

**10 March 2015**

Half-yearly report – six months ended 31 December 2014

Chief Executive's statement

Greatland Gold plc ("Greatland" or the "Company"), the mineral exploration and development company, announces its results for the six months to 31 December 2014. Greatland Gold's primary focus is on exploring for and developing mineral deposits in Australia.

Summary

Greatland Gold continues to actively explore and develop our portfolio of projects and remains committed to maximising value for our shareholders through disciplined capital allocation. In July, we raised £500,000 of equity through a successful share placing which will allow us to advance mineral projects across our asset portfolio, where our focus is now on Ernest Giles, Bromus, Firetower and Warrentinna.

During the first half of the financial year, Greatland made significant progress at several of our sites. We located several high priority gold and nickel targets at our Ernest Giles and Bromus projects in Western Australian and saw encouraging results from drilling at the Firetower project.

Financials

Greatland Gold reported an operating loss for the six months to 31 December 2014 of £243,192 (six months to December 2013: loss of £231,857). This translated into a loss per share for the period of 0.03p, which is a decrease of 0.01p on the same period last year (0.04p).

Operations

We have made significant progress so far this year in evaluating our existing portfolio of assets, as we work towards our core objective of maximising value for shareholders.

Strong exploration results at our Western Australian projects have been particularly encouraging. In September, our airborne geophysics review identified several high priority gold targets at Ernest Giles and we are very optimistic about the opportunities we expect them to bring to Greatland's operations in Western Australia. We also secured an exciting new 'Nova' style nickel sulphide licence in the Ernest Giles region, and defined a robust nickel target at our Bromus project.

We are very pleased with the results of exploration work at the Firetower gold project. Core drilling at the Firetower gold project in July intersected significant sulphide mineralisation with the presence of copper mineralisation.

As we look to achieve a greater focus on core assets, we have taken significant steps in our internal review of licencing and exploration targets, which has been

ongoing since early 2014. This review has resulted in the disposal of our Lackman Rock project and, following the cessation of the Farm-In arrangement, the Lisle Project, as well as a reduction in the licenced areas in the south of the Bromus project and at the Warrentinna project.

Outlook

Although the price of gold continued to struggle throughout the first half of the financial year, the current view is more positive. Amid a turbulent outlook for the global economy, demand for gold is likely to be maintained, allowing the price to regain some stability. We continue to ensure that we operate a disciplined business model, seeking value across all levels of the exploration process.

Callum N Baxter
CEO

Group statement of comprehensive income

| | 6 months to 31 December 2014 Unaudited £ | 6 months to 31 December 2013 Unaudited £ | Year ended 30 June 2014 Audited £ |
|---|---|---|--|
| Turnover | - | - | - |
| Exploration expenses | (97,128) | (106,064) | (227,883) |
| Impairment charge | - | - | (90,224) |
| Administrative expenses | (146,064) | (125,793) | (421,144) |
| Operating loss | (243,192) | (231,857) | (739,251) |
| Finance revenue | 710 | 893 | 1,714 |
| Loss on disposal of investments | - | - | (126,733) |
| Loss on ordinary activities before taxation | (242,482) | (230,964) | (864,270) |
| Tax on loss on ordinary activities | - | - | - |
| Loss for the financial period | (242,482) | (230,964) | (864,270) |
| Other comprehensive income | | | |
| Gain on revaluation of available for sale investments | - | 57,150 | - |
| Reversal of revaluation provision on investments | - | - | 132,148 |
| Exchange differences on translation of foreign operations | 50,293 | (90,887) | (72,474) |
| Other comprehensive income for the year net of taxation | 50,293 | (33,737) | 59,674 |
| Total comprehensive income for the year attributable to equity holders of the parent | (192,189) | (264,701) | (804,596) |
| Loss per share – see note 3 | | | |
| Basic | (0.03) pence | (0.04) pence | (0.16) pence |

Group balance sheet

| | 31 December 2014 Unaudited £ | 31 December 2013 Unaudited £ | 30 June 2014 Audited £ |
|-------------------------------------|------------------------------------|------------------------------------|------------------------------|
| Assets | | | |
| Non-current assets | | | |
| Tangible assets | 14,760 | 20,774 | 15,520 |
| Intangible assets | 937,155 | 952,736 | 880,941 |
| Total non-current assets | 951,915 | 973,510 | 896,461 |
| Current assets | | | |
| Cash and cash equivalents | 721,067 | 765,940 | 556,085 |
| Trade and other receivables | 21,572 | 22,291 | 30,421 |
| Available for sale financial assets | - | 45,984 | - |
| Total current assets | 742,639 | 834,215 | 586,506 |
| Total assets | 1,694,554 | 1,807,725 | £1,482,967 |
| Liabilities | | | |
| Current liabilities | | | |
| Trade and other payables | (117,863) | (33,950) | (189,087) |
| Total liabilities | (117,863) | (33,950) | (189,087) |
| Net assets | 1,576,691 | £1,773,775 | £1,293,880 |
| Equity | | | |
| Called up share capital | 733,079 | 579,232 | 579,233 |
| Share premium reserve | 4,985,692 | 4,664,539 | 4,664,538 |
| Share based payment reserve | 60,000 | - | 60,000 |
| Retained losses | (4,564,683) | (3,688,895) | (4,322,201) |
| Other reserves | 362,603 | 218,899 | 312,310 |
| Total equity | £1,576,691 | £1,773,775 | £1,293,880 |

Group cash flow statement

| | 6 months to 31 December 2014 Unaudited £ | 6 months to 31 December 2013 Unaudited £ | Year ended 30 June 2014 Audited £ |
|---|---|---|--|
| Cash flow from operating activities | | | |
| Operating loss | (243,192) | (231,857) | (739,251) |
| Decrease in receivables | 8,849 | 21,150 | 13,020 |
| (Decrease)/Increase in payables | (71,224) | 7,456 | 162,591 |
| Depreciation | - | - | 4,920 |
| Impairment of exploration properties | - | - | 90,224 |
| Share option charge | - | - | 60,000 |
| Net cash outflow from operations | <u>(305,567)</u> | <u>(203,251)</u> | <u>(408,496)</u> |
| Cash flows from investing activities | | | |
| Interest received | 710 | 893 | 1,714 |
| Proceeds from share disposals | - | - | 46,457 |
| Payments to acquire tangible assets | - | - | (13,201) |
| Net cash flows used in investing activities | <u>710</u> | <u>893</u> | <u>34,970</u> |
| Cash inflows from financing activities | | | |
| Proceeds from issue of shares | 500,000 | 675,000 | 675,000 |
| Transaction costs of issue of shares | (25,000) | (38,500) | (38,500) |
| Net cash flows from financing activities | <u>475,000</u> | <u>636,500</u> | <u>636,500</u> |
| Net increase/(decrease) in cash and cash equivalents | 170,143 | 434,142 | 262,974 |
| Cash and cash equivalents at the beginning of period | 556,085 | 304,338 | 304,338 |
| Exchange (loss)/gain on cash and cash equivalents | (5,161) | 27,460 | (11,227) |
| Cash and cash equivalents at end of period | <u>721,067</u> | <u>765,940</u> | <u>556,085</u> |

Statement of group changes in equity

| | Called up share capital | Share premium account | Share based payment reserve | Retained earnings | Other reserves | Total |
|--|-------------------------------|-----------------------------|--------------------------------------|----------------------|-------------------|------------------|
| | £ | £ | £ | £ | £ | £ |
| As at 30 June 2013 | 350,661 | 4,256,610 | - | (3,457,931) | 252,636 | 1,401,976 |
| Loss for the period | - | - | - | (864,270) | - | (864,270) |
| Reversal of provisions on revaluation of available for sale investments | - | - | - | - | 132,148 | 132,148 |
| Currency translation differences | - | - | - | - | (72,474) | (72,474) |
| Total comprehensive income | - | - | - | (864,270) | 59,674 | (804,596) |
| Share option charge | | | 60,000 | - | - | 60,000 |
| Share capital issued | 228,572 | 446,428 | - | - | - | 675,000 |
| Cost of share issue | - | (38,500) | - | - | - | (38,500) |
| As at 30 June 2014 | 579,233 | 4,664,538 | 60,000 | (4,322,201) | 312,310 | 1,293,880 |
| Loss for the period | - | - | - | (242,482) | - | (242,482) |
| Currency translation differences | - | - | - | - | 50,293 | 50,293 |
| Total comprehensive income | - | - | - | (242,482) | 50,293 | (192,189) |
| Share capital issued | 153,846 | 346,154 | - | - | - | 500,000 |
| Cost of share issue | - | (25,000) | - | - | - | (25,000) |
| As at 31 December 2014 | 733,079 | 4,985,692 | 60,000 | (4,564,683) | 362,603 | 1,576,691 |

Statements of changes in other reserves

| | Merger reserve | Foreign currency translation reserve | Available for resale financial assets reserve | Total other reserves |
|------------------------------------|----------------|--------------------------------------|---|----------------------|
| Group | £ | £ | £ | £ |
| As at 30 June 2013 | 225,000 | 159,784 | (132,148) | 252,636 |
| Reversal of revaluation provisions | - | - | 132,148 | 132,148 |
| Unrealised foreign currency gains | - | (72,474) | - | (72,474) |
| As at 30 June 2014 | 225,000 | 87,310 | - | 312,310 |
| Unrealised foreign currency gains | - | 50,293 | - | 50,293 |
| As at 31 December 2014 | 225,000 | 137,603 | - | 362,603 |

Half-yearly report notes

1. Half-yearly report

This half-yearly report was approved by the Directors on 10 March 2015.

The information relating to the six month periods to 31 December 2013 and 31 December 2014 are unaudited.

The information relating to the year to 30 June 2014 is extracted from the audited financial statements of the Company which have been filed at Companies House and on which the auditors issued an unqualified audit report.

2. Basis of accounting

The report has been prepared using accounting policies and practices that are consistent with those adopted in the statutory financial statements for the year ended 30 June 2014, although the information does not constitute statutory financial statements within the meaning of the Companies Act 2006.

These half-yearly financial statements consolidate the financial statements of the Company and its subsidiary and are prepared in accordance with International Financial Reporting Standards as adopted for use in the European Union.

The Company and Group will report again for the full year to 30 June 2015.

3. Loss per share

| | 6 months to 31 December 2014 Unaudited £ | 6 months to 31 December 2013 Unaudited £ | Year ended 30 June 2013 Audited £ |
|--|--|--|--|
| These have been calculated on a loss of: | (242,482) | (230,964) | (864,270) |
| The weighted average number of shares used was: | 723,881,368 | 579,232,539 | 543,811,795 |
| Basic loss per share: | <u>(0.03) pence</u> | <u>(0.04) pence</u> | <u>(0.16) pence</u> |

Copies of this half-yearly report are available free of charge by application in writing to the Company Secretary at the Company's registered office, 55 Gower Street, London WC1E 6HQ, or by email to info@greatlandgold.com. The report will also be made available on the Company's website, www.greatlandgold.com.

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