



WEST AFRICAN
MINERALS
CORPORATION

Consolidated Interim Financial Report
For the six month period ended 30 September 2017

Registration number: 1415559

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West African Minerals Corporation

Management and administration

Directors	Brad Mills (<i>Non-executive</i>) Gerard Holden (<i>Chairman</i>) James Mellon (<i>Non-executive</i>) Willy Simon (<i>Acting Chairman, Non-executive</i>) Andrew Gutmann (<i>Non-executive</i>) Dr Kunwar Shailubhai (<i>Non-executive</i>)	<i>Resigned 2 June 2017</i> <i>Resigned 13 November 2017</i> <i>Resigned 13 November 2017</i> <i>Appointed 6 July 2017</i>
Registered office	Craigmuir Chambers Road Town Tortola British Virgin Islands	
Secretary	Denham Eke 4 th Floor Viking House Nelson Street Douglas Isle of Man IM1 2AH	
Nominated advisor	Beaumont Cornish Limited 2nd Floor Bowman House 29 Wilson Street London EC2M 2SJ	
Broker	Beaufort Securities Limited 131 Finsbury Pavement, London, EC2A 1NT	
Registrar	Computershare Investor Services (Jersey) Limited Queensway House Hilgrove Street St Helier, Jersey JE1 1ES	
Auditors	KPMG Audit LLC Heritage Court 41 Athol Street Douglas Isle of Man IM99 1HN	
Legal advisors	Hill Dickinson LLP The Broadgate Tower 20 Primrose Street London EC2A 2EW	
Depository	Computershare Investor Services PLC The Pavilions Bridgewater Road Bristol BS13 8AE	
Administrator	Burnbrae Limited 4 th Floor Viking House Nelson Street Douglas Isle of Man IM1 2AH	

West African Minerals Corporation

Financial Highlights

- Total Assets decreased to £2.8 million (31 March 2017: £22.2 million), with a complete impairment of the Sanaga assets recognised during the period.
- Cash on hand equates to £2.67 million (31 March 2017: £3.15 million).
- Operational expenses continue to be rigorously controlled at all levels.
- During the financial period under review, the Group reported a total comprehensive loss of £19.4 million (30 September 2016: £0.07 million).
- Basic and diluted loss per share increased to 0.05pence per share (30 September 2016: 0.030 pence).

Operational Highlights

Mineral Resource Estimate (“MRE”) and Metallurgy at Sanaga:

- The Ministry of Mines in Cameroon has finalised the approval of a lease-area reduction of WAFM’s surface holdings from 4,117 km² to 330 km² (1 km² extension of Sanaga has been requested to follow mineralisation and this may bring WAFM’s surface holdings to 331 km²).

Cash Preservation

- Due to the persisting weak market for iron ore and following the completion of the Sanaga Scoping Study, WAFM has successfully reduced operational and corporate expenditure, preserving its cash position during the period.
- The strategy to reduce expenditure to a bare minimum included significant reduction in the operational team and exploration field activities, the successful reduction in the lease area size under exploration permit in Cameroon (to include only areas of “known mineralisation”) and a rationalisation of Corporate overheads. This strategy will remain in place through to the next financial year end.

West African Minerals Corporation

Chairman's statement

Dear Shareholders,

Outlook

Following the period end, the Board undertook a review of the strategy for the future development of the Company. Considering the continuing challenging market conditions for junior exploration companies, and the difficulties in finding commercial partners and / or buyers for the Sanaga Project, a decision has been taken not to progress the Sanaga Project any further. The Company will not expend any further funds on the Sanaga Project, other than those that are required to maintain the project licences in good standing, and to preserve value pending any future sale of the Project.

The Board is considering all options in respect of the Company's existing iron interests, including whether to separate the Company's interests by means of an in specie distribution to shareholders or otherwise and seeking investment opportunities in a different sector, and in particular life sciences. The Board is also assessing whether to remain on AIM or seek admission to another recognised market and a further announcement will be made in due course as and when this review has been completed.

Operations in Review

Cash Preservation

WAFM continues to operate with a skeleton staff under a cash preservation budget and has maintained significantly reduced expenditure relating to its lease holding and service providers.

No further monies will be spent directly on the Sanaga Project, further preserving cash reserves. Semester and Annual reporting and other compliance related activities have been kept current, together with renewing the annual licences for the Project areas.

Events Post Period End

On 13 November 2017, Gerard Holden and James Mellon both resigned as Directors of the Company and its subsidiaries. On the same day, Willy Simon was appointed as Acting Chairman.

Results to 30 September 2017

During the financial period under review, the Company reported a loss from operations of £19.26 million (2016: £0.10 million).

The Company also assessed the carrying value of deferred mine costs relating to areas for which licenses were still held for impairment as at 30 September 2017 and considered that the recoverable amount of these assets in light of the decision to cease all active operations and revert to care and maintenance pending disposal is substantially less than the carrying amount and as such, a complete impairment was recognised.

The Company's shareholders' equity at 30 September 2017 stood at £2.64 million (31 March 2017: £22.04 million), reduced by 88% primarily as a result of the full impairment of Sanga costs incurred during the period. Total costs capitalised to deferred mine exploration costs stood at £0 (31 March 2017: £12.2 million).

Cash stood at £2.67 million at the end of the period (31 March 2017: £3.15 million).

Total number of shares in issue as at the yearend was 381,157,838. No new shares were issued during the period.

West African Minerals Corporation

Chairman's statement (continued)

Summary

Following the announcement of the revised strategy for the Company, the Board has been seeking out and evaluating various different opportunities. As soon as a promising opportunity has been identified, the Board will evaluate whether existing cash reserves will be sufficient, or if additional sources of funding will be required. Until such time as an agreement or decision is made concerning the future strategy of the Company, cash will be preserved and strictly monitored.

The Board remains positive in identifying an opportunity or opportunities that will generate shareholder value.

Willy Simon

Acting Chairman

18 December 2017

West African Minerals Corporation

Directors' report

The Directors present their interim report and the unaudited consolidated interim financial statements for West African Minerals Corporation (“WAFM” or the “Company”) for the six month period ended 30 September 2017.

Principal activity

The Company seeks investment opportunities across all types of natural resources projects. This investing policy permits the review and consideration of potential investments in not just metals and metals projects, but also investment in all types of natural resources projects, including but not limited to all metals, minerals and hydrocarbon projects, or physical resource assets on a worldwide basis.

On 13 November 2017, it was announced that, due to the continuing challenging iron ore market conditions and difficulties in finding commercial partners, a decision has been made to not progress the Sanaga iron ore project any further. No further funds will be expended on the project, other than to maintain the current licences in good standing and to preserve value pending any prospective sale of the assets.

Following this, the Board is currently in the process of reviewing the strategy for the future development of the Company.

Results and transfers to reserves

The results and transfers to reserves for the period are set out on pages 6 to 9.

The Group made a total comprehensive loss for the period after taxation of £19.4 million (30 September 2016: £68,659).

Dividend

The Directors do not propose the payment of a dividend for the period (2016: £nil).

Directors

The Directors who served during the period and to date are:

Gerard Holden	(Resigned 13 November 2017)
Bradford Mills*	(Resigned 2 June 2017)
Andrew Gutmann *	
Willy Simon *	
James Mellon *	(Resigned 13 November 2017)
Dr Kunwar Shailubhai*	(Appointed 6 July 2017)

* *non-executive*

By order of the Board

Willy Simon
Director

18 December 2017

Craigmuir Chambers
Road Town
Tortola
British Virgin Islands

West African Minerals Corporation

Unaudited consolidated statement of comprehensive income

for the six-month period ended 30 September 2017

	Notes	Period ended 30 September 2017 (unaudited) £	Period ended 30 September 2016 (unaudited) £
Continuing operations			
Income		-	-
Operating expenses			
Directors' fees	17	(13,732)	(15,118)
Salaries and wages		(5,095)	(4,743)
Consultants' fees		-	(3,200)
Other professional fees		(65,677)	(95,028)
Administration expenses		(55,700)	(63,597)
Share option and warrants	15	(3,023)	(16,527)
Other costs		(2,932)	(160)
Impairment - deferred mine cost	6	(12,398,292)	-
Impairment - exploration permit	11	(6,284,715)	-
Impairment - goodwill	9	(429,137)	-
Total operating loss	4	(19,258,303)	(198,373)
Other (losses)/gains - net		(1,084)	95,987
Finance income		568	2,758
Loss before income tax		(19,258,819)	(99,628)
Taxation	5	-	-
Loss for the period		(19,258,819)	(99,628)
Other comprehensive (loss)/income - foreign currency translation reserve		(142,357)	30,969
Total comprehensive loss for the period		(19,401,176)	(68,659)
Basic and diluted loss per share	19	(0.05)	(0.0003)

The notes on pages 10 to 20 form an integral part of these condensed consolidated interim financial statements.

The Directors consider that all results derive from continuing activities.

West African Minerals Corporation

Unaudited consolidated statement of financial position

as at 30 September 2017

	Notes	At 30 September 2017 (unaudited) £	At 31 March 2017 (audited) £
Assets			
Property, plant and equipment	7	42,518	61,012
Deferred mine exploration costs	6	-	12,183,882
Exploration permits	11	-	6,284,715
Goodwill	9	-	429,137
Total non-current assets		42,518	18,958,746
Current assets			
Cash and cash equivalents		2,666,675	3,145,820
Trade and other receivables	13	167,257	141,853
Total current assets		2,833,932	3,287,673
Total assets		2,876,450	22,246,419
Equity			
Share premium	8	66,192,355	66,192,355
Share options reserves		-	68,933
Foreign currency translation reserve		(10,479)	131,878
Retained deficit		(63,541,005)	(44,354,141)
Shareholders' equity		2,640,871	22,039,025
Current Liabilities			
Trade and other payables	14	235,579	207,394
Total liabilities		235,579	207,394
Total equity and liabilities		2,876,450	22,246,419

The notes on pages 10 to 20 form an integral part of these condensed consolidated interim financial statements.

These financial statements were approved by the board of Directors on 18 December 2017 and were signed on their behalf by:

Andrew Gutmann
Director

Willy Simon
Director

West African Minerals Corporation

Unaudited consolidated statement of changes in equity

for the six-month period ended 30 September 2017

	Notes	Share premium £	Share options reserve £	Share warrants reserve £	Foreign currency translation reserves £	Retained deficit £	Total shareholders' equity £
Balance at 1 April 2017 (audited)		66,192,355	68,933	-	131,878	(44,354,141)	22,039,025
Total comprehensive loss for the period							
Loss for the period		-	-	-	-	(19,258,819)	(19,258,819)
Other comprehensive income for the period		-	-	-	(142,357)	-	(142,357)
Transactions with owners, recorded directly in equity							
Contributions by and distributions to owners							
Options and warrants reserve charge	15	-	3,023	-	-	-	3,023
Options expired/cancelled	15	-	(71,956)	-	-	71,956	-
Balance at 30 September 2017 (unaudited)		66,192,355	-	-	(10,479)	(63,541,005)	2,640,871
Balance at 1 April 2016 (audited)		66,192,355	184,322	1,114,454	(192,433)	(45,029,569)	22,269,129
Total comprehensive loss for the period							
Loss for the period		-	-	-	-	(99,628)	(99,628)
Other comprehensive income for the period		-	-	-	30,969	-	30,969
Transactions with owners, recorded directly in equity							
Contributions by and distributions to owners							
Options and warrants expired/cancelled	15	-	-	-	-	-	-
Options and warrants reserve charge	15	-	16,527	-	-	-	16,527
Balance at 30 September 2016 (unaudited)		66,192,355	200,849	1,114,454	(161,464)	(45,129,197)	22,216,997

The notes on pages 10 to 20 form an integral part of these condensed consolidated interim financial statements.

West African Minerals Corporation

Unaudited consolidated statement of cash flows

for the six-month period ended 30 September 2017

	Notes	Period ended 30 September 2017 (unaudited) £	Period ended 30 September 2016 (unaudited) £
Cash flows from operating activities			
Loss for the period		(19,258,819)	(99,628)
<i>Adjusted for non-cash and non-operating items:</i>			
Share options and warrants charge		3,023	16,527
Finance income		(568)	(2,758)
Impairment - deferred mine cost		12,398,292	
Impairment - exploration permit		6,284,715	
Impairment - goodwill		429,137	
		<u>(144,220)</u>	<u>(88,859)</u>
Change in trade and other receivables		(25,403)	(15,960)
Change in trade and other payables		28,184	44,893
		<u>(141,439)</u>	<u>(56,926)</u>
Cash flows from investing activities			
Purchase of property, plant and equipment	7	(1,833)	(270)
Amount paid for capitalised deferred mine exploration cost	6	(194,084)	(102,096)
		<u>(195,917)</u>	<u>(102,366)</u>
Cash flows from financing activities			
Interest received		568	2,758
		<u>568</u>	<u>2,758</u>
Net cash generated from financing activities		568	2,758
Effect of foreign exchange movement on cash		(142,357)	30,969
Decrease in cash and cash equivalents		(479,145)	(125,565)
Cash and cash equivalents at beginning of period		3,145,820	3,568,800
Cash and cash equivalents at end of period		<u><u>2,666,675</u></u>	<u><u>3,443,235</u></u>

The notes on pages 10 to 20 form an integral part of these condensed consolidated interim financial statements.

West African Minerals Corporation

Notes

forming an integral part of the condensed consolidated interim financial statements for the period ended 30 September 2017

1 Reporting Entity

West African Minerals Corporation (the “Company” or “WAFM”) is a company domiciled in the British Virgin Islands. These consolidated financial statements comprise the Company and its subsidiaries (collectively the “Group”). The Company’s strategic objective is to acquire holdings in natural resources companies and/or physical resource assets which the Directors believe are undervalued and where such a transaction has the potential to create value for Shareholders. The Company is currently reviewing its investment strategy and considering all options, including seeking investment opportunities in a different sector, and in particular life sciences.

2 Basis of preparation

(a) Statement of compliance

The condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) as adopted by the EU and do not include all of the information required for full annual financial statements. The condensed consolidated interim financial statements were authorised for issue by the Board of Directors on 18 December 2017.

(b) Basis of measurement

Functional and Presentation Currency

The consolidated financial statements of the Group are presented in Pounds Sterling (£) which is the Company’s functional currency. All financial information presented in Pounds Sterling has been rounded to the nearest pound.

Estimates

The preparation of consolidated financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected. Significant estimates and assumptions include those related to recoverability of mineral properties and determination as to whether costs are expensed or deferred.

Going concern

The consolidated financial statements have been prepared on a going concern basis, taking into consideration the level of cash and cash equivalents presently held by the Group, and after considering the change in strategy of the Company. The Directors therefore have a reasonable expectation that, despite the economic uncertainty, the Company will have adequate resources and liquidity management (note 12) for its continuing existence and projected activities for the foreseeable future, and for these reasons, continue to adopt the going concern basis in preparing the consolidated financial statements for the period ended 30 September 2017.

3 Significant accounting policies

The condensed consolidated interim financial statements of the Company for the period ending 30 September 2017 comprise the Company and its subsidiaries (together referred to as the “Group”).

The accounting policies adopted by the Group in the preparation of these condensed consolidated interim financial statements are the same as those applied by the Group in its consolidated financial statements as at and for the year ended 31 March 2017. There were no new accounting policies adopted during the period.

The audited consolidated financial statements of the Group as at and for the year ended 31 March 2017 are available at the Group’s website <http://westafricanminerals.com/content/investor-centre/annual-interim-filings>.

West African Minerals Corporation

Notes (continued)

forming an integral part of the condensed consolidated interim financial statements for the period ended 30 September 2017

4 Operating loss

Loss before finance income is stated after charging:

Company and Group	Period ended 30 September 2017 (unaudited) £	Period ended 30 September 2016 (unaudited) £
Auditors' Fees	17,085	21,289
Directors' Fees (note 16)	13,732	15,118
Depreciation (note 7)	-	-
	=====	=====

5 Taxation

The British Virgin Islands, under the International Business Companies Act 2004, imposes no corporate taxes or capital gains taxes. However, the Group may be liable for taxes in the jurisdictions where it is operating.

The corporate tax rate in Cameroon is 35% (taking into account the 10% surcharge, the effective rate is 38.5%). The basic rate is reduced to 30% for the first three years a company is listed on the national stock exchange. Losses may be carried over for utilisation for up to four years. The operating subsidiary in Cameroon incurred losses from inception to current period therefore it is not subject to tax liability.

Deferred tax assets, estimated to be £1,004,802 (31 March 2017: £637,673) for Cameroon operations, have not been recognised due to insufficient evidence of the timing of suitable future profits against which they can be recovered. Deferred tax liabilities have also not been recognised.

6 Deferred mine exploration costs

The schedule below details the current projects of the Group and the related acquisition cost capitalised:

	Cameroon £	Total £
Cost		
At 1 April 2017 (audited)	14,210,260	14,210,260
Costs capitalised during the period	194,084	194,084
Depreciation charges capitalised during the period (note 7)	20,326	20,326
	=====	=====
At 30 September 2017 (unaudited)	14,424,670	14,424,670
Impairment		
At 1 April 2017 (audited)	2,026,378	2,026,378
Impairment recognised during the period	12,183,882	12,183,882
	=====	=====
At 30 September 2017 (unaudited)	14,424,670	14,424,670
Net book value		
At 30 September 2017 (unaudited)	-	-
At 31 March 2017 (audited)	12,183,882	12,183,882
	=====	=====

Deferred mine exploration costs represent intangible assets. Equipment and other assets used in exploratory activities are capitalised in Property, Plant and Equipment. Depreciation charges in respect of these assets are capitalised in deferred mine exploration costs.

West African Minerals Corporation

Notes (continued)

forming an integral part of the condensed consolidated interim financial statements for the period ended 30 September 2017

6 Deferred mine exploration costs (continued)

Cameroon

The CMC Exploration Permits, held by Compagnie Minière du Cameroun ("CMC Cameroon") originally comprised six permits for the exclusive rights to explore for iron ore and associated minerals in each of the Dja, Djadom, Lélé, Binga, Minko and Sanaga zones in Cameroon. License permits for Dja and a large portion of Minko were relinquished during the course of license renewal in January 2014. Permits for the remaining licenses have been approved by the government of Cameroon for two additional years.

As a result of the surrender of the Dja and the majority of the Minko licenses (relating to areas within the national parks) in the course of license renewal negotiations in January 2014, the Group recognised a full impairment against the balances capitalised in relation to these two licences (with the exception of the remaining 50% retained balance of the Minko license).

The Group assessed the deferred mine costs, relating to areas for which licenses were still held, for impairment as at 30 September 2017 and in light of the decision to cease all active operations and revert to care and maintenance pending disposal, the recoverable amount was considered to be substantially less than the carrying amount and as such, a complete impairment was recognised..

7 Property, plant and equipment

Group	Geological tools & equipment £	Furniture & equipment £	Transportation equipment £	Total £
Cost				
At 1 April 2017 (audited)	69,364	69,031	168,503	306,898
Additions	-	1,831	-	1,833
	<hr/>	<hr/>	<hr/>	<hr/>
As at 30 September 2017 (unaudited)	69,364	70,862	168,503	308,731
	<hr/>	<hr/>	<hr/>	<hr/>
Depreciation				
At 1 April 2017 (audited)	55,535	48,442	141,909	245,886
Charge for the period - capitalised	6,753	4,650	8,924	20,327
	<hr/>	<hr/>	<hr/>	<hr/>
As at 30 September 2017 (unaudited)	62,288	53,092	150,833	266,213
	<hr/>	<hr/>	<hr/>	<hr/>
Net book value				
As at 30 September 2017 (unaudited)	7,076	17,770	17,670	42,518
As at 31 March 2017 (audited)	13,829	20,589	26,594	61,012
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Total proceeds received on the disposal of fixed assets during the period / year was £nil (31 March 2017: £Nil).

West African Minerals Corporation

Notes (continued)

forming an integral part of the condensed consolidated interim financial statements for the period ended 30 September 2017

8 Capital and reserves

Capital Management

The Group manages its capital to maximize the return to the shareholders through the optimization of equity. The capital structure of the Group at 30 September 2017 consists of equity attributable to equity holders of the Company, comprising issued capital, reserves and retained deficit as disclosed.

The Group manages its capital structure and makes adjustments to it, in light of economic conditions and the strategy approved by shareholders. To maintain or adjust the capital structure, the Group may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares and release the Company's share premium account. No changes were made in the objectives, policies or processes during the period/year ended 30 September 2017 and 31 March 2017 or the period to date.

Share capital and premium

The Company is authorised to issue an unlimited number of nil par value shares of a single class. The Company may issue fractional shares and a fractional share shall have the corresponding fractional rights, obligations and liabilities of a whole share of the same class or series of shares. Shares may be issued in one or more series of shares as the Directors may by resolution determine from time to time.

Each share in the Company confers upon the shareholder:

- the right to one vote at a meeting of the shareholders or on any resolution of shareholders;
- the right to an equal share in any dividend paid by the Company; and
- the right to an equal share in the distribution of the surplus assets of the Company on its liquidation.

The Company may by resolution of the Directors redeem, purchase or otherwise acquire all or any of the shares in the Company subject to regulations set out in the Company's Articles of Incorporation.

Authorised

The Company is authorised to issue an unlimited number of nil par value shares of a single class.

	Shares Number	Share capital £	Share premium £
Issued ordinary shares of US\$0.00 each			
At 1 April 2016 / 31 March 2017 (audited)	381,157,838	-	66,192,355
At 30 September 2017 (unaudited)	381,157,838	-	66,192,355

Foreign currency translation reserve

The translation reserve comprises all foreign currency differences arising from the translations of the financial statements of foreign operations for consolidation.

Share options and warrants reserve

These reserves comprise the fair value of options and warrants in issue as at 30 September 2017. A reconciliation and methodology used in determining the fair values are set out in note 15.

Dividends

No dividends were declared or proposed by the Directors during the period (31 March 2017: £Nil).

West African Minerals Corporation

Notes (continued)

forming an integral part of the condensed consolidated interim financial statements for the period ended 30 September 2017

9 Goodwill

Goodwill has been recognised as a result of the acquisition of Ferrum Resources Limited and its subsidiaries. The total balance as at the period end is analysed as follows:

	Cameroon £	Total £
Cost		
At 31 March 2017 / 30 September 2017	643,706	643,706
Impairment		
At 31 March 2017	214,569	214,569
Impairment recognised during the period	429,137	429,137
At 30 September 2017 (unaudited)	643,706	643,706
Net book value		
At 30 September 2017 (unaudited)	-	-
At 31 March 2017 (audited)	429,137	429,137

The Company assessed the goodwill attributable to all remaining exploration permits for impairment as at 30 September 2017 and in light of the decision to cease all active operations and revert to care and maintenance pending disposal, considered the recoverable amount of these intangible assets to be substantially less than the carrying amount and as such, a complete impairment was recognised.

10 Investment in subsidiary undertakings

As at 30 September 2017, the Group had the following subsidiaries:

Name of company	Place of incorporation	Ownership interest	Principal activity
Ferrum Resources Limited (Ferrum) *	BVI	100%	Holding company of CMC, Ferrous Africa, Ferrum Guinea, Ferrum Benin and Ferrum Mauritania
CMC Guernsey Limited (CMC)	Guernsey	100%	Holding company of CMC Cameroon
Compagnie Minière du Cameroun (CMC Cameroon)	Cameroon	100%	Holds exploration licenses in Cameroon

* Held directly by WAFM. All other holdings are indirect

The consolidated financial statements include the results of the subsidiaries from the date that control is obtained to 30 September 2017 or the date that control ceases.

West African Minerals Corporation

Notes (continued)

forming an integral part of the condensed consolidated interim financial statements for the period ended 30 September 2017

11 Exploration permits

The Group recognised the fair value of intangible assets attributable to exploration permits (including those previously unrecognised) as a result of the following business combinations:

	Cameroon £	Total £
Cost		
At 31 March 2017 / 30 September 2017	9,427,042	9,427,042
Impairment		
At 31 March 2017	3,142,327	3,142,327
Impairment recognised during the period	6,284,715	6,284,715
At 30 September 2017 (unaudited)	9,427,042	9,427,042
Net book value		
At 30 September 2017 (unaudited)	-	-
At 31 March 2017 (audited)	6,284,715	6,284,715

The Company assessed the exploration permits for impairment as at 30 September 2017 and considered that in light of the decision to cease all active operations and revert to care and maintenance pending disposal, the recoverable amount of these intangible assets is substantially less than the carrying amount and as such, a complete impairment was recognised.

12 Financial instruments

Financial risk management

All aspects of the Group's financial risk management objectives and policies are consistent with those disclosed in the consolidated financial statements as at and for the year ended 31 March 2017.

Financial Instruments classification

Financial instruments comprise cash and trade and other receivables (classified as loans and receivables) and accounts payable and accrued expenses (classified as other financial liabilities). The carrying amounts of these financial instruments reported in the statement of financial position approximate their fair values due to the short-term nature of these accounts.

13 Trade and other receivables

	30 September 2017 £	31 March 2017 £
Prepayments	39,599	18,514
VAT	121,513	119,096
Other debtors	6,145	4,243
	<u>167,257</u>	<u>141,853</u>

14 Trade and other payables

	30 September 2017 £	31 March 2017 £
Trade payables	217,684	147,376
Accrued expenses	15,000	30,000
Other creditors	2,895	30,018
	<u>235,579</u>	<u>207,394</u>

West African Minerals Corporation

Notes (continued)

forming an integral part of the condensed consolidated interim financial statements for the period ended 30 September 2017

15 Share options and warrants

Share warrants

The total number of share warrants in issue as at the period end is set out below:

Recipient	Grant Date	Term in years	Exercise Price	1 April 2017	Issued	Exercised	Lapsed	30 September 2017	FV of warrants in issue at period end £	Expensed during the period £
Shareholders 1	25/05/13	5	40.00p	1,000,000	-	-	-	1,000,000	-	-
				1,000,000	-	-	-	1,000,000	-	-

Notes

1. These warrants were issued in conjunction with the two fund raising exercises completed in February 2014.

The Company has utilised the Black Scholes Model for the purposes of estimating the fair value of the share warrants upon issue. The following table lists the inputs to the models used for warrants issued during the current and prior years.

	14 February 2014	29 May 2013	02 April 2012	9 January 2012
Dividend yield (%)	-	-	-	-
Expected volatility (%) 1	50%	50%	40%	90%
Risk-free interest rate (%) 2	0.97%	0.43%	0.7%	1.15%
Share price at grant date	7.12 pence	35.9 pence	21.6 pence	11.5 pence
Share price (market value)	7.12 pence	35.9 pence	21.6 pence	11.5 pence
Exercise price	10.0 pence	40.0 pence	25.0 pence	24.0/10.0 pence
Expected exercise period	2 years	2 years	3 years	1 year

Notes

1. Annualised standard deviation of continuously compounded rates of return based on Company's historic share prices
2. Rate on 2 year Gilt Strips

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Notes (continued)

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15 Share options and warrants (continued)

Share options

The total number of share options in issue as at the period end is set out below.

Recipient	Grant Date	Term in years	Exercise Price	1 April 2017	Issued	Lapsed /cancelled	Expensed	30 September 2017	Expensed during the period £	Fair value £
Directors and consultants	14/05/14	10	7.00p	3,216,667	-	-	-	3,216,667	3,023	-
				3,216,667	-	-	-	3,216,667	3,023	-

The Company has utilised the Black Scholes Model for the purposes of estimating fair value of the share options upon issue. The following table lists the inputs to the models used for options in issue as at the period end.

	14 May 2014
Dividend yield (%)	-
Expected volatility (%) ¹	40%
Risk-free interest rate (%) ²	0.63%
Share price at grant date	7 pence
Share price (market value)	7 pence
Exercise price	7 pence
Expected exercise period	4 years

Notes

1. Annualised standard deviation of continuously compounded rates of return based on Company's historic share prices
2. Rate on 2 year Gilt Strips

Share Option Scheme

In accordance with, and subject to the terms of the Company's Share Option Scheme, options issued during the year shall vest in equal instalments annually over a period of three years from the date of grant. Vested options are exercisable at the Exercise Price and may not be exercised later than the tenth anniversary of the Date of Grant. The Directors shall have an absolute discretion as to the selection of persons to whom an Option is granted by the Company. An option shall not be granted to any person unless he/she is a person/company who has provided or is providing services to the Group as a consultant or otherwise ("Approved Grantee") or an employee or any person nominated by such Approved Grantee or employee. The exercise price shall be determined by the Directors and shall be the market value of a Share on the date of the grant of the option to the option holder or shall be such greater or lesser price as the Directors shall determine in their discretion provided always that in the case of a subscription option, the price shall not be less than the nominal value of a Share.

Exercise of the option may be conditional upon satisfaction of performance-related conditions as shall be determined by the Directors and notified to the option holder on the date of the grant. They are not transferable and may not be exercised when to do so would contravene the provisions of the Company's code governing share dealings by directors and employees. In the event that a director/consultant resigns and ceases to be engaged by the Company in any role, pursuant to the Share Option Scheme rules, he or she may only exercise options which have vested and for a period of no later than six months from resignation.

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Notes (continued)

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16 Segment reporting

The Group operates in one industry segment: mineral exploration and development in Cameroon. The Company has separately identified two (2016: two) operating segments based on geographical location, being operations in Cameroon and operations at the holding level. The activities in Cameroon, alongside the holding Company are reported regularly to senior management and the board to make decisions about resources and assess its performance and discrete financial information is maintained for each. Below is the analysis of Group's exposures in these segments:

	Cameroon	Corporate	Total
	£	£	£
Deferred mine exploration costs (note 6)	12,398,292	-	12,398,292
Exploration permit (note 10)	6,284,715	-	6,284,715
Other non-current assets	471,655	-	741,655
Current assets	279,002	2,554,930	2,833,932
Total liabilities	(9,508)	(226,071)	(235,579)
Net finance loss	-	(517)	(517)
Expenses	(31,486)	(114,673)	(146,159)
Net loss	(31,486)	(115,190)	(146,676)
Other comprehensive profit	-	(142,357)	(142,357)

17 Related party transactions

All related party transactions occurred on an arm's length basis and in the normal course of operations.

Key management personnel

Directors of the Group received the following remuneration during the period:

	Expense recognised during the period		Outstanding at the end of the period	
	30 September 2017	30 September 2016	30 September 2017	30 September 2016
	£	£	£	£
Brad Mills (resigned 02 June 2017)	672	2,862	-	4,682
Anton Mauve (resigned 01 June 2015)	-	-	-	653
James Mellon (resigned 13 November 2017)	3,050	2,862	-	4,862
Gerard Holden (resigned 13 November 2017)	3,910	3,670	-	6,003
Willy Simon	3,050	2,862	-	3,627
Andrew Gutman	3,050	2,862	-	3,627
Dr Kunwar Shailubhai (appointed 06 July 2017)	-	-	-	-
	<u>13,732</u>	<u>15,118</u>	<u>-</u>	<u>23,274</u>

Directors fee restructure:

As reported in previous year's financial statement, the Directors of the Company shall be paid 50% of their salary by the issue of new ordinary shares ("New Shares") in the Company in arrears at an implied monthly price equivalent to the volume weighted average price ("VWAP") of the Company's shares at the end of each relevant month. This structure was mutually agreed between the Company and the Directors as part of the cash-saving exercise implemented across the Group. The arrangements were to be with effect from 1 January 2014 and in respect of Gerard Holden from 1 May 2014.

West African Minerals Corporation

Notes (continued)

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17 Related party transactions (continued)

Key management personnel (continued)

As discussed in note 15, the Board of Directors may issue share options or warrants to persons/company who provide services to the Group. The following table is a reconciliation of warrants and options in issue to key personnel as at 30 September 2017. The value of these warrants/options is commensurate with the value of services provided to the Company.

Name	at 01 April 2017	Granted	Exercised	Lapsed/ Cancelled	At 30 September 2017
Brad Mills	4,700,000	-	-	(4,700,000)	-
Gerard Holden	2,350,000	-	-	-	2,350,000
Totals	7,050,000	-	-	(4,700,000)	2,350,000

Directors' interests in the capital of the Company are the following:

	Number of Ordinary Shares	Percentage of Issued Capital
James Mellon (<i>note 18</i>)	25,915,591	6.80%

Burnbrae Limited

The Company has entered into a service agreement with Burnbrae Limited for the provision of administrative and general office services. Mr James Mellon is a director of Burnbrae Limited and the Company. During the period the Company incurred a total cost of £27,236 (30 September 2016: £25,555) under this agreement and a balance of £133,510 was due to Burnbrae Limited at end of the period (31 March 2017: £106,274).

18 Significant shareholdings

Except for the interests disclosed in this note, the Directors are not aware of any holding of Ordinary Shares representing 3% or more of the issued share capital of the Company as at:

	At 30 September 2017	
	Number of Ordinary Shares	Percentage of Total Issued Capital
Beaufort Nominees Limited	119,218,242	31.28%
Vidacos Nominees Limited	81,627,160	21.42%
BBHISL Nominees Limited	44,702,633	11.73%
James Mellon ¹	25,915,591	6.80%
CGWL Nominees Limited	25,288,461	6.63%
The Bank of New York (Nominees) Limited	21,796,318	5.72%
Pershing Nominees Limited	15,260,993	4.00%

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Notes (continued)

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18 Significant shareholdings (continued)

Notes:

1. James Mellon's interest comprises 23,291,082 shares held by Galloway Limited (a company which is indirectly wholly owned by James Mellon) and 1,844,825 Shares held by Burnbrae Limited (a company which is indirectly wholly owned by James Mellon). The balance of James Mellon's shareholding (779,684) is held in Mr Mellon's own name

19 Basic and diluted loss per share

The calculation of basic loss per share of the Group is based on the net loss attributable to shareholders for the period of £19,258,819 (30 September 2016: £99,628) and the weighted average number of shares outstanding of 381,157,838 (30 September 2016: 381,157,838).

Weighted average number of ordinary shares

	30 September 2017	30 September 2016
Issued ordinary shares at 01 April	381,157,838	381,157,838
Effect of shares issued for cash	-	-
Effect of share options and warrants exercised	-	-
Effect of shares issued to Directors in lieu of salary	-	-
	<hr/>	<hr/>
Weighted average number of ordinary shares	381,157,838	381,157,838
	<hr/> <hr/>	<hr/> <hr/>

Diluted earnings per share are calculated adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares such as warrants and options. As at 30 September 2017 and 2016, there is no dilutive effect because the Group incurred net losses in both periods. Therefore, basic and diluted earnings per share are the same.

20 Commitments and contingent liabilities

There are no known contingent liabilities as at the period end.

21 Subsequent events

On 13 November 2017, Gerard Holden and James Mellon both resigned as Directors of the Company and its subsidiaries. On the same day, Willy Simon was appointed as Acting Chairman.

The Board is in the process of reviewing the strategy for the future development of the Company. Due to the continuing challenging iron ore market conditions and difficulties in finding commercial partners, a decision has been made to not progress the Sanaga iron ore project any further. No further funds will be expended on the project, other than to maintain the current licences in good standing and to preserve value pending any prospective sale of the assets.

The Board is in the process of approving a capital reduction exercise to cancel its share premium account.