



Ground Floor, 15 Bentham Street  
Adelaide, South Australia  
E-Mail: [info@aoenergy.com.au](mailto:info@aoenergy.com.au)  
Web: [www.aoenergy.com.au](http://www.aoenergy.com.au)

26 April 2013

Company Announcements  
ASX Ltd  
Electronic Lodgement

## **QUARTERLY ACTIVITIES REPORT FOR THE PERIOD ENDED 31 MARCH 2013**

### **Introduction**

AO Energy Ltd (AOM" or the "Company") is an ASX-listed company with minerals exploration assets in Australia and who has also been investigating oil and gas exploration and production ventures.

### **Rights issue**

During the quarter, the Company undertook a non-renounceable rights issue on 1 for 2 basis at a price of 6 cents per share. Shareholders subscribed for 11.6M shares, raising \$700k. The Company has the ability to place the shortfall arising under this rights issue of 17.5M shares in the period to 12 June 2013 and is working with a number of brokers over this.

### **Share suspension**

Trading in the Company's shares was suspended from the date of a General Meeting held in November last year. Trading recommenced on 12 February 2013.

### **Other oil and gas ventures**

The Company continues to pursue a number of potential oil and gas ventures in the Asia-Pacific region (including Australia) and aims to provide updates on progress thereon to shareholders in the quarter to 30 June 2013.

### **Minerals Interests**

The Company has minerals rights interests in Queensland (the Connors Arch Joint Venture) and in New South Wales (EL 6269). Discussions are progressing over a farm-out of the Connors Arch Joint Venture.

## Appendix 5B

### Mining exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10

Name of entity

AO Energy Limited

ABN

84 010 126 708

Quarter ended ("current quarter")

31 March 2013

#### Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A '000	Year to date (3 months) \$A '000
1.1 Receipts from product sales and related debtors		
1.2 Payments for (a) exploration & evaluation	(287)	(287)
(b) development	-	-
(c) production	-	-
(d) administration	(177)	(177)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	-	-
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Refund of exploration bond deposit	-	-
	(464)	(464)
<b>Net Operating Cash Flows</b>		
<b>Cash flows related to investing activities</b>		
1.8 Payment for purchases of: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	(3)	(3)
1.9 Proceeds from sale of: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	-
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (provide details if material)	-	-
	(3)	(3)
<b>Net investing cash flows</b>		
1.13 Total operating and investing cash flows (carried forward)	(467)	(467)

+ See chapter 19 for defined terms.

1.13	Total operating and investing cash flows (brought forward)	(467)	(467)
	<b>Cash flows related to financing activities</b>		
1.14	Proceeds from issues of shares, options, etc.	696	696
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Share issue expenses	(22)	(22)
	<b>Net financing cash flows</b>	674	674
	<b>Net increase (decrease) in cash held</b>	207	207
1.20	Cash at beginning of quarter/year to date	256	256
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	<b>Cash at end of quarter</b>	463	463

**Payments to directors of the entity and associates of the directors**

**Payments to related entities of the entity and associates of the related entities**

		Current quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	129
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Directors' fees, superannuation and consulting fees paid to entities associated with Directors.
---

**Non-cash financing and investing activities**

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

Not applicable
----------------

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

Not applicable
----------------

+ See chapter 19 for defined terms.

### Financing facilities available

*Add notes as necessary for an understanding of the position.*

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	-	-
3.2 Credit standby arrangements	-	-

### Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	-
4.2 Development	-
4.3 Production	-
4.4 Administration	120
<b>Total</b>	<b>120</b>

### Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	463	256
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
<b>Total: cash at end of quarter</b> (item 1.22)	<b>463</b>	<b>256</b>

### Changes in interests in mining tenements

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements relinquished, reduced or lapsed	Nil		
6.2	Interests in mining tenements acquired or increased	Nil		

+ See chapter 19 for defined terms.

### Issued and quoted securities at end of current quarter

*Description includes rate of interest and any redemption or conversion rights together with prices and dates.*

	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 <b>Preference +securities</b> <i>(description)</i>				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 <b>+Ordinary securities</b>	69,703,091	69,703,091		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	11,593,313	11,593,313	6 cents	6 cents
7.5 <b>+Convertible debt securities</b> <i>(description)</i>				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 <b>Options</b> <i>Options</i>	641,791 <sup>1</sup> 1,791,046 <sup>1</sup> 1,050,000 <sup>1</sup> 9,500,000 <sup>2</sup> 18,500,000 <sup>3</sup>	- - - - -	<i>Exercise price</i> 201.0 cents 20.1 cents 22.5 cents 22.5 cents 30.0 cents	<i>Expiry date</i> 31 December 2013 20 September 2016 11 February 2016 11 February 2016 11 February 2017
<i>Performance rights</i>	1,800,000 <sup>4</sup> 1,800,000 <sup>5</sup>	- -	Not applicable Not applicable	30 June 2014 30 June 2015

+ See chapter 19 for defined terms.

7.8	Issued during quarter <i>Options</i>			<i>Exercise price</i>	<i>Expiry date</i>
		1,050,000	-	22.5 cents	11 February 2016
		9,500,000	-	22.5 cents	11 February 2016
	18,500,000	-	30.0 cents	11 February 2017	
	<i>Performance rights</i>	1,800,000	-	Not applicable	30 June 2014
		1,800,000	-	Not applicable	30 June 2015
7.9	Exercised during quarter				
7.10	Expired during quarter				
7.11	<b>Debentures</b> <i>(totals only)</i>				
7.12	<b>Unsecured notes</b> <i>(totals only)</i>				

Vesting and entitlement details in relation to unlisted options and performance rights on issue:

<sup>1</sup> Options vested.

<sup>2</sup> Option vesting subject to completing a transaction under which it acquires a material interest in a prospective oil and gas venture at any time before 30 June 2014.

<sup>3</sup> Option vesting subject to the Company's 30 day Volume Weighted Average Share Price being not less than \$0.50 for 5 consecutive trading days at any time prior to 30 June 2015.

<sup>4</sup> Performance Rights entitlement subject to a transaction in prospective oil and gas venture before 30 June 2014.

<sup>5</sup> Performance Rights entitlement subject to the Company's 30 day volume weighted average share price being not less than \$0.50 for 5 consecutive trading days at any time prior to 30 June 2015.

## Compliance statement

1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 5).

2 This statement does give a true and fair view of the matters disclosed.



Sign here: .....  
Secretary

Date: 26 April 2013

Print name: Jaroslaw (Jarek) Kopias

## Notes

1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.

2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.

3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.

4 The definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report.

5 **Accounting Standards** ASX will accept, for example, the use of International Financial Reporting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

== == == == ==

---

+ See chapter 19 for defined terms.