

# Appendix 4E

## Preliminary final report

### 1. Company details

Name of entity

**Energio Limited**

ABN or equivalent company reference

28 001 894 033

Financial year ended ('current period')

30 June 2011

Period ended ('previous period'):

30 June 2010

### 2. Results for announcement to the market

\$A

2.1 Revenues from operations	Down	97%	to	44,870
2.2 Profit/(Loss) from operations before tax attributable to members	Up	77%	to	(7,398,646)
2.3 Net profit/(loss) for the period attributable to members	Up	77%	to	(7,398,646)
<b>2.4 Dividends</b>		<b>Amount per security</b>		<b>Franked amount per security</b>
Final dividend proposed		Nil		Nil
Interim dividend		Nil		Nil
2.5 +Record date for determining entitlements to the final dividend.		N/A		
2.6 Commentary on the results for the period:				
<p>The loss after tax for the year ended 30 June 2011 attributed to the members of the Company was \$7,398,646. The loss for the year ended 30 June 2011 was mainly attributable to the review and evaluation of projects of interest to the Company and impairment of the loan made to KCM Mining Holdings Pty Ltd.</p> <p>On 22 July 2010 following effectuation of the deed of company arrangement and completion of a capital raising, the Company was reinstated to official quotation on ASX.</p> <p>Since this time the Company has reviewed many opportunities both within its existing industry sector (toys/games) and outside of this sector.</p> <p>As investors would expect, many of these other opportunities are likely to be in the resource sector, in particular the iron ore sector. As at the date of this report, the Company's main undertaking is its toy/games business. However, following the exercise of the call option discussed below, the Company has announced that it will need to seek shareholder approval for the significant change in the nature and scale of EIO's activities.</p> <p>As announced to the ASX on 8 November 2010, the Company has entered into a Put and Call Option Deed with TGP Australia Ltd, to acquire 100% of KCM Holdings Pty Ltd (KCMH) from TGP.</p>				

The Company has completed its legal due diligence on the assets of KCMH and is continuing with conducting its technical due diligence on the assets of KCMH.

On 2 March 2011, the Company announced that it had agreed to an option to acquire the remaining 25% of KCM Mining Limited that is not already owned or under option by KCM Holdings Pty Ltd. Following this, the Company moved to an effective 100% interest in the Nigerian iron ore projects owned by KCM Mining.

On 4 April 2011, the Company announced that it had exercised its call option to acquire 100% of the shares in the capital of KCM Mining Holdings Pty Ltd. At this time the Company also entered into a Share Sale Agreement with Bedford CP Nominees Pty Ltd to acquire a direct 25% interest in KCM Nigeria (the holder of the Licences. Whilst the call option has been exercised, settlement is still conditional upon a number of items including shareholder approval, re-compliance with Chapters 1 and 2 of the ASX Listing Rules and the Company completing and equity raising of up to \$7,500,000 at not less than 20 cents each (on a post consolidation basis).

The exercise of the call option will result in a significant change in the nature and scale of EIO's activities. As a consequence, EIO will need to seek shareholder approval for the transaction and will also need to re-comply with the new listing set out in Chapters 1 and 2 of the ASX Listing Rules.

In February 2011, the Company finalised its prospectus offer of 20,000,000 Shares (together with 20,000,000 free options) in the capital of the Company at a price of 1 cent per Share to raise up to \$200,000. The Company accepted oversubscriptions of a further \$190,000 through the issue of a further 19,000,000 Shares at an issue price of 1 cent each (together with 19,000,000 free Options)).

On 21 February 2011, the Company announced that it had commitments in excess of \$7.5 million under a placement from Institutions and Sophisticated Investors. This raising was completed on 11 March 2011 with a total amount of \$7,800,292 being raised through the issue of 208,007,776 fully paid ordinary shares at an issue price of 3.75 cents each.

At 30 June 2011 the Company had loaned \$5,967,908 to KCM Mining Holdings Pty Ltd on an unsecured basis with an interest rate of 5% per annum due to the Company entering into a put and call option deed with TGP in relation to the potential acquisition of KCM Mining Holdings Pty Ltd and in accordance with loan agreement entered into on 7 November 2010. The loan has been impaired due to the unlikelihood of these funds being repaid at present.

### 3. Condensed consolidated statement of comprehensive income

	Current period - \$A	Previous corresponding period - \$A
Revenues from operations	-	
Other income	44,870	1,623,219
Expenses from ordinary activities	(7,443,516)	(696,748)
<b>Profit /(Loss) from continuing operations</b>	<b>(7,443,516)</b>	<b>926,471</b>
Income tax benefit	-	-
Profit /(Loss) from continuing operations	(7,398,646)	926,471
Profit /(Loss) from discontinued operations	-	767,838
<b>Profit /(Loss) attributable to the owners of Energio Limited</b>	<b>(7,398,646)</b>	<b>1,694,309</b>
Exchange differences on translation of foreign operations	-	(448,701)
<b>Total comprehensive income /(loss) for the year</b>	<b>(7,398,646)</b>	1,245,608

### Notes to the consolidated statement of comprehensive income

#### 3.1 Expenses from ordinary activities

Details of "Expenses from ordinary activities" by nature	Current period \$A	Previous corresponding period \$A
Accounting and Audit Fees	(214,387)	(58,312)
Interest expense	-	(135,890)
Consultancy Fees	(136,235)	(53,605)
Travel and Accommodation	(8,045)	(2,318)
Corporate expenses	(86,569)	-
Director fees	(836,980)	-
Impairment expense	(5,967,908)	-
Administration settlement costs	-	(350,000)
Legal fees	(177,214)	(39,490)
Other expenses	(16,178)	(57,133)
<b>Total Expenses</b>	<b>(7,443,516)</b>	<b>(696,748)</b>

### 3.2 Other disclosures relating to the statement of comprehensive income

	Current period - \$A	Previous corresponding period - \$A
Operating activities		
- Interest income	44,870	16,511
- Gain on administration	-	1,606,708
Net revenue/(expense) since the beginning of the reporting period resulting from deductions from the carrying amounts of assets :		
- impairment expense	(5,967,908)	-

### 3.3 Revision of accounting estimates

Details of Revision of Accounting Estimates in accordance with AASB 118
None

## 4. Condensed consolidated statement of financial position

	At end of current period \$A	As shown in last annual report \$A
<b>Current assets</b>		
Cash and cash equivalents	4,728,195	2,015,128
Trade and other receivables	63,504	24,982
<b>Total current assets</b>	<b>4,791,699</b>	<b>2,040,110</b>
<b>Non-current assets</b>		
Other financial assets	-	-
<b>Total non-current assets</b>	<b>-</b>	<b>-</b>
<b>Total assets</b>	<b>4,791,699</b>	<b>2,040,110</b>
<b>Current liabilities</b>		
Trade and other payables	148,413	216,045
<b>Total current liabilities</b>	<b>148,413</b>	<b>216,045</b>
<b>Total liabilities</b>	<b>148,413</b>	<b>216,045</b>
<b>Net assets</b>	<b>4,643,286</b>	<b>1,824,065</b>
<b>Equity</b>		

Issued capital	29,386,502	19,854,615
Reserves	1,747,847	1,061,867
Accumulated losses	(26,491,063)	(19,092,417)
<b>Total equity</b>	<b>4,643,286</b>	<b>1,824,065</b>

## 5. Condensed consolidated statement of cash flows

	Current period \$A	Previous corresponding period - \$A
<b>Cash flows related to operating activities</b>		
Payments to suppliers and employees (inclusive of gst)	(895,782)	(99,854)
Payment to administrator	-	(350,000)
Interest received	44,870	8,834
<b>Net operating cash flows</b>	<b>(850,912)</b>	<b>(441,020)</b>
<b>Cash flows related to investing activities</b>		
Cash relinquished on sale of subsidiaries	-	(34,573)
Loans to other parties	(5,967,908)	-
<b>Net investing cash flows</b>	<b>(5,967,908)</b>	<b>(34,573)</b>
<b>Cash flows related to financing activities</b>		
Proceeds from issues of shares net of costs	9,531,887	2,350,000
Proceeds from shares to be issued	-	95,000
<b>Net financing cash flows</b>	<b>9,531,887</b>	<b>2,445,000</b>
<b>Net increase (decrease) in cash held</b>	<b>2,713,067</b>	<b>1,969,407</b>
Cash at beginning of period	2,015,128	50,974
Exchange gain/(loss) on balance	-	(5,253)
<b>Cash at end of period</b>	<b>4,728,195</b>	<b>2,015,128</b>

### 5.1 Non-cash financing and investing activities

Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows are as follows.

N/A
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## 5.2 Reconciliation of cash

Reconciliation of cash at the end of the period (as shown in the condensed consolidated statement of cash flows) to the related items in the accounts is as follows.	Current period \$A	Previous corresponding period - \$A
Cash on hand and at bank	4,728,195	2,015,128
Bank overdraft	-	-
<b>Balance per statement of cash flows</b>	<b>4,728,195</b>	<b>2,015,128</b>

## 5.3 Reconciliation of loss from ordinary activities after income tax to net cash inflow from operating activities

	Current period \$A	Previous corresponding period - \$A
Net Profit /(Loss)	(7,398,646)	1,694,309
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit from ordinary activities		
Gain on administration	-	(1,043,340)
Foreign exchange (gain)/loss		(507,275)
Loss on sale of subsidiary	-	(452,802)
Impairment expense	5,967,908	-
Share based payment	685,980	-
Interest unpaid on convertible notes	-	135,890
Profit /(loss) on discontinued operations	-	(767,838)
Cash from unissued shares in payables	-	(95,000)
Changes in assets and liabilities, net of the effects of purchase and disposal of subsidiaries		
(Increase)/decrease in receivables	(38,522)	1,161,012
(Increase)/decrease in inventories	-	130,656
Increase/(decrease) in payables	(67,632)	(696,632)
<b>Net cash (used in) from operating activities</b>	<b>(850,912)</b>	<b>(441,020)</b>

## 6. Segment Information

The Company held investments and operated businesses in the USA, UK, Australia and Hong Kong. The Companies' principal activities are toy and game sales.

2011	USA	United Kingdom	Australia	Total continuing operations	Dis-continued operations	Consolidated
Segment revenue						
Sales to external customers	-	-	-	-	-	-
Intersegment sales						N/A
Total sales revenue	-	-	-	-	-	-
Other revenue/income	-	-	44,870	44,870	-	44,870
Total segment revenue/income	-	-	44,870	44,870	-	44,870
Segment result	-	-	(7,398,646)	(7,398,646)	-	(7,398,646)
Unallocated expense				-	-	-
Profit/(loss) before income tax				(7,398,646)	-	(7,398,646)
Income tax benefit						-
Net profit/(loss) for the year						(7,398,646)
Segment Assets and Liabilities						
Segment assets	-	-	4,791,699	4,791,699	-	4,791,699
Unallocated assets				-	-	-
Total assets	-	-	4,791,699	4,791,699	-	4,791,699
Segment liabilities	-	-	148,413	148,413	-	148,413
Unallocated liabilities				-	-	-
Total liabilities	-	-	4,643,286	4,643,286	-	4,643,286
Other Segment Information						
Acquisitions of property, plant & equipment, intangibles & other non-current segment assets	-	-	-	-	-	-
Impairment of goodwill intangibles	-	-	-	-	-	-
Depreciation & amortisation	-	-	-	-	-	-
Unallocated				-	-	-
Total Depreciation & amortisation				-	-	-

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2010	USA	United Kingdom	Australia	Total continuing operations	Dis-continued operations	Consolidated
Segment revenue						
Sales to external customers	-	-	-	-	-	-
Intersegment sales						N/A
Total sales revenue	-	-	-	-	-	-
Other revenue/income			1,623,219	1,623,219	-	1,623,219
Total segment revenue/income	-	-	1,623,219	1,623,219	-	1,623,219
Segment result	-	-	926,471	926,471	-	926,471
Unallocated expense	-	-	-	-	-	-
Profit/(loss) before income tax				926,471	-	926,471
Income tax benefit						-
Net profit/(loss) for the year						926,471
Segment Assets and Liabilities						
Segment assets	-	-	2,040,110	2,040,110	-	2,040,110
Unallocated assets	-	-	-	-	-	-
Intersegment eliminations				-	-	-
Total assets	-	-	2,040,110	2,040,110	-	2,040,110
Segment liabilities	-	-	216,045	216,045	-	216,045
Unallocated liabilities				-	-	-
Total liabilities	-	-	216,045	216,045	-	216,045
Other Segment Information						
Acquisitions of property, plant & equipment, intangibles & other non-current segment assets	-	-	-	-	-	-
Impairment of goodwill intangibles	-	-	-	-	-	-
Depreciation & amortisation	-	-	-	-	-	-
Unallocated				-	-	-
Total Depreciation & amortisation				-	-	-



## 7. Dividends

### 7.1 Individual dividends per security

		Date dividend is payable	Amount per security	Franked amount per security at 30% tax	Amount per security of foreign source dividend
	<b>Final dividend:</b> Current year	N/A	N/A	N/A	N/A
	Previous year	N/A	N/A	N/A	N/A
	<b>Interim dividend:</b> Current year	N/A	N/A	N/A	N/A
	Previous year	N/A	N/A	N/A	N/A

### 7.2 Total dividend per security (interim plus final)

	Current year	Previous year
<sup>+</sup> Ordinary securities	N/A	N/A

## 8. Dividend Reinvestment Plans

The <sup>+</sup>dividend or distribution plans shown below are in operation.

N/A

The last date(s) for receipt of election notices for the <sup>+</sup>dividend or distribution plans

N/A

Any other disclosures in relation to dividends (distributions).

N/A

## 9. Consolidated accumulated losses

	Current period - \$A	Previous corresponding period - \$A
Accumulated losses at the beginning of the financial period	(19,092,417)	(20,786,726)
Cancellation of accumulated losses against existing share capital	-	-
Reserves transferred to accumulated losses	-	-
Net profit /(loss) attributable to members	(7,398,646)	1,694,309
<b>Accumulated losses at end of financial period</b>	<b>(26,491,063)</b>	<b>(19,092,417)</b>

## 10. NTA backing

	Current period (\$)	Previous corresponding Period (\$)
Net tangible asset backing per <sup>+</sup> ordinary security	0.004	0.003

## 11. Control over entities

### 11.1 Control gained over entities

Name of entity (or group of entities)	N/A	
Date control gained	Nil	
Contribution of such entities to the reporting entity's profit/ (loss) from ordinary activities during the period (where material).	Nil	
Profit(loss) from ordinary activities and extraordinary items after tax of the controlled entity (or group of entities) for the whole of the previous corresponding period.	Nil	

### 11.2 Loss of control over entities

Name of entity (or group of entities)	N/A	
Date control lost	Nil	
Contribution of such entities to the reporting entity's profit/ (loss) from ordinary activities during the period (where material).	Nil	
Consolidated profit/(loss) from ordinary activities of the controlled entity (or group of entities) whilst controlled during the whole of the previous corresponding period (where material).	Nil	

## 12. Earnings per share

	Current period (\$)	Previous corresponding Period (\$)
Net profit /(loss) attributable to ordinary equity holders of the parent	(7,398,646)	1,694,308
Weighted average no of ordinary shares	839,605,311	187,536,682
<b>Profit /(loss) per Share</b>		
- Basic profit /(loss) per share (cents per shares)	(0.70)	0.90
- Diluted profit /(loss) per share	(0.70)	0.49
<i>Dilutive earnings per share have not been disclosed as the entity does not have on issue any potential ordinary shares which are dilutive.</i>		

**13. Details of associates and joint venture entities**

Name of associate/joint venture	Reporting entity's percentage holding	
	Current Period	Previous corresponding period
N/A		

**14. Significant information**

Details of any other significant information needed by an investor to make an informed assessment of the entity's financial performance and financial position.
None

**15.** This report is based on +accounts to which one of the following applies.  
(Tick one)

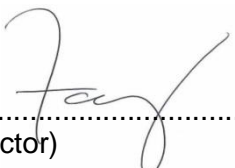
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| <input type="checkbox"/> The +accounts have been audited.                              | <input type="checkbox"/> The +accounts have been subject to review.                  |
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| <input type="checkbox"/> The +accounts have not yet been audited or reviewed.          | <input type="checkbox"/> The +accounts have <i>not</i> yet been audited or reviewed. |

**16.** If the accounts have not yet been audited or subject to review and are likely to be subject to dispute or qualification, details are described below

N/A
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**17.** If the accounts have been audited or subject to review and are subject to dispute or qualification, details are described below

N/A
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Sign here:  .....

(Director)

Date: 31 August 2011

Print name: Nathan Taylor