gold project in Mozambique and has established a resource of some 800,000 oz (5.3 mts @ 4.84 g/t average grade). This resource derives from the investigation of 2.4 km out of the total 22 kms currently targeted. The Company believes that there is an excellent further opportunity for resource expansion within the 22kms. The company has engaged an independent consultant to audit this resource with a view to commencing a feasibility study in the near future.

The Wa Project in Ghana is also subject to review and the Board anticipates that the results will be released early in the New Year.

On 5 October 2005, the company announced that it had acquired a position in the Central African Republic (CAR). This position is substantial and is in two of the four recognised Major Green Stone Belts of the CAR. The Company's joint venture licences contain a number of shallow intercepts with the most promising two being 19 m @ 17.38 g/t and 20 m of 5.05 g/t.

Pan African has carried out an extensive geochemical programme, the data from which is currently being reviewed. Once the assay results are available and interpreted they will be released to the market, which your Board anticipates will also be early in the New Year.

The Company is building on its already significant position in the CAR and the Board has an optimistic view of the potential for future gold discovery.

Outlook

There is a general market view that the gold price will remain strong and to this end the company believes that its explorations are of the type which could lead to low cost/high margin operations. With this in mind, the company will advance its feasibility study in Mozambique and accelerate its exploration programme in the CAR to target the exploitation of the low cost/high margin model.

The company has consolidated its overall position during the period under review and together with asset acquisition in the CAR, the Board is confident that the coming year will see significant advances in the company's mission to enhance shareholder value.

By Order of the Board

Colin Bird

Chairman

22 December 2005

PAN AFRICAN RESOURCES PLC

UNAUDITED CONSOLIDATED PROFIT AND LOSS ACCOUNT

Twelve Months Ended 30 September 2005

	Notes	Twelve Months Ended 30.09.2005	£	Eighteen Months Ended 30.09.2004	£
Administrative expenses – (operating loss)		(253,500)		(178,374)	
Interest receivable		<u>26,411</u>		<u>14,143</u>	
Loss on ordinary activities before taxation		(227,089)		(164,231)	
Tax on loss on ordinary activities		<u>-</u>		<u>-</u>	
Loss for the financial period		<u>(227,089)</u>		<u>(164,231)</u>	
Loss per ordinary share – basic		<u>(0.06p)</u>		<u>(0.09p)</u>	

PAN AFRICAN RESOURCES PLC

UNAUDITED CONSOLIDATED BALANCE SHEET AS AT 30 SEPTEMBER 2005

	Twelve Months	Eighteen Months
	Ended	Ended
	30.09.2005	30.09.2004
	£	£
FIXED ASSETS		
Intangible assets	4,397,609	3,831,710
Investments	24,200	24,200
	-----	-----
	4,421,809	3,855,910
CURRENT ASSETS		
Debtors	12,310	18,434
Cash at bank	431,517	1,224,133
	-----	-----
	443,827	1,242,567
Creditors: amounts falling due		
within one year	(101,410)	(107,163)
	-----	-----
	342,417	1,135,404
	-----	-----
Total assets less current liabilities	4,764,226	4,991,314
	=====	=====

CAPITAL AND RESERVES

Share capital	3,520,000	3,520,000
Share premium account	2,404,829	2,404,829
Merger reserve	1,485,000	1,485,000
Profit and loss account	(2,645,603)	(2,418,515)
	-----	-----
Shareholders' funds	4,764,226	4,991,314
	=====	=====

PAN AFRICAN RESOURCES PLC

UNAUDITED CONSOLIDATED CASH FLOW STATEMENT

Twelve Months Ended 30 September 2005

CASHFLOW STATEMENT	Notes	Twelve Months Ended 30.09.2005	Eighteen Months Ended 30.09.2004
		£	£
Net cash outflow from operating activities		(253,129)	(118,199)
Returns on investments and servicing of finance		26,411	14,143
Capital expenditure and financial investment		(565,899)	(777,405)
Acquisitions		-	(43,724)
Financing		<u>-</u>	<u>1,578,674</u>
Increase/(Decrease) in cash		<u>(792,617)</u>	<u>653,489</u>

PAN AFRICAN RESOURCES PLC

NOTES TO THE UNAUDITED INTERIM ACCOUNTS

Year Ended 30 September 2005

- 1 The calculation of earnings per share is based on the losses of £227,088 and on the number of shares in issue being the adjusted weighted average number of shares in issue totalling 352,000,000

The fully diluted earnings per share are based on 352,000,000 ordinary shares allowing for the full exercise of outstanding share purchase options and the earnings as stated above. There is no dilutive effect in the period and in the previous period in accordance with FRS 14 paragraph 56.

- 2 The current period for the company is an eighteen-month period ending 31 March 2006.
- 3 The comparative figures were for the eighteen-month period ended 30 September 2004.
- 4 The interim statement for the twelve months ended 30 September 2005 is unaudited and was approved by the Directors on 22 December 2005. The financial information set out above does not constitute statutory accounts within the meaning of s.240 of the Companies Act 1985.
- 5 Copies of the Interim Report are available to the public free of charge from the company at Manfield House, 2nd Floor, 1 Southampton Street, London WC2R 0LR during normal office hours, Saturdays, Sundays and bank holidays excepted, for 31 days from today.

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