TIGER RESOURCE FINANCE PLC

Annual Report & Financial Statements

for the year ended 31 December 2007

CONTENTS

OFFICERS AND PROFESSIONAL ADVISERS

DIRECTORS

R B Rowan (Chairman)
C Bird
M H Nolan (Non-executive Director)

SECRETARY

R Samtani (CIMA)

REGISTERED OFFICE

4th Floor
2 Cromwell Place
London
SW7 2JE

NOMINATED BROKER

WH Ireland Limited
Cannon Gate House
62-64 Cannon Street
London
EC4N 6AE

NOMINATED ADVISER

Davy Corporate Finance Ltd
Davy House
49 Dawson Street
Dublin 2
Ireland

REGISTERED NUMBER

2882601

AUDITORS

Grant Thornton UK LLP
Chartered Accountants
30 Finsbury Square
London EC2P 2YU

BANKERS

Allied Irish Banks plc
10 Berkeley Square
London
W1J 6AA

SOLICITORS

Trowers & Hamlins
Sceptre Court
40 Tower Hill
London EC3N 4DX

REGISTRARS

Computershare Investor Services (Ireland) Limited
Heron House
Corrig Road
Sandyford Industrial Estate
Dublin 18

WEBSITE

www.tiger-rf.com

REPORT OF THE CHAIRMAN

I am pleased to report further good progress for the year under review. The net asset value per share at 31 December 2007 was 5.55p compared to 4.73p at 31 December 2006 demonstrating that our conservative approach to resource investment is effective even in the difficult times experienced during the current reporting period.

During the year, Tiger purchased 19,350,000 of its own ordinary shares for a consideration of £795,028. The total number of treasury shares held by Tiger as at 31st December 2007 is 27,250,000 representing 13.48 % of the Company's issued share capital.

The Company made significant profits from the partial sale of key shareholdings during the year. A total of 5,000,000 Ascent Resources Plc shares were sold generating a profit of £902,703 and 170,100 Franconia Mineral Corp shares were disposed crystallizing a further profit of £211,675 for the Company.

The period under review was extremely volatile, particularly towards the latter half of the year, with small resource companies and often major companies demonstrating daily extreme share price volatility. This period of instability was not caused by sector or individual company fundamentals but by the perception that the US was in economic turmoil and potentially heading for a recession which would ultimately affect emerging economies and thus commodity demand.

The well publicised sub prime credit crisis produced a series of major bank write-downs affecting some of the world's best known banks and financial institutions at a scale unprecedented in the banking industry.

The investment world developed and published frequent worries that commodities prices would drop as a result of reduced demand against a forecast of global recession. Consequently, commodity prices and equities experienced considerable volatility and downward price pressure as a result of recessionary forecasting. Despite the aforementioned, metal prices performed relatively well during the period notwithstanding frequent attempts to "talk prices down".

The Tiger Board believes that we are in a sustainable commodity price range and a global recession would allow new metal production to come on line in a stable price environment. The link between the gold price and the US dollar has led to strong gold prices against a weak dollar. The creation of a Platinum Exchange Traded Fund and speculative investment activity has assisted to lift Platinum prices to above US$2,000 per ounce. Platinum prices are expected to remain high against a poor supply prognosis.

Tiger maintains, possibly conversely to most industry analysts, that the monetary and economic policy measures taken in the US may well reverse the US dollar's weakness and thus result in gold weakening significantly whilst other metals remain stable against solid supply/demand fundamentals.

Against this background, Tiger purchases have been modest with management perception being that potential risk is much greater than reward. However, we strongly believe that the coming months will offer good investment opportunities in the junior resource sector. Most companies have suffered valuation correction of up to 60% whilst in many cases technical fundamentals have advanced well beyond the levels when share prices were at an all time high. In essence, quality companies with good prospects have seen value erosion outside their control in a commodities arena where new discoveries are vital to sustain global growth and development.

We forecast that IPO activity will be limited and secondary financings will be difficult to procure. Tiger sees market conditions returning to when the Company was founded with a very similar environment for selective financings on more favourable terms to Tiger.

Tiger is strongly positioned and has more cash for investment than at that time and looks forward to a productive 2008 showing further enhancement of shareholder value.

R B Rowan – Chairman

12 June 2008

PORTFOLIO REVIEW

	Number 31/12/07	Cost 31/12/07 £	Valuation 31/12/07 £	Valuation 31/05/08 £
INVESTMENTS:				
African Eagle Resources Plc	1,241,174	112,264	124,117	99,294
Ascent Resources Plc	24,642,857	550,824	4,127,679	1,232,143
Franconia Minerals Corp - TSX	475,733	69,939	412,352	369,800
Gold Fields Ltd	10,500	32,759	75,533	67,912
Minmet Plc	873,574	241,135	72,070	28,391
Nautical Petroleum Plc	9,000,000	180,000	967,500	922,500
Pacific North West Capital Corp	566,500	107,682	103,982	89,809
Pan African Resources Plc	5,098,333	175,013	344,137	267,662
Ridge Mining Plc	100,000	178,477	111,000	124,000
River Diamonds Plc (1)	8,144,207	125,000	350,202	566,667
Sunrise Diamonds Plc	665,000	6,650	9,975	6,650
Tertiary Minerals Plc	1,330,000	119,700	73,150	69,825
Africa Oil Exploration Plc (2)	-	-	-	121,875
U308 Holdings Plc (3)	-	-	-	333,333
WARRANTS:				
River Diamonds Plc (4)	13,333,332	-	381,921	-
LOAN NOTES:				
MIT Ventures Corp Loan Note	-	40,000	40,000	40,000
TOTAL		**1,939,443**	**7,193,618**	**4,339,861**

1) The Company sold 8,144,207 River Diamonds Plc shares on 15 May 2008 and exercised 13,333,332 warrants. Consequently, the Company holds 13,333,332 River Diamonds Plc shares at 30 May 2008.

2) On 4 January 2008, the company acquired 625,000 Africa Oil Exploration Plc ordinary shares at a cost of £100,000. This holding is included in the portfolio valuation above at 30 May 2008.

3) On 29 January 2008, the company acquired 4,166,666 U3O8 ordinary shares at a cost of £125,000. This holding is included in the portfolio valuation above as at 30 May 2008.

4) The Company held 6,666,666 warrants in River Diamonds Plc on 31 December 2007 exercisable at 1.5p each to 23 October 2008 and a further 6,666,666 River Diamonds Plc warrants exercisable at 1.5p each to 25 February 2009. These warrants were exercised in May 2008 into 13,333,332 Ordinary 1p River Diamonds shares. Consequently, the Company did not hold any warrants at 30 May 2008.

African Eagle Resources plc

(AIM – AFE, Altx: AEA)

www.africaneagle.co.uk

Tiger holds 1,241,174 shares in African Eagle Resources plc ("African Eagle"). The company listed on the Alternative Exchange of the Johannesburg Stock Exchange in August 2007 following a placement of 53,457,310 shares at a price of R1.95 per share raising a total of 104 million SA Rands. African Eagle's advanced projects, the Mkushi Copper Mines in Zambia and the Miyabi gold project in Tanzania are being fast tracked towards production. The excellent local infrastructure, the straightforward mineralogy and the wealth of archive data from past operations make it likely that the Mines can be brought back into production quickly and at relatively modest capital cost. In its Miyabi Gold Project, African Eagle has defined a 520,000 ounce gold mineral resource to JORC standard, of which 71% is in the indicated category. Tiger will be closely monitoring this investment in the coming months.

Ascent Resources plc

(AIM – AST)

www.ascentresources.co.uk

Tiger holds 24,642,857 shares in Ascent Resources plc ("Ascent") following the disposal of 5 million shares during the year at a profit of £902,703. In November 2007, Ascent placed convertible loan notes with institutional funds managed by CIM Investment Management raising a total £2.5 million. The main purpose for raising funds was to enable Ascent to fast track its Hungarian gas development projects. Ascent entered into a farm-in agreement with Toreador Resources Corporation ("Toreador") to drill two exploratory wells and acquire 170 square kilometres of 3-D seismic in Toreador's Szolnok exploration permit in Central Hungary. Alongside the Bajsca field redevelopment in the south west and the Peneszlek development in the eastern Nyirseg region, the Toreador farm-in provides the company a platform for a third producing area to be established and if successful, could open up yet another cashflow stream for Ascent in 2009. Tiger believes that Ascent will benefit in less adverse share trading conditions and in the short term considers this position as a hold.

Franconia Minerals Corporation

(TSX – FRA)

www.franconiaminerals.com

Tiger sold 170,100 shares in Franconia Minerals Corporation ("Franconia") during the year for a consideration of £240,949 realising a profit of £211,675 and a return of over 700% compared to original cost. Tiger currently holds a further 475,733 shares in the company. Franconia is a company focused in the exploration of Platinum Group Metals and zinc/copper in the USA. The company's most advanced project is the Birch Lake Platinum-Palladium-Copper-Nickel project, located in the Duluth Complex in north eastern Minnesota. Franconia received the third N1 43-101 technical report raising the underground inferred resource estimated on the Birch Lake, Maturi and Spruce Road properties to a total of 307.9 million tonnes. Franconia continues to execute its plan to begin active mining at the Birch Lake Project by 2012. On 19 November 2007, the company's listing moved from the TSX Venture Exchange to the Toronto Stock Exchange. Tiger believes this investment has solid fundamentals which will release value in the mid-term.

Gold Fields Limited

(JSE – GFI)

www.goldfields.co.za

Tiger holds 10,500 Gold Fields Limited ("Gold Fields") shares valued at £75,533. Gold Fields is one of the world's largest unhedged gold producers with an annual gold production of approximately 4 million ounces, total ore reserves of 92 million ounces and mineral resources of 252 million ounces. In December 2007, Gold Fields completed the sale of its Venezuelan assets to Rusoro Mining Ltd (Rusoro) for a consideration of approximately US$532 million payable as US$180 million in cash and 140 million newly-issued Rusoro shares representing 37% of the total shares issued in Rusoro. Tiger has held this holding for a few years and will continue to monitor its Gold Fields investment with interest, particularly during a period of bullish precious metal prices.

PORTFOLIO REVIEW CONTINUED

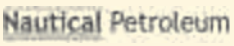
Minmet plc

(AIM – MNT)

www.minmet.ie

Tiger currently holds 873,574 shares in Minmet plc ("Minmet"). In October 2007, Minmet plc announced the termination of all arrangements with Gold Oil plc ("Gold Oil") relating to oil and gas interests in Cuba and Latin America, following a re-evaluation of these interests by the company's board. In consideration for the termination, Gold Oil deposited its 8,300,000 ordinary Minmet shares with a broker, with instructions to have the shares placed in the market and the proceeds distributed to the company. Concurrently, Minmet also deposited its 22,950,000 ordinary shares in Gold Oil with a broker, with instructions to have the shares placed in the market and the proceeds distributed to Gold Oil. In December 2007, Gold-Ore Resources Ltd. ("Gold-Ore") completed the exercise of its call option to purchase the Björkdal gold mine in Sweden. Minmet received US$2 million in cash and 4 million Gold-Ore common shares as consideration for the sale of its 100% interest in Björkdalsgruvan AB, the owner of the Björkdal mine. Tiger currently holds a relatively small investment in Minmet having realised good returns in the past.

Nautical Petroleum plc



(AIM – NPE)

www.nauticalpetroleum.com

Tiger holds 9,000,000 shares in Nautical Petroleum plc ("Nautical"). Nautical is an independent hydrocarbon exploration and development company listed on London's AIM market. The company's mission is to acquire, develop and add value to discovered heavy oil projects, initially on the United Kingdom Continental Shelf ("UKCS"). Nautical currently operates 8 blocks and is an active partner in 7 others in the UKCS and France. The Company continues to follow a conservative policy, focusing on discovered oil with minimal exposure to exploration risk and preferring to retain highest equity shares in Nautical operated Joint Ventures. The Company continues to mitigate risk through farming out to aligned partners at a premium, as evidenced by the participation of new UKCS entrant Canamens Energy Limited and Silverstone Energy Limited in the Mermaid project - both along with Nautical's existing partner, Celtic Oil Limited. The company continues to seek further farmouts, especially on blocks where significant expenditure is required on either new seismic or drilling. Tiger is confident that Nautical's experienced management team will add value to the various projects currently held in the company's portfolio.

Pacific North West Capital Corp

(TSX – PFN)

www.pfncapital.com

Tiger holds 566,500 shares in Pacific North West Capital Corp ("PFN"), a company focused in PGM and base metal exploration in North America. PFN has joint venture projects with major mining companies such as Anglo Platinum, Stillwater Mining Company, Xstrata Nickel and Soquem. PFN's most active project is the River Valley Project, located near Sudbury, Ontario. This project is joint-ventured 50/50 with Anglo Platinum Limited ("Anglo Platinum"). In November 2007, an additional budget of $525,000 was approved by Anglo Platinum to fast track the exploration programme at River Valley. Further ground sampling, stripping, channelling and continued evaluation on the Interior RV intrusive is currently underway to evaluate the mineral potential of the PGM zones identified in the 2006 mapping and prospecting programs. The objective of the programme is to define new PGM mineralization that could expand the current measured resource of 8.53 million tonnes containing 353,200 ounces of palladium (1.29 g/t), 116,800 ounces of platinum (0.43 g/t) and 20,400 ounces of gold (0.07 g/t). PFN has an interesting portfolio of projects which should increase shareholder value in a strong PGM market.

Pan African Resources plc

(AIM – PAF)

www.panafricanresources.com

Tiger holds 5,098,333 shares in Pan African Resources plc ("Pan African"). In July 2007 Pan African completed the acquisition of Barberton Mines Limited ("Barberton") and the Company's ordinary shares ('Shares') began trading on Altx, the junior market of the Johannesburg Stock Exchange. The shares were also re-admitted to trading on AIM following shareholder approval for the acquisition of Barberton, which constituted a reverse takeover under AIM Rules. Pan African is now the largest gold production and exploration company trading on the growing Altx market with in situ mineral reserves at the Barbeton mine of some 359Koz (1.37Mt @ 8,16g/t) producing approximately 95 – 100,000oz per annum over an expected mine life of 10 years. Pan African is considered a good long term investment and Tiger believes that the company's share price has not appreciated significantly due to adverse market conditions.

Ridge Mining plc

(AIM – RDG)

www.ridgemining.com

Tiger holds 100,000 shares in Ridge Mining plc ("Ridge Mining"). Ridge Mining is an AIM and PLUS traded company, focused on developing prospective Platinum Group Metal (PGM) projects in the Bushveld Complex of South Africa. The Company's two most advanced PGM projects are the 50% owned Blue Ridge Project on the eastern limb of the Bushveld Complex where development commenced in January 2007 and first production is scheduled for the fourth quarter of 2008 and the nearby Sheba's Ridge Project, a joint venture with Anglo Platinum and the Industrial Development Corporation of South Africa where a full feasibility study was completed at the end of 2007. The Sheba's Ridge feasibility study is in the process of an independent technical audit, the results of which are scheduled for release in 2008. Tiger sees Ridge Mining performing well in the bullish PGM sector.

River Diamonds plc

(AIM – RVD)

www.riverdiamonds.co.uk

Tiger holds 8,144,207 shares in River Diamonds plc ("River Diamonds") at 31 December 2007. Tiger realised a profit of £200,768 in May 2008 through the sale of this holding and exercised its 13,333,332 1.5p warrants at the same time increasing Tiger's holding to the equivalent number of shares. During 2007, River Diamonds directed its focus to the gold sector and acquired a 100% stake in the Vatukoula Gold Mine in Fiji, a producing gold mine containing 830,000oz of reserves and a 5.15 million oz resource. As part of the planned restart of the mine, substantial development exploration is planned. This programme will initially focus on mineralisation along strike and down dip of the existing ore bodies. On completion of this programme, exploration will begin on the Basala target which is approximately 200 square metres and has an elevated soil gold grade of 0.25 ppm. There is also exploration potential at two further localities around the caldera, the Nasomo magnetic target and the Waikatakata area. River Diamonds believes that there is significant further upside potential for additional resources in the Vatukoula project.

Sunrise Diamonds plc

(AIM – SDS)

www.sunrisediamonds.com

Tiger holds 665,000 shares in Sunrise Diamonds plc ("Sunrise Diamonds"). The company announced the finding of macro diamonds in drill samples from Kimberlite Pipes 10 and 17 as well as a significant number of larger sized stones and a relatively coarse stone size distribution in the samples from Pipe 17. The diamonds recovered from Pipe 17 have positive value characteristics, most being colourless and of moderate to good quality. Pipe 17 has a surface area of approximately 2 hectares and is being followed up for larger scale sampling. Sunrise Diamonds has continued to leverage on its exclusive licence to use the BHP Billiton diamond exploration database in Finland with the recent agreement with Mantle Diamonds Limited ("Mantle") giving it a 20% joint venture interest and free carry to a mining decision, in two kimberlite targets identified from the database on ground controlled by Mantle. Sunrise Diamonds is continuing its project generative work elsewhere in Finland and overseas and further news is expected in the coming months.

Tertiary Minerals plc

(AIM – TYM)

www.tertiaryminerals.com

Tiger holds 1,330,000 shares in Tertiary Minerals plc ("Tertiary Minerals"). Tertiary Minerals plc was awarded an exploration licence covering a major deposit of fluorspar near Storuman in the Vasterbotten district of Northern Sweden. The Company has moved quickly to evaluate the Storuman project and recently announced the results of its initial drilling programme where fluorspar mineralisation was intersected in each of 10 holes drilled over a strike length of 2km. Although assay results are awaited, early indications suggest that the Storuman project hosts a large body of fluorspar mineralisation with potential for significant extensions. Tertiary Minerals has provided in full against the Ghurayyah tantalum-niobium-zircon project until such time as a new exploration licence is issued by the ministry of mines and minerals in Saudi Arabia on acceptable terms and conditions. Tiger will closely follow progress of the Storuman project to evaluate potential return from this investment.

REPORT OF THE DIRECTORS

The directors submit their report, together with the audited financial statements, for the year ended 31 December 2007.

REVIEW OF THE BUSINESS

Principal activities:

The main activity during the year of Tiger Resource Finance plc (the "Company") was making investments in the natural resource sector.

Business review:

The results for the year are summarised below:

	2007	2006
	£	£
Profit on ordinary activities before taxation	**970,576**	384,797
Tax on profit on ordinary activities	**(255,120)**	(157,332)
Profit on ordinary activities after taxation	**715,456**	227,465
Unrealised net gains/(losses) on investments	**2,636,389**	(93,262)
Cumulative gains recognised in previous years on sales in the year	**(532,896)**	(422,241)
Total recognised gains/(losses)	**2,818,949**	(288,038)

The Company considers its Key Performance Indicator to be the movement in its Net Asset Value (NAV) per share.

At year-end the company held investments in thirteen companies valued at £7,193,618 and had a cash balance of £4,204,464. The net asset value per share as at 31 December 2007 was 5.55p (2006 – 4.73p per share). The basic EPS is 0.39p per share (2006 – 0.12p per share) and diluted EPS is 0.37p per share (2006 – 0.11p per share).

These results were considered as satisfactory by the directors who expect continued growth in the Company's NAV in the foreseeable future.

The directors have not declared a dividend in the current or prior year.

Risk review:

The Company's financial instruments comprise:

- Equity investments and warrants
- Loan notes
- Cash, short-term receivables and payables

Throughout the period under review, it was the Company's policy that no trading in derivatives should be undertaken.

The main financial risks arising from the Company's financial instruments are market price risk, interest rate risk, liquidity risk and foreign currency risk. The Company has little exposure to credit and cashflow risk. The Board regularly reviews and agrees policies for managing each of these risks and they are summarised below. These policies have remained constant throughout the period.

Market price risk

Market price risk arises mainly from uncertainty about future movements in equity prices and currency exchange movements relative to Sterling.

It is the Board's policy to maintain an appropriate spread of investments in the portfolio whilst maintaining the investment policy and aims of the Company. The directors actively monitor market prices throughout the year and report to the Board, which meets regularly to review investment policy.

Interest rate risk

Cash balances at 31 December 2007 totalled £4,204,464. The Company finances its operations through its share capital and retained revenues.

Liquidity risk

The Company maintains appropriate cash reserves and the majority of the Company's assets comprise of realisable securities which can be sold to meet funding requirements if necessary.

Foreign currency risk

The Company's total return and net assets can be significantly affected by currency translation movements as part of the Company's assets are denominated in currencies other than Sterling. The directors mitigate the individual currency risks through the international spread of investments. Hedging transactions may be used but none have been employed during the period under review.

The Company's operations expose it to a variety of financial risks including the effects of change in foreign

currency exchange rates, credit risk and liquidity risk. The Company does not use derivative instruments to manage these risks. The Company's principal financial instruments comprise sterling cash, equity investments, convertible loan notes, trade receivables and payables that arise from its operations.

Credit risk

The risk of counterparty's failure to discharge its obligations under a transaction that could result in the Company suffering a loss is minimal. The company holds its cash balances with a reputable bank and only transacts with regulated institutions on normal market terms.

Future developments in the business

The board of directors of the Company (the "Board") will continue to actively review investment opportunities in the mining and mineral exploration industries and adopt an investment policy that will enable the Company to benefit from the Board's extensive knowledge and experience in these industries.

CORPORATE GOVERNANCE

The board supports the principles of good corporate governance contained in the Combined Code issued by the Financial Reporting Council. It complies where this is commercially justified, allowing for the practical limitations relating to the company's size.

Given the size of the Company's operations, it is not considered appropriate to have separate audit and remuneration committees. Michael Nolan, the Company's non-executive director chairs these committees.

DIRECTORS AND SECRETARY

The present directors and secretary are listed on page 2. Throughout the year and up to the date of this report there were no changes in the officers of the Company.

BOARD OF DIRECTORS

Ronald Bruce Rowan – Chairman

A businessman and shareholder in a number of UK public companies. He is also chairman of Sunvest Corporation Limited (listed in Australia) and Starvest Plc (AIM listed).

Colin Bird – Director

A Chartered Engineer and Fellow of the Institution of Materials Minerals and Mining. Mr Bird is executive chairman of Kiwara Plc and chief executive officer of Jubilee Platinum Plc and serves on the board of several resource explorers and investment companies. He is also managing director of Lion Mining Finance Limited and a director of Lion Capital Corporation Limited ("Lion Capital"), both based in London. Lion Capital is an FSA registered company which advises on corporate matters and mining finance.

Michael H Nolan – Non-Executive Director

A director of the Company since 1996. Mr Nolan is a Chartered Accountant and has worked with Deloitte & Touche in Dublin. Currently, chairman of Vancouver based Rathdowney Resources Limited, a private natural resource company, operating in Ireland and supported by the Hunter Dickinson Group and executive director of Lapp Plats plc, an AIM traded natural resource company, he stepped down as chief executive officer of Minmet Plc in August 2007. He also serves on the board of several resource exploration and investment companies.

DIRECTORS' INTERESTS

The beneficial interests of the directors, their spouses and minor children in the share capital of the Company are as follows:

	Ordinary Shares of 1p each			Options		
	30/05/2008	31/12/2007	31/12/2006	30/05/2008	31/12/2007	31/12/2006
R B Rowan	48,366,239	48,366,239	48,366,239	13,000,000	13,000,000	13,000,000
C Bird	1,635,000	1,635,000	1,635,000	7,260,000	7,260,000	7,260,000
M H Nolan	*1,315,000	1,315,000	125,000	500,000	500,000	1,690,000

REPORT OF THE DIRECTORS CONTINUED

* 1,295,000 of these shares are held by J.S. Consult Limited Pension Fund. Michael Nolan is the sole beneficiary of this pension fund.

On 31 December 2007 a total of 15,760,000 ordinary shares were subject to options by the directors at an exercise price of 1.25p per share with an expiry date of 29 May 2012. A further 5,000,000 options were exercisable by the directors at 3.5p per share with an expiry date of 20 March 2016.

On 15 January 2007, M H Nolan exercised 1,190,000 options at a price of 1.25p per share.

The market price of the Company's shares on 31 December 2007 was 3.35p and on 30 May 2008 is 3.00 pence (31 December 2006 – 3.30p).

PURCHASE OF OWN SHARES

Between the dates of 15 January 2007 and 16 July 2007 the Company purchased 19,350,000 of its own shares for a consideration of £795,028 (nominal value £193,500). In early 2008, the Company bought a further 2,250,000 ordinary shares for a consideration of £76,500 (nominal value £22,500). The total number of treasury shares held by the Company on 31 December 2007 was 27,250,000 representing 13.48% of the issued share capital of the Company. At 30 May 2008, the Company held 29,500,000 ordinary shares held in treasury representing 14.59% of the issued share capital. The directors intend, in due course, to either re-issue or cancel shares such that the shares held in treasury is under 10% of the issued share capital. The purchase of the Company's own shares was done to lower the discount between the share price and the NAV of the Company. These shares are held in treasury and may be cancelled, held or resold as the directors deem appropriate in the best interest of the shareholders.

Authority to purchase the Company's own shares up to 15% of the then issued share capital (30,310,791 shares) was approved at the AGM on 1 August 2007.

INTERNAL CONTROLS

The Board has overall responsibility for ensuring that the Company maintains a system of internal financial controls to provide it with reasonable assurance regarding the reliability of financial information used within the business and for publication and that assets are safeguarded.

The key features of the internal control system that operated throughout the year covered by this report can be summarised as follows:

- there is central head office control over all expenditures along with budgetary control over all costs and cash flows;
- appropriate segregation of duties is implemented for all cost authorisations;
- regular reporting of financial information to management; and
- all investment and capital expenditure proposals are documented and approved.

CONFLICTS OF INTEREST

The directors and management may from time to time hold shares in companies in which Tiger owns investments or is considering investing. The Company has in place a conflict of interest procedure to ensure that potential conflict is managed.

SUBSTANTIAL SHAREHOLDINGS

The following shareholders held 3% or more of the issued share capital of the Company at 31 December 2007 (adjusted for 27,250,000 shares held in treasury) and on 30 May 2008 (adjusted for 29,500,000 shares held in treasury).

	30 May 2008	31 Dec 2007	31 Dec 2006
	%	%	%
R B Rowan	28.03	27.67	25.06
Barclayshare Nominees	5.97	5.78	4.90
T D Waterhouse	4.44	4.39	4.55
GLC Limited	3.16	-	-

GOING CONCERN

After making enquiries, the directors have a reasonable expectation that the Company has adequate resources to continue its operations for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

PAYMENT OF SUPPLIERS

The company agrees terms of contracts when orders are placed. It is Company policy that payments to suppliers are made in accordance with those terms, provided that suppliers also comply with all relevant terms and conditions. Trade payables outstanding at year end represented 1 day's trade purchases (2006 – 1 day).

POLITICAL AND CHARITABLE CONTRIBUTIONS

There were no political or charitable contributions during the year or the previous year.

AUDITORS

RSM Robson Rhodes LLP merged its audit practice with that of Grant Thornton UK LLP with effect from 2 July 2007, with the successor firm being Grant Thornton UK LLP. RSM Robson Rhodes LLP has resigned as auditors on 31 July 2007 creating a casual vacancy which the directors have filled by appointing Grant Thornton UK LLP. A resolution to reappoint Grant Thornton UK LLP will be proposed at the forthcoming annual general meeting.

DISCLOSURE OF INFORMATION TO AUDITORS

The directors who held office at the date of approval of the Directors' report confirm that, so far as they are aware, there is no relevant audit information of which the Company's auditors are unaware; and each director has taken all the steps that he ought to have taken as a director to make himself aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

Signed on behalf of the Board:

R B Rowan – Chairman **C Bird** - Director

12 June 2008

STATEMENT OF DIRECTORS' RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The directors are responsible for preparing the financial statements in accordance with applicable United Kingdom law and International Financial Reporting Standards (IFRSs) as adopted by the European Union.

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether IFRSs as adopted by the European Union have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors are responsible for the maintenance and integrity of the corporate and financial information on the company's website. Legislation in the United Kingdom governing the preparation and dissemination of the financial statements and other information included in annual reports may differ from legislation in other jurisdictions.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF TIGER RESOURCE FINANCE PLC

We have audited the financial statements of Tiger Resource Finance plc for the year ended 31 December 2007 which comprise the income statement, the statement of changes in equity, the balance sheet, the cash flow statement, and notes 1 to 14. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the Annual Report and the financial statements in accordance with United Kingdom law and International Financial Reporting Standards (IFRSs) as adopted by the European Union are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and whether the financial statements have been properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the Report of the Directors is consistent with the financial statements.

In addition we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read other information contained in the Annual Report and consider whether it is consistent with the financial statements. The other information comprises only the Report of the Directors, the Chairman's Statement and the Portfolio Review. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with IFRSs as adopted by the European Union as applied in accordance with the provisions of the Companies Act 1985, of the state of affairs of the company as 31 December 2007 and its profit for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Report of the Directors is consistent with the financial statements.

Grant Thornton UK LLP

Registered Auditor
Chartered Accountants
London, England

16 June 2008

INCOME STATEMENT

YEAR ENDED 31 DECEMBER 2007

	Notes	2007	2006 Restated*
		£	£
Profit on sale of non-current investments		**1,114,378**	695,774
Income:			
Investment income		**1,387**	1,174
Interest receivable		**230,498**	181,097
Administrative expenses	2	**(375,687)**	(493,248)
PROFIT BEFORE TAXATION		**970,576**	384,797
Taxation	4	**(255,120)**	(157,332)
PROFIT ATTRIBUTABLE TO EQUITY SHAREHOLDERS		**715,456**	227,465
Basic earnings per share	5	**0.39p**	0.12p
Diluted earnings per share	5	**0.37p**	0.11p

*** Refer to Note 14**

All profits are derived from continuing operations.

STATEMENT OF CHANGES IN EQUITY

YEAR ENDED 31 DECEMBER 2007

	Share capital	Share premium	Capital redemption reserve	Revaluation reserves	Share based payment reserves	Accumulated profit	Total
	£	£	£	£	£	£	£
As at 31 Dec 05	2,358,819	1,554,856	-	3,666,188	-	2,000,841	9,580,704
Recognition of deferred tax liability on adopting IFRS *	-	-	-	(1,099,856)	-	-	(1,099,856)
As at 31 Dec 05	2,358,819	1,554,856	-	2,566,332	-	2,000,841	8,480,848
Changes in equity for 2006							
Available-for-sale investments							
Valuation gains, less losses taken to equity	-	-	-	(93,262)	-	-	(93,262)
Transferred to profit on sale of non-current investments	-	-	-	(422,241)	-	-	(422,241)
Deferred taxation on items taken directly to equity	-	-	-	154,651	-	-	154,651
Net income / (expense) recognised directly in equity	-	-	-	(360,852)	-	-	(360,852)
Profit for the year	-	-	-	-	-	227,465	227,465
Total recognised income and expense for the year	-	-	-	(360,852)	-	227,465	(133,387)
Shares bought back and held in treasury	-	-	-	-	-	(289,992)	(289,992)
Shares held in treasury cancelled	(350,000)	-	350,000	-	-	-	-
Share option costs charged against income	-	-	-	-	130,118	-	130,118
As at 31 Dec 2006	2,008,819	1,554,856	350,000	2,205,480	130,118	1,938,314	8,187,587

*** Refer to Note 14**

STATEMENT OF CHANGES IN EQUITY CONTINUED

YEAR ENDED 31 DECEMBER 2007

	Share capital	Share premium	Capital redemption reserve	Revaluation reserves	Share based payment reserves	Accumulated profit	Total
	£	£	£	£	£	£	£
Available-for-sale investments							
Valuation gains, less losses taken to equity	-	-	-	2,636,389	-	-	2,636,389
Transferred to profit on sale of non-current investments	-	-	-	(532,896)	-	-	(532,896)
Deferred taxation on items taken directly to equity	-	-	-	(525,965)	-	-	(525,965)
Net income / (expense) recognised directly in equity	-	-	-	1,577,528	-	-	1,577,528
Profit for the year	-	-	-	-	-	715,456	715,456
Total recognised income and expense for the year				1,577,528		715,456	2,292,984
Issue of share capital	11,900	2,975	-	-	-	-	14,875
Shares bought back and held in treasury	-	-	-	-		(795,028)	(795,028)
As at 31 Dec 2007	2,020,719	1,557,831	350,000	3,783,008	130,118	1,858,742	9,700,418

*** Refer to Note 14**

BALANCE SHEET

AS AT 31 DECEMBER 2007

	Notes	2007	2006 Restated*
		£	£
NON CURRENT ASSETS			
Financial assets			
Available-for-sale investments	6	**7,193,618**	5,103,467
CURRENT ASSETS			
Trade and other receivables	7	**113,621**	117,161
Cash and cash equivalent		**4,204,464**	4,215,479
		4,318,085	4,332,640
TOTAL ASSETS		**11,511,703**	9,436,107
EQUITY AND LIABILITIES			
EQUITY ATTRIBUTABLE TO SHAREHOLDERS			
Called up share capital	8	**2,020,719**	2,008,819
Share premium account		**1,557,831**	1,554,856
Share capital redemption		**350,000**	350,000
Revaluation reserve account		**3,783,008**	2,205,480
Share based payment reserves		**130,118**	130,118
Profit and loss account		**1,858,742**	1,938,314
TOTAL EQUITY		**9,700,418**	8,187,587
NON CURRENT LIABILITIES			
Deferred tax liabilities	9	**1,471,170**	945,205
CURRENT LIABILITIES			
Trade and other payables	10	**47,313**	148,715
Corporate tax payable		**292,802**	154,600
		340,115	303,315
TOTAL LIABILITIES		**1,811,285**	1,248,520
TOTAL EQUITY AND LIABILITIES		**11,511,703**	9,436,107

***Refer to Note 14**

The financial statements were approved by the Board on 12 June 2008 and signed on its behalf by:

R B Rowan – Chairman **C Bird** - Director

CASH FLOW STATEMENT

YEAR ENDED 31 DECEMBER 2007

	Notes	2007	2006
		£	£
CASH FLOW FROM OPERATIONS			
Administrative expenses		**(375,687)**	(493,248)
Decrease/(Increase) in receivables		**103,540**	(106,723)
(Decrease)/Increase in payables		**(101,401)**	85,535
Share option charges		**-**	130,118
Interest received		**230,498**	181,516
Other income and investment income received		**1,387**	1,174
Receipts from sale of fixed asset investments		**1,193,652**	984,208
Payments to acquire fixed asset investments		**(165,934)**	(75,013)
Corporate tax paid		**(116,917)**	(658,841)
Net cash flow from operations		**769,138**	48,726
CASH FLOW FROM FINANCING ACTIVITIES			
Issue of shares		**14,875**	-
Purchase of own shares for treasury		**(795,028)**	(289,992)
Net cash flow from financing		**(780,153)**	(289,992)
Net increase/(decrease) in cash in the period		**(11,015)**	(241,266)
Cash at the beginning of the period		**4,215,479**	4,456,745
Cash at the end of the period		**4,204,464**	4,215,479

1. ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared in accordance with international financial reporting standards (IFRS). The measurement bases and principal accounting policies of the group are set out below.

The policies have changed from the previous year when the financial statements were prepared under applicable United Kingdom Generally Accepted Accounting Principles (UK GAAP). The comparative information has been restated in accordance with IFRS. The changes to accounting policies are explained in note 14, together with the reconciliation of opening balances. The date of transition to IFRS was 1 January 2006 (transition date). The accounting policies that have been applied in the opening balance sheet have also been applied throughout all periods presented in the financial statements. These accounting policies comply with each IFRS that is mandatory for accounting periods beginning on 1 January 2007.

Valuation of Investments

Investments are initially measured at fair value plus incidental acquisition costs. Subsequently they are measured at fair value (previously mid-market) in accordance with IAS 39. This is either the bid price or the last traded price, depending on the convention of the exchange on which the investment is quoted.

Investments are recognised as available-for-sale financial assets. Gains and losses on measurement are recognised in equity except for impairment losses and foreign exchange gains and losses on monetary items denominated in a foreign currency, until the assets are derecognised, at which time the cumulative gains and losses previously recognised in equity are recognised in the Income Statement.

Income

Dividends receivable from equity shares are taken to the Income Statement on an ex-dividend basis. Income from fixed interest debt securities and preference shares is recognised on a time-apportionment basis and, if material, so as to reflect the effective yield on these securities. Dividends are stated net of related tax credits.

Expenses

All expenses are accounted for on an accruals basis. Expenses which are incidental to the acquisition of an investment are added to the fair value on acquisition. Expenses which are incidental to the disposal of an investment which the Board considers not to be a material amount are charged to the Income Statement.

Foreign currency

Assets and liabilities denominated in foreign currency are translated into sterling at the rates of exchange ruling at balance sheet date. Exchange gains or losses on monetary items are recorded in the Income Statement. Exchange gains or losses on non-monetary items are recorded in revaluation reserve account.

Taxation

Current tax is the tax currently payable based on taxable profit for the year.

Deferred income taxes are calculated using the liability method on temporary differences. Deferred tax is generally provided on the difference between the carrying amounts of assets and liabilities and their tax bases.

Deferred tax liability is provided in full, with no discounting. Deferred tax is provided on temporary differences arising from the measurement at fair value of non-current asset investments, unless there is a binding contract to dispose of these assets. Deferred tax assets are recognised to the extent that is probable that the underlying deductible temporary differences will be able to be offset against future taxable income. Current and deferred tax assets and liabilities are calculated at tax rates that are expected to apply in the respective period of realisation, provided that they are enacted or substantively enacted at the balance sheet date. Changes in deferred tax asset or liabilities are recognised as a component of tax expense in the income statement, except where they relate to items that are charges or credited directly to equity in which case the related deferred tax is also charged or credited directly to equity.

Share options

The fair value of share options granted has been calculated using the Black Scholes model which is charged in the Income Statement and credited to equity.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2007

Treasury shares

The cost of purchasing treasury shares and the proceeds from the sale of treasury shares up to the original price is taken to the profit and loss reserve; any surplus on the disposal of treasury shares (measured against the weighted average purchase price) is taken to the share premium account.

Reserves

Revaluation Reserves Account

Increases and decreases in the valuation of investments held at year end are credited or debited to this account. Any applicable deferred tax liability in relation to the revaluation is also credited or debited to this account.

Share Based Payment Reserves

The fair value of share options which has been calculated in accordance with share options accounting policies is credited to this account.

Share Capital Redemption

The nominal value of Tiger's ordinary shares that have been cancelled is credited to this account.

New Accounting Standards

The following new standards have been issued by the International Accounting Standards Board which come into effect in future periods.

IFRS 8 Operating Segments

IAS 1 Presentation of Financial Statements (Revised 2007)

IAS 23 Borrowing costs (Revised 2007)

IFRS 3 Business Combinations (Revised 2008)

IAS 27 Consolidated and Separate Financial Statements (Revised 2008)

Except for presentational changes from adopting the revised requirements of IAS 1, these standards are not expected to have a significant effect on the company's financial statements.

2. AUDITOR'S REMUNERATION

	2007	2006
	£	£
Auditor's remuneration		
- audit of the financial statements of the company	**13,500**	12,000
- other services relating to taxation	**3,000**	2,500

3. DIRECTORS' EMOLUMENTS

	2007	2006
	£	£
Other than directors, there were no employees in the current or prior year		
Directors' fees	**175,265**	155,354
Directors' remuneration	**42,500**	37,500
National Insurance	**800**	4,156
Gains realised on exercise of options	**24,395**	-

The emoluments of the highest paid director were £165,000 (2006 - £145,000)

Gains realised on exercise of options was not a charge in the income statement

4. TAXATION

	2007 £	2006 £
Profit on ordinary activities before tax	**970,576**	384,797
Corporation tax at 30% thereon	**291,173**	115,439
Effects of:		
Expenses not allowable for tax purposes	**-**	39,035
Other adjustments	**(36,053)**	2,858
Actual current tax charge	**255,120**	157,332

5. EARNINGS PER SHARE

Basic	2007	2006
Profit for year after tax	**£715,456**	£227,465
Weighted average number of shares	**182,833,446**	191,661,665
Basic earnings per ordinary share	**0.39p**	0.12p

Diluted	2007	2006
Profit for year after tax	**£715,456**	£227,465
Weighted average number of shares	**182,833,446**	191,661,665
Dilutive effect of options	**11,675,762**	10,328,906
Diluted weighted average number of shares	**194,509,208**	201,990,571
Diluted earnings per ordinary share	**0.37p**	0.11p

6. INVESTMENTS

	2007			
	Listed Investments £	Other Investments (Quoted) £	Other Investments (Unquoted) £	Total £
Canada	**516,334**	**-**	**40,000**	**556,334**
South Africa	**75,532**	**-**	**-**	**75,532**
UK: -AIM	**-**	**6,561,752**	**-**	**6,561,752**
	591,866	**6,561,752**	**40,000**	**7,193,618**

NOTES TO THE FINANCIAL STATEMENTS CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2007

	2006			
	Listed Investments £	Other Investments (Quoted) £	Other Investments (Unquoted) £	Total £
Canada	521,773	-	40,000	561,773
South Africa	100,902	-	-	100,902
UK: -AIM	-	4,440,792	-	4,440,792
	622,675	4,440,792	40,000	5,103,467

	2007 £	2006 £
Opening book cost	1,952,783	2,166,204
Opening unrealised appreciation/(depreciation)	3,150,684	3,666,187
Valuation at 01.01.07	**5,103,467**	**5,832,391**
Movements in the year:		
Purchases at cost	65,934	75,013
Sales proceeds	(1,193,652)	(984,208)
Realised gains/(losses) on sales	581,481	273,533
Increase/(decrease) in unrealised appreciation	2,636,388	(93,262)
	2,090,151	**(728,924)**
Book cost at year end	1,939,443	1,952,783
Closing unrealised appreciation	5,254,175	3,150,684
Valuation at 31.12.07	**7,193,618**	**5,103,467**

	2007 £	2006 £
Realised gains based on historical cost	1,114,378	695,774
Net unrealised gains recognised on these investments at previous balance sheet date	(532,897)	(422,241)
Realised gains based on carrying value at previous balance sheet date	581,481	273,533
Unrealised appreciation for the year	2,636,388	(93,262)
Total recognised gains on investments in the year	3,217,869	180,271

At 31 December 2007, Tiger held 24,642,857 ordinary 1p shares in Ascent Resources Plc ("Ascent"), a company registered in the UK with 304,782,042 ordinary 1p shares currently in issue. The total capital and reserves of Ascent stood at £9,839,946 at 31 December 2007.

7. TRADE AND OTHER RECEIVABLES

	2007 £	2006 £
Trade receivables	**100,000**	107,011
Prepayments	**13,621**	10,150
	113,621	117,161

8. CALLED UP SHARE CAPITAL

	2007 £	2006 £
Authorised:		
1,000,000,000 ordinary shares 1p each	**10,000,000**	10,000,000
Alloted, called-up and fully paid:		
202,071,939 ordinary shares of 1p each (2006 – 200,881,939)	**2,020,719**	2,008,819
Reconciliation of the number of shares outstanding:		
Opening balance	**200,881,939**	235,881,939
Shares issued	**1,190,000**	-
Shares cancelled	-	(35,000,000)
Closing balance	**202,071,939**	200,881,939

On 18 January 2007 the Company allotted 1,190,000 of ordinary 1p shares with an aggregate nominal value of £11,900.

At 31 December 2007, 15,760,000 options were exercisable on ordinary shares at 1.25p per share with an expiry date of 29 May 2012. A further 6,000,000 options were exercisable at 3.5p with an expiry date of 20 March 2016. A total of 21,760,000 options were exercisable at 31 December 2007.

At 31 December 2007, included in allotted called and fully paid share capital are 27,250,000 shares with a nominal value of £272,500 held by the company in treasury.

The Company has granted options to subscribe for ordinary 1p shares as follows:

Date granted	Period exercisable	Exercise price per share (pence)	Number of options
30 May 2002	30 May 2002 to 29 May 2012	1.25p	15,760,000
21 March 2006	21 March 2006 to 20 March 2016	3.50p	6,000,000

NOTES TO THE FINANCIAL STATEMENTS CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2007

9. DEFERRED TAX

	2007 £	2006 £
Deferred tax liabilities comprise:		
Fair value gains	**1,471,170**	945,205

	Fair value gains £	Total £
Deferred tax liabilities:		
Balance at 1 January 2006	1,099,856	1,099,856
Recognised directly in equity	(154,651)	(154,651)
Balance at 1 January 2007	945,205	945,205
Recognised directly in equity	525,965	525,965
Balance at 31 December 2007	1,471,170	1,471,170

10. TRADE AND OTHER PAYABLES

	2007 £	2006 £
Trade payables	**12,941**	6,235
Accruals	**29,387**	126,340
Other payables	**4,985**	16,140
	47,313	148,715

11. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	2007 £	2006 £
Profit for the financial year	**715,456**	227,465
Net unrealised gains/(losses) on investments	**2,636,389**	(93,262)
Cumulative gains recognised in previous years on sales in the year	**(532,896)**	(422,241)
Deferred tax liabilities on fair value gains	**(525,965)**	154,651
Issue of shares	**14,875**	-
Purchase of own shares for treasury	**(795,028)**	(289,992)
Share options charges	-	130,118
Net increase/(decrease) in shareholders' funds	**1,512,831**	(293,261)
Opening shareholders' funds	**8,187,587**	8,480,848
Closing shareholders' funds	**9,700,418**	8,187,587

12. RELATED PARTY TRANSACTIONS

(1) Lion Mining Finance Limited, a company in which Colin Bird is director and shareholder, has provided administrative and technical services to the Company amounting to £54,000 plus VAT in the year. There were no amounts outstanding at 31 December 2007.

(2) The chairman was paid an amount of £18,000 to cover the cost of maintaining his office. There were no amounts outstanding as at 31 December 2007.

13. FINANCIAL INSTRUMENTS

Management of Risk

The Company's financial instruments comprise:

- Equities and warrants
- Loan notes
- Cash, short-term receivables and payables

Throughout the period under review, it was the Company's policy that no trading in derivatives shall be undertaken.

The main financial risks arising from the Company's financial instruments are market price risk, interest rate risk, liquidity risk and foreign currency risk. The Board regularly reviews and agrees policies for managing each of these risks and they are summarised below. These policies have remained constant throughout the period.

Market risk

Market risk consists of interest rate risk, foreign currency risk and other price risk.

It is the Board's policy to maintain an appropriate spread of investments in the portfolio whilst maintaining the investment policy and aims of the Company. The directors actively monitor market prices and other relevant information throughout the year and report to the Board, which meets regularly to review investment policy.

Interest rate risk

Changes in interest rates would affect the Company's returns from its cash balances. A floating rate of interest, which is linked to bank base rates, is earned on cash deposits. The exposure to cashflow interest rate risk at 31 December 2007 was £4,204,464 (2006: 4,215,479). The level of exposure has been approximately the same throughout both periods.

A sensitivity analysis based on a movement of 1% on base rates, which is based on the historical movement on base rates in the past 12 months, would have a £44,000 effect on profit (2006: £43,000).

As the Company does not have any borrowings and finances its operations through its share capital and retained revenues, it does not have any interest rate risk on its operational costs.

Foreign currency risk

The Company's total return and net assets can be significantly affected by currency translation movements as part of the Company's assets are denominated in currencies other than Sterling. The directors mitigate the individual currency risks through the international spread of investments. Hedging transactions may be used but none have been employed during the period under review.

The fair values of the Company's monetary items that have foreign currency exposure at 31 December are shown below.

	2007		2006	
	CAN$	SA Rand	CAN$	SA Rand
	£	£	£	£
Available-for-sale investments	516,334	75,533	465,889	100,902

NOTES TO THE FINANCIAL STATEMENTS CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2007

The Company accounts for movements in fair value of its financial assets in equity. The following table illustrates the sensitivity of the equity in regard to the Company's monetary financial assets and the exchange rates for £/ Canadian Dollar, and £/ South African Rand.

It assumes the following changes in exchanges rate:

- £/CAN $ +/- 5% (2006: 3%)
- £/SA Rand +/- 2% (2006: 11%)

These percentages have been determined based on the average market volatility in exchange rates in the previous 12 months of the relevant financial year. The sensitivity analysis is based on the Company's monetary foreign currency financial instruments held at each balance sheet date.

If £ Sterling had weakened against the currencies shown, this would have had the following effect:

	2007		2006	
	CAN$ £	SA Rand £	CAN$ £	SA Rand £
Equity	27,175	1,542	16,137	12,471

If £ Sterling had strengthened against the currencies shown, this would have had the following effect:

	2007		2006	
	CAN$ £	SA Rand £	CAN$ £	SA Rand £
Equity	(24,587)	(1,481)	(15,197)	(9,999)

Other price risk

Other price risk which comprises of changes in market prices other than those arising from interest rate risk or currency risk may affect the value of quoted and unquoted equity investments. The board of directors manages the market price risks inherent in the investment portfolio by regularly monitoring price movements and other relevant market information.

The Company accounts for movements in the fair value of its financial assets in equity. The following table illustrates the sensitivity to equity of an increase / decrease of 20% in market prices. This level of change is considered to be reasonable based on observation of current market conditions, in particular resource stocks and junior mining company. The sensitivity is based on the Company's equities at each balance sheet date, with all other variables held constant.

	2007		2006	
	Increase in fair value £	Decrease in fair value £	Increase in fair value £	Decrease in fair value £
Equity	1,036,066	(1,036,066)	708,885	(708,885)

Liquidity risk

The Company maintains appropriate cash reserves and the majority of the Company's assets comprise of realisable securities which can be sold to meet funding requirements if necessary. Given the Company's cash reserves, it has been able to settle all liabilities on average within 1 month.

Credit risk

The risk of counterparty's failure to discharge its obligations under a transaction that could result in the Company suffering a loss is minimal. The company holds its cash balances with a reputable bank and only transacts with regulated institutions on normal market terms.

Financial liabilities

There are no currency or interest rate risk exposures on financial liabilities as they are denominated in £ Sterling and settled on average within 1 month.

Fair value of financial assets and liabilities

All the financial assets and financial liabilities are carried in the Balance Sheet at fair value. Details of investments, their value and their cost is shown on page 4.

Capital management

The Company actively reviews its issued share capital and reserves. The Board regularly monitors the discount level of the Company's shares, which is the difference between the Net Asset Value (NAV) per share and the actual share price. During the year, the Company purchased 19,350,000 of its own ordinary shares (2006: 7,900,000 shares) to lower the discount between the Company's share price and its NAV per share.

14. TRANSITION TO IFRS

The Company has presented its financial statements under IFRS for the first time. The following disclosures are required in the year of transition. The last financial statements under UK GAAP were for the year ended 31 December 2006. The balance sheet reconciliation presented below is based on the date of transition to IFRS of 1 January 2006. There has been no restatement effect on the Income Statement and the Cash Flow Statement.

	UK GAAP Year ended 31 Dec 06	Effect of transition to IFRS	IFRS Year ended 31 Dec 06	UK GAAP Year ended 31 Dec 05	Effect of transition to IFRS	IFRS Year ended 31 Dec 05
	£	£	£	£	£	£
NON CURRENT ASSETS						
Financial assets						
Investments at fair value	5,103,467		5,103,467	5,832,391		5,832,391
CURRENT ASSETS						
Receivables	117,161		117,161	10,439		10,439
Cash and cash equivalent	4,215,479		4,215,479	4,456,745		4,456,745
	4,332,640		4,332,640	4,467,184		4,467,184
TOTAL ASSETS	9,436,107		9,436,107	10,299,575		10,299,575
NON CURRENT LIABILITIES						
Deferred tax liabilities (1)	-	(945,205)	(945,205)	-	(1,099,856)	(1,099,856)
CURRENT LIABILITIES						
Payables	(303,315)		(303,315)	(718,871)		(718,871)
TOTAL LIABILITIES	(303,315)	(945,205)	(1,248,520)	(718,871)	(1,099,856)	(1,818,727)
NET ASSETS	9,132,792	(945,205)	8,187,587	9,580,704	(1,099,856)	8,480,848

NOTES TO THE FINANCIAL STATEMENTS CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2007

	UK GAAP Year ended 31 Dec 06	Effect of transition to IFRS	IFRS Year ended 31 Dec 06	UK GAAP Year ended 31 Dec 05	Effect of transition to IFRS	IFRS Year ended 31 Dec 05
	£	£	£	£	£	£
EQUITY ATTRIBUTABLE TO SHAREHOLDERS						
Called up share capital	2,008,819		2,008,819	2,358,819		2,358,819
Share premium account	1,554,856		1,554,856	1,554,856		1,554,856
Share capital redemption	350,000		350,000	-		-
Revaluation reserve account	3,150,685	(945,205)	2,205,480	3,666,188	(1,099,856)	2,566,332
Share based payment reserves	130,118		130,118	-		-
Profit and loss account	1,938,314		1,938,314	2,000,841		2,000,841
TOTAL EQUITY	9,132,792	(945,205)	8,187,587	9,580,704	(1,099,856)	8,480,848

1) IAS 21 – Recognition of Deferred Tax

Deferred tax liability is recognised on the revaluation value of investments. Based on a tax rate of 30% the provision recognised on transition to IFRS was £1,099,856. During the year ended 31 December 2006, a negative provision of £154,651 was included in the financial statements. Consequently, the net adjustment to the current financial statements was £945,205. This liability is recognised directly in Equity, in the Revaluation Reserve Account.

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the Annual General Meeting of TIGER RESOURCE FINANCE PLC will be held on Monday 14 July 2008 at 3.00 p.m. at the Drayton Suite, 109-113 Queen's Gate, South Kensington, London SW7 5LR when the following business will be transacted (items 1,2,3 and 5 will be proposed as ordinary resolutions and item 4 and 6 will be proposed as a special resolution):

ORDINARY BUSINESS

1. To receive and if thought fit, to adopt the Report of the Directors and the Statement of Accounts for the year ended 31 December 2007 with the Auditors' Report thereon.
2. To re-appoint Grant Thornton UK LLP as auditors of the Company to hold office until the conclusion of the next Annual General Meeting of the Company at which Accounts are presented.
3. To authorise the directors to fix the remuneration of the Auditors.

SPECIAL BUSINESS

4. As an item of special business to consider and, if thought fit, pass the following resolution as a special resolution:

   That the company be generally and unconditionally authorised in accordance with section 166 of the companies Act 1985 (the "Act") to make market purchases (within the meaning of the section 163(3) of the Act) of its ordinary shares of 1p each in the capital of the company ("shares") on such terms and in such manner as the directors may from time to time determine, provided that:

   (i) the maximum aggregate number of shares authorised to be purchased is 30,310,791 being the number representing 15% of the issued ordinary share capital of the company at the date of the meeting;

   (ii) the minimum price (exclusive of expenses) which may be paid per share is 1p (being the nominal value per share) and the maximum price which may be paid per share is an amount equal to 20% higher than the average of the middle market quotations per share as derived from the Daily Official List of the London Stock Exchange for the fifteen business days immediately preceding the day on which the shares are purchased;

   (iii) the authority shall expire at the conclusion of the next annual general meeting of the company; and

   (iv) the company may make a contract to purchase shares under the authority before the expiry of the authority, and may make a purchase of shares in pursuance of any such contracts.

5. As an item of special business to consider and, if thought fit, pass the following resolution as an ordinary resolution:

   That pursuant to Article 5 of the Company's Articles of Association, the Directors be and are hereby authorised, generally and unconditionally for the purposes of section 80 of the Companies Act 1985 ('the Act'), to allot relevant securities (as defined in section 80(2) of the Act) for cash or money's worth in accordance with the provisions of the Act, up to the amount of authorised but yet unissued share capital, to the exclusion of and in substitution for any other such authority previously granted to them, provided that this authority shall expire on the earlier of the date of the next Annual General Meeting after the passing of this resolution and the close of business on 10 October 2009 save that the Company may before such expiry make an offer, agreement or other arrangement which would or might require relevant securities to be allotted after such expiry and the Directors may allot relevant securities pursuant to any such offer, agreement or other arrangement as if the authority hereby conferred had not so expired.

6. As an item of special business to consider and, if thought fit, pass the following resolution as a special resolution:

   That the directors be and are hereby empowered, pursuant to section 95 of the Companies Act 1985 ('the Act'), for the period commencing on the date of passing of this resolution and expiring on the earlier of the date of the next Annual General Meeting after the passing of this resolution and the close of business on 10 October 2009 , and at any time thereafter pursuant to any offer, agreement or other arrangement made by the Company before the expiry of this power, to the exclusion of and in substitution for any other such power previously granted to them, to allot out of any relevant securities (as defined in section 80(2) of the Act) equity securities (as defined in section 94(2) of the Act) which they are from time to time authorised to allot, as if section 89(1) of the Act did not apply to such allotment:

   (i) up to a maximum aggregate nominal amount of STG £1,010,360 being 50% of the issued share capital of the Company; and

NOTICE OF ANNUAL GENERAL MEETING CONTINUED

(ii) in connection with an issue by way of rights (including, without limitation, under a rights issue, open offer or similar arrangement) to holders of equity securities (as so defined) in proportion as nearly as may be to their respective holdings of such securities or in accordance with the rights attaching thereto (but with such exclusions or other arrangements as the directors may deem necessary or expedient to deal with fractional entitlements, record dates or other legal or practical problems under the laws of, or other requirements of, any recognised regulatory body or any stock exchange in any territory or as regards shares held by an approved depository or in issue in uncertificated form).

By Order of the Board

Raju Samtani (BA,CIMA) – Company Secretary

Registered and administrative office:
4th Floor, 2 Cromwell Place, London SW7 2JE

16 June 2008

Note: A member entitled to attend this vote at the above mentioned meeting is entitled to appoint a proxy to attend and on a poll, vote in their stead. To be effective the form of proxy must be received at the office of the Company's Registrars, Computershare Investor Services (Ireland) Limited, PO Box 954, Dublin 18, Ireland, not later than 48 hours before commencement of the meeting. A proxy need not be a member of Company

TIGER RESOURCE FINANCE PLC

FORM OF PROXY

Shareholders may vote by proxy by returning this form duly completed to Computershare Investor Services (Ireland) Limited, PO Box 954, Dublin 18, Ireland, to arrive no later than 3.00 p.m. on the 11th July 2008. Before completing this form, please see the explanatory notes below.

I/We want the following person (called a 'proxy') to vote on my/our behalf
(The proxy need not be a member of the Company)

(Please place a mark in one box only to indicate your choice).

The Chairman of the meeting ☐ **(Please leave this box blank if you are selecting someone other than the Chairman).**

OR

The following person: ☐

Please leave this box blank if you have selected the Chairman.
Do not insert your own name(s).

To attend and vote on my/our behalf at the Annual General Meeting of Tiger Resource Finance Plc to be held on 14 July 2008 and at any adjournment of the Meeting. I/We would like my/our proxy to vote on the resolutions proposed at the Meeting as indicated on this form. Unless otherwise instructed, the proxy may vote as he or she sees fit or abstain in relation to any business of the Meeting.

Signature ☐ Date ☐

(In the case of joint shareholders any one joint holder may sign)

Name: _____

Address: _____

_____

Resolutions	For	Against
1 To adopt the 2007 Report and Accounts	☐	☐
2 To re-appoint Grant Thornton UK LLP as Auditors of the Company	☐	☐
3 To authorise the Directors to fix the remuneration of the Auditors	☐	☐
4 To authorise the Company to make market purchases of its ordinary shares	☐	☐
5 To authorise the Directors to allot relevant securities	☐	☐
6 To authorise the Directors to allot securities disapplying pre-emption rights	☐	☐

Notes:

1 A member entitled to attend and vote is entitled to appoint a proxy investor to attend, speak and vote instead of him.

2 The form of proxy must be executed under the hand of the appointer or his attorney duly authorised in writing or if the appointer is a body corporate either under the seal or under the hand of an officer or attorney duly authorised. A proxy need not be a member of the Company.

3 To be effective, the form of proxy and the power of attorney or other authority, if any, under which it is signed or a notarially certified copy of such power or authority, should be deposited with Computershare Investor Services (Ireland) Limited, PO Box 954, Dublin 18, Ireland not later than 48 hours before the time appointed for the meeting.

4 In the case of joint holders, the vote of the senior of them who tenders a vote, whether in person or by proxy, shall be accepted to the exclusion of the other joint holders and for this purpose seniority shall be determined by the order in which the names stand in the register.

5 Completion and return of a form of proxy shall not preclude a member from attending and voting at the Meeting should he/she so wish.

SECOND FOLD

PLEASE
AFFIX
STAMP

COMPUTERSHARE INVESTOR SERVICES (IRELAND) LIMITED
P O Box 954
Dublin 18
Ireland

FIRST FOLD

THIRD FOLD AND TUCK IN