

Q1 report 2016

Interim Consolidated Financial Statements

- New equity issued – In total NOK 12.1 million in gross proceeds to the Company
- Focus is still on the Mindoro Nickel partnership discussions – ongoing discussions with various Philippine partners
- Committed financing of EUR 2 million through a convertible loan agreement - will be sufficient financing for the next 12 months of operation.

Financial Results

(All numbers in brackets refer to comparable 2015 figures; profit and loss related figures compares to same period 2015 while balance sheet figures compares to figures as at 31 December 2015)

(USD 1 000)	Q1 2016	Q1 2015	01.01-31.12 2015
Loss from continuing operations	-377	-453	-4 273
Loss discontinued operations	-257	-325	-16 041
Loss for the period	-634	-778	-20 314

The Mindoro Nickel Project has from December 2015 been classified as Asset held for sale/*Discontinued operation*. The remaining activity related to the Hurdal Project were written off as impaired in 2015.

There has been no exploration activity in Q1 2016 or 2015, and minimal expenses only related to licenses fee.

Net loss from continued operations before and after tax amount to USD 377 thousand (USD 453 thousand).

At 31 December 2015, cash and cash equivalents amount to USD 779 thousand (USD 420 thousand). The main reason for the increase cash deposit is due to the Rights Issue closed in January 2016. The cash reserves are mainly held in NOK and USD and are entirely placed in bank deposits. Interest income on bank deposits was minimal during the period ending 31 March 2016 and 31 December 2015. The group has no interest bearing debt, but has secured a committed financing of EUR 2 million through a convertible loan agreement, where the terms of the loan are subject to approval by the Company's Annual General Meeting to be held on 12 May 2016.

Book equity as at 31 March 2016 was USD 5 320 thousand or USD 0.007 per outstanding share (USD 3 783 thousand or USD 0.048 per share). The equity ratio was 57.6 per cent as at (55.2 per cent).

Key projects and portfolio summary

Mindoro Nickel, Philippines is a world-class nickel laterite deposit holding 3 million tons of contained nickel. The Definitive Feasibility Study with innovative green design features

Mindoro Nickel with the smallest carbon-footprint of any nickel processing plant and one of the most cost-efficient per pound nickel, due to exceptional leach properties of the ore.

A proposed, 3-stage plan (each under substantially lower financial and technical risks than a full-scale project) is the focus of the Company's current realization plans. With a carbon-neutral footprint, independence of fossil fuels, and an economic break-even grade of 0.4 % Ni, below the geological minimum grade, as well as a range of valuable by products, Mindoro Nickel can potentially set new standards for the utilization of lateritic mineral resources.

Nordli Molybdenum, Norway is a porphyry-style Molybdenum-deposit in Hurdal, hosting an inferred resource with about 400 million pounds Mo. The project is under reduced developments due to weak prices and current molybdenum market restructuring.

Operational review

Realisation plan and partnership discussions. During the first quarter of 2016 The Company's main focus has been on the realization of the Mindoro Nickel project, and strengthening the Company's financial position. For the realization process, the Company has had its main focus on the dialogue with Atro Mining Vitali Inc (Atro). As previously stated, Atro informed Intex late last year that it will pursue the transaction in partnership with a Philippine based mining operator. Simultaneously, Atro reconfirmed its intentions to complete a transaction on the same terms as originally envisaged. Further, Intex was assured that the outstanding issues between Atro and its proposed partner, were matters of formalities. Subsequently, there has been close contact between Intex, Atro and Atro's partner, and all three have regularly stated their intentions to complete a transaction as soon as practical. Recently, however, certain new issues have arisen, that will further delay the process. This is mainly related to legal structuring matters. Intex has addressed these issues, however, at this stage the outcome of the further discussions is considered uncertain and no conclusion is expected in the near future. Simultaneously, Intex is in discussions with other parties on a transaction on a similar basis as that originally proposed. At this stage no firm indications can be given as to the outcome and timing on these discussions.

Copper Zinc project in Norway: On 29 February, terminated the agreement with North Atlantic Minerals (NAML) for the copper-zinc venture in central Norway. Intex decided to dedicate its management -and financial resources on the Mindoro Nickel Project. Intex will currently not pursue any exploration activities in central Norway has also not renewed the 31 exploration licences.

Outlook

Despite the generally difficult market conditions Intex' board firmly believes that given some more time a satisfactory transaction can be made. The Board is furthermore still convinced that the local partnership route is the right way forward. Although the Board does not believe that significant further progress can be made in the very short term, we have for some time been given encouraging feedback from several major local mining players indicating that they are prepared to commence discussions after the conclusion of the Philippine general elections in early May.

The financing now raised, including the EUR 2 million convertible loan, will enable the Company to focus on and complete its strategic processes from a stronger negotiating

position than previously. Given certain streamlining of the business, the financing will be sufficient for the next 12 months of operation.

Interim Consolidated Statement of profit and loss and comprehensive income

(USD 1 000)	Notes	Non audited		Audited
		2016 Q1	2015 Q1	2015 01.01.-31.12.
Continuing operations				
Other revenue		51	0	199
Exploration and evaluation costs		-2	-57	-58
Other operating expenses		-422	-405	-4 408
Operating loss		-372	-462	-4 268
Financial income		0	9	19
Financial costs		-5	0	-25
Net financial items		-5	9	-6
Loss before tax		-377	-453	-4 273
Loss after tax		-377	-453	-4 273
Loss discontinued operations	10	-257	-325	-16 041
Loss for the period		-634	-778	-20 314
Basic and diluted earnings per share		-0,01	-0,01	-0,23
Basic and diluted earnings per share continued operation		0,00	-0,01	-0,05
Basic and diluted earnings per share discontinued operation		0,00	0,00	-0,18
Other comprehensive income:				
Net profit/loss on net investments in foreign operations		-3 125	1 126	7 633
Exchange differences on translation of foreign operations		3 489	-1 342	-8 838
<i>Whereof accumulated income/ expense related to discontinues operations</i>		392	297	-1 134
Total comprehensive income for the period to be reclassified to profit or loss in subsequent periods:		364	-215	-1 205
Total comprehensive income for the period/year		-270	-993	-21 519

Interim Consolidated Statement of financial position

<i>(USD 1 000)</i>	Notes	Non audited 31.03.2016	Audited 31.12.2015
ASSETS			
Exploration and evaluation assets	10	0	-
Property, plant and equipment	9	15	18
Total non-current assets		15	18
Accounts receivable		0	-
Other receivables		56	156
Cash and cash equivalents	5	779	420
Total current assets		835	576
Asset classified as held for sale	10	6 647	6 258
Asset classified as held for sale		6 647	6 258
TOTAL ASSETS		7 497	6 851
EQUITY			
Share capital		253	208
Other paid-in capital		69 962	64 953
Cumulative translation adjustments		19 800	23 734
Other equity		-85 696	-85 112
Total equity	8	4 320	3 783
LIABILITIES			
Other long term liabilities		328	311
Total long term liabilities		328	311
Trade payables		56	113
Other current liabilities	11	378	226
Total current liabilities		433	339
Liabilities associated with asset classified as held for sale	10	2 416	2 418
Liabilities associated with asset classified as held for sale		2 416	2 418
TOTAL EQUITY AND LIABILITIES		7 497	6 851

Interim Consolidated Statements of Changes in Equity

<i>(USD thousand)</i>	Share capital	Other paid-in capital	Cumulative translation adjustments	Other equity	Available for sale	Total
Equity 1 January 2015	222	76 505	11 591	-65 563	253	23 008
Share option costs	19	24		2 253	-	2 296
Profit/-loss for the period				-20 314		-20 314
Discontinued operation			668	63 870	-64 538	-
Other comprehensive income	-33	-11 576	3 287	8 252	-1 134	-1 204
Equity at 31 December 2015	208	64 953	15 546	-11 502	-65 419	3 786
Share option costs	32	770			-	802
Profit/-loss for the period				-634		-634
Discontinued operation				257	-257	-
Other comprehensive income	14	4 240	-4 326	47	392	367
Equity at 31 March 2016	254	69 963	11 220	-11 833	-65 284	4 320

Interim Consolidated Cash Flow Statement

	Non audited 2016 Q1	Audited 2016 01.01-31.12
<i>(USD 1000)</i>		
Profit/-loss for the year, continued operations	-377	-4 273
Profit/-loss for the year, discontinued operations	-257	-16 041
Depreciation, amortisation and impairment	3	17 945
Correction for non-cash items:	0	26
Non-cash expenses	0	3 237
<i>Operating activities</i>		
Change in trade and other receivables (inkl. prepaid)	100	-74
Change in trade payables and other current liabilities	-146	-601
Changes in Other long term liabilities and financial asset	0	-22
Changes in Asset held for sale	-375	0
<i>Cash-flow from operating activities</i>	-1 052	-3 041
<i>Investment activities</i>		
Net expenditure on property, plant and equipment	0	-6
<i>Cashflow from investment activities</i>	0	-6
<i>Financing activities</i>		
Capital increase	1 041	0
<i>Cash flow from financing activities</i>	1 041	0
<i>Net change in cash and cash equivalents</i>	-10	-3 047
<i>Cash and cash equivalents at the start of the period</i>	420	3 667
<i>Sum translation effects</i>	371	-93
<i>Cash and cash equivalents at the end of the period</i>	780	527

Notes to the Interim Consolidated Financial Statements

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Note 1 General information

Intex Resources ASA is a public limited liability company incorporated and domiciled in Norway. The Company's office address is Prinsens gate 2, 0152 Oslo, Norway. The Company's shares are listed on the Oslo Stock Exchange.

The Group's main activity is international exploration and evaluation activities with a focus on non-precious metals and mineral projects.

Note 2 Basis for preparation

This condensed consolidated interim financial has been prepared in accordance with IAS 34, 'Interim financial reporting'. The condensed consolidated interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2015, which have been prepared in accordance with IFRSs (as adapted by the EU).

Note 3 Accounting policies

The same accounting principles and methods of calculation have been applied as in the Annual Report for 2015. Future effects of new accounting standards were described in the Consolidated Financial Statements for 2015.

Note 4 Estimates

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

In preparing these condensed consolidated interim financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 31 December 2015.

Note 5 Financial risk management

General

The Group is exposed to a number of types of financial market risk arising from its normal business activities:

- Credit risk
- Liquidity risk
- Marked risk

The corporate management monitors the Group's most important financial risks and assesses whether measures are required to reduce a specific risk if a need to do so is identified.

Liquidity risk

The aim of the Board of Directors is to maintain a strong capital base in order to retain the trust of investors, creditors and the market at large as well as to develop the business. Excess liquidity may be invested in financial instruments with low to limited risk that might generate a return somewhat above the interest from bank deposits. Capital management and return on liquid assets are continuously monitored by the Board of Directors.

The Group has been raising equity through a rights issue in January 2016, and through two private placements in April 2016. Further, the Company has secured a committed financing of EUR 2 million through a convertible loan agreement, which will be sufficient to cover the financing of ordinary operation through 2016. The agreement is subject to approval by the Annual General Meeting 12 May 2016. As such, there are some risks related to the funding which may affect the going concern assumption. The value of assets, including capitalized exploration and evaluation costs may be lower than book value in case of a forced sale, see note *Subsequent event* for further information regarding the agreement.

Currency risk

The Group is exposed to currency risk relating to costs, receivables and liabilities in currency other than the functional currencies for its entities. Foreign exchange transactions are mainly in USD. At present, the Group does not utilise financial instruments to handle its currency risk. However, the Group regularly assesses whether there is a need to switch currency in order to reduce any currency risk that may arise.

In addition, the Group's balance sheet is exposed to exchange rate movements between the functional currencies and the presentation currency (USD). The majority of the Group's cash and cash equivalents are in NOK.

The following table shows the exposure of the group's main financial assets in currencies other than the presentation currency and the effect on the Group's equity at 31 March 2016 if the specified currencies had appreciated/ depreciated by 10 per cent and all other variables remained constant:

<i>(in 1 000)</i>	Denominated currency (DC)	FX rate 31.03.16 vs USD	Carrying amount	Equity effect of +/- 10% change in FX rate
NOK	6 403	8,27	774	+/- 77

Note 6 Segment Information

Management considers that the Group has two business segments: Exploration and evaluation of mineral resources in the Philippines and in Norway. The Group's primary activity is the Mindoro Nickel project in the Philippines. The Group also has the Hurdal Molybdenum project in Norway.

Per 31 December, the group has classified the segment Exploration and evaluation of mineral resources in the Philippines as discontinued operation.

Loss before and after tax for the segment is the same as for the continuing operation in the Statement of profit and loss and other comprehensive income. Further, see note *Discontinued operation* for further information.

Note 7 Related parties

Rights issue prospectus

Intex Resources ASA issued the prospectus for the subsequent offering of minimum 13 166 667 and maximum of 20 000 000 new shares in Intex Resources ASA 18 December 2015. The subscription period ended 7 January 2016 and shares in Intex Resources ASA owned by Key management personnel subsequent to the Rights Issue:

	No. of shares ¹⁾	No. of warrents
Henno Grenness, CEO	25 000	-
Christian L. Holst, Chairman ²⁾	384 000	354 000
Tone Bjørnov, Board Member	167 000	167 000
Thomas B. Carlsen, Board Member ³⁾	1 102 482	167 000
Total	1 678 482	688 000

1) Number of shares include shares owned by immediate family and controlled companies

2) Owned through CLH Invest AS

3) Partly owned through KRC Invest AS and Mercer Invest AS

Stock options

During 2016 there has not been expensed costs related to option incentive program (Q1 2015 USD 1 181)

Note 8 Shareholder value and Stock value

The share price at 31 March 2016 was NOK 0.43, down NOK 0.12 compared to the closing price at the end of 2015. total shares were 104 844 thousand, fully diluted 105 744 thousand, of which 352 thousand shares were held in treasury. The Company's market capitalization amounted to USD 5 452 thousand/ NOK 45 083 thousand.

As at 31 March 2016 the 20 largest shareholders, including Intex Resources ASA, held 47.89% of the total shares.

20 largest shareholders 31 March 2016	Ownership in % of	
	No of shares	total
LGT Bank AG	8 615 958	8,22 %
ALGOT INVEST AS	4 839 991	4,62 %
DnB NOR MARKETS, AKS DNB Bank ASA	3 370 000	3,21 %
VESLIK	3 272 524	3,12 %
NIMECO AS	3 130 000	2,99 %
MERCUR EIENDOM AS	2 823 004	2,69 %
J.P. Morgan Luxembourg treaty	2 558 165	2,44 %
E. LARRE HOLDING AS	2 320 625	2,21 %
SPENCER TRADING INC	2 169 807	2,07 %
MATHIAS HOLDING AS PER MATHIAS AARSKOG	2 000 000	1,91 %
DnB NOR MARKETS, AKS INTERIMSKONTO INNLAN DnB NOR Markets	2 000 000	1,91 %
AARHUS ODD	1 860 816	1,77 %
Credit Suisse AG CREDIT SUISSE AG	1 555 000	1,48 %
CASTRO JOAN ARNOLD	1 510 000	1,44 %
LANDSBANKINN HF A/C NOK LANDSBANKINN	1 490 353	1,42 %
SIX-SEVEN AS	1 412 824	1,35 %
LANDGRAFF ESPEN SAGVOLDEN	1 385 536	1,32 %
VPF NORDEA AVKASTNIN C/O JPMORGAN EUROPE	1 330 980	1,27 %
J.P. Morgan Luxembou NORDEA LUX LENDING A	1 326 354	1,27 %
STAVANGER KARTING AS	1 234 588	1,18 %
Other	54 637 027	52,11 %
Total	104 843 552	100,00 %

Note 9 Assets

There has been no material addition of tangible and intangible assets during the first quarter of 2016 or 2015.

As at December 31 the capitalized exploration and evaluation costs of USD 0.7 million, all related to the Hurdal Project, were written off as impairment.

Note 10 Discontinued operation

The Group has sharpened its strategy and focused its financial- and management resources to pursue the realization of the Mindoro Nickel Project. From this, it is considered that the carrying amount will be recovered through a sale transaction. As a result of this and from December 2015, The Mindoro Nickel Project is considered as *held-for-sale*. Further, as this represent a major line of business, this will be classified as *Discontinued operation*.

The classification as *Discontinued operation* changed the measurement basis of any non-current assets included in the segment. On initial classification in 2015 the assets were measured to the lower of carrying amount and fair value less costs to sell. Impairment loss from initial classification were included in the result from discontinued operation with USD 17 222 thousand, included in other operating expenses below.

Condensed statement of profit and loss:

<i>(USD 1 000)</i>	Non audited 2016 Q1	Non audited 2015 Q1	Audited 31.12.2015
Exploration and evaluation costs	-65	-114	-404
Other operating expenses	-192	-211	-18 761
Operating loss	-257	-325	-19 165
Loss before tax	-257	-325	-19 182
Loss after tax	-257	-325	-16 041
Loss for the period	-257	-325	-16 041

Condensed statement of financial positions:

<i>(USD 1 000)</i>	Unaudited 2 016 Per Q1	Audited 31.12.2015
ASSETS		
Exploration and evaluation assets	6 400	6000
Property, plant and equipment	27	31
Financial long term assets	82	81
Total non-current assets	6 510	6112
Other receivables	51	38
Cash and cash equivalents	86	107
Total current assets	137	145
TOTAL ASSETS	6 647	6257
LIABILITIES		
Deferred tax	208	204
Other long term liabilities	0	16
Total long term liabilities	208	220
Trade payables	120	132
Other current liabilities	2 088	2066
Total current liabilities	2 208	2198
TOTAL EQUITY AND LIABILITIES	2 416	2418

Note 11 Subsequent event

Capital increase

After 31 March 2016 there has been 2 registered capital increases. The main increases are related to two private placement with total gross proceeds of NOK 4 200 thousand and net proceeds of NOK 3 885 thousand. Following these increases, the Company has a share capital of NOK 2 306 873 divided into 115 343 661 shares outstanding, each with a nominal value of NOK 0.02. One of the placements of NOK 2 000 thousand was paid but not registered at 31 March 2016.

Financing agreement

In April 2016, Intex Resources ASA has secured a committed financing of EUR 2 million through a convertible loan agreement, which will be sufficient financing for ordinary operation through 2016. The terms of the loan are subject to approval by the Company's Annual General Meeting to be held on 12 May 2016.

The main terms of the loan are as follows:

- 5 % interest rate, payable quarterly
- Security pledged over shares in Intex Resources AS, a wholly owned subsidiary of the Company owning all the Company's assets in the Philippines
- Conversion rate of NOK 0.60 minimum conversion price. The lender may, at any time, convert, all or parts of the loan into common shares of the Company at a conversion price being the higher of (i) the last closing price minus 5% and (ii) NOK 0.60 per share.
- The Company may at any time prepay the loan, subject to notice to the lender, and the lender may prior to the prepayment date convert the loan into common shares of Intex.

Financial Calendar:

Q1 Financial Report 2016, 12 May 2016

Annual General Meeting, 12 May 2016

Q2 Financial Report 2016, 18 August 2016

Q3 Financial Report 2016, 18 November 2016

Q4 Financial Report 2016, 16 February 2017