
Great Gold Mines N.L.

ABN 44 009 157 439

ANNUAL REPORT 2006

Great Gold Mines N.L. Chairman's Report

Dear Shareholder

Great Gold Mines N.L. (the "Company") is an Australian gold explorer with strategic and significant tenement holdings covering 2,500 square kilometres within the Southern Laverton Tectonic Zone ("SLTZ") in the Eastern Goldfields of Western Australia. During the year in review, the Company has updated this portfolio of tenements and believes they have the potential for world-class gold discoveries. Multi-million ounce gold deposits such as Wallaby and Sunrise Dam/Cleo are located to the north within the Tectonic Zone. The Company's focus on the SLTZ is based on the premise that the belt hosting such discoveries as Sunrise, Wallaby and Granny Smith extends to the south.

The Company also holds projects outside the SLTZ. Many of these have been farmed out to joint venture partners to allow the Company to focus on gold exploration with the SLTZ.

Exploration Activities

The Company has turned its focus to regional gold exploration of its high priority targets with the granting of significant areas after years of negotiations. Regional RAB drilling programs have been planned to follow mineralised trends under cover where no prior drilling has been carried out due to the difficulties in gaining access. The preparations for these drill programs have also involved extensive site heritage surveys and government permitting. Many of these approvals have now been obtained and initial drilling has been completed at Lillian, Yindana and Wild Dog Dam. Drilling has commenced on the Triumph trend and following this program, will move to Yundamindera to the north. A work program is also in place to test for base metal mineralisation at Jumnania Hill to the southern end of the SLTZ.

Recently the Company announced that in conjunction with its joint venture partner, it had undertaken a preliminary pit optimisation at Saxon Extended using a gold price of A\$622 per ounce, and current mining and toll treatment rates, it disclosed that Saxon Extended could be profitably mined and could be cash flow positive. The inferred and indicated resource that was estimated in 2001 at Saxon Extended was utilised in the study. Drilling results over the last two years have not been included in the drill database used for the study. The joint venture partners have now agreed to have an external consultant update the existing inferred and indicated resource for the last two years drill results and then update the pit optimisation study to determine the feasibility of mining the Saxon Extended gold deposit.

At Erayinia, in the southern end of the SLTZ, the Company's joint venture partner is having success in the identification of significant base metal mineralisation. There have been several encouraging drill intercepts and recent drilling has increased the potential of the area.

In addition, the Company's joint venture partner at Lamboo in the Kimberley region has also returned very significant widths and grades of combined platinum, palladium and gold. This was an unexpected outcome and is considered a potentially very valuable asset for the Company. The Company has a 20% interest in this project which is free-carried to completion of a bankable feasibility study.

The next year is expected to be very important for the growth of the Company through its own exploration efforts as well as the success of the joint venture partners.

Corporate

The dual listing of the Company's ordinary shares on Toronto Venture Exchange occurred in October 2005 following a lengthy process.

During the year the Company has taken advantage of the market conditions for the industry and with the help of brokers, has raised \$6.8 million in funds which has enabled it to accelerate its exploration programs in the SLTZ, reduce its liabilities, strengthen the balance sheet and have cash at 30 June 2006 of \$4 million.



JOSEPH GUTNICK
Chairman

The technical aspects of this report has been reviewed by Mr K Washburn who is a member of the Australasian Institute of Mining & Metallurgy and has 28 years experience in the industry.

Great Gold Mines N.L.

Review of Exploration Projects

INTRODUCTION

The Company's extensive tenement portfolio includes granted tenure over an area of 2,500 square kilometres which extends for 200 kilometres within the highly prospective Southern Laverton Tectonic Zone ("SLTZ") in the Eastern Goldfields of Western Australia. The project areas are divided into grass root geochemical and structural targets and more advanced gold exploration areas.

The Company also holds projects outside the SLTZ. Many of these have been farmed out to joint venture partners to allow the Company to focus on gold exploration with the SLTZ.

The Company's focus on the SLTZ is based on the premise that the belt hosting such discoveries as Sunrise, Wallaby and Granny Smith extends to the south.

SOUTHERN LAVERTON TECTONIC ZONE PROJECT (WESTERN AUSTRALIA)

Triumph

The Triumph prospect area is centred around a large group of old gold workings at Edjudina, 130 kilometres south of Laverton, WA. The old workings lie along a regionally significant mineralised structure. The Company has identified high priority targets both to the northwest and southeast along this structure where internal granites have intruded the sequence, and where the trends are under the cover of recent sediments. This setting is very similar to that at Granny Smith to the north.

The prospective trends extend 13 kilometres to the south, and up to 24 kilometres to the north. The tenements to the north had been under application for 8 years due to title issues, and have only recently been granted. There has been no prior exploration over much of this ground.

Heritage surveys and government permits have been completed over the most prospective trends ahead of a drilling program that commenced in mid August 2006. Fourteen regional drill lines have been planned to cover the northern trend where no previous access has been gained.

In 2003-2004, on the tenements in the central region of the Triumph line that were granted at the time the Company completed 107 RAB holes for 11,905 metres looking for extensions to the Triumph line of structure where it intersects a granite intrusive to the south and to the north.

In addition, the RAB drilling also tested for previously unrecognised parallel structures adjacent to the line of historic gold workings which define the main mineralised structure. The most significant result from drilling beneath the historic workings was 4 metres @ 3.94 g/t gold from 32 metres in TRIA16 and 4 metres @ 2.65 g/t gold from 28 metres in TRIA19. These results indicate that there is a narrow mineralised alteration halo around previously mined narrow quartz lodes.

Yundamindera

The Yundamindera prospect is located approximately 95 kilometres south of Laverton and covers an area of over 400 square kilometres, of which 180 square kilometres is available for exploration. The prospect is located to the south of the major gold deposits of Sunrise Dam, Wallaby, and Granny Smith and occupies a regional corridor with prospective lithologies and mineralising structures. The Company is continuing to test targets within this structural corridor, which extends for over 20 kilometres within the Yundamindera area.

The Yundamindera tenements are contiguous with and immediately north of the Triumph prospect, and cover the prospective structures where they become more northerly in orientation. Many of the prospective target areas are covered by a layer of transported sediment which masks the geochemical expression of the mineralisation below. Previous regional RAB drilling has returned highly encouraging results, particularly at the Yunda 4 prospect. The mineralisation occurs within quartz sulphide veining along the footwall of an east dipping porphyry body, an association which is significant in this region. Further follow up RC drilling will be completed later this year. A number of other target areas have been earmarked for drilling during the following quarter.

Great Gold Mines N.L.

Review of Exploration Projects

Lillian

The Lillian structure forms the northwest continuation of the Pinjin mineralisation. This area had received very little prior exploration due to the presence of a water reserve. After gaining government approval, an air core drilling program was completed for 5,867 metres from 151 holes. Better intercepts of 4 metres @ 2.40 grams per tonne ("g/t"), 4 metres @ 2.30 g/t, and 4 metres @ 1.16 g/t are being assessed.

Anglo Saxon

The Company, in conjunction with its joint venture partner, has undertaken a preliminary in-house pit optimisation study at Saxon Extended using gold prices of \$622, \$777 and \$933 per ounce, and current mining and toll treatment rates, and in each scenario, it disclosed that Saxon Extended could be profitably mined and could be cash flow positive. The inferred and indicated resource that was estimated in 2001 at Saxon Extended was utilised in the study. Drilling results over the last two years have not been included in the drill database used for the study. The joint venture partners have now agreed to have an external consultant update the existing inferred and indicated resource for the last two years drill results and then update the pit optimisation study to determine the feasibility of mining the Saxon Extended gold deposit.

Wild Dog Dam

The Wild Dog Dam tenements lie to the south of Anglo Saxon where regional structures rotate from southeast to a favourable southerly trend. The Company is targeting the continuation of the structural corridor containing prospective lithologies and mineralised structures in this direction. The corridor contains sediments and intermediate to felsic volcanics in fault contact with mafic volcanics. Early isolated drill programs in this area returned up to 4 metres @ 2.0 g/t gold. Follow up drilling will be carried out later this year.

The Company has planned further regional drilling through the various tenements. A portion of this has recently been completed where heritage surveys had been allowed. Results of this work are awaited. Other high priority areas are undergoing heritage clearances, and drilling will be carried out in the following quarter.

Yindana

The Yindana tenements are located 100 kilometres east of Kalgoorlie at the southern end of the SLTZ. The Keith-Kilkenny shear zone and associated graben sediments joins with the SLTZ in this area, and both continue in a southerly direction. The tenements extend south from Lake Rebecca and cover the north-south trending sequences bounded on either side by large intrusive granite plutons. The regional structures wrap around the granite bodies and provide a number of potential sites for gold deposition associated with structural, lithological and geochemical interactions. Most of the prospective lithologies are largely obscured by regolith materials and drilling is required to penetrate beneath this overlying layer.

Previous drilling at the Roe prospect encountered significant silica-carbonate alteration over a two kilometre trend under the cover of recent sediments. Follow-up drilling is currently planned in this area.

Previous drilling of a single line of RAB holes at Liberty Bore returned a 4 metre intercept of 2 g/t gold. Another 4 metre intersection of 0.96 g/t gold was located near a small internal granite body. These associations between shear zones, iron rich mafics and granitoid bodies have the potential to develop into large gold deposits similar to those found elsewhere in the SLTZ. Follow-up drilling is planned in these areas as well.

Heritage surveys are currently being completed at various locations within the Yindana project and once completed, drilling is planned at a number of locations within the project area.

Jumnanian Hill

The prospect area lies within the Yindana tenements and refers to a sequence of rocks that the Company believes are prospective for volcanogenic base metal deposits as well as gold. The Company believes that the rock sequence is comparable to that hosting mineralisation to the south at Erayinia which is in joint venture with ABM Resources (formerly Tantalum Australia). A significant chert marker horizon is present within the Company's tenements over a distance of 10 kilometres, and

Great Gold Mines N.L. Review of Exploration Projects

there is very little exposure along this trend. There has been no previous base metal exploration in the area.

Aeromagnetic data has already been acquired and is currently being interpreted. A program of ground EM (Electromagnetics) will be carried out to cover these prospective horizons to assess whether any significant conductors are present. Targets have been identified for future drilling. Regional RAB drill lines to test potential gold targets have also been approved after heritage clearances are gained.

Four Corners

The Company holds a 100% interest in the Four Corners tenement that is prospective for iron ore. The Company has purchased TM image data and flown an aero-magnetic survey over the tenement.

Immediately to the south of the Company's tenement, Jupiter Mines have announced high-grade iron ore intercepts (including 30 metres at 63.3% Fe) and an initial inferred JORC resource of 1.8 million tonnes at 61% Fe.

The host horizon extends approximately 10 kilometres into the Company's Four Corners tenement.

FARM-OUT ARRANGEMENTS

Erayinia Farm Out

ABM Resources (formerly Tantalum Australia) are managers of a joint venture on the Company's Erayinia tenement, 130 kilometres east of Kalgoorlie. Drilling by ABM over the last year has returned significant widths and grades of base metal mineralisation including 10 metres @ 3.49% zinc, 0.36% Pb, 311 parts per million ("ppm") copper, 44 ppm silver and 0.1ppm gold. The mineralisation appears to be similar to Volcanic-hosted Massive Sulphide (VMS) deposits. The massive sulphides appear to have continuity within the stratigraphy.

Recent follow-up drilling has intersected further base metal mineralisation in massive sulphides, and step out drilling has intersected similar alteration at other targets. The Company believes that the prospect is becoming a significant new discovery.

ABM are earning an 80% interest in a specified metals discovery by sole funding to decision to mine. A specified metals discovery is a discovery of a resource of a minimum size as defined as severally 15,000 tonnes of contained copper metal, 50,000 tonnes of contained copper-lead-zinc metal and 500,000 pounds of contained tantalum pentoxide. ABM are required to make the specified metals discovery by 31 March 2010 otherwise the agreement ends. The Company retains the rights to all other metals and minerals. The joint venture partners are currently discussing the renegotiation of the joint venture terms.

Newmont Joint Venture

Newmont Exploration Pty Ltd has entered into a joint venture covering several tenements associated with the Company's Wild Dog Dam project. The tenements are approximately 20 kilometres south of Pinjin and cover the interpreted southern extension of the Pinjin shear. Detailed airborne magnetics have been completed as well as a ground gravity survey following extensive heritage clearance surveys.

Lamboo Farm Out (Company - 20% interest)

Thundarra Exploration ("THX") has earned an 80% interest in the Company's exploration license E80/2559, located 45 kilometres southwest of Hall's Creek in Western Australia. Recent drilling of high order and extensive soil anomalies has returned a number of significant results as reported recently, including:

46 metres @ 1.87 g/t Pt+Pd+Au from surface

33 metres @ 2.77 g/t Pt+Pd+Au from surface

37 metres @ 2.07 g/t Pt+Pd+Au from 16 metres.

Great Gold Mines N.L. Review of Exploration Projects

THX drilled 9 RC holes for a total of 920 metres on 4 lines approximately 80 metres apart to test the central zone of the 1.8 kilometre long Pt+Pd+Au soil anomaly. Eight of the 9 holes returned significant intercepts with the mineralisation remaining open to the north and south.

The prospect covers the irregular basal portion of the Lamboo Igneous Complex. No previous platinum exploration has been carried out over this portion of the intrusion and due to thin cover, the geology is poorly understood. The mineralisation is associated with magnetic, sheared ultramafic unit that can be traced in geophysical data for more than 800 metres in a north-east striking direction.

Detailed mapping, soil sampling, airborne magnetic, electromagnetic and hyperspectral surveys previously conducted by THX have identified a prospective area approximately 3.5 kilometres in strike extent that will be the focus for the next phase of exploration. A follow-up drilling program is scheduled to commence in mid September 2006.

The Company along with its joint venture partner, THX, believes that this is a significant new mineral discovery in the Kimberley district. Further drilling is planned in the next year.

The Company has a 20% free carried interest to completion of a bankable feasibility study in the tenement.

Whiteheads Project (Company 100%, QUR earning 80%)

The Whiteheads Project is located 50 kilometres northeast of Kalgoorlie and is subject to a joint venture with Quantum Resources Limited ("QUR"). QUR recently completed a RAB drilling program over continuations of known mineralised structures within the tenements. This program amounted to 13,596 metres from 258 holes.

Results received to date include 18 metres @ 1.32 g/t gold from 4 metre composites. Results of RAB drilling must be treated with caution, and re-splits have not yet been carried out, however it is an encouraging anomaly.

The technical aspects of this report has been reviewed by Mr K Washburn who is a member of the Australasian Institute of Mining & Metallurgy and has 28 years experience in the industry.

Great Gold Mines N.L. Directors' Report

The Directors of Great Gold Mines N.L. present their report for the year ended 30 June 2006.

1. Directors

The Directors of the Company in office since 1 July 2005 and up to the date of this Report are:

Mr Joseph Gutnick FAusIMM FAIM MAICD
Chairman and Managing Director

Mr Gutnick has been a Director of the Company since 1987 and is currently Chairman and Managing Director of Astro Diamond Mines N.L. (October 1988 to current); Quantum Resources Limited (July 1987 to current); President and Chief Executive Officer of Golden River Resources Corporation (March 1988 to current) and Legend International Holdings, Inc. (December 2004 to current), Delaware Corporations listed on the over the counter market in the USA, and President and Chief Executive Officer of Northern Capital Resources Corporation and Yahalom International Resources Corporation, Nevada (USA) Corporations. In the three years prior to the date of this Report, Mr Gutnick was also a Director of Regis Resources N.L. (February 1987 to August 2004) and Tahera Corporation (May 2000 to October 2003). Mr Gutnick has been responsible for overseeing the discovery, development and operation of a number of world class gold and nickel mines in Australia. He was awarded the Diggers award at the 1997 Diggers and Dealers Industry Awards and is a former Director of the World Gold Council. Age 54

Dr David Tyrwhitt PhD(Geology) BSc(Hons) FSEG(USA) FAusIMM CPGeo
Non-Executive Director

Dr Tyrwhitt has been a Director of the Company since 1996. He has more than 40 years experience in the mining industry. He is currently a Director of Astro Diamond Mines N.L. (November 1996 to current), Quantum Resources Limited (November 1999 to current), Golden River Resources Corporation (November 1996 to current) and Legend International Holdings Inc., (March 2005 to current). In the three years prior to the date of this report, Dr Tyrwhitt was also a Director of Regis Resources N.L. (November 1996 to August 2004) and Tahera Corporation (November 2002 to September 2003). He worked for over 20 years with Newmont Mining Corporation in Australia, South East Asia and the United States. During this time, he was responsible for the discovery of the Telfer Gold Mine in Western Australia. He was Chief Executive of Newmont Australia Limited between 1984 and 1988 and Chief Executive Officer of Ashton Mining Limited between 1988 and 1991. He established his own consultancy in 1991 and worked with Normandy Mining Limited on a number of mining projects in South East Asia. Age 68

Mr Mordechai Gutnick
Non-Executive Director

Mr Mordechai Gutnick has been a Director since May 2003 and is a businessman and long-term investor in the mining industry. He is also a Director of Astro Diamond Mines N.L. (May 2003 to current); Quantum Resources Limited (May 2003 to current) and Golden River Resources Corporation (appointed September 2005). In the three years prior to the date of this report, Mr Gutnick was also a Director of Regis Resources N.L. (May 2003 to August 2004). Age 28

2. Principal Activities

The principal activity of the Company during the financial year was mineral exploration. There has been no significant change in the nature of that activity during the financial year.

Objectives

The Company's objective is to increase shareholder wealth through successful exploration activities whilst providing a safe workplace and ensuring best practice in relation to its environmental obligations.

Two key opportunities have been the focus of the Company during the year, namely:-

- (i) exploration on its Southern Laverton Tectonic Zone ("SLTZ") projects; and
- (ii) dual listing of the Company's ordinary shares on Toronto Venture Exchange ("TSX-V").

Exploration on the SLTZ projects during the year was limited due to cash constraints until the capital raising in April 2006 at which time exploration commenced. The time lag due to availability of drill rigs and field supplies meant that drilling did not commence until June 2006.

The dual listing of the Company's ordinary shares on TSX-V occurred in October 2005.

Income Statement

As an exploration company, the Company does not have an ongoing source of revenue. Its revenue stream is normally from ad-hoc tenement disposals and interest received on cash in bank. In the current year, revenue has remained similar being \$43,964 in 2006 compared to \$42,621 in 2005. In both years the revenue has been interest received. Other income in 2006 amounted to \$9,295 being an amount received from a joint venture

Great Gold Mines N.L.

Directors' Report

partner on entering into the joint venture. In 2005, other income amounted to \$298,184 a majority of which was the net gain on sale of available-for-sale investments.

Costs and expenses totaled \$2,343,220 in 2006 compared to \$2,192,094 in 2005. Exploration expenditure written off in 2006 was \$906,903 compared to \$459,714 in 2005. A number of granted exploration licences and tenements were forfeited and reapplied for as mining leases, and the applications are pending and accordingly the exploration expenditure has been written off. Administration expenses decreased from \$624,728 in 2005 to \$608,508 in 2006, primarily relating to the net of the increase in management fees and salaries charged by AXIS Consultants Pty Ltd and land management consultants and reduction in shareholder costs and overseas travel costs. Other expenses increased from \$629,637 in 2005 to \$692,124 in 2006, primarily relating to the net of the increase in the number of the shares and options that have been issued to consultants for work undertaken on behalf of the Company and reduction in work undertaken on the TSX Venture Exchange listing as the Company was listed in October 2006. In 2006, financing costs reduced from \$479,714 in 2005 to \$123,051 in 2006 as a majority of the Company's interest bearing debt has been repaid over the past two (2) years.

Balance Sheet

The net assets of the Company have increased by 101% as a result of several capital raisings during the year which has increased the cash position at year end to \$3,998,870 and enabled the Company to reduce its liabilities by \$1,736,980 including the reduction in interest bearing debt. The net asset position has also increased as a result of the requirement to value investments at fair value under AIFRS (market value for investments listed on a stock exchange) rather than at the lower of cost or net realizable value under previous accounting standards.

Cash Flow

During the year, the Company has raised a net \$6,466,569 from equity raisings, received \$1,061,433 in loans and repaid \$2,208,892 in loans. The net cash inflow from these activities together with proceeds from the sale of investments of \$128,790 has funded operating activities of \$697,409, exploration activities of \$786,177 and other expenditure. As a result, at 30 June 2006, the Company had \$3,998,870 in cash.

3. Review and Results of Operations

A review and results of operations is contained in the Principal Activities section of the Directors' Report. The financial result of the operations was a loss of \$2,289,961.

4. Significant Change in State of Affairs

The Directors are of the opinion that other than that disclosed in the Principal Activities section of the Directors' Report, there has not been any significant changes in the state of affairs of the Company during the year under review.

5. Dividends

The Directors do not recommend the payment of a dividend and no amount has been paid or declared by way of dividend since the end of the previous financial year and up to the date of this Annual Report.

6. Events After The End Of The Financial Year

There has not arisen in the interval between the end of the financial year and the date of this Report any item, transaction or event of a material and unusual nature which in the opinion of the Directors of the Company, has significantly affected or may significantly affect

- the operations of the Company
- the results of those operations, or
- the state of affairs of the Company

in financial years subsequent to this financial year.

7. Future Developments and Results

There are no likely developments of which the Directors are aware other than as disclosed in the Principal Activities section of the Annual Report which could be expected to significantly affect the results of the Company's operations in subsequent financial years.

Great Gold Mines N.L.
Directors' Report

8. Options

At the date of this Report the Company had on issue the following listed and unlisted options over fully paid ordinary shares.

(i) Listed

Number	Maturity Date	Issue Price	Exercise Price	Exercise Period
13,716,713	22 September 2010	No issue price	A\$1.25	Anytime after 1 January 2001.

During the year and up to the date of this Report, no options over fully paid ordinary shares have been exercised and no options over fully paid ordinary shares were issued. Optionholders have no rights to participate in an issue of shares unless they exercise their options. The names of all the persons who currently hold options are entered on a register maintained for the Company, by Link Market Services Limited. In accordance with the Corporations Act 2001, this register may be inspected free of charge.

Number	Maturity Date	Issue Price	Exercise Price	Exercise Period
13,569,422	30 April 2012	No issue price	A\$0.20	Anytime after 1 January 2003.

During the year and up to the date of this Report, no options over fully paid ordinary shares have been exercised and no options over fully paid ordinary shares were issued. Optionholders have no rights to participate in an issue of shares unless they exercise their options. The names of all the persons who currently hold options are entered on a register maintained for the Company by Link Market Services Limited. In accordance with the Corporations Act 2001, this register may be inspected free of charge.

Number	Maturity Date	Issue Price	Exercise Price	Exercise Period
165,084,231	28 February 2013	No issue price	A\$0.10	Anytime after

During the year and up to the date of this Report, no options over fully paid ordinary shares have been exercised and 45,396,888 options over fully paid ordinary shares were issued. Optionholders have no rights to participate in an issue of shares unless they exercise their options. The names of all the persons who currently hold options are entered on a register maintained for the Company, by Link Market Services Limited. In accordance with the Corporations Act 2001, this register may be inspected free of charge.

(ii) Unlisted

Number	Maturity Date	Issue Price	Exercise Price	Exercise Period
280,000	24 March 2010	A\$0.174	A\$1.875	Under Terms and Conditions of the employee share option plan

During the year and up to the date of this Report, no options over fully paid ordinary shares were issued and no options have lapsed or been exercised. Optionholders have no rights to participate in an issue of shares unless they exercise their options. The names of all the persons who currently hold options are entered on a register maintained by the Company. In accordance with the Corporations Act 2001, this register may be inspected free of charge.

9. Directors' Interests in Shares and Options

The relevant interest of each Director in the number of fully paid ordinary shares and options over fully paid ordinary shares of the Company disclosed by that Director to the Australian Stock Exchange as at the date of this Report is:

Director	Relevant Interest				
	Ordinary Shares	Options 22/09/2010	Options 30/04/2012	Options 28/02/2013	Options Employee **
J I Gutnick*	2,400	-	-	-	200,000
D S Tyrwhitt	-	-	-	-	-
M Z Gutnick	5,247,026	102,069	-	-	-

*Mr Gutnick is a Director and Shareholder of Edensor Nominees Pty Limited, which is a Substantial Shareholder of the Company.

**Allotted in accordance with the rules of the employee share option plan.

Great Gold Mines N.L. Directors' Report

10. Meetings of Directors

The number of meetings of Directors held including meetings of Committees of the Board during the financial year including their attendance was as follows:

	BOARD		AUDIT COMMITTEE		REMUNERATION COMMITTEE	
	ELIGIBLE TO ATTEND	ATTENDED	ELIGIBLE TO ATTEND	ATTENDED	ELIGIBLE TO ATTEND	ATTENDED
J I Gutnick	4	4	-	-	-	-
D S Tyrwhitt	4	4	3	3	-	-
M Z Gutnick	4	4	3	3	-	-

Note: Dr. D.S. Tyrwhitt and Mr. M.Z. Gutnick were the members of the Audit Committee and Remuneration Committee during the year and up to the date of this Report.

11. Company Secretary

Mr Peter Lee is the Company Secretary of the Company. Mr Lee is a Member of the Institute of Chartered Accountants in Australia, a Fellow of Chartered Secretaries Australia Ltd., a Member of the Australian Institute of Company Directors and holds a Bachelor of Business (Accounting) from Royal Melbourne Institute of Technology. He has over 25 years commercial experience and is currently General Manager Corporate and Company Secretary of several listed public companies in Australia and a Director, Chief Financial Officer and Secretary of a US Corporation listed on the over the counter market in the USA and Chief Financial Officer and Secretary of a further three US Corporations listed on the over the counter market in the USA.

12. Directors and Officers' Indemnity

The Company has entered into an Indemnity Deed with each of the Directors and with certain former Directors which will indemnify them against liability incurred to a third party (not being the Company or any related company) where the liability does not arise out of conduct including a breach of good faith. The Indemnity Deed will continue to apply for a period of 10 years after a Director ceases to hold office and a Director's Access and Insurance Deed with each of the Directors pursuant to which a Director can request access to copies of documents provided to the Director whilst serving the Company for a period of 10 years after the Director ceases to hold office. There will be certain restrictions on the Directors' entitlement to access under the deed.

13. Environment

The exploration activities of the Company are conducted in accordance with and controlled principally by Australian state and territory government legislation. The Company has extensive exploration land holdings in Western Australia. The Company employs a system for reporting environmental incidents, establishing and communicating accountability, and rating environmental performance. During the year data on environmental performance was reported as part of the monthly exploration reporting regime. In addition, as required under state legislation, procedures are in place to ensure that the relevant authorities are notified prior to the commencement of ground disturbing exploration activities.

The Company is committed to minimising the impact of its activities on the surrounding environment at the same time aiming to maximise the social, environmental and economic returns for the local community. To this end the environment is a key consideration in our exploration activities and during the rehabilitation of disturbed areas. Generally rehabilitation occurs immediately following the completion of a particular phase of exploration. In addition the Company continues to develop and maintain mutually beneficial relationships with the local communities affected by its activities.

14. Non- Audit Services

During the year PKF, the Company's auditor, has not performed other services in addition to their statutory duties.

A copy of the auditors independence declaration as required under Section 307C of the Corporations Act is attached to the Directors' Report.

Great Gold Mines N.L. Directors' Report

Details of the amounts paid to the auditor of the Company, PKF, and its related practices for audit and non-audit services provided during the year are set out below.

	2006 \$	2005 \$
Statutory audit		
Auditors of the Company		
- audit and review of financial reports (PKF)	25,400	24,000
Other services		
- review of TSX listing application	-	14,026

15. Remuneration Report

i) Overview

The Company is managed by AXIS Consultants Pty Ltd ("AXIS Consultants") pursuant to a Service Deed dated 25 November 1988. In accordance with the arrangement with AXIS Consultants, it provides company secretarial, finance, geology, exploration, IT and other services to the Company. As a result, the Company has no employees.

Key management personnel have authority and responsibility for planning, directing and controlling the activities of the Company, including Directors of the Company and other Executives. Key management personnel includes the five most highly remunerated S300A Directors and Executives of the Company.

Remuneration levels for Directors of the Company are competitively set to attract and retain appropriately qualified and experienced Directors. The Remuneration Committee obtains independent advice on the appropriateness of remuneration packages given trends in comparative companies and the objectives of the Company's remuneration strategy, when appropriate.

The remuneration structures explained below are designed to attract suitably qualified candidates, reward the achievement of strategic objectives, and achieve the broader outcome of creation of value for shareholders. The remuneration structures take into account:

- the capability and experience of the Directors;
- the Directors ability to control the Company's performance;
- the Company's performance including:
 - the Company's earnings
 - the growth in share price and returns on shareholder wealth

The Company's performance during the current year and over the past four years has been as follows:

	2006 \$	2005 \$	2004 \$	2003 \$	2002 \$
Revenue	53,259	362,235	55,575	296,063	285,356
Net profit (loss)	(2,289,961)	(1,851,289)	(2,343,332)	(4,026,922)	(1,310,415)
Basic earnings per share	(0.85)	(0.91)	(2.06)	(9.02)	(4.15)
Diluted earnings per share	(0.85)	(0.91)	(2.06)	(9.02)	(4.15)
Net assets (deficiency)	9,407,276	4,665,974	289,890	(9,181,810)	(6,840,614)

The Directors do not believe the financial performance of the Company is an accurate measure when considering remuneration structures as the Company is in the mineral exploration industry. Companies in this industry do not have an ongoing source of revenue, as revenue is normally from ad-hoc transactions.

The more appropriate measure is the identification of exploration targets, identification and/or increase of mineral resources and reserves and the ultimate conversion of the Company from explorer status to mining status.

Great Gold Mines N.L. Directors' Report

Over the past few years, the Directors have eliminated a substantial amount of debt and the drilling results from exploration have identified new gold results and extended known mineralization at Pinjin.

ii) Service Agreements with AXIS Consultants Pty Ltd

Messrs JI Gutnick and MZ Gutnick and Dr DS Tyrwhitt do not have a contract for their services as Directors. Their remuneration and fees are paid to them by AXIS Consultants Pty Ltd, based on amounts agreed by the Company.

Mr. Peter Lee, Company Secretary, does not have a contract of employment with the Company. His services are provided to the Company through the service arrangements with AXIS Consultants Pty Ltd. This service contract with AXIS Consultants Pty Ltd is for an unlimited term and is capable of termination on two months notice.

Mr K Washburn Manager Exploration also does not have a contract of employment with the Company. His services were also provided to the Company through the service arrangements with AXIS Consultants Pty Ltd.

iii) Non-Executive Directors

Total remuneration for all Non-Executive Directors, last voted upon by shareholders at the 1999 AGM, is not to exceed \$200,000 per annum. Directors' base fees are presently up to \$15,000 per annum. Non-Executive Directors do not receive performance related remuneration. Directors' fees cover all main board activities and membership of board committee. Non-Executive Directors do not receive any benefits on retirement.

iv) Details of Directors, Executives and Remuneration

As noted in section (i), management services are provided to the Company by AXIS Consultants Pty Ltd. AXIS Consultants Pty Ltd pays the Chairman and Managing Director's remuneration and Non-Executive Directors' fees on behalf of the Company, based on pre-agreed amounts. AXIS Consultants invoices the Company for remuneration paid to the Company's Executives (not being Directors) based on the time the Executive spends in servicing the requirements of the Company. AXIS Consultants has provided the following information in regard to the amounts invoiced to the Company for the Directors and Executives in respect of all remuneration (as that term is defined in the *Corporations Act 2001*) received by the Directors and/or Executives in connection with the management of the affairs of the Company.

The names of the Directors and Executives in office during the year are as follows:-

(a) Directors

J I Gutnick – Chairman and Managing Director
D S Tyrwhitt – Non Executive Director
M Z Gutnick – Non Executive Director

(b) Executives

P J Lee – General Manager Corporate & Company Secretary
K Washburn – Manager Exploration (appointed January 2006)
C Taylor – Manager Exploration (contract expired December 2005)

Great Gold Mines N.L.
Directors' Report

Details of the nature and amount of each major element of remuneration of each Director of the Company and of each Executive of the Company are:

		Primary			Post-employment		Equity compensation	Other compensation		Total \$	s300A (1)(e)(i) Proportion of remuneration performance related %	s300A (1)(e)(vi) Value of options as proportion of remuneration %
		Salary & fees \$	STI cash bonus \$	Non-monetary benefits \$	Super-annuation benefits \$	Prescribed benefits \$	Value of options \$	Termination benefits \$	Insurance premiums \$			
Directors												
J I Gutnick	2006	95,000	-	5,281	14,000	-	-	-	-	114,281	0.00	0.00
	2005	91,667	-	5,685	13,250	-	-	-	-	110,602	0.00	0.00
D S Tyrwhitt	2006	15,000	-	-	1,350	-	-	-	-	16,350	0.00	0.00
	2005	15,000	-	-	1,350	-	-	-	-	16,350	0.00	0.00
M Z Gutnick	2006	15,000	-	3,326	1,350	-	-	-	-	19,676	0.00	0.00
	2005	15,000	-	-	1,350	-	-	-	-	16,350	0.00	0.00
Total all Directors	2006	125,000	-	8,607	16,700	-	-	-	-	150,307		
	2005	121,667	-	5,685	15,950	-	-	-	-	143,302		
Executives												
P J Lee	2006	40,969	-	6,893	7,396	-	-	-	-	55,258	0.00	0.00
	2005	40,839	-	3,888	7,379	-	-	-	-	52,106	0.00	0.00
K Washburn	2006	40,571	-	1,592	3,651	-	-	-	-	45,814	0.00	0.00
	2005	-	-	-	-	-	-	-	-	-	0.00	0.00
C D Taylor	2006	64,467	-	2,075	5,802	-	-	-	-	72,344	0.00	0.00
	2005	86,829	-	-	7,814	-	-	-	-	94,643	0.00	0.00
Total, all Executives	2006	146,007	-	10,560	16,849	-	-	-	-	173,416		
	2005	127,668	-	3,888	15,193	-	-	-	-	146,749		
Total all Directors & Executives	2006	271,007	-	19,167	33,549	-	-	-	-	323,723		
	2005	249,335	-	9,573	31,143	-	-	-	-	290,051		

Great Gold Mines N.L.
Directors' Report

Signed in accordance with a Resolution of the Board of Directors at Melbourne this 28th day of September 2006.

A handwritten signature in black ink that reads "J.I. Gutnick". The signature is written in a cursive style with a large initial "J" and a distinct "I".

J I Gutnick
Director



Chartered Accountants
& Business Advisers

28 September 2006

The Directors
Great Gold Mines N.L.
Level 8
580 St Kilda Road
MELBOURNE VIC 3000

Dear Directors

INDEPENDENCE DECLARATION

As lead audit partner for the audit of the financial report of Great Gold Mines N.L. for the financial year ended 30 June 2006 and in accordance with section 307C of the Corporations Act 2001, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (a) the auditor independence requirements of the Corporations Act 2001 in relation to the audit; and
- (b) any applicable code of professional conduct in relation to the audit.

PKF

PKF
Chartered Accountants

M L Port
Partner

Great Gold Mines N.L.
Income Statement
For the Year Ended 30 June 2006

	Note	2006 \$	2005 \$
Continuing Operations			
Finance revenue	3	43,964	42,621
Revenue		43,964	42,621
Other income	3	9,295	298,184
Exploration expenditure written off		(906,903)	(459,714)
Administration expenses		(608,508)	(624,728)
Other expenses	3	(692,124)	(629,637)
Impairment of available-for-sale assets		(12,634)	1,699
Finance costs	3	(123,051)	(479,714)
Loss before income tax		(2,289,961)	(1,851,289)
Income tax expense	4	-	-
Loss for the period after tax from continuing operations		(2,289,961)	(1,851,289)
Loss attributable to members		(2,289,961)	(1,851,289)
Earnings per share			
		Cents	Cents
Basic loss per share for the year attributable to ordinary equity holders	5	(0.85)	(0.91)
Diluted loss per share for the year attributable to ordinary equity holders	5	(0.85)	(0.91)

The income statements are to be read in conjunction with the accompanying notes to the attached financial statements.

Great Gold Mines N.L.
Balance Sheet as at 30 June 2006

	Note	2006 \$	2005 \$
ASSETS			
Current Assets			
Cash and cash equivalents	6	3,998,870	43,955
Receivables	7	186,115	584,304
Other current assets	8	5,000	590,480
Total Current Assets		4,189,985	1,218,739
Non-Current Assets			
Receivables	7	-	5,000
Available-for-sale investments	9	667,820	295,381
Exploration expenditure	10	5,512,711	5,884,258
Plant and equipment	11	37,184	-
Total Non-Current Assets		6,217,715	6,184,639
TOTAL ASSETS		10,407,700	7,403,378
LIABILITIES			
Current Liabilities			
Trade and other payables	12	320,425	740,656
Total Current Liabilities		320,425	740,656
Non-Current Liabilities			
Interest bearing borrowings	13	679,999	1,996,748
Total Non-Current Liabilities		679,999	1,996,748
TOTAL LIABILITIES		1,000,424	2,737,404
NET ASSETS		9,407,276	4,665,974
EQUITY			
Share capital	14	55,371,312	48,725,121
Reserves	15	1,386,552	1,001,480
Retained losses		(47,350,588)	(45,060,627)
TOTAL EQUITY		9,407,276	4,665,974

The balance sheets are to be read in conjunction with the accompanying notes to the attached financial statements

Great Gold Mines N.L.
Cash Flow Statement for the Year Ended 30 June 2006

	Note	2006 \$	2005 \$
Cash flows from operating activities			
Payments in the course of operations		(734,188)	(810,960)
Interest received		43,798	41,768
Borrowing costs paid		(7,019)	(3,940)
Net cash (used in) operating activities	18	<u>(697,409)</u>	<u>(773,132)</u>
Cash flows from investing activities			
Payments for exploration expenditure		(786,177)	(1,482,518)
Recovery from joint venture partner		23,915	72,448
Acquisition of plant and equipment		(38,314)	-
Proceeds from sale of investments		128,790	-
Proceeds from security deposit refunds		5,000	-
Net cash (used in) investing activities		<u>(666,786)</u>	<u>(1,410,070)</u>
Cash flows from financing activities			
Proceeds from issue of shares		6,858,641	5,936,191
Payment of share issue costs		(392,072)	(294,022)
Proceeds from borrowings		1,061,433	858,080
Repayment of borrowings		(2,208,892)	(4,312,890)
Net cash provided by financing activities		<u>5,319,110</u>	<u>2,187,359</u>
Net increase in cash and cash equivalents		3,954,915	4,157
Cash and cash equivalents at beginning of period		43,955	39,798
Cash and cash equivalents at end of period	6	<u>3,998,870</u>	<u>43,955</u>

The cash flow statements are to be read in conjunction with accompanying notes to the attached financial statements.

Great Gold Mines N.L.
Statement of Changes in Equity for the Year Ended
30 June 2006

	Issued Capital \$	Accumulated Losses \$	Reserves \$	Total Equity \$
Balance at 1 July 2004	42,182,502	(43,209,338)	2,254,193	1,227,357
Net losses on available-for-sale financial assets	-	-	(1,288,704)	(1,288,704)
Total recognised income and expense for the period recognised directly in equity	-	-	(1,288,704)	(1,288,704)
Loss for the period	-	(1,851,289)	-	(1,851,289)
Total recognised income / expense for the period	-	(1,851,289)	(1,288,704)	(3,139,993)
Issue of share capital	5,936,697	-	-	5,936,697
Cost of share-based payment	982,985	-	35,991	1,018,976
Equity transaction costs	(377,063)	-	-	(377,063)
Balance at 30 June 2005	48,725,121	(45,060,627)	1,001,480	4,665,974
Net gains on available-for-sale financial assets	-	-	385,072	385,072
Total income and expense for the period recognised directly in equity	-	-	385,072	385,072
Loss for the period	-	(2,289,961)	-	(2,289,961)
Total recognised income / expense for the period	-	(2,289,961)	385,072	(1,904,889)
Issue of share capital	6,858,641	-	-	6,858,641
Cost of share-based payment	192,500	-	-	192,500
Equity transaction costs	(404,950)	-	-	(404,950)
Balance at 30 June 2006	55,371,312	(47,350,588)	1,386,552	9,407,276

The statements of changes in equity are to be read in conjunction with the accompanying notes to the attached financial statements.

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

1. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

Great Gold Mines N.L. (the "Company") is a company domiciled in Australia. The financial report of the Company for the year ended 30 June 2006 comprises the Company only and has not been consolidated with any other entity.

The financial report was authorised for issue by the Directors on 28 September, 2006.

(a) Basis of preparation

The financial report is presented in Australian dollars.

The financial report has been prepared on a historical cost basis, except for the revaluation of available-for-sale financial assets that have been measured at fair value. The Company has elected to early adopt the accounting standard AASB 6 "*Exploration for and Evaluation of Mineral Resources*".

The preparation of a financial report in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The 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 if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Judgements made by management in the application of Australian Accounting Standards that have a significant effect on the financial report and estimates with a significant risk of material adjustment in the next year are discussed in note 1(c)(xviii).

The accounting policies set out below have been applied consistently to all periods presented in the consolidated financial report and in preparing an opening AIFRS balance sheet at 1 July 2004 for the purposes of the transition to Australian Accounting Standards – AIFRS.

(b) Statement of compliance

The financial report is a general purpose financial report which has been prepared in accordance with Australian Accounting Standards ('AASBs') adopted by the Australian Accounting Standards Board ('AASB') and the *Corporations Act 2001*. International Financial Reporting Standards ('IFRSs') form the basis of Australian Accounting Standards ('AASBs') adopted by the AASB, and for the purpose of this report are called Australian equivalents to IFRS ('AIFRS') to distinguish from previous Australian GAAP. The financial reports of the Company also comply with IFRSs and interpretations adopted by the International Accounting Standards Board.

This is the first financial report prepared in accordance with Australian Accounting Standards, being AIFRS and IFRS, and AASB 1 *First-Time Adoption of Australian Equivalents to International Financial Reporting Standards* has been applied.

An explanation of how the transition to AIFRS has affected the reported financial position, financial performance and cash flows of the Company is provided in Note 25. The note includes reconciliations of equity and profit and loss for comparative periods reported under Australian GAAP (previous GAAP) to those periods under AIFRS.

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

1. **BASIS OF PREPARATION OF FINANCIAL STATEMENTS (Cont'd)**

(c) **Summary of significant accounting policies**

(i) Foreign currency translation

Transactions in foreign currencies are initially recorded in the functional currency at the exchange rates ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the balance sheet date.

All differences in the financial report are taken to the income statement.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate as at the date of the initial transaction.

Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined.

(ii) Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Finance Interest

Interest revenue is recognised as the interest accrues.

(iii) Finance costs

Financing costs comprise interest payable on other payables and borrowings. Interest is recognised as an expense when incurred.

(iv) Leases

Operating lease payments are recognised as an expense in the income statement on a straight-line basis over the lease term.

(v) Cash and cash equivalents

Cash and short-term deposits in the balance sheet comprise cash at bank and in hand and short-term deposits with an original maturity of three months or less.

(vi) Other receivables

Other receivables are recognised and carried at original invoice amount less an allowance for any uncollectible amounts. An estimate for doubtful debts is made when collection of the full amount is no longer probable. Bad debts are written off when identified.

Receivables from other entities are recognised and carried at nominal amount due. Interest is taken up as revenue on an accrual basis.

(vii) Impairment of assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any such indication exists, or when annual impairment testing for an asset is required, the Company makes an estimate of the asset's recoverable amount. An asset's recoverable amount is the higher of its fair value less costs to sell and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets and the asset's value in use cannot be estimated to be close to its fair value. In such cases the asset is tested for impairment as part of the cash-generating unit to which it belongs.

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

1. **BASIS OF PREPARATION OF FINANCIAL STATEMENTS (Cont'd)**

(c) **Summary of significant accounting policies (Cont'd.)**

(vii) Impairment of assets (Cont'd)

When the carrying amount of an asset of a cash-generating unit exceeds its recoverable amount, the asset or cash generating unit is impaired and is written down to its recoverable amount.

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 risks specific to the asset. Impairment losses relating to continuing operations are recognised in those expense categories consistent with the function of the impaired asset unless the asset is carried at revalued amount (in which case the impairment loss is treated as a revaluation decrease).

An assessment is also made at each reporting date as to whether there is an indication that previously recognised impairment losses may no longer exist or may have decreased. If such indication exists, the recoverable amount is estimated. A previously recognised impairment loss is reversed only if there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised. If that is the case the carrying amount of the asset is increased to its recoverable amount. That increased amount cannot exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in profit or loss unless the asset is carried at revalued amount, in which case the reversal is treated as a revaluation increase. After such a reversal the depreciation charge is adjusted in future periods to allocate the asset's revised carrying amount, less any residual value, on a systematic basis over its remaining useful life.

(viii) Income tax

Current tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted by the balance sheet date.

Current tax is the expected tax payable on the taxable income for the period. The Company has not derived taxable income in either the current or previous periods.

Deferred income tax is determined using the balance sheet method which calculates temporary differences on the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes.

Unrecognised deferred income tax assets are reassessed at each balance date and are recognised to the extent that it has become probable that future taxable profit will allow the deferred asset to be recovered.

Income taxes relating to items recognised directly in equity are recognised in equity and not in the income statement.

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

1. **BASIS OF PREPARATION OF FINANCIAL STATEMENTS (Cont'd)**

(c) **Summary of significant accounting policies (Cont'd.)**

(ix) Other taxes

Revenues, expenses and assets are recognised net of the amount of GST except:

- where the GST incurred on a purchase of goods and services is not recoverable from the taxation authority, in which case the GST is recognised as part of the cost of acquisition of the asset or as part of the expense item as applicable; and
- receivables and payables are stated with the amount of GST included.

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the balance sheet.

Cash flows are included in the cash flow statement on a gross basis and the GST component of cash flows arising from investing and financing activities, which is recoverable from, or payable to, the taxation authority are classified as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to the taxation authority.

(x) Investments

All investments are initially recognised at cost, being the fair value of the consideration given and including acquisition charges associated with the investment.

After initial recognition, investments, which are classified as held for trading and available-for-sale, are measured at fair value. Gains or losses on investments held for trading are recognised in the income statement.

Gains or losses on available-for-sale investments are recognised as a separate component of equity until the investment is sold, collected or otherwise disposed of, or until the investment is determined to be impaired, at which time the cumulative gain or loss previously reported in equity is included in the income statement.

For investments that are actively traded in organised financial markets, fair value is determined by reference to Stock Exchange quoted market bid prices at the close of business on the balance sheet date.

For investments where there is no quoted market price, fair value is determined by reference to the current market value of another instrument which is substantially the same or is calculated based on the expected cash flows of the underlying net asset base of the investment.

Purchases and sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the market place are recognised on the trade date i.e. the date that the Company commits to purchase the asset.

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

1. **BASIS OF PREPARATION OF FINANCIAL STATEMENTS (Cont'd)**

(c) **Summary of significant accounting policies (Cont'd.)**

Accounting policy applicable for the year ending 30 June 2005

The accounting policy was the same as described above with the exception that shares in overseas-listed entities were carried at the lower of cost and recoverable amount.

(xi) Plant and Equipment

Plant and equipment is stated at cost less accumulated depreciation and any accumulated impairment losses (see accounting policy (vii)).

Depreciation is charged to the income statement on a straight line basis over the estimated useful life of the assets. The estimated useful life of motor vehicles is between 3 and 5 years.

The asset's residual values, useful lives and amortisation methods are reviewed and adjusted if appropriate, at each financial year end.

When an asset's carrying value is increased as a result of a revaluation, the increase is, except to the extent that it reverses a revaluation decrease of the same asset previously recognised in profit or loss, credited directly to revaluation reserve.

When an asset's carrying amount is decreased as a result of a revaluation, the decrease is, except to the extent of any credit balance existing in the revaluation reserve in respect of that asset, recognised in profit or loss.

The revaluation surplus is transferred directly to retained earnings when the asset is derecognised.

(xii) Exploration

Exploration expenditure is capitalised for each separate area of interest where rights to tenure are current and:

- (a) such costs are expected to be recovered through successful development and exploitation or by sale; or
- (b) where activities in the area of interest have not yet reached a stage which permits reasonable assessment of the existence or otherwise of economically recoverable reserves and active and significant operations in relation to the area are continuing.

Ultimate recoupment of exploration expenditure carried forward is dependent on successful development and commercial exploitation, or alternatively, sale of the respective areas.

The carrying values of expenditures carried forward are reviewed for impairment at each reporting date when the facts, events or changes in circumstances indicate that the carrying value may be impaired. Accumulated expenditures are written off to the income statement to the extent to which they are considered to be impaired.

The key points that are considered in this review include:

- planned drilling programs and data evaluation
- environmental issues that may impact the underlying tenements
- the estimated market value of assets at the review date.

Information used in the review process is rigorously tested to externally available information as appropriate.

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

1. **BASIS OF PREPARATION OF HALF YEAR FINANCIAL STATEMENTS (Cont'd)**

(c) **Summary of significant accounting policies (Cont'd.)**

Accounting policies applicable for the year ending 30 June 2005.

The accounting policy was the same as described above with the exception that costs incurred on tenements prior to the granting of tenure were carried forward subject to impairment testing at each reporting date.

The effect of the change in this accounting policy to the current policy is set out in Note 24.

(xiii) Joint venture operations

The interest of the Company in unincorporated joint ventures are brought to account by recognising in its financial statements the assets it controls, the liabilities it incurs and the expenses it incurs in relation to the joint venture.

(xiv) Trade and other payables

Trade and other payables are stated at cost. Payables due to Other Entity are recognised at cost. Interest incurred is taken up as a finance cost.

(xv) Interest-bearing borrowings

Interest-bearing borrowings are recognised at cost. After initial recognition interest-bearing borrowings are stated at amortised cost with any difference between cost and redemption value, if any, being recognised in the income statement over the period of the borrowings on an effective interest basis.

(xvi) Provisions

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects the risks specific to the liability.

(xvii) Share capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares and options are shown in equity as a deduction, net of tax, from the proceeds.

(xviii) Accounting estimates and judgements

Management discussed with the Audit Committee the development, selection and disclosure of the Company's critical accounting policies and estimates. The estimates and judgements that have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities within the next financial year are discussed below

Key sources of estimation uncertainty

Note 1(c)(xii) contains information about the assumptions and their risk factors relating to exploration expenditure impairment.

(xix) New and Revised Accounting Standards and Interpretations

All new and revised Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that are relevant to Great Gold Mines N.L.'s operations and effective for annual reporting periods beginning on 1 July 2005 have been adopted by the Company.

Consideration has been given to new and revised standards and interpretations issued by AASB that are not yet effective and the Directors do not believe that they will have any material financial impact on the financial statements of the Company.

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

2. SEGMENT INFORMATION

The principal business and geographical segment of the Company is mineral exploration within Australia.

3. REVENUE AND EXPENSES

Loss before income tax expense includes the following revenues and expenses whose disclosure is relevant in explaining the performance of the Company:

	Note	2006 \$	2005 \$
(i) Finance revenue			
Interest			
Other Entity	21	13,747	37,942
Other		30,217	4,679
Total finance revenue		43,964	42,621
(ii) Other income			
Net gain on disposal of available-for-sale investments		-	280,000
Net gain on disposal of mineral exploration tenements		-	18,115
Joint venture farm-in		9,091	-
Sundry income		204	69
Total other income		9,295	298,184
(iii) Finance Costs			
Borrowing costs			
Related parties	21	115,560	277,635
Other Entity	21	7,414	-
Other		77	202,079
Total finance costs		123,051	479,714
(iv) Other expenses			
Consultants – overseas		607,943	488,437
Listing expenses in Canada – Toronto Venture Exchange		84,181	141,200
Total expenses		692,124	629,637
(v) Auditor's remuneration			
Audit services		25,400	24,000
Other services (i)		-	14,026
Total expenses		25,400	38,026

(i) review of listing application for Toronto Venture Exchange in Canada

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

4. TAXATION

(a) <i>Income tax expense</i>	2006 \$	2005 \$
Prima facie income tax benefit calculated at 30% on the loss	686,988	555,386
 (Decrease) increase in income tax benefit due to:		
Deferred tax asset not recognised	(371,378)	(501,540)
Consultants overseas fees & expenses	(200,659)	(171,865)
Exploration Expenditure	(103,610)	121,739
Interest Expense	-	(38,955)
Capital – investments	-	84,000
Legal Expenses	(10,262)	(24,973)
Other sundry items	(1,079)	(23,792)
	-	-
Income tax expense on loss	-	-

(b) Deferred tax asset not recognised

The deferred tax asset in respect of tax losses of the Company for the year has not been recognised as an asset in the financial statements as the realisation of the benefit is not probable.

Deferred tax asset has been calculated at 30%.

The potential deferred tax asset not recognised is as follows:

Revenue losses	15,356,396	14,985,018
Capital losses	1,089,095	1,089,095

5. EARNINGS PER SHARE

Basic earnings per share

The calculations of basic earnings per share for the year ended 30 June 2006 was based on the loss attributable to ordinary shareholders of \$2,289,961 (year ended 30 June 2005: loss \$1,851,289) and a weighted average number of ordinary shares outstanding during the year ended 30 June 2006 of 270,771,853 (year ended 30 June 2005: 204,242,243) calculated as follows:

	2006 \$	2005 \$
Loss attributable to ordinary shareholders		
For the year ended 30 June		
Loss for the period	2,289,961	1,851,289
	Number of shares	Number of shares

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

5. EARNINGS PER SHARE (Cont'd)

Weighted average number of ordinary shares (Cont'd)

	2006 Number of shares	2005 Number of shares
For the year ended 30 June		
Issued ordinary shares at the beginning of the financial period	230,521,204	174,309,586
Effect of shares issued July	1,702,740	8,463,743
Effect of shares issued August	781,050	-
Effect of shares issued September	-	130,191
Effect of shares issued October	12,133,333	-
Effect of shares issued November	8,481,014	-
Effect of shares issued December	-	14,290,535
Effect of shares issued January	-	2,740,685
Effect of shares issued February	-	3,739,759
Effect of shares issued April	7,160,548	-
Effect of shares issued May	9,991,964	567,744
Weighted average number of ordinary shares at the end of the financial period	270,771,853	204,242,243

Diluted earnings per share

There is no change in the calculation of diluted earnings per share as the effect of converting "out of the money" options at reporting date would be anti-dilutive.

	Note	2006 \$	2005 \$
6. CASH AND CASH EQUIVALENTS			
Cash at bank		3,998,870	43,955
7. RECEIVABLES			
CURRENT			
Non-trade receivables			
Other Entity	21	-	284,851
Other		186,115	299,453
		186,115	584,304
NON-CURRENT			
Deposits in respect of mineral exploration guarantees		-	5,000
8. OTHER CURRENT ASSETS			
CURRENT			
Prepayments		5,000	590,480

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

9. AVAILABLE-FOR-SALE INVESTMENTS

	Note	2006 \$	2005 \$
Listed shares at fair value			
Other Entity		667,820	295,381
Unlisted shares			
Other Entity at cost		1	1
less Impairment Write-Down		(1)	(1)
		<u>667,820</u>	<u>295,381</u>

10. EXPLORATION EXPENDITURE

Areas in the exploration phase			
At cost		<u>5,512,711</u>	<u>5,884,258</u>

11. PLANT AND EQUIPMENT

Plant and equipment			
At 1 July, Net of accumulated depreciation and impairment		-	-
Other Acquisitions		38,252	-
Depreciation charge for the year		(1,068)	-
		<u>37,184</u>	<u>-</u>
At 30 June, Net of accumulated depreciation and impairment			
		<u>37,184</u>	<u>-</u>

12. TRADE AND OTHER PAYABLES

Payables due to Other Entity	21	36,625	-
Other trade payables and accrued expenses		<u>283,800</u>	<u>740,656</u>
		320,425	740,656

13. INTEREST BEARING BORROWINGS

NON-CURRENT

Unsecured borrowing			
Related Party	21	<u>679,999</u>	<u>1,996,748</u>

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

14. SHARE CAPITAL

	2006 \$	2005 \$
Ordinary shares Issued and fully paid	55,371,312	48,725,121
	No. of shares	\$
Balance at 1 July 2004	174,309,586	42,182,502
Issued July 2004 for cash pursuant to share placement (14c per share)	8,000,000	1,120,000
Issued July 2004 as implementation and activation fee for under equity line of credit agreement (21c per share)	357,143	75,000
Issued July 2004 as implementation and activation fee for under equity line of credit agreement (16.5c per share)	454,545	75,000
Issued September 2004 as commission on share placements (12c per share)	160,000	19,200
Issued December 2004 for cash pursuant to share placement (12.5c per share)	25,133,545	3,141,685
Issued January 2005 for cash pursuant to share placement (12.5c per share)	5,850,000	731,250
Issued February 2005 for cash pursuant to share placement (12.5c per share)	7,550,093	943,762
Issued February 2005 under consulting agreement (11c per share)	2,950,000	324,500
Issued May 2005 under consulting agreement (8.5c per share)	4,800,000	408,000
Issued May 2005 for investor relation services (8.5c per share)	956,292	81,285
Transaction costs	-	(377,063)
Balance at 30 June 2005	230,521,204	48,725,121
Issued July 2005 under consultancy agreement (7c per share)	1,833,334	128,333
Issued August 2005 under consultancy agreement (7c per share)	916,666	64,167
Issued October 2005 for cash pursuant to share placement (6c per share)	17,033,333	1,022,000
Issued November 2005 for cash pursuant to share placement (6c per share)	13,944,010	836,641
Issued April 2006 for cash pursuant to share placement (4.5c per share)	39,600,000	1,782,000
Issued May 2006 for cash pursuant to share placement (4.5c per share)	71,511,111	3,218,000
Transaction costs on share issue	-	(404,950)
Balance at 30 June 2006	375,359,658	55,371,312

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

14. SHARE CAPITAL (Cont'd)

Terms and Conditions of Issued Capital

Ordinary Shares:

Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at shareholders meetings. In the event of winding up of the Company ordinary shareholders rank after all other shareholders and creditors and are fully entitled to any proceeds of liquidation.

Options:

13,716,713 options are on issue at an exercise price of \$1.25 which, if exercised, will entitle the option holders to 1 fully paid share in the Company for each option. Options not exercised by 22 September 2010 will lapse.

13,569,422 options are on issue at an exercise price of \$0.20 per option which, if exercised, will entitle the optionholders to 1 fully paid share in the Company for each option. Options not exercised by 30 April 2012 will lapse.

165,084,231 options are on issue at an exercise price of \$0.10 per option which if exercised, will entitle the optionholders to 1 fully paid share in the Company for each option. Options not exercised by 28 February 2013 will lapse.

Movement in options expiring 28 February 2013	No. of Options
Balance at 1 July 2005	134,106,888
Issued October 2005 for no cost pursuant to share and option placement	17,033,333
Issued November 2005 for no cost pursuant to share and option placement	13,944,010
	165,084,231
Balance at 30 June 2006	165,084,231

280,000 employee options are on issue at an exercise price of \$1.875 per option. Refer Note 22 for details.

15. RESERVES

	2006 \$	2005 \$
Option premium reserve	720,775	720,775
Fair value reserve	665,777	280,705
	1,386,552	1,001,480

Option premium reserve

The option premium reserve represents the amounts contributed for the future right to acquire shares at a pre-determined price.

The options have an exercise price of 10 cents and a latest expiry date of 28 February 2013.

Fair value reserve

The fair value reserve represents the cumulative net change in the fair value of available-for-sale investments until the investment is derecognised.

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

16. INTEREST IN JOINT VENTURES

The Company has an interest in the following joint ventures:

	2006	2005
Edjudina – Pinjin (Avoca Resources Limited)	80%	80%
Trouser Legs (Gel Resources Pty Limited)	70%	70%

The principal activity of the joint ventures is mineral exploration.

Avoca Resources Limited has a 20% interest that is free carried to decision to mine.

For the financial year ended 30 June 2006, included in the Company's exploration expenditure written off was \$19,887 (2005: \$19,397) in relation to the joint ventures.

Included in the assets and liabilities of the Company are the following assets and liabilities employed in the joint ventures:

	\$	\$
Non-Current Assets		
Exploration expenditure	510,938	341,257
Total Non-Current Assets	510,938	341,257
Total Assets	510,938	341,257
Current Liabilities		
Trade and other payables	57,492	16,139
Total Non-Current Assets	57,492	16,139
Total Liabilities	57,492	16,139

Included in the Company commitments (note 18) are the following commitments in relation to the joint ventures:

Exploration		
Not later than 1 year	384,250	394,600
Later than one year but not later than five years	1,225,400	1,017,900
Later than five years but not later than twenty one years	93,730	110,040

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

17. ADDITIONAL FINANCIAL INSTRUMENTS DISCLOSURE

Interest rate risk exposures

The Company's exposure to interest rate risk and the effective weighted average interest rate for classes of financial assets and financial liabilities is set out below:

2006	Note	Weighted average interest Rate	Floating interest rate \$	Fixed interest maturing in:			Non-interest Bearing \$	Total \$
				1 year or less \$	Over 1 to 5 years \$	More than 5 years \$		
<i>Financial assets</i>								
Cash and cash equivalents	6	4.10%	3,998,870	-	-	-	-	3,998,870
Receivables	7	-	-	-	-	-	186,115	186,115
Available-for-sale investments	9	-	-	-	-	-	667,820	667,820
Total			3,998,870	-	-	-	853,935	4,852,805
<i>Financial liabilities</i>								
Interest bearing borrowings(i)	13	9.60%	679,999	-	-	-	-	679,999
Payables(ii)	12	9.60%	36,625	-	-	-	283,800	320,425
Total			716,624	-	-	-	283,800	1,000,424
2005								
<i>Financial assets</i>								
Cash and cash equivalents	6	0.10%	43,955	-	-	-	-	43,955
Receivables	7	5.24%	284,851	-	-	-	304,453	589,304
Available-for-sale investments	9	-	-	-	-	-	295,381	295,381
Total			328,806	-	-	-	599,834	928,640
<i>Financial liabilities</i>								
Interest bearing borrowings(i)	13	9.35%	1,996,748	-	-	-	-	1,996,748
Payables	12	-	-	-	-	-	740,656	740,656
Total			1,996,748	-	-	-	740,656	2,737,404

- (i) Interest bearing borrowings
Edensor Gold Pty Ltd, a Director Related Entity charges interest at the "Reference Rate" of the ANZ Banking Group Ltd. The actual rate for 2006 was 9.35% to 9.60% (2005: 9.10% to 9.35%). The loan is repayable at seven days notice at any time after 30 September 2007. Refer Note 20.
- (ii) Payables due to Other Entity
AXIS Consultants Pty Ltd charges interest at the "Reference Rate" of the ANZ Banking Group Ltd. The actual rate for 2006 was 9.35% to 9.60%

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

17. **ADDITIONAL FINANCIAL INSTRUMENTS DISCLOSURE (Cont'd)**

(b) *Foreign Exchange Risk*

At 30 June 2006 there were no material foreign exchange risks.

(c) *Credit Risk Exposures*

Credit risk represents the loss that would be recognised if counterparties failed to perform as Contracted.

The credit risk on financial assets, excluding investments of the Company, which have been recognised, is the carrying amount, net of any provision for doubtful debts. The Company is not materially exposed to any individual overseas country or individual customer.

(d) *Net fair values of financial assets and liabilities*

The company's financial assets and liabilities that are recorded on the balance sheet are carried at amounts that approximate net fair values.

Valuation approach

Net fair values of financial assets and liabilities are determined by the Company on the following basis:

Cash, cash equivalents and short-term investments: The carrying amount approximates fair value because of their short-term to maturity.

Receivables and payables: The carrying amount approximates fair value.

Interest-bearing borrowings: The fair values of interest-bearing borrowings are estimated using discounted cash flow analysis, based on current incremental borrowing rates for similar types of borrowing arrangements.

Available-for-sale investments: For available-for-sale investments traded in organised financial markets, fair value is the current quoted market bid price adjusted for transaction costs necessary to realise the investment. For investments where there is no quoted market price, a reasonable estimate of the fair value is determined by reference to the current market value of another instrument which is substantially the same or is calculated based on the expected cash flows or the underlying net asset base of the investment.

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

18. CASH FLOW STATEMENTS

	2006 \$	2005 \$
(a) <i>Reconciliation of loss after tax to net cash used in operating activities</i>		
Loss for the period after tax	(2,289,961)	(1,851,289)
<i>Adjustment for:</i>		
On disposal of non-current assets	-	(298,115)
Interest receivable	-	(24,456)
Borrowing costs payable	115,560	475,774
Impairment of available-for-sale assets	12,634	(1,699)
Share and option based payments	590,480	379,374
Exploration expenditure written off	906,903	459,715
	<hr/>	<hr/>
Net cash used in operating activities before change in assets and liabilities	(664,384)	(860,696)
Change in assets and liabilities:		
Decrease in receivables	387,186	5,276
(Decrease)/increase in trade and other payables	(420,211)	82,288
	<hr/>	<hr/>
Net cash used in operating activities	(697,409)	(773,132)
	<hr/>	<hr/>

(b) *Non-cash financing and investing activities*

During the year, 2,750,000 shares were issued for \$192,500 as payment for consultancy.

Proceeds from borrowings does not include interest of \$115,560 (2005 \$277,635) that was capitalised into borrowings for the year.

During the 2005 year, the amount of \$753,350 owing to the Company by a third party has been used to part repay the loan from Edensor Gold Pty Ltd, Director related entity.

During the 2005 year, 811,688 shares were issued for \$150,000 as payment for implementation and activation fee pursuant to an equity line of credit facility with a US Based Investment fund and 756,259 shares were issued for \$69,882 and 474,153 options expiring 28 February 2013 were issued for \$22,285 as payment for commission on share placements.

(c) *Reconciliation of cash*

For the purpose of the Cash Flow Statement, cash includes cash on hand and in banks.

(d) *Financing facilities*

In May 2004, the Company entered into a \$5 million equity line of credit facility with a US Based Investment Fund. The Company may at its discretion issue shares to the Fund at any time over 36 months from the date of the agreement, up to a total of \$5 million. The Company may drawdown up to \$75,000 in any five day period.

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

19. COMMITMENTS

(a) *Exploration*

The Company has to perform minimum exploration work and expend minimum amounts of money on its tenements. The overall expenditure requirement tends to be limited in the normal course of the Company's tenement portfolio management through expenditure exemption approvals and expenditure reductions through relinquishment of parts or the whole of tenements deemed non prospective. Should the Company wish to preserve interests in its current tenements the amount which may be required to be expended is as follows:

	2006 \$	2005 \$
Not later than one year	1,850,130	1,381,180
Later than one year but not later than five years	7,065,240	3,616,180
Later than five years but not later than twenty one years	93,730	110,040
	9,009,100	5,107,400

The terms and conditions under which the Company has title to its various mining tenements oblige it to meet tenement rentals and minimum levels of exploration expenditure as gazetted by the Department of Industry and Resources of Western Australia, as well as Local Government rates and taxes.

The "Later than five years but not later than twenty one years" component represents commitments of up to sixteen years in respect of Mining Licences which are granted for a period of twenty one years, but in common with Prospecting Licences and Exploration Licences may be relinquished or sold by the Company before the expiry of the full term of the Licence.

(b) *Farm-In contracts*

The Company is required to spend certain amounts on exploration expenditure and in certain cases make other cash payments to partners to earn interests under farm-in contracts.

	2006 \$	2005 \$
At balance date the amount which may be required to be expended is as follows:		
Later than one year but not later than five years	450,000	450,000

The Company can withdraw from these commitments following the expenditure of a minimum amount on exploration currently estimated at \$nil (2005 \$nil).

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

20. CONTINGENT LIABILITIES

Cash deposits had been provided to the Department of Business, Industry and Resource Development of Northern Territory for the purpose of guaranteeing the Company's performance in accordance with Northern Territory mining laws.

The performance relates to the requirement that the Company adheres to the terms and conditions of its exploration licences, which inter alia may require site restoration. However, the Directors do not anticipate the Department of Business, Industry and Resource Development of Northern Territory will exercise these guarantees as the Company adheres to all terms and conditions of its licences.

	2006	2005
	\$	\$
The following deposits have been provided to the Department of Business, Industry and Resource Development	-	5,000

21. RELATED PARTIES

(a) Key Management Personnel Disclosures

The key management personnel for the Company are set out as follows:-

Directors

J I Gutnick – Chairman and Managing Director
D S Tyrwhitt – Non Executive Director
M Z Gutnick – Non Executive Director

Executives

P J Lee – General Manager Corporate & Company Secretary
K Washburn – Exploration Manager (appointed 1 January 2006)
C Taylor – Exploration Manager (contract expired 23 December 2005)

Pursuant to the Corporations Act Regulation 2M.3.03 and 2M.6.04, Directors and Executives remuneration is disclosed in the Remuneration Report in the Directors' Report on pages 11 to 13 of the Annual Report.

The key management personnel compensation are as follows:

	2006	2005
	\$	\$
Short-term employee benefits	290,174	258,908
Other long-term benefits	-	-
Post-employment benefits	33,549	31,143
Termination benefits	-	-
Share-based benefits	-	-
	323,723	290,051

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

21. RELATED PARTIES (Cont'd)

(b) Equity Holdings and Transactions

2006	Ordinary Shares Number	Options 22/9/2010 Number	Options 30/4/2012 Number	Options 28/2/2013 Number	Options 24/3/2010 Number
J I Gutnick					
At start of reporting period	75,731,532	12,345,801	9,403,295	34,000,000	200,000
Granted as Remuneration	-	-	-	-	-
Received on exercise of options or rights	-	-	-	-	-
Exercised	-	-	-	-	-
Resulting from other changes	29,673,022	-	-	15,098,010	-
At close of reporting period	105,404,554	12,345,801	9,403,295	49,098,010	200,000
Vested at reporting date	-	-	-	-	-
Vested and exercisable at reporting date	-	12,345,801	9,403,295	49,098,010	-
Vested and unexercisable at reporting date	-	-	-	-	200,000
D S Tyrwhitt					
At start of reporting period	-	-	-	-	-
Granted as Remuneration	-	-	-	-	-
Received on exercise of options or rights	-	-	-	-	-
Exercised	-	-	-	-	-
Resulting from other changes	-	-	-	-	-
At close of reporting period	-	-	-	-	-
Vested at reporting date	-	-	-	-	-
Vested and exercisable at reporting date	-	-	-	-	-
Vested and unexercisable at reporting date	-	-	-	-	-
M Z Gutnick					
At start of reporting period	1,227,026	102,069	-	-	-
Granted as Remuneration	-	-	-	-	-
Received on exercise of options or rights	-	-	-	-	-
Exercised	-	-	-	-	-
Resulting from other changes	4,020,000	-	-	-	-
At close of reporting period	5,247,026	102,069	-	-	-
Vested at reporting date	-	-	-	-	-
Vested and exercisable at reporting date	-	102,069	-	-	-
Vested and unexercisable at reporting date	-	-	-	-	-

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

21. RELATED PARTIES (Cont'd)

(b) Equity Holdings and Transactions (Cont'd)

	Ordinary Shares Number	Options 22/9/2010 Number	Options 30/4/2012 Number	Options 28/2/2013 Number	Options 24/3/2010 Number
P J Lee					
At start of reporting period	-	-	8,000	-	70,000
Granted as Remuneration	-	-	-	-	-
Received on exercise of options or rights	-	-	-	-	-
Exercised	-	-	-	-	-
Resulting from other changes	-	-	8,000	-	-
At close of reporting period	-	-	16,000	-	70,000
Vested at reporting date	-	-	-	-	-
Vested and exercisable at reporting date	-	-	16,000	-	-
Vested and unexercisable at reporting date	-	-	-	-	70,000
K Washburn *					
At start of reporting period	-	-	16,000	-	-
Granted as Remuneration	-	-	-	-	-
Received on exercise of options or rights	-	-	-	-	-
Exercised	-	-	-	-	-
Resulting from other changes	-	-	-	-	-
At close of reporting period	-	-	16,000	-	-
Vested at reporting date	-	-	-	-	-
Vested and exercisable at reporting date	-	-	16,000	-	-
Vested and unexercisable at reporting date	-	-	-	-	-
* from date of appointment					
C D Taylor *					
At start of reporting period	-	-	-	-	-
Granted as Remuneration	-	-	-	-	-
Received on exercise of options or rights	-	-	-	-	-
Exercised	-	-	-	-	-
Resulting from other changes	-	-	-	-	-
At close of reporting period	-	-	-	-	-
Vested at reporting date	-	-	-	-	-
Vested and exercisable at reporting date	-	-	-	-	-
Vested and unexercisable at reporting date	-	-	-	-	-

* to date of expiry of contract

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

21. RELATED PARTIES (Cont'd)

(b) Equity Holdings and Transactions (Cont'd)

2005	Ordinary Shares Number	Options 22/9/2010 Number	Options 30/4/2012 Number	Options 28/2/2013 Number	Options 24/3/2010 Number
J I Gutnick					
At start of reporting period	75,429,166	11,344,501	8,513,995	34,000,000	200,000
Granted as Remuneration	-	-	-	-	-
Received on exercise of options or rights	-	-	-	-	-
Exercised	-	-	-	-	-
Resulting from other changes	302,366	1,001,300	889,300	-	-
At close of reporting period	75,731,532	12,345,801	9,403,295	34,000,000	200,000
Vested at reporting date	-	-	-	-	-
Vested and exercisable at reporting date	-	12,345,801	9,403,295	34,000,000	-
Vested and unexercisable at reporting date	-	-	-	-	200,000
D S Tyrwhitt					
At start of reporting period	-	-	-	-	-
Granted as Remuneration	-	-	-	-	-
Received on exercise of options or rights	-	-	-	-	-
Exercised	-	-	-	-	-
Resulting from other changes	-	-	-	-	-
At close of reporting period	-	-	-	-	-
Vested at reporting date	-	-	-	-	-
Vested and exercisable at reporting date	-	-	-	-	-
Vested and unexercisable at reporting date	-	-	-	-	-
M Z Gutnick					
At start of reporting period	1,227,026	102,069	-	-	-
Granted as Remuneration	-	-	-	-	-
Received on exercise of options or rights	-	-	-	-	-
Exercised	-	-	-	-	-
Resulting from other changes	-	-	-	-	-
At close of reporting period	1,227,026	102,069	-	-	-
Vested at reporting date	-	-	-	-	-
Vested and exercisable at reporting date	-	102,069	-	-	-
Vested and unexercisable at reporting date	-	-	-	-	-

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

21. RELATED PARTIES (Cont'd)

(b) Equity Holdings and Transactions (Cont'd)

	Ordinary Shares Number	Options 22/9/2010 Number	Options 30/4/2012 Number	Options 28/2/2013 Number	Options 24/3/2010 Number
P J Lee					
At start of reporting period	-	-	8,000	-	70,000
Granted as Remuneration	-	-	-	-	-
Received on exercise of options or rights	-	-	-	-	-
Exercised	-	-	-	-	-
Resulting from other changes	-	-	-	-	-
At close of reporting period	-	-	8,000	-	70,000
Vested at reporting date	-	-	-	-	-
Vested and exercisable at reporting date	-	-	8,000	-	-
Vested and unexercisable at reporting date	-	-	-	-	70,000
K Washburn *					
At start of reporting period	-	-	-	-	-
Granted as Remuneration	-	-	-	-	-
Received on exercise of options or rights	-	-	-	-	-
Exercised	-	-	-	-	-
Resulting from other changes	-	-	-	-	-
At close of reporting period	-	-	-	-	-
Vested at reporting date	-	-	-	-	-
Vested and exercisable at reporting date	-	-	-	-	-
Vested and unexercisable at reporting date	-	-	-	-	-
* appointed 1 January 2006					
C D Taylor					
At start of reporting period	-	-	-	-	-
Granted as Remuneration	-	-	-	-	-
Received on exercise of options or rights	-	-	-	-	-
Exercised	-	-	-	-	-
Resulting from other changes	-	-	-	-	-
At close of reporting period	-	-	-	-	-
Vested at reporting date	-	-	-	-	-
Vested and exercisable at reporting date	-	-	-	-	-
Vested and unexercisable at reporting date	-	-	-	-	-

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

21. RELATED PARTIES (Cont'd)

	Note	2006 \$	2005 \$
(c) Other Key Management Personnel Transactions			
(i) Transactions with Director Related Entities of J.I. Gutnick are as follows:			
Wilzed Pty Ltd ("Wilzed") Wilzed provided loan funds to the Company			
At year end			
Borrowings – unsecured (non current)	13	-	-
Amounts advanced		-	130,000
Amounts repaid		-	(686,543)
Borrowing costs paid or due and payable	3	-	3,940
The actual interest rate for 2005 was 9.10%.			
Edensor Gold Pty Ltd ("Edensor") Edensor provided loan funds to the Company			
At year end			
Borrowings – unsecured (non current liability)	13	679,999	1,996,748
During the year			
Amounts advanced		442,000	471,720
Amounts repaid		(1,874,309)	(2,938,741)
Borrowing costs paid or due and payable	3	115,560	273,694
The actual rate charged for 2006 was 9.35% to 9.60% (2005: 9.10% to 9.35%).			
(ii) Certain of the Directors of the Company are also Directors of the following entities ("Other Entities").			
AXIS Consultants Pty Ltd ("AXIS") Quantum Resources Ltd ("QUR")			
Transactions with QUR are as follows:			
Exploration expenses incurred on behalf of joint venture partners		-	2,051
Amounts paid		-	(2,051)

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

21. RELATED PARTIES (Cont'd)

	Note	2006 \$	2005 \$
<p>AXIS provides management and geological services to the Company</p> <p>Details of transactions with AXIS are as follows:</p>			
<p>At year end</p>			
Receivable (current)	7	-	(284,851)
Payable (current)	12	36,625	-
<p>During the year</p>			
Fees for management services		439,273	466,577
Fees for geological services		183,667	278,451
Payments received from AXIS		450,569	908,350
Borrowing costs payable	3	7,414	-
Borrowing costs (receivable)	3	(13,747)	(37,942)
Payments to AXIS		(745,700)	(2,036,853)

The actual rate for 2006 was 9.35% to 9.60% (2005: 10.60% to 10.85%)

- (iii) The Company holds the following ownership interests and is one of a number of public companies that hold the issued shares in AXIS.

	%	%
QUR – ordinary shares	4.44	5.02
AXIS - ordinary shares	9.09	9.09
	\$	\$
QUR – at fair value	654,971	280,705
AXIS – at fair value	-	-

22. ULTIMATE PARENT ENTITY

After consideration of AASB 127 and the Corporations Act 2001, the Directors do not believe there is a Parent Entity.

23. EMPLOYEE SHARE OPTION PLAN

On 24 March 2000 the Company granted unlisted options over 1,140,000 unissued ordinary shares at an issue price of 17.4 cents under the employee share option plan.

- (i) The options are exercisable from 25 March 2003 until the earlier of their expiry date on 24 March 2010 or the termination of the participant's employment.
- (ii) The options may only be exercised if the price on the ASX of the ordinary shares in the Company has increased by a factor of 20%, after adjustments for rights issues, bonus issues and dividends, from the date that the options were acquired.
- (iii) The exercise price for the options will be equal to the weighted average market price of the ordinary shares on the five business days prior to and including the date of acquisition, less the issue price.

The employee share option plan was previously known as the executive option plan.

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

23. EMPLOYEE SHARE OPTION PLAN (Cont'd)

	2006 Number	2005 Number
Unissued ordinary shares of the Company under option	280,000	280,000
Exercise price	\$1.875	\$1.875
The market value of the shares under these options at 30 June was	\$0.05	\$0.06

Interest free loans were made available to participants who subscribed for options. The option loans are repayable if the participant disposes of any ordinary shares acquired as a result of the exercise of the options or on the termination of the participants employment, however in these circumstances the Company will buy back the options and use the proceeds to repay the loan.

Number of options repurchased by the Company	-	50,000
Value of options repurchased by the Company.	-	\$50,430
Interest free option loans provided.	\$243,600	\$243,600

The Company may at the discretion of the Board, make loans to participants to fund the exercise price of the options. These loans are likely to be interest free and repayable with "after tax" dividends or on the earlier of the disposal of the ordinary shares or the termination of the executive's employment.

On 9 April 2002, shareholders approved a consolidation of the ordinary shares of the Company on the basis that every five ordinary shares on issue became one ordinary share. In accordance with ASX listing rules and the terms and conditions of the issue of the options, the options were consolidated on the same basis as the ordinary shares and the exercise price was reconstructed in inverse proportion.

24. NUMBER OF EMPLOYEES

The Company is managed by AXIS Consultants Pty Ltd ("AXIS") pursuant to a Service Agreement dated 25 November 1988. Accordingly, the Company has no employees. At 30 June 2006, AXIS had 8 employees who manage a number of public companies including the Company.

25. EXPLANATION OF TRANSITION TO AIFRS

For all periods up to and including the year ended 30 June 2005, the Company prepared its financial statements in accordance with AGAAP. These financial statements for the year ended 30 June 2006 are the first the Company is required to prepare in accordance with Australian equivalents to International Financial Reporting Standards (AIFRS).

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

25. EXPLANATION OF TRANSITION TO AIFRS (Cont'd)

Accordingly the Company has prepared financial statements that comply with AIFRS applicable for periods on or after 1 January 2005 and the significant accounting policies meeting these requirements are described in note 1. In preparing these financial statements, the Company has started from an opening balance sheet as at 1 July 2004, the Company's date of transition to AIFRS, and made those changes in accounting policies and other restatements required by AASB 1 "First Time Adoption of AIFRS".

This note explains the principal adjustments made by the Company in restating the AGAAP balance sheet as at 1 July 2004, and its previously published AGAAP financial statements for the year ended 30 June 2005.

Exemptions Applied

The Company has made its election in relation to the transitional exemptions allowed by AASB 1 "First Time Adoption of Australian Equivalents to International Financial Reporting Standards" as follows:

Designation of previously recognised financial instruments.

Financial instruments previously designated as financial assets reclassified as available-for-sale at the date of transition to AIFRS.

Share-Based Payment Transactions

AASB 2 "Share-Based Payments" is applied only to equity instruments granted after 7 November 2002 that had not vested on or before 1 January 2005.

Exemption from the requirement to restate *comparative* information for AASB 132 and AASB 139.

The Company has not elected to adopt this exemption and has applied AASB 132 "Financial Instruments: Presentation and Disclosure" and AASB 139 "Financial Instruments: Recognition and Measurement" to its comparative information.

Notes to the reconciliation of equity and profit

1. Exploration and Evaluation – AASB 6 – "Exploration for and Evaluation of Mineral Resources" was issued in December 2004.

As at 30 June 2004 and 2005, the carrying value was based on a review carried out by management and agreed upon by the Directors of the Company. The carrying value has been further adjusted to take into account expenditure on ungranted tenements except refundable rents where there is no underlying tenure. The adjustment to the carrying value of the asset at 30 June 2004 is a decrease of \$631,943, and at 30 June 2005, a decrease of \$576,068 (cumulative). Exploration expenditure written off as at 30 June 2005 decreased by \$55,875 due to tenements classified as ungranted as at 30 June 2004, relinquished in 2005 and written off under AGAAP.

2. Impairment of Assets – The recoverable amount of non-current assets has been assessed as the higher of net selling price and value in use, on a discounted basis. The Company previously assessed recoverable amounts of non-current assets based on undiscounted future net cash flows. The Company's non-current assets (other than exploration and evaluation and receivable assets) are not material and therefore, the impairment of assets test has not had a material effect on the Company's financial position.
3. Property Plant and Equipment - There was no property, plant and equipment at 30 June 2004 or 30 June 2005.

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

25. EXPLANATION OF TRANSITION TO AIFRS (Cont'd.)

4. Income Tax – The change from the calculation of deferred tax balances using the income statement method to the AIFRS compliant policy of using the balance sheet method has had no impact on recognised deferred tax balances or on income tax expense. Recoupment of the Company's carry forward tax losses cannot be considered probable as defined in AASB 112 "Income Taxes", therefore deferred tax balances remain unrecognised as was the case under the "virtually certain" test under previous GAAP.
5. Share Based Payments – Under AASB 2 Share Based Payments, the Company is required to determine the fair value of options issued to employees as remuneration and recognise an expense in the income statement. It applies to all share-based payments issued after 7 November 2002 which have not vested as at 1 January 2005. No adjustment has been made for share based payments made prior to 1 January 2005 as the Company has elected not to re-calculate comparatives and it had not disclosed the fair value of those equity instruments, determined at measurement date, at the time.
6. Non Current Liabilities - Restatement of debt at fair value rather than cost has been considered however as there is regular movement of the debt and the amount is not fixed or for a designated period it is considered that cost is the fair value.
7. Available-for-sale Investments – The investments have been restated to fair value, quoted market price at the close of business on the balance sheet date. The adjustment to the carrying value of the asset at 30 June 2004 is an increase of \$1,569,410 and as at 30 June 2005 no adjustment was required as the asset had been revalued under AGAAP.
8. No material impacts occurred to the cash flows re-stated under AGAAP on adoption of AIFRS.

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

25. EXPLANATION OF TRANSITION TO AIFRS (Cont'd.)

Balance Sheets reflecting reconciliation of adjustments to AIFRS as at 1 July 2004 and 30 June 2005

	1 JULY 2004			30 JUNE 2005		
	Previous GAAP \$	AIFRS impact \$	AIFRS \$	Previous GAAP \$	AIFRS impact \$	AIFRS \$
ASSETS						
<i>Current assets</i>						
Cash and cash equivalents	39,798	-	39,798	43,955	-	43,955
Receivables	68,120	-	68,120	584,304	-	584,304
Other current assets	-	-	-	590,480	-	590,480
Total current assets	107,918	-	107,918	1,218,739	-	1,218,739
<i>Non-current assets</i>						
Available-for-sale investments	12,976	1,569,410	1,582,386	295,381	-	295,381
Other	119,776	-	119,776	-	-	-
Exploration expenditure	6,110,402	(631,943)	5,478,459	6,460,326	(576,068)	5,884,258
Receivables	5,000	-	5,000	5,000	-	5,000
Total non-current assets	6,248,154	937,467	7,185,621	6,760,707	(576,068)	6,184,639
Total assets	6,356,072	937,467	7,293,539	7,979,446	(576,068)	7,403,378
LIABILITIES						
<i>Current liabilities</i>						
Trade and other payables	1,186,938	-	1,186,938	740,656	-	740,656
Total current liabilities	1,186,938	-	1,186,938	740,656	-	740,656
<i>Non-current liabilities</i>						
Interest-bearing borrowings	4,879,244	-	4,879,244	1,996,748	-	1,996,748
Total non-current liabilities	4,879,244	-	4,879,244	1,996,748	-	1,996,748
Total liabilities	6,066,182	-	6,066,182	2,737,404	-	2,737,404
Net assets	289,890	937,467	1,227,357	5,242,042	(576,068)	4,665,974
EQUITY						
Share capital	42,182,502	-	42,182,502	48,725,121	-	48,725,121
Reserves	684,784	1,569,410	2,254,194	1,001,480	-	1,001,480
Retained losses	(42,577,396)	(631,943)	(43,209,339)	(44,484,559)	(576,068)	(45,060,627)
Total equity	289,890	937,467	1,227,357	5,242,042	(576,068)	4,665,974

Great Gold Mines N.L.
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2006

25. **EXPLANATION OF TRANSITION TO AIFRS (Cont'd)**

Reconciliation of loss for the year ended 30 June 2005

	30 June 2005		
	Previous GAAP \$	AIFRS Impact \$	AIFRS \$
Continuing Operations			
Finance revenue	42,621	-	42,621
Revenue	42,621	-	42,621
Other income	298,184	-	298,184
Exploration expenditure written off	(515,589)	55,875	(459,714)
Administration expenses	(672,750)	-	(672,750)
Other expenses	(581,615)	-	(581,615)
Impairment of available-for-sale assets	1,699	-	1,699
Finance costs	(479,714)	-	(479,714)
Loss before income tax	(1,907,164)	55,875	(1,851,289)
Income tax expense	-	-	-
Loss for the period after tax from continuing operations	(1,907,164)	55,875	(1,851,289)
Loss attributable to members	(1,907,164)	55,875	(1,851,289)
Earnings per share	Cents		Cents
Basic loss per share for the year attributable to ordinary equity holders	(0.93)		(0.91)
Diluted loss per share for the year attributable to ordinary equity holders	(0.93)		(0.91)

Summary of Impact of Transition to AIFRS on Retained Earnings

The impact of the transition to AIFRS on Retained Earnings as at 1 July 2004 is summarised below:

	The Company \$
Retained losses as at 1 July 2004 under previous GAAP	(42,577,396)
AIFRS reconciliation:	
- exploration expenditure written off	(631,943)
Retained losses as at 1 July 2004 under AIFRS	(43,209,339)

Great Gold Mines N.L.
Directors' Declaration

In the opinion of the Directors of Great Gold Mines N.L.

- (a) The accompanying financial statements and notes including the remuneration disclosures contained in the remuneration report section of the Directors' Report are in accordance with the Corporations Act 2001, comply with accounting standards and give a true and fair view of the financial position of the Company as at 30 June 2006 and of its performance, as represented by the results of its operations and its cash flows for the year ended on that date: and
- (b) There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.
- (c) The Directors have been given the declarations from the Chief Executive Officer and Chief Financial Officer as required by section 295A of the Corporations Act 2001.

Signed in accordance with a Resolution of the Board of Directors at Melbourne this 28th day of September 2006.



J.I. Gutnick
Director



**INDEPENDENT AUDIT REPORT TO MEMBERS OF
GREAT GOLD MINES N.L.**

Chartered Accountants
& Business Advisers

Scope

The Financial Report and Directors' Responsibility

The financial report comprises the income statement, balance sheet, statement changes in equity, cash flow statement, accompanying notes to the financial statements, and the directors' declaration for Great Gold Mines N.L. (the company), for the year ended 30 June 2006.

The company has disclosed information about the remuneration of directors and executives ("remuneration disclosures"), as required by Accounting Standard AASB 124 "Related Party Disclosures", under the heading "remuneration report" in the directors' report, as permitted by the Corporations Regulations 2001.

The directors of the company are responsible for the preparation and true and fair presentation of the financial report in accordance with the Corporations Act 2001. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report. The directors are also responsible for the remuneration disclosures contained in the directors' report.

Audit Approach

We conducted an independent audit in order to express an opinion to the members of the company. Our audit was conducted in accordance with Australian Auditing Standards in order to provide reasonable assurance as to whether the financial report is free of material misstatement and the remuneration disclosures comply with Accounting Standard AASB 124 and the Corporations Regulations 2001. The nature of an audit is influenced by factors such as the use of professional judgement, selective testing, the inherent limitations of internal control, and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected.

We performed procedures to assess whether in all material respects the financial report presents fairly, in accordance with the Corporations Act 2001, including compliance with Accounting Standards and other mandatory financial reporting requirements in Australia, a view which is consistent with our understanding of the company's financial position, and of its performance as represented by the results of its operations and cash flows and whether the remuneration disclosures comply with Accounting Standard AASB 124 and the Corporations Regulations 2001.

We formed our audit opinion on the basis of these procedures, which included:

- examining, on a test basis, information to provide evidence supporting the amounts and disclosures in the financial report, and
- assessing the appropriateness of the accounting policies and disclosures used and the reasonableness of significant accounting estimates made by the directors.

While we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our audit was not designed to provide assurance on internal controls.



Chartered Accountants
& Business Advisers

**INDEPENDENT AUDIT REPORT TO MEMBERS OF
GREAT GOLD MINES N.L.
(CONT'D)**

Independence

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements and the Corporations Act 2001. We confirm that the independence declaration required by the Corporations Act 2001, provided to the directors, would be in the same terms if it had been given at the time the audit report was made.

Audit Opinion

In our opinion:

1. the financial report of Great Gold Mines N.L. is in accordance with:
 - (a) the Corporations Act 2001, including:
 - (i) giving a true and fair view of the company's financial position as at 30 June 2006 and of its performance for the year ended on that date, and
 - (ii) complying with Accounting Standards in Australia and the Corporations Regulations 2001; and
 - (b) other mandatory financial reporting requirements in Australia.
2. the remuneration disclosures in the directors' report comply with Accounting Standard AASB 124 and the Corporations Regulations 2001.

PKF

M L Port

PKF
Chartered Accountants

M L Port
Partner

28 September 2006
Melbourne

Great Gold Mines N.L.

Corporate Governance

The main corporate governance practices that the Board of Great Gold Mines N.L. had in place during the year were:

1. Board of Directors

i. Board Responsibilities

The Board's role is to maximize wealth creation and shareholder value in the Company. It assumes responsibility for overseeing the affairs of the Company by ensuring that they are carried out in a professional and ethical manner and that business risks are effectively managed. The primary responsibilities of the Board include the following:

- To oversee the Company, including its control and accountability systems
- To appoint and remove the Chief Executive Officer (or equivalent)
- To ratifying the appointment and, where appropriate, the removal of the Chief Financial Officer (or equivalent) and the Company Secretary
- To have input into and final approval of management's development of corporate strategy and performance objectives
- To review and ratify systems of risk management and internal compliance and control, codes of conduct, legal compliance and any other regulatory compliance
- To monitoring senior management's performance and implementation of strategy, and ensuring appropriate resources are available
- To approve and monitor the progress of major capital expenditure, capital management, and acquisitions and divestitures
- To approve and monitor financial and other reporting to shareholders and the market
- To monitor the Board composition, Director selection, Board processes and performance and ensure Directors have an understanding of the Company's business
- To monitor and influence the key standards of the Company including ethical standards, reputation and culture
- To review and approve executive remuneration
- To approve annual budgets

ii. Board Composition

While the Company's Constitution fixes the maximum number of Directors at twelve, the Board currently comprises one Executive Director and two Non-Executive Directors. The Company does not have a majority of independent Directors. The Chairman of the Company is a Director and Shareholder of Edensor Nominees Pty Ltd, which is a substantial shareholder of the Company, and is not independent in accordance with the ASX Corporate Governance Council definitions and recommendations. In considering the best interests of the Company and its shareholders, the background and experience of the Chairman should not preclude him from the office of Chairman of the Board on the grounds of him being a Director and Shareholder of a substantial shareholder. The Chairman is also the Managing Director. The Board believes the experience in the industry that the Company operates in that Mr. JI Gutnick brings to the Company is invaluable and is in the best interests of all shareholders.

To ensure that it has the right mix of management skills and technical expertise to meet the challenges of its business, the Board regularly reviews its composition. The Board believes that at the current stage of the Company's development, the composition is adequate. However, it continues to assess the need to enhance the membership of the Board and is cognisant of the ASX Corporate Governance Council definitions and recommendations.

iii. Appointment/retirement of Directors

The Company's Constitution requires that all Directors other than the Managing Director submit themselves for re-election every three years with not less than one third of the Board retiring by rotation. Directors appointed during the period since the last Annual General Meeting of the Company must submit themselves for election at the next Annual General Meeting.

iv. Board Meetings

The full Board meets formally to conduct appropriate business. The Board uses resolutions in writing signed by all Directors to deal with matters requiring decisions between meetings.

Great Gold Mines N.L. Corporate Governance

v. **Directors' Remuneration**

Total remuneration for the Executive Director includes an annual salary and other entitlements. Attendance at and participation in Board and Committee meetings are considered among the duties of the Executive Director. Non-Executive Directors receive fees for attending Board and Committee meetings. Pro-rata fees are paid to Non-Executive Directors who serve for less than a full year. None of the Directors or the General Manager Corporate & Company Secretary has letters of appointment. However, the Company is in the process of preparing appropriate letters of appointment.

vi. **External Advice to Directors**

The Company recognises that in the exercise of their responsibilities there may be occasions when Directors may wish to seek independent professional advice. With the prior consent of the Chairman, advice can be obtained at the Company's expense and is to be made available to the whole Board.

2. **Board Committees**

The Board has Committees to address the areas of remuneration and audit.

i. **Remuneration Committee**

The Company has a Remuneration Committee and has an independent Chairperson, who is not Chairperson of the Board. It does not have at least three members all of whom are independent for the reasons set out above. The Company currently only has one independent Director and he is a Chairman of the Remuneration Committee. The Company's does not use short-term incentives as part of an executive's remuneration package however, it does use long-term incentives as part of an executive's remuneration package. The Remuneration Committee meets to review remuneration policies and practices of the Company, to ensure that they meet current market conditions. The Committee draws on the experience of Senior Management and where appropriate, seeks the advice of external consultants. The Remuneration Committee has a formal charter.

ii. **Audit Committee**

The Audit Committee comprises only non-executive Directors and has an independent Chairperson, who is not Chairperson of the Board. It does not have at least three members all of whom are independent, for the reasons set out above. The Company currently only has one independent Director and he is a Chairman of the Audit Committee.

The Audit Committee meets to plan and review annual and half-yearly financial statements and reports prior to their release to the Australian Stock Exchange. The Committee also monitors the performance of the Company's Auditors and for evaluation of the adequacy and effectiveness of internal controls. The external Auditor is invited to attend and speak at these meetings. The Audit Committee has a formal charter.

iii. **Nomination Committee**

The Company does not have a Nomination Committee. The Board believes that with only three Directors on the Board, the Board itself is the appropriate forum to deal with this function.

3. **Role of Management**

Day to day management of the Company's activities and the implementation of Board strategy, policy and decisions is delegated to management. This includes the following:

- To develop and recommend internal control and accountability systems for the Company and if approved, ensure compliance with such systems.
- To prepare mission systems, corporate strategy and performance objectives for approval by the Board of Directors.
- To prepare systems of risk management and internal compliance and controls, codes of conduct, legal compliance and any other regulatory compliance and if approved, ensure compliance with such systems.
- To monitor employees' performance, recommend appropriate resources and review and approve remuneration.

Great Gold Mines N.L. Corporate Governance

- To prepare all required financial reports, tax returns, budgets and any other appropriate financial reports, meet all statutory deadlines, monitor performance against budgets.
- Prepare recommendations on acquisitions and divestments of assets.
- To implement decisions of the Board of Directors on key standards of the Company covering such areas as ethical standards, reputation and culture of the Company and influence and provide guidance for employees on these areas.
- To protect the assets of the Company.

4. Risk Management

The Company continues to monitor its operations to identify the greatest areas of potential risk to minimise any adverse effects on the Company's strategic, operational and financial activities.

i. Environment

Details of the environmental policy and other related matters are provided in the Environment section of the Directors' Report.

ii. Occupational Health and Safety

The Company is committed to providing a safe and healthy working environment for all staff. It considers that safety is a collective responsibility and ensures that regular training in safe working methods is undertaken and encourages participation and involvement in the development of workplace safety programs. Individual employees and employees of contractors are required to practice safe working habits, to take all reasonable care to prevent injury to themselves and their colleagues and to report all hazards and accidents.

New staff and contractors (where appropriate) are required to undergo an induction program to familiarise themselves with policies, procedures and work practices prior to commencing work. All staff are covered against injury under the various Workers' Compensation Acts.

iii. Financial Reporting

The Managing Director and Company Secretary sign off to the Board of Directors in respect to the annual financial statements and risk management policies as required by law and the ASX Corporate Governance Council "Principles of Good Corporate Governance and Best Practice Recommendations".

5. Code of Conduct

i. Ethical Standards

The Company operates under a code of conduct that sets out the ethical standards under which the Company operates when dealing with internal and external parties. This code requires parties to act with integrity, fairness and honesty in all dealings and to treat other parties with dignity at all times. They are required to:

- not discriminate against any staff member or potential employee;
- carry out their duties in respect to the law at all times;
- to use the Company's assets responsibly;
- to respect the confidentiality of the Company's business dealings; and
- take responsibility for their own actions and for the consequences surrounding their own actions.

ii. Share Trading

It is the Company's policy to encourage Directors, employees and related parties to own Shares in the Company. The trading in shares policy strongly reinforces the obligations of Directors and employees, both of the Company and AXIS Consultants Pty Ltd, under the Corporations Act 2001 and the Australian Stock Exchange Listing Rules in relation to trading in Company shares. The acquisition and sale of Company shares by Directors and employees is restricted to periods of fourteen (14) days immediately following announcements of the Company's quarterly, half yearly and full year reports to the Australian Stock Exchange. Directors, employees and related parties can seek permission from the Chairman to purchase or sell shares outside this 14-day period. Directors and employees are required to report share trading to the Company Secretary.

Great Gold Mines N.L. Corporate Governance

6. Continuous Disclosure Compliance

The Company's continuous disclosure compliance procedure enables it to meet its obligations and to ensure that all matters, which may require announcement to the Australian Stock Exchange, are brought to the attention of Directors immediately.

7. Communicating with Shareholders

The Board ensures that shareholders are kept informed of all major developments that affect their shareholding or the Company's state of affairs through quarterly, half-yearly, annual and ad hoc reports. All shareholders are encouraged to attend the Annual General Meeting to meet the Chairman and Directors and to receive the most updated report on Company activities. The auditors of the Company attend the annual general meeting for the purpose of answering any questions on the annual financial statements and audit thereof, properly brought before the meeting.

The Company maintains a website at <http://www.greatgoldmines.com.au> to provide shareholders with up to date information on the Company's activities. Shareholders may also communicate with the Company through its e-mail address gml@axisc.com.au.

The Company does not web-cast shareholder meetings and does not believe that at this stage the cost-benefit of web casting is worthwhile to a Company of its size.

Great Gold Mines N.L.
Tenement List

TENEMENTS WHOLLY OWNED	M 31/358	M 31/388	M 28/339	OTHER
	M 31/359	M 31/389	M 28/359	Big Dam
	M 31/385	M 31/390	M 28/360	E 28/1092
SOUTHERN LAVERTON TECTONIC ZONE	M 31/470	M 31/391	M 28/361	
	M 31/471	M 31/443	M 28/369	Four Corners
	M 31/472	M 31/444		E 29/510
	M 31/473	M 31/445	Yindana	
Edjudina E 31/544	M 31/474	M 31/447	E 28/1068	Gundockerta Hill
	Savannah	M 31/448	E 28/1069	E 27/282
E 31/416		M 31/464	E 28/1073	
Karonie North E 28/1181	E 31/454	M 31/465	E 28/1104	Lake Carey
	E 31/572	M 31/466	E 28/1518	E 38/1209
	E 31/644	M 31/467	E 28/1519	
Linden North E 39/712 E 39/713 M 39/866 M 39/886 M 39/902 M 39/903 M 39/962 P 39/3818	E 31/693	P 31/1611	E 28/1588	Lily Pond
	E 39/1138	P 31/1612	E 28/1589	P 38/3051
	E 39/1170	P 31/1613	E 28/1590	
	M 31/330	P 31/1614	E 28/1591	Minerie
	M 31/350	P 31/1615		E 39/911
	M 31/386	P 31/1616	Yundamindera	M 39/963
	M 31/404	P 31/1620	E 39/701	P 39/4061
	M 31/438	P 31/1621	E 39/704	
	M 31/439	P 31/1622	E 39/708	Mt George
	M 31/440	P 31/1623	E 39/717	E 37/536
Linden South E 31/442 E 31/447 E 31/506 E 31/507 E 31/701 M 31/364 M 31/365 M 31/446 M 31/468	M 31/441	P 31/1624	E 39/718	E 37/536
	M 31/461	P 31/1733	E 39/798	P 37/5775
	M 31/462	P 31/1734	E 39/812	P 37/5776
	M 31/463	P 31/1735	E 39/895	
	M 39/875	P 31/1736	E 39/969	Murrin Murrin
	M 39/876	P 31/1737	E 39/973	M 39/533
	M 39/913		E 39/974	M 39/673
	M 39/1058	Wild Dog Dam	E 39/1046	
		E 28/970	E 39/1047	Queensland
		E 28/1081	E 39/1169	M 15/915
Pinjin	Triumph	E 28/1397	E 39/1171	
	E 31/414	E 28/1517	E 39/1207	Requiring Allocation
	E 31/441	E 28/1564	E 39/1208	E 36/473
	E 31/443	E 28/1565	E 39/1209	
	E 31/452	M 28/197	M 39/869	Teutonic Bore
	E 31/457	M 28/198	M 39/870	E 37/598
	E 31/458	M 28/264	M 39/871	M 37/1235
	E 31/481	M 28/278	M 39/882	
	E 31/593	M 28/296	M 39/883	Yerilla
	E 31/700	M 28/300	M 39/892	E 31/577
E 31/709	M 28/301	M 39/893	E 31/578	
E 31/724	M 28/302	M 39/912	M 31/192	
E 31/659	E 39/715	M 28/336		
E 31/661	M 31/366	M 28/337		
M 31/329	M 31/387	M 28/338		

Great Gold Mines N.L.
Tenement List

TENEMENTS SUBJECT TO JOINT VENTURES	M 39/1059	M 31/79	M 29/352	E 27/93
	M 39/1060	M 31/88	Melita	E 27/175
	M 39/1061	M 31/113	Regis Resources	E 27/232
SOUTHERN LAVERTON TECTONIC ZONE	M 39/1062	M 31/284	NL Earning 70%	M 27/273
	P 31/1546		E 37/528	M 27/293
	P 31/1547	OTHER	E 37/543	M 27/296
	P 31/1569		E 37/574	M 27/297
	P 31/1570	Braeside	E 40/112	M 27/319
	P 31/1571	Tenement	E 40/113	M 27/323
	P 31/1572	Purchase	E 40/138	M 27/334
	P 31/1573	20%	E 40/145	M 27/335
	P 31/1574	P 24/3823	E 40/184	M 27/336
	P 31/1575	P 24/3827	E 40/185	M 27/337
E 31/695	P 31/1575	P 24/3828	E 40/215	M 27/357
E 39/662	P 39/3691		E 40/216	M 27/358
E 39/721		Carnage	E 40/217	M 27/359
E 39/729	Erayinia	Placer Dome	E 40/218	M 27/368
E 39/734	Tantalum	Asia Pacific	E 40/219	M 27/369
M 28/299	Australia Limited	Limited Earning	M 37/1147	M 27/370
M 31/280	Earning 80%	80%	M 37/1172	M 27/377
M 31/313	E 28/1228	M 16/333	M 37/1208	M 27/381
M 31/322	E 28/1611	M 24/629	M 37/1209	M 27/384
M 31/324	Foley Well	M 24/630	M 37/1211	M 27/387
M 31/325	Earning 70%	M 24/631	M 40/178	M 27/390
M 31/326	E 31/405	M 24/632	M 40/242	M 27/391
M 31/336	M 31/327	M 24/639	M 40/243	M 27/398
M 31/349	M 31/328	East Kimberley	M 40/261	M 27/399
M 31/356	M 31/377	Thunderlarra	M 40/297	M 27/400
M 31/360		Exploration	M 40/300	M 27/401
M 31/368	Lake Rebecca	Limited Earning	M 40/303	M 27/403
M 31/369		80%	M 40/307	M 27/421
M 31/370	Newmont	E 80/2559	M 40/308	M 27/422
M 31/371	Exploration Pty	E 80/2567	M 40/309	M 27/455
M 31/372	Ltd Earning 75%	E 80/2574	M 40/310	M 31/279
M 31/373	E 28/1006		M 40/315	P 27/1612
M 31/384	E 28/1084	Four Corners	M 40/316	
M 31/403	E 28/1143	Hamill	M 40/318	
M 31/429	E 28/1168	Resources	M 40/319	
M 31/430	E 28/1633	Limited Earning	M 40/320	
M 31/431	E 28/1635	80%	P 40/1066	
M 31/469	P 28/1057	E 29/133	P 40/1068	
M 39/812		E 29/134	P 40/1069	
M 39/864	Mulgabbie (Gel)	E 29/415	P 40/1070	
M 39/865	70%	E 29/481	P 40/1091	
M 39/872	E 28/1119	E 30/245		
M 39/873		M 29/204		
M 39/874	Trouser Legs	M 29/205	Whiteheads	
M 39/906	70%	M 29/206	Quantum	
M 39/960	G 31/4	M 29/207	Resources	
	L 31/32	M 29/288	Limited Earning	
	M 31/78	M 29/325	80%	

Great Gold Mines N.L.
Australian Stock Exchange Information

As at 31 August 2006 the following information applied:

1. SUBSTANTIAL SHAREHOLDERS

Substantial shareholders disclosed in substantial shareholder notices to the Company:

Name	Number of Fully Paid Ordinary Shares held
Edensor Nominees Pty Limited ⁽¹⁾	52,806,800
Chabad House of Caulfield Pty Ltd	29,870,000
RAB Special Situations (Master) Fund Limited	19,500,000

⁽¹⁾ Mr J I Gutnick is a Director and Shareholder of Edensor Nominees Pty Limited.

2. SECURITIES

(a) FULLY PAID ORDINARY SHARES

The number of holders of fully paid ordinary shares in the Company is 1,188. On a show of hands every holder of fully paid ordinary shares present or by proxy, shall have one vote. Upon a poll, each share shall have one vote. The distribution of holders of fully paid ordinary shares is as follows:

Category	Number of shareholders
Holding between 1-1,000 Shares	186
Holding between 1,001 - 5,000 Shares	147
Holding between 5,001 - 10,000 Shares	156
Holding between 10,001-100,000 Shares	420
Holding more than 100,001 Shares	279

The number of holders with less than a marketable parcel of fully paid ordinary shares is 489. The Company's fully paid ordinary shares are quoted on the Australian Stock Exchange using the code GNL.

The top 20 shareholders are as follows:

Name	Number of Fully Paid Ordinary shares held	Percentage interest
Edensor Nominees Pty Ltd	41,157,990	10.96
ANZ Nominees Pty Ltd <Cash Income A/C>	38,091,799	10.15
Fortis Clearing Nominees Pty Ltd <Settlement A/C>	27,898,309	7.43
Chabad House of Caulfield Pty Ltd	27,870,000	7.42
Westpac Custodian Nominees Limited	19,501,840	5.20
Citicorp Nominees Pty Limited	14,578,888	3.88
Retlet Pty Ltd	11,000,000	2.93
Lindmark Investments Pty Ltd <Staff Super Fund A/C>	8,350,000	2.22
Nefco Nominees Pty Ltd	6,398,340	1.70
Zalman Gutnick	5,744,012	1.53
Mr Mordechai Gutnick	5,225,486	1.39
Mr Zalman Gutnick	4,362,591	1.16
Dr Leon Eugene Pretorius	4,000,000	1.07
Moryton Pty Limited	3,955,000	1.05
Donwillow Pty Ltd	3,500,000	0.93
Mr Peter Joseph Ley	3,250,000	0.87
Mr Robert Francis Davies	3,233,913	0.86
Mrs Chaya Hoch	3,000,000	0.80
Clodene Pty Ltd	2,995,000	0.80
Wilzed Pty Ltd	2,944,010	0.78
Total	237,057,178	63.15

Great Gold Mines N.L.
Australian Stock Exchange Information

(b) OPTIONS MATURING 22 SEPTEMBER 2010 OVER FULLY PAID ORDINARY SHARES.

The number of holders of options maturing on 22 September 2010 issued by the Company is 107. Optionholders may attend and speak at general meetings of the Company. However, they do not have an entitlement to vote upon the business before the meeting either by show of hands or by poll. The distribution of holders of options is as follows:

Category		Number of Optionholders
Holding between	1-1,000 Options	36
Holding between	1,001 – 5,000 Options	32
Holding between	5,001 – 10,000 Options	11
Holding between	10,001-100,000 Options	22
Holding more than	100,001 Options	6

The Company's options over fully paid ordinary shares are quoted on the Australian Stock Exchange using the code GNLOA.

The top 20 optionholders are as follows:

Name	Number of Options held	Percentage interest
Chabad House of Caulfield Pty Ltd	11,186,340	81.55
Wilzed Pty Ltd	1,001,300	7.30
Nasdaq Australia Pty Ltd	320,734	2.34
Mrs Nechama Bendet	174,580	1.27
Haziaha Investments Limited	121,037	0.88
Mordechai Gutnick	102,069	0.74
Unus Investments Pty Ltd <Manners Family A/C>	58,220	0.42
Unus Investments Pty Ltd	56,200	0.41
Abbotsleigh Pty Ltd	50,000	0.36
Balargo Pty Ltd	40,000	0.29
Mr Stuart Nelkin	40,000	0.29
Mr Ianaki Semerdziew	38,200	0.28
Mr John Peos	35,000	0.26
Mr Benjamin Eisenberger & Mrs Susan Eisenberger	31,000	0.23
Ms Rivkah Gutnick	30,092	0.22
Bell Potter Nominees Ltd <BB Nominees A/C>	28,910	0.21
Gold Strategy Pty Ltd	28,000	0.20
Miss Jennifer Grace Coni	22,000	0.16
Davoon Pty Limited	21,800	0.16
Gegenteil Investments Pty Limited	20,537	0.15
Total	13,406,019	97.73

(c) OPTIONS MATURING 28 FEBRUARY 2013 OVER FULLY PAID ORDINARY SHARES.

The number of holders of options maturing on 22 September 2010 issued by the Company is 256. Optionholders may attend and speak at general meetings of the Company. However, they do not have an entitlement to vote upon the business before the meeting either by show of hands or by poll. The distribution of holders of options is as follows:

Category		Number of Optionholders
Holding between	1-1,000 Options	1
Holding between	1,001 – 5,000 Options	8
Holding between	5,001 – 10,000 Options	30
Holding between	10,001-100,000 Options	95
Holding more than	100,001 Options	122

The Company's options over fully paid ordinary shares are quoted on the Australian Stock Exchange using the code GNLOB.

Great Gold Mines N.L.
Australian Stock Exchange Information

The top 20 optionholders are as follows:

Name	Number of Options held	Percentage interest
Chabad House of Caulfield Pty Ltd	34,000,000	20.60
Westpac Custodian Nominees Limited	16,500,000	9.99
Wilzed Pty Ltd	13,944,010	8.45
Berkeley Consultants Pty Ltd	6,928,000	4.20
Tricom Nominees Pty Ltd <LPG A/C>	5,200,000	3.15
ANZ Nominees Limited <Cash Income A/C>	3,400,000	2.06
Slipline Pty Ltd	2,993,902	1.81
Gross Foundation Inc	2,795,474	1.69
Ms Edwina Aikman	2,750,000	1.67
Mrs Angela Louise Buys	2,750,000	1.67
Mr Stephen Timothy Biggs	2,575,000	1.56
Lindmark Investments Pty Ltd <Staff Super Fund A/C>	2,500,000	1.51
Fortis Clearing Nominees Pty Ltd <Settlement A/C>	2,000,000	1.21
Moryton Pty Limited	1,865,000	1.13
MDM Biau Luan Tan	1,830,000	1.11
Emes Capital Partners LLC	1,557,917	0.94
Bantry Holdings Pty Ltd	1,500,000	0.91
Mr Raul Used	1,493,200	0.90
M & K Korkidas Pty Ltd <Superannuation A/C>	1,409,133	0.85
Mr John Gregory Stokes	1,400,000	0.85
Total	109,391,636	66.26

(d) OPTIONS MATURING 30 APRIL 2012 OVER FULLY PAID ORDINARY SHARES.

The number of holders of options maturing 30 April 2012 over fully paid ordinary shares on issue is 69. Optionholders may attend and speak at general meetings of the Company. However, they do not have an entitlement to vote upon the business before the meeting either by show of hands or by poll. The distribution of holders of options is as follows:

Category	Number of Optionholders
Holding between 1-1,000 Options	10
Holding between 1,001 – 5,000 Options	42
Holding between 5,001 – 10,000 Options	4
Holding between 10,001 – 100,000 Options	8
Holding more than 100,001 Options	5

The Company's options over fully paid ordinary shares are quoted on the Australian Stock Exchange using the code GNLO.

The top 20 optionholders are as follows:

Name	Number of Options held	Percentage interest
Chabad House of Caulfield Pty Ltd	8,513,995	62.74
Captain Starlight Nominees Pty Ltd	3,300,000	24.32
Wilzed Pty Ltd	889,300	6.55
Unus Investments Pty Ltd <Manners Family A/C>	212,000	1.56
M & K Korkidas Pty Ltd <Superannuation A/C>	135,639	1.00
Unus Super Pty Ltd <Unus S/F A/C>	100,000	0.74
M & K Korkidas Pty Ltd	50,000	0.37
Unus Investments Pty Ltd	50,000	0.37
Ianaki Semerdziew	43,694	0.32
Bonos Pty Ltd	24,000	0.18
Tin Yie Lam	24,000	0.18
Jayni Francis Manners	20,000	0.15
Gegenteil Investments Pty Ltd	15,280	0.11

Great Gold Mines N.L.
Australian Stock Exchange Information

Nechama Bendet	10,000	0.07
Robert Lawrence Hawke	6,400	0.05
Lesley Avis Ann Laarhoven	6,400	0.05
Ronald James Jarvis	5,600	0.04
Citicorp Nominees Pty Limited	4,800	0.04
Amanda Anagnostopoulos	4,000	0.03
Melissa Joyce Barlow	4,000	0.03
Total	13,419,108	98.89

(e) OPTIONS MATURING 24 MARCH 2010 OVER FULLY PAID ORDINARY SHARES.

The number of holders of options maturing 24 March 2010 over fully paid ordinary shares on issue is 280,000 and the number of holders of options is 3. Optionholders may attend and speak at general meetings of the Company. However, they do not have an entitlement to vote upon the business before the meeting either by show of hands or by poll.

GREAT GOLD MINES N.L.

Share Registry On-Line

You can do so much more online

Did you know that you can access – and even update – information about your holdings in Regis Resources via the Internet.

Visit Link Market Services' website www.linkmarketservices.com.au and access a wide variety of holding information, make some changes online or download forms. You can:

- Check your current and previous holding balances
- Choose your preferred annual report delivery option
- Update your address details
- Update your bank details
- Lodge, or confirm lodgement of, your Tax File Number (TFN), Australian Business Number (ABN) or exemption
- Check transaction and dividend history
- Enter your email address
- Check the share prices and graphs
- Download a variety of instruction forms
- Subscribe to email announcements

You can access this information via a security login using your Securityholder Reference Number (SRN) or Holder Identification Number (HIN) as well as your surname (or company name) and postcode (must be the postcode recorded on your holding record).

Top 5 tips for Great Gold Mines investors visiting Link Market Services' website

1. Bookmark www.linkmarketservices.com.au – to bookmark, click on 'Favourites' on the menu bar at the top of your browser then select 'Add to Favourites'
2. Create a portfolio for your holding or holdings and you don't have to remember your SRN or HIN every time you visit
3. Lodge your email via the 'Communications Options' and benefit from the online communications options Great Gold Mines offers its investors
4. Check out the 'FAQs' page (accessible via the orange menu bar) for answers to frequently asked questions
5. Use the 'Client List' page (accessible via the orange menu bar) to link to Great Gold Mines website and the website of the other ASX Perpetual clients in which you invest.

Contact Information

You can also contact the Great Gold Mines share registry by calling 1300 554 474.

Great Gold Mines N.L. Corporate Information

Directors

Joseph Gutnick
David Tyrwhitt
Mordechai Gutnick

Company Secretary

Peter Lee

Senior Management

Peter Lee, General Manager Corporate & Company Secretary
Kent Washburn – Exploration Manager

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Internet: <http://www.greatgoldmines.com.au>

Legal Form

A public company. A no liability company.

Country of Incorporation

Australia

Share Registry

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Australian Stock Exchange Listing Code

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GNLOA
GNLOB

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