

31 January 2008

Global Gaming Technologies plc

Preliminary Results for the year ended 31 July 2007

The Board of Global Gaming Technologies plc ("GGT") presents today the Group's results for the year ended 31 July 2007. The Group recorded a loss before tax of £878,247, after a share-based payments charge of £614,059 and the write off of goodwill of £100,000 (2006 : £12,771,340 after a share-based payments charge of £867,680 and the write off of goodwill of £10,539,668). There is a loss per share of 0.46p (2006: loss per share: 6.84p).

During the year costs within the business remained under strict control following the reorganization of the business in 2006 and the directors have taken no salaries or fees.

Change of strategy

GGT announced on 27 April 2007 that it would be prudent to widen its remit for potential acquisitions and to look at opportunities across a broader range of businesses to source potential acquisitions which were not reliant on the gaming industry and can demonstrate good potential growth characteristics. The Board anticipates such acquisition or acquisitions will be in the natural resources and mining sector, in Africa, the Americas, Europe or Australasia. The Board expects such acquisition(s) to be of private companies where the existing owners are willing to accept the Company's shares to satisfy all or part of the purchase price. The Board expects that upon completion of any such major acquisition, the management of the target company would take over management of GGT and thus be an active manager of the acquired assets. The number of acquisitions will depend, among other things, on the performance of the Company and any acquired businesses. It is, however, expected that the number of acquisitions will be between one and three in the 24 months following the Company's annual general meeting referred to below (AGM).

The Board has experience of evaluating businesses across a number of sectors. The Board will engage specialists to advise it, including geologists, production engineers, accountants and lawyers.

At the AGM, a resolution will be proposed to approve the above strategy. If the Company has not within 12 months of the AGM made an acquisition or acquisitions constituting a reverse takeover or otherwise implemented its investment strategy, the Company's trading facility on AIM will be suspended for six months and if in that period it does not make an acquisition or acquisitions or otherwise does not implement its strategy, its trading facility on AIM will be cancelled.

The process of sourcing a potential acquisition has continued, however, to date the Board has not identified a business which meets the Company's requirements. The Board therefore remains mindful that if a suitable acquisition cannot be concluded then an alternative solution will have to be pursued.

Loan facility

During the year the Company was provided with additional working capital via a loan facility of up to £100,000 provided by Corvus Capital Inc. Amounts owed to Corvus Capital Inc under this facility together with any additional advances accrue interest at a rate of 2 per cent. above HSBC Bank plc's base rate, such interest being payable on the date the loan is repaid. The loan is, in certain circumstances, convertible at par into ordinary shares of the Company. Corvus Capital Inc. already holds 43,930,196 ordinary shares in the Company representing 22.7 per cent. of the issued share capital in the Company. As Corvus Capital Inc is a significant shareholder, the loan arrangements constitute a related party transaction under the AIM Rules. The Board, having consulted Canaccord Adams, the Company's nominated adviser, consider that the terms of the transaction are fair and reasonable insofar as the Company's shareholders are concerned.

Voting rights

The Company's issued share capital consists of 193,294,385 ordinary shares with a nominal value of 0.25 pence each. GGT does not hold any ordinary shares in Treasury. Therefore, the total number of voting rights in the Company is 193,294,385 and this figure may be used by shareholders as the denominator for the calculations by

which they will determine if they are required to notify their interest in, or a change to their interest in, the Company under the Financial Service Authority's Disclosure and Transparency Rules.

Loss of capital

GGT's results show that the Company's net assets are less than half its paid up share capital. In the circumstances the directors of the Company are obliged by section 142 Companies Act 1985 to convene a general meeting for the purpose of considering whether any, and if so what, steps should be taken to deal with the Company's current financial position. We propose to consider this matter at the Company's annual general meeting, details of which are set out below, although no resolution will be put to the meeting on this issue.

Annual general meeting

A notice convening the AGM will be included in the 2007 annual report. The AGM will be held at 10.00 a.m. on 4 March 2008 at the offices of Fladgate Fielder, 25 North Row, London W1K 6DJ. A form of proxy will be enclosed for use at the AGM. Whether or not you intend to be present at the meeting, you are requested to complete, sign and return the form of proxy to the Company's registrars as soon as possible and in any event so as to arrive not later than 10.00 a.m. on 2 March 2008. The completion and return of a form of proxy will not preclude you from attending the AGM and voting in person should you subsequently wish to do so.

I will report any progress to shareholders as and when it is appropriate to do so.

Ron Trenter
Chairman
31 January 2008

Consolidated Profit and Loss Account

For the year ended 31 July 2007

	Note	2007 £	2006 (restated) £
Net trading margin		-	(11,646)
Impairment of goodwill	(100,000)	(10,539,668)	
Other administrative expenses	<u>(779,673)</u>	<u>(2,269,588)</u>	
Total administrative expenses		(879,673)	(12,809,256)
Other operating income		-	<u>35,585</u>
Operating loss		(879,673)	(12,785,317)
Interest receivable and similar income		<u>1,426</u>	<u>13,977</u>
Loss on ordinary activities before taxation		(878,247)	(12,771,340)
Tax on loss on ordinary activities	2	-	-
Loss on ordinary activities after taxation	4	<u>(878,247)</u>	<u>(12,771,340)</u>
Loss per share			
- Basic and diluted (pence)	3	<u>(0.46)p</u>	<u>(6.84)p</u>

Consolidated Balance Sheet at 31 July 2007

	Note	2007	2006 <i>(restated)</i>
		£	£
Fixed assets			
Intangible assets		<u>-</u>	<u>100,000</u>
Current assets			
Debtors		22,898	23,799
Cash at bank and in hand		<u>29,809</u>	<u>56,941</u>
		52,707	80,740
Creditors: amounts falling due within one year		<u>(216,072)</u>	<u>(90,037)</u>
Net current liabilities		<u>(163,365)</u>	<u>(9,297)</u>
Total assets less current liabilities		<u>(163,365)</u>	<u>90,703</u>
Capital and reserves			
Called up share capital		483,236	471,673
Share premium account		1,363,230	1,364,673
Share-based payment reserve		1,534,915	920,856
Profit and loss account		<u>(3,544,746)</u>	<u>(2,666,499)</u>
Shareholders' (deficit) / funds - equity	4	<u>(163,365)</u>	<u>90,703</u>

Consolidated Cash Flow Statement

For the year ended 31 July 2007

	Note	2007 £	2006 (restated) £
Net cash outflow from operating activities	5	(144,553)	(743,745)
Returns on investments and servicing of finance			
Interest received		1,426	13,977
Net cash inflow from returns on investments and servicing of finance		<u>1,426</u>	<u>13,977</u>
Capital expenditure and financial investment			
Receipts from sales of tangible fixed assets		-	380
Net cash inflow from capital expenditure and financial investment		<u>-</u>	<u>380</u>
Acquisitions and disposals			
Purchase of subsidiary undertakings		-	35,541
Net cash inflow from acquisitions and disposals		<u>-</u>	<u>35,541</u>
Net cash outflow before financing		(143,127)	(693,847)
Financing			
Issue of ordinary share capital		10,120	210
New loans received		105,875	-
Net cash inflow from financing		<u>115,995</u>	<u>210</u>
Decrease in cash	6	<u>(27,132)</u>	<u>(693,637)</u>

1 BASIS OF PREPARATION

The preliminary announcement has been prepared in accordance with applicable United Kingdom accounting standards and under the historical cost convention. The principal accounting policies of the Group have remained unchanged from those set out in the Group's 2006 annual report and financial statements apart from in preparing the financial statements for the current year the Group has adopted for the first time Financial Reporting Standard 20 (FRS 20) 'Share-based payments'. With the introduction of FRS 20 there has been a change to the treatment of share-based payments. The effects of the changes shown in note 7 to the preliminary announcement.

Going concern

The directors have prepared cashflow forecasts for the period ending 31 January 2009. The forecasts assume that an acquisition of a business will not be completed and that minimal costs will be incurred whilst an acquisition is sought. If a potential acquisition is identified it will only be completed if sufficient funding is available to fund the costs of the acquisition and the on-going working capital requirements of the enlarged group.

The forecasts also assume that Corvus Capital Inc. (Corvus) and its subsidiary undertakings, a substantial shareholder in the Company, will not seek repayment of its £125,853, owed by the Group at 31 July 2007 until it has sufficient funds to repay its loan and will provide sufficient funding to support the Group's funding requirement on the basis that no acquisition of a business is completed. Corvus has provided written confirmation that it will not seek repayment of amounts owed and of the additional funding to be provided.

On this basis the financial statements have been prepared on a going concern basis. The financial statements do not include any adjustments that would result if the assumptions detailed above are not met.

2 TAX ON LOSS ON ORDINARY ACTIVITIES

The tax charge is based on the loss for the year and represents:

	2007	2006 <i>(restated)</i>
	£	£
Current tax		
Loss on ordinary activities before taxation	<u>(878,247)</u>	<u>(12,771,340)</u>
Loss on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 30%	(263,474)	(3,831,402)
Effects of:		
Expenses not deductible for tax purposes	214,218	3,592,047
Depreciation for period in excess of capital allowances	-	3,439
Movement in tax losses	<u>49,256</u>	<u>235,916</u>
Current tax charge	<u>-</u>	<u>-</u>

The Group has estimated losses of £2,208,913 (2006 : £2,044,726) which are available to carry forward against future trading profits of the same trade. No provision has been made for corporation tax on this basis.

3 LOSS PER SHARE

The calculation of the basic loss per share is based on the loss of ordinary activities after taxation of £878,247 (2006 as restated: £12,771,340) and on a weighted average number of 188,986,494 (2006 : 186,808,822) ordinary shares in issue during the year.

There was no dilutive effect from the share options outstanding during the year due to the losses incurred.

4 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' (DEFICIT)/FUNDS

Group	2007	2006 <i>(restated)</i>
	£	£
Loss for the financial year (as previously stated)	(878,247)	(11,903,660)
Prior year adjustment	-	(867,680)
Loss for the financial year (as restated)	<u>(878,247)</u>	<u>(12,771,340)</u>
New share capital subscribed	10,120	210
Share-based payment charge	<u>614,059</u>	<u>920,856</u>
Net decrease in shareholders' funds	<u>(254,068)</u>	<u>(11,850,274)</u>
Opening shareholder's funds	<u>90,703</u>	<u>11,940,977</u>
Closing shareholders' (deficit) / funds	<u>(163,365)</u>	<u>90,703</u>

5 NET CASH OUTFLOW FROM OPERATING ACTIVITIES

	2007	2006 <i>(restated)</i>
	£	£
Operating loss	(879,673)	(12,785,317)
Depreciation of tangible fixed assets	-	624
Amortisation of intangible fixed assets	-	572,996
Impairment of intangible fixed assets	100,000	10,539,668
Share-based payment charge	614,059	920,856
Profit on disposal of tangible fixed assets	-	840
Decrease in debtors	901	31,943
Increase/(decrease) in creditors	<u>20,160</u>	<u>(25,355)</u>
Net cash outflow from operating activities	<u>(144,553)</u>	<u>(743,745)</u>

6 ANALYSIS OF NET FUNDS/(DEBT)

	1 August 2006	Cash flow	31 July 2007
	£	£	£
Cash at bank and in hand	56,941	(27,132)	29,809
Debt due within 1 year	-	<u>(105,875)</u>	<u>(105,875)</u>
	<u>56,941</u>	<u>(133,007)</u>	<u>(76,066)</u>

7 PRIOR YEAR ADJUSTMENT

The Group is required to adopt the provisions of Financial Reporting Standard 20: Share-based payments, which has given rise to a charge in the profit and loss account in the current year and prior year resulting in a prior year adjustment.

For the year ended 31 July 2006 an estimate of the share-based payment charge of £53,176 was processed through the profit and loss reserve, however this has been reversed and replaced with an increase in the loss of £920,856 and the creation in the balance sheet of a share-based payment reserve of £920,856 on adoption of FRS 20.

For the year ended 31 July 2007 the change in accounting policy has resulted in a charge to the profit and loss account of £614,059. At 31 July 2007, the share-based payment reserve amounted to £1,534,915.

8 PUBLICATION OF NON-STATUTORY ACCOUNTS

The financial information set out in this preliminary announcement does not constitute statutory accounts as defined in section 240 of the Companies Act 1985.

The summarised balance sheet at 31 July 2007 and the summarised profit and loss account, summarised cash flow statement and associated notes for the year then ended have been extracted from the Group's 2007 statutory financial statements upon which the auditors opinion is unqualified and does not include any statement under Section 237 of the Companies Act 1985.