

Amsterdam, 22 April 2014

## **Update on Paskov negotiations**

New World Resources Plc (the 'Company' or 'NWR') announces today that its wholly owned subsidiary OKD a.s. ('OKD') has reached an agreement with certain members of government on a proposal to be submitted to government as regards financial support of the closure of its Paskov Mine.

The main elements of the proposal are:

- (a) OKD extends the operation of the mine until 31 December 2017 for its own account;
- (b) the state provides an amount of CZK 600 million covering the social costs of the closure;
- (c) if coking coal prices drop below 110 USD per tonne for three consecutive quarters (according to the International hard coking coal benchmark) in period of between 1 July 2014 and 31 December 2017, the agreement is invalid and both parties will renegotiate the agreement in good faith;
- (d) OKD retains the flexibility to continue mining at Paskov after 2017 should it decide so; the agreement also becomes invalid if the net result of the Paskov mine is positive (in sum) for at least four consecutive quarters.

The proposal is expected to be discussed by the Czech government by the end of April. After approval by the Czech government the agreed support needs to be approved by the European Commission.

– Ends –

**Contacts:**

Investor Relations

Tel: +31 20 570 2244

Email: [ir@nwrgroup.eu](mailto:ir@nwrgroup.eu)Website: [www.newworldresources.eu](http://www.newworldresources.eu)

Corporate Communications

Tel: +31 20 570 2229

Email: [pr@nwrgroup.eu](mailto:pr@nwrgroup.eu)**About NWR:**

New World Resources Plc is a Central European hard coal producer. NWR produces quality coking and thermal coal for the steel and energy sectors in Central Europe through its subsidiary OKD, the largest hard coal mining company in the Czech Republic.

**Disclaimer and cautionary note on forward looking statements and notes on certain other matters**

Certain statements in this announcement are not historical facts and are or are deemed to be “forward-looking”. The Company’s prospects, plans, financial position and business strategy, and statements pertaining to the capital resources, future expenditure for development projects and results of operations, may constitute forward-looking statements. In addition, forward-looking statements generally can be identified by the use of forward-looking terminology including, but not limited to; “may”, “expect”, “intend”, “estimate”, “anticipate”, “plan”, “foresee”, “will”, “could”, “may”, “might”, “believe” or “continue” or the negatives of these terms or variations of them or similar terminology. Although the Company believes that the expectations reflected in these forward-looking statements are reasonable, it can give no assurance that these expectations will prove to have been correct. These forward-looking statements involve a number of risks, uncertainties and other facts that may cause actual results to be materially different from those expressed or implied in these forward-looking statements because they relate to events and depend on circumstances that may or may not occur in the future and may be beyond NWR’s ability to control or predict. Forward-looking statements are not guarantees of future performances.

Factors, risks and uncertainties that could cause actual outcomes and results to be materially different from those projected include, but are not limited to, the following: risks relating to changes in political, economic and social conditions in the Czech Republic, Poland and the CEE region; future prices and demand for the Company’s products, and demand for the Company’s customers’ products; coal mine reserves; remaining life of the Company’s mines; coal production; trends in the coal industry and domestic and international coal market conditions; risks in coal mining operations; future expansion plans and capital expenditures; the Company’s relationship with, and conditions affecting, the Company’s customers; competition; railroad and other transportation performance and costs; availability of specialist and qualified workers; and weather conditions or catastrophic damage; risks relating to Czech or Polish law, regulations and taxation, including laws, regulations, decrees and decisions governing the coal mining industry, the environment and currency and exchange controls relating to Czech and Polish entities and their official interpretation by governmental and other regulatory bodies and by the courts; and risks relating to global economic conditions and the global economic environment. Additional risk factors are as described in the Company’s annual report.

Forward-looking statements are made only as of the date of this announcement. The Company expressly disclaims any obligation or undertaking to release, publicly or otherwise, any updates or revisions to any forward-looking statement contained in this announcement to reflect any change in its expectations or any change in events, conditions, assumptions or circumstances on which any such statement is based unless so required by applicable law.