



**D'AGUILAR GOLD LIMITED
AND CONTROLLED ENTITIES**

INTERIM FINANCIAL REPORT

**FOR THE HALF-YEAR
ENDED 31 DECEMBER 2010**

Corporate Information

DIRECTORS

William Stubbs (Chairman)
Nicholas Mather (Managing Director)
Brian Moller
Vincent Mascolo

COMPANY SECRETARY

Karl Schlobohm

REGISTERED OFFICE AND PRINCIPAL BUSINESS OFFICE

D'Aguilar Gold Ltd
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SOLICITORS

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Level 8, Waterfront Place
1 Eagle Street
Brisbane QLD 4000

SHARE REGISTER

Link Market Services Limited
Level 15, 324 Queen Street
Brisbane QLD 4000
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AUDITORS

BDO Audit (QLD) Pty Ltd
Level 18, 300 Queen Street
Brisbane QLD 4000

COUNTRY OF INCORPORATION

Australia

STOCK EXCHANGE LISTING

Australian Securities Exchange
ASX Code: DGR

INTERNET ADDRESS

www.daguilar.com.au

AUSTRALIAN BUSINESS NUMBER

ABN 67 052 354 837

Directors' Report

Your directors submit the financial report of the consolidated entity for the half-year ended 31 December 2010.

DIRECTORS

The names of persons who held office during or since the end of the half-year:

William Stubbs	(Non-Executive Chairman)
Nicholas Mather	(Executive Director)
Brian Moller	(Non-Executive Director)
Vincent Mascolo	(Non-Executive Director)
Karl Schlobohm	(Alternative for William Stubbs - resigned 14 July 2010)

REVIEW OF OPERATIONS

D'Aguilar Gold's business is resource-project generation and discovery across a range of commodities, including copper, gold, nickel, molybdenum, iron ore, titanium, oil and gas. The group focuses on delivering value through discovery of ore bodies by the application of innovative exploration techniques and reassessment strategies of existing pre-development projects and to new greenfields areas. The group is generating and developing several independently funded and managed resource companies in order to progress each of these projects.

Exploration and Development of Subsidiaries

During the half-year the group was strongly focused on advancing exploration projects within the parent and subsidiary companies. Field reconnaissance programs including mapping, and soil, stream and rock sampling were undertaken.

Significant activities which occurred during the half-year included:

AusNiCo Limited (53%) - ASX: ANW

- The IPO for D'Aguilar Gold's nickel-cobalt subsidiary AusNiCo Limited (ASX: ANW) closed oversubscribed and the company listed on 21 October 2010. D'Aguilar holds 58.85 million shares representing 53% of AusNiCo post listing.
- AusNiCo completed two diamond drill core holes at the Pembroke Prospect prior to December 31 with very encouraging assay results confirming the 2008 RC drilling intersection at Pembroke.

Navaho Gold Limited (58%)

- Exploration and Access Agreements finalized with several Native Title parties that will permit exploration tenements to proceed to grant at Texas, Bowen and Georgetown project areas in Queensland.
- Completion of farm-in agreements for seven highly prospective 'Carlin Style' gold properties on the Carlin and Battle Mountain-Eureka Trends in Nevada, USA.
- \$1 million seed capital raising completed and a Prospectus for an IPO and ASX listing of the Company was lodged on 15 February 2011.

Ridge Exploration (86%)

- On 25 February 2011 D'Aguilar Gold, on behalf of the Ridge vendors, terminated the merger transaction with Coltstar Ventures Inc due to the failure of Coltstar to meet its obligations under the agreement, including the key areas of due diligence and project financing.

Archer Resources Limited (100%)

- Anduramba Molybdenum (100%) name changed to Archer Resources, and acquired Barlyne Mining Pty Ltd (100%).
- \$2 million seed capital raising in progress ahead of preparation of a Prospectus for an IPO and ASX listing mid-2011.
- Six copper, gold molybdenum porphyry projects secured in South East Queensland.

Directors' Report (continued)

Exploration and Development of Subsidiaries (continued)

Armour Energy Limited (100%)

- 15 Petroleum Exploration Permits totaling almost 119,000 km² under application in the McArthur Basin area of the Northern Territory.
- Native Title negotiations advancing on first of NT application areas.
- Armour confirmed as preferred tenderer for ATP 1087 (6,543 km²) in the Nicholson Basin area of North West Queensland.
- Exploration areas very prospective for conventional and tight shale gas - historical gas flows.

Investments

Solomon Gold plc (12.5%) - LSE: SOLG

- Rated following exciting gold exploration results from 100% owned Fauro Island Project.
- Maiden resource announcement from Rannes Project area.
- Raised AUD24.2 million, placing 54 million shares at 28 pence. D'Aguilar shareholding of 35.2 million shares represents 12.5% of SOLG after placement (previously 15.6%).

Mt Isa Metals Limited (38%) - ASX: MET

- Rated on recognition of highly prospective and extensive gold exploration tenement holdings in West Africa.
- First drilling program commenced in Burkina Faso.

Corporate

On 19 November 2010 Solomon Gold repaid D'Aguilar Gold the AUD1 million converting note early (with accrued interest to date).

On 1 December 2010 D'Aguilar Gold issued 16 million options to Directors after approval from the shareholders at the Annual General Meeting. The options have a 3 year term, exercisable at 28 cents.

EVENTS SUBSEQUENT TO BALANCE DATE

Ridge Exploration Pty Ltd

On 25 February 2011 D'Aguilar Gold, on behalf of the Ridge vendors, terminated the merger transaction with Coltstar Ventures Inc due to the failure of Coltstar to meet its obligations under the agreement, including the key areas of due diligence and project financing. The Directors of D'Aguilar Gold intend to pursue an IPO and ASX listing of Ridge, and are considering an offer to underwrite an IPO to the extent of \$6 million.

Navaho Gold Limited - ASX: NVG

On 15 February 2011 Navaho Gold lodged the Prospectus for the IPO and ASX listing of the company with ASIC. The company has been allocated the ASX Code NVG.

On 2 March 2011 Navaho Gold opened an IPO for \$9 million, fully underwritten by Bizzell Capital Partners, with a pooled priority entitlement of \$1 million reserved for D'Aguilar Gold shareholders. The IPO is scheduled to close on 29 March, with ASX listing anticipated on 11 April 2011.

Post listing D'Aguilar Gold will hold 27 million shares representing 29% of the issue capital of Navaho Gold.

D'Aguilar Gold Limited

On 28 February D'Aguilar Gold issued 12 million unlisted options to various company employees under the Employee Share Option Plan. The options vest on 28 February 2012, and are exercisable at 28 cents prior to 28 February 2014.

Directors' Report (continued)

EVENTS SUBSEQUENT TO BALANCE DATE (continued)

Armour Energy Limited

On 14 March 2011 Armour Energy completed a \$10 million seed capital raising by the issue of 50 million shares at 20 cents. Post the seed raising D'Aguilar Gold holds 75.35 million shares representing 58% of the issued capital of Armour Energy.

Investment - Mt. Isa Metals Limited (MET)

On 20 January 2011 Mt Isa Metals announced the discovery of a new gold deposit at the Nabanga Prospect in Burkina Faso.

On 2 February 2011 Mt Isa Metals announced that it had raised \$14.4 million by the placement of 20.57 million shares at 70 cents. Post the placement D'Aguilar Gold still holds 52 million shares representing 33% of the issued capital of Mt Isa Metals (previously 38%).

On 8 February 2011 Mt Isa Metals announced that it proposed to raise \$1.8 million in seed capital to create a new Burkina Faso focused gold exploration company Harmattan Gold Pty Ltd. MET is targeting an IPO and stock exchange listing for Harmattan Gold by mid 2011 after which MET is projected to hold 46% of the issued capital.

Other than the above, there have been no other events since 31 December 2010 that impact upon the financial report as at 31 December 2010.

AUDITOR'S INDEPENDENCE DECLARATION

The auditor's independence declaration, under section 307C of the Corporations Act 2001, is set out on page 6 for the half-year ended 31 December 2010.

This report is signed in accordance with a resolution of the Board of Directors.



Nicholas Mather
Director

Brisbane
Date: 15 March 2011

Competent Persons Statement

The information herein that relates to Exploration Results is based on information compiled by Nicholas Mather B.Sc (Hons) Geol., who is a Member of The Australian Institute of Mining and Metallurgy. Mr Mather is employed by Samuel Capital Pty Ltd which provides certain consultancy services including the provision of Mr Mather as the Managing Director of D'Aguilar Gold Ltd (and a director of D'Aguilar Gold Ltd's subsidiaries).

Mr Mather has more than five years experience which is relevant to the style of mineralisation and type of deposit being reported and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Minerals Resources and Ore Reserves' (the JORC Code). This public report is issued with the prior written consent of the Competent Person(s) as to the form and context in which it appears.

DECLARATION OF INDEPENDENCE BY DAMIAN WRIGHT TO THE DIRECTORS OF D'AGUILAR GOLD LIMITED

As auditor for the review of D'Aguilar Gold Limited for the half-year ended 31 December 2010, I declare that to the best of my knowledge and belief, there have been:

- no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of D'Aguilar Gold Limited and the entities it controlled during the period.



DAMIAN WRIGHT

Director

BDO Audit (QLD) Pty Ltd

Brisbane, 15 March 2011

Consolidated Statement of Comprehensive Income for the half-year ended 31 December 2010

	Note	Consolidated	
		6 Months to 31 December 2010 \$	6 Months to 31 December 2009 \$
Other income		598,892	3,568,013
Fair value adjustment of financial asset		-	(143,993)
Exploration costs written off		(1,860)	(149,687)
Finance costs		(29,035)	(23,295)
Employee benefits expenses		(909,850)	(133,573)
Depreciation expenses		(29,202)	(35,588)
Legal expenses		(145,089)	(4,746)
Administration and consulting expenses		(1,082,445)	(307,356)
Share of loss of associate		(551,418)	(283,703)
Share based payments expense		(1,613,679)	(25,833)
Other expenses		(248,446)	(44,631)
Profit/ (loss) before income tax	2	(4,012,132)	2,415,608
Income tax benefit	3	3,653,909	-
Profit / (loss) for the period		(358,223)	2,415,608
Other comprehensive income			
Net fair value gains on available for sale financial assets		14,361,576	-
Tax effect of net fair value gains on available for sale financial assets	3	(3,953,833)	-
Total comprehensive income for the period		10,049,520	2,415,608
Profit / (loss) for the period attributable to:			
Members of the parent company		(248,557)	2,472,385
Non-controlling interests		(109,666)	(56,776)
		(358,223)	2,415,608
Total comprehensive income for the period attributable to:			
Members of the parent company		10,159,186	2,472,384
Non-controlling interests		(109,666)	(56,776)
		10,049,520	2,415,608
		2010 Cents	2009 Cents
Earnings / (loss) per share			
Basic earnings / (loss) per share	4	(0.0)	1.0
Diluted earnings / (loss) per share	4	(0.0)	1.0

The consolidated statement of comprehensive income should be read in conjunction with the notes to the financial statements.

Consolidated Statement of Financial Position as at 31 December 2010

		Consolidated	
		31 December 2010	30 June 2010
	Note	\$	\$
CURRENT ASSETS			
Cash and cash equivalents		4,433,657	899,726
Trade and other receivables		206,665	1,624,114
Other current assets		129,269	105,391
Total Current Assets		4,769,591	2,629,231
NON-CURRENT ASSETS			
Other financial assets		667,209	645,331
Available-for-sale financial assets	5	18,199,161	3,623,585
Investments accounted for using the equity method	6	8,000,136	8,500,000
Property, plant and equipment		543,269	520,475
Exploration and evaluation assets		10,706,001	8,915,150
Total Non-Current Assets		38,115,776	22,204,541
TOTAL ASSETS		42,885,367	24,833,772
CURRENT LIABILITIES			
Trade and other payables		725,401	1,019,264
Other financial liabilities		7,373	15,219
Prepaid capital contribution		1,547,200	-
Total Current Liabilities		2,279,974	1,034,483
NON-CURRENT LIABILITIES			
Other financial liabilities		30,523	-
Deferred tax liabilities	3	299,924	-
Provisions		600,000	600,000
Total Non-Current Liabilities		930,447	600,000
TOTAL LIABILITIES		3,210,421	1,634,483
NET ASSETS		39,674,946	23,199,288
EQUITY			
Issued capital	7	21,625,983	21,625,983
Reserves		21,577,110	7,531,591
Accumulated losses		(6,985,331)	(6,776,590)
Equity attributable to members of the parent entity		36,217,762	22,380,984
Non-controlling interests		3,457,184	818,304
TOTAL EQUITY		39,674,946	23,199,288

The consolidated statement of financial position should be read in conjunction with the notes to the financial statements.

Consolidated Statement of Cash Flows for the half-year ended 31 December 2010

	Consolidated	
	6 months to 31 December 2010 \$	6 months to 31 December 2009 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	238,104	28,862
Payments to suppliers and employees (inclusive of goods and services tax)	(2,465,795)	(686,913)
Interest received	123,095	5,448
Interest and other costs of finance paid	(29,035)	(23,295)
Net cash outflow from operating activities	(2,133,631)	(675,898)
CASH FLOWS FROM INVESTING ACTIVITIES		
Security deposit payments	(21,878)	(7,401)
Payments for property, plant and equipment	(15,449)	(1,452)
Payments for investments in available-for-sale financial assets	(64,000)	(161,559)
Payments for investments in associates	(300,000)	-
Proceeds from the repayment of the convertible note	1,000,000	-
Exploration and evaluation expenditure	(1,438,899)	(923,262)
Net cash outflow from investing activities	(840,226)	(1,093,674)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares	423,000	1,540,000
Proceeds from issue of shares in subsidiaries to non- controlling interests	5,000,000	25,000
Share issue costs	(448,541)	(73,392)
Prepaid capital contribution	1,547,200	-
Loans made to outside parties	-	(47,220)
Proceeds from borrowings	500,000	-
Repayment of borrowings	(513,871)	(29,507)
Net cash inflow/(outflow) from financing activities	6,507,788	1,414,881
Net increase/(decrease) in cash held	3,533,931	(354,691)
Cash at 1 July	899,726	666,289
Cash at 31 December	4,433,657	311,598

The consolidated statement of cash flows should be read in conjunction with the notes to the financial statements.

Consolidated Statement of Changes in Equity for the half-year ended 31 December 2010

	Issued Capital	Accumulated Losses	Share Based Payment Reserve	Available-For-Sale Financial Assets Reserve	Change in Proportionate Interest Reserve	Non-controlling Interests	Total
	\$	\$	\$	\$	\$	\$	\$
At 1 July 2009	18,742,168	(10,454,972)	1,984,461	-	4,741,093	878,823	15,891,573
Net profit (loss) for the period	-	2,472,384	-	-	-	(56,776)	2,415,608
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	2,472,384	-	-	-	(56,776)	2,415,608
Issue of shares	1,540,000	-	-	-	-	-	1,540,000
Issue of shares to non-controlling shareholders	-	-	-	-	317,476	82,524	400,000
Share issue costs	(73,394)	-	-	-	-	-	(73,394)
Share based payments	-	-	25,833	-	-	-	25,833
Adjustment arising from a change in percentage ownership	-	-	-	-	45,973	(45,973)	-
At 31 December 2009	20,208,774	(7,982,588)	2,010,294	-	5,104,542	858,598	20,199,620
At 1 July 2010	21,625,983	(6,776,590)	2,046,193	-	5,485,398	818,304	23,199,288
Net profit (loss) for the period	-	(248,557)	-	-	-	(109,666)	(358,223)
Other comprehensive income	-	-	-	10,407,743	-	-	10,407,743
Total comprehensive income for the period	-	(248,557)	-	10,407,743	-	(109,666)	10,049,520
Issue of shares to non-controlling shareholders	-	-	-	-	2,251,454	2,748,546	5,000,000
Share issue costs	-	-	-	-	(448,541)	-	(448,541)
Share based payments	-	-	1,874,679	-	-	-	1,874,679
Adjustment arising from a change in percentage ownership	-	39,816	-	-	(39,816)	-	-
At 31 December 2010	21,625,983	(6,985,331)	3,920,872	10,407,743	7,248,495	3,457,184	39,674,946

The consolidated statement of changes in equity should be read in conjunction with the notes to the financial statements.

Notes to the Consolidated Financial Statements for the half-year ended 31 December 2010

1. Basis of Preparation of Half Year Financial Statements

This general purpose condensed financial report for the half-year ended 31 December 2010 has been prepared in accordance with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

The half-year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the consolidated entity as the full financial report.

It is recommended that the half-year financial report be read in conjunction with the annual report for the year ended 30 June 2010 and considered together with any public announcement made by D'Aguilar Gold Limited during the half-year ended 31 December 2010 in accordance with the continuous disclosure obligations of the ASX listing rules.

The accounting policies and methods of computation are the same as those adopted in the most recent annual financial report.

(a) Changes in accounting policy

The following amending Standards have been adopted from 1 July 2010. Adoption of these Standards did not have any effect on the financial position or performance of the Group:

- **AASB 5 *Non-Current Assets Held for Sale and Discontinued Operations*:** clarifies that the disclosures required in respect of non-current assets and disposal groups classified as held for sale or discontinued operations are only those set out in AASB 5. The disclosure requirements of other Accounting Standards only apply if specifically required for such non-current assets or discontinued operations.
- **AASB 107 *Statement of Cash Flows*:** States that only expenditure that results in recognising an asset can be classified as a cash flow from investing activities. This amendment did not have an impact on the Group's cash flows.
- **AASB 136 *Impairment of Assets*:** The amendment clarifies that the largest unit permitted for allocating goodwill, acquired in a business combination, is the operating segment as defined in AASB 8 before aggregation for reporting purposes. The amendment has no impact on the Group as the annual impairment test is performed before aggregation.
- **AASB Interpretation 17 *Distribution of Non-cash Assets to Owners*:** This interpretation provides guidance on accounting for arrangements whereby an entity distributes no-cash assets to shareholders either as a distribution of reserves or as dividends. The interpretation has no effect on either the financial position or the performance of the Group.

The Group has elected not to early adopt any other new Standards or amendments that are issued but not yet effective.

(b) Comparatives

When required by Accounting Standards, comparatives have been adjusted to conform to changes in presentation for the current half-year.

(c) Going concern

The half-year report has been prepared on a going concern basis which contemplates the continuity of normal business activities and the realisation of assets and discharge of liabilities in the ordinary course of business. The ability of the Group to continue to adopt the going concern assumption will depend upon a number of matters including the subsequent successful raisings in the future of necessary funding, successful closure of several capital raisings in its project specific subsidiary companies during the coming 12 months in the furtherance of its corporate model and the successful exploration and subsequent exploitation of the Group's tenements. In the absence of these matters being successful, there exists a material uncertainty that may cast significant doubt on the entity's ability to continue as a going concern and, therefore, it may be unable to realise its assets and discharge its liabilities in the ordinary course of business.

Notes to the Consolidated Financial Statements for the half-year ended 31 December 2010

	6 Months to 31 December 2010 \$	6 Months to 31 December 2009 \$
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2. Individually Significant Items

Profit (loss) for the half-year includes the following significant items:

Gain on disposal of investments	196,776	-
Loss on deemed disposal of associate	(248,446)	-
Reversal of previous impairment of investment in Mt Isa Metals Ltd	-	3,533,703
Unrealized gain (loss) on revaluation of investment in Solomon Gold Plc	-	(143,993)

The reversal of the previously realized impairment of the group's investment in the ASX-listed Mt Isa Metals Ltd is based on the increase of the underlying share price at the reporting date. Pursuant to AASB 128, the group's ability to reverse any previous impairment loss is limited to the amount of the impairment realized, less the group's share of the associate's operating losses taken up each reporting period.

The gains and losses realized on the investment held in the LSE (AIM) listed Solomon Gold Plc relate to the movement in the market value of this investment, based on its underlying share price at the reporting date. At 30 June 2010, the Group has reclassified its investment in Solomon Gold plc from a financial asset at fair value through profit or loss to an available for sale financial asset.

	6 Months to 31 December 2010 \$	6 Months to 31 December 2009 \$
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3. Income Tax**(a) Income tax (benefit)/expense**

Current tax	-	-
Deferred tax	(409,646)	743,202
Recoupment of prior year tax losses	(3,244,263)	(743,202)
	(3,653,909)	-

Deferred tax (benefit)/expense included in income tax (benefit)/expense comprises:

Decrease/(increase) in deferred tax assets	(1,036,902)	(356,347)
(Decrease)/increase in deferred tax liabilities	627,256	356,347
	(409,646)	-

(b) Numerical reconciliation of income tax payable to prima facie tax payable

Prima facie tax expense on profit before income tax at 30% (2009: 30%)	(1,203,640)	724,682
Add tax effect of:		
Share based payments	484,104	18,520
Under-provision in prior years	110,108	-
Share issue costs recognised in equity	134,553	-
Other timing differences	65,229	-
	(409,646)	743,202
Less tax effect of:		
Recoupment of prior year tax losses	(3,244,263)	(743,202)
	(3,653,909)	-

(c) Tax (benefit)/expense relating to items of other comprehensive income

Available for sale financial assets	3,953,833	-
	3,953,833	-

Notes to the Consolidated Financial Statements for the half-year ended 31 December 2010

	31 December 2010 \$	30 June 2010 \$
(d) Deferred tax assets/(liabilities)		
Deferred tax assets recognized		
Unused tax losses	9,063,519	4,540,590
Deductible temporary differences	487,037	728,801
	9,550,556	5,269,391
Deferred tax liabilities recognized		
Exploration and evaluation assets	5,896,647	5,269,391
Available for sale financial assets	3,953,833	-
	9,850,480	5,269,391
Net deferred tax asset/(liability)	(299,924)	-
Deferred tax assets not recognized		
Unused tax losses	-	10,814,210
Tax benefit at 30% (30 June 2010: 30%)	-	3,244,263

	6 Months to 31 December 2010	6 Months to 31 December 2009
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4. Earnings Per Share

Calculation of basic and diluted earnings per share is in accordance with AASB 133 *Earnings per Share*.

Earnings in cents per ordinary share:

Basic earnings (loss) per share - cents	(0.0)	1.0
Diluted earnings (loss) per share - cents	(0.0)	1.0
Net profit (loss) used in calculating basic and diluted earning per share	(\$358,223)	\$2,415,608

	Number	Number
Weighted average number of ordinary share used in the calculation of basic earnings per share	322,202,760	252,573,313

The options are non-dilutive. Accordingly, diluted earnings per share are the same as basic earnings per share.

Notes to the Consolidated Financial Statements for the half-year ended 31 December 2010

	31 December 2010	30 June 2010
	\$	\$
5. Available-for-sale Financial Assets		
Balance at beginning of reporting date	3,623,585	-
Transferred from other financial assets	-	3,623,585
Additions	214,000	-
Net valuation gains	14,361,576	-
Balance at end of reporting date	18,199,161	3,623,585

Available-for-sale financial assets comprises of an investment in the ordinary issued capital of Solomon Gold plc, a company listed on the London Stock Exchange Alternative Investment Market.

6. Investment in Associated Company

Balance at beginning of reporting date	8,500,000	5,750,000
Additional investments	300,000	-
Share of associated company's loss after income tax	(551,418)	(979,450)
Reversal of impairment in associated	-	3,729,450
Loss on deemed disposal	(248,446)	-
Balance at end of reporting date	8,000,136	8,500,000

7. Issued Capital**a) Issued capital**

322,202,760 (30 June 2010: 322,002,760) ordinary shares fully paid up

21,625,983	21,625,983
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b) Movement in issued capital

At the beginning of the reporting period	21,625,983	18,742,168
Shares issued during the period	-	3,018,228
Share issue costs	-	(134,413)
At reporting date	21,625,983	21,625,983

c) Movement in the number of ordinary shares on issue

	Number	Number
Shares at the beginning of the period	322,002,760	235,380,776
- 1 September 2009 (1)	-	4,257,141
- 7 September 2009 (2)	-	5,000,000
- 7 October 2009 (3)	-	34,742,858
- 19 February 2010 (4)	-	458,333
- 25 June 2010 (5)	-	42,163,662
- 1 December 2010 (6)	200,000	-
Shares at the reporting date	322,202,760	322,002,760

(1) On 1 September 2009, 4,257,141 \$0.035 ordinary shares were issued for cash pursuant to a private placement.

(2) On 7 September 2009, 5,000,000 \$0.035 ordinary shares were issued for cash pursuant to a private placement.

(3) On 7 October 2009, 34,742,858 \$0.035 ordinary shares were issued for cash pursuant to a private placement.

(4) On 19 February 2010, 458,333 \$0.06 ordinary shares were issued to an Executive as a bonus payment, which was recorded as a share based payment in the accompanying consolidated statement of changes in equity.

(5) On 25 June 2010, 42,163,662 \$0.035 ordinary shares were issued pursuant to a Share Purchase Plan and a private placement. \$423,000 of the proceeds was received subsequent to 30 June 2010.

(6) On 1 December 2010, 200,000 \$0.125 ordinary shares were issued to an Executive as a bonus payment, which was recorded as a share based payment in the accompanying consolidated statement of changes in equity.

d) Options

During the half-year ended 31 December 2010, apart from the 16 million options issued to Directors, no other options were granted, exercised or lapsed.

Notes to the Consolidated Financial Statements for the half-year ended 31 December 2010

31 December 2010	30 June 2010
\$	\$

8. Commitments, Contingent Liabilities and Contingent Assets**Future Exploration Commitments**

The Group is expected to have certain obligations to expend minimum amounts on exploration in tenement areas. These obligations may be varied from time to time and are expected to be fulfilled in the normal course of operations of the Group. The expected commitments to be undertaken are as follows:

Less than 12 months	3,500,810	2,547,225
Between 12 months and 5 years	6,763,395	4,269,907
	<u>10,264,205</u>	<u>6,817,132</u>

To keep the tenements in good standing, work programs should meet certain minimum expenditure requirements. If the minimum expenditure requirements are not met, the Group has the option to negotiate new terms or relinquish the tenements. The Group also has the ability to meet expenditure requirements by joint venture or farm-in agreements.

There are no other significant changes to commitments and contingencies disclosed in the most recent annual financial report.

Contingent Liabilities and Contingent Assets

There have been no significant changes in contingent liabilities or contingent assets since 30 June 2010.

9. Segment Reporting

The group reports information to the board of directors along company lines. That is, the financial position of D'Aguilar Gold and each of its subsidiary companies is reported discreetly, together with an aggregated group total. Accordingly, each company within the group that meets or exceeds the threshold tests outlined above is separately disclosed below. The financial information of the subsidiaries that do not exceed the thresholds outlined above, and are therefore not reported separately, are aggregated as Other Subsidiaries.

31 December 2010	D'Aguilar Gold \$	AusNiCo \$	Central Minerals \$	Other \$	Total \$
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(i) Segment performance

<i>Other income</i>					
External income	561,341	34,771	-	2,780	598,892
Inter-segment income	360,114	-	-	-	360,114
<i>Total segment income</i>	921,455	34,771	-	2,780	959,006
<i>Reconciliation of segment other income to group other income</i>					
Elimination of inter-segment other income					(360,114)
<i>Total group other income</i>					598,892
<i>Segment net loss before tax</i>	(1,601,554)	(598,376)	-	(1,372,452)	(3,572,382)
<i>Reconciliation of segment result to group net profit / loss before tax</i>					
Elimination of inter-segment other income					360,114
Share of loss of associate					(551,418)
Other					(248,446)
<i>Net loss before tax</i>					(4,012,132)
Income tax benefit					3,653,909
<i>Loss for the period</i>					(358,223)

Notes to the Consolidated Financial Statements for the half-year ended 31 December 2010

9. Segment Reporting (continued)

31 December 2010	D'Aguilar Gold \$	AusNiCo \$	Central Minerals \$	Other \$	Total \$
(ii) Segment assets					
<i>Segment assets</i>	37,778,056	6,219,271	-	9,803,333	53,800,660
<i>Reconciliation of segment assets to group assets</i>					
Inter-segment eliminations					(10,915,293)
<i>Total group assets</i>					42,885,367
(iii) Segment liabilities					
<i>Segment liabilities</i>	1,156,020	233,860	-	3,715,454	5,105,334
<i>Reconciliation of segment liabilities to group liabilities</i>					
Inter-segment eliminations					(1,894,913)
<i>Total group liabilities</i>					3,210,421

31 December 2009	D'Aguilar Gold \$	AusNiCo \$	Central Minerals \$	Other \$	Total \$
(i) Segment performance					
<i>Other income</i>					
External income	34,277	1	1	31	34,310
Inter-segment income	-	-	-	-	-
<i>Total segment other income</i>	34,277	1	1	31	34,310
<i>Reconciliation of segment other income to group other income</i>					
Reversal of impairment in investment					3,533,703
<i>Total group other income</i>					3,568,013
<i>Segment net loss before tax</i>	(417,772)	(79,963)	(158,968)	(177,689)	(834,392)
<i>Reconciliation of segment result to group net profit / loss before tax</i>					
Reversal of impairment in investment					3,533,703
Share of loss of associate					(283,703)
<i>Net profit before tax</i>					2,415,608
Income tax expense					-
<i>Profit for the period</i>					2,415,608

Notes to the Consolidated Financial Statements for the half-year ended 31 December 2010

9. Segment Reporting (continued)

30 June 2010	D'Aguilar Gold \$	AusNiCo \$	Central Minerals \$	Other \$	Total \$
(ii) Segment assets					
<i>Segment assets</i>	25,196,611	3,388,991	-	6,664,983	35,250,585
<i>Reconciliation of segment assets to group assets</i>					
Inter-segment eliminations					(10,416,813)
<i>Total group assets</i>					24,833,772
(iii) Segment liabilities					
<i>Segment liabilities</i>	1,323,517	685,449	-	3,165,892	5,174,858
<i>Reconciliation of segment liabilities to group liabilities</i>					
Inter-segment eliminations					(3,540,375)
<i>Total group liabilities</i>					1,634,483

10. Events After Balance Sheet Date

Ridge Exploration Pty Ltd

On 25 February 2011 D'Aguilar Gold, on behalf of the Ridge vendors, terminated the merger transaction with Coltstar Ventures Inc due to the failure of Coltstar to meet its obligations under the agreement, including the key areas of due diligence and project financing. The Directors of D'Aguilar Gold intend to pursue an IPO and ASX listing of Ridge, and are considering an offer to underwrite an IPO to the extent of \$6 million.

Navaho Gold Limited - ASX: NVG

On 15 February 2011 Navaho Gold lodged the Prospectus for the IPO and ASX listing of the company with ASIC. The company has been allocated the ASX Code NVG.

On 2 March 2011 Navaho Gold opened an IPO for \$9 million, fully underwritten by Bizzell Capital Partners, with a pooled priority entitlement of \$1 million reserved for D'Aguilar Gold shareholders. The IPO is scheduled to close on 29 March, with ASX listing anticipated on 11 April 2011.

Post listing D'Aguilar Gold will hold 27 million shares representing 29% of the issue capital of Navaho Gold.

D'Aguilar Gold Limited

On 28 February D'Aguilar Gold issued 12 million unlisted options to various company employees under the Employee Share Option Plan. The options vest on 28 February 2012, and are exercisable at 28 cents prior to 28 February 2014.

Armour Energy Limited

On 14 March 2011 Armour Energy completed a \$10 million seed capital raising by the issue of 50 million shares at 20 cents. Post the seed raising D'Aguilar Gold holds 75.35 million shares representing 58% of the issued capital of Armour Energy.

Notes to the Consolidated Financial Statements for the half-year ended 31 December 2010

10. Events After Balance Sheet Date (continued)

Investment - *Mt. Isa Metals Limited (MET)*

On 20 January 2011 Mt Isa Metals announced the discovery of a new gold deposit at the Nabanga Prospect in Burkina Faso.

On 2 February 2011 Mt Isa Metals announced that it had raised \$14.4 million by the placement of 20.57 million shares at 70 cents. Post the placement D'Aguilar Gold still holds 52 million shares representing 33% of the issued capital of Mt Isa Metals (previously 38%).

On 8 February 2011 Mt Isa Metals announced that it proposed to raise \$1.8 million in seed capital to create a new Burkina Faso focused gold exploration company Harmattan Gold Pty Ltd. MET is targeting an IPO and stock exchange listing for Harmattan Gold by mid 2011 after which MET is projected to hold 46% of the issued capital.

Other than the above, there have been no other events since 31 December 2010 that impact upon the financial report as at 31 December 2010.

Contingent Liability

During February 2011, the Company entered into a commitment agreement with Bizzell Capital Partners Pty Ltd to sub-underwrite the public offer of Navaho Gold Limited shares to the extent of \$1,000,000. Bizzell Capital Partners Pty Ltd has agreed to pay the Company a cash fee of 3.5% of the committed amount.

Directors' Declaration

In accordance with a resolution of the directors of D'Aguilar Gold Limited, I state that:

In the opinion of the directors:

1. The financial statements and notes of the consolidated entity are in accordance with the *Corporations Act 2001*, including:
 - (a) Giving a true and fair view of the financial position as at 31 December 2010 and the performance for the half-year ended on that date of the consolidated entity; and
 - (b) Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulation 2001*.
2. There are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

On behalf of the board



Nicholas Mather

Director

Brisbane

Date: 15 March 2011

INDEPENDENT AUDITOR'S REVIEW REPORT

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of D'Aguilar Gold Limited, which comprises the which comprises the balance sheet as at 31 December 2010, and the income statement, statement of changes in equity and cash flow statement for the half-year ended on that date, a statement or description of accounting policies, other selected explanatory notes and the directors' declaration in order for the disclosing entity to lodge the half-year interim financial report with the Australian Securities and Investments Commission.

Directors' Responsibility for the Half-Year Financial Report

The directors of the disclosing entity are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Act 2001. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the half-year financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 Review of Interim and Other Financial Reports Performed by the Independent Auditor of the Entity, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of the disclosing entity's financial position as at 31 December 2010 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001. As the auditor of D'Aguilar Gold Ltd, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the Corporations Act 2001. We confirm that the independence declaration required by the Corporations Act 2001 would be in the same terms if it had been given to the directors at the time that this auditor's review report was made.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of D'Aguilar Gold Limited is not in accordance with the Corporations Act 2001 including:

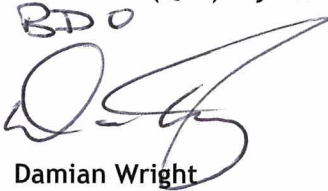
- a) giving a true and fair view of the disclosing entity's financial position as at 31 December 2010 and of its performance for the half-year ended on that date; and
- b) complying with Accounting Standard AASB 134 Interim Financial Reporting and Corporations Regulations 2001.

Emphasis of Matters on Going Concern and Carrying Value of Exploration Expenditure

Without qualification to the opinion expressed above, we draw attention to the matters set out in Note 1. The financial statements have been prepared on a going concern basis which contemplates the continuity of normal business activities and the realisation of assets and discharge of liabilities in the ordinary course of business. The ability of the company to maintain continuity of normal business activities, to pay their debts as and when they fall due and to recover the carrying value of their areas of interest, is dependent upon the ability of the company to successfully raise additional capital and/or the successful exploration and subsequent exploitation of their areas of interest through sale or development.

No adjustments have been made to the carrying value of assets or recorded amount of liabilities should the company's plans not eventuate.

BDO Audit (QLD) Pty Ltd



Damian Wright

Director

Brisbane, 15 March 2011