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The Company Announcements Platform
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EXPLORATION UNDERWAY AT KCMH IRON ORE LICENCES

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- **GEOPHYSICAL SURVEY INCORPORATING ELECTROMAGNETIC AND GEO-RESISTIVITY TESTING COMPLETED**
 - **DRILLING PROGRAM AIMED AT ESTABLISHING JORC RESOURCE PLANNED FOR LATE APRIL**
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The Directors of Energio (ASX: EIO) are pleased to provide an update on exploration activities underway at the KCMH Iron Ore Project in Nigeria.

On November 8, 2010 Energio announced it had secured a put and call option with TGP Australia to acquire 100 per cent of KCM Holdings, the owner of a 70% interest in a package of iron ore exploration licenses. Further to this on the March 2, 2011 Energio announced that it had secured the right to purchase the remaining 25% interest in the licenses from Bedford Nominees thereby giving it the right to 100 per cent of a series of exploration licenses in Kogi State, Nigeria (please see EIO ASX releases dated November 8, 2010 and March 2, 2011).

Exploration work commenced on the February 12, 2011 with geological surveys of the KCMH license areas in the environs of Lokoja, located in Kogi state, Nigeria.

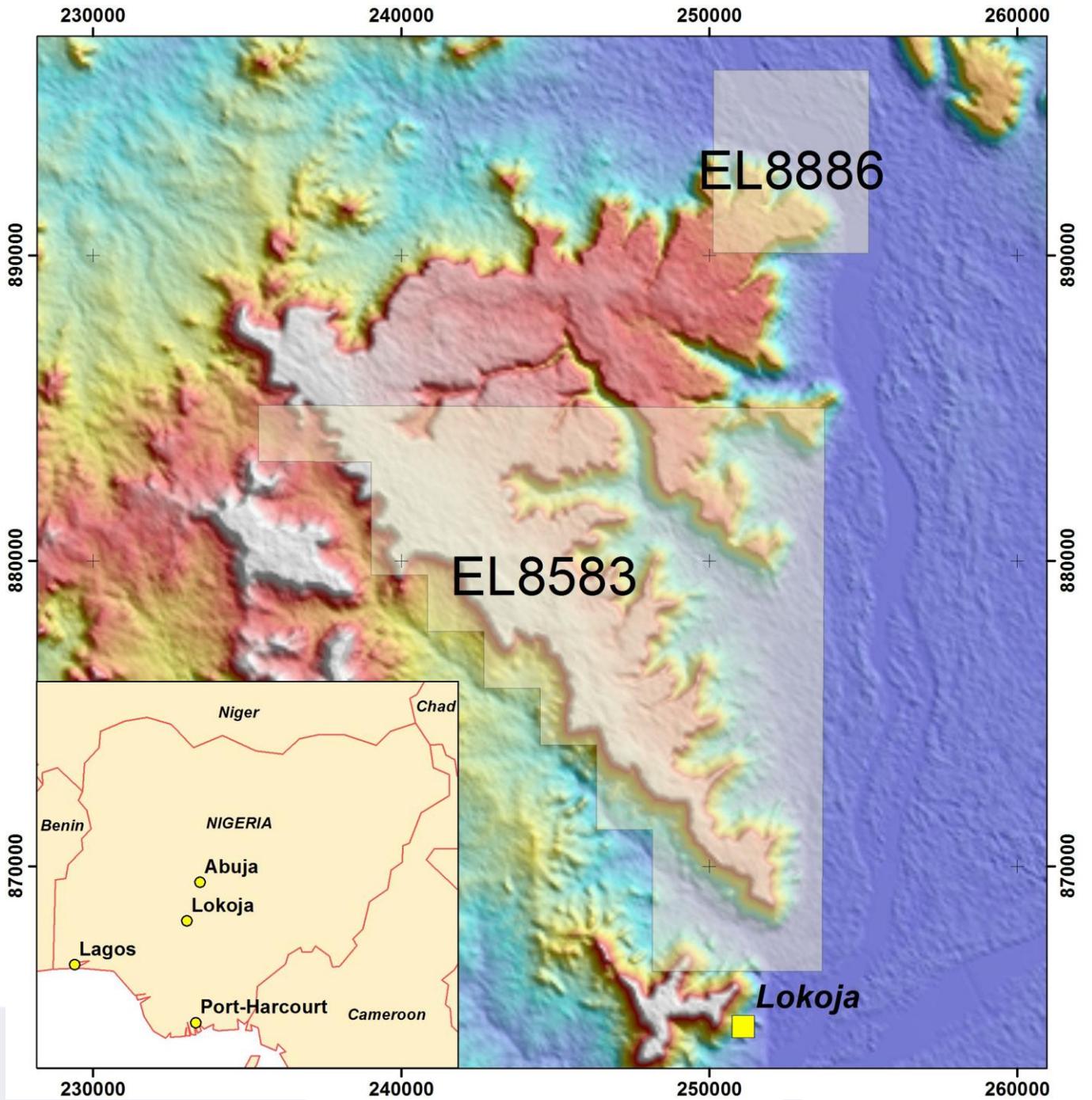
The work was mainly focused on the Agbaja plateau (licenses EL 8583 and EL 8886) with the aim to provide an overview of the character and distribution of the extensive pisolitic iron ore that exists in these license areas. The results will provide a reference from which the follow up drilling program can be planned. The work included profile mapping around the escarpment margin of the plateau and a resistivity survey along a series of selected lines.

Work is continuing on sourcing suitable drill rigs and drilling is expected to commence in late April 2011. Drilling will be focused on the Agbaja plateau and other priority targets previously identified on the licenses.

The objective of the drilling program will be to establish a JORC resource.

Energio Chairman Nathan Taylor commented that the initial work had gone very well with good access to the license areas:

“The proximity of the Agbaja plateau to good regional roads has allowed the geophysical team from Intergeo to access the areas of interest in a safe and efficient manner. We were also pleased with the capability of the Nigerian support team. The assistance from both the local community and the regional liaison team has been excellent and this continuing support will be of particular benefit when the drilling phase of the exploration commences.”



- Ends -
Sean Henbury
Company Secretary.