

3 February 2012

Company Announcements Office
ASX Limited
Level 4
20 Bridge Street
SYDNEY NSW 2000

First half interim results Fin Year 11/12

For the six months to 31 December 2011 the company recorded a loss of \$0.6 million vs. a loss of \$1.0 million for the previous corresponding period ending 31 December 2010.

In August 2011 the company completed another successful installation of our Energy Trading and Risk Management Software at LYMMCo, the marketing arm for Loy Yang Power, a Victorian-based power generator and one of Australia's largest power suppliers.

The Company continued to invest in resources and new product development activities to address the emerging needs of utilities and industries in a new, carbon-constrained energy sector.

Management remain confident about the company's future prospects. The company has a strong cash position of \$1.9 million, with no debt.

Energy One Limited



Reena Minhas
Company Secretary

Preliminary Appendix 4D

Preliminary Half Yearly Report to the Australian Stock Exchange

Name of Entity	Energy One Limited
ABN	37 076 583 018
Half year ended	31 December 2011
Previous Corresponding reporting period	31 December 2010

Results for announcement to the market

	December '11 (\$'000)	December '10 (\$'000)	Percentage increase / (decrease) over previous corresponding period
Revenue from ordinary activities	1,416	1,493	(5%)
(Loss) from ordinary activities after tax attributable to members	(637)	(1,009)	(37%)
(Loss) for the period attributable to members	(637)	(1,009)	(37%)

Dividends	No dividends will be payable		
Amount per security	N/A	N/A	N/A
Franked amount per security	N/A	N/A	N/A
Interim dividend	N/A	N/A	N/A
Final dividend	N/A	N/A	N/A
Record date for determining entitlements to dividends	N/A	N/A	N/A
Net tangible assets per security	15.8 cents	15.8 cents	(0%)

Brief explanation of the figures above necessary to enable the figures to be understood:

Total number of shares on issue at 31 December 2011 is 17,793,229

Net tangible assets at 31 December 2011 is \$2,804,670

Additional information in Director's Report will be provided in the half-year report.

Other Significant information needed by an investor to make an informed assessment of the entity's financial performance and financial position:

N/A

Returns to shareholders including distributions and buy backs: N/A
The results of segments that are significant to an understanding of the business as a whole: The principal activity of the Group during the period was the provision of software and services to energy companies and utilities.
Discussion of trends in performance: Refer to Director's Report
Subsidiaries On 26 November 2010, the Energy One acquired 100% of Energy One Option Plan Managers Pty Limited which, has a sole purpose of obtaining Tax Paid Options and Shares acquired on exercise of Tax Paid Options in the Company for the benefit of participants. On 18 January 2008 the company established the legal entity, Advanced Interval Metering Pty Ltd, a company incorporated in Australia. Energy One Ltd is the sole shareholder owning 100% of the issued capital. The subsidiary is a dormant company.
Any other factors which have affected the results in the period or which are likely to affect the results in the future, including those where the effect could not be quantified: Refer to Director's Report
Audit/review status This report is based on accounts to which one of the following applies: (tick one) ☐ The accounts have been audited ☐ The accounts are in the process of being audited ☒ The accounts have been subject to review ☐ The accounts have not yet been audited or reviewed
Signed by the Company Secretary  3 February 2012 Reena Minhas

ENERGY ONE LIMITED

ABN 37 076 583 018

HALF YEAR REPORT

FOR THE SIX MONTHS ENDED 31 DECEMBER 2011

Contents

	Page
Directors' Report	3
Auditors' Independence Declaration	4
Financial Report	
Statement of Comprehensive Income	5
Statement of Financial Position	6
Statement of Changes in Equity	7
Statement of Cash Flows	8
Notes to the financial statements	9
Directors' Declaration	12
Independent Auditor's Review Report	13

DIRECTORS' REPORT

Your directors submit the financial report of the consolidated group for the half-year ended 31 December 2011.

Directors

The names of directors who held office during or since the end of the half-year:

Shaun Ankers – Chief Executive Officer
Andrew Bonwick – Non-executive Director
Vaughan Busby – Non-executive Director
Ian Ferrier - Non-executive Director
Ottmar Weiss – Chairman

Review of Operations

The net loss for the Group for the half-year after providing for income tax amounted to \$637,171 (31/12/10: \$1,008,758). During the period the company has continued to invest in people and systems to ensure that Energy One maintains its position as the leader in information systems in the Australian energy trading and risk management (ETRM) market.

In August 2011 the company completed another successful installation of our Energy Trading and Risk Management Software at LYMMCo, the marketing arm for Loy Yang Power, a Victorian-based power generator and one of Australia's largest power suppliers.

The Company continued to invest significant resources in new Product Development activities to address the emerging needs of utilities and industries in a new, carbon-constrained energy sector.

No dividends were paid or declared since the start of the financial year. No recommendation for the payment of dividends has been made.

The company has two subsidiaries, Advanced Interval Metering Pty Ltd and Energy One Option Plan Managers Pty Limited, both incorporated in Australia. Energy One Ltd is the sole shareholder owning 100% of the issued capital in both entities. As at 31 December 2011 both subsidiaries do not have any significant assets or liabilities therefore the consolidated entity's financial statements represent the parent entity's financial statements.

As required under the Corporations Act 2001 Section 300(14) the Directors give notice that no person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings.

The lead auditors independence declaration under section 307C of the Corporations Act 2001 is set out on page 4 for the half-year ended 31 December 2011.



Shaun Ankers
Chief Executive Officer
3 February 2012



Ottmar Weiss
Chairman
3 February 2012



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A WHK Group Firm

3 February 2012

The Board of Directors
Energy One Limited
Level 14, 71 Macquarie Street
Sydney NSW 2000

Dear Board Members

ENERGY ONE LIMITED

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors of Energy One Limited.

As lead audit principal for the review of the half-year financial statements of Energy One Limited for the six months ended 31 December 2011, I declare that to the best of my knowledge and belief, that there have been no contraventions of:

- (i) the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

Yours sincerely

Crowe Horwath Sydney

CROWE HORWATH SYDNEY

Leah Russell

Leah Russell
Principal



CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF YEAR ENDED 31 DECEMBER 2011

		Consolidated Group	
	Notes	31.12.2011	31.12.2010
		\$	\$
Revenue from continuing operations		1,104,211	1,126,079
Other Income	2	311,777	367,201
Direct project related costs		(190,036)	(163,717)
Employee benefits expense		(1,186,317)	(1,570,110)
Depreciation and amortisation expense		(135,531)	(240,492)
Rental expenses		(85,034)	(60,263)
Consulting expenses		(152,860)	(264,273)
Insurance		(25,508)	(22,641)
Accounting fees		(10,000)	(15,555)
Legal fees		(33,831)	(4,445)
Other expenses		(234,042)	(160,542)
Loss before income tax		(637,171)	(1,008,758)
Income tax expense	4	-	-
Loss after income tax from continuing operations attributable to owners of the parent entity		(637,171)	(1,008,758)
Other comprehensive income		-	-
Total comprehensive loss		(637,171)	(1,008,758)
Total comprehensive loss attributable to members of the Parent entity		(637,171)	(1,008,758)
Overall Operations - continuing operations			
Basic earnings per share (cents per share)		(3.58)	(5.67)
Diluted earnings per share (cents per share)		(3.58)	(5.67)

The accompanying notes form part of these financial statements

Energy One Limited ABN 37 076 583 018

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2011

		Consolidated Group	
	Notes	31.12.2011	30.06.2011
		\$	\$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	8	1,874,689	2,728,828
Trade and other receivables		1,472,200	1,607,350
Other current assets		15,273	70,227
TOTAL CURRENT ASSETS		3,362,162	4,406,405
NON-CURRENT ASSETS			
Plant and equipment	10	266,483	98,910
Intangible assets - Software		676,994	463,659
Intangible assets – Other		455,748	455,748
Other non-current assets	9	103,860	100
TOTAL NON-CURRENT ASSETS		1,503,085	1,018,417
TOTAL ASSETS		4,865,247	5,424,822
CURRENT LIABILITIES			
Trade and other payables		254,438	271,406
Deferred revenue		532,219	472,791
Short-term provisions		126,010	76,138
TOTAL CURRENT LIABILITIES		912,667	820,335
NON-CURRENT LIABILITIES			
Long-term provisions		15,066	26,037
TOTAL NON-CURRENT LIABILITIES		15,066	26,037
TOTAL LIABILITIES		927,733	846,372
NET ASSETS		3,937,514	4,578,450
EQUITY			
Issued capital	12	8,246,064	8,246,064
Reserves		77,518	81,283
Accumulated losses		(4,386,068)	(3,748,897)
TOTAL EQUITY		3,937,514	4,578,450

The accompanying notes form part of these financial statements

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED 31 DECEMBER 2011**

	Consolidated Group			
	Share Capital Ordinary	Accumulated Losses	Share Based Payments Reserve	Total
	\$	\$	\$	\$
Balance at 30 June 2010	8,246,064	(2,967,943)	81,242	5,359,363
Share Buy Back	-	-	-	-
Comprehensive loss for the half year	-	(1,008,758)	-	(1,008,758)
Balance at 31 December 2010	8,246,064	(3,976,701)	81,242	4,350,605
Comprehensive profit for the half year	-	227,804	-	227,804
Employee share options – value of employee services	-	-	41	41
Balance at 30 June 2011	8,246,064	(3,748,897)	81,283	4,578,450
Comprehensive loss for the half year	-	(637,171)	-	(637,171)
Transactions with owners in their capacity as owners – cancellation of employee share options (Note 7)	-	-	(3,765)	(3,765)
Balance at 31 December 2011	8,246,064	(4,386,068)	77,518	(3,937,514)

The accompanying notes form part of these financial statements

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED 31 DECEMBER 2011**

	Notes	Consolidated Group	
		31.12.2011	31.12.2010
		\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		1,737,300	1,330,756
Payments to suppliers and employees		(2,064,971)	(2,257,850)
Interest received		51,248	68,706
Net cash used in operating activities		(276,423)	(858,388)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(195,319)	(25,831)
Purchase of intangible assets		-	(55,000)
Payment of development costs of software		(321,120)	(80,424)
Deposit placement for bank guarantee	8	(103,758)	-
Net cash used in investing activities		(620,197)	(161,255)
Net decrease in cash held		(896,620)	(1,019,643)
Cash at beginning of financial period		2,771,309	2,384,182
Cash at the end of the financial period		1,874,689	1,364,539

The accompanying notes form part of these financial statements

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2011**

NOTE 1: BASIS OF PREPARATION

These general purpose financial statements for the interim half-year reporting period 31 December 2011 have been prepared in accordance with the requirements of the *Corporations Act 2001*, and Australian Accounting Standards including AASB 134: Interim Financial Reporting.

This interim financial report is intended to provide users with an update on the latest annual financial statements of Energy One Limited and its subsidiaries (the Group). As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Group. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 30 June 2011, together with any public announcements made during the half-year.

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements.

These financial statements have been prepared on an accrual basis.

(a) Going Concern

Notwithstanding the losses, the Company has \$1,874,689 cash and cash equivalents as at 31 December 2011 and no significant liabilities. During the period the Company completed the successful installation of its third ETRM system under a multi-year contract. The Group now has a number of customers successfully using this software.

As a result of these activities and the available cash reserves, the Directors believe the Group to be a going concern.

NOTE 2: REVENUE AND OTHER INCOME

The following revenue and expense items are relevant in explaining the financial performance for the interim period:

	31.12.2011	31.12.2010
	\$	\$
Revenue		
Sale of goods and related services	1,104,211	1,126,079
Other revenue	311,777	367,201
	1,415,988	1,493,280

Energy One Limited ABN 37 076 583 018
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2011

NOTE 3: CONTINGENT LIABILITIES AND COMMITMENTS

During the period the Group leased a new office, which is under a non-cancellable operating lease expiring in September 2015.

Operating Lease Commitments	31.12.2011	31.12.2010
Non-cancellable operating leases (including tenancy leases) contracted for at the reporting date but not capitalised in the financial statements:		
Payable – minimum lease payments		
- not later than 12 months	148,474	87,740
- between 12 months and 5 years	455,963	-
	604,437	87,740

The Group had no contingent liabilities as at 31 December 2011.

NOTE 4: INCOME TAX EXPENSE

The company has unrecognised accrued tax losses of \$2,919,363 to 31 December 2011. If those tax losses could be offset against taxable income they could be valued at \$875,809. These accumulated tax losses and deferred tax assets from other temporary differences have not been brought to account as the probability of their utilisation has not been substantiated. In addition, to obtain the benefit of the losses the continuity of ownership or same business test needs to be satisfied. The company is currently confirming whether these tests have been passed.

NOTE 5: OPERATING SEGMENTS

The Group is managed primarily on the basis of product and service offerings and operates in one segment, being the Energy software industry, and in one geographical segment, being Australia. During the period ended 31 December 2011 the Group derived 92% of revenue from four major customers to which it provided consulting and support and maintenance work. The Group's most significant external customer accounts for 41% of external revenue with the next largest customer contributing 20%. Management assesses the performance of the operating segment based on the accounting profit and loss.

NOTE 6: EVENTS SUBSEQUENT TO THE REPORTING DATE

There have been no after balance date transactions that have significantly affected or may significantly affect the operations of the Group, the result of those operations or the state of affairs of the Group subsequent to the half year ended 31 December 2011.

NOTE 7: SHARE BASED PAYMENT

There are 500,000 options outstanding as at 31 December 2011. The average remaining contractual life of the 500,000 options outstanding is 3.88 years. The exercise price of these outstanding options is \$0.37.

During the period, the company cancelled 500,000 options provided to Richard Brys following his resignation from the Group. As a result, the total balance of \$3,765 that was recognised in prior years is reversed.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2011**

NOTE 8: CASH AND CASH EQUIVALENTS	31.12.2011	30.06.2011
	\$	\$
Cash at bank and in hand	212,654	724,959
Short-term bank deposits	1,662,035	2,003,869
	<u>1,874,689</u>	<u>2,728,828</u>

At the reporting date, the consolidated Group has deposits with banks that are used for restricted bank guarantees of \$103,758. These have been classified as Other Non-Current Assets in the consolidated statement of financial position as they have a term of more than 1 year.

NOTE 9: OTHER NON CURRENT ASSETS

	31.12.2011	30.06.2011
	\$	\$
Deposit placement for bank guarantee (new office lease)	103,758	-
Investments in subsidiaries	102	100
	<u>103,860</u>	<u>100</u>

NOTE 10: PLANT AND EQUIPMENT

During the period, the company capitalised \$197,592 to plant and equipment which mainly related to furniture and fit outs for the new office.

NOTE 11: RELATED PARTY TRANSACTION

The Company earned revenues from consulting and the provision of software and hardware components, of \$219,928 from a company owned by one of the directors.

NOTE 12: ISSUED CAPITAL

Ordinary Shares	No.
Balance at 31 December 2011	<u>17,793,229</u>

DIRECTORS' DECLARATION

In the director's opinion:

- (a) the financial statements and notes set out on 5 to 11 are in accordance with the Corporations Act 2001, including:
 - (i) complying with Accounting Standards AASB 134: Interim Financial Reporting;
 - (ii) giving a true and fair view of the consolidated entity's financial position as at 31 December 2011 and of its performance for the half year ended on that date; and
- (b) there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.



Shaun Ankers
Chief Executive Officer
3 February 2012



Ottmar Weiss
Chairman
3 February 2012

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF ENERGY ONE LIMITED

Report on the Half-year Financial Report

We have reviewed the accompanying half-year financial report of Energy One Limited which comprises the consolidated condensed statement of financial position as at 31 December 2011, the consolidated condensed statement of comprehensive income, consolidated condensed statement of changes in equity, consolidated condensed statement of cash flows for the half-year ended on that date, selected explanatory notes and the directors' declaration for Energy one Limited and its controlled entities (the consolidated entity). The consolidated entity comprises both Energy One Limited (the company) and the entities it controlled during that half-year.

Directors' Responsibility for the Half-Year Financial Report

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

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 a Financial Report 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 half-year 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 2011 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 the company, 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.



INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF ENERGY ONE LIMITED

Matters Relating to Electronic Publication of the Audited Financial Report

This review report relates to the financial report of Energy One Limited for the half-year ended 31 December 2011 included on the website of Energy One Limited. The directors of the company are responsible for the integrity of the website and we have not been engaged to report on its integrity. This review report refers only to the subject matter described above. It does not provide an opinion on any other information which may have been hyperlinked to or from the financial report. If users of the financial report are concerned with the inherent risk arising from publication on a website, they are advised to refer to the hard copy of the reviewed financial report to confirm the information contained in this website version of the financial report.

Independence

In conducting our review, we have complied with the independence requirements of the Corporations Act 2001. We confirm that the independence declaration required by the Corporations Act 2001.

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 Energy One 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 2011 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.

Crowe Horwath Sydney

CROWE HORWATH SYDNEY

Leah Russell

Leah Russell
PRINCIPAL

Dated this 3rd day of February 2012