



15 RHEOLA ST, WEST PERTH  
 WESTERN AUSTRALIA 6005  
 PO BOX 512, WEST PERTH  
 WESTERN AUSTRALIA 6872  
 TELEPHONE: +618 9213 4300  
 FACSIMILE: +618 9213 4311  
 ABN 51 000 753 640

8 September 2010

Company Announcements  
 ASX Limited

## FINANCIAL RESULTS TO 30 JUNE 2010

### Financial Results to 30 June 2010

The consolidated financial results for the Lion Energy Limited Group (“Lion Group”), based on unaudited internal management financial reports disclose a profit for the year ended 30 June 2010 of \$1,186,207. This profit is based on the following components:

	\$
Sales Revenue	2,095,856
Cost of sales	(840,636)
<b>GROSS PROFIT</b>	<b>1,255,220</b>
<b>OTHER REVENUE</b>	
Interest receivable from other persons	31,886
Rental income	247,581
Other revenue	18,590
<b>OTHER INCOME</b>	
Profit on sale of investments	2,214,435
Transfer from Currency Translation Reserve on deregistration of subsidiary (Lion Petroleum Seram Limited)	947,102
<b>EXPENSES</b>	
Administration expenses	(1,231,457)
Foreign exchange gain/(loss)	(467,129)
Write down of joint venture interest	(819,010)
Indonesian First Tranche Petroleum royalty	(77,959)
Evaluation of new projects	(900,719)
Other	(32,333)
<b>PROFIT/(LOSS) BEFORE INCOME TAX EXPENSE</b>	<b>1,186,207</b>
Income tax expense	—
<b>PROFIT/(LOSS) AFTER RELATED INCOME TAX EXPENSE</b>	<b>1,186,207</b>

### Lion International Investment Limited Activities in China

Lion Group subsidiary, Lion International Investment Limited (“LII”) has reinstated its subsidiary, Lion Nanning Petro-Chemical Limited (Registration number

450103200001615(1-1) (“Lion Nanning”) which is registered in China and which will be its sole active subsidiary in China. Lion Nanning was deregistered in May 2009, but has now been reinstated to good standing and is wholly owned by LII. In preparation for potential opportunities in China, LII has transferred CNY 38,429,875 to Lion Nanning.

As a consequence, Lion Group’s cash holdings as at 31 August 2010 are diversified over multiple currencies, comprising:

CNY 38,456,894

AUD\$ 1,354,709

US\$ 449,961

HK\$141,716

As the consolidated financial results for the Lion Group are expressed in Australian Dollars, the Lion Group will be subject to exchange rate fluctuations with regard to the above currencies.

A handwritten signature in black ink, appearing to be the name 'Jian Wu' written in a stylized, cursive script.

Jian Wu  
Chairman