

Frontier Resources International Plc
("Frontier" or the "Company")

Interim Results for the six months ended 30 June 2011

CHIEF EXECUTIVE OFFICER'S STATEMENT

I am pleased to report the Company's interim results for the six months ended 30 June 2011.

Frontier Resources International Plc and subsidiaries are engaged in hydrocarbon exploration and production in the U.S.A. and international exploration focused on the Middle East and Southern Africa.

Key Events

The operational highlights of the period were:

- The award in Zambia of Block 34 in March 2011 by the Zambian Ministry of Mines and Mineral Development. The Block, which is unexplored, covers an area of approximately 6,400 square kilometres and is located in the Kafue Trough 150 kilometres southwest of the capital Lusaka.

Since the granting of Block 34, Frontier has made good progress in gathering and reviewing data available over the Block. A core sample from one of the shallow core holes drilled by the Geological Survey on the block is currently being analyzed by Weatherford Laboratories in Houston. Copies of 2D seismic lines acquired close to the Block by Placid Oil in 1986, the previous operator in this area, have been located in Zambia and Frontier will acquire these lines for re-processing and interpretation.

The Company is at present reviewing the acquisition of new high resolution aero gravity/aeromagnetic data that will be used in combination with existing geological information to identify areas within the Block that may be prospective for hydrocarbons. A local representative has been hired and an office will be opened in due course.

- The successful fund raising of GBP512,771 to allow for the ongoing exploration of Zambian Block 34 as well as the pursuit of additional Blocks in Frontier's African and Middle East focus areas. The Group's cash balances increased from \$US190,000 at the 31 December 2010 to \$US811,000 at the 30 June 2011.
- The appointment of Mr. Graeme Thomson, FCA as a Non-executive Director. Mr. Thomson has over 28 years of experience in the international oil and gas industry. Mr. Thomson assists companies with their financial, commercial and strategic affairs. A former CFO and Company Secretary of Dragon Oil plc and Sterling Energy plc he is an Independent Non-Executive Director and Chairman of the Audit Committee for Desire Petroleum plc.
- Investment in the United States assets continues to generate positive cash flows.
- Cash administrative expenses in the six months ended 30 June 2011 of \$227,000 were a reduction of \$US93,000 in comparison to the same period in the previous year. The Group is committed to retaining its cost efficiency.

Financial Performance

The Group incurred a total comprehensive loss of \$US275,000 for the six months to 30 June 2011 (loss for the six months to 30 June 2010: \$US310,000). The basic and diluted loss per share was 0.05 cents (six months to 30 June 2010: 0.5 cents).

Outlook

The Company continues to view its long-term outlook as positive even though economic growth worldwide has continued to slow. Oil prices have remained high in spite of the global contraction and this has benefited Frontier's operating revenues. The Company is in the final stages of negotiations for two new concessions, one in the Middle East and one in southwest Africa and continues to actively develop leads in the regions of interest.

With continued success for growth, the Board of Directors anticipates moving the Company to AIM, the London Stock Exchange's international market for growing companies, at the appropriate time. The move to AIM will better enable Frontier to raise additional growth capital and position it for the future.

Michael J Keyes
Chief Executive Officer

26 September 2011

Frontier Resources International Plc
Interim Consolidated Statement of Comprehensive Income

	Note	Six months ended 30 June 2011 \$'000 Unaudited	Six months ended 30 June 2010 \$'000 Unaudited	Year ended 31 December 2010 \$'000 Audited
Revenue		73	61	117
Cost of sales				
Impairment of oil and gas assets		-	-	(8)
Depletion of oil and gas assets		(45)	(19)	(67)
Other cost of sales		(45)	(46)	(70)
Total cost of sales		(90)	(65)	(145)
Gross loss		(17)	(4)	(28)
Other income		-	9	9
Share-based payments	4	(74)	-	(61)
Administrative expenses		(227)	(320)	(524)
Operating loss		(318)	(315)	(604)
Share of associate's profit/(loss)		21	29	(70)
Finance income		-	1	1
Finance costs		(1)	(5)	(6)
Loss before tax		(298)	(290)	(679)
Taxation credit	5	8	5	11
Loss for the period		(290)	(285)	(668)
Other comprehensive income				
Exchange differences arising on translation of foreign operations		15	(25)	27
Total comprehensive loss for the period		(275)	(310)	(641)
Loss per share (cents)				
Basic and diluted	6	(0.5c)	(0.5c)	(1.08c)

The notes on pages 7 to 10 are an integral part of these interim consolidated financial statements.

Frontier Resources International Plc
Interim Consolidated Statement of Financial Position

	Note	At 30 June 2011 \$'000 Unaudited	At 30 June 2010 \$'000 Unaudited	At 31 December 2010 \$'000 Audited
ASSETS				
Non-current assets				
Property, plant and equipment	3	370	437	351
Investment in associate		325	508	352
Total non-current assets		695	945	703
Current assets				
Trade and other receivables		67	50	23
Cash and cash equivalents		811	365	190
Total current assets		878	415	213
TOTAL ASSETS		1,573	1,360	916
EQUITY AND LIABILITIES				
Equity attributable to holders of the parent				
Share capital	7	1,108	980	984
Share premium	7	1,840	1,139	1,156
Share-based payment reserve		135	-	61
Foreign exchange reserve		(56)	(123)	(71)
Retained losses		(1,820)	(1,147)	(1,530)
Total equity		1,207	849	600
Non-current liabilities				
Provision for decommissioning		46	60	44
Deferred tax liability		83	98	91
Total non-current liabilities		129	158	135
Current liabilities				
Trade and other payables		237	353	181
Total current liabilities		237	353	181
TOTAL EQUITY AND LIABILITIES		1,573	1,360	916

Frontier Resources International Plc
Interim Consolidated Statement of Changes in Equity

	Share Capital	Share Premium	Retained Losses	Share-based Payment Reserve	Foreign Exchange Reserve	Total Equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
As at 1 January 2010	980	1,139	(862)	-	(98)	1,159
Loss for the period	-	-	(285)	-	-	(285)
Other comprehensive loss	-	-	-	-	(25)	(25)
As at 30 June 2010 (Unaudited)	980	1,139	(1,147)	-	(123)	849
As at 1 January 2011	984	1,156	(1,530)	61	(71)	600
Loss for the period	-	-	(290)	-	-	(290)
Other comprehensive income	-	-	-	-	15	15
Issue of share capital	124	684	-	-	-	808
Share based payments	-	-	-	74	-	74
As at 30 June 2011 (Unaudited)	1,108	1,840	(1,820)	135	(56)	1,207

The following describes the nature and purpose of each reserve within owners' equity.

Share capital	Amount subscribed for share capital at nominal value.
Share premium	Amount subscribed for share capital in excess of nominal value.
Retained losses	Cumulative net losses recognised in the financial statements.
Share-based payment reserve	Amounts recognised for the fair value of share options granted
Foreign exchange reserve	Exchange differences on translating foreign operations.

Frontier Resources International Plc
Interim Consolidated Statement of Cash Flows

	Note	Six months ended 30 June 2011 \$'000 Unaudited	Six months ended 30 June 2010 \$'000 Unaudited	Year ended 31 December 2010 \$'000 Audited
Net cash used in operating activities	8	(184)	(182)	(416)
Cash flows from investing activities				
Purchase of plant and equipment		(20)	(22)	(4)
Settlement of oil and gas properties acquired in the period		-	20	20
Interest received		-	1	1
Distribution from associate		46	52	111
Net cash from investing activities		26	51	128
Cash flows from financing activities				
Proceeds from issue of share capital		808	-	-
Proceeds from long term borrowings		-	65	-
Repayment of borrowings		-	(280)	(280)
Interest paid		-	(5)	(6)
Net cash from/(used in) financing activities		808	(220)	(286)
Net increase/(decrease) in cash and cash equivalents		650	(351)	(574)
Cash and cash equivalents at the beginning of period		190	780	780
Effect of foreign exchange rate changes		(29)	(64)	(16)
Cash and cash equivalents at end of period		811	365	190

1 General information

Frontier Resources International Plc is a Public Company incorporated in the United Kingdom under registered number 06573154. The address of the registered office is McClintock Building, Granta Park, Great Abington, Cambridge, CB21 6GP, England.

The Company is listed on the PLUS Markets Exchanges in London. This consolidated interim financial information was approved for issue on the 26 September 2011.

2 Significant accounting policies

Basis of preparation

The condensed consolidated half-year accounts of the Company for the six months ended 30 June 2011 comprise the accounts of the Company and its subsidiaries (together referred to as 'the Group').

The condensed half-year accounts for the six months ended 30 June 2011 are unaudited. In the opinion of the Directors, the condensed half-year accounts for the period fairly present the financial position, and results from operations and cash flows for the period. The condensed half-year accounts include unaudited comparative figures for the half year ended 30 June 2010.

The financial information contained in this half-year report does not constitute statutory accounts as defined by section 434 of the Companies Act 2006.

Where shown, the comparatives for the year ended 31 December 2010 are not the Company's full statutory accounts for that year but have been extracted from the statutory accounts for that year which have been delivered to the Registrar of Companies. The auditors' report on those accounts, which was unqualified, and did not include a statement under section 498 (2) or (3) of the Companies Act 2006.

The half-yearly financial report was approved by the Directors on 26 September 2011 and is available on the Company's website: www.friplc.com.

The consolidated interim financial information is presented in US Dollars (\$) rounded to the nearest thousand dollars (\$'000).

This consolidated interim financial information has been reviewed but not audited.

Accounting policies

The condensed half-year accounts have been prepared using accounting policies based on International Financial Reporting Standards (IFRS and IFRIC interpretations) issued by the International Accounting Standards Board ("IASB") as adopted for use in the European Union, including IAS 34 'Interim Financial Reporting' and on the historical cost basis. The condensed half-year accounts have been prepared using the accounting policies which are expected to be applied in the Group's next statutory financial statements for the year ending 31 December 2011. The same accounting policies, presentation and methods of computation were applied in the Group's latest audited financial statements for the year ended 31 December 2010.

The Group's financial risk management objectives and policies are consistent with those disclosed in the 2010 annual report.

Adoption of new and revised International Reporting Standards

No new IFRS standards, amendments or interpretations became effective in the six months to the 30 June 2011 which had a material effect on this consolidated interim financial information.

Foreign currencies

Functional and presentational currency

Items included in the consolidated financial information are measured using the currency of the primary economic environment in which the Company operates ("the functional currency") which is considered by the directors to be Pounds Sterling (GBP) for the Parent Company and US Dollars (\$) for Frontier Resources

International Inc. This consolidated interim financial information has been presented in US Dollars which represents the dominant economic environment in which the Group operates. The effective exchange rate at 30 June 2011 was \$1/GBP0.62 (30 June 2010: \$1/GBP0.66).

Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at the period end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of Comprehensive Income.

Transactions in the accounts of individual Group companies are recorded at the rate of exchange ruling on the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the rates ruling at the year end. All differences are taken to the Statement of Comprehensive Income.

3 Operating segment information

In the opinion of the directors, the operations of the Group currently comprise of one operating segment, being oil and gas production and exploration. These interim financial statements presented reflect all the activities of this single operating segment. Segments are determined by reference to the Group's internal organisation and reporting to the directors which bases its structure on products and geographical areas.

All revenues in the period are derived from the sale of oil and gases produced by wells in which the Group has an interest and are located in the United States, no revenues are derived from outside the United States and therefore the Group does not present segmental information to management on revenue or profit or loss figures.

No single customer accounts for more than 10 per cent of the Group's total external revenue.

The geographic location of the Group's property, plant and equipment is held is detailed below.

Property, plant and equipment	Six months ended 30 June 2011 \$'000	Six months ended 30 June 2010 \$'000	Year ended 31 December 2010 \$'000
United States	314	436	351
Africa	56	-	-
Total	370	436	351

4 Share options and share based payments

As disclosed in the 2010 Annual Report, in October 2010 the Company granted share options exercisable no later than October 2020. At the 30 June 2011 no options that had fully vested had been exercised.

A charge of \$74,000 relating to the above share based payments has been recognised in the six months ended 30 June 2011 (six months ended 30 June 2010: \$nil) and is included in the statement of comprehensive income.

5 Taxation

Income tax expense is recognised based on management's estimate of the weighted average annual income tax rate expected for the full financial year. The Group has incurred tax losses for the six months ended 30 June 2011 and a corporation tax charge for the period is not anticipated.

The taxation credit recognised for the six months ended 30 June 2011 is calculated in full on the fair value uplift on business combinations at the prevailing tax rate that relates to the acquired business assets of 34% (the US tax rate).

6 Loss per share

	Six months ended 30 June 2011	Six months ended 30 June 2010	Year ended 31 December 2010
Loss attributable to the shareholders of the Company (\$'000)	(290)	(285)	(668)
Weighted average number of ordinary shares	62,331,006	61,514,408	61,657,832
Basic loss per share (cents)	(0.5c)	(0.5c)	(1.08c)

Diluted loss per share is the weighted average number of shares in issue and to be issued, allowing for the exercise of share options is 62,331,006 (no share options were in issue at 30 June 2010). The diluted loss per share has been kept the same as the basic loss per share as the conversion on share options decreases the basic loss per share, thus being anti-dilutive.

7 Share capital

Authorised share capital

The total number of authorised ordinary shares of 1p each at 30 June 2011 was 208,500,000 (30 June 2010: 200,000,000)

Issued share capital

On the 17 June 2011, the Company authorised the issue of 1,000,000 ordinary shares with a nominal value of 1p each at an issue price of 6.5 pence per share.

The shares were issued in order to raise funds for the exploration of existing blocks and pursuit of additional blocks in the Company's focus areas.

A total of 7,888,791 shares were issued raising total equity of \$808,000.

The changes to issued share capital in the six months ended 30 June 2011 was as follows:

Company	Ordinary shares (number)	Share Capital \$000	Share Premium \$000
At 1 January 2010	61,514,408	980	1,139
Issue of share capital	-	-	-
At 30 June 2010	61,514,408	980	1,139
Issue of share capital	250,000	4	17
At 31 December 2010	61,764,408	984	1,156
Issue of share capital	7,888,791	124	684
At 30 June 2011	69,653,199	1,108	1,840

The Company has one class of ordinary shares which carry no right to fixed income.

8 Notes to the statement of cash flows

	Six months ended 30 June 2011 \$'000 Unaudited	Six months ended 30 June 2010 \$'000 Unaudited	Year ended 31 December 2010 \$'000 Audited
Cash flows from operating activities			
Group			
Operating loss:	(318)	(315)	(604)
Adjustments for:			
Depreciation of plant and equipment	1	1	1
Depletion of oil and gas assets	45	18	67
Impairment loss of oil and gas assets	-	-	8
(Increase)/Decrease in trade and other receivables	(44)	(4)	23
Increase in trade and other payables	56	131	35
Increase /(Decrease) on provisions	2	(13)	(29)
Share based payments	74	-	61
Shares issued in exchange for consulting services	-	-	22
Net cash used in operating activities	(184)	(182)	(416)

9 Control

The Company is under the control of its shareholders and not any one party.

The Directors of Frontier are responsible for the contents of this announcement.

For more information on Frontier, please visit: www.friplc.com

Contact details:

Frontier Resources International Plc
Jack Keyes, CEO
Telephone: +1 (281) 920 0061

Corporate Advisers
St Helens Capital Partners LLP
Duncan Vasey or Mark Anwyl
Telephone: +44 20 7368 6959
