energia minerals limited

ABN 63 078 510 988

AND CONTROLLED ENTITIES

HALF YEARLY REPORT

FOR THE HALF YEAR ENDED 31 DECEMBER 2013

Results for announcement to the market

This half-year information is given to the ASX under listing rule 4.2A

The information contained in this report should be read in conjunction with the Annual Report for the year ended 30 June 2013

CORPORATE DIRECTORY

Directors

Mr Antonino ("Tony") Iannello	(Chairman)
Mr Kim Robinson	(Managing Director)
Mr Max Cozijn	(Finance Director)
Mr Ian Walker	(Non-Executive Director)

Company Secretary
Mr Max Cozijn

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Stock Exchange Listing
Australian Securities Exchange (ASX)
ASX Code: **EMX**

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DIRECTORS' REPORT

The Directors of Energia Minerals Limited ("Energia" or "the Company") submit herewith the financial report of Energia and its subsidiaries ("the Group") for the half-year ended 31 December 2013. In order to comply with the provisions of the *Corporations Act 2001*, the Directors report as follows:

Directors

The names of the Directors of the Company during or since the end of the half-year are:

Name:
Mr Antonino ("Tony") M Iannello
Mr Kim Robinson
Mr Max D J Cozijn
Mr Ian W Walker
Mr Bryn Jones (resigned 30 August 2013)

The Directors were in office for the entire period unless stated otherwise.

Review of Operations

The following is a summary of activities for the 6 months to 31 December 2013:

Carley Bore ISR Uranium Project (Nyang Project)

A Resource upgrade drilling program was completed during November 2013 resulting in revised Resource being completed by Coffey Mining Pty Ltd on 12 February 2014.

Using a preferred 150ppm U_3O_8 cut-off, the total Indicated and Inferred Resource estimated by Coffey Mining Pty Ltd is 22.8 million tonnes grading 310ppm U_3O_8 for 15.6Mlb of contained. The revision resulted in a maiden Indicated Resource of 5.4Mt grading 420ppm U_3O_8 (5Mlb of contained U_3O_8) for the Carley Bore uranium deposit paving the way for the next phase of development studies

Completion of an updated Scoping Study is anticipated by the end of March 2014.

High grade intersections from geochemical assaying results from the drill program completed during November 2013 included the following:

3m @ 1916 ppm U_3O_8 (5,748 ppm.m) from 59.0m (LYAC 0445)

6m @ 1504ppm U_3O_8 (9,024 ppm.m) from 50.0m (LYAC 0448)

12m @ 570ppm U_3O_8 (6,840 ppm.m) from 50.0m (LYAC 0454)

6m @ 1037ppm U_3O_8 (6,222 ppm.m) from 49.0m (LYAC 0458)

Continuity of grade and geology confirmed for the bulk of areas tested with in-fill drilling.

Geophysical data set acquired from downhole logging has enhanced understanding of the geology and hydrogeology at Carley Bore.

Energia awarded the only co-funded uranium focussed grant from the Western Australian Department of Mines and Petroleum Exploration Incentive Scheme for regional exploration at Nyang in 2014.

Italian Base Metals and Uranium Projects

Discussions continue with potential joint venture partners for further development of the Gorno Zinc-Lead-Silver project.

Several impressive intersections of up to **7m @ 11.7%Zn, 2.7%Pb** from historical diamond drilling within the upper levels of Panel 7 retrieved from the Bergamo State Archives.

Equally impressive intersections including **6m @ 14.8%Zn, 3.5%Pb and 8m @ 10.2%Zn, 2.1%Pb** retrieved from the lower levels of Panel 7.

Numerous additional intersections including **31.0m @ 6.0%Zn, 1.4%Pb, 22.8m @ 5.6%Zn, 1.9%Pb, 21.0m @ 8.4%Zn, 1.6%Pb, 9.0m @ 12.1%Zn, 3.1%Pb, 4.0m @ 22.2%Zn, 3.2%Pb, 30.0m @ 5.8%Zn, 1.6%Pb and 15.0m @ 8.8%Zn, 2.3%Pb** retrieved from other zones outside of Panel 7.

These intersections strongly support a revised Exploration Target[1] of **3-5Mt at 7-8% Zn+Pb plus an additional 7-10Mt at 5-6% Zn+Pb** for Gorno

Final report received from consultants for the Val Vedello and Novazza Uranium deposits. These reports confirm the amount and quality of work completed by Agip Nucleare, (11,500 metres of development and 60,000 metres of diamond drilling) and the potential of the established Exploration Targets[1] of 15Mlb – 30Mlb. of U_3O_8 at a grade of between 1,000 – 2,000 ppm U_3O_8.

Tabletop

Several targets generated from Energia's Database. Geochemical and geophysical programs are being designed to test these targets.

Operating Results for the Half-Year

The consolidated net loss of the Group for the half-year ended 31 December 2013 was $1,600,874 after tax (2012: $2,409,568). The loss was predominately associated with exploration activities on the Nyang project located in Western Australia. The net loss for the period includes a write-off of exploration assets to the amount of $158,536 (2012: $258,944).

Capital Structure

As at 31 December 2013, the Company had 201,295,008 (2012: 176,295,008) fully paid ordinary shares on issue and 32,150,000 (2012: 32,150,000) unlisted options over ordinary shares.

During the reporting period, Energia completed a share placement comprised of an issue of 25,000,000 fully paid ordinary shares to sophisticated and professional investors at an issue price of $0.02 per share to raise gross proceeds of $500,000. The funds were used to underpin the ongoing exploration and development at the Nyang Uranium Project in Western Australia.

Cash on Hand

As at 31 December 2013 cash on hand was $816,989 (2012:$2,482,723).

Cost cutting measures

On 2 September 2013, it was announced that the Company was initiating a program to reduce cash costs by around $350,000 on an annualised basis. Included in these initiatives was the proposal that three directors, Mr Kim Robinson, Managing Director, Mr Ian Walker, non-executive director and Mr Max Cozijn, non-executive director have offered to accept shares in Energia in lieu of 20% of their remuneration. Mr Tony Iannello, Chairman, has offered to accept Energia shares in lieu of his entire remuneration (excluding superannuation). Further information regarding remuneration of Key Management Personnel is contained in Note 10 of the consolidated financial statements.

Cauldron Energy Takeover Offer

On 6 February 2014, Cauldron Energy Limited announced an extension to its unsolicited conditional takeover offer to acquire all the shares in Energia Minerals Limited under which Cauldron has offered Energia shareholders 1 Cauldron share for every 8 Energia shares held.

There have been no significant acceptances with only 0.18% notified to date and the Offer, is now due to expire on 1 May 2014 unless withdrawn.

EVENTS AFTER THE REPORTING PERIOD

Other than detailed below there has not been any significant event that has occurred after balance date that has not been brought to account in the 31 December 2013 Half-Year Report.

Issue of Shares in Lieu of Director Remuneration

On 10 January 2014, 1,318,810 fully paid ordinary shares were issued to Directors in lieu of remuneration and pursuant to shareholder approval granted at the Annual General Meeting on 14 November 2013. Additional information regarding this arrangement is contained in Note 10.

Rights Issue

The Company undertook a rights issue, which closed on 20 February 2014. The rights issue was a pro rata non-renounceable rights issue to raise approximately $2.2 million primarily to progress the evaluation and development of the Carley Bore project. The rights issue offered existing eligible shareholders the opportunity to participate on the basis of one (1) fully paid ordinary share for every two (2) shares held at an issue price of 2.2 cents per share. The rights issue raised $664,155, resulting in the allotment of 30,188,849 fully paid ordinary shares. The Company is in discussions to place the shortfall of $1,564,597, being 71,118,060 ordinary shares at an issue price of 2.2 cents per share.

Operating Lease

On 20 January 2014, the Company agreed to extend the existing non-cancellable operating lease for the premises that it occupies for a period of 12 months to 28 February 2015. The rent payable has been increased by CPI.

Auditor's Independence Declaration

The auditor's independence declaration under s307C of the *Corporations Act 2001* has been received for the half-year ended 31 December 2013 and is included on page 7.

Signed in accordance with a resolution of the directors made pursuant to s306(3) of the *Corporations Act 2001*.

On behalf of the Directors

Tony Iannello
Chairman 10 March 2014

Competent Person Statement:
Information in this report that relates to Exploration Results is based on information prepared by Mr David Andreazza and Mr Kim Robinson who are both Competent Persons and Members of the Australian Institute of Geoscientists. Mr Andreazza and Mr Robinson are full-time employees of Energia Minerals Limited. Mr Andreazza and Mr Robinson have sufficient experience which is relevant to the styles of mineralisation and types of deposits under consideration and to the activities being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Andreazza and Mr Robinson consent to the inclusion in this report of the matters based on his information in the form and context in which it appears.

The information in this report that relates to Exploration Results and Mineral Resources at Carley Bore is based on information compiled by Mr Kim Robinson and Mr David Andreazza, who are both full time employees of Energia Minerals Limited; and Ms Ellen Maidens, who is employed by Coffey Mining Limited. Mr Robinson and Mr Andreazza are the Competent Persons responsible for the drilling assay database, QA/QC validation and density measurements. Ms Maidens is the Competent Person responsible for the resource estimation and classification. Ms Maidens, Mr Robinson and Mr Andreazza are all Members the Australian Institute of Geoscientists. Mr Robinson, Mr Andreazza and Ms Maidens have sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activities being undertaken to qualify as Competent Persons as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Robinson, Mr Andreazza and Ms Maidens consent to the inclusion in this release of the matters based on their information in the form and context as it appears. For detailed information on the Mineral Resource please refer to the ASX Announcement of 12 February 2014.

Qualifying Statements:

1. Exploration Target Cautionary Statement:

An Exploration Target is conceptual in nature and has yet to be fully drill tested. There has been insufficient exploration (ie. close-spaced drilling) to define a JORC compliant mineral resource within the Exploration Target and it is uncertain if future exploration will result in the determination of further mineral resources within it. For a detailed explanation of the basis for the Exploration Targets please refer to the ASX Announcement of 4 March 2014.

AUDITOR'S INDEPENDENCE DECLARATION

In accordance with the requirements of section 307C of the Corporations Act 2001, as lead auditor for the review of Energia Minerals Limited and its controlled entities for the half-year ended 31 December 2013, I declare that, to the best of my knowledge and belief, there have been:

(a) no contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the review; and

(b) no contraventions of any applicable code of professional conduct in relation to the review.

Crowe Horwath Perth

CROWE HORWATH PERTH

SEAN MCGURK
Partner

Signed at Perth, 10 March 2014

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the half-year ended 31 December 2013

	Notes	31 Dec 2013 $	31 Dec 2012 $
Revenue	4	**19,120**	49,844
Other Income		**31,437**	6,196
Administrative expenses		**(372,282)**	(388,396)
Exploration expenditure		**(1,077,610)**	(1,749,225)
Marketing		**(43,003)**	(56,382)
Exploration assets written off	7	**(158,536)**	(258,944)
Other expenses		**-**	(12,661)
Loss from continuing operations before income tax		**(1,600,874)**	(2,409,568)
Income tax expense		**-**	-
Loss from continuing operations after income tax		**(1,600,874)**	(2,409,568)
Net loss for the period		**(1,600,874)**	(2,409,568)
Other comprehensive income/(loss)			
Items that may be re-classified subsequently to profit or loss			
Exchange differences on translation of foreign operations		**(20,706)**	(3,145)
Other comprehensive income/(loss) for the period, net of tax		**(20,706)**	(3,145)
Total comprehensive loss for the period, net of income tax		**(1,621,580)**	(2,412,713)
Loss for the period attributable to:			
Members of the parent		**(1,600,874)**	(2,409,568)
		(1,600,874)	(2,409,568)
Total comprehensive loss for the period attributable to:			
Members of parent		**(1,621,580)**	(2,412,713)
		(1,621,580)	(2,412,713)
Loss per share			
From continuing operations:			
Basic loss per share (cents)	3	**(0.83)**	(1.99)
Diluted loss per share (cents)	3	**(0.83)**	(1.99)

The above consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2013	Notes	31 Dec 2013 $	30 June 2013 $
ASSETS			
Current Assets			
Cash and cash equivalents	5	**816,989**	1,586,368
Trade and other receivables		**45,789**	52,105
Total Current Assets		**862,778**	1,638,473
Non- Current Assets			
Restricted cash		**68,834**	89,335
Plant & equipment	6	**140,774**	148,624
Exploration and evaluation expenditure	7	**1,567,694**	1,713,419
Total Non- Current Assets		**1,777,302**	1,951,378
TOTAL ASSETS		**2,640,080**	3,589,851
LIABILITIES			
Current Liabilities			
Trade and other payables	8	**533,581**	331,834
Provisions		**57,318**	74,686
Total Current Liabilities		**590,899**	406,520
TOTAL LIABILITIES		**590,899**	406,520
NET ASSETS		**2,049,181**	3,183,331
EQUITY			
Equity attributable to equity holders of the parent			
Contributed equity	9	**17,441,169**	16,965,042
Accumulated losses		**(15,919,410)**	(14,318,536)
Reserves		**527,422**	536,825
TOTAL EQUITY		**2,049,181**	3,183,331

The above consolidated statement of financial position should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Issued Capital $	Accumulated Losses $	Foreign Currency Translation Reserve $	Share Based Payment Reserve $	Total $
Balance at 1 July 2012	14,784,784	(10,895,073)	(1,598)	529,978	4,418,091
Loss for the period	-	(2,409,568)	-	-	(2,409,568)
Other comprehensive loss	-	-	(3,145)	-	(3,145)
Total comprehensive loss for the period	-	(2,409,568)	(3,145)	-	(2,412,713)
Transactions with owners in their capacity as owners:					
Shares issued	2,337,826	-	-	-	2,337,826
Transaction costs on share issue	(157,568)	-	-	-	(157,568)
Share based payments	-	-	-	(13,513)	(13,513)
At 31 December 2012	16,965,042	(13,304,641)	(4,743)	516,465	4,172,123
Balance at 1 July 2013	**16,965,042**	**(14,318,536)**	**(17,694)**	**554,519**	**3,183,331**
Loss for the period	**-**	**(1,600,874)**	**-**	**-**	**(1,600,874)**
Other comprehensive loss	**-**	**-**	**(20,706)**		**(20,706)**
Total comprehensive loss for the period	**-**	**(1,600,874)**	**(20,706)**	**-**	**(1,621,580)**
Transactions with owners in their capacity as owners:					
Shares issued	**500,000**	**-**	**-**	**-**	**500,000**
Transaction costs on share issue	**(23,873)**	**-**	**-**	**-**	**(23,873)**
Share based payments	**-**	**-**	**-**	**11,303**	**11,303**
At 31 December 2013	**17,441,169**	**(15,919,410)**	**(38,400)**	**565,822**	**2,049,181**

The above consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CASH FLOWS

For the half-year ended 31 December 2013	Notes	31 Dec 2013 $	31 Dec 2012 $
Cash flows from operating activities			
Receipts from customers		**288**	30,577
Payment to suppliers and employees		**(416,640)**	(464,883)
Payment of exploration expenditure		**(875,280)**	(1,579,145)
Interest received		**17,579**	51,451
Net cash flows used in operating activities		**(1,274,053)**	(1,962,000)
Cash flows from investing activities			
Payments for security bonds		**-**	(20,000)
Reduction in security bonds		**20,501**	151,000
Purchase of plant and equipment		**(9,175)**	(19,573)
Net cash flows from in investing activities		**11,326**	111,427
Cash flows from financing activities			
Proceeds from issue of shares		**500,000**	2,337,825
Transaction costs on shares issued		**(3,873)**	(151,211)
Net cash flows from financing activities		**496,127**	2,186,614
Net increase (decrease) in cash and cash equivalents		**(766,600)**	336,041
Net foreign exchange difference		**(2,779)**	(1,095)
Cash and cash equivalents at beginning of period		**1,586,368**	2,147,777
Cash and cash equivalents at end of period	5	**816,989**	2,482,723

The above consolidated statement of cash flows should be read in conjunction with the accompanying notes.

NOTES TO THE FINANCIAL STATEMENTS

1. CORPORATE INFORMATION

The interim financial statements of the Group for the six months ended 31 December 2013 were authorised for issue in accordance with a resolution of the Directors on 10 March 2014.

Energia Minerals Limited is a limited company incorporated and domiciled in Australia whose shares are publically traded on the Australian Securities Exchange (ticker code: EMX). The principal activity of the Company and its subsidiaries ("the Group") is the exploration of the suite of tenements located throughout Australia and Italy to identify mineral deposits of a size and nature that are commercially viable for extraction.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Statement of Compliance

These general purpose interim financial statements have been prepared in accordance with the *Corporations Act 20*01 and AASB 134 "*Interim Financial Reporting"*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standards **IAS 34 "Interim Financial Reporting"**. The half-year report does not include notes of the type normally included in an annual financial report and shall be read in conjunction with the Group's most recent annual financial report and any public announcements made during the half year. The Group is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

Basis of Preparation

The consolidated financial statements have been prepared on the basis of historical cost, except where revaluation is required in accordance with accounting standards. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars and all values are rounded to the nearest dollar unless otherwise indicated.

The accounting policies and methods of computation adopted in the preparation of the half-year financial report are consistent with those adopted and disclosed in the Group's annual financial report for the year ended 30 June 2013 except for the impact of the Standards and Interpretations detailed below. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

The Group has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to their operations and effective for the current reporting period. The Group has not elected to early adopt any other Standards or amendments that are issued but not yet effective. The adoption of all new and revised Standards and Interpretations has not resulted in any changes to the Group's accounting policies and has no effect on the amounts reported for the current or prior periods.

New and revised Standards and amendments thereof and Interpretations effective for the current half-year that are relevant to the Group include:

- AASB 10 'Consolidated Financial Statements' and AASB 2011-7 'Amendments to Australian Accounting Standards arising from the consolidation and Joint Arrangements standards';
- AASB 11 'Joint Arrangements' and AASB 2011-7 'Amendments to Australian Accounting Standards arising from the consolidation and Joint Arrangements standards';
- AASB 12 'Disclosure of Interests in Other Entities' and AASB 2011-7 'Amendments to Australian Accounting Standards arising from the consolidation and Joint Arrangements standards';
- AASB 127 'Separate Financial Statements' (2011) and AASB 2011-7 'Amendments to Australian Accounting Standards arising from the consolidation and Joint Arrangements standards';
- AASB 128 'Investments in Associates and Joint Ventures' (2011) and AASB 2011-7 'Amendments to Australian Accounting Standards arising from the consolidation and Joint Arrangements standards';
- AASB 13 'Fair Value Measurement' and AASB 2011-8 'Amendments to Australian Accounting Standards arising from AASB 13';
- AASB 119 'Employee Benefits' (2011) and AASB 2011-10 'Amendments to Australian Accounting Standards arising from AASB 119 (2011);
- AASB 2012-2 'Amendments to Australian Accounting Standards – Disclosures – Offsetting Financial Assets and Financial Liabilities';

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Basis of Preparation (Cont'd)

- AASB 2012-5 'Amendments to Australian Accounting Standards arising from Annual Improvements 2009–2011 Cycle', and
- AASB 2012-10 'Amendments to Australian Accounting Standards – Transition Guidance and Other Amendments'.

Going concern

The consolidated financial statements have been prepared on a going concern basis which contemplates the realisation of assets and the settlement of liabilities in the normal course of business.

The Group has incurred a net loss after tax for the half year ended 31 December 2013 of $1,600,874 (2012:$2,409,568) and net cash outflows from operating activities of $1,274,053 (2012:$1,962,000). At 31 December 2013 the Group had Cash on Hand of $816,989 (30 June 2013: $1,586,368). Accordingly, the Company anticipates the need to raise additional cash through share issues, however there can be no certainty that the Company will be able to raise the cash needed to meet its forecast financial commitments, and as such may not be able to continue as a going concern.

In the event that insufficient proceeds flow to the Company to meet working capital requirements, there is inherent uncertainty that the Company will continue as a going concern. Should the Company not be able to continue as a going concern, there is significant uncertainty as to whether the Company will be able to realise its assets and extinguish its liabilities in the ordinary course of business and at the amounts stated in this financial report. This financial report does not include any adjustments relating to the recoverability or classification of recorded asset amounts, nor to the amounts or classification of liabilities that might be necessary should the Company not be able to continue as a going concern.

3. EARNINGS PER SHARE

	For the six months ended	
	31 Dec 2013	31 Dec 2012
	$	$
Net loss used in the calculation of basic and dilutive earnings per share	**(1,600,874)**	(2,409,568)
	Number Shares	Number Shares
Weighted average number of ordinary shares on issue during the half-year used in calculating basic earnings per share	**193,371,511**	121,147,703
Effect of dilution:		
Share options	**-**	-
Weighted average number of ordinary shares on issue during the half-year used in calculating dilutive earnings per share	**193,371,511**	121,147,703

The Group has a number of share options on issue that could potentially dilute basic earnings per share in the future. These share options were not included in the calculation of diluted earnings per share because they are considered antidilutive for the period presented.

4. REVENUE

	For the six months ended	
	31 Dec 2013	31 Dec 2012
	$	**$**
Interest received	**17,554**	33,004
Other revenue	**1,566**	16,840
	19,120	49,844

5. CASH AND CASH EQUIVALENTS

	As at 31 Dec 2013 $	As at 30 June 2013 $
Cash at bank and on hand	**380,029**	319,909
Short-term bank deposits	**436,960**	1,266,459
	816,989	1,586,368

6. PLANT AND EQUIPMENT

	Field Equipment $	Motor Vehicles $	Office Equipment $	Office Furniture $	Total $
Movements in plant and equipment					
Balance at 1 July 2012	96,013	2,085	40,430	24,618	163,146
Additions	9,159	-	25,401	-	34,560
Disposals	(150)	-	(4,862)	-	(5,012)
Depreciation expense	(19,885)	(260)	(16,614)	(7,311)	(44,070)
Balance at 30 June 2013	85,137	1,825	44,355	17,307	148,624
Balance at 1 July 2013	**85,137**	**1,825**	**44,355**	**17,307**	**148,624**
Additions	**9,173**	**-**	**1,044**	**-**	**10,217**
Depreciation expense	**(8,314)**	**(114)**	**(7,059)**	**(2,580)**	**(18,067)**
Balance at 31 Dec 2013	**85,996**	**1,711**	**38,340**	**14,727**	**140,774**

7. DEFERRED EXPLORATION EXPENDITURE

	Half-year to 31 Dec 2013 $	Year to 30 June 2013 $	Half-year to 31 Dec 2012 $
Brought forward at the start of the reporting period	**1,713,419**	2,102,927	2,102,927
Foreign exchange adjustment on translation	**12,811**	23,010	4,317
Exploration assets written off	**(158,536)**	(412,518)	(258,944)
Total exploration and evaluation expenditure	**1,567,694**	1,713,419	1,848,300

The recoverability of the carrying amount of exploration assets is dependent on the successful exploration and development or sale of the respective areas of interest.

During the half-year to 31 December 2013 the Company rationalised its exploration portfolio to reduce costs and ensure priority projects receive adequate funding and attention. As a result of this rationalisation the following tenements were surrendered:

- Nyang project E08/2154;
- Frome project EL5239 and EL4848;
- Gawler Craton EL5112, and
- Val Camonica project, Italy

Capitalised exploration expenditure relating to these tenements has been written off during the period.

8. TRADE AND OTHER PAYABLES

		As at	
		31 Dec 2013	30 June 2013
		$	$
Trade Creditors		**358,122**	256,218
Accrued Expenses	(i)	**175,459**	75,616
		533,581	331,834

(i) During the half-year the Directors of the Company offered to be paid all or part of their respective Director's fees or remuneration (excluding superannuation entitlements) through the issue of shares in lieu of cash payments (Remuneration Shares) for a period of 1 year beginning 1 October 2013. Accrued expenses include $36,926 owing to Directors as at 31 December 2013 (30 June 2013: $nil). Refer to Note 10 for further details regarding this arrangement.

9. CONTRIBUTED EQUITY

		Consolidated	
		Half-year to	Year to
	Note	**31 Dec 2013**	30 June 2013
		$	$
Issued Capital			
Ordinary shares fully paid	9(a)	**17,441,169**	16,965,042
		17,441,169	16,965,042

		Consolidated	
		Number of	
	Note	**Shares**	**$**
(a) Movements in Ordinary Shares on Issue			
At 1 July 2012		109,500,005	14,784,784
Issued 2 November 2012 for cash	(ii)	16,425,000	574,875
Issued 5 December 2012 for cash	(iii)	20,936,710	732,785
Issued 10 December 2012 for cash	(vi)	29,433,293	1,030,165
Transaction costs on issue of shares	(vi)	-	(157,567)
At 30 June 2013		176,295,008	16,965,042
At 1 July 2013		**176,295,008**	**16,965,042**
Issued 28 August 2013 for cash	(v)	**25,000,000**	**500,000**
Transaction costs on issue of shares	(vi)	**-**	**(23,873)**
At 31 December 2013		**201,295,008**	**17,441,169**

(ii) On 2 November 2012, the Group issued 16,425,000 ordinary fully paid shares at $0.035 each for cash being a placement to Uranium Equities Ltd;
(iii) On 5 December 2012, the Group issued 20,936,710 ordinary fully paid shares at $0.035 each for cash being acceptance of a 2 for 5 entitlement issue;
(iv) On 10 December 2012, the Group issued 29,433,293 ordinary fully paid shares at $0.035 each for cash being the underwritten shortfall of the 2 for 5 entitlement issue;
(v) On 28 August 2013, the Group issued 25,000,000 ordinary fully paid shares at $0.02 each for cash, and
(vi) Transaction costs associated with the issue of shares recognised in equity.

10. KEY MANAGEMENT PERSONNEL

Remuneration arrangements of key management personnel were disclosed in the Annual Report for the year ended 30 June 2013. During the half-year the Directors of the Company offered to be paid all or part of their respective Director's fees or remuneration (excluding superannuation entitlements) through the issue of shares in lieu of cash payments (Remuneration Shares) for a period of 1 year beginning 1 October 2013.

In accordance with the waiver obtained from the ASX the Remuneration Shares will be issued at the VWAP for the five trading days preceding the end of the applicable quarter within 10 business days of the following dates (Issue Dates):

(a) 31 December 2013;

(b) 31 March 2014;

(c) 30 June 2014, and

(d) 30 September 2014.

The value of the Remuneration Shares to be issued to each Director will be in accordance with the following table:

Director	Portion of director's fee or remuneration	Value of Remuneration Shares each Issue Date	Value of Remuneration Shares to be issued
Tony Iannello (Non-Executive Chairman)	100%	$18,707.01	$74,828.04
Kim Robinson (Managing Director)	20%	$13,730.00	$54,919.99
Max Cozijn (Non-Executive Director)	20%	$2,244.85	$8,979.41
Ian Walker (Non-Executive Director)	20%	$2,244.85	$8,979. 41
TOTAL		**$36,926.71**	**$147,706.85**

11. SEGMENT INFORMATION

Identification of reportable segments

The Group has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing performance and determining the allocation of resources. There has been no change in the basis of segmentation or in the basis of measurement of segment profit and loss since the last annual financial statements dated 30 June 2013.

The Group currently operates in one business segment being mineral exploration and substantially all of the Group's resources are utilised for this purpose. The Group undertakes mineral exploration in Australia and Italy. The geographical segments are identified as:

(i) Western Australia
(ii) South Australia
(iii) Italy
(iv) Other Australian States

The following items of revenue, expense, assets and liabilities are not allocated to operating segments as they are not considered part of the core operations of any segment:

- interest received, and
- administration and other expenses not directly related to a specific segment.

11. SEGMENT INFORMATION (Cont'd)

For the half-year ended 31 Dec 2013	Western Australia $	South Australia $	Italy $	Other $	Total $
Revenue					
Total segment revenue	-	-	-	-	-
Reconciliation of segment revenue to group revenue					
Interest received					17,554
Other revenue					1,566
Total group revenue					19,120
Segment net loss before tax	(894,933)	(133,990)	(143,176)	(44,691)	(1,216,790)
Reconciliation of segment net loss before tax					
Amounts not included in segment loss but reviewed by board					
- Administration					(341,081)
- Marketing					(43,003)
- Other income/(expenses)					-
Net loss before tax from continuing operations					(1,600,874)
Segment assets	1,471,458	-	219,288	-	1,690,746
Segment asset increases/(decreases) for the period					
- Write-off exploration assets	-	(106,158)	(52,378)	-	(158,536)
- Foreign exchange translation	-	-	12,811	-	12,811
- Cash and cash equivalents	-	-	13,277	-	13,277
- Trade & other receivables	-	-	2,967	-	2,967
- Restricted cash	(20,501)	-	-	-	(20,501)
- Plant & equipment	745	-	-	-	745
	(19,756)	(106,158)	(23,323)	-	(149,237)
Reconciliation of segment assets to group assets					
Unallocated assets:					
- cash and cash equivalents					793,630
- trade and other receivables					33,803
- restricted cash					68,834
- plant and equipment					53,067
Total group assets					949,334
Segment liabilities	267,171	4,263	13,555	492	285,481
Reconciliation of segment liabilities to group liabilities					
Unallocated liabilities:					
- trade and other payables					248,100
- provisions					57,318
Total group liabilities					305,418

11. SEGMENT INFORMATION (Cont'd)

For the half-year ended 31 Dec 2012	Western Australia $	South Australia $	Italy $	Other $	Total $
Revenue					
Total segment revenue	-	-	-	-	-
Reconciliation of segment revenue to group revenue					
Interest received					33,004
Other revenue					16,840
Total group revenue					49,844
Segment net loss before tax	(725,994)	(1,125,074)	(104,678)	(57,794)	(2,013,540)
Reconciliation of segment net loss before tax					
Amounts not included in segment loss but reviewed by board					
- Administration					(353,159)
- Marketing					(56,382)
- Other income/(expenses)					13,513
Net loss before tax from continuing operations					(2,409,568)
Segment assets	1,500,478	259,732	230,655	-	1,990,865
Segment asset increases/(decreases) for the period					
- Write-off exploration assets	-	(258,944)	-	-	(258,944)
- Foreign exchange translation	-	-	4,317	-	4,317
- Cash and cash equivalents	-	-	19,686	-	19,686
- Trade & other receivables	-	-	2,700	-	2,700
- Restricted cash	(131,000)	-	-	-	(131,000)
- Plant & equipment	(1,373)	-	-	-	(1,373)
	(132,373)	(258,944)	26,703	-	(364,613)
Reconciliation of segment assets to group assets					
Unallocated assets:					
- cash and cash equivalents					2,462,531
- trade and other receivables					111,460
- restricted cash					68,834
- plant and equipment					65,066
Total group assets					4,698,756
Segment liabilities	273,728	12,168	10,644	183	296,723
Reconciliation of segment liabilities to group liabilities					
Unallocated liabilities:					
- trade and other payables					180,743
- provisions					49,167
Total group liabilities					526,633

12. COMMITMENTS

(a) Operating Lease Commitments

The Company has entered into a non-cancellable operating lease for the premises that it occupies. As at 31 December 2013 the lease has 2 months remaining of a four year term, with rent payable monthly in advance. The lease provides that minimum lease payments shall be increased by CPI each year. An option exists to renew the lease at the end of the four year term for a further 3 years. The lease allows for subletting of the property.

	Half-year to 31 Dec 2013 $	Year to 30 June 2013 $
Minimum lease payments payable		
Not later than 12 months	**30,304**	121,216
	30,304	121,216

(b) Exploration Expenditure Commitments

Ongoing annual exploration expenditure is required to maintain title to the consolidated group's mineral exploration tenements. No provision has been made in the financial statements for these amounts as the amounts are expected to be fulfilled in the normal course of the operations of the consolidated group.

The consolidated group has certain statutory obligations to perform minimum exploration work on its tenements. The statutory expenditure requirement may be renegotiated with the relevant state department, and expenditure commitments may be varied between tenements, or reduced subject to reduction of exploration area and/or relinquishment of non-prospective tenements.

	Half-year to 31 Dec 2013 $	Year to 30 June 2013 $
Minimum exploration expenditure commitments		
Not later than 12 months	**1,241,668**	561,722
Between 12 months and 5 years	**1,414,229**	1,894,047
	2,655,897	2,455,769

13. EVENTS AFTER THE REPORTING PERIOD

Other than detailed below there has not been any significant event that has occurred after balance date that has not been brought to account in the 31 December 2013 Half-Year Report.

Issue of Shares in Lieu of Director Remuneration

On 10 January 2014, 1,318,810 fully paid ordinary shares were issued to Directors in lieu of remuneration and pursuant to shareholder approval granted at the Annual General Meeting on 14 November 2013. Additional information regarding this arrangement is contained in Note 10.

Rights Issue

The Company undertook a rights issue, which closed on 20 February 2014. The rights issue was a pro rata non-renounceable rights issue to raise approximately $2.2 million primarily to progress the evaluation and development of the Carley Bore project. The rights issue offered existing eligible shareholders the opportunity to participate on the basis of one (1) fully paid ordinary share for every two (2) shares held at an issue price of 2.2 cents per share. The rights issue raised $664,155, resulting in the allotment of 30,188,849 fully paid ordinary shares. The Company is in discussions to place the shortfall of $1,564,597, being 71,118,060 ordinary shares at an issue price of 2.2 cents per share.

Operating Lease

On 20 January 2014, the Company agreed to extend the existing non-cancellable operating lease for the premises that it occupies for a period of 12 months to 28 February 2015. The rent payable has been increased by CPI.

14. CONTINGENCIES

There have been no material changes to contingent assets and contingent liabilities since 30 June 2013.

DIRECTORS' DECLARATION

The directors of Energia Minerals Limited declare that in the opinion of the directors:

(a) The financial statements and notes of the consolidated entity, as set out on pages 8 to 19, are in accordance with the *Corporations Act 2001*, including:

   (i) Giving a true and fair view of the financial position as at 31 December 2013 and the performance for the half-year ended on that date of the consolidated entity

   (ii) Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*

(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.

Signed in accordance with a resolution of the directors made pursuant to s303(5) of *the Corporations Act 2001*.

On behalf of the board

Tony Iannello
Chairman

10 March 2014

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INDEPENDENT AUDITOR'S REVIEW REPORT

Report on the Half-Year Financial Report
We have reviewed the accompanying half-year financial report of Energia Minerals Limited and its controlled entities (the consolidated entity) which comprises the consolidated statement of financial position as at 31 December 2013, the consolidated statement of comprehensive income, the consolidated statement of changes in equity, the consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information and the directors' declaration.

Directors' Responsibility for the half year financial report
The directors of the consolidated entity are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards (including Australian Accounting Interpretations and the *Corporations Act 2001* and for such control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

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 a Financial Report 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 Energia Minerals Limited and its controlled entities' financial position as at 31 December 2013 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 Energia Minerals Limited and its controlled entities, 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 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*.

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 Energia Minerals Limited and its controlled entities is not in accordance with the *Corporations Act 2001* including:

(i) giving a true and fair view of the consolidated entity's financial position as at 31 December 2013 and of its performance for the half-year ended on that date; and

(ii) complying with AASB 134: Interim Financial Reporting and the Corporations Regulations 2001.

Crowe Horwath

Emphasis of Matter

Without qualifying our opinion, we draw attention to Note 2 in the financial report which indicates that the consolidated entity incurred a net loss of $1,600,874 and net cash outflows from operating activities of $1,274,053 during the half year ended 31 December 2013 and, as of that date, had cash at bank of $816,989. These conditions, along with other matters set forth in Note 2, indicate the existence of a material uncertainty that may cast significant doubt about the consolidated entity's ability to continue as a going concern and therefore the entity may be unable to realise its assets and discharge its liabilities in the normal course of business.

Crowe Horwath Perth

CROWE HORWATH PERTH

SEAN MCGURK
Partner

Signed at Perth, 10 March 2014