

Geiger Counter Limited



Annual Report and Financial Statements

For the year ended 30 September 2010

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Corporate Summary

Investment Objective

The investment objective and policy of Geiger Counter Limited ("the Company") is intended to deliver returns to investors seeking the potential for capital growth.

There were no dividends paid during the year (2009: £Nil).

Investment Policy

The Company has been established to invest in the securities (including, but not limited to, shares, convertibles, fixed income securities and warrants) of companies involved in exploration, development and production of energy, as well as related service companies in the energy sector.

The main focus of the Company is on companies involved in the uranium industry, but up to 30% of 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 Stock Exchange LBG and dealing commenced on 7 July 2006. The shares no longer trade on the International Bulletin Board of the London Stock Exchange, but rather on the Stock Exchange Electronic Trading Service SETS QX. This change was effective from 21 September 2009.

The Company has a life of 5 years from the First Closing Date on 7 July 2006 and it is proposed that ordinary resolutions to extend the life of the Company by one year will be put to the annual general meeting of the Company for the year to 30 September 2011 and annually thereafter.

The Company's share capital structure consists of ordinary and subscription shares of no par value. The ordinary shares have the prospect of capital appreciation. Each subscription share confers the right upon the shareholder to convert all or any of his subscription shares into fully paid ordinary shares on the basis of one ordinary share at 75p for every subscription share following each of the financial years 2007 to 2010.

On 5 February 2010, existing shareholders holding a total of 10,000 subscription shares had applied to exercise their right (per the terms of the Prospectus) to exchange their subscription shares for ordinary shares at an exercise price of 75p per share.

As a result, the Directors agreed to approve the issuance of a further 10,000 ordinary shares at a price of 75p per share to the existing shareholders and also to cancel 10,000 subscription shares held by the existing shareholders in proportion to the number of ordinary shares to be issued to them. **The last opportunity to exercise subscription shares is on or before 25 January 2011.**

Within seven days following the final subscription date the Company shall appoint a trustee who, provided that in his opinion the net proceeds of sale after deduction of all costs and expenses incurred by him will exceed the costs of subscription, shall within the period of 14 days following such final subscription date exercise the subscription rights which shall not have been exercised on the terms on which the same could have been exercised on the final subscription date and sell in the market the Ordinary Shares acquired on such subscription. The trustee shall distribute pro rata the net proceeds of such sale less such subscription costs and such other costs and expenses to the persons entitled thereto at the risk of such persons within two months of the final subscription date, provided that entitlements of under £3.00 shall be retained for the benefit of the Company. If the trustee shall not exercise the subscription rights within the period of 14 days following such final subscription as aforesaid (and his decision in respect thereof shall be final and binding on all holders of outstanding Subscription Shares), all subscription rights shall lapse and all outstanding Subscription Shares shall be converted into Special Deferred Shares. Special Deferred Shares carry no voting rights and are redeemable at an aggregate price of not more than 1p by the Company at a time of its choosing.

At 30 September 2010 the company also had net bank borrowings of £6,631,544 (2009: £4,003,736) which rank for repayment ahead of any return of capital to Shareholders.



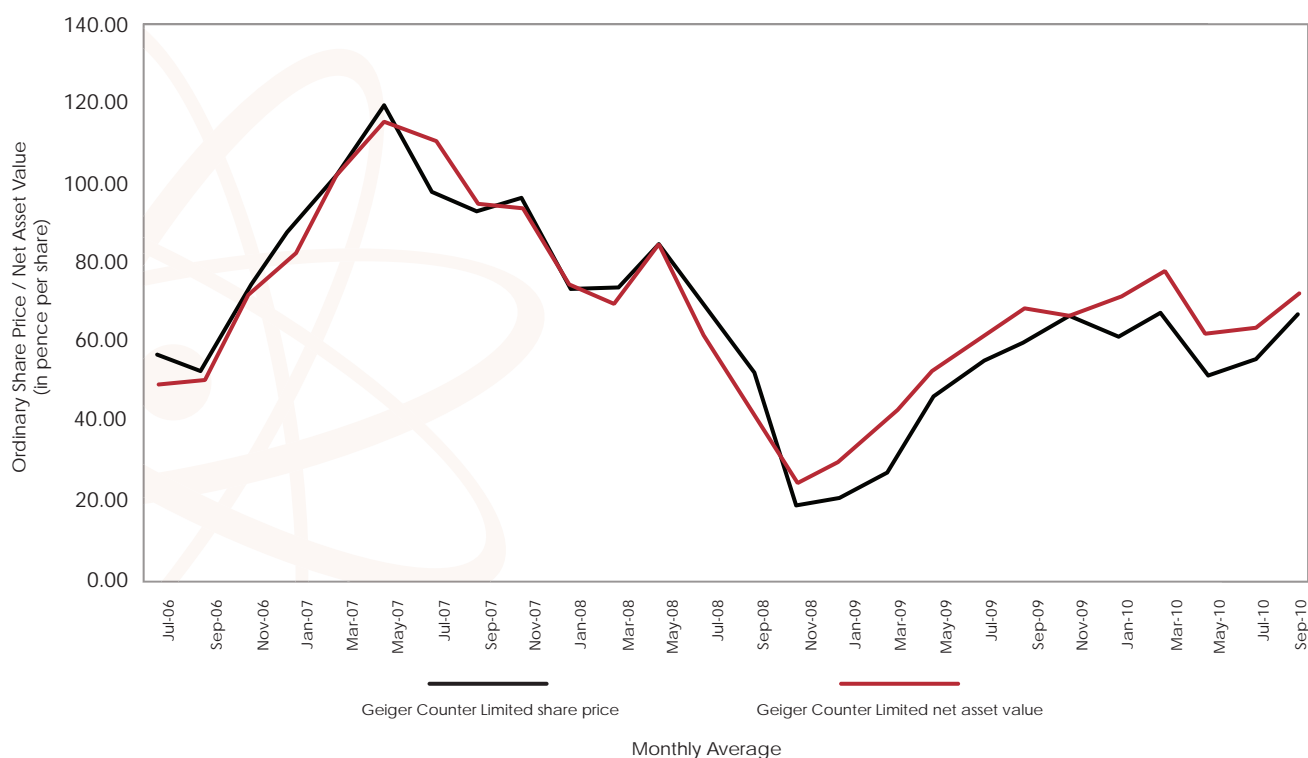
Financial Highlights

For the year ended 30 September 2010

	Note	30 Sept 2010	30 Sept 2009	% Increase
⚗ Net Asset Value per Ordinary Share (per financial statements)	3(g)*	71p	68p	4.4%
⚗ Ordinary Share Price (per Bloomberg)		67.25p	56.5p	19.0%
⚗ Number of Ordinary Shares in issue		63,508,533	63,498,533	-
⚗ Number of Subscription Shares in issue		12,075,959	12,085,959	-

*Note 3(g) is on page 25

Geiger Counter Limited Net Asset Value and Share Price



Board Members, Manager and Adviser

Chairman

George Baird, graduated from Dundee University in 1971, joined Arthur Young McLelland Moores & Co. and became a member of the Institute of Chartered Accountants of Scotland in 1975. After working in Finance in Local Government in Scotland, he moved to Jersey in 1980 and was appointed Treasurer of the States of Jersey in 1991. Prior to his retirement in 2002 he was Finance Director with the Mourant Group. He is now a non-executive director with several Channel Island based companies including INVESCO Leveraged High Yield Fund Ltd. George Baird is a Jersey resident.

Directors

Bryan Lenygon, a UK resident qualified as a Chartered Accountant, Chartered Secretary, Associate of the Institute of Taxation and a Barrister. Bryan Lenygon was secretary-director of Gartmore Investment Limited from 1971 to 1988. He also served as a General Commissioner of Taxes for the City of London and was involved in the finance industry as a director of several investment companies. Bryan Lenygon passed away on 25 November 2010.

Graeme Ross, joined Rawlinson & Hunter in 1986 having previously worked at KPMG. He became a Partner in 1995. Graeme Ross qualified as a Chartered Accountant in 1984 and has 24 years of experience in the finance sector. He heads Rawlinson & Hunter's funds division and has extensive experience of retail and private equity funds, as well as funds of hedge funds and share plans. He has served as a committee member of the Jersey Funds Association. Graeme Ross is resident in Jersey.

Terry Ward, is a mining engineer. During his 17 years with CRA (now Rio Tinto), he attained the position of General Manager – Operations, Tom Price, with Hammersly Iron and over a period of 8 years, he held the positions of Operations Manager and General Manager, Mary Kathleen Uranium Ltd and was also responsible for the management of the operational, commercial, financial, closure and rehabilitation aspects of the company. In the latter part of this period, he was also General Manager-Development of the Rudall River Uranium Project (Kintyre).

Terry Ward has extensive experience in Africa, initially as an Underground Manager at Harmony Gold Mine, South Africa and then as General Manager/Managing Director of Bogoso Gold Limited, Ghana and Directeur Generale of Mines D'Or D'Akjoujt S.A., Mauritania.

Terry held the position of Executive Manager, AFL Management Limited, the Manager of the African Lion Limited Fund, a specialist mining fund established to identify, assess and invest in resource projects in Africa. Shareholders of the fund included the Lion Selection Group (Australia), CDC Capital Partners (UK), Investec Bank Limited (South Africa), Comafin (Zimbabwe), Proparco (France), Rand Merchant Bank (South Africa) and the European Investment Bank. His responsibilities included the identification, research, due diligence and recommendation of appropriate investments to the Executive and Investment Committees, management of their investment portfolio and board representation.



Board Members, Manager and Adviser (cont)

Terry is currently the Managing Director of Ward International Consultants Pty Ltd, established in 2002 to provide services to the natural resources sector in the areas of corporate research and analysis, corporate development, project development, operational management and board representation. Terry was Non-Executive Chairman of Uranex NL, an Australian listed uranium exploration and development company with properties in Tanzania and Australia until November 2009. Terry is resident in Australia.

Investment Adviser and Manager

CQS Cayman Limited Partnership ("CQS") is the Investment Adviser and has delegated this function to New City Investment Managers. The principal individual who is responsible for advising on the Company's portfolio is John Wong. John Wong replaced Richard Lockwood as the lead fund manager during the course of the year. Richard Lockwood retains a strategic role at CQS. Richard has over 31 years' experience in institutional investment, primarily with Hoare Govett where he was a partner. Richard was a founding director of City Merchants High Yield Trust PLC, which he managed from May 1991 to April 2003. In June 2003, Richard joined Midas Capital Partners Limited, and Richard subsequently transferred to New City Investment Managers Limited in April 2005. Richard is also a non-executive director of Kalahari Minerals Plc, the Company's second biggest investment holding. Richard owns 200,000 shares in Kalahari Minerals Plc. On 17 November 2010, Richard was appointed a Director of Ausgold Limited, which is included in the Company's portfolio.

John Wong is the Senior Portfolio Manager for Geiger Counter Limited and for Golden Prospect Precious Metals Limited. He also supports the portfolio management teams of City Natural Resources High Yield Trust Plc, New City High Yield Fund Limited and New City Energy Limited.

Prior to joining CQS in 2008, John was an Investment Manager with Ruffer LLP, co-running two global macro funds. Before this, he worked with Friends Ivory & Sime and Rothschild Asset Management, covering UK mid and small cap sectors. He has eleven years experience in the investment management industry.

John is a Chartered Accountant and also a CFA charterholder. Prior to working in the Fund Management industry, he spent 6 years at PricewaterhouseCoopers initially as an auditor and later as a management consultant.



Chairman's Statement

Introduction

The year to 30 September 2010 has been relatively successful from a stock market perspective. The leading economies are slowly recovering but not at the rate of previous recoveries. The stock market (as represented by S&P 500) over that period has returned 7.9%.

The emerging economies, such as China and Brazil are the growth stars. If anything, their economies are over heating as cheap credit is driving up both investment and consumption.

The prospects for growth in the uranium sector are extremely positive as the global international demand for the commodity, led by China and other emerging economies, continues to push up its price and the level of corporate activity in the uranium sphere.

Investment Performance

The company's share price increased from 56.5p to 67.25p over the financial year, which is a return of 19%. This compares favourably in a uranium market which has been relatively uneventful. The NAV at 30 September 2010 was 71p, an increase of 4.4% from the previous year. As at 1 December 2010, the NAV was 104p, a 46% increase in just 2 months.

Your board is very pleased with the way New City Investment Managers (NCIM) has continued to make progress in the portfolio, especially with their stock selection.

We congratulate John Wong on his promotion to lead portfolio manager at NCIM, with responsibility for Geiger Counter Limited. John brings a wealth of experience with him to the role.

The Board is very pleased that Richard Lockwood, whom John has replaced, has agreed to retain a valued advisory role at NCIM. Richard's vision was instrumental in the Company's formation, and we are delighted to retain access to his expertise in the uranium and energy sectors.

Outlook

The outlook for uranium is very bright. Over the last few months, we have begun to see the spot prices of uranium tick upwards, indicating a tightening market. We continue to see production disappoint from major producers (such as Energy Resources of Australia), causing a reduction in supply.

Our conviction in the sector has not waned, if anything, the passing of time and the observation of events has increased our confidence that the shortage of uranium is coming and we will see new players driving the market to secure long term uranium supply.

We are extremely optimistic at the prospects for the company going forward. Indeed, as I write, the Share price has increased to 105p.

Finally, I was very saddened by the news of Bryan Lenygon's death in November of this year. As a Director of the Company since its inception in 2006, Bryan made a very valuable contribution to its progress. He will be missed by all those who knew him.

George Baird
Chairman

December 2010



Investment Adviser's Report

By any standards, the period under review was hugely exciting for just about the whole of the natural resources markets. Unlike my last report, I am glad to record that the spot uranium price shared in these conditions and at the time of writing has moved up to US\$61 per pound.

The supply demand situation remained as enigmatic as ever with long term projects such as Cameco's Cigar Lake and BHP's Olympic Dam years away from production and existing producers such as ERA and Paladin failing to meet output expectations. Until recently, consumers maintained a confidence that there was no problem in obtaining short term supplies but the recent increase in the spot price suggests that the background is changing. What intrigues us is where the new production will come from. Whilst acknowledging that Kazakhstan will probably produce 18,000 tonnes this year, it is becoming increasingly difficult to see any worthwhile new production commencing in the next three or four years.

All our leading holdings performed well but it was particularly encouraging to see Cameco move higher suggesting that the institutional investor is returning to the sector.

Further down the list Uranium SA, Bannerman, Berkeley and Manhattan in Australia, and Rockgate and Uranium Energy in Canada moved ahead sharply. Finally we had two bonus performers, African Energy, which made a significant coal discovery in Botswana and Arafura, which discovered rare earths in Northern Territory.

Looking to the future, I feel as optimistic as at any time since Geiger Counter was established. More and more countries are commissioning reports on the construction of nuclear power plants, and this ever expanding list includes countries such as Saudi Arabia, Kuwait, Egypt and Kazakhstan. Finally, and perhaps most pertinently of all, was the news that Wyoming have given Uranium One an operating licence for its Moore Ranch project – this being the first go-ahead in that State for the last twelve years. Could this reflect that the American agreement for the supply of uranium from Russia expires in 2013 and that domestic production will become increasingly important?

This year is finishing on an extremely strong note and we confidently expect this trend to continue in 2011.

All of us at New City Investment Managers wish to record our thanks to Bryan Lenygon who passed away in November. Bryan played an important role in the formation of the Company and like the other Board members was always available for guidance; we shall miss him.

John Wong

New City Investment Managers

Date: December 2010



Investment Portfolio (by Geographical Area) as at 30 September 2010

Holding Country		Bid Market Valuation £	% of Net Assets
Bond			
Australia			
1,600,000	Paladin Energy 5% 11/03/2013	966,605	2.14
		966,605	2.14
Equity			
Africa			
500,000	Perseus Mining	887,265	1.96
		887,265	1.96
Australia			
2,200,000	Mantra Resources	5,497,974	12.16
150,000	Energy Resources of Australia	1,219,452	2.70
6,000,000	Ausgold	1,215,768	2.69
6,703,890	Wildhorse Energy	1,173,160	2.59
4,078,333	Alliance Gold Mines	1,051,762	2.33
475,000	Paladin Energy (CAD Line)	1,035,926	2.29
1,063,000	Berkeley Resources	952,953	2.11
5,100,000	Northern Uranium	939,457	2.08
2,000,000	Thundelarra Exploration	853,494	1.89
2,000,000	Alkane Resources	853,494	1.89
7,794,193	Uranex	813,590	1.80
4,000,000	Bannerman Resources	798,232	1.76
950,000	Arafura Resources	659,155	1.46
4,000,000	UraniumSA	638,585	1.41
7,906,000	Eleckra Mines	582,537	1.29
162,338	Silex Systems	499,394	1.10
4,170,000	Energy and Minerals Australia	486,491	1.08
1,000,000	Manhattan Corp	460,518	1.02
	Other holdings (9 investments)	1,454,783	3.19
		21,186,725	46.84
Burkina Faso			
750,000	Ampella Mining	1,197,347	2.65
		1,197,347	2.65
Canada			
175,000	Cameco Corp (CAD)	3,086,773	6.82
1,250,000	Uranium One	2,679,785	5.93
479,150	Uranium Participation	1,924,178	4.25
12,465,000	IBC Advanced Alloys Corp	1,116,659	2.47
2,516,667	Fission Energy	886,260	1.96
10,785,000	CanAlaska Uranium	633,001	1.40
	Other holdings (2 investments)	458,620	1.02
		10,785,276	23.85



Holding Country		Bid Market Valuation £	% of Net Assets
Chile			
1,350,000	Polar Star Mining Corp	1,876,622	4.15
		1,876,622	4.15
Mali			
4,110,000	Rockgate Capital Corp	1,904,424	4.21
		1,904,424	4.21
Namibia			
3,350,000	Kalahari Minerals	4,974,750	11.00
		4,974,750	11.00
Tanzania			
41,300,000	Uranium Resources	1,135,750	2.51
		1,135,750	2.51
USA			
707,852	Uranium Energy Corp	1,467,191	3.24
	Other holdings (2 investments)	68,062	0.15
		1,535,253	3.39
Zambia			
7,527,800	African Energy Resources	762,672	1.69
	Other holdings (1 investment)	6,125	0.01
		768,797	1.70
Listed Securities		47,218,814	104.40
Other Listed Equity Securities		427,431	0.95
Other Listed Warrants		454,531	1.00
Warrants		110,503	0.24
Unlisted Equity Securities (14 investments including 6 lines of warrants)		3,788,527	8.38
Total Investments		51,999,806	114.97
Other Net Current Liabilities		-6,771,204	-14.97
Net Assets		45,228,602	100.00



Directors' Report

For the year ended 30 September 2010

Principal Activity and Status

The investment objective and policy of Geiger Counter Limited ("the Company") is intended to be attractive to investors seeking the potential for capital growth.

The Company has been established to invest in the securities (including, but not limited to, shares, convertibles, fixed income securities and warrants) of companies involved in the exploration, development and production of energy, as well as related service companies, for both existing and alternative supplies and types of energy.

The Company's investment objective is to deliver attractive returns to Shareholders principally in the form of capital growth. The initial focus of the Company is on companies involved in the uranium industry, either by buying quoted shares of companies involved in the exploration or production of uranium or by investing in seed capital situations prior to listing. Up to 30% of assets may be invested in other resource-related companies.

The Company was originally formed as a Jersey Expert Fund and transferred to a Jersey Listed Fund with effect from 6 March 2007. The Company listed on CIXX LBG on 7 July 2006.

Directors' Interests

Biographies of the Directors are shown on page 6 and 7.

The Directors who held office during the year and their interests in the shares of the Company as at 30 September 2010 were:

	Ordinary Shares 2010	Subscription Shares 2010	Ordinary Shares 2009	Subscription Shares 2009
G Baird (Chairman)	-	-	-	-
B Lenygon (deceased)	-	-	-	-
G Ross	-	-	-	-
T Ward	5,000	2,500	5,000	2,500

There have been no changes in the holdings of the Directors between 30 September 2009 and 30 September 2010.

Mrs V Lenygon, the wife of the late B Lenygon, who was a Director of the Company, has holdings of 10,000 ordinary shares and 5,000 subscription shares as at 30 September 2010 (2009: 10,000 Ordinary Shares and 5,000 Subscription Shares).

Mr G Ross is a Director of the Company and also a Director of R&H Fund Services (Jersey) Limited, the Company's administrator and Computershare Investor Services (Jersey) Limited, the Company's registrar which provide fund administration and share register services to the company respectively.

Further information is disclosed in note 15.



Directors' Report (cont)

No other Director has any other material interest in any contract to which the Company is a party.

Directors' Fees

The annual rate for the directors fee is as follows:

	30 Sept 2010	30 Sept 2009
	£	£
G Baird (Chairman)	20,000	20,000
B Lenygon	15,000	15,000
G Ross	-	-
T Ward	15,000	15,000
	50,000	50,000

The fee of Mr G Ross forms part of the administration fee.

Shareholders' Interests

No shareholders hold in excess of 10% of the Ordinary Shares or the Subscription Shares in issue at 30 September 2010 or at the date of issuing these financial statements.

Investment Adviser

New City Investment Managers ("NCIM") was established by Richard Lockwood, and Geiger Counter Limited appointed NCIM as its Investment Adviser with effect from launch. On 1 October 2007 NCIM joined CQS Cayman Limited Partnership ("CQS"), becoming a group company, and the investment adviser agreement was novated to CQS. As such, CQS became the Investment Adviser and has delegated this function to NCIM. In September 2010, John Wong replaced Richard Lockwood as the lead fund manager for the portfolio. Richard Lockwood retains a strategic role. The Directors regularly review the performance of the Investment Adviser, the level and method of remuneration and the notice period. Following the most recent review, the continuing appointment of the Investment Adviser was believed to be in the best interests of the Shareholders as a whole.

Administrator

The administration of the Company has been contracted to R&H Fund Services (Jersey) Limited.

Custodian

All custody and settlement services are undertaken by Credit Suisse Securities (Europe) Limited in accordance with the master Prime Brokerage Agreement, with the exception of the custody and settlement services in relation to the warrants held in Uranium Energy Corp which is undertaken by BNP Paribas Securities Services Trust Company (Jersey) Limited. The Board has delegated the exercise of voting rights attached to the Company's investments to the Investment Adviser.

All other matters are reserved for the approval of the Board.

Directors' Authority to Buy Back Shares

The Company did not purchase any shares for cancellation during the year.

The directors are authorised to allot shares in the Company.



Directors' Report (cont)

Financial Statements

The Directors acknowledge that their responsibility to present a balanced and understandable assessment extends to providing price sensitive public reports to regulators as well as providing information required by statutory requirements.

The Directors who held office at the date of approval of this Directors' Report confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditors are unaware; and each Director has taken steps that they ought to have taken as a Director to make themselves aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

Relations with Shareholders

The Company welcomes the views of Shareholders and places great importance on communication with them. The Investment Adviser maintains a regular dialogue with institutional Shareholders, the feedback from which is reported to the Board. The Annual General Meeting of the Company provides a forum, both formal and informal, for Shareholders to meet and discuss issues with the Directors and Investment Adviser of the Company. The Secretary is available to answer general Shareholder queries at any time throughout the year.

Creditor Payment Policy

It is the policy of the Company to settle all investment transactions in accordance with the terms and conditions of the relevant markets in which it operates. All other expenses are paid on a timely basis in the ordinary course of business.

Auditors

Moore Stephens resigned as auditors on 9 July 2010. KPMG Channel Islands Limited were appointed as auditors on 9 July 2010. A resolution proposing KPMG's re-appointment and authorising the Directors to determine their remuneration will be submitted at the Annual General Meeting.

Events after the Balance Sheet date

It is with great sadness that we note that Bryan Lenygon passed away on 25 November 2010. Bryan was a founder Director of Geiger Counter Limited. He had served on the Board with great distinction and his contribution will be sorely missed by the Company and everybody connected with it.

On the 2 December 2010, an extraordinary general meeting of the Company gave the Company the authority to issue up to 124,415,508 ordinary shares in the Company at a premium to NAV. This authority will expire at the date of the next AGM, when further authority will be sought.

The Directors are not aware of any other developments that might have a significant effect on the operations of the Company in subsequent financial periods not already disclosed in this report or the attached financial statements.

Going Concern





The Directors have reasonable expectation that the Company will continue in operational existence for the foreseeable future and have therefore used the going concern basis in preparing the financial statements.



Statement of Directors' Responsibilities in respect of the Financial Statements

The directors are responsible for preparing the financial statements in accordance with applicable law and International Financial Reporting Standards.

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

-  select suitable accounting policies and apply them consistently;
-  make judgements and estimates which are reasonable and prudent;
-  state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
-  prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies (Jersey) Law 1991. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

By Order of the Board

R&H Fund Services (Jersey) Limited
Secretary

Ordnance House
31 Pier Road
St Helier
Jersey JE4 8PW

15 December 2010



Independent Auditors' Report to the Members

We have audited the financial statements of Geiger Counter Limited (the "Company") for the year ended 30 September 2010 which comprise Statement of Comprehensive Income, the Statement of Changes in Equity, the Statement of Financial Position, the Cash Flow Statement and the related notes. These financial statements have been prepared under the accounting policies set out therein. The financial statements of the Company for the year ended 30 September 2009 were audited by another auditor whose report dated 12 December 2009 expressed an unqualified opinion on those statements.

This report is made solely to the company's members, as a body, in accordance with Article 113A of the Companies (Jersey) Law 1991. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the financial statements in accordance with applicable law and International Financial Reporting Standards as adopted by the EU are set out in the Statement of Directors' Responsibilities on page 15.

Our responsibility is to audit the financial statements in accordance with the relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies (Jersey) Law 1991. We also report to you if, in our opinion, the company has not kept proper accounting records or if we have not received all the information and explanations we require for our audit.

We read the other information accompanying the financial statements and consider whether it is consistent with those statements. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.



Independent Auditors' Report to the Members (cont)

Opinion

In our opinion the financial statements:

- ✿ give a true and fair view in accordance with International Financial Reporting Standards as adopted by the EU of the state of the company's affairs as at 30 September 2010 and of its profit for the year then ended; and
- ✿ have been properly prepared in accordance with the Companies (Jersey) Law 1991.

HEATHER J MACCALLUM

For and on behalf of KPMG Channel Islands Limited
Chartered Accountants

15 December 2010



Statement of Comprehensive Income

For year ended 30 September 2010

	Notes	Year ended 30 September 2010			Year ended
		Revenue £	Capital £	Total £	30 Sep 2009 Total £
Realised gain/(loss) on disposal of investments	5	-	4,966,251	4,966,251	(8,479,309)
Unrealised (loss)/gain on fair value of investments held	5	-	(2,412,047)	(2,412,047)	27,833,047
Other income	6	711,984	-	711,984	223,996
Net income		711,984	2,554,204	3,266,188	19,577,734
Investment manager's fee	7	-	(943,189)	(943,189)	(673,405)
Exchange gain/(loss)		-	286,810	286,810	(104,390)
Other expenses	8	(234,068)	(34,990)	(269,058)	(299,028)
Net expenses		(234,068)	(691,369)	(925,437)	(1,076,823)
Net income before finance costs		477,916	1,862,835	2,340,751	18,500,911
Interest payable and similar charges		-	(142,601)	(142,601)	(300,954)
Income from ordinary activities		477,916	1,720,234	2,198,150	18,199,957
Income per ordinary share	3(g)	£0.0075	£0.0271	£0.0346	£0.2866

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 profit and loss account 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 22 to 41 to form an integral part of these financial statements.



Statement of Changes in Equity

For year ended 30 September 2010

	Notes	Stated Capital £	Retained Revenue £	Earnings Capital £	Total £
Opening Equity shareholders' funds at 1 October 2008	13	45,978,174	416,836	(21,572,015)	24,822,995
Comprehensive income for the year		-	19,395	18,180,562	18,199,957
Closing Equity shareholders' funds at 30 September 2009	13	45,978,174	436,231	(3,391,453)	43,022,952
Opening Equity shareholders' funds at 1 October 2009	13	45,978,174	436,231	(3,391,453)	43,022,952
Comprehensive income for the year		-	477,916	1,720,234	2,198,150
Issue of ordinary shares	12	7,500	-	-	7,500
Closing Equity shareholders' funds at 30 September 2010	13	45,985,674	914,147	(1,671,219)	45,228,602

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

The notes on pages 22 to 41 to form an integral part of these financial statements.



Statement of Financial Position

As at 30 September 2010

	Notes	2010 £	2009 £
Assets			
Current assets			
Investments designated at fair value through profit or loss	5	51,999,806	47,133,476
Other receivables	9	25,787	17,553
Cash at bank		436,139	199,214
Total assets		52,461,732	47,350,243
Liabilities			
Current liabilities			
Bank overdraft	10	(7,067,683)	(4,202,950)
Other payables	11	(165,447)	(124,341)
Total liabilities		(7,233,130)	(4,327,291)
Net assets		45,228,602	43,022,952
Equity			
Stated Capital	12	45,985,674	45,978,174
Retained Earnings			
Capital Reserve - Realised	13	(7,634,536)	(11,766,817)
- Unrealised	13	5,963,317	8,375,364
Revenue Reserve	13	914,147	436,231
Equity shareholders' funds		45,228,602	43,022,952
Number of ordinary shares in issue	12	63,508,533	63,498,533
Net asset value per ordinary share	3(g)	0.71	0.68

The financial statement on pages 18 to 41 were approved and authorised for issue by the board of Directors on 15 December 2010 and were signed on its behalf by:

G. Baird
Chairman

G. Ross
Director

The notes on pages 22 to 41 to form an integral part of these financial statements.



Cash Flow Statement

For the year ended 30 September 2010

	Notes	Year ended 30 Sept 2010 £	Year ended 30 Sept 2009 £
Cash inflow from operating activities			
Net income from ordinary activities		2,198,150	18,199,957
Investment income - equities	6	(634,994)	(69,001)
Investment income - loan notes	6	(55,730)	(103,901)
Decrease/(Increase) in fair value of investments held	5	2,412,047	(27,833,047)
Realised (gain)/loss on disposal of investments	5	(4,966,251)	8,479,309
Bank interest received	6	(21,260)	(51,094)
Interest expense		142,601	300,954
Changes in working capital			
Increase in other receivables		247	(3,580)
Increase in other payables		41,106	19,935
Cash used in operations		(884,084)	(1,060,468)
Investment income received		683,010	172,479
Interest received		20,496	51,860
Interest paid		(142,601)	(487,131)
Purchase of investments	5	(21,264,363)	(12,238,846)
Proceeds from sale of investments	5	18,952,237	16,973,917
Net cash (outflow)inflow from operating activities		(2,635,305)	3,411,811
Financing activities			
Issue of Ordinary Shares		7,500	-
Repayment of bank loans	10	-	(13,000,000)
Net cash inflow/(outflow) from financing activities		7,500	(13,000,000)
Decrease in cash		(2,627,805)	(9,588,189)
Cash and cash equivalents at the beginning of the year		(4,003,739)	5,584,453
Cash and cash equivalents at the end of the year		(6,631,544)	(4,003,736)
Represented by:			
Cash at bank		436,139	199,214
Bank overdraft		(7,067,683)	(4,202,950)
Net cash at the end of the year		(6,631,544)	(4,003,736)

The notes on pages 22 to 41 to form an integral part of these financial statements.



Notes to the Financial Statements

For the year ended 30 September 2010

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 on page 47.

These financial statements were authorised for issue by the Board of Directors on 15 December 2010.

2. Basis of Preparation

(a) Statement of Compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) as adopted by the European Union, the Companies (Jersey) Law 1991 and on the going concern basis.

(b) Basis of Measurement

The financial statements have been prepared on the historical cost basis, except for financial instruments at fair value through profit or loss and derivative financial instruments which are measured at fair value.

(c) Functional and Presentational Currency

These financial statements are presented in pounds sterling, which is the Company's functional and presentation currency.

(d) Use of Estimates and Judgements

The preparation of financial statements in conformity with IFRSs requires management to make judgements, estimates or assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

At 30 September 2010, included in investments at fair value through profit or loss were 14 unquoted investments valued at £3,899,030 (2009: £4,325,781), the original cost of which totalled £4,139,926 (2009: £4,302,001). 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 of the Company.



Notes to the Financial Statements (cont)

For the year ended 30 September 2010

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 the succeeding notes.

3. Significant Accounting Policies

(a) Financial assets and liabilities at fair value through profit or loss

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

Regular purchases and sales of financial assets are recognised on the trade date – the date on which the company commits to purchase or sell the asset. Investments are initially recognised at fair value and transaction costs are expensed in the statement of comprehensive income. Financial assets 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. Investments are subsequently carried at fair value.

Gains and losses arising from changes in the fair value of the “financial assets or liabilities at fair value through profit or loss” category are presented in the Statement of Comprehensive Income in the period in which they arise. Dividend income from “financial assets at fair value through profit or loss” is recognised in the Statement of Comprehensive Income within other income when the Company’s right to receive payment is established.

If traded on a national securities exchange, instruments are subsequently valued by the reference to prices quoted on such exchange. The quoted market price used for financial assets held by the Company is the current bid price; the appropriate quoted market price for financial liabilities is the current ask price.

If not exchange traded (ie. for over-the-counter), instruments are valued with reference to an independent pricing source, taking into account quotes obtained from dealers and/or market makers. In the absence of these sources, such instruments are valued by reference to the last sales price quoted by the dealer or market maker or, in the absence thereof, at fair value as determined by the Investment Adviser. The Company’s Investment Adviser determines the fair value of such financial instruments by using valuation techniques.

The Company uses a variety of methods and makes assumptions that are based on market conditions existing at each reporting date. Valuation techniques used include the use of comparable recent arm’s length transactions, discounted cash flow analysis, option pricing models and other valuation techniques commonly used by market participants. These estimated fair values may differ from values that would have been realised had a ready market for these holdings existed, and the difference could be material.



Notes to the Financial Statements (cont)

For the year ended 30 September 2010

(a) Financial assets and liabilities at fair value through profit or loss (continued)

The difference between the cost and the market value of the open positions is reflected as unrealised appreciation/depreciation on investments in the Statement of Comprehensive Income. Realised gains or losses are recognised on the closing or trade date of the position and are included in net realised gains/losses in the Statement of Comprehensive Income.

The fair value of the unquoted investments is reassessed on an ongoing basis.

A review was made of the valuation of these investments as part of the process of preparing these financial statements. This review looked at each unquoted investment in isolation and considered the macro and micro economic environments in which they operate, the cash position of the investee companies, the investee companies' commercial relations with quoted companies in the uranium sector, and recent over-the-counter transactions in the securities of the investee companies.

As a result of the review, a negative fair value adjustment of £240,896 (2009: positive adjustment of £23,780) was recognised in the Statement of Comprehensive Income for the unlisted 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 net of withholding tax deducted at source. Foreign withholding tax deducted at source from investment income has not been reflected in the financial statements in accordance with IAS 12 "Income Taxes" as it is of the opinion of the Directors that withholding taxes are of an immaterial nature.

(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 Statement of Comprehensive Income.



Notes to the Financial Statements (cont)

For the year ended 30 September 2010

(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, in the form of income and capital gains respectively, from the Company's investment portfolio.

(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 cash flow statement.

(f) Taxation

With effect from 1 January 2009 the status of exempt company ceased to exist and the company became subject to Jersey Income tax. The Jersey Income Tax Rate for the foreseeable future is zero percent.

(g) Net asset value per share and profit/(loss) per share

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

As disclosed in note 12 there are subscription shares in issue over the company's ordinary shares. Since the exercise price of these subscription shares at 30 September 2010 was above the market price of the ordinary shares during the year, they are deemed to have no dilution effect on net asset value per share and net profit per share.

The income per ordinary share is calculated by dividing the net return for the year included in the Statement of Comprehensive Income by the weighted average number of ordinary shares in issue during the year.

(h) Listed fund

The Company was incorporated on 6 June 2006 and was established in Jersey, Channel Islands under the Collective Investment Funds 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 Stock Exchange LBG and trades on the Stock Exchange Electronic Trading Service.

Notes to the Financial Statements (cont)

For the year ended 30 September 2010

(j) Retained earnings

Included in retained earnings are the following sub-categories:

Capital Reserve - Realised.

The following are accounted for in this reserve:

- gains and losses on the realisation of investments;
- realised exchange differences on transactions of a capital nature;
- expense and finance costs charged in accordance with the policies above.

Capital Reserve - Unrealised.

The following are accounted for in this reserve:

- increases and decreases in the valuation of investments held at the year end; and
- unrealised exchange difference of a capital nature.

Revenue Reserve

The net profit/(loss) arising in the revenue column of the Statement of Comprehensive Income is added to or deducted from this reserve.

(j) New and Amended Standards effective on or after 1 October 2009 and Standards, Amendments and Interpretations that are not yet effective and have not been early adopted by the company

The following standards and amendments to existing standards have been published and are mandatory for the Company's accounting periods beginning on or after 1 October 2009 or later periods:

IAS 1 – (Revised) Presentation of Financial Statements – effective 01/01/09

The Company applied revised IAS 1 "Presentation of Financial Statements (2007)" which became effective as of 1 January 2009. As a result, the Company presents in the Statement of Changes in Equity, all owner changes in equity, whereas all non-owner changes in equity are presented in the statement of comprehensive income. Comparative information has been re-presented so that it also is in conformity with the revised standard. This change in accounting policy only impacts presentation aspects and has no impact on profits or financial position.

IFRS 8 – Operating Segments

IFRS 8 Operating Segments has been adopted for the first time this period. The standard requires segment disclosure based on the components of the entity that management monitors in making decisions about operating matters. Under IFRS 8, operating segments become reportable based on threshold tests related to revenues, results and assets. The adoption of this standard has had no effect on assets, liabilities or the Statement of Comprehensive Income, but further disclosure has been included in note 4.



Notes to the Financial Statements (cont)

For the year ended 30 September 2010

- (j) New and Amended Standards effective on or after 1 October 2009 and Standards, Amendments and Interpretations that are not yet effective and have not been early adopted by the company (continued)

IFRS 7 – (Revised) Improving Disclosures about Financial Instruments – Financial Instruments Disclosure (effective from 01/01/09)

The Company applied “Improving Disclosures about Financial Instruments” (Amendments to IFRS 7), issued in March 2009, that require enhanced disclosures about fair value measurements and liquidity risk in respect of financial instruments. The amendments require that fair value measurement disclosures use a three-level fair value hierarchy that reflects the significance of the inputs used in measuring fair values of financial instruments. Specific disclosures are required when fair value measurements are categorised at Level 3 (significant unobservable inputs) in the fair value hierarchy. The amendments require that any significant transfers between Level 1 and Level 2 of the fair value hierarchy be disclosed separately, distinguishing between transfers into and out of each level. Furthermore, changes in valuation techniques from one period to another, including reasons therefore, are required to be disclosed for each class of financial instruments.

The following new relevant standards or amendments have been issued but are not effective for 2010 and have not been early adopted:

IFRS 9 – Financial Instruments (effective 01/01/12)

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 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 Statement of Financial Position less cash and cash equivalents. Total capital is calculated as equity, as shown in the Statement of Financial Position, plus net debt.

Notes to the Financial Statements (cont)

For the year ended 30 September 2010

3. Significant Accounting Policies (continued)

The net debt ratio at 30 September 2010 was as follows:

	2010	2009
	£	£
(Net debt)	6,796,991	4,128,077
Total equity	45,228,602	43,022,952
Total capital	52,025,593	47,151,029
Net debt ratio	13.1%	9.6%

4. Geographical Analysis of Income, Assets and Liabilities

The Company is organised into one main business segment, energy, focusing on achieving medium-term capital growth by investing primarily in the securities of companies involved in the uranium industry and the results are reviewed regularly by the Board of Directors for this segment. The Company's reporting format is geographical segments based on location of the income. The Company operates in the following geographical areas.

Income by Holding Country *	30 Sept 2010	30 Sept 2009
	£	£
Australia	83,811	77,092
United Kingdom	851,526	51,094
Canada	22,537	3,305
France	-	11,153
USA	40,920	81,352
Total Income by Holding Country	998,794	223,996

* Includes exchange gains and excludes gains on investments.

Assets by Holding Country	30 Sept 2010	30 Sept 2009
	£	£
Africa	887,265	-
Australia	22,610,828	24,483,466
Burkina Faso	1,197,347	-
Canada	13,634,382	6,976,957
Chile	1,876,622	-
Mali	1,966,205	-
Namibia	4,974,750	6,147,250
Slovakia	262,573	-
South Africa	164,858	304,816
Tanzania	1,135,750	733,250
United Kingdom	453,308	2,677,807
USA	2,529,046	2,962,515
Zambia	768,798	3,064,182
Total Assets by Holding Country	52,461,732	47,350,243



Notes to the Financial Statements (cont)

For the year ended 30 September 2010

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

Liabilities by Holding Country	30 Sept 2010 £	30 Sept 2009 £
United Kingdom	(7,233,130)	(4,327,291)
Total Liabilities by Holding Country	(7,233,130)	(4,327,291)

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 30 September 2010 represents 6.69 percent (2009: 5.98 percent) of the Company's net asset value attributable to holders of shares.

5. Investments designated at fair value through profit or loss

	30 Sept 2010 £	30 Sept 2009 £
Balance brought forward	47,133,476	32,514,809
Additions	21,264,363	12,238,846
Disposal proceeds	(18,952,237)	(16,973,917)
Realised gain/(loss) on disposal	4,966,251	(8,479,309)
Balance carried forward	54,411,853	19,300,429
Net unrealised (loss)/gain on fair value	(2,412,047)	27,833,047
Balance carried forward	51,999,806	47,133,476

Included in the fair value of investments designated at fair value through profit or loss are £3,899,030 (2009: £4,325,781) of investments which are unlisted. Unlisted investments are valued at fair value. Included in the balance of £3,899,030 (2009: £4,325,781) are warrants and options amounting to £110,503 (2009: £137,918), the remainder of the balance relating to loan notes and unquoted equity.

Notes to the Financial Statements (cont)

For the year ended 30 September 2010

6. Other Income

	Year ended 30 Sept 2010 £	Year ended 30 Sept 2009 £
Investment income – equities	634,994	69,001
Investment income – loan notes	55,730	103,901
Total investment income	690,724	172,902
Bank interest received	21,260	43,168
Fixed deposit interest received	-	7,926
Total other income	711,984	223,996

7. Investment Manager's Fee and Investment Performance Fee

The Investment Adviser is entitled to fees at the rate of 2% per annum of total assets (less current liabilities but inclusive of bank borrowings).

Investment Adviser's fees for the years to 30 September 2010 and 2009 are shown in the Statement of Comprehensive Income.

In addition, the Investment Adviser may be entitled to an Adviser's performance fee at the rate of 20% of out performance above an 8% per annum hurdle with high watermark provision.

No performance fee was payable in respect of the year (2009: £Nil).

8. Other Expenses

	Revenue £	Capital £	Year ended 30 Sept 2010 Total £	Year ended 30 Sept 2009 Total £
Fund administration fees	60,164	-	60,164	43,886
Directors' fees	48,726	-	48,726	51,260
Audit fees	26,059	-	26,059	17,547
Under accrued audit fees	148	-	148	7,114
General expenses	48,690	-	48,690	31,854
Registrar fees	17,762	-	17,762	16,011
Regulatory costs	2,000	-	2,000	2,000
Legal fees	14,907	-	14,907	14,369
Commitment fee – Bank	-	-	-	14,159
Loan breakage costs	-	-	-	841
Bank, custody & safekeeping charges	-	34,990	34,990	79,427
D&O insurance	7,359	-	7,359	8,936
Marketing expenses	8,253	-	8,253	11,624
Total other expenses	234,068	34,990	269,058	299,028



Notes to the Financial Statements (cont)

For the year ended 30 September 2010

8. Other Expenses (continued)

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 will be entitled to a fee based on the gross asset value of the Company. The fund administration fee is calculated as 0.1% of gross assets up to £50 million and 0.075% 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.

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 £3,750 per quarter plus a Euroclear Development levy of £253 per quarter with certain additional charges to cover one-off projects, disbursements, etc. The total fees incurred under this agreement were £17,762 (2009: £16,011) of which £3,781 (2009: £4,003) was outstanding at the year end.

The remuneration paid to the Chairman, the highest paid Director, for the period was £20,000 (2009: £20,000).

The audit fee of £26,059 (2009: £17,547) consists of an accrual of £20,000 (2009: £13,000) in respect of the year end audit as well as a fee amounting to £6,059 (2009: £4,547) in respect of the interim review. The Directors have agreed that the Company's interim accounts to 31 March will no longer be audited.

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

The Company does not have any employees.

9. Other Receivables

	30 Sept 2010 £	30 Sept 2009 £
Prepayments	17,169	17,416
Dividends receivable	5,651	903
Bank interest	-	(766)
Investment income	2,967	-
Total other receivables	25,787	17,553



Notes to the Financial Statements (cont)

For the year ended 30 September 2010

10. Bank Overdraft

At 30 September 2010, the Company had overdrawn cash positions totalling £7,067,683 (2009: £4,202,950) through its credit facility with Credit Suisse Securities (Europe) Limited.

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

As security for the overdraft, Credit Suisse Securities (Europe) Limited hold 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 Convered Agreement.

The company's previous bank loans which were secured on the total assets of the Company, were repaid to Allied Irish Bank on 11 September 2009.

11. Other Payables

	30 Sept 2010	30 Sept 2009
	£	£
Investment Adviser's fee	87,467	72,109
Audit fee	20,000	13,000
Directors fee	12,500	13,774
Fund administration fee	15,123	10,790
Registrar's fee	3,781	4,003
Marketing expenses	1,849	2,665
Bank, custody & safekeeping charges	14,367	8,000
Sundry expenses	10,360	-
Total other payables	165,447	124,341



Notes to the Financial Statements (cont)

For the year ended 30 September 2010

12. 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 subscription shares	Number of ordinary shares	£
Total issued share capital at 1 October 2008	12,085,959	63,498,533	45,978,174
Shares of no par value issued	-	-	-
Total issued share capital at 30 September 2009	12,085,959	63,498,533	45,978,174
Total issued share capital at 1 October 2009	12,085,959	63,498,533	45,978,174
Shares of no par value issued/converted	(10,000)	10,000	7,500
Total issued share capital at 30 September 2010	12,075,959	63,508,533	45,985,674

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.

Each subscription share confers the right upon the shareholder to subscribe for one ordinary share at 75p for each of the financial years ending 30 September 2007 to 30 September 2010. For 2010, subscription must be made by 31 October 2010 or if later, by the 30th day following the dispatch to shareholders of the audited financial statements for the year ended 30 September 2010. The final date for the exercise of the Subscription shares will be 25 January 2011.

The holders of subscription shares shall not be entitled to any right of participation in the profits of the Company. On a return of capital on liquidation or otherwise the assets of the Company shall be applied, in favour of the holders of the Ordinary Shares, and the holders of the Subscription Shares shall not be entitled to payments. The holders of the Subscription Shares shall, by virtue of or in respect of their holdings of Subscription Shares, have the right to receive notice of a general meeting of the Company and to attend, speak and vote at a general meeting of the Company only if a resolution is to be proposed abrogating, varying or modifying any of the rights or privileges of the holders of the Subscription Shares and then only on such resolution. Whenever the holders of the Subscription Shares are entitled to vote at a general meeting of the Company upon any resolution proposed at such a general meeting, on a show of hands every holder thereof who is present in person or (being a corporation) by a representative shall have one vote and on a poll every holder thereof who is present in person or by proxy or (being a corporation) by a representative shall have one vote in respect of each Ordinary Share for which he is entitled to subscribe pursuant to the subscription rights.



Notes to the Financial Statements (cont)

For the year ended 30 September 2010

12. Stated Capital (continued)

On 5 February 2010 existing shareholders holding a total of 10,000 subscription shares had applied to exercise their right (per the terms of the Prospectus) to exchange their subscription shares for ordinary shares at an exercise price of 75p per share.

As a result, the Directors agreed to approve the issuance of a further 10,000 ordinary shares at a price of 75p per share to the existing shareholders and also to cancel 10,000 subscription shares held by the existing shareholders in proportion to the number of ordinary shares to be issued to them.

13. Reserves

	Unrealised Capital Reserve £	Realised Capital Reserve £	Revenue Reserve £	Total Retained Earnings £
Balance as at 1 October 2008	(19,457,685)	(2,114,330)	416,836	(21,155,179)
Retained profit/(loss) for the year	27,833,049	(9,652,487)	19,395	18,199,957
Balance as at 30 September 2009	8,375,364	(11,766,817)	436,231	(2,955,222)
Balance as at 1 October 2009	8,375,364	(11,766,817)	436,231	(2,955,222)
Retained (loss)/profit for the year	(2,412,047)	4,132,281	477,916	2,198,150
Balance as at 30 September 2010	5,963,317	(7,634,536)	914,147	(757,072)

14. Financial Instruments

The Company's financial instruments comprise:

- ✿ Equity shares, options and warrants and fixed interest securities that are held in accordance with the Company's investment objectives, which are set out on page 4 of these financial statements.
- ✿ An overdraft facility from Credit Suisse, the main purpose of which is to raise finance for the Company's operations; and
- ✿ Cash and liquid resources that arise directly from the Company's operations.

The Company is exposed to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk. The risk management policies employed by the Company to manage these risks are discussed below.



Notes to the Financial Statements (cont)

For the year ended 30 September 2010

(a) Market Price Risk

Market price risk arises mainly from uncertainty about future prices of financial instruments held. It represents the potential loss the Company might suffer through holding market positions in the face of price movements. The Company invests in only one sector, energy related companies. Stock selection is based on disciplined accounting and market and sector analysis. An appropriate spread of investments is held in this sector across different countries and companies involved in the exploration and development of new energies and energy production. The Investment Adviser actively monitors market prices throughout the year and reports to the Board, which meets regularly in order to consider investment strategy. Investment and portfolio performance are discussed in more detail in the Investment Adviser's review.

The Company measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

- Level 1: Quoted market prices (unadjusted) in an active market for an identical instrument.
- Level 2: Valuation technique based on observable inputs, either directly or indirectly.
- Level 3: Valuation techniques using significant unobservable inputs.

Fair Value Hierarchy:

Description	30 Sept	Level 1	Level 2	Level 3	30 Sept	Level 1	Level 2	Level 3
	2010				2009			
	£	£	£	£	£	£	£	£
Financial assets at fair value through profit or loss:								
Listed securities	48,100,776	48,100,176	-	-	42,807,695	42,807,695	-	-
Unlisted securities	3,788,527	-	-	3,788,527	4,187,863	-	-	4,187,863
Warrants	110,503	-	110,503	-	137,918	-	137,918	-
Total	51,999,806	48,100,776	110,503	3,788,527	47,133,476	42,807,695	137,918	4,187,863



Notes to the Financial Statements (cont)

For the year ended 30 September 2010

14. Financial Instruments (continued)

Assets measured at fair value based on Level 3 inputs (unlisted securities)

	Listed securities £	Unlisted securities £	Total £
Opening balance	-	4,187,863	4,187,863
Total gains or losses in comprehensive income	-	(743,080)	(743,080)
Purchases	-	343,744	343,744
Issues	-	-	-
Settlements	-	-	-
Transfers out of Level 3	-	-	-
Closing balance	-	3,788,527	3,788,527
Total gains or losses for the year included in Comprehensive income for assets held at the end of the reporting period	-	(743,080)	(743,080)

Gains or losses arising on assets measured at fair value based on level 3 inputs included in the comprehensive income statement for the year are presented in net income as follows:

	Trading income £
Total gains or losses included in profit or loss for the year	(743,080)
Total gains or losses for the year included in profit or loss for assets held at the end of the reporting period	(743,080)

(b) Credit Risk

The Company will be exposed to counterparty risk on parties with whom it trades and each will bear the risk of settlement default. Credit risk arises from cash and cash equivalents as well as credit exposures relating to receivables. The Company minimises credit risk by undertaking transactions on recognised and reputable exchanges. The Company only buys and sells investments through brokers which have been approved by the Investment Adviser as an acceptable counterparty. For banks and financial institutions, only independently rated parties with a minimum rating of "A" are accepted.



Notes to the Financial Statements (cont)

For the year ended 30 September 2010

14. Financial Instruments (continued)

(c) Liquidity Risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities, the availability of funding through an adequate amount of committed credit facilities and the ability to close out market positions. As most of the Company's assets are held in cash and marketable securities the director's considers the Company to be in a good position with regard to liquidity risk. Due to the dynamic nature of the underlying businesses, the Company maintains flexibility in funding by maintaining availability under committed credit lines.

Management monitors rolling forecasts of the Company's liquidity reserve (comprises undrawn borrowing facility and cash and cash equivalents) on the basis of expected cash flow.

In addition, the Company's liquidity management policy involves projecting cashflows in major currencies and considering the level of liquid assets necessary to meet these; monitoring balance sheet liquidity ratios against internal and external regulatory requirements; and maintaining debt financing plans.

The table below analyses the Company's financial liabilities into relevant maturity groupings based on the remaining period at the reporting date to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

	Less than 1 year £	Between 1 and 2 years £	Between 2 and 5 years £	Over 5 years £
At 30 September 2010				
Bank loans	-	-	-	-
Bank overdrafts	7,067,683	-	-	-
Other payables	165,447	-	-	-

	Less than 1 year £	Between 1 and 2 years £	Between 2 and 5 years £	Over 5 years £
At 30 September 2009				
Bank loans	-	-	-	-
Bank overdrafts	4,202,950	-	-	-
Other payables	124,341	-	-	-



Notes to the Financial Statements (cont)

For the year ended 30 September 2010

14. Financial Instruments (continued)

(d) Currency Risk

There are significant monetary assets and liabilities denoted in currencies other than the functional currency, through which the balance sheet and the total return could be significantly affected by currency movements.

	GBP		AUD		CAD		USD		Other		Total £
	£	%	£	%	£	%	£	%	£	%	
Assets	6,763,850	12.9	23,364,077	44.5	17,887,718	34.1	4,445,265	8.5	822	-	52,461,732
Liabilities and equity	48,231,318	92.0	27,579	-	4,202,835	8.0	-	-	-	-	52,461,732
Net foreign currency Monetary assets/ (liabilities)	(41,467,468)		23,336,498		13,684,883		4,445,265		822		-

The transactional currency exposure as at 30 September 2009 is stated in the sterling equivalent:

	GBP		AUD		CAD		USD		Other		Total £
	£	%	£	%	£	%	£	%	£	%	
Assets	12,684,688	26.8	23,222,239	49.1	6,544,282	13.8	4,898,290	10.3	744	-	47,350,243
Liabilities and equity	(47,350,243)	100.0	-	-	-	-	-	-	-	-	(47,350,243)
Net foreign currency Monetary assets/ (liabilities)	(34,665,555)		23,222,239		6,544,282		4,898,290		744		-



Notes to the Financial Statements (cont)

For the year ended 30 September 2010

14. Financial Instruments (continued)

The net foreign currency monetary assets/ (liabilities) shown above take into account the effect of any currency transactions entered into to manage these currency exposures.

At 30 September 2010, had the exchange rate between the currencies listed above and the pound sterling increased or decreased by the movement in the AUD and CAD exchange rates over the course of the year of 9% (2009: 14%) with all other variables held constant, the increase or decrease respectively in the profit would amount to approximately £3,423,105 (2009: £4,257,063).

In accordance with the Company's policy, the Investment Adviser monitors the Company's currencies position on a daily basis, and the Board of Directors review it periodically.

(e) Interest Rate Risk

Interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rates.

Interest is paid on the Company's flexible overdraft facility with Credit Suisse Securities (Europe) Limited at the rate of LIBOR + 1.75%.

The table below summarises the Company's exposure to interest rate risks. It includes the Company's assets and trading liabilities at fair values, categorised by the earlier of contractual re-pricing or maturity dates.

	Interest bearing Less than 1 month	Non-interest bearing	30 Sept 2010 Total
Assets			
Investments designated at fair value through profit or loss	-	51,999,806	51,999,806
Other receivables	-	25,787	25,787
Cash at bank	436,139	-	436,139
Total assets	436,139	52,025,593	52,461,732
Liabilities			
Bank borrowings	7,067,683	-	7,067,683
Other payable	-	165,447	165,447
Total liabilities	7,067,683	165,447	7,233,130
Total interest sensitivity gap	(6,631,544)	51,860,146	45,228,602

Notes to the Financial Statements (cont)

For the year ended 30 September 2010

14. Financial Instruments (continued)

	Interest bearing Less than 1 month	Non-interest bearing	30 Sept 2009 Total
Assets			
Investments designated at fair value through profit or loss	-	47,133,476	47,133,476
Other receivables	-	17,553	17,553
Cash at bank	199,214	-	199,214
Total assets	199,214	47,151,029	47,350,243
Liabilities			
Bank borrowings	4,202,950	-	4,202,950
Other payable	-	124,341	124,341
Total liabilities	4,202,950	124,341	4,327,291
Total interest sensitivity gap	(4,003,736)	47,026,688	43,022,952

At 30 September 2010, should interest rates have lowered or increased by the current Bank of England base rate of 50 basis points (2009: 500 basis points) with all other variables remaining constant, the increase or decrease respectively in profit would amount to approximately £2,869 (2009: £72,644) in total.

15. 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.

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 of R&H. Total fund administration fees for the year amounted to £60,164 (2009: £43,886) with outstanding accrued fees of £15,123 (2009: £10,790) at the end of the year.

Registrar fee

Mr Ross is also a director of the Company's registrar, Computershare Investor Services (Jersey) Limited which received fees from the Company. Total registrar fees for the year amounted to £17,762 (2009: £16,011), with outstanding accrued fees of £3,781 (2009: £4,003) at the end of the year.



Notes to the Financial Statements (cont)

For the year ended 30 September 2010

15. Related Parties Transactions and Balances (continued)

Board of Directors' remuneration

The Company had four directors during the year. Total remuneration paid to directors for the year amounted to £48,726 (2009: £51,260) with outstanding accrued fees of £12,500 (2009: £13,774) at the end of the year. All remuneration was in the form of cash.

Total expenses incurred from the above transactions are disclosed in Note 8.

16. Events After The Reporting Period

It is with great sadness that we note that Bryan Lenygon passed away on 25 November 2010. Bryan was a founder Director of Geiger Counter Limited. He had served on the Board with great distinction and his contribution will be sorely missed by the Company and everybody connected with it.

On 2 December 2010, an extraordinary general meeting of Company gave the Company the authority to issue up to 124,415,508 ordinary shares in the Company at a premium to NAV. This authority will expire at the date of the next AGM, when further authority will be sought.

There were no other material post-balance sheet events.



Geiger Counter Limited (the "Company")

Notice of Annual General Meeting

Geiger Counter Limited

Notice is hereby given that the Fourth Annual General Meeting of Geiger Counter Limited will be held at 11.00am on the 24 February 2011 at Ordnance House, 31 Pier Road, St Helier, Jersey, JE4 8PW for the following purposes:-

1. That the Report of the Directors and the audited Financial Statements for the year-ended 30 September 2010 be approved.
2. That KPMG Channel Islands Limited, Chartered Accountants, be re-appointed as Auditors and that the Directors be authorised to determine their remuneration.
3. That, pursuant to Article 46.1 of the Company, the Company shall extend the life of the Company from the fifth anniversary of the First Closing Date until the next annual general meeting of the Company, when a further extension will be sought.
4. That additional ordinary shares (the "New Shares") may be issued by the Company and that such issue of New Shares is approved in accordance with Article 7.1 of the Company's articles of association, insofar as such issue does not result in the Company's issued ordinary share capital exceeding its authorised ordinary share capital of 200 Million ordinary shares.
5. That the New Shares may be issued in one or more tranches over a period from the date of the AGM to the next annual general meeting of the Company, at a premium over the net asset value per share.

By Order of the Board

For R&H Fund Services (Jersey) Limited
Company Secretary

Dated: 15 December 2010

Proxies:

1. Any member entitled to attend and vote is entitled to appoint a proxy to attend, and, on a poll, to vote in their stead. A proxy need not also be a shareholder.
2. A member may appoint a proxy of their own choice. If such an appointment is made, delete the words "the Chairman of the Meeting" and insert the name of the person appointed proxy in the space provided.
3. In the case of joint holders, the signatures of one of the holders will suffice but the names of the joint holders must be stated.



Geiger Counter Limited (the “Company”)

Notice of Annual General Meeting (continued)

4. Forms of proxy must be deposited at the registered office of the Company not less than forty-eight hours before the time of the meeting.

Registered office:

Ordnance House

PO Box 83

31 Pier Road

St Helier

Jersey JE4 8PW





Geiger Counter Limited

Form of Proxy

To be used at the Fourth Annual General Meeting of the above named Company to be held at Ordnance House, 31 Pier Road, St Helier, Jersey JE4 8PW at 11.00am on the 24 February 2011.

For the use of holders of Ordinary Shares

I/We
(Please use block letters)

of
being (a) Member(s) of Geiger Counter Limited hereby appoint the Chairman of the Meeting, failing whom

.....
(see Note(1))

as my/our proxy to vote for me/us on my/our behalf at the Fourth Annual General Meeting of the Company to be held at Ordnance House, 31 Pier Road, St Helier, Jersey, Channel Islands, JE4 8PW on the 24 February 2011 and at any adjournment thereof.

I/We hereby authorise and instruct my/our said proxy to vote as indicated below on the Resolutions to be proposed at such Meeting. Unless otherwise directed the proxy will vote or abstain from voting as he thinks fit.

ORDINARY RESOLUTIONS	FOR	AGAINST
1. That the Report of the Directors and the audited Financial Statements for the year ended 30th September 2010 be received and adopted.		
2. That KPMG Channel Islands Limited, be re-appointed as Auditors and that the Directors be authorised to determine their remuneration.		
3. That, pursuant to Article 46.1 of the Company, the Company shall extend the life of the Company from the fifth anniversary of the First Closing Date until the next annual general meeting of the Company, when a further extension will be sought.		
4. That additional ordinary shares (the "New Shares") may be issued by the Company and that such issue of New Shares is approved in accordance with Article 7.1 of the Company's articles of association, insofar as such issue does not result in the Company's issued ordinary share capital exceeding its authorised ordinary share capital of 200 Million ordinary shares.		
5. That the New Shares may be issued in one or more tranches over a period from the date of the AGM to the next annual general meeting of the Company, at a premium over the net asset value per share.		

Dated thisday of

Signature(s)

NOTES:

- (1) If you wish to appoint as your proxy some person other than the Chairman of the Meeting please insert in BLOCK CAPITALS the full names of the person of your choice, delete the words ("Chairman of the Meeting, failing whom" and initial the amendment).
- (2) This Proxy (and the Power of Attorney or other authority, if any, under which it is signed or a notarially certified or office copy thereof) must be deposited with the Company's Registrar not less than 48 hours before the time appointed for the holding of the Meeting.
- (3) If the appointor is a Corporation this Proxy must be executed under its Common Seal or under the hand of some Officer or Attorney duly authorised in that behalf.
- (4) In the case of joint holders, the signatures of one of the holders will suffice but the names of the joint holders must be stated.
- (5) Pursuant to Article 40 of the Companies (Uncertificated Securities) (Jersey) Order 1999, the Company has specified that only those shareholders registered on the register of members of the Company as at 6.00 pm on the 22 February 2011, or in the event that the meeting is adjourned, on the register of members 48 hours before the time of the meeting, shall be entitled to attend and vote at the meeting in respect of the number of shares registered in their name at that relevant time. Changes to entries on the register of members after 6.00 pm on 22 February 2011, or in the event that the meeting is adjourned to a later time, on the register of members 48 hours before the time of any adjourned meeting, shall be disregarded in determining the rights of any person to attend and vote at the meeting.





Corporate Information

Registered Number	93672
Board of Directors	George Baird (Chairman) Bryan Lenygon (deceased 25 November 2010) Graeme Ross Terry Ward
Registered Address	Ordnance House 31 Pier Road St. Helier Jersey JE4 8PW Telephone: +44 (0) 1534 825 200
Investment Adviser	New City Investment Managers 5th Floor 33 Grosvenor Place London SW1X 7HY
Administrator	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
Principal Bankers	Credit Suisse Securities (Europe) Limited 1 Cabot Square London EC2Y 5AB
Legal Advisers in Jersey	Ogier Whiteley Chambers Don Street St Helier Jersey JE4 9WG
Legal Advisers in London	Maclay, Murray & Spens One London Wall London, EC2Y 5AB



Corporate Information (Cont)

Independent Auditors

KPMG Channel Islands Limited
5 St Andrews Place
Charing Cross
St Helier
Jersey
JE4 8WQ

Stock Exchange

Channel Islands Stock Exchange LBG
1 Lefebvre Street
St Peter Port
Guernsey

Market Makers

Collins Stewart

Matt Atkinson +44 (0) 1481 726511

Canaccord

Angelo Sofocleous +44 (0) 207 050 6547

Winterflood

Jason Robins +44 (0) 203 100 0261

Matrix

Chris Lloyd +44 (0) 203 206 7176

Singers

Mike Bellamy +44 (0) 203 205 7500

Website

www.ncim.co.uk

SEDOL

B15FW330 (Ordinary Shares)
B15MT77 (Subscription Shares)

LSE Trading Tickers

GCL LN (Ordinary Shares)
GCLS LN (Subscription Shares)









Geiger Counter Limited