



HALF-YEARLY REPORT – SIX MONTHS ENDED 31 DECEMBER 2011 13 March 2012

Greatland Gold plc ("Greatland" or the "Company"), the AIM-listed and London based gold exploration and development company focused on gold projects in Tasmania and Western Australia announces today its half-yearly report for the six months ended 31 December 2011.

Highlights

Ernest Giles Project (gold), Central Western Australia

- Improved understanding of mineralised greenstone belt at project
- Large, strategic landholding (+900sq kms)
- Encouraging first phase exploration in a historic gold region
- 2012 programme - drilling commencing on a number of targets throughout the licences
- Ernest Giles will be our highest priority project for 2012

Firetower Project (gold), Northern Tasmania

- Farm in agreement with Unity Mining Limited signed in October 2011
- Unity to spend A\$7.0m to earn 75%
- Drilling programme in 2012 planned with a view to increasing the existing 90,000 oz inferred gold resource

Warrentinna Project (gold), North Eastern Tasmania

- Reverse Circulation drilling programme completed at the Derby North prospect in 2011
 - o Single metre mineralised intercepts at 10.64g/t gold
 - o Further drilling planned in 2012
- Discussions underway with regard to third party investment in the Warrentinna gold project that may culminate in a farm in / JV deal for the project

Other Projects (gold and nickel)

These licences are prospective for gold and nickel and are near to operating gold and nickel mines

- **Bromus project, Western Australia**
 - o Highly prospective area in the Southern Yilgarn near Norseman
 - o Maiden auger geochemical soil sampling program at the project
 - o Anticipated 2012 drilling programme focused on drill target definition
- **Lackman Rock, Western Australia**
 - o Auger geochemical soil sampling programme at the project to better define elevated gold and nickel values
- **Lisle Project, North-East Tasmania**
 - o surface sampling and mapping conducted
 - o 22 holes drilled for 479m during 2011

**Callum Baxter, CEO of Greatland Gold, commented:**

“2011 saw significant progress for the Company from both an operational and corporate viewpoint. The work done throughout the year will allow us to commence drilling programmes in 2012 at our priority projects, in particular the Ernest Giles Project, in order to establish both initial and improved resources across the assets. Securing the farm in agreement with Unity Mining at our Firetower Project and entering into discussions regarding proposed third party investment at Warrentinna will provide additional expertise and capital for the Company. We will continue to build on the progress made at our other licence areas and look forward to keeping shareholders updated as the year progresses.”

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Chief executive's statement

In the six month period ending 31st December 2011 the Company reported a reduced net loss of £217,684 equating to a loss per share of 0.07 pence (31st December 2010 EPS -0.09 pence).

Net cash outflow from operations was £215,977 which reflects total administrative expenses plus exploration expenses. From the cash flow figures it is apparent that we have remained committed to exploration. Our loss on a per share basis at 0.07p is a reduction from the loss in the comparable period reflecting lower expenses.. The Company's cash deposits stood at £890,000m at the period end and, in my opinion, we remain in a relatively strong liquidity position ahead of our 2012 exploration plans.

Our highest priority during 2012 is the Ernest Giles project, which comprises three contiguous tenements covering 948 sq km in central Western Australia. The Company now has an improved understanding of the mineralised greenstone belt hosting the project, and an encouraging first phase exploration in the historic gold region. The first four holes drilled, in a strike length of more than 100km, intersected gold bearing alteration systems with analogies to major gold deposits elsewhere in Western Australia. Our programme has confirmed that a new greenstone belt is present and that it has the potential for large-scale mineralisation. Within the 2012 programme drilling will commence on a number of targets throughout the licences, and the Company will be drilling in the area where we previously discovered gold.

A major emphasis will also be placed on the Firetower project, four contiguous tenements covering an area of 265 sq km located 65km west of Launceston in Northern Tasmania. The Company has an initial JORC inferred resource of 90,000oz gold. In October 2011 we secured a farm in agreement with Unity Mining Ltd. This allows Unity Mining to earn up to 75% of the Firetower Gold project for an expenditure of A\$7m over a 5.5 year period. Since 2006, 25 holes have been drilled over 2,341m. The 2012 drilling programme is planned with a view to increasing the gold resource.

I am very optimistic too about the Warrentinna project which covers four historic goldfields of Warrentinna, Forester, Southern Cross and Waterhouse in North Eastern Tasmania. A reverse circulation drilling programme was completed during 2011, and 27 holes have been drilled for 2,369m since 2008. We have single metre mineralised intercepts up to 103g/t gold and further drilling is planned this year. Surface sampling and mapping will be completed on other gold occurrences within the Warrentinna licences, and discussions are underway with regard to third party investment in the project that may culminate in a farm in/JV deal.

The Bromus project, which we acquired in 2010, is living up to expectations, with encouraging results of a coherent gold anomaly over a large area. The exploration licence covers 140 sq km in the prolific mining district of Norseman, Western Australia. A maiden auger geochemical soil sampling programme has been completed at the project during 2011, and we anticipate a follow-up auger programme this year, focused on drill target definition.

During April 2011 drilling commenced at the East Lisle project, located about 30km north-east of Launceston in north-east Tasmania. The company drilled 22 holes for 470m and has also conducted surface sampling and mapping.



More progress is also reported on the Lackman Rock project, located in the south of the Yilgam Craton in Western Australia. An auger geochemical soil sampling programme is planned to better define elevated gold and nickel values.

During 2011 we continued to receive third party inquiries relating to joint ventures covering our Tasmanian and Western Australian licences. Negotiations are continuing with several parties. We still firmly believe that the Greatland asset portfolio holds significant attractions for investors and we remain keen to find a deal that will be positive for our shareholders.

During the period we saw the retirement of Paul Askins as a director of the Company. Mr Askins was a founding director and contributed to the early stages of Company's growth. The board expresses its gratitude to Mr Askins for his work on behalf of the Company and wish him well for the future. The board is actively seeking a suitable replacement for Mr Askins and is currently engaging consultants to assist with matters relating to the Company's field operations.

On behalf of the board, I would once again like to thank shareholders for their support and invite them to visit our website at www.greatlandgold.com for periodic updates.

Callum N Baxter
CEO
13 March 2012



Group statement of comprehensive income

	6 months to 31 December 2011 Unaudited £	6 months to 31 December 2010 Unaudited £	Year ended 30 June 2011 Audited £
Turnover	-	-	-
Exploration expenses	(92,690)	(180,183)	(340,857)
Administrative expenses	(124,994)	(94,941)	(206,185)
Operating loss	(217,684)	(275,124)	(547,042)
Finance revenue	1,075	1,642	3,710
Grant received	-	-	37,272
Loss on ordinary activities before taxation	(216,609)	(273,482)	(506,060)
Tax on loss on ordinary activities	-	-	-
Loss for the financial period	(216,609)	(273,482)	(506,060)
Other comprehensive income			
Gain/(loss) on revaluation of available for sale investments	(25,975)	25,265	25,441
Exchange differences on translation of foreign operations	(3,809)	96,107	97,349
Other comprehensive income for the year net of taxation	(29,784)	121,372	122,790
Total comprehensive income for the year attributable to equity holders of the parent	(246,393)	(152,110)	(383,270)
Loss per share – see note 3			
Basic	(0.07) pence	(0.09) pence	(0.17) pence



Group balance sheet

	31 December 2011 Unaudited £	31 December 2010 Unaudited £	30 June 2011 Audited £
Assets			
Non-current assets			
Tangible assets	3,609	4,801	6,036
Intangible assets	972,360	872,969	973,240
Total non-current assets	975,969	877,770	979,276
Current assets			
Cash and cash equivalents	890,277	1,246,011	1,097,900
Trade and other receivables	32,496	41,359	67,444
Available for sale financial assets – see note 4	52,514	76,724	77,259
Total current assets	975,287	1,364,094	1,242,603
Total assets	1,951,256	2,241,864	£2,221,879
Liabilities			
Current liabilities			
Trade and other payables	(24,397)	(75,417)	(49,092)
Total liabilities	(24,397)	(75,417)	(49,092)
Net assets	£1,926,859	£2,166,447	£2,172,787
Equity			
Called up share capital	300,661	289,550	300,661
Share premium reserve	3,944,860	3,718,471	3,944,860
Share based payment reserve	74,443	74,443	74,443
Retained losses	(2,739,725)	(2,286,729)	(2,519,307)
Other reserves	346,620	370,712	372,130
Total equity	£1,926,859	£2,166,447	£2,172,787



Group cash flow statement

	6 months to 31 December 2011 Unaudited £	6 months to 31 December 2010 Unaudited £	Year ended 30 June 2011 Audited £
Cash flow from operating activities			
Operating loss	(221,494)	(275,123)	(547,042)
Decrease/(increase) in debtors	34,949	23,874	(5,222)
(Decrease)/increase in creditors	(29,432)	(160,385)	(164,812)
Depreciation	-	-	1,571
Grant received	-	-	37,272
Net cash outflow from operations	<u>(215,977)</u>	<u>(411,634)</u>	<u>(678,233)</u>
Cash flows from investing activities			
Interest received	1,075	1,642	3,710
Payments to acquire intangible assets	-	(134,489)	(228,634)
Payments to acquire tangible assets	-	-	-
Net cash flows used in investing activities	<u>1,075</u>	<u>(132,847)</u>	<u>(224,924)</u>
Cash inflows from financing activities			
Proceeds from issue of shares	-	-	250,000
Transaction costs of issue of shares	-	-	(12,500)
Net cash flows from financing activities	<u>-</u>	<u>-</u>	<u>237,500</u>
Net (decrease)/increase in cash and cash equivalents	<u>(214,902)</u>	<u>(544,481)</u>	<u>(665,657)</u>
Cash and cash equivalents at the beginning of period	1,097,900	1,752,949	1,752,949
Exchange gain on cash and cash equivalents	7,279	37,543	10,608
Cash and cash equivalents at end of period	<u>890,277</u>	<u>1,246,011</u>	<u>1,097,900</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 2010	289,550	3,718,471	74,443	(2,013,247)	249,340	2,318,557
Loss for the period	-	-	-	(506,060)	-	(506,060)
Gain on revaluation of available for sale investments	-	-	-	-	25,441	25,441
Currency translation differences	-	-	-	-	97,814	97,814
Total comprehensive income	-	-	-	(506,060)	123,255	(382,805)
Share capital issued	11,111	238,889	-	-	-	250,000
Cost of share issue	-	(12,500)	-	-	-	(12,500)
As at 30 June 2011	300,661	3,944,860	74,443	(2,519,307)	372,595	2,173,252
Loss for the period	-	-	-	(216,609)	-	(216,609)
Loss on revaluation of available for sale investments	-	-	-	-	(25,975)	(25,975)
Currency translation differences	-	-	-	-	(3,809)	(3,809)
Total comprehensive income	-	-	-	(216,609)	(29,784)	(246,393)
Share capital issued	-	-	-	-	-	-
Cost of share issue	-	-	-	-	-	-
As at 31 December 2011	300,661	3,944,860	74,443	(2,735,916)	342,811	1,926,859



Statements of changes in other reserves

Group	Merger reserve	Foreign currency translation reserve	Available for resale financial assets reserve	Total other reserves
	£	£	£	£
As at 30 June 2010	225,000	143,861	(119,521)	249,340
Net unrealised losses on financial assets available for resale	-	-	25,441	25,441
Unrealised foreign currency gains	-	117,321	(19,507)	97,814
As at 30 June 2011	225,000	261,182	(113,587)	372,595
Net unrealised losses on financial assets available for resale	-	-	(25,975)	(25,975)
Unrealised foreign currency gains	-	(3,809)	-	(3,809)
As at 31 December 2011	225,000	257,373	(139,562)	342,811

Half-yearly report notes

1. Half-yearly report

This half-yearly report was approved by the Directors on 13 March 2012.

The information relating to the six month periods to 31 December 2010 and 31 December 2011 are unaudited.

The information relating to the year to 30 June 2011 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 2011, 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 2012.



3. Loss per share

	6 months to 31 December 2011 Unaudited £	6 months to 31 December 2010 Unaudited £	Year ended 30 June 2011 Audited £
These have been calculated on a loss of:	(216,609)	(273,482)	(506,060)
The weighted average number of shares used was:	300,661,000	289,550,000	296,037,062
Basic loss per share:	<u>(0.07) pence</u>	<u>(0.09) pence</u>	<u>(0.17) pence</u>

4. Available for sale financial assets

The Group's investments were valued at £52,514 at 31 December 2011.

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).