



CONROY
DIAMONDS AND GOLD P.L.C.

Conroy Diamonds and Gold P.L.C.
Interim Report 2006

DEAR SHAREHOLDER

I have great pleasure in presenting your Company's Interim Report for the six months ended November 2006, a period in which your Company continued to make further progress with its gold exploration programmes in both Ireland and Finland.

First Resource Estimates For Clontibret Gold Deposit

A major step forward in your Company's gold exploration programme in the Longford-Down Massif in Ireland was the announcement of the first JORC-compliant resource estimate for part of your Company's Clontibret gold deposit in Co. Monaghan.

CSA, the international mining consultants, calculated a series of inferred and indicated resource scenarios for one closely-drilled area covering less than 20p. c. of the Clontibret target anomaly. The estimates show an inferred resource of 500,000oz contained gold (12m tonnes grading 1.3g/t using a 1g/t cut-off). This includes an indicated resource of 1.3m tonnes grading 1.4g/t (64,000oz contained) at 1g/t cut-off.

The estimates have been calculated to an average depth approximately 150m below surface, and the mineralisation remains open at depth and along strike. If repeated in the remainder of the Clontibret target it would suggest the deposit is much larger than originally anticipated.

Clontibret is 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.

This JORC-compliant estimate represents the first step in the Company's economic assessment of its gold discoveries in the Massif. The estimates are highly encouraging, not only in relation to Clontibret, but also with regard to the Company's other gold discoveries in the Longford-Down Massif.

Extensive Gold Target Outlined In Finland

Your Company has also discovered an extensive gold-bearing area in Finland following soil sampling on its recently acquired Sodankyla licences in the Central Lapland Greenstone Belt which outlined an anomaly measuring over 750m by 300m. The sampling also returned elevated chrome values of up to 2,270ppm (0.23p.c.), together with some elevated nickel values.

Studies by the Geological Survey of Finland have highlighted the high potential for gold mineralisation within the Central Lapland Greenstone Belt where Canada's Agnico-Eagle Mines Ltd is currently developing its +2m ounce Suurikuusikko gold deposits.

Your Company has also been granted a claim reservation covering a further 9km² in the Sodankyla area. A drilling programme is now being planned to test the extent of the gold mineralisation within your Company's area and to further investigate the elevated chrome and nickel values.

This is early confirmation that there are exciting gold exploration opportunities in this area of Finland, a mining-friendly country with a rapidly growing gold mining and exploration industry. Your Company is very encouraged by its early success in this new area and looks forward to building on it as the programme develops.

Finance

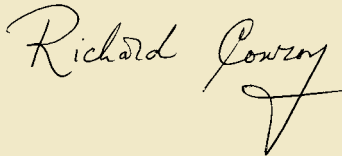
The results for the half-year are set out below. The loss for the period was €144,914 (2005 profit €484,823). The net assets in the balance sheet have increased from €5,774,325 to €6,610,712 due to the acquisition of gold assets in Finland and the continuing exploration programme in Ireland.

Your Company's first JORC-compliant resource estimate of 500,000oz contained gold in one closely drilled area covering less than 20p.c. of the Clontibret target anomaly, together with your Company's other gold discoveries, indicate the potential and scale of the Longford-Down Massif project. Your Board is considering the various financial 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 success of the Company. I look forward to the future with confidence.

Yours faithfully

A handwritten signature in black ink that reads "Richard Conroy". The signature is written in a cursive style with a large, stylized initial 'R' and a long, sweeping tail on the 'y'.

Professor Richard Conroy

Chairman

27 February 2007

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For further information visit the Company's website at:

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BALANCE SHEET

At 30 November 2006

	30 November 2006 (Unaudited) €	30 November 2005 (Unaudited) €	31 May 2006 (Audited) €
Fixed Assets			
Mineral interests	7,233,917	5,507,278	5,781,855
Financial fixed asset	2	-	-
Tangible assets	37,870	54,271	43,635
	7,271,789	5,561,549	5,825,490
Current Assets			
Debtors	45,290	43,521	55,835
Cash in hand	18,838	5,100	312,397
	64,128	48,621	368,232
Creditors:			
Amounts failing due within one year	(206,902)	(512,934)	(419,397)
Net Current Liabilities	(142,774)	(464,313)	(51,165)
Total Assets less Current Liabilities	7,129,015	5,097,236	5,774,325
Creditors:			
Amounts failing due after more than one year	(518,303)	-	-
Net Assets	6,610,712	5,097,236	5,774,325
Capital and Reserves			
Called up share capital	3,170,649	2,146,320	2,591,820
Capital conversion Reserve Fund	30,617	30,617	30,617
Share premium account	5,472,337	4,707,607	5,069,866
Profit and loss account	(2,062,891)	(1,787,308)	(1,917,978)
Shareholders' Funds – all equity	6,610,712	5,097,236	5,774,325

PROFIT AND LOSS ACCOUNT

For Half Year Ended 30 November 2006

	Six months ended 30 November 2006 (Unaudited) €	Six months ended 30 November 2006 (Unaudited) €	Year ended 31 May 2006 (Audited) €
Operating expenses – recurring	(146,177)	(122,485)	(254,316)
– Non-recurring		607,197	607,197
Other income	1,263	111	1,272
(Loss)/Profit on ordinary activities	(144,914)	484,823	354,153
Tax on loss/profit on ordinary activities	-	-	-
Retained (Loss)/Profit for period	(144,914)	484,823	354,153
Profit and loss account at beginning of period	(1,917,978)	(2,272,131)	(2,272,131)
Profit and Loss account at end of period	(2,062,892)	(1,787,308)	(1,917,978)
(Loss)/earnings per share – basic	(€0.0016)	€0.0068	€0.0048
– fully diluted			€0.0044

CASH FLOW STATEMENT

For Half Year Ended 30 November 2006

	30 November 2006 (Unaudited) €	30 November 2005 (Unaudited) €	31 May 2006 (Audited) €
Net Cash Inflow/(Outflow) from Operating Activities	(341,098)	224,703	(1,951)
Capital Expenditure and Financial Investments	(1,452,063)	(282,292)	(556,100)
Net Cash Outflow before financing	(1,793,161)	(57,589)	(558,051)
Financing	1,499,603	0	807,759
(Decrease)/Increase in Cash	(293,558)	(57,589)	249,708