UNITED OROGEN LIMITED

(Formally Uranium Oil and Gas Limited)

ABN 45 115 593 005

INTERIM FINANCIAL REPORT 2008

For the Half-Year Ended 31 December 2008

CONTENTS

The Directors present their report together with the financial report for the half year ended 31 December 2008, and the independent review report thereon.

Directors

The names of the directors of the company in office any time during or since the end of the half year are:

David Alan Zohar – Executive Director and Company Secretary (Appointed 3 August 2005)
John Karajas – Non Executive Director (Appointed 24 May 2006)
Zhukov (Zeke) Pervan – Non Executive Director and Chairman (Appointed 24 May 2006)
William Edwin Bannister – Managing Director (Appointed 24 May 2006)

Review of Operations

The principal activity of the Company during the course of the financial period was mineral exploration.

The net loss of the company for the half year after tax was $1,231,508 (2007: $336,358). No dividends were paid and the directors have not recommended the payment of a dividend.

<u>Western Australia</u>

Nabberu Basin - A joint venture with Empire Resources Ltd. has been signed whereby UOG can earn 50% interest in uranium and diamonds and 70% interest in iron ore on Empire's tenements and Empire will be entitled to earn an interest in various minerals within the UOG tenements with the exception of iron ore. Empires portion will be 50% for uranium and diamonds and 70% for all other minerals including copper, gold and PGM minerals. Empire announced a new copper discovery in the Troy Creek area of the Nabberu Basin in November. Negotiations with the Native Title Owners are nearing completion for ELA69/2475 and ELA 69/2476.

Mt Vernon - Mt Vernon has been surrendered but the area is still of interest and a new Exploration Licence has been applied for to the west of the old EL52/1863. This tenement was applied for on the same day as another explorer applied for the same land. It will therefore go to ballot.

Northampton – This tenement is due to be granted shortly.

<u>Northern Territory</u>

Treasure (25346) - A Heads of Agreement has been signed with Mithril Resources Ltd. on this property. Mithril can earn up to 80% in the licence by spending $2 million over 5 years. If the joint venture goes to completion UOG will retain 14% interest in the licence.

Mithril has called the area the Huckitta Project and the gossanous outcrop located on the Treasure Licence has been called the Baldrick Prospect. Rock chip samples from Baldrick are anomalous in nickel copper and PGM's.

Sandover (25504) - Broken Range Ltd, the Joint Venture partner drilled six holes to an average depth of 12 metres and all holes penetrated the calcrete horizon to terminate in the underlying sands and clay sands. The samples were scanned for radioactivity but none was present. Broken Range are planning a new drilling program.

Charming (25368). - This project has been surrendered. It covers only a small area of calcrete with only minor surface radiometric responses as determined by government airborne radiometric survey.

South Australia

Olary (EL3726). - The licence was surrendered during the review period. No evidence of mineralisation was located during data research and on ground exploration.

Moonta (EL3718 and EL3719) - More detailed soil sampling needs to be done. This will be completed during January 2009.

Auditor's Independence Declaration

The auditor's independence declaration under Section 307(c) of the Corporations Act 2001 for the half year ended 31 December 2008 has been received and is set out on page 3.

Signed in accordance with a resolution of Directors

William Bannister
Managing Director
12 March 2009
Perth, Western Australia

BDO Kendalls

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12 March 2009

The Directors
United Orogen Limited
Level 7, 231 Adelaide Terrace
PERTH WA 6000

Dear Sirs

DECLARATION OF INDEPENDENCE BY CHRIS BURTON TO THE DIRECTORS OF UNITED OROGEN LIMITED

As lead auditor of United Orogen Limited for the half year ended 31 December 2008, 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
- any applicable code of professional conduct in relation to the review.

This declaration is in respect of United Orogen Limited.

C Burton

Chris Burton
Director

BDO Kendalls

BDO Kendalls Audit & Assurance (WA) Pty Ltd
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UNITED OROGEN LIMITED
INCOME STATEMENT
For the half year ended 31 December 2008

	Note	31 December 2008 $	31 December 2007 $
Revenues from continuing operations	2	95,470	404,336
Administration		(122,257)	(68,380)
Acquisition costs		-	(88,613)
Exploration costs		(71,038)	(188,075)
Occupancy costs		(5,605)	(16,866)
Consulting and management		-	(63,317)
Depreciation		(7,645)	(4,672)
Employment costs (including directors)		(315,127)	(310,432)
Finance costs		(65)	(339)
Impairment of available for sale financial assets		(415,435)	-
Impairment of investment in associates		(235,031)	-
Share of net loss of associates accounted for using the equity method		(70,601)	-
Loss on Sale of available for sale financial assets		(68,367)	-
Provision for impairment of receivables		(15,807)	-
Total Expenditure		(1,326,978)	(740,694)
Loss Before Income Tax		(1,231,508)	(336,358)
Income tax expense		-	-
NET LOSS ATTRIBUTABLE TO MEMBERS OF UNITED OROGEN LIMITED		**(1,231,508)**	**(336,358)**
Basic and dilutive loss per share (cents per share)	6	(1.90)	(0.52)

The above income statement should be read in conjunction with the accompanying notes.

UNITED OROGEN LIMITED
BALANCE SHEET
As at 31 December 2008

	Note	31 December 2008 $	30 June 2008 $
CURRENT ASSETS			
Cash and cash equivalents		1,798,108	2,219,545
Trade and other receivables		53,612	24,862
TOTAL CURRENT ASSETS		1,851,720	2,244,407
NON-CURRENT ASSETS			
Property, plant & equipment	3	856,297	863,941
Investments accounted for using the equity method	4	657,109	962,741
Available for sale financial assets	5	221,700	804,370
TOTAL NON-CURRENT ASSETS		1,735,106	2,631,052
TOTAL ASSETS		3,586,826	4,875,459
CURRENT LIABILITIES			
Trade and other payables		74,707	64,051
Provisions		10,665	5,118
TOTAL CURRENT LIABILITIES		85,372	69,169
TOTAL LIABILITIES		85,372	69,169
NET ASSETS		3,501,454	4,806,290
EQUITY			
Issued capital		6,697,752	6,693,252
Reserves		100,381	178,209
Accumulated losses		(3,296,679)	(2,065,171)
TOTAL EQUITY		3,501,454	4,806,290

The above balance sheet should be read in conjunction with the accompanying notes.

UNITED OROGEN LIMITED
STATEMENT OF CHANGES IN EQUITY
For the half year ended 31 December 2008

	Notes	Issued Share Capital $	Accumulated Losses $	Reserves $	Total $
2007					
Balance as at 1 July 2007		6,689,252	(1,014,678)	39,080	5,713,654
Loss for the half year		-	(336,358)	-	(336,358)
Increase in the fair value of available-for-sale financial assets		-	-	318,065	318,065
Decrease in the fair value of available-for-sale financial assets		-	-	(98,628)	(98,628)
Total recognised in income and expense for the half year		**-**	**(336,358)**	**219,437**	**(116,921)**
Shares issued during the year		4,000	-	-	4,000
Capital raising costs		-	-	-	-
Options issued for tenement acquisition		-	-	61,300	61,300
Balance as at 31 December 2007		6,693,252	(1,351,036)	319,817	5,662,033
2008					
Balance as at 1 July 2008		6,693,252	(2,065,171)	178,209	4,806,290
Loss for the half year		-	(1,231,508)	-	(1,231,508)
Increase in the fair value of available-for-sale financial assets		-	-	-	-
Decrease in the fair value of available-for-sale financial assets		-	-	(77,828)	(77,828)
Total recognised in income and expense for the half year		**-**	**(1,231,508)**	**(77,828)**	**(1,309,336)**
Shares issued during the year		4,500	-	-	4,500
Capital raising costs		-	-	-	-
Options issued for tenement acquisition		-	-	-	-
Balance as at 31 December 2008		6,697,752	(3,296,679)	100,381	3,501,454

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

UNITED OROGEN LIMITED
CASH FLOW STATEMENT
For the half year ended 31 December 2008

	31 December 2008 $	31 December 2007 $
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	19,853	12,492
Payments to suppliers and employees	(435,374)	(372,983)
Payment for exploration, evaluation & acquisition costs	(65,695)	(276,688)
Interest received	60,403	135,966
Interest paid	-	(339)
Other income	-	26,190
Goods and services tax received / (paid)	-	48,349
NET CASH FLOWS USED IN OPERATING ACTIVITIES	(420,813)	(427,013)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for property, plant and equipment	-	(66,899)
Payments for unlisted investment	-	(100,000)
Proceeds from sale of investments	10,683	175,245
Loans to related entities	(15,807)	-
NET CASH FLOWS FROM / (USED IN) INVESTING ACTIVITIES	(5,124)	8,346
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issues of shares and exercise of options	4,500	4,000
NET CASH FLOWS FROM FINANCING ACTIVITIES	4,500	4,000
NET (DECREASE)/ INCREASE IN CASH HELD	(421,437)	(414,667)
Cash and cash equivalents at the beginning of the half year	2,219,545	4,590,451
CASH AND CASH EQUIVALENTS AT THE END OF THE HALF YEAR	1,798,108	4,175,784

The above cash flow statement should be read in conjunction with the accompanying notes.

1. Basis of Preparation

The half-year financial statements are a general purpose interim financial report prepared in accordance with the requirements of the Corporations Act 2001, Australian Accounting Standard AASB 134: Interim Financial Reporting, Australian Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board and the *Corporations Act 2001*.

It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 30 June 2008 and any public announcements made by United Orogen Limited during the half-year in accordance with continuous disclosure requirements arising under the *Corporations Act 2001*.

The accounting policies have been consistently applied by the company and are consistent with those in the June 2008 financial report.

The half-year report does not include full disclosures of the type normally included in an annual financial report.

Reporting Basis and Conventions

The half-year report has been prepared on an accruals basis and on the basis of historical costs and do not take into account changing money values or, except where stated, current valuations of non-current assets. The financial statements have been prepared on a going concern basis.

2. Revenue

	31.12.2008	31.12.2007
From Continuing Activities		
Sales Revenue - Services	34,112	-
Other Income		
Other income	955	268,370
Interest received	60,403	135,966
	95,470	404,336

3. Property, Plant and Equipment

	31.12.2008	30.06.2008
LAND AND BUILDINGS		
At cost	845,602	845,602
Accumulated depreciation	(7,774)	(4,444)
TOTAL BUILDINGS	837,828	841,158
PLANT & EQUIPMENT		
At cost	31,811	31,811
Accumulated depreciation	(13,342)	(9,028)
TOTAL COMPUTER EQUIPMENT	18,469	22,783
TOTAL PROPERTY, PLANT AND EQUIPMENT	856,297	863,941

4. Investments accounted for using the equity method

	31.12.2008	30.06.2008
Shares in associates	1,095,828	1,166,429
Less: Impairment	(438,719)	(203,688)
	657,109	962,741

(a) Shares in associates
Investments in associates are accounted for in the financial statements using the equity method of accounting.

(b) Impairment based on the fair value at 30 June 2008 of $657,109. The Directors believe the investment is impaired to the extent of $438,719, taking into account the future cash flows expected from the sale on market.

5. Available for Sale Financial Assets

	31.12.2008	30.06.2008
Listed investment at fair value	221,500	804,170
Unlisted investments at fair value	200	200
	221,700	804,370
At beginning of period	804,370	420,000
Acquisitions	-	669,649
Disposals	(89,405)	(263,308)
Fair value adjustments	(77,830)	77,829
Impairment of available for sale financial assets	(415,435)	(99,800)
At end of period	221,700	804,370

Fair value of investments in listed corporations is assessed as the bid price on the Australian Securities Exchange at the close of business on balance date.

The unlisted investment is ordinary shares in Black Gold Resources Limited, a Director related entity.

Unlisted financial assets are traded in inactive markets. The fair value of the unlisted investment has been recognised based on the net tangible asset backing of the investment.

6. Profit/(Loss) per share

	31.12.2008	31.12.2007
Weighted average number of ordinary shares outstanding during the year used in calculating basic EPS	64,754,932	64,731,132
Earnings/(Loss) used to calculate basic and dilutive EPS	(1,231,508)	(336,358)
Basic loss per share (cents per share)	(1.90)	(0.52)

7. Segment Information

Business Segments
The Company is involved in the oil and gas research sector.

Geographical Segments
The Company has exploration and development interests in Australia.

8. Contingent Liabilities

The Directors are not aware of any contingent liabilities as at 31 December 2008.

9. Dividends

No dividends were paid or proposed during the period.

The Company has no franking credits available at 31 December 2008.

10. Events occurring after the balance sheet date

There has not arisen in the interval between the end of the period and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors of the Company to affect substantially the operations of the Company, the results of those operations or the state of affairs of the Company in subsequent financial years.

11. Related Party Transactions

a) Administrative related transactions

During the period to 31 December 2008 secretarial services were provided by the company to the following related parties:

	2008 $
Iron Mountain Mining Ltd	16,273
Eagle Nickel Ltd	11,023
Actinogen Ltd	11,023
Red River Resources Ltd	11,023
Total	44,423

As at 31 December 2008 amounts were owing to the company by the following related parties for secretarial services provided:

	2008 $
Iron Mountain Mining Ltd	4,454
Eagle Nickel Ltd	9,373
Actinogen Ltd	9,373
Red River Resources Ltd	9,373
Total	32,573

During the half year ended 31 December 2008 expenses totalling $15,807 were paid on behalf of Central Phosphate Limited, a director related entity. This amount remains outstanding at 31 December 2008.

During the half year ended 31 December 2008 the company acquired office accommodation, administration support and associated services from Iron Mountain Mining Ltd of $9,713.

During the half year Shoshanna Zohar, daughter of David Zohar was employed as an administrative assistant. Remuneration of $1,450 was paid.

b) Joint venture transactions

The company was a participant in the joint venture arrangement with Red River Resources Limited and Swancove Enterprises Pty Ltd, of which Mr Zohar is a Director and/or Significant Shareholder.

No transactions occurred between United Orogen Limited and Red River Resources Limited nor with Swancove Enterprises Pty Ltd for the period to 31 December 2008.

c) Investments in related entities

As at 31 December 2008 the Company holds the following shares in Director related entities of David Zohar, 2,000,000 ordinary shares in Actinogen Ltd at a fair value of $86,000; 1,500,000 ordinary shares in Iron Mountain Mining Limited at a fair value of $70,500, 100,000 ordinary shares in Black Gold Resources Limited at a fair value of $200; and 500,000 ordinary shares and 250,000 options in Eagle Nickel Limited at fair values of $45,000 and $20,000 respectively. These shares and options were also on hand as at 1 July 2008.

UNITED OROGEN LIMITED
DIRECTORS' DECLARATION

The directors of the Company declare that:

(a) the financial statements and notes of the Company are in accordance with the Corporations Act 2001, including:

  (i) giving a true and fair view of the Company's financial position as at 31 December 2008 and of its performance for the half-year ended on that date; and

  (ii) comply with Accounting Standards and the Corporations Regulations; and

(b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Directors.

William Bannister
Managing Director
12 March 2009
Perth, Western Australia

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INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of United Orogen Limited

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of United Orogen Limited, which comprises the balance sheet as at 31 December 2008, and the income statement, statement of changes in equity and cash flow statement for the half-year ended on that date, a statement that the half-year financial report has been prepared in accordance with AASB 134 *Interim Financial Reporting*, other selected explanatory notes and the directors' declaration of the entity.

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 control 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 2008 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 United Orogen Limited, 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.

BDO Kendalls

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 United Orogen Limited is not in accordance with the *Corporations Act 2001* including:

(a) giving a true and fair view of the company's financial position as at 31 December 2008 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.

BDO Kendalls Audit and Assurance (WA) Pty Ltd

BDO Kendalls

C Burton

Chris Burton
Director

Signed at Perth this 12th day of March 2009

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