GALANTAS GOLD CORPORATION

Condensed Interim Consolidated Financial Statements
(Expressed in Canadian Dollars)

(Unaudited)
Three Months Ended March 31, 2013

NOTICE TO READER

The accompanying condensed interim consolidated financial statements of Galantas Gold Corporation (the "Company") have been prepared by and are the responsibility of management. The condensed interim consolidated financial statements have not been reviewed by the Company's auditors.

Galantas Gold Corporation
Condensed Interim Consolidated Statements of Financial Position
(Expressed in Canadian Dollars)
(Unaudited)

	As at March 31, 2013	As at December 31, 2012
ASSETS		
Current assets		
Cash (note 5)	**$ 823,661**	$ 1,164,868
Accounts receivable and advances (note 6)	**425,053**	673,054
Inventory (note 7)	**353,100**	326,249
Total current assets	**1,601,814**	2,164,171
Non-current assets		
Property, plant and equipment (note 8)	**3,296,470**	3,566,778
Long-term deposit (note 5)	**408,551**	428,717
Deferred development and exploration costs (note 9)	**7,736,220**	7,859,445
Total assets	**$ 13,043,055**	$ 14,019,111
EQUITY AND LIABILITIES		
Current liabilities		
Accounts payable and other liabilities (note 10)	**$ 1,604,251**	$ 1,670,729
Due to related parties (note 15)	**2,770,471**	2,802,749
Total current liabilities	**4,374,722**	4,473,478
Non-current liabilities		
Asset retirement obligation (note 9)	**385,425**	404,450
Total liabilities	**4,760,147**	4,877,928
Capital and reserves		
Share capital (note 12)	**29,874,693**	29,874,693
Reserves	**5,022,475**	5,440,196
Deficit	**(26,614,260)**	(26,173,706)
Total equity	**8,282,908**	9,141,183
Total equity and liabilities	**$ 13,043,055**	$ 14,019,111

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

Going concern (note 1)
Contingent liability (note 17)

Approved on behalf of the Board:
"Roland Phelps" , Director "Lionel J. Gunter" , Director

Galantas Gold Corporation

Condensed Interim Consolidated Statements of Loss
(Expressed in Canadian Dollars)
(Unaudited)

	Three Months Ended March 31, 2013	2012
Revenues		
Gold sales	**$ 364,676**	$ 1,025,146
Cost and expenses of operations		
Cost of sales (note 14)	**397,588**	1,020,507
Amortization and depreciation	**124,606**	184,565
	522,194	1,205,072
Loss before the undernoted	**(157,518)**	(179,926)
General administrative expenses		
Management and administration wages (note 15)	**125,648**	152,231
Other operating expenses	**70,378**	70,234
Accounting and corporate	**10,730**	13,167
Legal and audit	**26,913**	24,631
Stock-based compensation (note 12(d))	**13,090**	47,566
Shareholder communication and investor relations	**29,750**	58,789
Transfer agent	**2,017**	2,687
Director fees (note 15)	**5,000**	7,350
General office	**2,113**	2,447
Accretion expenses (note 11)	**-**	45,529
Loan interest and bank charges	**11,420**	29,325
	297,059	453,956
Other expense		
Loss on disposal of property, plant and equipment	**-**	1,506
Foreign exchange (gain) loss	**(14,023)**	8,001
	(14,023)	9,507
Net loss for the period	**$ (440,554)**	$ (643,389)
Basic net loss per share (note 13)	**$ (0.00)**	$ (0.00)
Weighted average number of common shares outstanding - basic	**256,210,395**	235,650,055
Diluted net loss per share (note 13)	**$ (0.00)**	$ (0.00)
Weighted average number of common shares outstanding - diluted	**256,210,395**	235,650,055

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

Galantas Gold Corporation

Condensed Interim Consolidated Statements of Comprehensive Loss
(Expressed in Canadian Dollars)
(Unaudited)

	Three Months Ended March 31, 2013		Three Months Ended March 31, 2012	
Net loss for the period	**$**	**(440,554)**	$	(643,389)
Items that will not be reclassified subsequently to loss				
Foreign currency translation differences		**(430,811)**		77,005
Total comprehensive loss	**$**	**(871,365)**	$	(566,384)

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

Galantas Gold Corporation
Condensed Interim Consolidated Statements of Cash Flows
(Expressed in Canadian Dollars)
(Unaudited)

	Three Months Ended March 31, 2013	Three Months Ended March 31, 2012
Operating activities		
Net loss for the period	**$ (440,554)**	$ (643,389)
Adjustment for:		
Amortization and depreciation	**124,606**	184,565
Stock-based compensation (note 12(d))	**13,090**	47,566
Foreign exchange	**62,951**	60,905
Loss on disposal of property, plant and equipment	**-**	1,506
Accretion expenses (note 11)	**-**	45,529
Non-cash working capital items:		
Accounts receivable and advances	**248,001**	159,269
Inventory	**(26,851)**	(45,753)
Accounts payable and other liabilities	**(66,478)**	(3,125)
Net cash used in operating activities	**(85,235)**	(192,927)
Investing activities		
Purchase of property, plant and equipment	**(160)**	(505,428)
Proceeds from sale of property, plant and equipment	**-**	32,100
Deferred development and exploration costs	**(263,697)**	(631,353)
Long-term deposit	**-**	(15,970)
Net cash used in investing activities	**(263,857)**	(1,120,651)
Financing activities		
Repayment of related party loan	**(32,278)**	(94,392)
Advances from related parties	**-**	123,370
Net cash (used in) provided by financing activities	**(32,278)**	28,978
Net change in cash	**(381,370)**	(1,284,600)
Effect of exchange rate changes on cash held in foreign currencies	**40,163**	(30,591)
Cash, beginning of period	**1,164,868**	4,240,081
Cash, end of period	**$ 823,661**	$ 2,924,890

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

Galantas Gold Corporation
Condensed Interim Consolidated Statements of Changes in Equity
(Expressed in Canadian Dollars)
(Unaudited)

		Reserves					
	Share capital	Equity settled share-based payments reserve	Warrant reserve	Foreign currency translation reserve	Equity portion of convertible debenture	Deficit	Total
Balance, December 31, 2011	**$ 27,808,316**	**$ 4,320,247**	**$ 976,414**	**$ (206,713)**	**$ 168,082**	**$ (25,571,040)**	**$ 7,495,306**
Stock-based compensation (note 12(d))	-	47,566	-	-	-	-	47,566
Net loss and comprehensive income for the period	-	-	-	77,005	-	(643,389)	(566,384)
Balance, March 31, 2012	**$ 27,808,316**	**$ 4,367,813**	**$ 976,414**	**$ (129,708)**	**$ 168,082**	**$ (26,214,429)**	**$ 6,976,488**
Balance, December 31, 2012	**$ 29,874,693**	**$ 4,477,699**	**$ 957,450**	**$ 5,047**	**$ -**	**$ (26,173,706)**	**$ 9,141,183**
Stock-based compensation (note 12(d))	-	13,090	-	-	-	-	13,090
Net loss and comprehensive loss for the period	-	-	-	(430,811)	-	(440,554)	(871,365)
Balance, March 31, 2013	**$ 29,874,693**	**$ 4,490,789**	**$ 957,450**	**$ (425,764)**	**$ -**	**$ (26,614,260)**	**$ 8,282,908**

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

1. Going Concern

These unaudited condensed interim consolidated financial statements have been prepared on a going concern basis which contemplates that Galantas Gold Corporation (the "Company") will be able to realize assets and discharge liabilities in the normal course of business. In assessing whether the going concern assumption is appropriate, management takes into account all available information about the future, which is at least, but is not limited to, twelve months from the end of the reporting period. Management is aware, in making its assessment, of material uncertainties related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. The Company's future viability depends on the consolidated results of the Company's wholly-owned subsidiary Cavanacaw Corporation ("Cavanacaw"), the ability of the Company to obtain future financing and to recover its investment in Omagh Minerals Limited ("Omagh"). Cavanacaw has a 100% shareholding in Omagh which is engaged in the acquisition, exploration and development of gold properties, mainly in Omagh, Northern Ireland.

As at December 31, 2001, studies performed on Omagh's mineral property confirmed the existence of economically recoverable reserves. As at July 1, 2007, the mineral property was in the production stage and the directors believe that the capitalized development expenditures will be fully recovered by the future operation of the mine. The recoverability of Omagh's capitalized development costs is thus dependent on the ability to secure financing, future profitable production or proceeds from the disposition of the mineral property. While the Company is expending its best efforts in this regard, the outcome of these matters can not be predicted at this time.

As at March 31, 2013, the Company had a deficit of $26,614,260 (December 31, 2012 - $26,173,706). Management is confident that it will be able to secure the required financing to enable the Company to continue as a going concern. However, this is subject to a number of factors including market conditions. These unaudited condensed interim consolidated financial statements do not reflect adjustments to the carrying values of assets and liabilities, the reported expenses and financial position classifications used that would be necessary if the going concern assumption was not appropriate. Such adjustments could be material.

2. Incorporation and Nature of Operations

The Company was formed on September 20, 1996 under the name Montemor Resources Inc. on the amalgamation of 1169479 Ontario Inc. and Consolidated Deer Creek Resources Limited. The name was changed to European Gold Resources Inc. by articles of amendment dated July 25, 1997. On May 5, 2004, the Company changed its name from European Gold Resources Inc. to Galantas Gold Corporation. The Company was incorporated to explore for and develop mineral resource properties, principally in Europe. In 1997, it purchased all of the shares of Omagh which owns a mineral property in Northern Ireland, including a delineated gold deposit. Omagh obtained full planning and environmental consents necessary to bring its property into production.

The Company entered into an agreement on April 17, 2000, approved by shareholders on June 26, 2000, whereby Cavanacaw, a private Ontario corporation, acquired Omagh. Cavanacaw has established an open pit mine to extract the Company's gold deposit near Omagh. Cavanacaw also has developed a premium jewellery business founded on the gold produced under the name Galántas Irish Gold Limited ("Galántas").

As at July 1, 2007, the Company's Omagh mine began production.

The Company's operations include the consolidated results of Cavanacaw and its wholly-owned subsidiaries Omagh and Galántas.

The Company’s common shares are listed on the TSX Venture Exchange and London Stock Exchange AIM under the symbol GAL. The primary office is located at 36 Toronto Street, Suite 1000, Toronto, Ontario, Canada, M5C 2C5.

3. Basis of Preparation

Statement of compliance

The Company applies International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations issued by the IASB. These unaudited condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. Accordingly, they do not include all of the information required for full annual financial statements.

The policies applied in these unaudited condensed interim consolidated financial statements are based on IFRSs issued and outstanding as of May 23, 2013, the date the Board of Directors approved the statements. The same accounting policies and methods of computation are followed in these unaudited condensed interim consolidated financial statements as compared with the most recent annual consolidated financial statements as at and for the year ended December 31, 2012. Any subsequent changes to IFRS that are given effect in the Company's annual consolidated financial statements for the year ending December 31, 2013 could result in restatement of these unaudited condensed interim consolidated financial statements.

4. Significant Accounting Policies

Change in accounting policies

(i) IFRS 10 – Consolidated financial statements ("IFRS 10") was issued by the IASB in May 2011. IFRS 10 is a new standard which identifies the concept of control as the determining factor in assessing whether an entity should be included in the consolidated financial statements of the parent company. Control is comprised of three elements: power over an investee; exposure to variable returns from an investee; and the ability to use power to affect the reporting entity's returns. At January 1, 2013, the Company adopted this pronouncement and there was no material impact on the Company's unaudited condensed interim consolidated financial statements.

(ii) IFRS 11 – Joint arrangements ("IFRS 11") was issued by the IASB in May 2011. IFRS 11 is a new standard which focuses on classifying joint arrangements by their rights and obligations rather than their legal form. Entities are classified into two groups: parties having rights to the assets and obligations for the liabilities of an arrangement, and rights to the net assets of an arrangement. Entities in the former case account for assets, liabilities, revenues and expenses in accordance with the arrangement, whereas entities in the latter case account for the arrangement using the equity method. At January 1, 2013, the Company adopted this pronouncement and there was no material impact on the Company's unaudited condensed interim consolidated financial statements.

(iii) IFRS 12 – Disclosure of interests in other entities ("IFRS 12") was issued by the IASB in May 2011. IFRS 12 is a new standard which provides disclosure requirements for entities reporting interests in other entities, including joint arrangements, special purpose vehicles, and off balance sheet vehicles. At January 1, 2013, the Company adopted this pronouncement and there was no material impact on the Company's unaudited condensed interim consolidated financial statements.

(iv) IFRS 13 - Fair Value Measurement is effective for the Company beginning on January 1, 2013, provides the guidance on the measurement of fair value and related disclosures through a fair value hierarchy. At January 1, 2013, the Company adopted this pronouncement and there was no material impact on the Company's unaudited condensed interim consolidated financial statements given the existing asset and liability mix of the Company to which fair value accounting applies.

4. Significant Accounting Policies (Continued)

Change in accounting policies (continued)

(v) IAS 1 – Presentation of financial statements ("IAS 1") was amended by the IASB in June 2011 in order to align the presentation of items in other comprehensive income with United States Generally Accepted Accounting Principles. Items in other comprehensive income will be required to be presented in two categories: items that will be reclassified into profit or loss and those that will not be reclassified. The flexibility to present a statement of comprehensive income as one statement or two separate statements of profit and loss and other comprehensive income remains unchanged. At January 1, 2013, the Company adopted this pronouncement and there was no material impact on the Company's unaudited condensed interim consolidated financial statements.

(vi) IAS 27 - Separate Financial Statements ("IAS 27") was effective for annual periods beginning on or after January 1, 2013, as a result of the issue of the new consolidation suite of standards, IAS 27 has been reissued, as the consolidation guidance will now be included in IFRS 10. IAS 27 will now only prescribe the accounting and disclosure requirements for investments in subsidiaries, joint ventures and associates when an entity prepares separate financial statements. At January 1, 2013, the Company adopted this pronouncement and there was no material impact on the Company's unaudited condensed interim consolidated financial statements.

(vii) IFRIC 20 - Stripping Costs in the Production Phase of a Surface Mine ("IFRIC 20"). On 19 October 2011, the IASB issued IFRIC 20. The interpretation clarifies when production stripping should lead to the recognition of an asset and how that asset should be measured, both initially and in subsequent periods. At January 1, 2013, the Company adopted this pronouncement and there was no material impact on the Company's unaudited condensed interim consolidated financial statements.

Recent accounting pronouncements

(i) IFRS 9 – Financial instruments ("IFRS 9") was issued by the IASB in October 2010 and will replace IAS 39 - Financial Instruments: Recognition and Measurement ("IAS 39"). IFRS 9 uses a single approach to determine whether a financial asset is measured at amortized cost or fair value, replacing the multiple rules in IAS 39. The approach in IFRS 9 is based on how an entity manages its financial instruments in the context of its business model and the contractual cash flow characteristics of the financial assets. Most of the requirements in IAS 39 for classification and measurement of financial liabilities were carried forward unchanged to IFRS 9. The new standard also requires a single impairment method to be used, replacing the multiple impairment methods in IAS 39. IFRS 9 is effective for annual periods beginning on or after January 1, 2015. Earlier adoption is permitted. The Company is presently assessing the impact of this pronouncement.

(ii) IAS 32 - Financial instruments, Presentation ("IAS 32") was effective for annual periods beginning on or after January 1, 2014. IAS 32 was amended to clarify that the right of offset must be available on the current date and cannot be contingent on a future date. The Company is presently assessing the impact of this pronouncement.

(Expressed in Canadian Dollars)

5. Cash Position

	As at March 31, 2013	As at December 31, 2012
Cash	**$ 823,661**	$ 1,164,868
Long-term deposit	**408,551**	428,717
Total cash position	**$ 1,232,212**	$ 1,593,585

6. Accounts Receivable and Advances

	As at March 31, 2013	As at December 31, 2012
Sales tax receivable - Canada	**$ 6,797**	$ 21,705
Valued added tax receivable - Northern Ireland	**94,332**	147,987
Accounts receivable	**113,634**	258,504
Prepaid expenses	**210,290**	244,858
	$ 425,053	$ 673,054

7. Inventory

	As at March 31, 2013	As at December 31, 2012
Concentrate inventory	**$ 52,759**	$ 10,246
Finished goods	**300,341**	316,003
	$ 353,100	$ 326,249

8. Property, Plant and Equipment

	March 31, 2013		
	Cost	Accumulated amortization	Net
Freehold land and buildings	$ 2,579,451	$ 1,184,818	**$ 1,394,633**
Plant and machinery	5,716,162	3,896,555	**1,819,607**
Motor vehicles	80,212	53,391	**26,821**
Office equipment	100,599	45,190	**55,409**
Moulds	56,076	56,076	**-**
	$ 8,532,500	$ 5,236,030	**$ 3,296,470**

(Expressed in Canadian Dollars)

8. Property, Plant and Equipment (Continued)

	December 31, 2012		
	Cost	**Accumulated amortization**	**Net**
Freehold land and buildings	$ 2,706,776	$ 1,240,146	**$ 1,466,630**
Plant and machinery	5,996,937	3,987,043	**2,009,894**
Motor vehicles	84,171	54,149	**30,022**
Office equipment	105,396	45,164	**60,232**
Moulds	58,844	58,844	**-**
	$ 8,952,124	$ 5,385,346	**$ 3,566,778**

9. Deferred Development and Exploration Costs

	March 31, 2013		
	Cost	**Accumulated amortization**	**Net**
Deferred development and exploration costs	$ 13,442,472	$ 5,706,252	**$ 7,736,220**

	December 31, 2012		
	Cost	**Accumulated amortization**	**Net**
Deferred development and exploration costs	$ 13,825,983	$ 5,966,538	**$ 7,859,445**

As at March 31, 2013, the Company has recorded an asset retirement obligation in the amount to $385,425 (GBP 250,000) (December 31, 2012 - $404,450 (GBP 250,000)). This is the amount of the bond that is required by the Crown in Northern Ireland. The Company has paid a deposit against this obligation.

10. Accounts Payable and Other Liabilities

	As at March 31, 2013	**As at December 31, 2012**
Falling due within the year		
Trade payables	**$ 1,604,251**	$ 1,670,729

(Expressed in Canadian Dollars)

11. Convertible Debenture

	Convertible debenture	Equity portion of convertible debenture
Balance, December 31, 2011	**$ 1,979,603**	**$ 168,082**
Accretion charges - effective interest rate	45,529	-
Accretion charges - financing charges	2,538	-
Interest expenses	12,725	-
Foreign exchange	21,481	-
Balance, March 31, 2012	**$ 2,061,876**	**$ 168,082**
Balance, December 31, 2012 and March 31, 2013	**$ -**	**$ -**

12. Share Capital and Reserves

a) Authorized share capital

At March 31, 2013, the authorized share capital consisted of unlimited number of common and preference shares issuable in Series. The common shares do not have a par value. All issued shares are fully paid.

b) Common shares issued

At March 31, 2013, the issued share capital amounted to $29,874,693. The change in issued share capital for the periods presented:

	Number of common shares	Amount
Balance, December 31, 2011 and March 31, 2012	**235,650,055**	**$ 27,808,316**
Balance, December 31, 2012 and March 31, 2013	**256,210,395**	**$ 29,874,693**

c) Warrant reserve

The following table shows the continuity of warrants for the periods presented:

	Number of warrants	Weighted average exercise price
Balance, December 31, 2011 and March 31, 2012	**45,550,000**	**$ 0.10**
Balance, December 31, 2012 and March 31, 2013	**24,550,000**	**$ 0.10**

(Expressed in Canadian Dollars)

12. Share Capital and Reserves (Continued)

c) Warrant reserve (continued)

As at March 31, 2013, the following warrants were outstanding:

Expiry date	Number of warrants	Fair value ($)	Exercise price ($)
July 22, 2013	24,550,000	957,450	0.10

(d) Stock options

The following table shows the continuity of stock options for the periods presented:

	Number of options	Weighted average exercise price
Balance, December 31, 2011 and March 31, 2012	**15,750,000**	**$ 0.12**
Balance, December 31, 2012 and March 31, 2013	**9,950,000**	**$ 0.10**

Stock-based compensation includes $13,090 (three months ended March 31, 2012 - $47,566) relating to stock options granted in previous years that vested during the three months ended March 31, 2013.

The following table reflects the actual stock options issued and outstanding as of March 31, 2013:

Expiry date	Exercise price ($)	Weighted average remaining contractual life (years)	Number of options outstanding	Number of options vested (exercisable)	Number of options unvested
April 5, 2013	0.10	0.01	500,000	500,000	-
October 2, 2013	0.10	0.51	1,500,000	1,500,000	-
November 23, 2015	0.10	2.65	3,500,000	3,500,000	-
January 28, 2016	0.10	2.83	250,000	250,000	-
September 6, 2016	0.10	3.44	4,200,000	2,800,000	1,400,000
	0.10	2.53	9,950,000	8,550,000	1,400,000

(Expressed in Canadian Dollars)

13. Net loss per Common Share

The calculation of basic and diluted loss per share for the three months ended March 31, 2013 and 2012 was based on the loss attributable to common shareholders of $440,554 (three months ended March 31, 2012 - $643,389) and the weighted average number of common shares outstanding of 256,210,395 (March 31, 2012 - 235,650,055) for basic loss per share and 256,210,395 (March 31, 2012 - 235,650,055) for diluted loss per share. Diluted loss did not include the effect of warrants and options for the three months ended March 31, 2013 and 2012, as they are anti-dilutive.

14. Cost of Sales

	Three Months Ended March 31, 2013	Three Months Ended March 31, 2012
Production wages	**$ 151,586**	$ 360,898
Oil and fuel	**173,845**	369,324
Repairs and servicing	**45,675**	137,653
Equipment hire	**15,032**	89,643
Consumable	**32,098**	51,511
Royalties	**8,509**	21,235
Carriage	**6,058**	11,168
Other costs	**(8,364)**	23,324
Production costs	**424,439**	1,064,756
Inventory movement	**(26,851)**	(44,249)
Cost of sales	**$ 397,588**	$ 1,020,507

15. Related Party Balances and Transactions

Transactions between the Company and its subsidiaries, which are related parties of the Company, have been eliminated on consolidation and are not disclosed in this note.

Related parties include the Board of Directors, close family members and enterprises that are controlled by these individuals as well as certain persons performing similar functions.

Related party transactions conducted in the normal course of operations are measured at the exchange value (the amount established and agreed to by the related parties).

(a) The Company entered into the following transactions with related parties:

	Notes	Three Months Ended March 31, 2013	Three Months Ended March 31, 2012
Interests on related party loans	(i)	**$ 9,788**	$ 10,330

(i) G&F Phelps Limited ("G&F Phelps"), a company controlled by a director of the Company, had amalgamated loans to Galantas of $1,582,635 (GBP 1,026,552) (December 31, 2012 - $1,660,756 - GBP 1,026,552) bearing interest at 2% above UK base rates, repayable on demand and secured by a mortgage debenture on all the Company's assets. Interest accrued on related party loans is included with due to related parties. As at March 31, 2013, the amount of interest accrued is $91,625 (GBP 59,431) (December 31, 2012 - $86,023 - GBP 53,173).

(Expressed in Canadian Dollars)

15. Related Party Balances and Transactions (Continued)

(b) Remuneration of Directors and key management of the Company was as follows:

	Three Months Ended March 31, 2013	2012
Salaries and benefits (1)	**$ 99,505**	$ 94,820
Stock-based compensation	**7,705**	25,781
	$ 107,210	$ 120,601

(1) Salaries and benefits include director fees. As at March 31, 2013, due to directors for fees amounted to $5,000 (December 31, 2012 - $nil) and due to directors and key management, mainly for salaries and benefits accrued amounted to $1,091,211 (GBP 707,797) (December 31, 2012 - $1,055,970 - GBP 652,720), and is included with due to related parties.

16. Segment Disclosure

The Company, after reviewing its reporting systems, has determined that it has one reportable segment. The Company's operations are substantially all related to its investment in Cavanacaw and its subsidiaries, Omagh and Galántas. Substantially all of the Company's revenues, costs and assets of the business that support these operations are derived or located in Northern Ireland. Segmented information on a geographic basis is as follow:

March 31, 2013	United Kingdom	Canada	Total
Current assets	$ 1,077,271	$ 524,543	**$ 1,601,814**
Non-current assets	11,379,441	61,800	**11,441,241**
Revenues	$ 364,676	$ -	**$ 364,676**

17. Contingent Liability

During the year ended December 31, 2010, the Company’s subsidiary Omagh received a payment demand from Her Majesty’s Revenue and Customs in the amount of $513,619 (GBP 333,151) in connection with an aggregate levy arising from the removal of waste rock from the mine site during 2008 and early 2009. The Company believes this claim is without merit. An appeal has been lodged and the Company’s subsidiary Omagh intends to vigorously defend itself against this claim. No provision has been made for the claim in the unaudited condensed interim consolidated financial statements.

18. Subsequent Event

On April 5, 2013, 500,000 options with an exercise price of $0.10 expired unexercised.