



CONROY  
DIAMONDS AND GOLD P.L.C.

2007

INTERIM REPORT

## DEAR SHAREHOLDER

I have great pleasure in presenting your Company's Interim Report for the six months ended November 2007, a period during which your Company made further progress with its exploration programmes for gold in both Ireland and Finland.

### **Indicated Resource Estimate For Clontibret Gold Deposit Tripled to 200,000 ounces**

Your Company has tripled its indicated gold resources at Clontibret to 200,000 ounces. The indicated tonnes and grade have increased by 108 per cent and 64 per cent respectively and total inferred resources are now 6 million tonnes grading 2.4 grammes/tonne ("g/t") gold. These JORC-compliant resources relate to one closely drilled area amounting to less than 20 per cent of the Clontibret target anomaly.

Using a 1 g/t cut-off, the Indicated Resource now stands at 2.7m tonnes, grading 2.3 g/t gold for 200,000 ounces ("oz") contained. Inferred resources, also at a 1 g.t cut-off, amount to 6m tonnes grading 2.4 g/t for 460,000 oz contained. The estimates have been calculated to an average depth of approximately 150m below surface and the mineralisation remains open at depth and along strike.

The revised resource estimates are based on the generation of a new detailed 3-dimensional orebody model, incorporating all existing data and utilizing refined geological wire-frames and geostatistical correlations, including archive core and new assay results.

Your Company's gold target at Clontibret is but one of a series of gold occurrences in the Longford-Down Massif where your Company has identified a gold-bearing trend that extends for at least 50 miles along strike from Co. Armagh in Northern Ireland, through Co. Monaghan and into Co. Cavan in the Republic of Ireland.

Further geological modelling of the overall target area at Clontibret has also given your Company a better understanding of the orebody, both in the immediate vicinity of the JORC-compliant resource and over the remaining 80 per cent of the target anomaly.

Your Company's ongoing evaluation work at Clontibret has already paid dividends with this substantial upgrade in the tonnes and grade of the Indicated Resource. It must also be remembered that this relatively shallow mineralisation is open at depth and is confined to only a small part of the target anomaly.

The upgrade in itself represents further significant progress at Clontibret, but your Directors believe that additional work on the target area, including drilling, will result in a substantial increase in the total size of the resource.

Furthermore, your Company is also now taking the first steps to implement a scoping and pre-feasibility study on the Clontibret target with the aim of converting present and anticipated future Indicated Resources into the Reserve category with the ultimate objective of demonstrating the feasibility of an economically viable start-up mining operation.

Exploration also continues in Finland on your Company's Sodankyla licences in the Central Lapland Greenstone Belt, an area highlighted by the Geological Survey of Finland as having strong potential for gold mineralisation.

## Finance

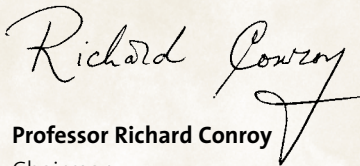
The results for the half-year are set out below. The loss for the period was €166,698. (2006 loss €172,363).

Your Board is considering various options to finance and gain the maximum benefit from its exploration success.

## Directors and Staff

I would like to thank my fellow directors, staff and consultants for their support and dedication, which has enabled the continued outstanding progress of the Company. I look forward to the future with confidence.

Yours faithfully



**Professor Richard Conroy**  
Chairman

25 February 2008

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[www.conroydiamondsandgold.com](http://www.conroydiamondsandgold.com)

# BALANCE SHEET

At 30 November 2007

	30 November 2007 (Unaudited) €	30 November 2006 (Unaudited) €	31 May 2007 (Audited) €
<b>Fixed Assets</b>			
Mineral interests	7,337,620	7,233,917	7,136,877
Financial fixed asset	2	2	2
Tangible assets	30,934	37,870	32,104
	<b>7,368,556</b>	<b>7,271,789</b>	<b>7,168,983</b>
<b>Current Assets</b>			
Debtors	35,264	45,290	37,707
Cash in hand	50,606	18,838	105,954
	<b>85,870</b>	<b>64,128</b>	<b>143,661</b>
<b>Creditors:</b>			
Amounts failing due within one year	(97,463)	(206,902)	(104,960)
<b>Net Current Assets/(Liabilities)</b>	<b>(11,593)</b>	<b>(142,774)</b>	<b>38,701</b>
<b>Total Assets less Current Liabilities</b>	<b>7,356,963</b>	<b>7,129,015</b>	<b>7,207,684</b>
<b>Creditors:</b>			
Amounts failing due after more than one year	(942,413)	(518,303)	(687,168)
<b>Net Assets</b>	<b>6,414,550</b>	<b>6,610,712</b>	<b>6,520,516</b>
<b>Capital and Reserves</b>			
Called up share capital	3,170,649	3,170,649	3,170,649
Capital conversion Reserve Fund	30,617	30,617	30,617
Share premium account	5,491,037	5,472,337	5,491,037
Share based payments reserve	181,982	93,150	121,250
Profit and loss account	(2,459,735)	(2,156,041)	(2,293,037)
<b>Shareholders' Funds – all equity</b>	<b>6,414,550</b>	<b>6,610,712</b>	<b>6,520,516</b>

## PROFIT AND LOSS ACCOUNT

For Half Year Ended 30 November 2007

	Six months ended 30 November 2007 (Unaudited) €	Six months ended 30 November 2006 (Unaudited) €	Year ended 31 May 2007 (Audited) €
Operating expenses	(166,698)	(173,624)	(376,320)
Other income	-	1,261	1,261
Loss on ordinary activities	(166,698)	(172,363)	(375,059)
Tax on loss on ordinary activities	-	-	-
Loss for period	(166,698)	(172,363)	(375,059)
Profit and loss account at beginning of period	(2,293,037)	(1,983,678)	(1,917,978)
Profit and Loss account at end of period	(2,459,735)	(2,156,041)	(2,293,037)
Loss per share	(€0.0016)	(€0.0020)	(€0.0038)

## CASH FLOW STATEMENT

For Half Year Ended 30 November 2007

	30 November 2007 (Unaudited) €	30 November 2006 (Unaudited) €	31 May 2007 (Audited) €
Net Cash Outflow from Operating Activities	(165,744)	(341,098)	(385,743)
Capital Expenditure and Financial Investments	(205,581)	(1,452,063)	(1,520,936)
Net Cash Outflow before financing	(371,325)	(1,793,161)	(1,906,679)
Financing	315,977	1,499,603	1,700,236
Decrease in Cash	(55,348)	(293,558)	(206,443)