

SUMMIT RESOURCES PLC

INTERIM REPORT

FOR THE SIX MONTHS ENDING 30 JUNE 2007

Registered Number 05315929

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I am pleased to announce that Summit Resources plc (the "**Company**" or "**Summit Resources**") has continued to make progress towards meeting its investment strategy.

During the last 10 months the Company has provided Coal Contractors (1991) Inc with bridging finance facilities totalling £1,150,000 in order to enable the completion of the purchase of an anthracite washing plant and associated civil engineering works at the Stockton Colliery in Pennsylvania, USA. The bridging finance facilities were extended to 31 July 2007 and have now become payable at 20 days notice.

Coal Contractors (1991) Inc is part of the Stockton Coal Group which owns and operates the Stockton Mine. Located approximately one mile east from the town of Hazelton, in the Hazel Creek Valley, Pennsylvania, the mine encompasses about 900 land acres and is accessible by both road and rail. The Stockton Coal Group has used the bridging finance facilities provided by the Company to complete a recently commissioned anthracite preparation plant. The anthracite preparation plant has been designed to produce a variety of sizes of clean coal products for sale to the domestic and industrial markets.

Results

During the six months to 30 June 2007, the Company received investment income of £35,008 and incurred administrative expense of £159,491 resulting in a loss of £124,483.

Christopher Lambert

Chairman

27 September 2007

	Note	6 months to 30 June 2007 (unaudited) £	6 months to 30 June 2006 (unaudited) £	Year ended 31 December 2006 (audited) £
Administrative expenses		(159,491)	(79,235)	(246,037)
Loss from Operations		<u>(159,491)</u>	<u>(79,235)</u>	<u>(246,037)</u>
Finance revenue		35,008	3,797	43,090
Loss on Ordinary Activities before Taxation		<u>(124,483)</u>	<u>(75,438)</u>	<u>(202,947)</u>
Income tax expense		-	-	-
Loss for the period / year		<u><u>(124,483)</u></u>	<u><u>(75,438)</u></u>	<u><u>(202,947)</u></u>
Loss per share expressed in pence	3	(0.04)p	(0.4)p	(0.13)p

	Note	6 months to 30 June 2007 (unaudited) £	6 months to 30 June 2006 (unaudited) £	Year ended 31 December 2006 (audited) £
ASSETS				
Non-Current Assets				
Property, plant and equipment		2,220	-	2,911
Current Assets				
Other receivables	4	1,725,230	38,600	1,345,005
Cash		1,800,257	3,685,910	2,200,675
		3,525,487	3,724,510	3,545,680
Total Assets		3,527,707	3,724,510	3,548,591
EQUITY AND LIABILITIES				
Equity and Reserves				
Called up share capital	5	187,508	187,508	187,508
Share premium account		3,535,543	3,561,739	3,544,739
Other reserves	6	15,847	-	6,651
Retained loss		(327,430)	(75,438)	(202,947)
Total Equity		3,411,468	3,673,809	3,535,951
Current Liabilities				
Trade and other payables		116,239	50,701	12,640
Total Equity and Liabilities		3,527,707	3,724,510	3,548,591

	Called up share capital £	Share premium £	Share option reserve £	Retained loss £	Total shareholders Equity £
6 months ended 30 June 2007					
As at 1 January 2007	187,508	3,544,739	6,651	(202,947)	3,535,951
Shares issued during the period	-	-	-	-	-
Share issue costs	-	-	-	-	-
Equity-settled share-based payments	-	-	-	-	-
Equity-settled share issue expenses	-	(9,196)	9,196	-	-
Loss for the period	-	-	-	(124,483)	(124,483)
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Balance as at 30 June 2007	187,508	3,535,543	15,847	(327,430)	3,411,468
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6 months ended 30 June 2006					
As at 1 January 2006	-	-	-	-	-
Shares issued during the period	187,508	3,737,843	-	-	3,925,351
Share issue costs	-	(176,104)	-	-	(176,104)
Equity-settled share-based payments	-	-	-	-	-
Equity-settled share issue expenses	-	-	-	-	-
Loss for the period	-	-	-	(75,438)	(75,438)
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Balance as at 30 June 2006	187,508	3,561,739	-	(75,438)	3,673,809
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Year ending 31 December 2006					
As at 1 January 2006	-	-	-	-	-
Shares issued during the period	187,508	3,737,842	-	-	3,925,350
Share issue costs	-	(193,103)	-	-	(193,103)
Equity-settled share-based payments	-	-	6,651	-	6,651
Loss for the year	-	-	-	(202,947)	(202,947)
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Balance as at 31 December 2006	187,508	3,544,739	6,651	(202,947)	3,535,951
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	6 months to 30 June 2007 (unaudited) £	6 months to 30 June 2006 (unaudited) £	Year ended 31 December 2006 (audited) £
Cash Flows from Operating Activities			
Operating loss	(159,491)	(79,235)	(246,037)
Adjustments for:			
Depreciation	691	-	576
Share options expensed	-	-	6,651
Trade and other receivables	(380,225)	(38,600)	(195,005)
Trade and other payables	103,599	50,701	12,640
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Net Cash used in Operating Activities	(435,426)	(67,134)	(421,175)
Cash Flows from Investing Activities			
Interest received	35,008	3,797	43,090
Payment to acquire tangible assets	-	-	(3,487)
Increase in short term loan			(1,150,000)
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Net Cash generated / (used) in Investing Activities	35,008	3,797	(1,110,397)
Cash Flows from Financing Activities			
Proceeds from Issue of share	-	3,925,350	3,925,350
Share issue costs	-	(176,104)	(193)
Share based payments	-	-	-
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Net Cash generated from Financing Activities	-	3,749,246	3,732,247
	<hr/>	<hr/>	<hr/>
Net (Decrease)/Increase in Cash	(400,418)	3,685,909	2,200,675
Cash and cash equivalents at beginning of the period/year	2,200,675	-	-
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Cash and cash equivalents at end of the period/year	1,800,257	3,685,909	2,200,675
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1. Financial Information

The financial information set out above does not constitute statutory accounts within the meaning of Section 240 of the Companies Act 1985. It has been prepared on a going concern basis in accordance with International Financial Reporting Standards (IFRS). The accounting policies applied in preparing the financial information are consistent with those that have been adopted in the Company's 2006 statutory accounts.

The financial information for the 6 months ended 30 June 2007 and the 6 months ended 30 June 2006 have not been audited.

2. Basis of Preparation

This financial information has been prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union (EU), IFRIC interpretations and the Companies Act 1985 applicable to companies reporting under IFRS. The financial information has been prepared under historical cost convention.

The preparation of this financial information in conformity with generally accepted accounting principles requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial information and the reported amounts of revenues and expenses during the reporting period. Although these estimates are based on management's best knowledge of the amount, event or actions, actual results ultimately may differ from those estimates.

3. Earnings per Share

The calculation of loss per share is based on a retained loss of £124,483 for the period ended 30 June 2007 (30 June 2006: £75,438; 31 December 2006: £202,947) and the weighted average number of shares in issue in the period 30 June 2007 of 267,868,264 (30 June 2006: 18,940,150; 31 December 2006: 155,405,081). There is no difference between the diluted loss per share and the loss per share shown.

4. Bridging Loan

Included in trade and other receivables at 30 June 2007 is a bridging loan of £1,150,000 (30 June 2006: £Nil, 31 December 2006: £1,150,000). This loan is interest free and is due on 31 July 2007 at the earliest or thereafter upon 20 days' notice from the Company.

5. Called Up Share Capital

The authorised share capital of the Company and the called up and fully paid amounts at 30 June 2007 follows:

	£
Authorised	
20,000,000,000 ordinary shares of 0.07p each	14,000,000
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Issued and fully paid	
267,868,264 ordinary shares of 0.07p each	187,508
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6. Share Options and Warrants

The following equity instruments have been issued by the Company and have not been exercised at 30 June 2006:

	Number of Ordinary Shares	Exercise price	Expires
Incentive options	24,348,147	2 pence	7 June 2011

Introduction

We have been instructed by the Company to review the financial information for the six months ended 30 June 2007 which comprises the income statement, the balance sheet, the statement of changes in equity and the cash flow statement and the related notes to the accounts and we have read the other information contained in the interim report and considered whether it contains any apparent misstatements or material inconsistencies with the financial information.

This report, including the conclusion, has been prepared for and only for the Company for the purpose of the AIM Rules of the London Stock Exchange and for no other purpose. We do not, in producing this report, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Directors' Responsibilities

The interim report, including the financial information contained therein, is the responsibility of, and has been approved by the Directors. The Directors are responsible for preparing the interim report in accordance with the AIM Rules of the London Stock Exchange which require that the accounting policies and presentation applied to the interim figures should be consistent with those applied in preparing the annual accounts except where any changes, and the reasons for them, are disclosed.

Review Work Performed

We conducted our review in accordance with the guidance contained in Bulletin 1999/4; the review of interim financial information issued by the Auditing Practices Board for use in the United Kingdom. A review consists principally of making enquiries of management and applying analytical procedures to the financial information and underlying financial data and, based thereon, assessing whether the accounting policies and presentation have been consistently applied unless otherwise disclosed. A review excludes audit procedures such as tests of controls and verification of assets, liabilities and transactions. It is substantially less in scope than an audit performed in accordance with International Standards on Auditing (UK and Ireland) and therefore provides a lower level of assurance than an audit. Accordingly, we do not express an audit opinion on the financial information.

Review Conclusion

On the basis of our review we are not aware of any material modifications that should be made to the financial information as presented for the six months ended 30 June 2007.

CLB Littlejohn Frazer
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