



**URAN LIMITED**

**Financial Report for the Half  
Year ended  
31 December 2008**



## Corporate Directory

### DIRECTORS

Mr Pat Ryan	Chairman
Ms Kate Hobbs	Managing Director
Dr Wolf Martinick	Non-Executive Director

### JOINT COMPANY SECRETARIES

Mr Sam Wright  
Mr Winton Willesee

### PRINCIPAL PLACE OF BUSINESS AND REGISTERED OFFICE

Unit 6, Level 1, 680 Murray Street  
WEST PERTH, WA, AUSTRALIA, 6005

### CONTACT DETAILS

Website: [www.uranlimited.com.au](http://www.uranlimited.com.au)  
Email: [info@uranlimited.com.au](mailto:info@uranlimited.com.au)  
Ph: + 61 (8) 9321 3445  
Fax: + 61 (8) 9321 3449

Unit 6, Level 1, 680 Murray Street  
WEST PERTH, WA, AUSTRALIA, 6005

### SOLICITORS TO THE COMPANY

Steinepreis Paganin  
Level 4, Next Building  
16 Milligan Street  
PERTH WA 6000

### AUDITORS

Ernst & Young  
The Ernst & Young Building  
11 Mounts Bay Road  
Perth, WA 6000

### STOCK EXCHANGE

Australian Securities Exchange  
Exchange Plaza  
2 The Esplanade  
Perth WA 6000

### SHARE REGISTRY

Computershare Investor Services  
45 St Georges Terrace  
Perth WA 6000

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**Uran Limited**  
ABN 93 107 316 683

**Financial Report for the Half-year ended  
31 December 2008**

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# Directors' Report

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Your directors submit the financial report of Uran Limited ("the Company") for the half-year ended 31 December 2008.

## DIRECTORS

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

Mr Patrick Edward Ryan	Chairman
Ms Catherine Mary (Kate) Hobbs	Managing Director
Mr Wolf Martinick	Non-Executive Director
Mr Thomas Schrimpf	Executive Director (resigned 29 October 2008)
Mr Donald Ross Kennedy	Non-Executive Director (resigned 1 September 2008)

Directors have been in office since the start of the financial period to the date of this report unless otherwise stated.

## REVIEW OF OPERATIONS

The Uran Limited Board continued to review corporate operations to ensure it is operating appropriately in the current financial climate. Uran curtailed expenditure and reviewed implementation of its strategic objectives. As a result of this review, the Company intensified its ongoing efforts to acquire suitable properties in the USA, resulting in the conclusion in January 2009 of a joint venture agreement over Grants Ridge Project in the Grants Ridge Uranium Belt of New Mexico.

On 16 January 2009, Uran announced to the market that it had entered into an option to purchase the Victor tungsten project located in the historic tungsten mining district of Inyo County, California. The project consists of 13 granted patented lode mining claims covering a small high-grade historic tungsten mine.

On 23 July 2008, Uran announced that its wholly owned subsidiary, Juno Minerals Ltd, had exercised its option to acquire 100% ownership of the Finley Basin tungsten project in Montana USA by payment of \$173,886 (US\$:165,000). The acquisition is a key step in Uran's previously announced decision to take advantage, through Juno Minerals, of opportunities to acquire non-uranium projects which add value to shareholders.

On 1 September 2008, Mr Ross Kennedy resigned as Director of the Company due to failing health. Ross had been a Director of the Company since it listed in May 2006. The Company thanked him for his dedicated service.

The Uran Annual General Meeting was held on 29 October 2008. All resolutions that were put were passed on a show of hands.

On 29 October 2008, Mr Thomas Schrimpf resigned as a Director of the Company. The Board extended its appreciation during the time of his Directorship.

## FINANCIAL PERFORMANCE

### Financial Position

The net assets of the Company have decreased to \$1,946,586 as at 31 December 2008 (30 June 2008: \$3,126,330)

### Financial Performance

The loss of the company for the half year ended 31 December 2008 amounted to \$1,179,744 (31 December 2007: \$1,977,660).

# Directors' Report

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## Auditor's Independence Declaration

We have obtained an independence declaration from our auditors, Ernst & Young, which is presented on page 3 of this half year financial report and forms part of this report.

Signed in accordance with a resolution of the Directors.




Kate Hobbs  
Managing Director  
Perth, 13 March 2009

### Auditor's Independence Declaration to the Directors of Uran Limited

In relation to our review of the financial report of Uran limited for the half-year ended 31 December 2008 to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the Corporations Act 2001 or any applicable code of professional conduct.

A handwritten signature in black ink that reads 'Ernst & Young'.

Ernst & Young

A handwritten signature in black ink that reads 'Gavin Buckingham'.

Gavin A Buckingham  
Partner  
Perth  
13 March 2009

# Consolidated Income Statement

for the half-year ended 31 December 2008

	Note	31 December 2008 \$	31 December 2007 \$
Interest Revenue		71,332	156,233
Other administrative expenses		(186,395)	(175,335)
Compliance and regulatory expenses		(50,516)	(62,934)
Depreciation		(24,627)	(22,878)
Director's fees		(23,750)	(21,250)
Employee benefits expense		(726,920)	(1,090,704)
Impairment of mineral exploration expenditure	7	(46,797)	(73,447)
Loss on sale of property, plant and equipment		-	(1,870)
Tenancy and operating lease expenses		(69,227)	(65,582)
Impairment of available for sale asset	6	(100,000)	-
Other expenses		(22,844)	(619,893)
Loss before income tax		(1,179,744)	(1,977,660)
Income tax		-	-
Loss after income tax expense		(1,179,744)	(1,977,660)
Basic (loss) per share (cents per share)		(2.31)	(3.87)
Diluted (loss) per share (cents per share)		(2.31)	(3.87)

The accompanying notes form part of these financial accounts

# Consolidated Balance Sheet

as at 31 December 2008

	31 December 2008	30 June 2008
	\$	\$
<b>CURRENT ASSETS</b>		
Cash	1,159,815	2,739,867
Receivables	21,667	34,298
Other receivables	120,000	120,000
Prepayments	13,252	2,081
<b>TOTAL CURRENT ASSETS</b>	<u>1,314,734</u>	<u>2,896,246</u>
<b>NON-CURRENT ASSETS</b>		
Property, plant & equipment	236,353	237,604
Mineral exploration activities	7 484,531	91,091
Investments	6 19	100,019
Other receivables	76,160	76,160
<b>TOTAL NON CURRENT ASSETS</b>	<u>797,063</u>	<u>504,874</u>
<b>TOTAL ASSETS</b>	<u>2,111,797</u>	<u>3,401,120</u>
<b>CURRENT LIABILITIES</b>		
Payables	45,080	226,839
Interest bearing borrowings	6,881	8,327
Provisions	101,008	25,908
<b>TOTAL CURRENT LIABILITIES</b>	<u>152,969</u>	<u>261,074</u>
<b>NON-CURRENT LIABILITIES</b>		
Interest bearing borrowings	12,242	13,716
<b>TOTAL NON-CURRENT LIABILITIES</b>	<u>12,242</u>	<u>13,716</u>
<b>NET ASSETS</b>	<u>1,946,586</u>	<u>3,126,330</u>
<b>EQUITY</b>		
Contributed equity	9,449,537	9,449,537
Reserves	3,159,962	3,159,962
Accumulated losses	(10,662,913)	(9,483,169)
<b>TOTAL EQUITY</b>	<u>1,946,586</u>	<u>3,126,330</u>

The accompanying notes form part of these financial accounts

# Consolidated Statement of Changes in Equity

for the half-year ended 31 December 2008

	Issued Capital	Accumulated Losses	Share Based Payments Reserve	Total
	\$	\$	\$	\$
<b>Balance at 1 July 2007</b>	9,449,537	(5,981,023)	2,371,570	5,840,096
Loss for the period	-	(1,977,660)	-	(1,977,660)
Share based payment	-	-	730,719	730,719
<b>Balance at 31 December 2007</b>	<u>9,449,537</u>	<u>(7,958,683)</u>	<u>3,102,289</u>	<u>4,593,155</u>
<b>Balance at 1 July 2008</b>	9,449,537	(9,483,169)	3,159,962	3,126,330
Loss for the period	-	(1,179,744)	-	(1,179,744)
<b>Balance at 31 December 2008</b>	<u>9,449,537</u>	<u>(10,662,913)</u>	<u>3,159,962</u>	<u>1,946,586</u>

The accompanying notes form part of these financial accounts

# Consolidated Cash Flow Statement

for the half-year ended 31 December 2008

	Notes	31 December 2008 \$	31 December 2007 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Payments to suppliers and employees		(1,153,274)	(1,342,565)
Mineral exploration expenditure		(471,814)	(57,512)
Interest Received		71,332	156,233
<b>NET CASH USED BY OPERATING ACTIVITIES</b>		<b>(1,553,756)</b>	<b>(1,243,844)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Payments for property, plant and equipment		(23,376)	(100,669)
Proceeds from sale of property, plant and equipment		-	16,364
Payment for term deposit		-	(76,160)
<b>NET CASH PROVIDED BY FINANCING ACTIVITIES</b>		<b>(23,376)</b>	<b>(160,465)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from borrowings		-	27,788
Repayment of borrowings		(2,920)	(21,578)
<b>NET CASH PROVIDED BY FINANCING ACTIVITIES</b>		<b>(2,920)</b>	<b>6,210</b>
<b>NET (DECREASE) IN CASH HELD</b>		<b>(1,580,052)</b>	<b>(1,398,099)</b>
Cash at the beginning of the period		2,739,867	5,361,257
<b>CASH HELD AT END OF PERIOD</b>		<b>1,159,815</b>	<b>3,963,158</b>

The accompanying notes form part of these financial accounts

# Notes to the Financial Statements

for the half-year ended 31 December 2008

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## NOTE 1. Corporate Information

The financial report of Uran Limited (the Company) for the half-year ended 31 December 2008 was authorised for issue in accordance with a resolution of the directors on 12 March 2009. Uran Limited is a company domiciled and incorporated in Australia and limited by shares, which are publicly traded on the Australian Stock Exchange.

## NOTE 2. Basis of Preparation and Changes in Accounting Policy

### (a) Basis of Preparation

This general purpose financial report for the half-year ended 31 December 2008 has been prepared in accordance with AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

The half-year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the consolidated entity as the full financial report.

It is recommended that the half-year financial report be read in conjunction with the annual report for the year ended 30 June 2008 and considered together with any public announcements made by Uran Limited during the half-year ended 31 December 2008 in accordance with the continuous disclosure obligations of the ASX listing rules.

Apart from the changes in accounting policy noted below, the accounting policies and methods of computation are the same as those adopted in the most recent annual financial report.

### Changes in accounting policy

From 1 July 2008 the Group has adopted the following Standards and Interpretations, mandatory for annual periods beginning on or after 1 July 2008.

- AASB 2008-10 *Amendment to Australian Accounting Standards – Reclassification of Financial Assets (amendments to AASB 139 Financial Instruments: Recognition and Measurement and AASB 7 Financial Instruments Disclosures)*
- Interpretation 12 and AASB 2007-2 *Service Concession Arrangements* and consequential amendments to other Australian Accounting Standards
- Interpretation 129 *Service Concession Arrangements: Disclosures*
- Interpretation 4 (revised) *Determining whether an arrangement contains a lease*
- Interpretation 13 *Customer Loyalty Programmes*.
- Interpretation 14 *The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction*.

Adoption of these standards and interpretations did not have any effect on the financial position or performance of the Group.

The Group has not elected to early adopt any new standards or amendments

### (b) Going Concern

The consolidated entity recorded a loss of \$1,179,744 for the six months ended 31 December 2008 and has net current assets of \$1,161,765 as at 31 December 2008. The consolidated entity's cash flows shows that the consolidated entity will be required to raise additional equity capital raising early in the first quarter of the 2010 calendar year to enable it to continue to meet its ongoing administrative and exploration commitments for at least twelve months from the date of signing these financial statements.

The financial report has been prepared on the basis that the consolidated entity can continue to meet its commitments as and when they fall due and can therefore continue normal activities, including the settlement of liabilities and the realisation of assets in the ordinary course of business.

In arriving at this position the directors have considered the following pertinent matters:

- the Directors of the consolidated entity are actively pursuing further funding initiatives to provide additional working capital. It is planned that this will be in the form of an underwritten share purchase plan to shareholders and a share placement. The Directors are currently in discussions with various underwriters;

# Notes to the Financial Statements (continued)

for the half-year ended 31 December 2008

- the Directors of the consolidated entity are anticipating that the capital raising will be completed by the end of 2009; and
- the consolidated entity has also undertaken cost saving measures; and will continue to do so in the foreseeable future.

The directors believe that at the date of the signing of the financial statements there are reasonable grounds to believe that, having regard to the matters set out above, the consolidated entity will be able to raise sufficient funds to meet their obligations as and when they fall due and continue to proceed with the consolidated entity's strategic objectives beyond the currently committed expenditure.

Should the directors not achieve the matters set out above, there is significant uncertainty whether the consolidated entity will continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at amounts stated in the financial report.

The financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts, or to the amounts or classification of liabilities that might be necessary should the consolidated entity not be able to continue as a going concern.

## Note 3. Event after the balance sheet date

On 16 January 2009, Uran announced to the market that it had entered into an option to purchase the Victor tungsten project located in the historic tungsten mining district of Inyo County, California. The project consists of 13 granted patented lode mining claims covering a small high-grade historic tungsten mine. Under the terms of the Option Agreement Uran has paid an option fee of US\$50,000 to the current owner and can exercise the option to acquire 100% interest in the property by payment of US\$150,000 at any time within 2 years.

In January 2009 Uran entered into a joint venture agreement to acquire a 65% interest in the Grants Ridge Project in the Grants Ridge Uranium Belt of New Mexico. Under the terms of the joint venture agreement, Uran has paid a fee of US\$75,000 and issued 1,000,000 fully paid ordinary shares to Uranium Energy Corp who are the current owners.

On 16 February 2009, Uran announced to the market that Kel Edwards had retired as Company Secretary. Mr Winton Willesee and Mr Sam Wright have been appointed as Joint Company Secretaries.

Other than the above, there are no items, transactions or events of a material and unusual nature likely, in the opinion of the Directors, to affect significantly, the results of those operations, or the state of affairs of the Company in future financial years.

## Note 4. Contingencies and commitments

There has been no change in contingent liabilities since the last annual reporting date.

## Note 5. Dividends

There have been no dividends declared or recommended and no distributions made to shareholders or other persons during the period (2007: NIL).

## Note 6. Investments

The carrying value of the investments was written down to reflect an impairment loss of \$100,000.

	31 December 2008	31 December 2007
	\$	\$
At Cost		
Shares unlisted	300,019	300,019
Impairment at 30/6/08	(200,000)	-
Impairment at 31/12/08	(100,000)	-
	<u>19</u>	<u>300,019</u>

# Notes to the Financial Statements (continued)

for the half-year ended 31 December 2008

## Note 7. Mineral exploration activities

The carrying value of the Company's exploration assets were written down, resulting in an impairment of \$46,797.

	<b>31 December 2008</b>	<b>31 December 2007</b>
	<b>\$</b>	<b>\$</b>
Balance at beginning of period	91,091	47,079
Deferred exploration expenditure	440,237	117,460
Impairment (i)	(46,797)	(73,448)
	<u>484,531</u>	<u>91,091</u>

(i) These costs have been written off as they relate to tenements for which applications have been rejected and hence it is not expected that they are recoverable at the balance sheet date.

## Note 8. Segment information

	<b>Australia</b>	<b>USA</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Six months ended 31 December 2008</b>			
Unallocated Revenue	-	-	71,332
Segment Revenue	-	-	-
Segment result	(1,251,076)	-	(1,251,076)
<b>Loss before income tax</b>	<u>-</u>	<u>-</u>	<u>(1,179,744)</u>
<b>Assets and liabilities</b>			
Segment assets	1,628,824	482,973	2,111,797
Segment liabilities	165,211	-	165,211
<b>Other segment information</b>			
Assets written off	146,797	-	146,797

In the prior period, the consolidated entity operated in one business segment being mineral exploration and in one geographical segment in Australia.

## Directors' Declaration

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The directors of the Company declare that:

- (a) the half-year financial statements and notes of the consolidated entity are in accordance with the *Corporations Act 2001*, including:
  - i) giving a true and fair view of the financial position as at 31 December 2008 and the performance for the half-year ended on that date of the consolidated entity; and
  - ii) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the Corporations Regulations 2001; and
- (b) subject to the achievement of the matters set out in Note 2 (b) to the financial report, there are reasonable grounds to believe that the consolidated entity will be able to pay its debts as and when they become due and payable.



Kate Hobbs  
Managing Director  
13 March 2009

To the members of Uran Limited

### **Report on the condensed half-year financial report**

We have reviewed the accompanying half-year financial report of Uran 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, other selected explanatory notes and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

#### *Directors' responsibility for the half-year financial report*

The directors of the company 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 controls 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 consolidated 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 Uran Limited and the entities it controlled during the half-year, 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.

#### *Independence*

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We have given to the directors of the company a written Auditor's Independence Declaration, a copy of which is included in the Directors' Report.

*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 Uran Limited is not in accordance with the *Corporations Act 2001*, including:


- i) giving a true and fair view of the consolidated entity's financial position as at 31 December 2008 and of its performance for the half-year ended on that date; and
- ii) complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

*Inherent Uncertainty Regarding Continuation as a Going Concern*

Without qualification to the conclusion expressed above, we draw attention to Note 2 (b) of the financial report. There is significant uncertainty whether the consolidated entity will be able to continue as a going concern and therefore whether it will be able to pay its debts as and when they fall due and realise its assets and extinguish its liabilities in the normal course of business at the amounts stated in the financial report. The financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or to the amounts and classification of liabilities that might be necessary should the consolidated entity not continue as a going concern.

A handwritten signature in black ink that reads 'Ernst & Young'.

Ernst & Young

A handwritten signature in black ink that reads 'Gavin Buckingham'.

Gavin A Buckingham  
Partner  
Perth  
13 March 2009