Geiger Counter Limited

Unaudited Interim Accounts

For the six months to 31 March 2014

CORPORATE SUMMARY

FOR THE SIX MONTHS TO 31 MARCH 2014

Investment Objective

The investment objective of Geiger Counter Limited ("the Company") is to deliver attractive returns to shareholders principally in the form of capital growth.

Investment Policy

The Company has been established to invest in the securities of companies involved in the exploration, development and production of energy and related service companies in the energy sector including but not limited to, shares, convertibles, fixed income securities and warrants. The main focus of the Company is on companies involved in the uranium industry, but up to 30 percent of gross assets may be invested in other resource-related companies.

Corporate Summary

The Company is a closed-ended investment company and was incorporated with limited liability in Jersey on 6 June 2006. The Company's shares are listed on the official list of the Channel Islands Securities Exchange and dealing commenced on 7 July 2006. The shares also trade on the London Stock Exchange SETS QX Electronic Trading Service.

The Company had a life of 5 years from the first closing date of 7 July 2006. A resolution was passed at the Annual General Meeting ("AGM") held on 6 March 2014 to extend the life of the Company to 7 July 2015. A similar resolution extending the life of the Company by a further year will be put to the 2015 AGM.

The Company's share capital structure consists of ordinary shares of no par value. The ordinary shares have the prospect of capital appreciation.

At the Company's AGM on 6 March 2014, the Directors passed a resolution under article 7.1 of the Company's Articles of Association to allow them to issue further ordinary shares in one or more tranches over a period from the date of the AGM to the next AGM of the Company. It was agreed that any shares issued would be issued at a premium over the net asset value per share.

It was further agreed at the Company's AGM on 6 March 2014 that a special resolution be passed to authorise the Directors of the Company, pursuant to and in accordance with article 57 of the Companies (Jersey) Law, 1991 (as amended) to make market purchases of its own ordinary shares in the capital of the Company on such terms and in such manner as the Directors of the Company shall from time to time determine provided that:

(a) the maximum aggregate number of ordinary shares hereby authorised to be purchased shall be such number as represents 14.99 percent of the aggregate number of ordinary shares in issue;

(b) the minimum price which may be paid for an ordinary share shall be 1p;

(c) the maximum price exclusive of any expenses which may be paid for an ordinary share is an amount equal to the higher of 5 percent above the average of the middle market quotations for an ordinary share for the five business days immediately preceding the date on which such ordinary share is contracted to be purchased;

(d) the authority hereby conferred shall expire on 18 months from the date of this Special Resolution, unless previously revoked, varied or renewed by the Company in general meeting; and

(e) the Company may at any time prior to the expiry of such authority make a contract or contracts to purchase ordinary shares under such authority which will or might be completed or executed wholly or partly after the expiration of such authority and may make a purchase of ordinary shares in pursuance of any such contract or contracts.

At 31 March 2014 the Company had net bank borrowings of £1,093,988 (30 September 2013: £nil) which rank for repayment ahead of any return of capital to shareholders. At 31 March 2014 net assets were £24.8 million (30 September 2013: £23.6 million) and the market capitalisation was £23.3 million (30 September 2013: £18.7 million). At 9 June 2014, the last practicable date prior to signing the financial statements, the Company's net asset value was 28.66 pence per share.

Dividends paid/declared during the period amounted to £nil (31 March 2013: £nil).

Front cover picture – vista of Shanghai, China

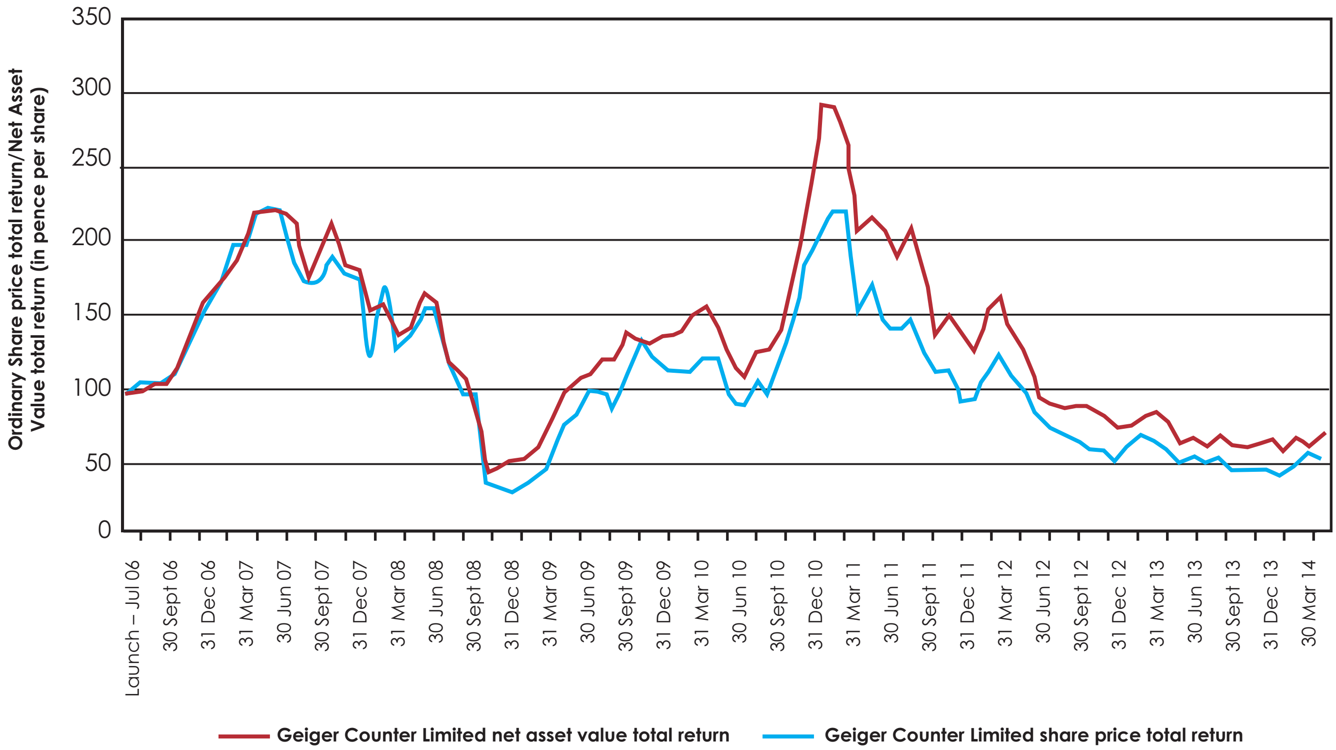
FINANCIAL HIGHLIGHTS

FOR THE SIX MONTHS TO 31 MARCH 2014

	Note	31 March 2014	30 September 2013	31 March 2013
Net asset value per ordinary share	3(g)*	32.81p	31.29p	40.08p
Ordinary share price		30.88p	24.75p	33.00p
Number of ordinary shares in issue	11*	75,584,492	75,584,492	75,584,492

* Note 3(g) is on page 13.
Note 11 is on page 20.

Geiger Counter Limited's Net Asset Value Total Return and Share Price Total Return



Index: rebased to 100 at 6 July 2006.
Source: R&H Fund Services (Jersey) Limited

CHAIRMAN'S STATEMENT

FOR THE SIX MONTHS TO 31 MARCH 2014

Blooded But Unbowed

In my last half yearly report, I expressed the sentiment that the uranium market might be very close to its nadir, but in the event, the price has continued to drift albeit in minimal turnover. Shares followed that pattern, but, once again with below average turnover. I still very much adhere to the view that at current levels there will be virtually no new production so that existing producers Cameco and Denison would bounce sharply on any improvement in the physical price.

Japan remains the enigma. There is still resistance to restarting existing plants until there is absolutely no danger or any contamination. In the meantime there is no indication of what alternative energy source might be considered. The turning point might be some weather extremes; a very hot summer followed by a very cold winter might well polarise some action. In the meantime the Chinese expansion programme continues unabated and it would be no major surprise if various Chinese authorities use the current depressed market conditions to build up stakes in potential producers. One of our investments, ACAP, which has over 300 million pounds at various grades in Botswana is now one third owned by a Chinese company.

On the house keeping front, Terry Ward announced his resignation as he felt that most of his time was spent in Australia and he was not able to fulfil his duties as a director. I would like to thank him for his wise council over the years. It is proposed that, subject to the necessary conditions being fulfilled, James Leahy will take his place. James has spent most of his professional career in the natural resources sectors and we look forward to him joining the board. I would confirm that we intend to be fully compliant with the forthcoming introduction of the Alternative Investment Fund Manager Directive and the Foreign Account Tax Compliance Act. In January, we announced that Keith Watson would join Will Smith to work jointly on the management of the Company's portfolio. Keith has many years of experience in the uranium market and we look forward to his involvement in the development of the Company's portfolio.

The Board continues to monitor the discount at which the Shares currently trade and in this respect I am pleased to report that Edmond de Rothschild Securities (UK) Limited were appointed during the period to act as corporate broker to the Company. Turnover in the Company's Shares has, once again, been low and most of our major shareholders have maintained their positions. It might sound like we are playing an old record to say that when the value of a commodity reaches a level where no new projects are considered worth developing means that we are very close to the bottom of the market. I make no apologies for repeating my view of last time by saying this is no time to abandon ship. When recovery eventually takes place, there could easily be an explosion in the better quality shares.

George Baird

Chairman
June 2014

INVESTMENT ADVISER'S REPORT

FOR THE SIX MONTHS TO 31 MARCH 2014

News of industry supply curtailment, anticipation of "fast tracked" Japanese nuclear reactor restarts and risk of supply disruption as a result of possible sanctions against Russia helped lift the spot U3O8 price by 6% to US$36/lb and drove a pronounced rerating of many uranium mining equities during the half of year to end-March.

The well flagged December expiry of the US-Russian Megatons-to-Megawatts agreement, which historically supplied the market with over 10% of its uranium needs sourced from decommissioned nuclear weapons, had minimal impact on prices with consumers contracting future purchases well ahead of time.

Of the fund's top five holdings, which represented around 40% of the fund at the start of the period, notable strong performances were registered by Denison Mines, which announced encouraging drill assays from its Wheeler River exploration project, and whose share price increased 45%. Similarly successful exploration results and merger with its 50% partner in the world class Patterson Lake South exploration project, helped Fission Uranium gain 28% over the six month period. The share price of producer Cameco increased by 26% while the Uranium Participation ETF gained approximately 12%. Countering this, the fund absorbed a 40% decline in the share price of UEC, which predominantly occurred during the month of March, though the impact on fund performance was mitigated by a substantial reduction in the fund's holding during January. Importantly, Sterling's 10% appreciation against the Canadian dollar, in which approximately half of the fund's shareholdings are denominated, also acted as a substantial drag on performance. As a result the fund NAV increased by a modest 4% to 33.00p during the first half of the year while the share price discount narrowed to around 6% at the period end.

Denison's all share funded acquisition of explorer Rockgate and Fission's scrip funded consolidation of project partner Alpha Minerals, both of which were held in the fund, contributed to the increase in fund concentration with the top 5 holdings representing nearer 50% at the period end.

Unfortunately the promising industry news flow during the first half year has not been sustained. In particular, the pace of Japanese reactor restarts remains glacial while a recent local court ruling against the restart of two reactors located at Oi further sapped investor enthusiasm for the fuel. Following the modest US$2/lb grind upwards in the U3O8 spot price from late September 2013 to US$36/lb in February 2014, uranium has retreated 22% to US$28/lb. After their strong performance equities sagged, giving-up their first half gains and the fund NAV has similarly fallen back to 29.46p down 7% year-to-date.

Immediate action to curtail mine supply such as Areva's decision to halt development of its Imouraren mine, Paladin ceasing production from its Kayalakera mine 6 months earlier than anticipated and Cameco halting development of its Millennium project are supportive, helping to address short-term market imbalances. Importantly, Rio Tinto's recent remarks on the marginal viability of its Rossing mine, illustrates industry inertia to respond to the new price environment with potentially deeper production cuts may be limited, particularly as the protection afforded by higher priced term sales falls away.

On a positive note the introduction of more stringent carbon emission controls in China, as the nation seeks to reduce chronic air pollution, should underpin expansion of the regions nuclear generating capacity, a process made easier by the nation's standardised reactor designs. Proposals announced by the US Environmental Protection Agency should also underpin the future role of the nuclear industry to provide reliable base load power as the nation similarly recoils from coal fired power generation.

Keith Watson

CQS Asset Management Limited
June 2014

CONDENSED STATEMENT OF COMPREHENSIVE INCOME

FOR THE SIX MONTHS TO 31 MARCH 2014

	Notes	Six months to 31 March 2014 Unaudited Revenue £'000	Unaudited Capital £'000	Unaudited Total £'000	Six months to 31 March 2013 Unaudited Total £'000
Capital gains/(losses) on investments					
Gains/(losses) on investments held at fair value	8	–	1,433	1,433	(2,654)
Exchange gains/(losses)		–	4	4	(16)
		–	1,437	1,437	(2,670)
Revenue					
Income	5	43	–	43	81
Total income/(expense)		43	1,437	1,480	(2,589)
Expenditure					
Investment manager's fee	6	–	(204)	(204)	(329)
Other expenses	7	(111)	–	(111)	(105)
Total expenditure		(111)	(204)	(315)	(434)
Gain/(loss) before finance costs and taxation		(68)	1,233	1,165	(3,023)
Finance costs		–	(7)	(7)	(16)
Gain/(loss) before taxation		(68)	1,226	1,158	(3,039)
Irrecoverable withholding taxation	3(f)	(5)	–	(5)	(8)
Gain/(loss) after taxation		(73)	1,226	1,153	(3,047)
Total comprehensive income/(expense)		(73)	1,226	1,153	(3,047)
Return per ordinary share (pence per share)	3(g)	(0.10)p	1.62p	1.52p	(4.03)p

All items in the above statement are derived from continuing operations.

The Company has no items of other comprehensive income.

The total column in the above statement is the Statement of Comprehensive Income of the Company but has been separated to provide additional information to shareholders on the component contribution from the Company's activities.

The notes on pages 10 to 21 form an integral part of these condensed interim financial statements.

CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2014

	Notes	Unaudited 31 March 2014 £'000	Audited 30 September 2013 £'000	Unaudited 31 March 2013 £'000
Non current assets				
Investments held at fair value through profit or loss	8	25,926	22,015	33,138
Current assets				
Other receivables	9	36	42	522
Cash and cash equivalents		902	1,682	2
		938	1,724	524
Total assets		**26,864**	**23,739**	**33,662**
Current liabilities				
Bank overdraft	10	(1,996)	–	(3,278)
Other payables		(65)	(89)	(88)
Total liabilities		(2,061)	(89)	(3,366)
Net assets		**24,803**	**23,650**	**30,296**
Stated capital and reserves				
Stated capital	11	55,043	55,043	55,043
Capital reserve		(31,788)	(33,014)	(26,428)
Revenue reserve		1,548	1,621	1,681
Equity shareholders' funds		**24,803**	**23,650**	**30,296**
Number of ordinary shares in issue	11	**75,584,492**	**75,584,492**	**75,584,492**
Net asset value per ordinary share (pence)	3(g)	**32.81p**	**31.29p**	**40.08p**

The interim financial statements on pages 6 to 21 were approved by the Board of Directors on 16 June 2014 and were signed on its behalf by:

G D Ross
Director

The notes on pages 10 to 21 form an integral part of these condensed interim financial statements.

CONDENSED STATEMENT OF CHANGES IN EQUITY

FOR THE SIX MONTHS TO 31 MARCH 2014

	Notes	Unaudited Stated Capital £'000	Unaudited Capital Reserve £'000	Unaudited Revenue Reserve £'000	Unaudited Total £'000
Opening equity shareholders' funds at 1 October 2012	11	55,043	(23,413)	1,713	33,343
Total comprehensive expense for the period		–	(3,015)	(32)	(3,047)
Closing equity shareholders' funds at 31 March 2013	11	55,043	(26,428)	1,681	30,296
Opening equity shareholders' funds at 1 October 2013	11	55,043	(33,014)	1,621	23,650
Total comprehensive income/(expense) for the period		–	1,226	(73)	1,153
Closing equity shareholders' funds at 31 March 2014	11	55,043	(31,788)	1,548	24,803

The revenue and capital reserves, taken together, comprise the Company's total retained earnings for the period but have been separated to provide additional information to shareholders on the component contribution from the Company's activities.

The notes on pages 10 to 21 form an integral part of these condensed interim financial statements.

CONDENSED STATEMENT OF CASH FLOWS

FOR THE SIX MONTHS TO 31 MARCH 2014

	Notes	Unaudited Six months to 31 March 2014 £'000	Unaudited Six months to 31 March 2013 £'000
Cash flows from operating activities			
Gain/(loss) after taxation		1,153	(3,047)
Adjustments for:			
Investment income – equities	5	(22)	(32)
Investment income – bonds	5	(19)	(49)
Net unrealised (gain)/loss of investments	8	(7,084)	125
Realised loss on disposal of investments	8	5,651	2,529
Exchange (gains)/losses		(4)	16
Bank interest received	5	(2)	–
Interest expense		7	18
Irrecoverable withholding tax		5	8
		(315)	(432)
Changes in working capital:			
Decrease/(increase) in other receivables		6	(500)
Decrease in other payables		(24)	(20)
Net cash used in operating activities		(333)	(952)
Cash flows from investing activities			
Purchase of investments	8	(7,818)	(7,501)
Proceeds from sale of investments	8	5,340	6,377
Investment income received	5	41	81
Interest received	5	2	–
Net cash used in investing activities		(2,435)	(1,043)
Cash flows from financing activities			
Interest paid		(7)	(18)
Irrecoverable withholding tax paid		(5)	(8)
Net cash used in financing activities		(12)	(26)
Net decrease in cash and cash equivalents		(2,780)	(2,021)
Net funds/(debt) at the beginning of the period		1,682	(1,239)
Exchange gain/(loss)		4	(16)
Net debt at the end of the period		(1,094)	(3,276)
Represented by:			
Cash and cash equivalents		902	2
Bank overdraft		(1,996)	(3,278)
Net debt at the end of the period		(1,094)	(3,276)

The notes on pages 10 to 21 form an integral part of these condensed interim financial statements.

NOTES TO THE CONDENSED UNAUDITED INTERIM FINANCIAL STATEMENTS

FOR THE SIX MONTHS TO 31 MARCH 2014

1. General Information

Geiger Counter Limited ("the Company"), was incorporated in Jersey on 6 June 2006 as a limited liability public company. On 6 March 2007 the Company transferred from the Jersey Expert Fund Regime to the Jersey Listed Fund Regime. The Company is incorporated and domiciled in Jersey, Channel Islands. The address of the registered office is given within corporate information on page 24.

The condensed unaudited interim financial statements were authorised for issue by the Board of Directors on 16 June 2014.

2. Basis of Preparation

(a) Statement of Compliance

These condensed unaudited interim financial statements have been prepared in accordance with International Accounting Standard ("IAS") 34 "Interim Financial Reporting" as adopted by the European Union ("EU"), the Companies (Jersey) Law 1991 and on a going concern basis. The condensed unaudited interim financial statements should be read in conjunction with the annual audited financial statements for the year ended 30 September 2013, which have been prepared in accordance with International Financial Reporting Standards ("IFRS") as adopted by the EU, the Companies (Jersey) Law 1991 and on a going concern basis.

Except as described below the accounting policies adopted are consistent with those of the annual audited financial statements for the year ended 30 September 2013. The condensed unaudited interim financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual audited financial statements as at 30 September 2013.

(b) Basis of Measurement

The condensed unaudited interim financial statements are prepared under the historical cost convention, except for financial instruments at fair value through profit or loss and derivative financial instruments which are measured at fair value.

(c) Functional and Presentation Currency

These condensed unaudited interim financial statements are presented in Pounds Sterling, which is the Company's functional currency and are rounded to the nearest thousand except where otherwise indicated.

(d) Critical Accounting Estimates and Judgements

The preparation of financial statements necessarily requires the exercise of judgement both in application of accounting policies which are set out below and in the selection of assumptions used in the calculation of estimates. These estimates and judgements are reviewed on an ongoing basis and are continually evaluated based on historical experience and other factors. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected. However, actual results may differ from these estimates. The most significant judgement is the valuation of unlisted investments.

2. Basis of Preparation (continued)

As at 31 March 2014, included in investments at fair value through profit or loss were 13 (30 September 2013: 11) unquoted investments valued at £1,854,982 (30 September 2013: £2,111,749), the original cost of which totalled £2,841,379 (30 September 2013: £2,841,379). These investments are not quoted on an exchange, and as such their valuation relies on a degree of informed judgement from the Investment Adviser and the Board of Directors.

Information about significant areas of estimation, uncertainty and critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements are disclosed in note 8.

(e) Going Concern

At the Company's AGM on 6 March 2014 the Directors passed a resolution under article 46.1 of the Company's Articles of Association to defer the winding up of the Company to 7 July 2015. It was proposed that a further extension of one year will be sought at the next AGM. The Directors are therefore satisfied that it is appropriate to continue to adopt the going concern basis in preparing the interim financial statements.

3. Significant Accounting Policies

(a) Financial Assets and Liabilities at Fair Value Through Profit or Loss

(i) Classification
The Company classifies its investments as financial assets and liabilities at fair value through profit or loss. These are financial instruments held for investment purposes. Financial assets also include cash and cash equivalents as well as other receivables.

(ii) Recognition and derecognition
Purchases or sales of investments are recognised/derecognised on the trade date, being the date in which the Company commits to purchase/sell the investments. Investments are initially recognised at cost and subsequently carried at fair value with any resultant gain or loss recognised in the Condensed Statement of Comprehensive Income. Investments are derecognised when the rights to receive cash flows from the investments have expired or have been transferred and the Company has transferred substantially all risks and rewards of ownership.

(iii) Measurement of quoted investments
Listed securities are valued at bid price or last traded price, depending on the convention of the exchange on which the investment is listed, adjusted for accrued income where it is reflected in the market price.

(iv) Measurement of unquoted investments
Investments which are not listed or where trading in the securities of an investee company is suspended are valued at the Directors' best estimate of fair value. Unlisted investments are valued by the Directors on the basis of the advice received from the Investment Adviser who, prior to giving advice has reviewed the available financial and trading information of the investee company, covenant compliance, ability to repay the interest and cash balances and for convertible bonds this includes consideration of the discounted cash flows of the interest and principal underlying equity value. The estimated fair values may differ from the values that would have been realised had a ready market for these holdings existed and the difference could be material.

3. Significant Accounting Policies (continued)

Many of the unquoted investments are minority interests and as such there is limited financial information available for the purpose of investment valuation.

Realised and unrealised gains or losses on investments are taken to the Capital Reserve and included in the Condensed Statement of Comprehensive Income.

The fair value of the unquoted investments is reassessed on an ongoing basis, by the Investment Adviser and is reviewed periodically by the Board of Directors.

A review was made of the valuation of these investments as part of the process of preparing these interim financial statements. This review looked at each unquoted investment in isolation and considered the macro and micro economic environments in which they operate and recent over-the-counter transactions in the securities of the investee companies.

As a result of the fair value reviews undertaken in the period, a negative fair value adjustment of £256,767 (30 September 2013: a positive adjustment of £183,000) was recognised in the Condensed Statement of Comprehensive Income for the unquoted investments.

(b) Income and Expenses

(i) Deposit interest is accrued on a daily basis.

(ii) Investment income is accounted for as follows:

- Interest on fixed interest securities is accounted for on an accruals basis;
- Dividend income is accounted for when investments held become ex-dividend and is disclosed gross of withholding tax deducted at source.

(c) Foreign Currencies

(i) Foreign currency income and expenditure is converted into the functional currency at the exchange rate ruling at the time of the transaction.

(ii) Monetary assets and liabilities denominated in foreign currencies are retranslated at the exchange rate ruling at the reporting date.

(iii) Foreign currency exchange gains and losses are accounted for in the Condensed Statement of Comprehensive Income.

(d) Finance Costs

Finance costs are accounted for on an accruals basis. Finance costs of debt in so far as they relate to the financing of the Company's investments or to financing activities aimed at maintaining or enhancing the value of the Company's investments, are charged to capital in accordance with the Board's expected long-term split of returns.

(e) Cash and Cash Equivalents

Cash and cash equivalents comprise cash at bank and bank overdrafts. Bank overdrafts that are repayable on demand and form an integral part of the Company's cash management are included as a component of cash and cash equivalents for the purpose of the Condensed Statement of Cash Flows.

3. Significant Accounting Policies (continued)

(f) Taxation

The Company is subject to Jersey Income tax. The Jersey Income Tax rate for the foreseeable future is zero percent.

Withholding taxes have been disclosed separately in the Condensed Statement of Comprehensive Income in accordance with IAS 12 "Income Taxes".

(g) Net Asset Value per Share and Return per Share

The net asset value per share at the reporting date is calculated by dividing the net assets included in the Condensed Statement of Financial Position by the number of ordinary shares in issue at the period end.

The return per ordinary share is calculated by dividing the total comprehensive income for the period included in the Condensed Statement of Comprehensive Income by the weighted average number of ordinary shares in issue during the period. The weighted average number of shares at the period end was 75,584,492 (31 March 2013: 75,584,492).

(h) Listing

The Company was incorporated on 6 June 2006 and was established in Jersey, Channel Islands under the Expert Fund Regime. On 6 March 2007 the Company transferred from the Jersey Expert Fund Regime to the Jersey Listed Fund Regime.

The Company is listed on the Channel Islands Securities Exchange and trades on the London Stock Exchange SETS QX Electronic Trading Service.

(i) Reserves

Included in retained earnings are the following sub-categories:

Capital Reserve

The following are accounted for in this reserve:

- gains and losses on the sale of investments;
- realised and unrealised exchange differences on transactions of a capital nature;
- expenses and finance costs in accordance with the policies above; and
- increases and decreases in the valuation of investments held at the period end.

Revenue Reserve

The net income/(expense) arising in the revenue column of the Condensed Statement of Comprehensive Income is added to or deducted from this reserve and is available for paying dividends.

3. Significant Accounting Policies (continued)

(j) New and Amended Standards effective on or after 1 October 2013 and Standards, Amendments and Interpretations that are not yet effective and have not been early adopted by the Company

IFRS 13 – "Fair Value Measurement" – effective 1 January 2013

IFRS 13 defines fair value and sets out in a single IFRS a framework for measuring fair value and requires disclosures about fair value measurement. The objective of the standard is to provide a clear and consistent guidance for measuring fair value and addressing valuation uncertainty in markets that are no longer active and also providing improved transparency of fair value measurements by requiring detailed disclosures about fair values derived using models. The adoption of this standard resulted in additional disclosures but did not have an impact on the Company's financial position or performance.

The following new relevant standards or amendments have been issued but are not yet effective and have not been early adopted.

IFRS 9 – "Financial Instruments" – effective 1 January 2017.

IFRS 9 represents the first of a three part project to replace IAS 39 "Financial Instruments Recognition and Measurement". The objective of the standard is to enhance the ability of investors and other users of financial information to understand the accounting of financial assets and to reduce complexity.

The Directors have not yet fully assessed the impact this new standard will have on the financial statements but their initial opinion is that it will not be significant.

(k) Capital Risk Management

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the Company may issue new shares or sell assets to reduce debt.

The Company monitors capital on the basis of its net debt ratio. This ratio is calculated as net debt divided by total capital. Net debt is calculated as total borrowings (including borrowings and trade and other payables) as shown in the Condensed Statement of Financial Position less cash and cash equivalents. Total capital is calculated as equity, as shown in the Condensed Statement of Financial Position, plus net debt.

The net debt ratio at 31 March was as follows:

	Unaudited 31 March 2014 £'000	Unaudited 31 March 2013 £'000
Net debt	(1,159)	(3,363)
Total capital	25,962	33,659
Total equity	24,803	30,296
Net debt ratio	(4.5%)	(10.0%)

4. Geographical Analysis of Income, Assets and Liabilities

The Company's management does not use segmental reporting to analyse its portfolios performance by investment sector, as its holdings are all energy-related stocks. The Company's management does however analyse its income and investments on a geographical basis. A summary is provided below.

	Unaudited Six months to 31 March 2014 £'000	Unaudited Six months to 31 March 2013 £'000
Income by location		
- Australia	–	9
- Canada	22	32
- Global	20	40
- United KIngdom	1	–
Total income by location	**43**	**81**

	Unaudited 31 March 2014 £'000	Audited 30 September 2013 £'000
Assets by location		
- Africa	126	–
- Australia	6,906	4,642
- Canada	14,205	9,325
- Chile	205	453
- Europe	72	90
- Global	520	557
- Kazakhstan	–	850
- Mali	–	664
- South Africa	187	281
- Tanzania	395	372
- United Kingdom	870	1,722
- USA	3,074	4,420
- Zambia	304	363
Total assets by location	**26,864**	**23,739**

4. Geographical Analysis of Income, Assets and Liabilities (continued)

	Unaudited 31 March 2014 £'000	Audited 30 September 2013 £'000
Liabilities by location		
- Australia	743	–
- Canada	1	–
- USA	1,256	–
- United Kingdom	61	89
Total liabilities by location	**2,061**	**89**

5. Income

	Unaudited Six months to 31 March 2014 £'000	Unaudited Six months to 31 March 2013 £'000
Investment income – equities	22	32
Investment income – bonds	19	49
Total investment income	41	81
Bank interest received	2	–
Total income	**43**	**81**

6. Investment Management Fee and Investment Performance Fee

	Unaudited Six months to 31 March 2014 £'000	Unaudited Six months to 31 March 2013 £'000
Investment management fee	**204**	**329**

The Investment Manager receives an annual fee at the rate of 2 percent per annum of the Company's total assets (less current liabilities but inclusive of bank borrowings). From 1 January 2014, the annual fee was reduced to 1.375 percent per annum.

The balance due to CQS for the investment management fee at the period end was £30,650 (31 March 2013: £56,981).

In addition, the Investment Manager is entitled to a performance fee at the rate of 20 percent of out performance above an 8 percent per annum hurdle with a high watermark provision. There are no performance fees for the period to March 2014 (31 March 2013: £nil). The performance fee is calculated and paid annually based on the value of the Company at 30 September each year.

7. Other Expenses

	Unaudited Six months to 31 March 2014 £'000	Unaudited Six months to 31 March 2013 £'000
Administration fee	30	30
Registrar fee	8	11
Directors' fees	23	30
Audit fee	13	9
Other expenses	37	25
Total other expenses	**111**	**105**

The Company has an agreement with R&H Fund Services (Jersey) Limited (the "Administrator") to provide administrative, compliance oversight and company secretarial services to the Company. Under the administration agreement, the Administrator is entitled to a fee based on the gross asset value of the Company. The fund administration fee is calculated as 0.1 percent of gross assets up to £50 million and 0.075 percent of gross assets in excess of £50 million with an overall minimum fee of £60,000 per annum and an overall maximum fee of £100,000 per annum. The fee includes the Director's fee payable to Mr Ross.

7. Other Expenses (continued)

The Company has an agreement with Computershare Investor Services (Jersey) Limited (the "Registrar") to provide registrar services. Under the registrar agreement the Registrar will be entitled to a fixed fee of £3,875 per quarter with additional discretionary charges for certain one-off projects, disbursements, etc. The total fee incurred under this agreement were £8,352 (31 March 2013: £10,524), of which £1,893 (31 March 2013: £1,292) was outstanding at the period end.

The remuneration paid to the Chairman, the highest paid Director, for the period was £10,560 (31 March 2013: £12,000).

The audit fee of £12,785 (31 March 2013: £9,496) includes an accrual of £11,725 (31 March 2013: £8,871) in respect of the year end audit.

No pension contributions were payable in respect of any of the Directors.

The Company does not have any employees.

8. Investment Held at Fair Value Through Profit or Loss

	Unaudited Six months to 31 March 2014 £'000	Audited Year ended 30 September 2013 £'000	Unaudited Six months to 31 March 2013 £'000
Balance brought forward	**22,015**	**34,668**	**34,668**
Additions	7,818	6,018	7,501
Disposal proceeds	(5,340)	(9,745)	(6,377)
Realised loss on disposals	(5,651)	(5,851)	(2,529)
Net unrealised loss on fair value	7,084	(3,075)	(125)
Balance carried forward	**25,926**	**22,015**	**33,138**

Gains/(losses) on investments	Unaudited Six months to 31 March 2014 £'000	Unaudited Six months to 31 March 2013 £'000
Realised losses on disposal of investments	(5,651)	(2,529)
Movement in fair value	7,084	(125)
Gains/(losses) on investments	**1,433**	**(2,654)**

Included in the fair value of investments held at fair value through profit or loss are £1,854,982 (30 September 2013: £2,111,749) of investments which are unquoted. Unquoted investments are valued at fair value. Included in the balance of £1,854,982 (30 September 2013: £2,111,749) are warrants amounting to £nil (30 September 2013: £nil), with the remainder of the balance relating to loan notes and unquoted equity.

9. Other Receivables

	Unaudited 31 March 2014 £'000	Audited 30 September 2013 £'000	Unaudited 31 March 2013 £'000
Prepayments and other debtors	7	16	9
Dividends receivable	9	6	13
Amounts due from broker	–	–	500
Accrued bond interest	20	20	–
Total other receivables	**36**	**42**	**522**

10. Bank Overdraft

At 31 March 2014 the Company had overdrawn cash positions totalling £1,995,770 (30 September 2013: £nil) through its credit facility with Credit Suisse Securities (Europe) Limited ("Credit Suisse").

Interest paid on the overdraft is at the base rate of LIBOR plus 1.75 percent.

As security for the overdraft, Credit Suisse holds by way of a fixed charge, any and all right, title and interest to all cash held by a Credit Suisse entity (including cash held as Margin) and all assets other than specified assets (whether or not held in an account, and including assets held as Margin); and by way of a first floating charge, any and all right title and interest in and to any covered agreement.

11. Stated Capital

Authorised

The authorised ordinary share capital of the Company is represented by 200,000,000 ordinary shares of no par value and 50,000,000 subscription shares of no par value.

Allotted, called up and fully-paid

	Number of ordinary shares	£'000
Total issued share capital at 1 October 2012	75,584,492	55,043
Total issued share capital at 30 September 2013	**75,584,492**	**55,043**
Total issued share capital at 1 October 2013	75,584,492	55,043
Total issued share capital at 31 March 2014	**75,584,492**	**55,043**

Each holder of ordinary shares is entitled to attend and vote at all annual general meetings that are held by the Company. Each holder is also entitled to receive payment of a dividend should the Company declare such a dividend payment.

Major customers

The Company regards its shareholders as customers as it relies on their funding for continuing operations and meeting its objectives. The Company's shareholding structure is not exposed to a significant shareholder concentration. The Company's largest shareholder as at 31 March 2014 represents 6.52 percent (30 September 2013: 6.52 percent) of the Company's net asset value attributable to holders of shares.

12. Related Parties Transactions and Balances

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions.

Investment Manager

Details of the fee arrangements with the Investment Manager are disclosed in note 6.

Secretarial and administration fee

The Company has engaged the services of R&H Fund Services (Jersey) Limited ("R&H") to provide secretarial and administrative services. Graeme Ross, a Director of the Company, is also a director and shareholder of R&H. Total Company administration fees for the period amounted to £29,918 (31 March 2013: £30,024), with outstanding accrued fees of £14,795 (31 March 2013: £14,795) at the end of the period.

Board of Directors' remuneration

The Company had four Directors during the period of which one resigned during the period. Total remuneration paid to Directors for the period amounted to £23,400 (31 March 2013: £30,000), with outstanding accrued fees of £nil (31 March 2013: £nil). All remuneration was in the form of cash.

On 4 December 2013, the Board agreed to reduce the Directors' fees by 20 percent with effect from 1 January 2015.

Total expenses incurred from the above transactions are disclosed in notes 6 and 7.

13. Events After The Reporting Date

There were no material post-reporting date events.

INVESTMENT PORTFOLIO (BY GEOGRAPHICAL AREA)

AS AT 31 MARCH 2014

Holding	Investment	Bid Market Valuation £'000	% of Net Asset
	Unlisted Bonds		
	Global		
500,000	Rose Petroleum 8% 31/03/2017 Conv Loan Note	500	2.02
		500	2.02
	Quoted Equities		
	Australia		
2,000,000	Energy Resources of Australia	1,469	5.92
3,331,433	Paladin Energy AUD	862	3.47
7,179,651	Uranex	579	2.34
7,138,506	Northern Minerals	576	2.32
4,078,333	Alliance Resources	488	1.97
3,000,000	Berkeley Resources	467	1.88
5,000,000	Gold Road Resources	459	1.85
20,000,000	Peninsula Energy	389	1.57
	Other holdings (14 investments)	1,582	6.38
		6,871	27.70
	Canada		
3,504,425	Fission Uranium	3,177	12.81
2,825,120	Denison Mines CAD	2,484	10.02
175,000	Cameco CAD	2,401	9.68
722,000	Uranium Participation	2,175	8.77
1,687,096	UR-Energy USD	1,559	6.29
5,667,000	Kivalliq Energy	723	2.91
1,653,500	Nexgen Energy	399	1.61
3,288,800	Fission 3.0	250	1.01
	Other holdings (3 investments)	134	0.54
		13,302	53.64
	Tanzania		
41,300,000	Uranium Resources GBP	372	1.50
13,673	Uranium Resources USD	23	0.09
		395	1.59
	USA		
1,600,000	Uranium Energy	1,306	5.26
1,228,181	Uranerz Energy	1,268	5.11
		2,574	10.37

INVESTMENT PORTFOLIO (BY GEOGRAPHICAL AREA) – (CONTINUED) AS AT 31 MARCH 2014

Holding	Investment	Bid Market Valuation £'000	% of Net Assets
	Zambia		
6,500,000	African Energy Resources	304	1.22
		304	1.22
	Unquoted Equities		
	Canada		
1,000,000	Global Atomic Fuels	855	3.45
		855	3.45
	USA		
16,667	Satimola	350	1.41
	Other holdings (2 investments)	150	0.60
		500	2.01
Other quoted equities (4 investments)		590	2.38
Other unqoted equities (2 investments)		–	0.00
Quoted warrants (2 investment)		35	0.14
Unquoted warrants (6 investments)		–	0.00
Total investments		**25,926**	**104.52**
Net current liabilities		(1,123)	(4.52)
Net assets		**24,803**	**100.00**

CORPORATE INFORMATION

Board of Directors:	George Baird (Chairman) Richard Lockwood Graeme Ross
Registered Number:	93672
Registered Address:	Ordnance House 31 Pier Road St Helier Jersey JE4 8PW
Investment Manager:	CQS Cayman Limited Partnership PO BOX 309 Ugland House South Church Street George Town, KY1-1104 Grand Cayman Cayman Islands
Investment Adviser:	* New City Investment Managers 5th Floor 33 Grosvenor Place London SW1X 7HY
Administrator and Company Secretary:	R&H Fund Services (Jersey) Limited Ordnance House 31 Pier Road St Helier Jersey JE4 8PW
Registrar:	Computershare Investor Services (Jersey) Limited Queensway House Hilgrove Street St Helier Jersey JE1 1ES
Custodian and Bankers:	Credit Suisse Securities (Europe) Limited 1 Cabot Square London EC2Y 5AB

* Trading name for CQS Asset Management Limited

CORPORATE INFORMATION (CONTINUED)

Legal Advisers in Jersey:	Ogier Ogier House The Esplanade St Helier Jersey JE4 9WG
Legal Advisers in London:	Lawrence Graham LLP PO Box 180 4 More London Riverside London SE1 2AU
Stock Exchange:	Channel Islands Securities Exchange 1 Lefebvre Street St Peter Port Guernsey GY1 4PJ
Website:	www.ncim.co.uk
SEDOL:	B15FW330 (Ordinary Shares)
LSE Trading Ticker:	GCL LN
Financial Adviser and Corporate Broker:	Edmond De Rothschild 4 Carlton Gardens London SW1Y 5AA
Market Makers:	Winterflood Securities Cantor Fitzgerald Europe L.P. Shore Capital Stockbrokers Limited LCF Ed. De Rothschild Securities Panmore Gordon Limited Novum Securities

Geiger Counter Limited