Ormonde Mining plc

Annual Report
&
Accounts 2007

CONTENTS

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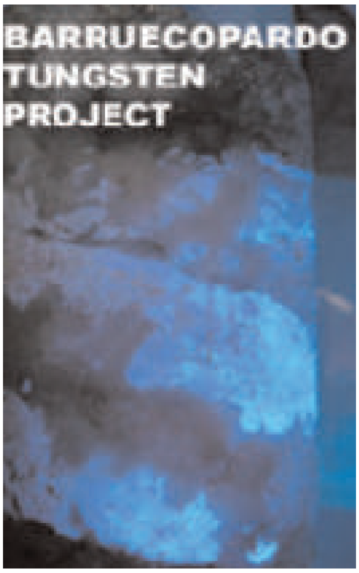
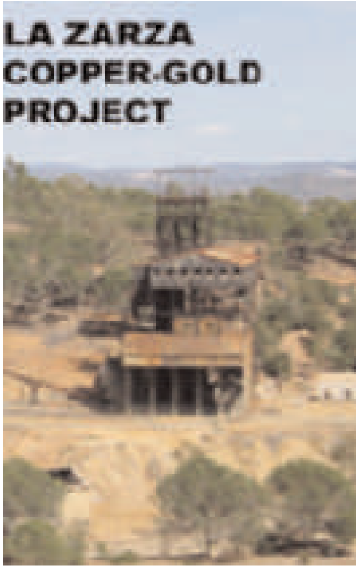
Ormonde Mining plc is a mineral development and exploration company focused on Spain, with the objective of developing mining projects and taking them into production.

Ormonde is an Irish company quoted on the AIM in London and the IEX in Dublin.



The Barruecopardo Tungsten Project is located in the Salamanca Province in western Spain, an historic tungsten producing area.

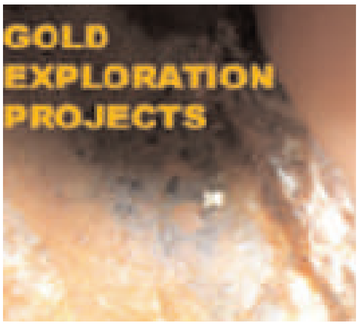
Ormonde is evaluating the viability of a high-grade underground mining operation. The Company has carried out an initial resource estimate and has completed an Order of Magnitude Study which has returned positive results.



The La Zarza Copper-Gold Project is located in the famous Iberian Pyrite Belt mining district in southern Spain.

Ormonde has completed a Feasibility Study for the development of a 600,000 tonnes per year underground mining operation. This Study addressed all the metallurgical and processing issues and laid out a mining plan and processing plant design to deliver saleable concentrates at good recovery rates of contained metal.

Ormonde is following up on recommendations made in the Study to improve the project's economics and to identify the best development path to deliver optimum value from the project.



Ormonde has assembled a strong portfolio of gold exploration projects in northwest Spain. These range from grass-roots exploration and target generation opportunities, to drill-ready projects with established resource potential.

In particular, work by Ormonde to-date on the 425 square kilometre Salamanca Gold Project has demonstrated potential in several prospect areas both for high-grade gold deposits and new discoveries of large-scale gold mineralised systems.

Chairman's Review

The critical milestones for Ormonde during 2007 were the completion of the Feasibility Study on the La Zarza Copper-Gold Deposit and the upgrading of the Barruecopardo Tungsten Deposit to advanced project status, following the many high grade drill intersections from that project. The Company also focussed its gold exploration activities in its extensive ground holdings in the Salamanca region, with initial drilling revealing positive results from both the Sierro and Pino de Oro prospects.

Barruecopardo

An aggressive drilling programme during the year enabled the Company to fast-track its evaluation of this high-grade tungsten project. As a result, we have been able to carry out an initial resource estimate, preliminary metallurgical testwork and complete an Order-of-Magnitude Study, which shows that Barruecopardo has the potential to generate significant cashflows at relatively modest capital investment levels.

The initial resource estimate, based on drilling results up to January 2008, is 1.0 million tonnes at an average grade of 0.7% WO_3 (tungsten oxide), in the JORC Inferred Resource category. The Company believes, however, that the Barruecopardo resource potential, down to an arbitrary depth of circa 350 metres, is of the order of 3-4 million tonnes, with the mineralisation open along strike. Moreover, the directly adjacent Valdegallegos vein system shows promise, with the single hole drilled there to date having encountered a high grade vein assaying 2.7% WO_3 over 0.9 metres.

The Company intends to fast-track development of this project and to constrain initial exploration to the definition of a resource adequate to sustain a 7 to 10 year mine life at production rates of around 90,000 metric tonne units ("mtu") of WO_3 per year. We believe it reasonable to expect that the resources at Barruecopardo will expand as drilling progresses during the operational stage and, assuming continued success, that this start-up production rate could be increased as the project develops. In essence, our strategy is to pursue a fast-tracked and limited capital cost entry to production, with subsequent expansion post start-up.

In addition to the drilling, a second stage metallurgical testwork programme is already in progress and the Company envisages that the evaluation phase of the Barruecopardo Project should be completed during 2008. Initial tungsten production is targeted for the end of 2009.

Looking at the bigger picture, the longer term prognosis for the tungsten industry appears positive. In this respect it should be noted that Ormonde's proposed initial 90,000 mtu production rate would represent over 10% of current western world production. The tungsten industry is currently undergoing structural changes, partially due to strong demand, but equally from industry changes within China, which traditionally has produced around 80% of world tungsten. China has recently ceased to export tungsten and has indeed become both a net importer of tungsten and an investor in western tungsten projects.

These changes are resulting in both tungsten price support and in consolidation within the industry, with investment and/or acquisition of many tungsten projects by end-users and a move towards vertical integration, from mine concentrate production, to tungsten powder production and end-product manufacturing. A case in point is the acquisition by Sojitz, the Japanese conglomerate, of the Panasqueira Tungsten Mine in Portugal for C$57 million. Panasqueira is a mature underground mine with production of circa 100,000 mtu a year as concentrates from a 0.2% WO_3 head-grade.

In this favourable market situation, we believe that Ormonde's Barruecopardo Project, by virtue of its high grade, large resource potential, simple metallurgy and very accessible location, is well placed to proceed into production, generating significant cashflow and adding value to shareholders' equity.

La Zarza

The Feasibility Study on the La Zarza Deposit evaluated an underground mining project with a 600,000 tonne per year production rate, producing saleable concentrates from multiple ore types.

The economics of the proposed development were impacted by higher than anticipated capital costs, particularly fixed capital costs. This was due to a combination of factors, including the general mine capital cost increases being experienced across the industry, site specific design aspects required by the flexible but complex process plant design needed to treat multiple ore types, and related high mine dewatering costs.

Chairman's Review

However, we believe that these problems may be largely overcome through a rescoping of the project, with the initial development for the mining and treatment of the upper level copper-gold ores only and a staged capital investment strategy. The feasibility study made key recommendations along these lines, which the Company is now actively pursuing.

The copper-gold only option for La Zarza is supported by the recent strengthening of the copper price and, more critically, by the now accepted perception among resource banks that high copper prices are here to stay. Resource banks are forecasting that the recent highs of US$8,000 per tonne of copper may in fact be a medium term base price, with higher peak prices ahead.

Salamanca Gold

Drilling on two of our gold prospects during 2007 returned positive results. At Sierro our first hole, drilled on a gold-in-soil geochemical anomaly some 800m long by 400m wide, returned gold over a 62 metre interval averaging 0.5 grams per tonne ("g/t") gold, within a newly-defined sheeted vein system. This thick gold intersection is deemed by the Company to be extremely encouraging and further drilling is being carried out on this prospect.

At Pino de Oro, a prospect containing multiple gold-bearing structures, where previous drilling has encountered grades of between 1.6 and 65.0 g/t over intervals of 1m to 11m, new drilling by Ormonde yielded results including 1.0 metre grading 18.9 g/t and 3.0 metres grading 4.3 g/t gold. Drilling on the first of several structures at Pino de Oro has now established gold at shallow depths with mineralisation intersected over a strike length of at least 500 metres and open in various directions. During 2008 we intend to increase the level of activity on our gold prospects in Salamanca with the objective of further investigating the potential of Sierro and extending the mineralisation at Pino.

Corporate

We were deeply saddened by the sudden and untimely death of Dr Paul Mihalop, one of our Directors, in November. Paul served as a Director of Ormonde with great enthusiasm and distinction since his appointment in 2005; his experience and perspective will be missed.

We welcome Mr Steve Nicol to the Board. His appointment will ensure a commensurate balance on the Board as we progress into mine production and the balance of our activities moves from exploration into mining. Steve was the project manager for the La Zarza Feasibility Study and has accepted the position of Chief Operating Officer with Ormonde, where he will have responsibilities for both the La Zarza and Barruecopardo projects.

Financial Review

During 2007 the Group expended a total of €4.25 million on exploration and development activities. We report a loss of €580,071 for the year (2006: a loss of €597,267).

In summary I believe that Ormonde is increasingly well positioned to advance into production and thereby increase shareholder value. I would like to thank shareholders, staff and advisers for their continued support in pursuing the Company's objectives.

Michael J. Donoghue
Chairman
12 May 2008

Review of Activities

BARRUECOPARDO

Ormonde is evaluating the viability of a high-grade underground tungsten mining operation at Barruecopardo. On the basis of results from drilling and scoping metallurgical testwork received during the first half of 2007, the project was upgraded to advanced project status and a fast-track evaluation of the deposit was initiated. An initial resource estimation has been published and an Order-of-Magnitude Study has returned positive results.

Drilling

Drilling during 2007 initially focused on the northern extension of the deposit, north of the 800m long historic open pit, to assess the continuity of high-grade tungsten mineralisation in the initial target structure, the Filon Maestro Zone.

In addition to better defining the Filon Maestro Zone, the drilling and compilation of historic mining reports highlighted continuity in other mineralised structures and in total five mineralised zones have now been identified. From east to west these are as follows:

Filon Abilio Zone
Filon Principal Zone
Filon Central Zone
Filon Maestro Zone
Filon Oeste Zone

In the latter portion of the year, initial drilling of the southern area below the old open pit, targeted on the Filon Principal Zone which has a known strike length of 850 metres, demonstrated the potential for significant widths of high-grade tungsten within a broader low grade zone.

Drilling has now defined a tungsten deposit at Barruecopardo with multiple mineralised zones, which has a strike length of over 1.5 kilometres and is open at depth.

Resource Estimate

The initial resource estimate reported in January 2008, based on available drilling results at that time, was 1.0 million tonnes at an average grade of 0.7% WO_3 in the JORC Inferred Resource category. This is equivalent to 700,000 metric tonne units of WO_3.

Resource Potential

Drilling continued during 2008 aimed at defining a minimum 1.5 million tonne resource, sufficient to support a detailed evaluation of a start-up mining operation. However, Ormonde believes that the resource potential down to an arbitrary depth of 350 metres is of the order of 3-4 million tonnes based on the deposit being expanded to five mineralised zones with all zones open along strike and at depth.

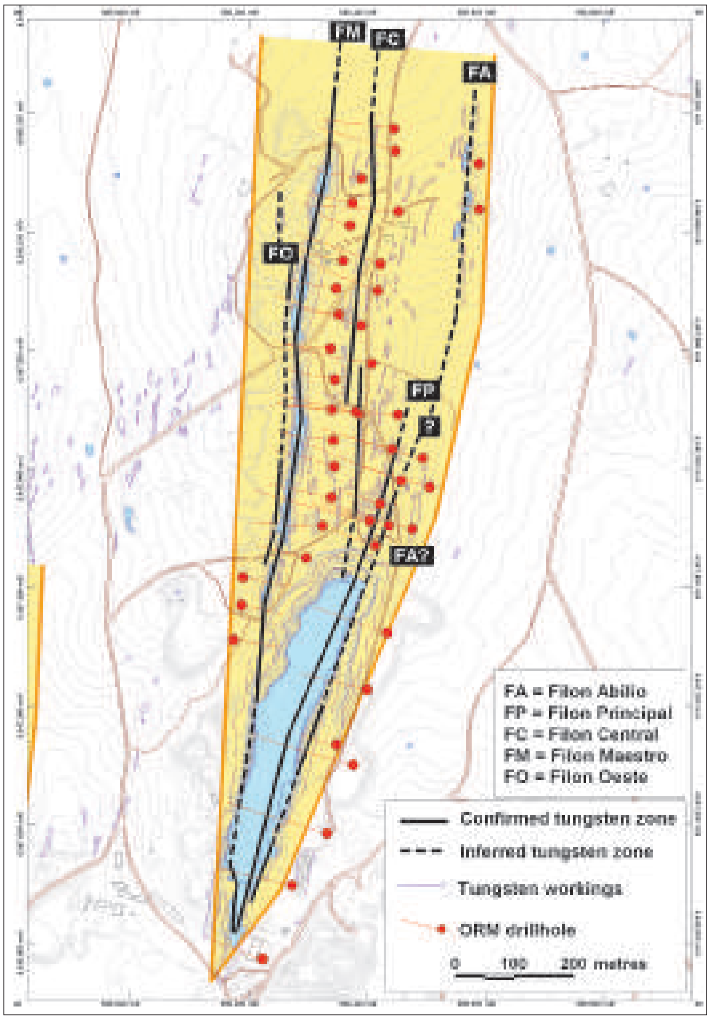
Additional resource targets include the adjacent Valdegallegos area, where a single Ormonde drill hole returned a high-grade tungsten interval, and several other prospect areas within Ormonde's extensive ground holding surrounding Barruecopardo. Further drilling success in these areas would add to the project's long term resource base.

Order-of-Magnitude Study

Mining: The mining assumptions in the Study are for an initial production rate of 200,000 tpy, with underground access and ore transportation via a decline from surface. The steep dips, good ground conditions and visually distinctive mineralised zones should make for favourable mining conditions. The mining method is expected to be predominantly mechanised long-hole stoping, with occasional use of shrinkage stoping. A minimum mining width of 2 metres has been assumed for the mechanised mining method.

The production rate may be increased post start-up when exploration of the other zones is advanced and multiple access points have been developed to all tungsten zones.

Mineral Processing: Scoping metallurgical testwork carried out during 2007 demonstrated that the tungsten minerals are coarse grained and will be concentrated effectively by traditional low cost gravity equipment. The Order-of-Magnitude Study therefore assumed that processing of the tungsten ore would be through three-stage crushing, a rod-mill for coarse grinding, a gravity pre-concentration circuit utilising a combination of jigs and spirals and a final concentrate clean-up circuit to produce a saleable concentrate.



Detailed plan of the Barruecopardo Project

Barruecopardo drilling highlights

Hole	From (m)	Width (m)	WO_3 %
FILON PRINCIPAL ZONE			
BAR-26B	138.0	67.0	0.30
including		7.0	1.10
and		4.0	0.93
and		2.0	1.87
BAR-35	124.0	82.0	0.25
including		5.0	0.89
and		1.5	4.48
and		1.0	2.11
FILON CENTRAL ZONE			
BAR-16	91.0	1.0	1.40
BAR-19	96.0	8.0	0.30
including		1.0	1.45
and		1.0	0.62
BAR-30	58.0	9.0	0.38
including		1.0	2.36
and		1.0	0.98
BAR-31	32.0	3.0	1.33
FILON MAESTRO ZONE			
BAR-2	253.0	3.0	0.71
BAR-9	119.0	2.0	2.07
BAR-12	128.0	2.0	1.74
BAR-13	123.0	2.0	2.40
BAR-16	202.0	4.0	0.63
BAR-28	171.0	1.0	4.1
FILON OESTE ZONE			
BAR-2	295.0	1.0	1.41
BAR-23	150.0	1.0	2.99

Working floor of the Barruecopardo open pit Tungsten Mine during its time in operation

Review of Activities

The Study assumed overall tungsten recoveries of 70% to 80% based upon the results of the scoping testwork and documentation from the historic Barruecopardo open-pit operation. These grades and recoveries would result in the production of around 90,000 mtu's of WO_3 per year. Additional testwork is in progress to facilitate detailed process plant design.

Capital Costs: The preliminary capital cost estimate in the Study is €10-15 million. This is for the development of an underground decline mine, construction of a 28 tonnes per hour processing plant and related site infrastructure.

Cashflow Analysis: Operating cost estimates range from €23 to €45 per tonne, with figures varying depending on the proportion of mechanised to shrinkage stoping. Based on these costs, with head grades varying from 0.6% to 0.7% WO_3 and assuming tungsten concentrate prices of US$180 per mtu of WO_3, the proposed 200,000 tpy operation at Barruecopardo could generate annual cashflows in the region of €5 million per year.

Outlook

The Company has carried out additional drilling at the project, with results including some very thick tungsten intersections through the Filon Principal Zone under the centre of the old open pit.

A resource upgrade is due in Q2 2008, and this will be followed by detailed evaluation studies to facilitate an early production decision.

Permits

The Company has a 90% interest in several investigation permits in the Salamanca Province covering a total area of 425 square kilometres in Joint Venture with Siemcalsa (10%), a regional, partially state-funded company. These ground holdings are held by Saloro S.L. (a wholly-owned Ormonde subsidiary) and Siemcalsa. The permits are issued for initial 3-year periods, renewable for further periods of 3 years upon submission of work programmes to the Junta de Castilla y Leon.

View into the Barruecopardo open pit Tungsten Mine during its time in operation

Review of Activities

LA ZARZA

The key development at La Zarza during 2007 was the completion of all the technical work for the Feasibility Study, the results of which were reported in February 2008.

The Study, carried out by internationally recognised consultants under the management of Aker Kvaerner Engineering Services Ltd, evaluated an underground mining project at a 600,000 tonne per year ("tpy") production rate. The Study provides a mining plan and process plant design to access the considerable revenue potential of the metals in the La Zarza deposit and outlines a route designed to deliver saleable concentrates at good recovery levels of contained metal.

Drilling

Drilling activities during 2007 focused on the definition of the zinc-rich "Lower Massive Sulphide Zone" (Table 1). Drilling intersected thick intervals of zinc mineralisation and allowed for the conversion of Inferred to Indicated Resources. Holes drilled outside the current resource area also intersected thick zinc and low grade copper intervals, showing that the massive sulphide mineralisation is open to the west and at depth.

Resource Estimation

An updated resource estimate was prepared by CSA Australia Pty Ltd and is reported under the JORC Code (2004 edition) in Table 2. The new resource estimate features a 120% increase in tonnage in the Indicated Resource category (the minimum classification for inclusion in mining studies) and a new Inferred Resource for the Copper Massive Sulphide mineralisation type.

Mineral Processing

Extensive metallurgical testwork carried out as part of the Study resulted in considerable advances in the ability to produce relatively clean copper-gold, copper, lead and zinc concentrates at good recoveries from the four mineralisation types included in the Study. This testwork also indicated that a viable paste backfill may be produced from the finely ground tailings.

The process plant design arising from the testwork is for a conventional comminution circuit comprising primary and secondary crushing followed by a three stage primary grinding circuit. This 600,000 tpy capacity circuit comprises rod, ball and stirred mills with the mill discharge feeding into three sequential differential flotation circuits, each of which has facilities for concentrate regrinding, followed by concentrate thickening and pressure filtration to yield four saleable concentrate types.

A paste tailings and backfill plant is incorporated into the processing plant design. The majority of the paste tailings will be placed underground as backfill, with the remainder being stored in a surface facility.

Mining

While it is expected that the underground mine would have negligible ground-water inflow during operations, the old workings are presently flooded and dewatering is required prior to underground development. Sampling to estimate the pH and metal content of the water in the old workings yielded very variable results. It was necessary to assume the more adverse metal concentrations in the water when designing the water treatment plant.

The underground mine is designed for surface decline access and ore transportation to surface by trucks at a rate of up to 600,000 tpy. Ground conditions are known to be very good. Underground development would be by mechanised diesel-hydraulic mobile plant. Ore would be mined using longhole and bench open-stoping mining methods, with use of paste backfill to minimise surface tailings and maximise ore recovery.

Review of Activities

Capital Costs

Capital costs have been estimated at €86 million based upon a flexible process plant design to accommodate four distinct feed types and the production of four saleable concentrates. In addition allowance has been made for a contingent provision of €12 million for mine dewatering and water treatment to neutralise the water and remove the dissolved metals.

Environmental

Golder Associates Spain were responsible for all the environmental aspects of the Study including baseline monitoring and sampling. This work is continuing as part of an Environmental Report which will be submitted to the local authorities as part of the mine permitting procedure.

Outcomes

The capital cost estimate in the case of the 600,000 tpy production rate is higher than anticipated, and in particular, this includes a higher than normal proportion of fixed capital costs. Ormonde is following up on recommendations made in the Study to improve the project's economics and to identify the best development path to deliver optimum value from the project.

Permit

The Company has a 100% interest, subject to staged payments to Nueva Tharsis S.L., in a mining concession at La Zarza which covers a total area of 12.8 square kilometres. This concession is held by Nueva Tharsis and must currently be renewed on an annual basis by the submission of a detailed work programme for approval by the Junta de Andalucia. Mining concessions operate for 30 year periods and are renewable after the 30 years for a similar period.

View overlooking the La Zarza mine site

Table 1: Drilling results from the 2007 Massive Sulphide programme

Hole	Section	From (m)	Width (m)	Cu %	Pb%	Zn%	Au g/t	Ag g/t
ORM-56	1925E	390.0	70.0	0.6	0.6	3.3	1.4	26.7
including		422.0	20.0	1.0	0.9	4.7	2.6	42.8
ORM-58	2025E	413.0	66.0	0.6	0.7	3.1	1.0	34.2
including		449.0	16.0	0.3	0.7	4.4	0.6	34.8
ORM-59	1875E	396.2	118.0	1.0	0.2	1.0	0.9	13.7
including		396.2	5.8	2.3	0.1	0.5	0.4	19.0
ORM-61	1825E	368.0	74.0	0.8	0.8	3.3	1.5	33.2
including		368.0	14.0	0.7	0.9	4.5	1.4	31.8
and		388.0	26.4	1.2	0.8	3.6	2.0	38.3

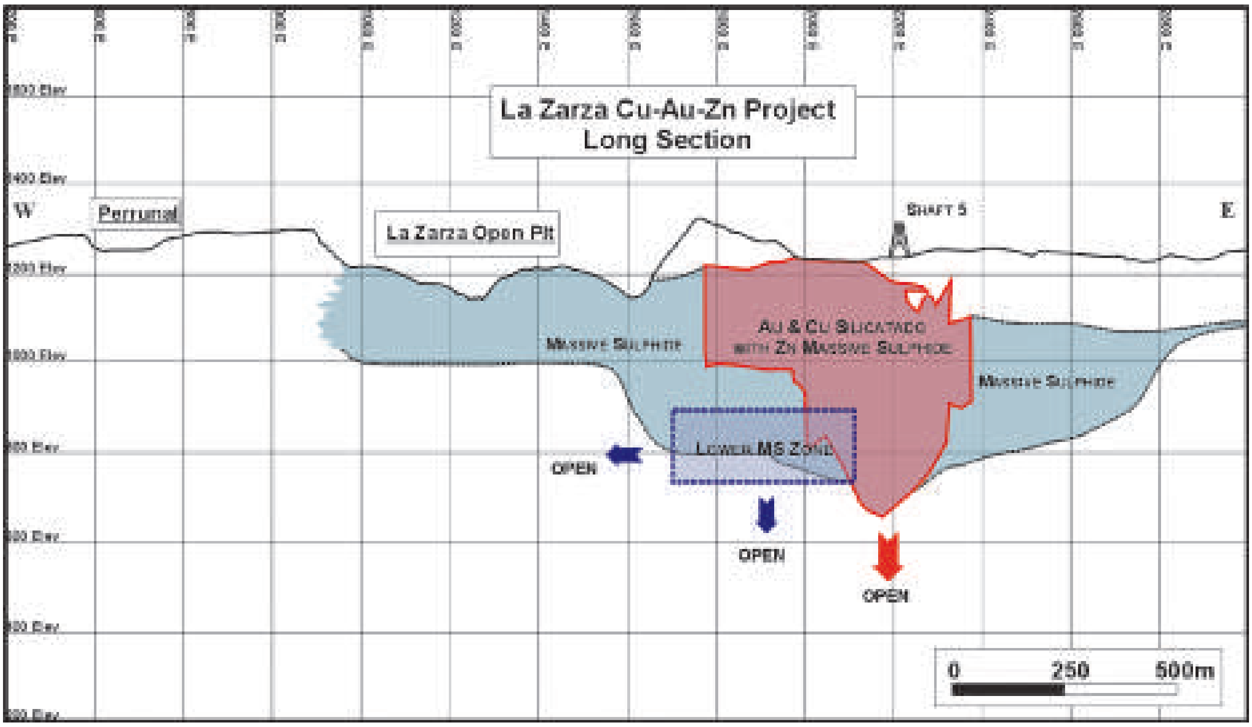
Table 2: JORC compliant Mineral Resource for the La Zarza Project

INDICATED RESOURCES

CATEGORY	Cut-off	Mt	Cu %	Pb%	Zn%	Au g/t	Ag g/t
Copper Silicatado	1.5% Cu	2.64	2.1	0.5	1.5	0.9	30.2
Gold Silicatado	2.0% Au	2.55	0.6	1.5	2.1	3.7	52.6
Zinc Massive Sulphide	3.5% Zn	4.39	0.6	1.0	4.4	0.8	35.2
Copper, Zinc and Gold							
Massive Sulphide		0.28	0.9	1.0	2.9	2.1	53.0
Total Indicated		**9.88**	**1.0**	**1.0**	**3.0**	**1.6**	**38.9**

INFERRED RESOURCES

CATEGORY	Cut-off	Mt	Cu %
Copper Massive Sulphide (West)	1.5% Cu	1.30	1.9



Review of Activities

GOLD EXPLORATION

Ormonde's gold exploration activities during 2007 focused on advancing the main targets at the Salamanca Gold Project (a 425 square kilometres permit area), in particular at the Sierro and Pino de Oro prospects, where drilling during the year returned positive results.

Sierro

The first drilling and trenching on this new prospect area returned very encouraging wide gold intersections in a newly recognised sheeted vein system. Ormonde's drillhole WS-1, targeted on a gold-in-soil geochemical anomaly some 800m long by 400m wide, returned the following interval:

62m grading 0.5 g/t gold, from 32m depth

A trench excavated across the part of the anomaly tested by this drillhole returned:

57m grading 0.7 g/t gold, including
25m grading 1.0 g/t gold

Gold at Sierro occurs as continuous mineralisation within wide zones of sheeted quartz veining of a broadly similar nature to the extensive systems hosting large, low-grade, granite-related gold deposits in various parts of the World.

These thick gold intersections are therefore extremely encouraging, particularly as neither the trench nor the drillhole established the boundaries of the mineralised system.

The identification of this new target highlights the broader potential for new gold discoveries in the Salamanca area through the application of simple geochemical methods and geological models. The evaluation of Sierro will continue with further drilling planned, and further geochemical sampling will be carried out to identify further targets of this type.

Pino de Oro

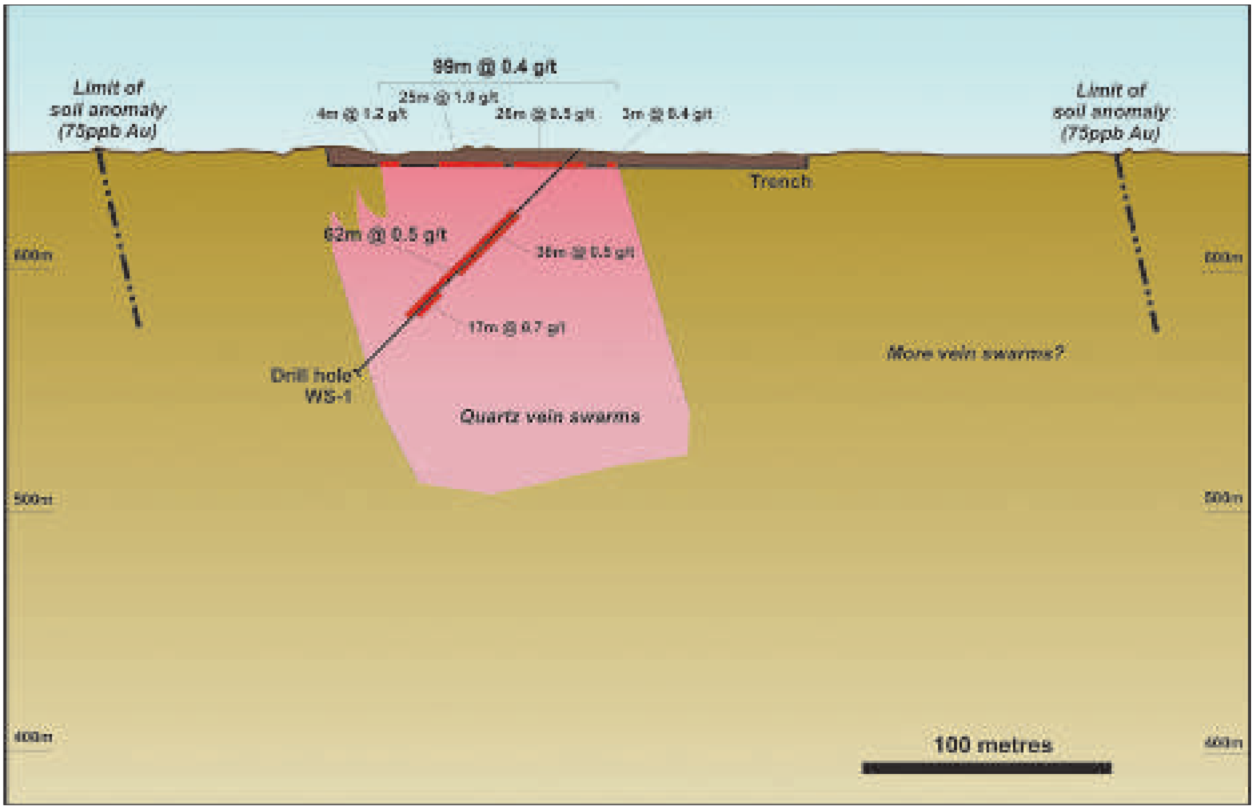
Ormonde has completed nine drillholes at the Pino de Oro prospect (1,436 metres) to follow-up on high gold grades intersected in previous widely spaced drilling by Spanish Government agencies in the '90s. Two structures out of a total of twelve mapped in the permit area have been drill tested, El Facho and La Solana. Positive gold assay results were returned from both structures highlighting the "multi-structural" nature of the prospect area (see table).

The gold mineralisation occurs in a series of north-east trending structural zones comprising quartz veins and breccias within granite rocks. The main high-grade gold bearing zone, El Facho, has a near vertical orientation and extends for 500 metres along strike. The mineralised structure crops out on surface and has only been tested to a vertical depth of 100 metres (i.e., gold mineralisation is open at depth). The highest grades (ORMP-1, 3 and 4, P14 and P15) occur in the central part of this structure, with broader zones at lower grades (e.g., ORMP-5, 6 and 7) at its north-east end.

Hole	From (m)	Width (m)	Gold (g/t)
EL FACHO			
Ormonde drilling			
ORMP-1	73.0	1.0	16.6
ORMP-2	224.0	1.0	3.5
ORMP-3	132.0	1.0	6.9
ORMP-4	40.0	1.0	18.9
ORMP-5	49.0	1.0	3.9
and	58.0	6.0	2.1
ORMP-6	107.0	4.0	1.7
ORMP-7	38.0	7.0	1.6
Government drilling			
P14	74.0	1.0	65.8
P15	132.0	2.0	11.1
P17	44.0	1.0	14.8
P20	124.0	1.0	4.3
LA SOLANA			
Ormonde drilling			
ORMP-8	95.0	3.0	4.3
Government drilling			
JCL12	54.0	10.7	3.8

Significant gold results from the Pino de Oro gold prospect

Review of Activities



Cross-section through the Sierro prospect

Drill core from Sierro (WS-1) showing the system of gold-bearing quartz veins in metasedimentary rocks

A visible grain of gold in a quartz breccia, from Ormonde drill core at the Pino de Oro prospect

Review of Activities

Ormonde's hole ORMP-8 on the La Solana structural zone, 700 metres to the south-east of El Facho, has confirmed the presence of the gold mineralisation intersected by the Government in drillhole JCL12.

Visible gold has been observed in the drill core; the gold at Pino de Oro is coarse-grained and there is a nugget effect, typical of this kind of mineralisation.

An initial gold and silver recovery test was carried out on a gold mineralised sample from ORMP-4. The test showed that over 95 per cent of the gold and over 95 per cent of the silver were recovered from the sample using a standard leaching technique.

Ormonde's evaluation programme at Pino de Oro will continue with a programme of infill drilling; further scoping metallurgical tests will also be carried out as part of the next programme.

Other areas

Ormonde is assessing several other prospect areas in the Salamanca Gold Project where significant gold grades have been recorded. Numerous additional targets have been highlighted across the permit area using remote sensing interpretation, prospecting and soil sampling. Soil geochemistry in particular has proven to be an effective method to identify new large scale targets and sampling coverage is to be extended across the permit area.

In addition to the Salamanca Gold Project, Ormonde continues to hold its interests in several other prospective gold exploration projects in northwest Spain, including the Salamón and Tracia Prospects.

Report of the Directors

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Financial Statements

2007

Report of the Directors

for the year ended 31 December 2007

The Directors present their annual report and audited financial statements for the year ended 31 December 2007 of Ormonde Mining Plc ("the Company") and its subsidiaries (collectively "the Group").

These are the Group's first consolidated financial statements prepared in accordance with International Financial Reporting Standards as adopted by the EU ('EU IFRS'). The key impacts on the financial statements arising from the transition to EU IFRS are set out in detail in Note 18 of the financial statements.

Principal Activity

The principal activity of the Company and its subsidiaries comprises acquisition, exploration, and development of mineral resource projects. The Directors have reviewed the financial position of the Group and are satisfied that the Group will continue to operate at its projected level of activity for the foreseeable future.

Review of Business and Future Developments

A detailed review of activities for the year and future prospects of the Group is contained in the Chairman's Review and Review of Activities.

Principal Risks and Uncertainties

There are a number of risks and uncertainties which could have an impact on the Group's long term performance.

Risks and uncertainties facing the Group include but are not limited to:

- availability of drilling equipment and qualified personnel, the absence of which could lead to delays in work programmes;
- delays in turnaround of assay results from international laboratories due to substantially increased workload's in recent times on such laboratories could affect timing of results from drilling programmes;
- an adverse movement in the value of metals for which the Group is presently exploring, could risk the viability of those particular exploration projects;
- increase in costs of construction materials, labour and power which could affect the economic feasibility of projects under consideration.

Results and Dividends

The results for the year ended 31 December 2007 are set out in the Group Income Statement on page 26 of this Annual Report.

As all exploration and development costs to date have been deferred, no transfers to distributable reserves or dividends are recommended.

Directors

The current Directors are set out on the inside back cover.

In accordance with the Articles of Association, Steve Nicol, who was appointed by the Board since the last Annual General Meeting, is recommended by the Board for re-election as a Director.

Details of Executive Directors

Dr. I. Kerr Anderson (aged 46), is a geologist by profession, and has worked in the mining and exploration industry in Europe for 19 years. He was exploration manager with Navan Mining plc prior to joining Ormonde as Managing Director in May 2001.

Mr. Michael J. Donoghue (aged 58) is a mining engineer by profession, with wide experience in the evaluation, funding, development and operation of mines in Europe, Africa, South-East Asia, Australia and the Americas. His executive management experience includes an eight-year period as General Manager-Operations for Delta Gold, Sydney, Australia.

Mr. Fraser T. Gardiner (aged 31) is an exploration geologist by background, and has previously been involved in exploration and project evaluation in Eastern Europe, Spain and North Africa. In addition to his technical role in all of Ormonde's projects, Fraser has been closely involved in Ormonde's fund raising activities and is responsible for Ormonde's investor and public relations activities.

Mr. Stephen J. Nicol (aged 44) is a Mining Engineer with over 20 years experience in the mining industry, initially in operations and subsequently in mine evaluation and development projects. He has held production supervisory roles in various underground and open pit mines in Australia and Europe, culminating in a two year period as Managing Director of Sardinia Gold Mines SpA in Italy. More recently, he has been operating as an independent consultant working on gold and base metal mine evaluation and development projects in countries including Romania, Greece, Italy, Kazakhstan and Canada.

Details of Non Executive Director

Mr. John A. Carroll (aged 59) is a chartered secretary by profession, and has over 30 years experience including seven years as a manager with KPMG in the Investment Company Department. He has widespread business contacts in Ireland and significant experience in the resource sector.

Directors and Secretary and their Interests

The interests (all of which are beneficial) of the Directors who held office at 1 January 2007 and 31 December 2007 and 12 May 2008 and their families in the share capital of the Company were:

Directors	12/05/08 Ordinary Shares	31/12/07 Ordinary Shares	01/01/07 Ordinary Shares
Kerr Anderson	790,778	790,778	790,778
John Carroll	2,121,093	2,121,093	2,121,093
Michael Donoghue	6,893,102	6,893,102	6,893,102
Fraser Gardiner	-	-	-

Directors	31/12/07 Share Options	01/01/07 Share Options
Kerr Anderson	750,000 *	750,000 *
Kerr Anderson	750,000 #	750,000 #
Kerr Anderson	700,000 ^	700,000 ^
John Carroll	750,000 *	750,000 *
John Carroll	750,000 #	750,000 #
John Carroll	700,000 ^	700,000 ^
Michael Donoghue	750,000 #	750,000 #

Michael Donoghue	700,000 ^	700,000 ^
Michael Donoghue	300,000 ~	300,000 ~
Fraser Gardiner	100,000 *	100,000 *
Fraser Gardiner	500,000 ^	500,000 ^
Fraser Gardiner	300,000 ~	300,000 ~

Subsequent to the year end Steve Nicol was granted 1,000,000 share options with an exercise price of €0.109 per share at any time up to 14 April 2018.

No other change in the above share options has occurred between 31 December 2007 and the date of approval of these financial statements.

* - Share options are exercisable at a price of €0.041 at any time up to 11 May 2011.
\# - Share options are exercisable at a price of €0.034 at any time up to 13 August 2013.
^ - Share options are exercisable at a price of €0.13 at any time up to 22 October 2014.
~ - Share options are exercisable at a price of €0.21 at any time up to 26 October 2016.

Transactions Involving Directors
There have been no contracts or arrangements of significance during the year in which Directors of the Company were interested other than as disclosed in Note 17 to the financial statements.

Significant Shareholders
The Company has been informed that, in addition to the interests of the Directors, at 31 December 2007 and the date of this report, the following shareholders own 3% or more of the issued share capital of the Company:

	Percentage of issued share capital	
	12/05/08	**31/12/07**
JP Morgan Asset Management (UK) Limited	9.00%	9.00%
Saracen Growth Fund	6.07%	6.07%
Davy Crest Nominees Limited	3.36%	3.36%
Dresdner Kleinwort Securities Nominees Limited	4.81%	4.81%
James Capel (Nominees) Ltd	3.40%	3.40%

The Directors are not aware of any other holding of 3% or more of the share capital of the Company.

Group Undertakings
Details of the Company's subsidiaries are set out in Note 10 to the financial statements.

Political Donations
There were no political donations during the year (2006 Nil).

Directors' Responsibility Statement

The Directors are responsible for preparing the Annual Report and the Group and Company financial statements, in accordance with applicable law and regulations.

Company law requires the Directors to prepare Group and parent Company financial statements for each financial year. As required by AIM and IEX rules and as permitted by company law, the directors have prepared the Group financial statements in accordance with International Financial Reporting Standards (IFRSs) as adopted by the EU (EU IFRS) and have elected to prepare the Company financial statements in accordance with EU IFRS, as applied in accordance with the provisions of the Companies Acts, 1963 to 2006.

The Group and Company financial statements are required by law and EU IFRS to present fairly the financial position and performance of the Group; the Companies Acts 1963 to 2006 provide, in relation to such financial statements, that references in the relevant part of the Acts to financial statements giving a true and fair view are references to their achieving a fair presentation.

In preparing each of the Group and Company financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Group and Company will continue in business.

The Directors are responsible for keeping proper books of account that disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that its financial statements comply with the Companies Acts 1963 to 2006. They are also responsible for taking such steps as are reasonably open to them to safeguard the assets of the Group and Company and to prevent and detect fraud and other irregularities.

The Directors are also responsible for preparing a Report of the Directors that complies with the requirements of the Companies Acts 1963 to 2006.

The Directors are responsible for the maintenance and integrity of the corporate and financial information included on the Company's website. Legislation in the Republic of Ireland governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Going Concern

The Directors have reviewed budgets, projected cash flows and other relevant information, and on the basis of this review, are confident that the Company and the Group will have adequate financial resources to continue in operational existence for the foreseeable future.

The future of the Company and the Group is also dependent on the successful future outcome of its exploration interests and of the availability of further funding to bring these interests to production.

The Directors consider that in preparing the financial statements they have taken into account all information that could reasonably be expected to be available. On this basis, they consider that it is appropriate to prepare the financial statements on the going concern basis.

Corporate Governance

The Directors are committed to maintaining the highest standards of corporate governance commensurate with the size, stage of development and financial status of the Group.

The Board is responsible for the supervision and control of the Company and is accountable to the shareholders. The Board has reserved decision-making on a variety of matters, including determining strategy for the Group, reviewing and monitoring executive management performance and monitoring risks and controls.

During the year the Board had five Directors, comprising three executive Directors and two non-executive Directors. The Board met formally on seven occasions during the year ended 31 December 2007. An agenda and supporting documentation was circulated in advance of each meeting. All the Directors bring independent judgement to bear on issues affecting the Group and all have full and timely access to information necessary to enable them to discharge their duties. Non-executive Directors are not appointed for specific terms, each non-executive Director comes up for re-election every three years and each new Director is subject to election at the next Annual General Meeting following the date of appointment.

The following committees deal with the specific aspects of the Group affairs:

Audit Committee: This Committee comprises two non-executive Directors. The external auditors have the opportunity to meet with members of the Audit Committee without executive management present at least once a year. The duties of the Committee include the review of the accounting principles, policies and practices adopted in preparing the financial statements, external compliance matters and the review of the Group's financial results.

Nominations Committee: Given the current size of the group a Nominations Committee is not considered necessary. The Board reserves to itself the process by which a new Director is appointed.

Remuneration Committee: This Committee comprises two non-executive Directors. This Committee determines the contract terms, remuneration and other benefits of the executive Directors, Chairman and non-executive Directors. Further details of the Group's policies on remuneration, service contracts and compensation payments are given in the Remuneration Committee Report below.

Communications: The Group maintains regular contact with shareholders through publications such as the annual and half - year report and via press releases and the Group's website, www.ormondemining.com. The Directors are responsive to shareholder telephone and e-mail enquiries throughout the year. The Board regards the Annual General Meeting as a particularly important opportunity for shareholders, Directors and management to meet and exchange views.

Internal Control

The Directors have overall responsibility for the Group's system of internal control and have delegated responsibility for the implementation of this system to executive management. This system includes financial controls that enable the Board to meet its responsibilities for the integrity and accuracy of the Group's accounting records.

The Group's system of internal financial control provides reasonable, though not absolute assurance that assets are safeguarded, transactions authorised and recorded properly and that material errors or irregularities are either prevented or detected within a timely period. Having made appropriate enquiries, the Directors consider that the system of internal financial, operational and compliance controls and risk management operated effectively during the period covered by the financial statements and up to the date on which the financial statements were signed.

The internal control system includes the following key features, which have been designed to provide internal financial control appropriate to the Group's businesses:

- budgets are prepared for approval by the Board;
- expenditure and income are compared to previously approved budgets;
- a detailed investment approval process which requires Board approval of all major capital projects and regular review of the physical performance and expenditure on these projects.

Remuneration Committee Report

The Group's policy on senior executive remuneration is designed to attract and retain people of the highest calibre who can bring their experienced and independent views to the policy, strategic decisions and governance of the Group.

In setting remuneration levels, the Remuneration Committee takes into consideration the remuneration practices of other companies of similar size and scope. A key philosophy is that staff must be properly rewarded and motivated to perform in the best interests of the shareholders.

Total remuneration to Directors during the year ended 31 December 2007 was €293,540. The highest paid Director received remuneration of €86,500.

Books and Accounting Records

The Directors are responsible for ensuring proper books and accounting records, as outlined in Section 202 of the Companies Act 1990, are kept by the Company. The Directors, through the use of appropriate procedures and systems and the employment of competent persons, have ensured that measures are in place to secure compliance with these requirements. These books and accounting records are maintained at Ormonde House, Metges Lane, Navan, Co. Meath, Ireland.

Auditors

The auditors, LHM Casey McGrath, have indicated their willingness to continue in office in accordance with the provisions of Section 160(2) of the Companies Act, 1963.

On behalf of the Board

John Carroll
Director

Michael Donoghue
Director

12 May 2008

We have audited the financial statements of Ormonde Mining Plc for the year ended 31 December 2007 which comprise of the Group Income Statement, Group Balance Sheet, Company Balance Sheet, Group Cash Flow and Group Statement of Changes in Equity and Notes thereon. These financial statements have been prepared under the accounting policies set out on pages 22-25.

This report is made solely to the Company's members as a body in accordance with Section 193 of the Companies Act, 1990. Our audit work has been undertaken so that we might state to the Company's members those matters that we are required to state to them in the audit report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company or the Company's members as a body for our audit work, for this report, or for the opinions we have formed.

Respective Responsibilities of Directors and Auditors

The Directors' responsibilities for preparing the financial statements in accordance with applicable law and International Financial Reporting Standards as adopted by the European Union ("IFRS") are set out in the Statement of Directors' Responsibilities on page 17.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the Group financial statements give a true and fair view in accordance with IFRS as adopted by the European Union and are properly prepared in accordance with the Companies Acts 1963 to 2006 and the European Communities (Companies: Group Accounts) Regulations 1992. We also report to you to whether, in our opinion; proper books of account have been kept by the Company; whether at the balance sheet date, there exists a financial situation requiring the convening of an extraordinary general meeting of the Company; and whether the information given in the Directors' Report is consistent with the financial statements. In addition, we state whether we have obtained all the information and explanations necessary for the purposes of our audit and whether the company's balance sheet is in agreement with the books of account.

We report to the shareholders if, in our opinion, any information specified by law regarding Directors' remuneration and Directors' transactions is not given and, where practicable, include such information in our report.

We read the other information contained in the annual report and consider whether it is consistent with the audited financial statements. This other information comprises only the Directors' Report, Chairman's Review and the Review of Activities. We consider the implications for our audit report if we become aware of any apparent misstatement or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

Basis of opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the Directors in the preparation of the financial statements, and whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Deferred Exploration

In forming our opinion, we considered the adequacy of disclosures made in Note 8 to the financial statements in relation to the Directors' assessment of the carrying value of the Group's deferred exploration costs amounting to €10,407,634. The realisation of the intangible assets is dependent on the successful development or disposal of gold, tungsten and other minerals in the Group's licence area. Such successful development is dependent on several variables including the existence of commercial deposits of gold, tungsten and other minerals, availability of finance and the price of gold, tungsten and other minerals. Our opinion is not qualified in this respect.

Opinion

In our opinion the financial statements give a true and fair view of the state of affairs of the Company and of the Group as at 31 December 2007 and of the results and cash flows of the Group for the period then ended and have been properly prepared in accordance with the provisions of the Companies Acts, 1963 to 2006 and the European Communities (Companies: Group Accounts) Regulations 1992.

We have obtained all the information and explanations we consider necessary for the purposes of our audit. In our opinion proper books of account have been kept by the Company. The balance sheet is in agreement with the books of account.

In our opinion the information given in the Report of the Directors on pages 14-19 is consistent with the financial statements.

The net assets of the Company, as stated in the Balance Sheet on page 29, are more than half of the amount of its called up share capital and, in our opinion, on that basis there did not exist at 31 December 2007 a financial situation which under Section 40(1) of the Companies (Amendment) Act 1983 may require the convening of an extraordinary meeting of the Company.

LHM Casey McGrath
Chartered Certified Accountants
and Registered Auditors
6 Northbrook Road
Dublin 6
Ireland

12 May 2008

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the Group's financial statements.

Basis of Preparation

European Union (EU) law requires that the annual consolidated financial statements of the Group for the year ended 31 December 2007 be prepared in accordance with accounting standards adopted for use in the EU.

These financial statements have been prepared on the basis of the recognition and measurement requirements of International Financial Reporting Standards and International Accounting Standards (collectively 'IFRS') in issue that are adopted for use in the EU and effective (or available for early adoption) at 31 December 2007 the Group's first annual reporting date at which it is required to use accounting standards adopted for use by the EU.

An explanation of how the transition to IFRS has affected the financial information is outlined below:

First Time Adoption of IFRS

Up to and including the year ended 31 December 2006, the Group's financial statements were prepared in accordance with generally accepted accounting principles as promulgated by the Institute of Chartered Accountants in Ireland (Irish GAAP).

IFRS 1 'First-time adoption of International Financial Reporting Standards' is the accounting standard governing the implementation of IFRS for the first time. This standard allows or requires a number of exceptions to its general principles that the standards in force at the reporting date should be applied retrospectively. At the transition date, 1 January 2006, the exemption to retrospective implementation availed of is that the Group has assumed that the Currency Translation Reserve at 1 January 2006 is nil.

Basis of Measurement

The consolidated financial statements have been prepared on the historical cost basis.

Functional and Presentation Currency

These consolidated financial statements are presented in Euro (€), which is the Company's functional currency.

Use of Estimates and Judgements

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

In particular, significant areas of estimation uncertainty and critical judgements in applying accounting policies that have the most significant effect on the amount recognised in the financial statements are in the following areas:

- Measurement of the recoverable amounts of intangible assets
- Utilisation of tax losses
- Measurement of share-based payments

Basis of Group Consolidation

The Group financial statements include the financial statements of the Company and each of its subsidiary undertakings, having eliminated all inter company transactions and balances.

Acquisitions are dealt with on the basis of acquisition accounting whereby the identifiable assets and liabilities acquired are recorded at their fair value and compared with the fair value of the total cost of the acquisition, including associated costs. In the Company balance sheet, investments in subsidiaries are stated at cost less provision for impairment.

Intangible Fixed Assets (Deferred Exploration Costs)

In accordance with International Financial Reporting Standard 6 - Exploration for and Evaluation of Mineral Resources, the Group uses the cost method of recognition. Exploration costs include licence costs, survey, geophysical and geological analysis and evaluation costs, costs of drilling and project-related overheads.

Exploration expenditure in respect of properties and licences not in production is deferred and is carried forward in the balance sheet under intangible assets in respect of each area of interest where:-

(i) the operations are ongoing in the area of interest and exploration or evaluation activities have not reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves; or

(ii) such costs are expected to be recouped through successful development and exploration of the area of interest or alternatively by its realisation.

When the Directors decide that no further expenditure on an area of interest is worthwhile, the related expenditure is written off or down to an amount which it is considered represents the residual value of the Group's interest therein.

Impairment

The carrying amounts of the Group's non-financial assets, other than deferred tax assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists then the asset's recoverable amount is estimated. For intangible assets that have indefinite lives or that are not yet available for use, recoverable amount is estimated at each reporting date.

An impairment loss is recognised if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. A cash-generating unit is the smallest identifiable asset group that is expected to generate cash flows that largely are independent from other assets and groups. Impairment losses are recognised in the Income statement. Impairment losses recognised in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to the units and then to reduce the carrying amount of the other assets in the unit (group of units) on a pro rata basis.

The recoverable amount of an asset or cash generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risk specific to the asset.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or valuation, less accumulated depreciation. Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Computer equipment	-	33% Straight line
Fixtures and fittings	-	33% Straight line

Taxation

Full provision is made for deferred tax liabilities arising from the timing differences between the gains and losses in the financial statements and their recognition in a tax computation, using the liability method. Timing differences are temporary differences between profits as computed for taxation purposes and profits as stated in the financial statements. Deferred tax assets are recognised to the extent that it is considered probable that future taxable profits will be generated to enable the Group to utilise either the timing difference or tax losses.

Foreign Currencies

Monetary assets and liabilities denominated in a foreign currency are translated into Euro at the exchange rate ruling at the balance sheet date, unless specifically covered by foreign exchange contracts whereupon the contract rate is used. Revenues, costs and non monetary assets are translated at the exchange rates ruling at the dates of the transactions. All exchange differences are dealt with through the income statement.

On consolidation, the assets and liabilities of overseas subsidiary companies are translated into Euro at the rates of exchange prevailing at the balance sheet date. Exchange differences arising from the restatement of the opening balance sheets of these subsidiary companies are dealt with through reserves. The operating results of overseas subsidiary companies are translated into Euro at the average rates applicable during the year.

Share Based Payments

The Group has applied the requirements of IFRS 2 'share based payments'. The Group issues share options as an incentive to certain key management and staff (including Directors). The fair value of share options granted to Directors and employees under the Company's share option scheme is recognised as an expense with a corresponding credit to the share based payment reserve. The fair value is measured at grant date and spread over the period during which the awards vest. The fair value is measured using a binomial lattice model, taking into account the terms and conditions upon which the options were granted. A discount for market conditions has been applied to the fair values determined by the binomial model based on a Monte Carlo simulator analysis.

The options issued by the Group are subject to both market-based and non-market based vesting conditions. Market conditions are included in the calculation of fair value at the date of the grant. Non-market vesting conditions are not taken into account when estimating the fair value of awards as at grant date; such conditions are taken into account through adjusting the equity instruments that are expected to vest.

The proceeds received net of any directly attributable transaction costs will be credited to share capital (nominal value) and share premium when options are converted into ordinary shares.

Issue Expenses and Share Premium Account

Issue expenses are written off against the premium arising on the issue of share capital.

Earnings per share

The Group presents basic and diluted earnings per share (EPS) data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares, which comprise convertible notes and share options granted to employees.

Group Income Statement

for the year ended 31 December 2007

	Notes	31/12/07 €	31/12/06 €
Administrative expenses	2	**(649,776)**	(601,248)
Exploration costs written off		-	(82,109)
Operating loss	2	**(649,776)**	(683,357)
Interest Receivable and similar income	3	**71,245**	83,212
Loss for the year before tax		**(578,531)**	(600,145)
Taxation	6	**-**	-
Loss for the year		**(578,531)**	(600,145)
Minority Interest		**(1,540)**	2,878
		(580,071)	(597,267)
Earnings per share:			
Basic loss per ordinary share	7	**(0.34 Cent)**	(0.37 Cent)
Diluted loss per ordinary share	7	**(0.32 Cent)**	(0.34 Cent)

The results for the period all arise on continuing operations.

The results and movements in equity for the year ended 31 December 2006 have been restated to reflect the recognition and measurement principles of International Financial Reporting Standards adopted for use in the European Union at 31 December 2007.

The accompanying notes on pages 31-42 form an integral part of these financial statements

On behalf of the board

John Carroll
Director

Michael Donoghue
Director

12 May 2008

Group Statement of Changes in Equity

for the year ended 31 December 2007

	Share Capital €	Share Premium €	Share based Payment Reserve €	Other Reserves €	Retained Losses €	Total €
Balance at 1 January 2006	5,483,643	10,359,681	-	38,979	(9,972,346)	5,909,957
Loss for the year	-	-	-	-	(597,267)	(597,267)
Recognition of share based payments	-	-	142,920	-	-	142,920
Foreign exchange adjustments	-	-	-	(300)	-	(300)
Proceeds of share issue	401,322	3,987,138	-	-	-	4,388,460
Balance at 31 December 2006	5,884,965	14,346,819	142,920	38,679	(10,569,613)	9,843,770
Balance at 1 January 2007	5,884,965	14,346,819	142,920	38,679	(10,569,613)	9,843,770
Loss for the year	-	-	-	-	(580,071)	(580,071)
Foreign exchange adjustments	-	-	-	(1,379)	(1,302)	(2,681)
Proceeds of share issue	732,500	3,159,875	-	-	-	3,892,375
Balance at 31 December 2007	6,617,465	17,506,694	142,920	37,300	(11,150,986)	13,153,393

The results and movements in equity for the year ended 31 December 2006 have been restated to reflect the recognition and measurement principles of International Financial Reporting Standards adopted for use in the European Union at 31 December 2007.

The accompanying notes on pages 31-42 form an integral part of these financial statements

On behalf of the board

John Carroll
Director

Michael Donoghue
Director

12 May 2008

Group Balance Sheet

as at 31 December 2007

Assets	*Notes*	**31/12/07 €**	31/12/06 €
Non-Current Assets			
Intangible assets	8	**10,407,634**	6,156,506
Tangible Assets	9	**8,084**	10,419
		10,415,718	6,166,925
Current Assets			
Trade and other receivables	11	**568,152**	593,357
Cash and cash equivalents	12	**2,441,473**	3,390,853
		3,009,625	3,984,210
Total Assets		**13,425,343**	10,151,135
Equity and Liabilities			
Equity			
Called up share capital	14	**6,617,465**	5,884,965
Share premium account	14	**17,506,694**	14,346,819
Capital conversion reserve fund	16	**28,928**	28,928
Capital Redemption reserve fund	16	**7,247**	7,247
Share based payment reserve	16	**142,920**	142,920
Foreign currency translation reserve	16	**1,151**	2,504
Profit and loss account	15	**(11,151,012)**	(10,569,613)
Attributable to equity shareholders		**13,153,393**	9,843,770
Minority Interest		**1,847**	(2,819)
		13,155,240	9,840,951
Current Liabilities			
Trade and other payables	13	**270,103**	310,184
Total Liabilities		**270,103**	310,184
Total Equity and Liabilities		**13,425,343**	10,151,135

The financial position as at 31 December 2006 has been restated to reflect the recognition and measurement principles of International Financial Reporting Standards adopted for use in the European Union at 31 December 2007.

The accompanying notes on pages 31-42 form an integral part of these financial statements.

On behalf of the board

John Carroll
Director

Michael Donoghue
Director

12 May 2008

Company Balance Sheet

as at 31 December 2007

Assets	*Notes*	**31/12/07 €**	31/12/06 €
Non-Current Assets			
Intangible assets	8	**276,878**	-
Tangible assets	9	**8,084**	8,855
Financial assets	10	**891,215**	746,006
		1,176,177	754,861
Current Assets			
Trade and other receivables	11	**10,381,879**	6,438,622
Cash and cash equivalents	12	**2,014,163**	2,885,690
		12,396,042	9,324,312
Total Assets		**13,572,219**	10,079,173
Equity and Liabilities			
Equity			
Called up share capital	14	**6,617,465**	5,884,965
Share premium account	14	**17,506,694**	14,346,819
Capital conversion reserve fund	16	**28,928**	28,928
Capital reserve	16	**7,247**	7,247
Share based payment reserve	16	**142,920**	142,920
Profit and loss account	15	**(10,957,790)**	(10,395,864)
Attributable to equity shareholders		**13,345,464**	10,015,015
Current Liabilities			
Trade and other payables	13	**226,755**	64,158
Total Liabilities		**226,755**	64,158
Total Equity and Liabilities		**13,572,219**	10,079,173

The financial position as at 31 December 2006 has been restated to reflect the recognition and measurement principles of International Financial Reporting Standards adopted for use in the European Union at 31 December 2007.

The accompanying notes on pages 31-42 form an integral part of these financial statements.

On behalf of the board

John Carroll
Director

Michael Donoghue
Director

12 May 2008

Group Cash Flow Statement

for the year ended 31 December 2007

	Notes	31/12/07 €	31/12/06 €
Cash flows from operating activities			
Net loss for the year before taxation		**(649,776)**	(683,357)
Adjustments for:			
Depreciation		**12,659**	11,890
Exploration costs written off		-	82,109
Unrealised exchange gain/loss		**2,389**	(300)
Decrease/(Increase) in debtors		**25,204**	(22,418)
(Decrease)/Increase in creditors		**(40,073)**	74,443
Net cash from operating activities		**(649,597)**	(537,633)
Cash flows from financing activities			
Proceeds of issue of share capital		**3,825,875**	4,388,460
Cash flows from investing activities			
Expenditure on exploration activities		**(4,186,579)**	(2,430,811)
Purchases of tangible fixed assets		**(10,324)**	(3,602)
Interest received		**71,245**	83,212
Net cash flow from financing activities		**(299,783)**	2,037,259
Net (Decrease)/ Increase in cash and cash equivalents		**(949,380)**	1,499,626
Cash and Cash Equivalents at beginning of year	12	**3,390,853**	1,891,227
Cash and cash equivalents at end of year	12	**2,441,473**	3,390,853

There are no changes to the reported cash flows arising from the transition to IFRS.

The accompanying notes on pages 31-42 form an integral part of these financial statements.

1. Segmental Reporting

For the purpose of segmental information the operations of the Group comprise one class of business, the exploration for gold, tungsten and other minerals.

By geographical area by origin:-

	Carrying value of Segment Assets		Additions to non current assets and intangible assets		Total Liabilities	
	31/12/07	**31/12/06**	**31/12/07**	**31/12/06**	**31/12/07**	**31/12/06**
	€	**€**	**€**	**€**	**€**	**€**
Europe	13,372,805	10,100,719	4,261,452	2,575,119	268,880	309,977
Morocco	52,538	50,416	-	559	1,223	207
	13,425,343	10,151,135	4,261,452	2,575,678	270,103	310,184

2. Loss on ordinary activities before taxation

	31/12/07	31/12/06
	€	€
Depreciation of tangible assets	**12,661**	11,890
Auditors' remuneration	**20,000**	18,000
and after crediting:		
Profit on foreign currencies	**27,787**	-

3. Interest receivable and similar income

	31/12/07	31/12/06
	€	€
Bank interest	**71,245**	83,212
	71,245	83,212

4. Employees

Number of employees

The average monthly number of employees (including the Directors) during the year was:

	31/12/07	31/12/06
	Number	Number
Directors	**5**	4
Administration	**3**	2
	8	6

Employment costs	2007	2006
	€	€
Wages and salaries	**318,804**	273,619
Social welfare costs	**30,734**	28,548
Directors fees	**17,540**	68,792
	367,078	370,959

5. Directors' emoluments

	31/12/07	31/12/06
	€	€
Remuneration and other emoluments	**276,000**	231,718
Employers PRSI	**26,644**	24,544
Directors fees	**17,540**	68,792
	320,184	325,054

6. Taxation

No charge for corporation tax arises as no taxable profits arose during the year.

7. Loss per share

The basic loss per ordinary share and the diluted loss per share have been calculated on a loss after taxation of €580,071 (2006 - loss of €597,267) and a weighted average number of Ordinary Shares in issue for the period of 171,484,445 (2006 - 162,488,775), for the basic loss per share and 183,984,445 (2006 - 175,588,775) for the diluted loss per share.

8. Intangible assets - Group

	Deferred Exploration costs €	Total €
Cost		
At 1 January 2007	6,156,506	6,156,506
Additions	4,251,128	4,251,128
At 31 December 2007	10,407,634	10,407,634
Net book values		
At 31 December 2007	10,407,634	10,407,634
At 31 December 2006	6,156,506	6,156,506

Intangible assets - Company	Deferred Exploration costs €	Total €
Cost		
At 1 January 2007	-	-
Additions	276,878	276,878
At 31 December 2007	276,878	276,878
Net book values		
At 31 December 2007	276,878	276,878
At 31 December 2006	-	-

Expenditure on exploration activities is deferred on areas of interest until a reasonable assessment can be determined of the existence or otherwise of economically recoverable reserves. No amortisation has been charged in the period. The Directors have reviewed the carrying value of the deferred exploration expenditure and consider it to be fairly stated and not impaired at 31 December 2007. The recoverability of the intangible assets is dependent on the successful development or disposal of gold, tungsten and other minerals in the Group's licence areas.

9. Tangible assets - Group

	Fixtures & fittings	Computer equipment	Total
	€	€	€
Cost			
At 1 January 2007	22,379	31,774	54,153
Additions	-	10,324	10,324
At 31 December 2007	22,379	42,098	64,477
Depreciation			
At 1 January 2007	17,155	26,579	43,734
Charge for the year	4,884	7,775	12,659
At 31 December 2007	22,039	34,354	56,393
Net book values			
At 31 December 2007	**340**	**7,744**	**8,084**
At 31 December 2006	5,224	5,195	10,419

Tangible assets - Company

	Fixtures & fittings	Computer equipment	Total
	€	€	€
Cost			
At 1 January 2007	20,318	23,486	43,804
Additions	-	10,324	10,324
At 31 December 2007	20,318	33,810	54,128
Depreciation			
At 1 January 2007	15,094	19,855	34,949
Charge for the year	4,884	6,211	11,095
At 31 December 2007	19,978	26,066	46,044
Net book values			
At 31 December 2007	**340**	**7,744**	**8,084**
At 31 December 2006	5,224	3,631	8,855

10. Financial assets - Company

	31/12/07	31/12/06
	€	€
Group undertakings - unlisted:		
Balance at 1 January	**746,006**	626,006
Cost of acquisition of Saloro	**65,000**	120,000
Capital contribution to subsidiary	**80,209**	-
Investment in subsidiaries at cost	**891,215**	746,006

In the opinion of the Directors' the carrying value of the investment is appropriate.

At 31 December 2007 the Company had the following subsidiary undertakings:

Name	**Incorporated in**	**Main Activity**	**Proportion of holding**
Ormonde Espana, S.L.	Spain	Mineral Exploration	100%
Exprotra, S.A.R.L	Morocco	Mineral Exploration	100%
Saloro, S.L.	Spain	Mineral Exploration	90%

The Group has increased its stake in Saloro S.L from 75% to 90% in the year through Ormonde Mining Plc.

11. Trade and other receivables

	Group	Group	**Company**	Company
	31/12/07	31/12/06	**31/12/07**	31/12/06
	€	€	**€**	€
Amounts falling due within one year:				
Amounts owed by Group undertakings	**-**	-	**10,310,260**	6,362,385
Other debtors	**532,534**	535,304	**36,001**	18,185
Prepayments and accrued income	**35,618**	58,053	**35,618**	58,052
	568,152	593,357	**10,381,879**	6,438,622

12. Cash and Cash Equivalents

	Group	Group	**Company**	Company
	31/12/07	31/12/06	**31/12/07**	31/12/06
	€	€	**€**	€
Cash at bank	**2,441,385**	3,390,789	**2,014,082**	2,885,626
Petty cash	**88**	64	**81**	64
	2,441,473	3,390,853	**2,014,163**	2,885,690

13. Trade and other payables

	Group 31/12/07 €	Group 31/12/06 €	**Company 31/12/07 €**	Company 31/12/06 €
Bank loans and overdrafts	**-**	-	**4**	-
Trade creditors	**59,945**	248,323	**16,593**	5,912
Other taxes and social welfare costs	**19,748**	15,838	**19,748**	15,838
Accruals and deferred income	**190,410**	46,023	**190,410**	42,408
	270,103	310,184	**226,755**	64,158

Some trade creditors had reserved title to goods supplied to the Company. Since the extent to which such creditors are effectively secured depends on a number of factors and conditions, some of which are not readily determinable, it is not possible to indicate how much of the above amount is secured under reservation of title.

Other taxes and social welfare costs:

	Group 31/12/07 €	Group 31/12/06 €	**Company 31/12/07 €**	Company 31/12/06 €
P.A.Y.E./P.R.S.I.	**19,748**	15,838	**19,748**	15,838
	19,748	15,838	**19,748**	15,838

14.	**Share capital - Group and Company**	**31/12/07**	31/12/06
		€	€
	Authorised equity		
	200,000,000 Ordinary shares of 2.5 cent each	**5,000,000**	5,000,000
	100,000,000 deferred shares of 3.809214 cent each	**3,809,214**	3,809,214
		8,809,214	8,809,214

Issued, called up and fully paid:

	Number of Ordinary shares	**Number of Deferred shares**	**Share Capital €**	**Share Premium €**
At 1 January 2007	168,481,586	43,917,841	5,884,965	14,346,819
Issued in year	29,300,000	-	732,500	3,396,292
Share issue costs	-	-	-	(236,417)
As at 31 December 2007	197,781,586	43,917,841	6,617,465	17,506,694

During the year 600,000 options to purchase shares in Ormonde Mining Plc were exercised, 550,000 of these options had an exercise price of €0.034 per share and 50,000 had an exercise price of €0.041 per share.

In July 2007, the Company issued 12,200,000 €0.025 Ordinary Shares at Stg £0.10 per share for cash.

In September 2007, the Company issued 500,000 €0.025 Ordinary Shares to the shareholders of Saloro S.L. to acquire a further 15% stake in Saloro S.L.

In December 2007, the Company issued 16,000,000 €0.025 Ordinary Shares at Stg £0.10 or €0.14 per share for cash.

15. Retained Losses

	Group 31/12/07 €	Group 31/12/06 €	**Company 31/12/07 €**	Company 31/12/06 €
Deficit at beginning of year	**(10,569,613)**	(9,972,346)	**(10,395,864)**	(9,865,573)
Foreign currency differences	**(1,328)**	-	**-**	-
(Loss) for the year	**(580,071)**	(597,267)	**(561,926)**	(530,291)
Deficit at end of year	**(11,151,012)**	(10,569,613)	**(10,957,790)**	(10,395,864)

In accordance with the provisions of the Companies (Amendment) Act 1986, the Company has not presented an income statement. A loss for the period of €561,926 (2006 - loss of €530,291) has been dealt with in the income statement of the Company.

16. Other Reserves - Group and Company

	Share based Payment Reserve €	**Capital conversion Reserve €**	**Capital Redemption Reserve €**	**Foreign Currency Translation Reserve (Group Only) €**
Balance at 1 January 2006	-	28,928	7,247	2,204
Recognition of share based payments	142,920	-	-	-
Foreign exchange adjustments	-	-	-	300
Balance at 31 December 2006	142,920	28,928	7,247	2,504
Balance at 1 January 2007	142,920	28,928	7,247	2,504
Foreign exchange adjustments	-	-	-	(1,353)
Balance at 31 December 2007	142,920	28,928	7,247	1,151

17. Related party transactions

Details of subsidiary undertakings are shown in Note 10. In accordance with International Accounting Standard 4 - Related Party Disclosures, transactions between group entities that have been eliminated on consolidation are not disclosed.

Kerr Anderson is a director of Aurum Exploration Limited. On 1 January 2007 Ormonde Mining plc owed Aurum Exploration Limited €440. During the year, Aurum Exploration Limited provided services to Ormonde Mining plc to the value of €9,250 (ex-vat). On 31 December 2007, Ormonde Mining plc owed Aurum Exploration Limited €2,549.

18. Transition to International Financial Reporting Standards

As stated in the accounting policies, these are the Group's and the Company's first financial statements prepared in accordance with IFRS, as adopted by the EU.

The accounting policies set out on pages 22 to 25 have been applied in preparing the financial statements for the year ended 31 December 2007, the comparative information presented in the financial statements for the year ended 31 December 2006 and in the preparation of an opening IFRS balance sheet at 1 January 2006 (the Group and Company's date of transition).

In preparing its opening IFRS balance sheet, the Company has adjusted amounts reported previously in its financial statements prepared in accordance with Irish GAAP. An explanation of how the transition from Irish GAAP to IFRS has affected the Group's and Company's financial positions, financial performance and cash flows is set out in the following tables and the notes that accompany the tables.

In restating the Group and Company financial statements, the Group has availed of the following relevant exemptions in accordance with IFRS 1, First-time adoption of International Financial Reporting Standards:

(i) The Group has deemed the foreign currency translation reserve at 1 January 2007 to be nil.

Impact on Group financial statements

Reconciliation of loss for the year ended 31 December 2006

	Irish GAAP €	Effect of transition to adopted IFRS's €	Adopted IFRS's €
Revenue	-	-	-
Operating expenses	(601,248)	-	(601,248)
Exploration costs written off	(82,109)	-	(82,109)
Operating loss	(683,357)	-	(683,357)
Interest receivable	83,212	-	83,212
Loss before tax	(600,145)	-	(600,145)
Taxation	-	-	-
Loss for the year	(600,145)	-	(600,145)
Minority Interest	2,878	-	2,878
	597,267	-	597,267

Reconciliation of recognised income and expense for the year ended 31 December 2006

	Effect of Irish GAAP €	transition to adopted IFRS's €	Adopted IFRS's €
Recognised in equity			
- currency translation adjustments	(300)	-	(300)
Loss for the year	(597,267)	-	(597,267)
Total recognised income and expense	(597,567)	-	(597,567)

	1 January 2006			31 December 2006		
	Irish GAAP	Transition to adopted IFRS	IFRS	Irish GAAP	Transition to adopted IFRS	IFRS
	€	€	€	€	€	€
Assets						
Non-current assets						
Tangible assets	18,707	-	18,707	10,419	-	10,419
Intangible assets	3,554,641	111,898	3,666,539	5,926,263	230,243	6,156,506
Goodwill	111,898	(111,898)	-	230,243	(230,243)	-
	3,685,246	-	3,685,246	6,166,925	-	6,166,925
Current assets						
Trade and other receivables	570,939	-	570,939	593,357	-	593,357
Cash and cash equivalents	1,891,227	-	1,891,227	3,390,853	-	3,390,853
	2,462,166	-	2,462,166	3,984,210	-	3,984,210
Total assets	6,147,412	-	6,147,412	10,151,135	-	10,151,135
Equity						
Share capital	5,483,643	-	5,483,643	5,884,965	-	5,884,965
Share premium	10,359,681	-	10,359,681	14,346,819	-	14,346,819
Capital conversion fund	28,928	-	28,928	28,928	-	28,928
Capital reserve	7,247	-	7,247	7,247	-	7,247
Foreign currency translation reserves	2,804	-	2,804	2,504	-	2,504
Share based payment reserve	-	-	-	-	142,920	142,920
Retained earnings	(9,972,346)	-	(9,972,346)	(10,426,693)	(142,920)	(10,569,613)
Equity attributable to equity holders of the parent	5,909,957	-	5,909,957	9,843,770	-	9,843,770
Minority Interest	1,714	-	1,714	(2,819)	-	(2,819)
Total Equity	5,911,671	-	5,911,671	9,840,951	-	9,840,951
Current liabilities						
Trade and other payables	235,741	-	235,741	310,184	-	310,184
Total equity and liabilities	**6,147,412**	**-**	**6,147,412**	**10,151,135**	**-**	**10,151,135**

The adjustments involved in the transition to IFRS were as follows:

- Under Irish GAAP, the value of exploration licences was subsumed within Goodwill. Goodwill arising on the acquisition of subsidiaries was reviewed at the date of transition. At 1 January 2006 and 31 December 2006, the exploration licences acquired have been recognised as intangible assets.
- At the date of transition to IFRS share based payments were reviewed. Under Irish GAAP, the equity reserve arising in respect of share based payment charges were included directly within retained earnings. Under IFRS, this reserve is shown separately.

There are no changes to the reported cash flows arising from the transition to IFRS.

19. Approval of financial statements

The financial statements were approved by the Board on 12 May 2008 .

Notice of Annual General Meeting

NOTICE IS HEREBY GIVEN that the Annual General Meeting of Ormonde Mining plc will be held at the Conrad Dublin Hotel, Earlsfort Terrace, Dublin 2 on 12th June 2008 at 11.00am for the purpose of considering and, if thought fit, passing the following Resolutions of which Resolutions numbered 1 to 6 inclusive will be proposed as Ordinary Resolutions and Resolutions numbered 7 to 11 inclusive will be proposed as Special Resolutions.

As ordinary business to consider and, if thought fit, pass the following resolutions:

1) To receive and consider the accounts for the year ended 31st December 2007, together with the reports of the Directors and Auditors thereon (Resolution 1).

2) To re-elect John Carroll as a Director who is recommended by the Board for re-election as a Director and who retires in accordance with the Articles of Association (Resolution 2).

3) To re-elect Stephen John Nicol as a Director who was appointed by the Board since the last Annual General Meeting and is recommended by the Board for re-election as a Director (Resolution 3).

4) To authorise the Directors to fix the remuneration of the auditors for the year ending 31 December 2007 (Resolution 4).

As special business to consider and, if thought fit, pass the following resolutions:

5) As an ordinary resolution (Resolution 5):

   That the authorised share capital of the Company be increased from €8,809,200 divided into 200,000,000 Ordinary Shares of €0.025 each ("Ordinary Shares") and 100,000 Deferred Shares of €0.038092 each ("Deferred Shares") to €11,309,200, by the creation of 100,000,000 Ordinary Shares of €0.025 each, such Ordinary Shares ranking pari passu with the existing issued and authorised Ordinary Shares of €0.025 each in the share capital of the Company.

6) As an ordinary resolution (Resolution 6):

   That the Directors be and are hereby generally and unconditionally authorised pursuant to Section 20 of the Companies (Amendment) Act, 1983 (the "1983 Act") to exercise all powers of the Company to allot relevant securities (as defined by Section 20 of the 1983 Act) up to an amount equal to the authorised but as yet unissued share capital of the Company from time to time. The authority hereby conferred shall expire at the close of business on the earlier of the date of the next annual general meeting of the Company held after the date of the passing of this resolution and the 12th day of September 2009, unless previously renewed, varied or revoked by the Company in general meeting provided however that the Company may make an offer or agreement before the expiry of this authority which would or might require relevant securities to be allotted after this authority has expired and the Directors may allot relevant securities in pursuance of any such offer or agreement as if the authority conferred hereby had not expired. The authority hereby conferred shall be in substitution for any existing such authority.

7) As a special resolution (Resolution 7):

   That, subject to the passing of Resolution 6 above, the Directors be and are hereby empowered pursuant to Section 24 of the 1983 Act to allot equity securities (as defined by Section 23 of the 1983 Act) for cash pursuant to the authority conferred by Resolution 6 above as if Subsection (1) of the said Section 23 did not apply to any such allotment provided that this power shall be limited to the allotment of equity securities:

   (a) in connection with the exercise of any options or warrants granted by the Company; and

   (b) (in addition to the authority conferred by paragraph (a) of this Resolution), up to an aggregate nominal value of ten per cent of the issued ordinary share capital at the date of passing of this Resolution.

which power shall expire at the close of business on the earlier of the date of the next annual general meeting of the Company held after the date of the passing of this resolution and the 12th day of September 2009 save that the Company may before such expiry make an offer or agreement which would or might require equity securities to be allotted after such expiry and the Directors may allot equity securities in pursuance of such an offer or agreement as if the power conferred hereby had not expired.

8) As a special resolution (Resolution 8):

That, subject to the passing of Resolution 5, the Company's Articles of Association be and are hereby amended by the deletion of the existing article 3(a) and the substitution thereof the following new article 3(a):

"The share capital of the Company is €11,309,200 divided into 300,000,000 Ordinary Shares of €0.025 each ("Ordinary Shares") and 100,000,000 Deferred Shares of €0.038092 each ("Deferred Shares")."

9) As a special resolution (Resolution 9):

That, subject to the passing of Resolution 5, the Company's Memorandum of Association be and are hereby amended by the deletion of the existing clause 5 and the substitution thereof the following new clause 5:

"The share capital of the Company is €11,309,200 divided into 300,000,000 Ordinary Shares of €0.025 each ("Ordinary Shares") and 100,000,000 Deferred Shares of €0.038092 each ("Deferred Shares")."

10) As a special resolution (Resolution 10):

That the Company's Articles of Association be and are hereby amended by deletion of the definition of "the Acts" only in Article 2(a), and the substitution thereof with the following new definition:

""The Acts" means the Companies Acts 1963 to 2006, and every statutory modification or enactment thereof for the time being in force and any provision of law, including subordinate legislation under the European Communities Act 1972, to be construed therewith."

11) As a special resolution (Resolution 11):

That the Company's Articles of Association be and are hereby amended by the deletion of the existing article 136 and the substitution thereof of the following new articles 136A and 136B:

"136A (a) Any communication or document or information (in this Article and Article 136B, in any one or more cases, a "Notice" or "Notices")) (including without limitation, the annual report and accounts and any notice of general meeting) may be given by the Company to any member:

(i) personally; or
(ii) by sending it by post to or leaving it by hand or courier at his registered address; or
(iii) (except a share certificate) by sending it by electronic mail to an address notified by a member in writing, or
(iv) (except a share certificate) by displaying it on a website, the address of which shall be notified to a holder in writing or by sending it by electronic mail.

(b) (i) Where at any time a Notice is given personally or is left at the registered address of the member, it shall be deemed to have been given and delivered at that time.

(ii) Where a Notice is sent by post, the Notice shall be deemed to be given and delivered 24 hours after a properly addressed postage-prepaid envelope containing the Notice to the member is posted to the member.

(iii) Where a Notice (other than a share certificate) is sent by electronic mail pursuant to sub-paragraph (a)(iii), it shall be deemed to be given and delivered at the time it was sent.

(iv) Where a Notice (other than a share certificate) is displayed on a website pursuant to sub-paragraph (a)(iv), it shall be deemed to have been given and delivered when the recipient received (or is deemed to have received) notification of the fact that the Notice was available on the website, in accordance with this Article and Article 136B.

(c) All Notices shall be deemed signed where the facsimile of a signature appears or the name of a signatory is stated with the words "Signed" before that name or otherwise that it is obvious from the Notice that a named person is to be considered a signatory.

(d) Subject to the law in this paragraph applying to the Company from time to time, without prejudice to and in addition to the foregoing provisions of this Article and Article 136B, the Company is authorised, subject to and in accordance with the provisions of the Transparency (Directive 2004/109/EC) Regulations, 2007, the enactment transposing Directive 2007/36/EC of the European Parliament and of the Council of 11 July 2007 on the exercise of certain rights of shareholders in listed companies, and these Articles, to send, convey or supply all types of notices, documents, share certificates or information to the members by means of electronic equipment for the processing (including digital compression), storage and transmission of data, employing wires, radio, optical technologies or any other electromagnetic means including, without limitation, by sending such notices, documents or information by electronic mail or by making such notices, documents or information available on a website.

136B (a) A notification to a member of the publication of Notice on a website pursuant to Article 136A(a)(iv) shall state:

(i) the fact of the publication of the Notice on a website;

(ii) the address of that website;

(iii) where necessary, the place on that website where the Notice may be accessed, and how it may be accessed; and

(iv) in the case of a notice of a general meeting of shareholders or class of shareholders:

(A) that it concerns a notice of a meeting served in accordance with the Articles or by order of a Court, as the case may be;

(B) the place, date and time of the meeting;

(C) whether the meeting is to be an annual general meeting or extraordinary general meeting; and

(D) the address of any other website (if such is the case) where procedures as to voting are stated or facilitated.

(b) The Notice shall be published on that website, in the case of a notice of meeting, throughout the period beginning with the giving of that notification and ending with the conclusion of the meeting, and in any other case for a period of not less than one month from the date of the notification.

(c) This Article shall be treated as being complied with, and, in the case of a meeting, nothing in paragraphs (a) or (b) shall invalidate the proceedings of a meeting where:

(i) any Notice that is required to be published as mentioned in paragraph (b) of this Article is published for a part, but not all, of the period mentioned in that paragraph; and

(ii) the failure to publish that Notice throughout that period is attributable to circumstances which it would not be reasonable to have expected the Company to prevent or avoid, such as system, telecommunications or power outages.

(d) The appointment of a proxy may, subject to the Directors so approving such appointment in the case of any particular meeting, notwithstanding any other provision of these Articles, be contained in an electronic communication:

(i) in a form specified by the Directors from time to time;
(ii) executed with such electronic signature as may be specified by the Directors from time to time; and
(iii) sent to such address as may be notified by the Directors for that purpose from time to time;

and provided that the Directors shall not be obliged so to approve in any particular case."

12 May 2008

BY ORDER OF THE BOARD
JOHN CARROLL
Secretary

Registered Office:
6 Northbrook Road
Dublin 6
Ireland

Notes
1. Any member entitled to attend and vote at the above meeting is entitled to appoint a proxy to attend, speak and vote on his/her behalf. A proxy need not be a member of the Company.
2. The instrument of proxy, to be valid, must be received by the Company's Registrars, Computershare Investor Services (Ireland) Limited, Heron House, Corrig Road, Sandyford Industrial Estate, Dublin 18, Ireland not less than 48 hours before the time appointed for the holding of the Meeting.
3. In the case of a corporation this instrument may be either under the common seal or under the hand of an officer or attorney authorised in that behalf.
4. In the case of joint holders, the vote of the senior who tenders a vote, whether in person or by proxy, shall be accepted to the exclusion of the votes of the other registered holders and for this purpose seniority shall be determined by the order in which the name stands in the Register of Members in respect of the joint holding.
5. If a proxy is executed under a Power of Attorney such Power of Attorney must be deposited at the Registrar's office along with the instrument of proxy.
6. Completing and returning a Form of Proxy shall not preclude a member from attending and voting at the meeting should he/she so wish.

Form of Proxy

FOR USE AT THE ANNUAL GENERAL MEETING TO BE HELD AT 11.00AM ON 12 JUNE 2008 AT CONRAD DUBLIN HOTEL, DUBLIN 2 AND AT ANY ADJOURMENT THEREOF

ORMONDE MINING PUBLIC LIMITED COMPANY

RESOLUTIONS (as set out in full in the Notice of Annual General Meeting dated 12 May 2008	For**	Against**
1) To receive and consider the Statement of Accounts and the Directors' and Auditors Reports.		
2) To re-elect John Carroll as a Director.		
3) To re-elect Stephen John Nicol as a Director.		
4) To authorise the Directors to fix the remuneration of the Auditors.		
5) To approve the increase of the authorised share capital of the Company from €8,809,200 to €11,309,200 by the creation of 100,000,000 Ordinary Shares of €0.025 each.		
6) To authorise the Directors to allot relevant securities.		
7) To authorise the Directors to allot equity securities for cash and to disapply Section 23(1) of the Companies (Amendment) Act 1983		
8) Subject to the passing of Resolution 5, to amend Article 3(a) of the Articles of Association in order to allow for the increase in the authorised share capital of the Company from €8,809,200 to €11,309,200 by the creation of 100,000,000 Ordinary Shares of €0.025 each.		
9) Subject to the passing of Resolution 5, to amend Clause 5 of the Memorandum of Association in order to allow for the increase in the authorised share capital of the Company from €8,809,200 to €11,309,200 by the creation of 100,000,000 Ordinary Shares of €0.025 each.		
10) To amend the definition of the "The Acts" in Article 2(a) of the Articles of Association.		
11) To amend the Articles of Association to make provision for electronic communications to the Company's shareholders.		

I/We ....

of ....

being (a) member(s) of the above Company HEREBY APPOINT:

______________of________________ or failing him

_____________ of________________or failing him,

the Chairman of the meeting to be my/our proxy to vote for me/us and on my/our behalf at the Annual General Meeting of the Company convened for the 12 June 2008 at 11.00am, at Conrad Dublin Hotel, Dublin 2 and at any adjournment thereof.

I/We direct the proxy to vote for/against* the resolutions to be proposed thereat by indicating with an "X" in the boxes below as to how my/our vote for each resolution is to be cast.

***In the absence of special instructions the proxy will vote or abstain from voting, as he thinks fit.**

DATED THIS .... **day of** **2008**

SIGNATURE ....

NAME IN FULL
(BLOCK LETTERS) ....

Notes

1. Any member entitled to attend and vote at the above meeting is entitled to appoint a proxy to attend, speak and vote on his/her behalf. A proxy need not be a member of the Company.
2. The instrument of proxy, to be valid, must be received by the Company's Registrars, Computershare Investor Services (Ireland) Limited, Heron House, Corrig Road, Sandyford Industrial Estate, Dublin 18, Ireland not less than 48 hours before the time appointed for the holding of the Meeting.
3. In the case of a corporation this instrument may be either under the common seal or under the hand of an officer or attorney authorised in that behalf.
4. In the case of joint holders, the vote of the senior who tenders a vote, whether in person or by proxy, shall be accepted to the exclusion of the votes of the other registered holders and for this purpose seniority shall be determined by the order in which the name stands in the Register of Members in respect of the joint holding.
5. If a proxy is executed under a Power of Attorney such Power of Attorney must be deposited at the Registrar's office along with the instrument of proxy.
6. Completing and returning a Form of Proxy shall not preclude a member from attending and voting at the meeting should he/she so wish.

FOLD 2

The Company Registrar,
Ormonde Mining plc,
Computershare Investor Services (Ireland) Ltd.,
Heron House, Corrig Road,
Sandyford Industrial Estate,
Dublin 18,
Ireland.

FOLD 1

FOLD 3

Directors and other information

DIRECTORS

Michael Donoghue	*Chairman*
Kerr Anderson	*Managing Director*
Fraser Gardiner	*Director*
Stephen Nicol	*Chief Operating Officer*
John Carroll	*Non-Executive*

COMPANY OFFICE

Ormonde House
Metges Lane, Navan, County Meath, Ireland.
Tel: +353 46 9073623 Fax: +353 46 9073654
Email: info@ormondemining.com
Web: www.ormondemining.com

REGISTERED OFFICE

6 Northbrook Road
Dublin 6
Ireland

Incorporation No. 96863

NOMAD, IEX ADVISER & JOINT BROKER

Davy
Davy House
49 Dawson Street
Dublin
Ireland

UK FINANCIAL ADVISER & JOINT BROKER

Brewin Dolphin Investment Banking
48 St Vincent Street
Glasgow G2 5TS
U.K.

REGISTRARS

Computershare Investor Services (Ireland) Ltd
Heron House
Corrig Road
Sandyford Industrial Estate
Dublin 18
Ireland

AUDITORS

LHM Casey McGrath
Chartered Certified Accountants and Registered Auditors
6 Northbrook Road
Dublin 6
Ireland

FINANCIAL PR

Bankside Consultants
1 Frederick's Place
London EC2R 8AE
U.K.

SOLICITORS

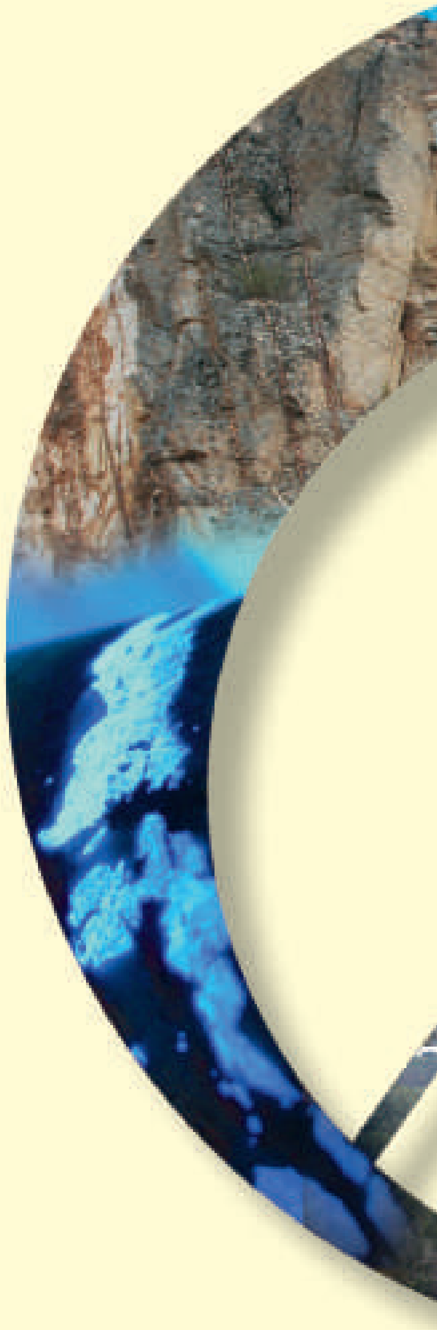
Mason Hayes + Curran Solicitors
South Bank House
Barrow Street
Dublin 4
Ireland

Landwell
Paseo de la Castallana, No. 53
28046 Madrid
Spain

BANKERS

Allied Irish Banks plc
Market Square
Navan
County Meath
Ireland

Banca Bilbao Viscaya Argentaria
Calle Cononigo Molina Alonso 6
04004 Almeria
Spain



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