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Company Announcements Platform
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ASX ANNOUNCEMENT

DRILLING UPDATE #2 – FURTHER ENCOURAGING INTERSECTIONS WITH GRADES AT THE HIGH END OF THE TARGET RANGE OF 48% - 53% Fe

HIGHLIGHTS

- Results confirm grades at the high end of the initial target range of 48% - 53% Fe
 - Results further support presence of near surface Iron Ore
 - Grade and thickness of ore body surpass expectations
 - Thickness of intersections on average 3m thicker in main ore body than first results
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Australian based iron ore exploration and development company, Energio Limited (ASX:EIO) ("Energio" or the "Company") is pleased to announce it has received the second batch of assay results from the 2011 / 2012 drilling campaign at its Agbaja Iron Ore Exploration Project, located in Nigeria, West Africa.

Further to our announcement of 19 January 2012, continuous results are now being received and released to the market from the 200 drill holes completed to date of the planned 20,000 metres of drilling for resource definition at the Agbaja Iron Ore Exploration Project.

The locations of the 4 holes for which analyses are available are shown in Figure 1, together with the location of all holes of the planned drilling program. Tables 1, 2, 3 and 4 show the results of the XRF analysis of the typical elements for iron ore analysis of drill holes 19, 20, 21 and 22 in Drill Row Line 12.

Energio Chairman Dr Ian Burston noted that *"These results continue the positive pattern of the analysis of the first 4 holes with the grade and thickness of the ore body surpassing the board's expectations. The grades from this batch of results remains at the upper end of our target range and interestingly the most recent drill intersections are on average approximately three metres thicker in the main ore body when compared with the initial four drill hole results."*

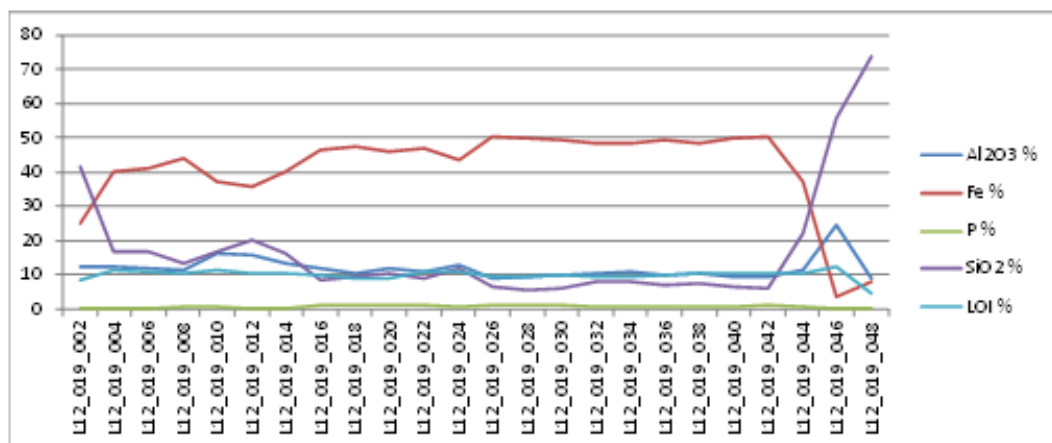
With the recommencement of drilling this week the company remains on target to finalise the drilling and sampling program within the 2nd quarter of 2012.

Table 1: Drill Hole Number 19

Drill Line 12
Drill Hole Number 19



| Drill Line Number | Sample Depth Metres | Al2O3 % | Fe % | P % | SiO2 % | LOI % |
|-------------------|---------------------|---------|-------|-------|--------|-------|
| L12_019_002 | 1 | 12.6 | 24.81 | 0.3 | 41.4 | 8.38 |
| L12_019_004 | 2 | 12.45 | 40.21 | 0.377 | 16.9 | 11.19 |
| L12_019_006 | 3 | 11.65 | 41.13 | 0.355 | 16.65 | 10.99 |
| L12_019_008 | 4 | 11.35 | 43.97 | 0.449 | 13.4 | 10.32 |
| L12_019_010 | 5 | 16.2 | 37 | 0.504 | 16.9 | 11.39 |
| L12_019_012 | 6 | 15.6 | 35.65 | 0.279 | 20.4 | 10.46 |
| L12_019_014 | 7 | 13.2 | 40.37 | 0.404 | 16.5 | 10.26 |
| L12_019_016 | 8 | 12.1 | 46.69 | 0.965 | 8.41 | 9.88 |
| L12_019_018 | 9 | 10.65 | 47.67 | 0.913 | 9.57 | 8.93 |
| L12_019_020 | 10 | 12 | 45.99 | 0.981 | 10.45 | 9.12 |
| L12_019_022 | 11 | 10.85 | 46.77 | 0.939 | 8.7 | 11.03 |
| L12_019_024 | 12 | 12.7 | 43.46 | 0.879 | 11.7 | 10.69 |
| L12_019_026 | 13 | 9.14 | 50.39 | 0.974 | 6.45 | 9.58 |
| L12_019_028 | 14 | 9.38 | 49.97 | 1.22 | 5.66 | 9.55 |
| L12_019_030 | 15 | 9.83 | 49.36 | 1.135 | 6.16 | 9.93 |
| L12_019_032 | 16 | 10.6 | 48.55 | 0.863 | 7.86 | 9.36 |
| L12_019_034 | 17 | 10.85 | 48.43 | 0.786 | 7.91 | 9.49 |
| L12_019_036 | 18 | 9.84 | 49.44 | 0.865 | 7.04 | 9.84 |
| L12_019_038 | 19 | 10.25 | 48.61 | 0.889 | 7.29 | 10.27 |
| L12_019_040 | 20 | 9.33 | 49.98 | 0.843 | 6.36 | 10.37 |
| L12_019_042 | 21 | 9.31 | 50.16 | 0.905 | 6.1 | 10.2 |
| L12_019_044 | 22 | 11.3 | 37.32 | 0.415 | 22 | 10.22 |
| L12_019_046 | 23 | 24.4 | 3.42 | 0.085 | 55.8 | 12.13 |
| L12_019_048 | 24 | 8.85 | 7.97 | 0.13 | 73.8 | 4.62 |

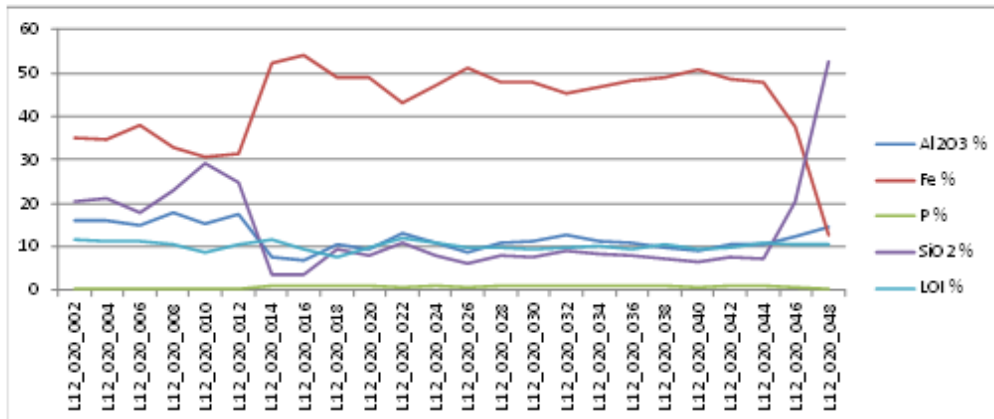


This drill hole exited the orebody at 22 metres, Note change in Fe and SiO2

Table 2: Drill Hole Number 20
Drill Line 12
Drill Hole Number 20



| Drill Line Number | Sample Depth Metres | Al2O3 % | Fe % | P % | SiO2 % | LOI % |
|-------------------|---------------------|---------|-------|-------|--------|-------|
| L12_020_002 | 1 | 15.85 | 35.04 | 0.298 | 20.5 | 11.52 |
| L12_020_004 | 2 | 16.05 | 34.52 | 0.266 | 21.3 | 11.26 |
| L12_020_006 | 3 | 14.95 | 37.82 | 0.36 | 17.75 | 11.15 |
| L12_020_008 | 4 | 17.85 | 32.7 | 0.259 | 22.8 | 10.56 |
| L12_020_010 | 5 | 15.45 | 30.75 | 0.251 | 29.2 | 8.82 |
| L12_020_012 | 6 | 17.55 | 31.24 | 0.199 | 24.8 | 10.73 |
| L12_020_014 | 7 | 7.59 | 52.15 | 0.907 | 3.56 | 11.7 |
| L12_020_016 | 8 | 6.99 | 54.05 | 1.07 | 3.49 | 9.32 |
| L12_020_018 | 9 | 10.6 | 48.93 | 0.89 | 9.29 | 7.45 |
| L12_020_020 | 10 | 9.48 | 49 | 1.075 | 7.9 | 9.74 |
| L12_020_022 | 11 | 12.95 | 42.97 | 0.855 | 10.75 | 12.09 |
| L12_020_024 | 12 | 10.75 | 47.09 | 1.03 | 8.12 | 10.82 |
| L12_020_026 | 13 | 8.71 | 51.13 | 0.838 | 6.15 | 9.65 |
| L12_020_028 | 14 | 10.8 | 47.91 | 0.933 | 7.86 | 9.93 |
| L12_020_030 | 15 | 11.35 | 48.02 | 1.015 | 7.49 | 9.41 |
| L12_020_032 | 16 | 12.85 | 45.36 | 1.04 | 9.08 | 9.92 |
| L12_020_034 | 17 | 11.4 | 46.86 | 0.864 | 8.5 | 10.29 |
| L12_020_036 | 18 | 10.9 | 48.33 | 0.92 | 7.83 | 9.39 |
| L12_020_038 | 19 | 9.77 | 48.92 | 0.871 | 7.13 | 10.63 |
| L12_020_040 | 20 | 9.14 | 50.84 | 0.837 | 6.35 | 9.28 |
| L12_020_042 | 21 | 10.4 | 48.56 | 0.888 | 7.6 | 9.81 |
| L12_020_044 | 22 | 10.5 | 47.75 | 1.1 | 7.11 | 10.75 |
| L12_020_046 | 23 | 12.4 | 37.7 | 0.689 | 20.5 | 10.53 |
| L12_020_048 | 24 | 14.55 | 12.77 | 0.225 | 52.7 | 10.51 |



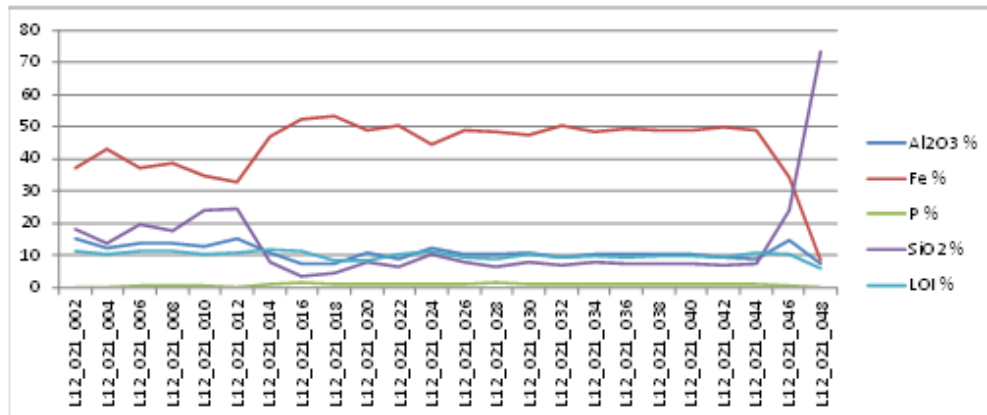
This drill hole exited the orebody at 23 Metres Depth, Note change in Fe and SiO2

Table 3: Drill Hole Number 21

**Drill Line 12
Drill Hole Number 21**



| Drill Line Number | Sample Depth Metres | Al2O3 % | Fe % | P % | SiO2 % | LOI % |
|-------------------|---------------------|---------|-------|-------|--------|-------|
| L12_021_002 | 1 | 15.35 | 37.18 | 0.303 | 18.15 | 11.13 |
| L12_021_004 | 2 | 12.2 | 43.09 | 0.281 | 13.9 | 10.36 |
| L12_021_006 | 3 | 13.85 | 37.27 | 0.399 | 19.45 | 11.1 |
| L12_021_008 | 4 | 13.65 | 38.5 | 0.476 | 17.45 | 11.33 |
| L12_021_010 | 5 | 12.9 | 34.89 | 0.347 | 23.9 | 10.43 |
| L12_021_012 | 6 | 15.05 | 32.82 | 0.285 | 24.4 | 11.04 |
| L12_021_014 | 7 | 10.85 | 46.72 | 0.857 | 7.78 | 11.85 |
| L12_021_016 | 8 | 7.22 | 52.17 | 1.34 | 3.36 | 11.19 |
| L12_021_018 | 9 | 7.4 | 53.39 | 1.195 | 4.62 | 8.27 |
| L12_021_020 | 10 | 10.85 | 48.73 | 1.01 | 8.09 | 8.57 |
| L12_021_022 | 11 | 8.72 | 50.23 | 1.1 | 6.34 | 10.2 |
| L12_021_024 | 12 | 12.05 | 44.57 | 0.962 | 10.1 | 11.16 |
| L12_021_026 | 13 | 10.25 | 48.89 | 0.926 | 7.84 | 9.25 |
| L12_021_028 | 14 | 10.55 | 48.47 | 1.375 | 6.62 | 9.07 |
| L12_021_030 | 15 | 10.6 | 47.44 | 1.1 | 7.67 | 10.31 |
| L12_021_032 | 16 | 9.18 | 50.06 | 0.832 | 7.08 | 9.28 |
| L12_021_034 | 17 | 10.2 | 48.22 | 0.97 | 7.77 | 9.95 |
| L12_021_036 | 18 | 10.15 | 49.36 | 0.875 | 7.25 | 9.25 |
| L12_021_038 | 19 | 10.3 | 48.61 | 0.877 | 7.59 | 9.83 |
| L12_021_040 | 20 | 10.25 | 48.62 | 0.969 | 7.53 | 9.88 |
| L12_021_042 | 21 | 9.48 | 49.95 | 0.917 | 6.95 | 9.51 |
| L12_021_044 | 22 | 9.09 | 48.83 | 1 | 7.43 | 10.77 |
| L12_021_046 | 23 | 14.55 | 34.04 | 0.677 | 24 | 10.16 |
| L12_021_048 | 24 | 7.45 | 8.27 | 0.058 | 73.1 | 5.89 |



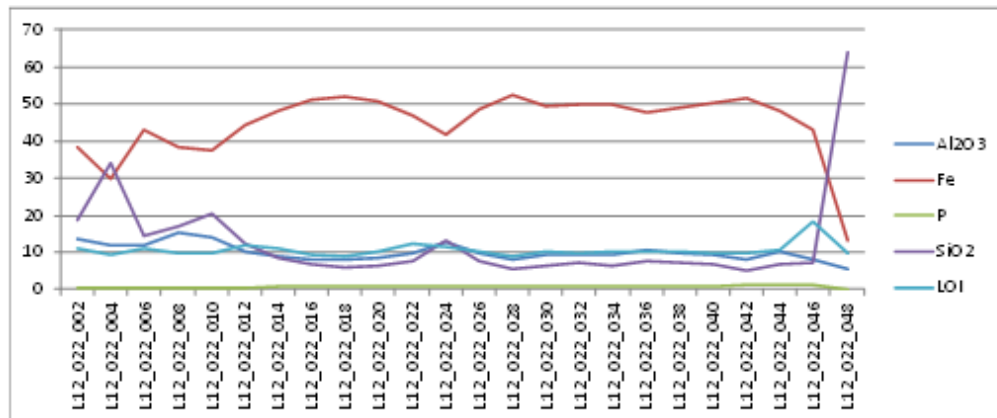
This drill Hole exited the orebody at 23 Metres, Note change in Fe and SiO2

Table 4: Drill Hole Number 22

Drill Line 12
Drill Hole Number 22



| Drill Line Number | Sample Depth Metres | Al2O3 | Fe | P | SiO2 | LOI |
|-------------------|---------------------|-------|-------|-------|-------|-------|
| L12_022_002 | 1 | 13.45 | 38.24 | 0.305 | 18.55 | 11.26 |
| L12_022_004 | 2 | 12.05 | 29.67 | 0.406 | 34 | 9.51 |
| L12_022_006 | 3 | 11.8 | 42.85 | 0.287 | 14.25 | 10.88 |
| L12_022_008 | 4 | 15.35 | 38.46 | 0.38 | 17.2 | 9.6 |
| L12_022_010 | 5 | 13.9 | 37.52 | 0.282 | 20.5 | 9.91 |
| L12_022_012 | 6 | 10.25 | 44.49 | 0.293 | 12.5 | 11.9 |
| L12_022_014 | 7 | 8.95 | 48.26 | 0.66 | 8.52 | 11.2 |
| L12_022_016 | 8 | 7.89 | 51.03 | 0.909 | 6.96 | 9.5 |
| L12_022_018 | 9 | 8.04 | 52.2 | 0.895 | 5.84 | 8.88 |
| L12_022_020 | 10 | 8.41 | 50.56 | 0.961 | 6.49 | 10.08 |
| L12_022_022 | 11 | 9.86 | 46.92 | 0.925 | 7.68 | 12.53 |
| L12_022_024 | 12 | 12.55 | 41.81 | 0.917 | 13.3 | 11.43 |
| L12_022_026 | 13 | 9.85 | 48.74 | 0.97 | 7.48 | 10.19 |
| L12_022_028 | 14 | 8.05 | 52.36 | 0.99 | 5.39 | 8.9 |
| L12_022_030 | 15 | 9.4 | 49.4 | 0.972 | 6.46 | 10.16 |
| L12_022_032 | 16 | 9.52 | 49.9 | 0.79 | 7.04 | 9.68 |
| L12_022_034 | 17 | 9.44 | 49.81 | 0.956 | 6.32 | 10 |
| L12_022_036 | 18 | 10.6 | 47.84 | 0.968 | 7.57 | 10.28 |
| L12_022_038 | 19 | 9.97 | 48.89 | 0.827 | 7.18 | 10.37 |
| L12_022_040 | 20 | 9.37 | 50.21 | 0.849 | 6.73 | 9.6 |
| L12_022_042 | 21 | 8.16 | 51.77 | 1.03 | 5.1 | 9.86 |
| L12_022_044 | 22 | 10.25 | 48.3 | 1.19 | 6.82 | 10.46 |
| L12_022_046 | 23 | 8 | 42.98 | 1.055 | 7.32 | 18.49 |
| L12_022_048 | 24 | 5.64 | 13.22 | 0.102 | 63.9 | 9.89 |



This drill hole exited the orebody at 23 metres depth, Note change in Fe and SiO2

Competent Persons Statement

The drill hole results in this report have been examined by Dr Warwick Crowe BSc Hons, MSc, PhD who is the Principal Geologist at International Geoscience, a Perth based Geological and Geoscience Consultancy, Dr Crowe is a member of the Society of Economic Geologists and Society for Geology Applied to Mineral Deposits.

Dr Crowe has sufficient experience that is relevant to the style of Geology and type of deposit under consideration and to the activity that he is undertaking to qualify as a Competent Person as defined in the 2004 edition of the Australasian Code for Reporting of Exploration Results , Minerals Resources and Ore Reserves. Dr Crowe consents to the inclusion of this report of the matters based on his information in the form and context that the information appears.

Fig 1: Drill line and Hole locations

