



BERKELEY*energia* 

**Developing the Salamanca project
Europe's only major uranium mine**

Low cost producer capable of generating
very strong cash flows at the bottom of the
uranium price cycle

November 2016



“

**THE SALAMANCA MINE
HAS ENOUGH
RECOVERABLE URANIUM
TO POWER THE WHOLE OF
THE UK'S ELECTRICITY
NEEDS FOR FOUR AND A
HALF YEARS**

”



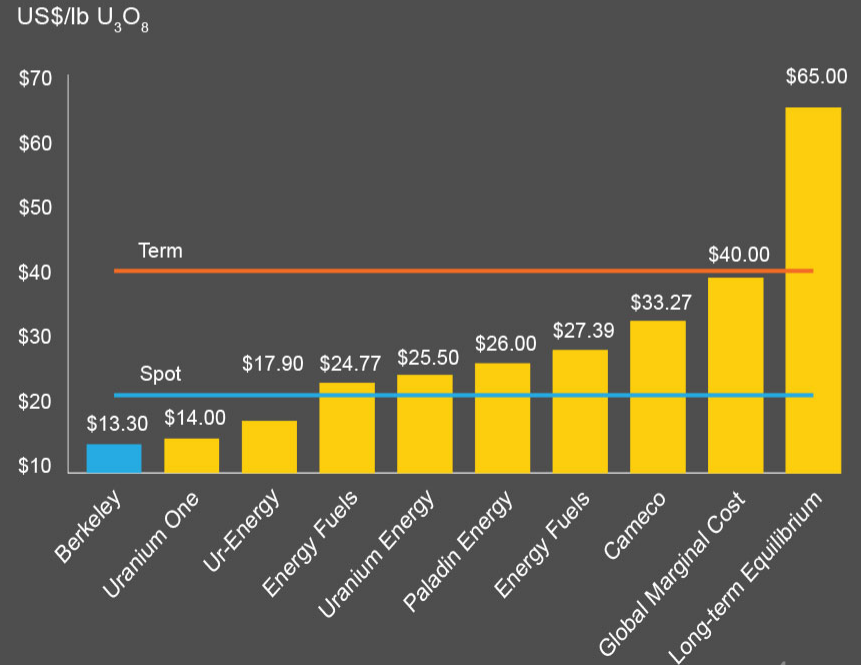
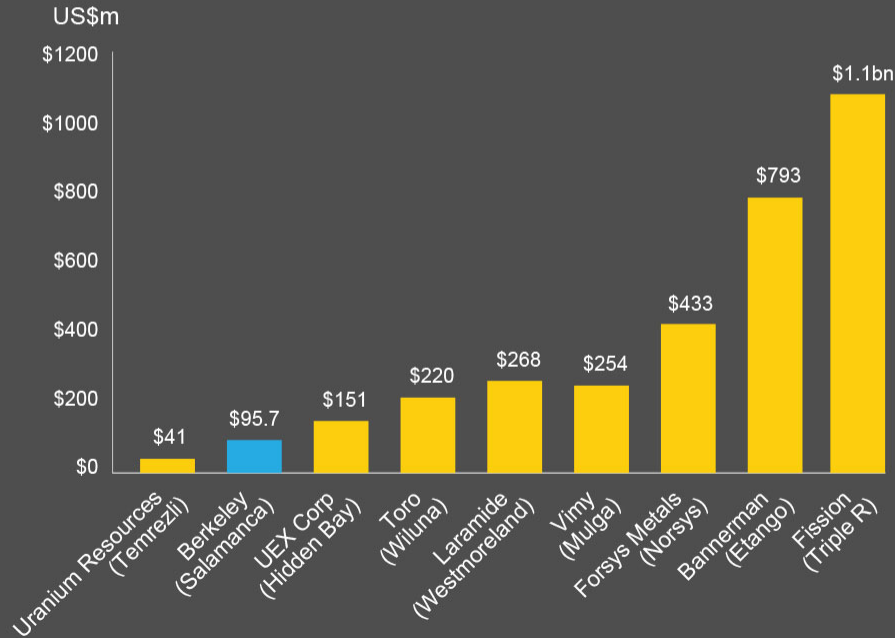
David Talbot Dundee Securities September 2015





The only major new uranium mine being developed in the world today

DUE TO ITS ULTRA-LOW CAPITAL AND OPERATING COSTS

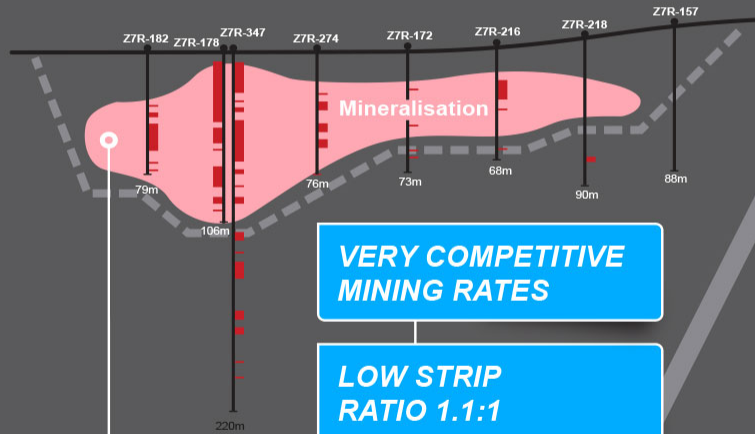




EU funded infrastructure and low operating costs make the difference

ZONA 7 OPEX US\$9.90 PER POUND

**INITIAL CAPEX US\$95.7M
(US\$150 M LOWER THAN COMPETITORS)**



VERY COMPETITIVE MINING RATES

LOW STRIP RATIO 1.1:1

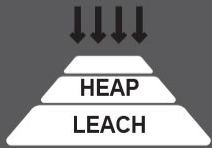
HIGH GRADE 631PPM

**FAST RECOVERY
HIGH YIELD 88%**

**LOW COST
GRID POWER**

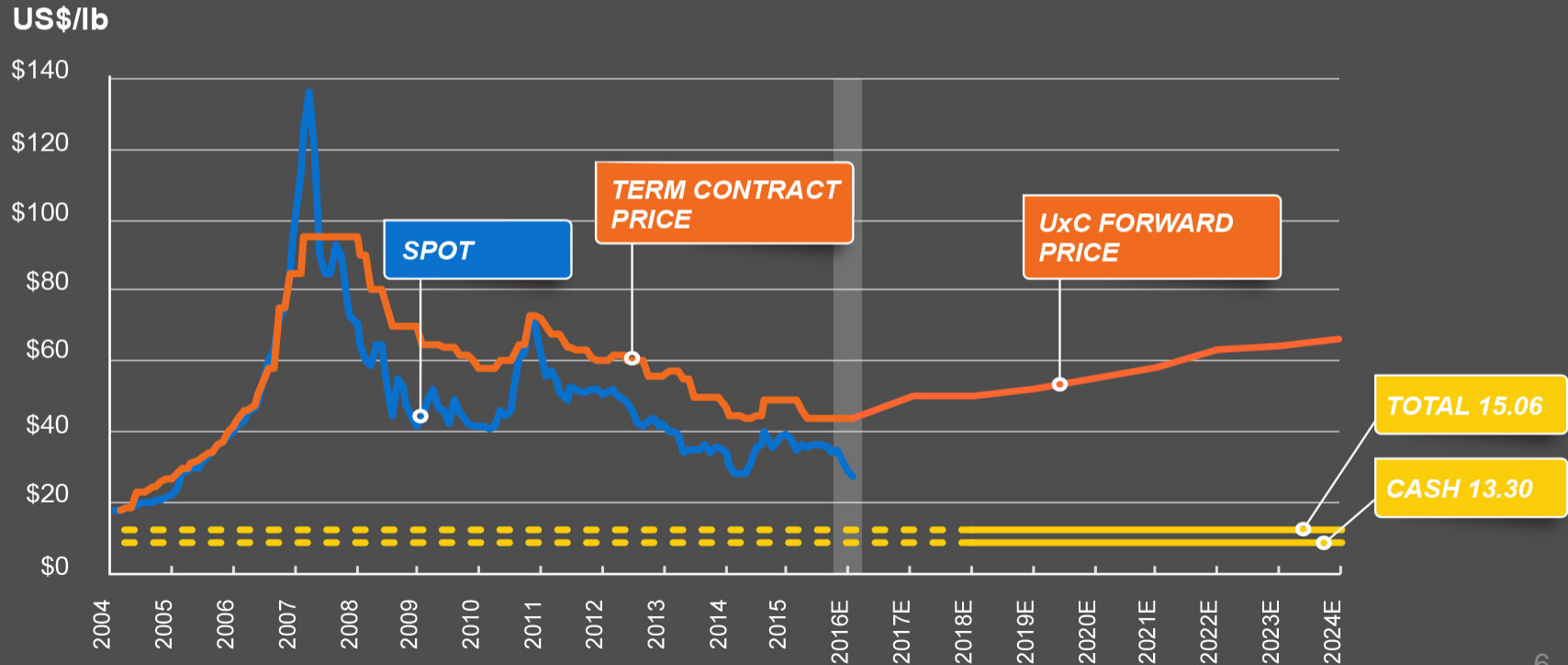
**LOW COST LOCALLY
SOURCED ACID**

**CLOSE TO
SANTANDER PORT**





Cash costs half the decade-low uranium price

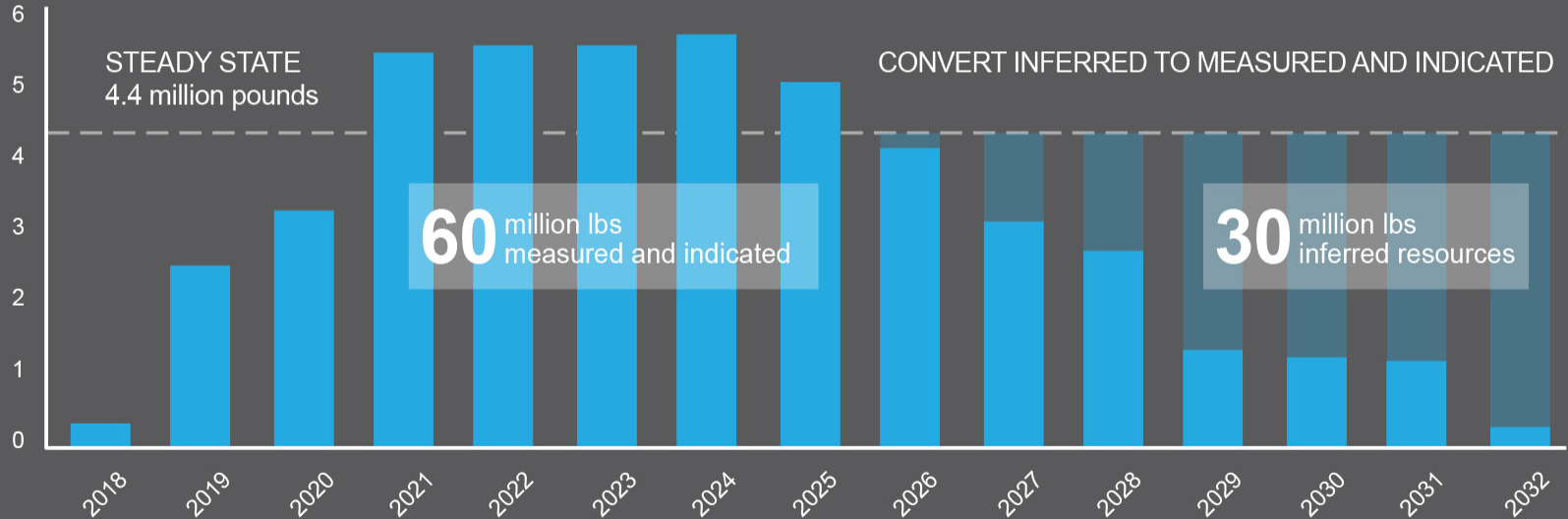


Source: UxC consulting, Berkeley Energia Total and Cash Costs (refer Definitive Feasibility Study, July 2016)



Annual exploration expenditure to maintain steady state production

Million pounds uranium

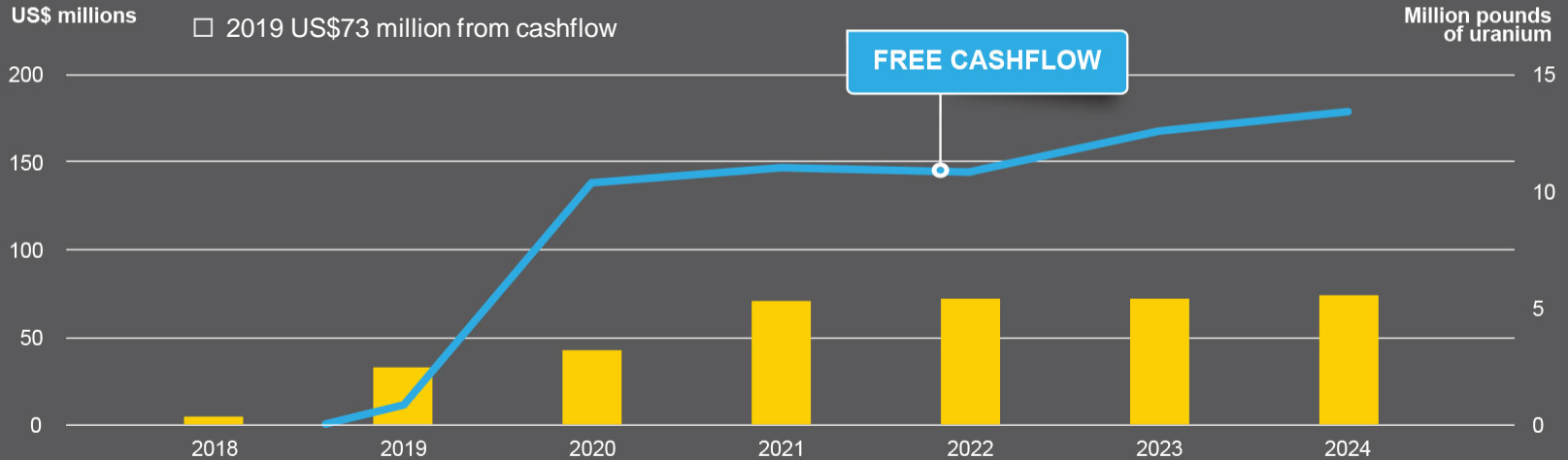




Post-tax annual free cash flow available for debt service and distribution

Capital requirements

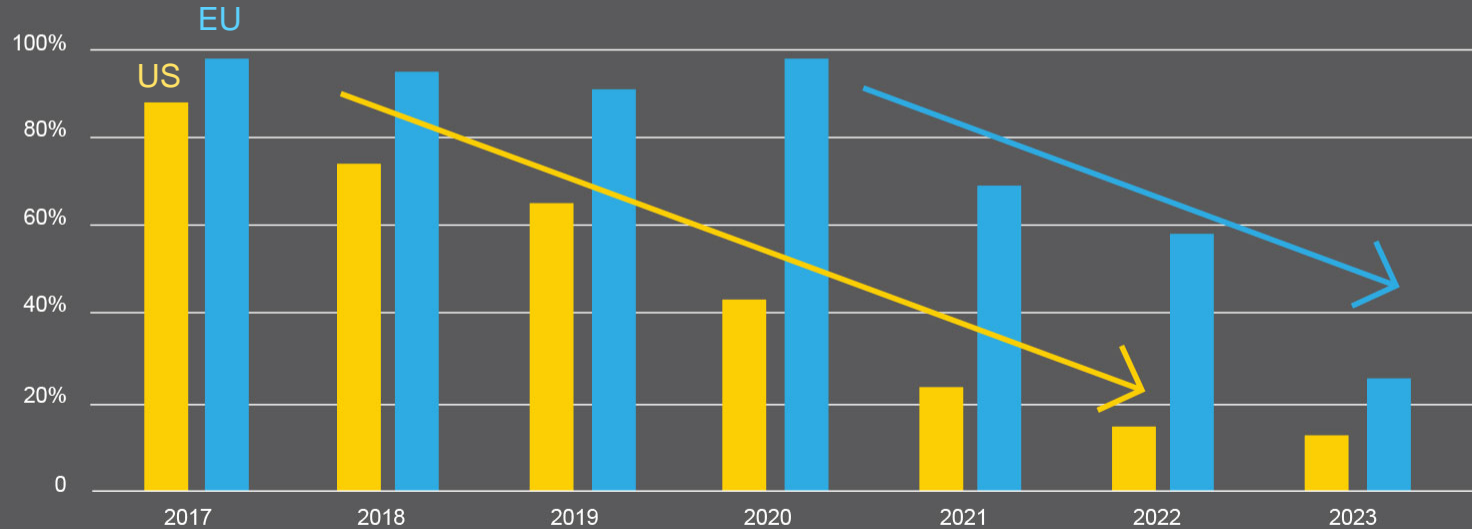
- 2017 US\$63 million from equity and strategic partner
- 2018 US\$61 million from strategic partner and debt
- 2019 US\$73 million from cashflow





Over five year period from 2018 both US and EU utility coverage will fall to around 20% of annual requirements

Uranium supply coverage



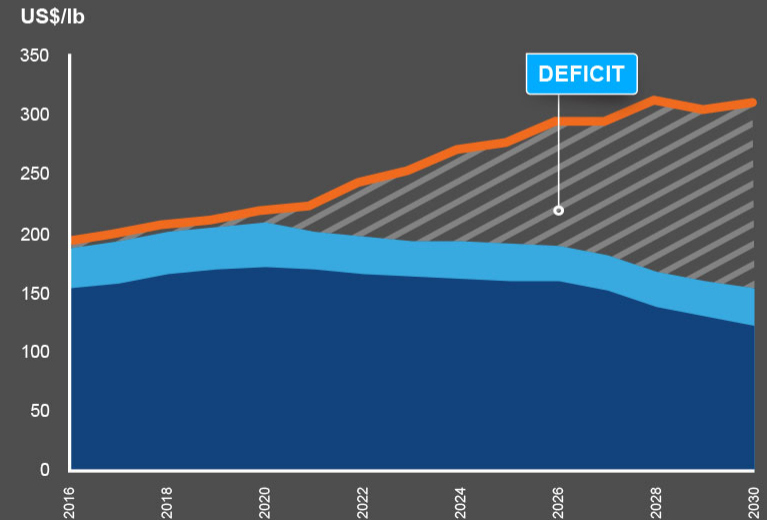


China is currently spending US\$570 billion targeting 10% of its electricity generation from nuclear



Source: 'Nuclear Power: A Growing Future', The Economist, September 2016

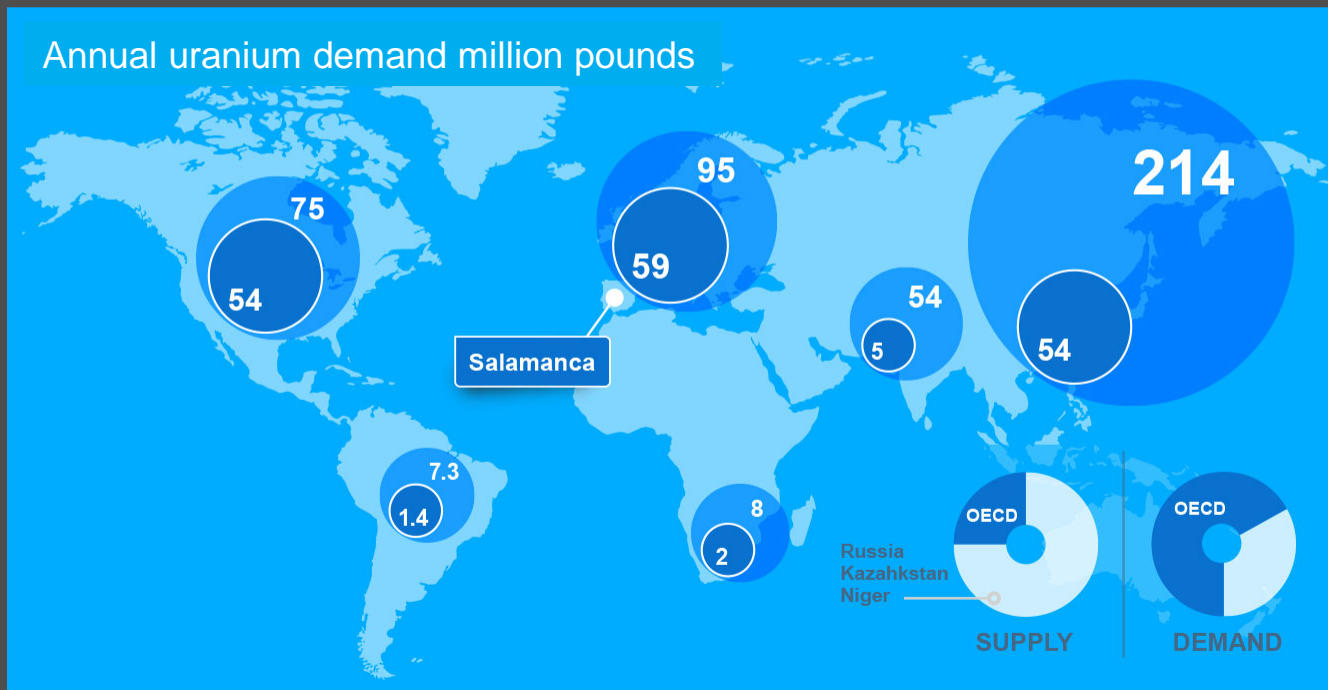
From 2018 EU and US utilities will be re-contracting at the same time as China is building 60 new reactors



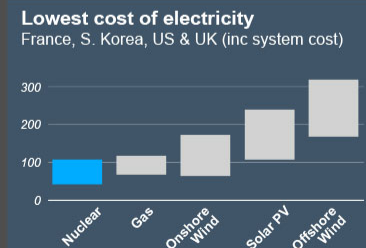
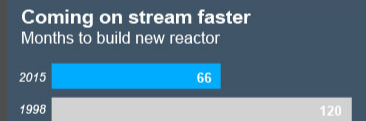
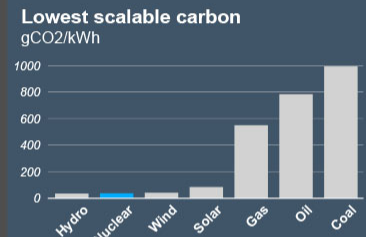
Source: Company Reports, WNA, UxC, Dundee Capital Markets



China's nuclear plans will require a five-fold increase in annual uranium demand



Source: WNA, "Harmony - The role of nuclear energy meeting electricity needs in the 2 degree scenario", September 2016 [timeframe analysed in report: current day to 2050]



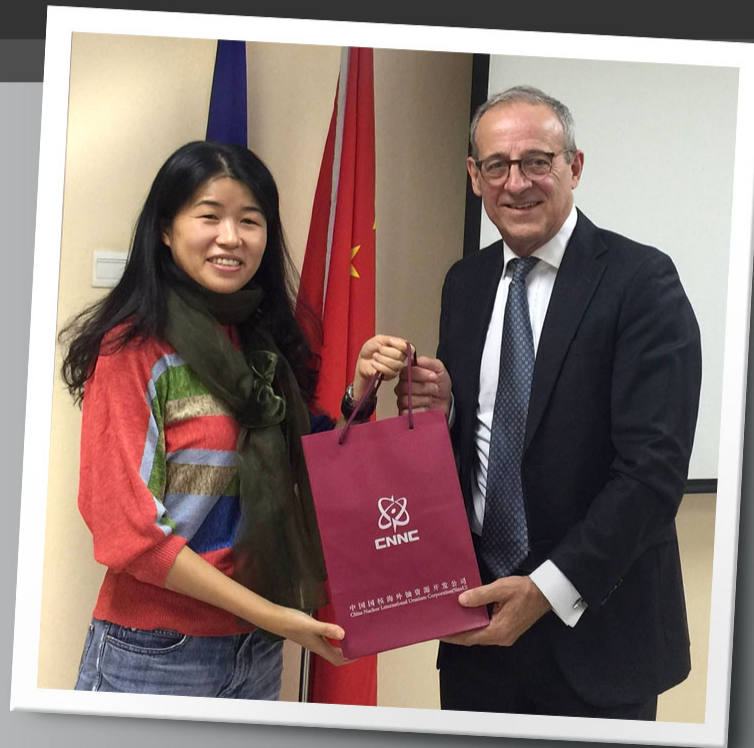
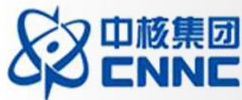
Source: WNA, "Harmony - The role of nuclear energy meeting electricity needs in the 2 degree scenario", September 2016



Discussions with strategic offtake partners well underway



Daya Bay
Nuclear Power
Plant





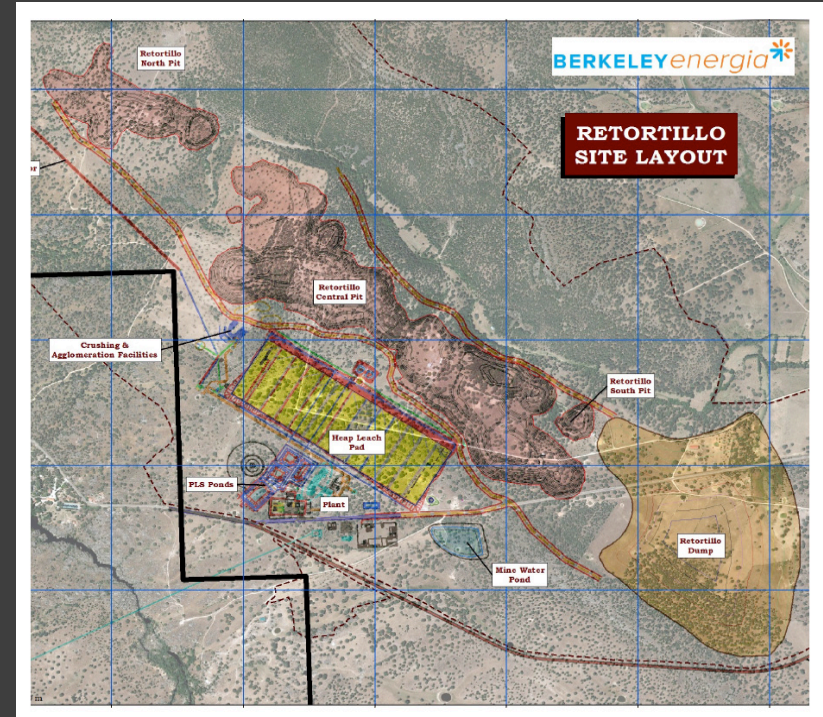
Oversubscribed placing raised \$30m from blue chip institutions

DEVELOPMENT TIMELINE

- The contracts for the main elements of the crushing circuit will be issued in December and construction will commence in Q1 2017
- Main plant construction to commence in Q3 2017 until approximately Q3 2018
- Commence Retortillo mining in Q2 2018 with production ramp up in H2 2018
- Zona 7 development to commence in Q2 2018 and mining in Q2 2019

USE OF PROCEEDS

Item	US\$m
FEED	1.8
Land acquisition	4.2
Environmental bond	1.5
Crushing and screening	9.9
Buildings and water	2.6
Reagent storage	2.2
EPCM	1.3
Working capital	6.5
TOTAL	30.0

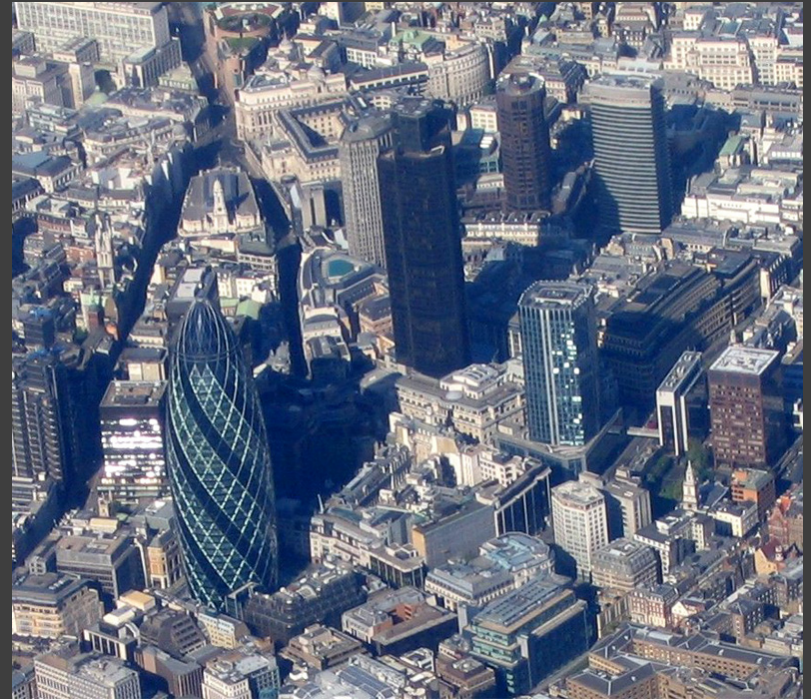




London's blue chip institutions dominate the share register

67% influential shareholders

Anglo Pacific Group	10.8%
Resource Capital Fund	10.8%
Blackrock	8.4%
River and Mercantile	8.1%
Fidelity	7.4%
Majedie Asset Management	5.1%
City Financial	3.4%
Management	7%
AXA, Threadneedle, Lazard, Henderson	6%



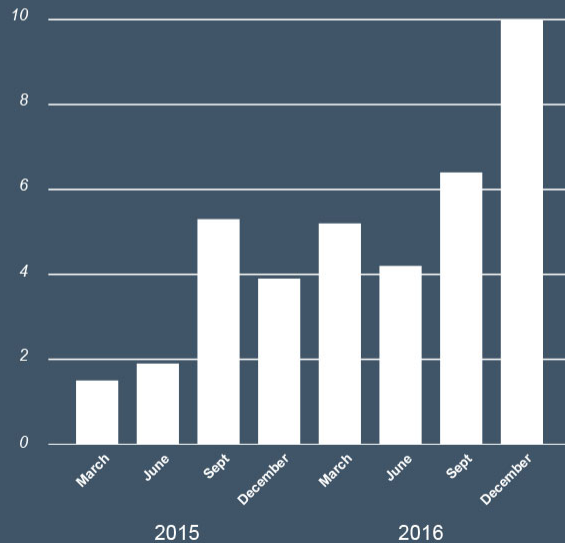


On market institutional buying has driven 2015/16 share price performance



Source : Bloomberg

GROWING LIQUIDITY % TURNOVER



Source : Bloomberg

“We look forward to Berkeley bringing this exciting project into production.”

Julian Treger CEO Anglo Pacific Group
(BKY major shareholder)

“The Salamanca project offers a rare opportunity to access a tier-one development project that sits at the bottom of the cost curve”

Michael Stoner, Peel Hunt



David Talbot Dundee Securities TSX chooses
Berkeley as #1 Pick 2016

Matt Keane Argonaut Perth ASX rates
Salamanca as one of the
“best undeveloped projects”

BERKELEYenergia*



Local community de-populating and suffering inter-generational unemployment

~~18,000~~ 20,518

APPLICANTS FOR
200 JOBS

**JOBS
AVAILABLE**
450 Direct
2,295 Indirect
Training
provided



Rejuvenation of a local community

BERKELEY IS A GOOD NEIGHBOUR AND A COMMUNITY BUSINESS PARTNER

Royalties paid directly to local municipalities

Preference given to locals for jobs and training

Priority for local businesses

Support for culture, tourism and sporting development

Free Wifi installed for local villagers

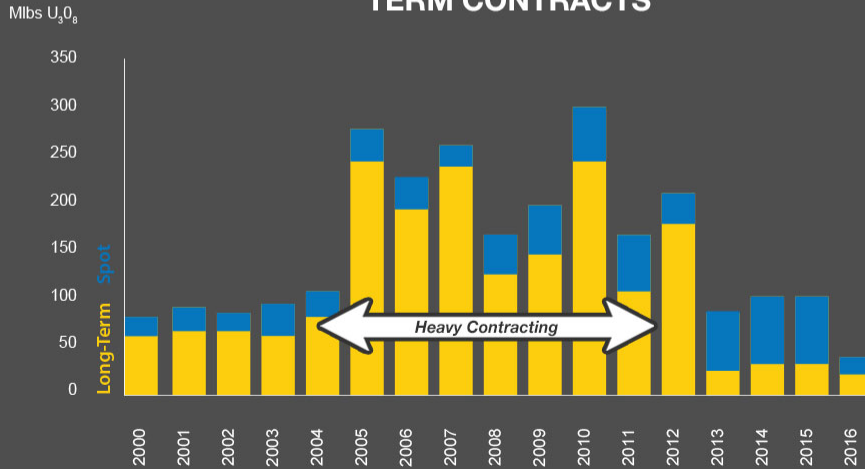


THE URANIUM PRICE RISE - WILL BE VIOLENT

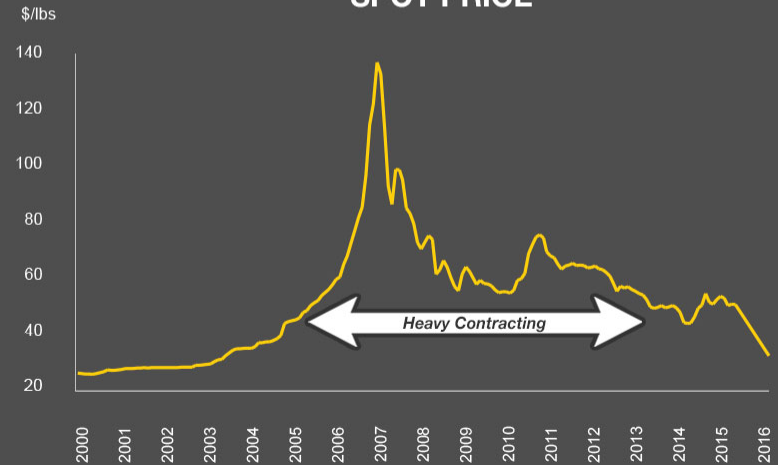
Rob Chang, Cantor Fitzgerald



TERM CONTRACTS



SPOT PRICE



Source: 2000-2014 data: Rob Chang, Cantor Fitzgerald September 2015 "London Marketing" Presentation
2015 - 2016 data: UxC

Source: UxC, Bloomberg, Macquarie Research, September 2015
USDOE/EIA and ESA reports (data current as of 31 December 2014)



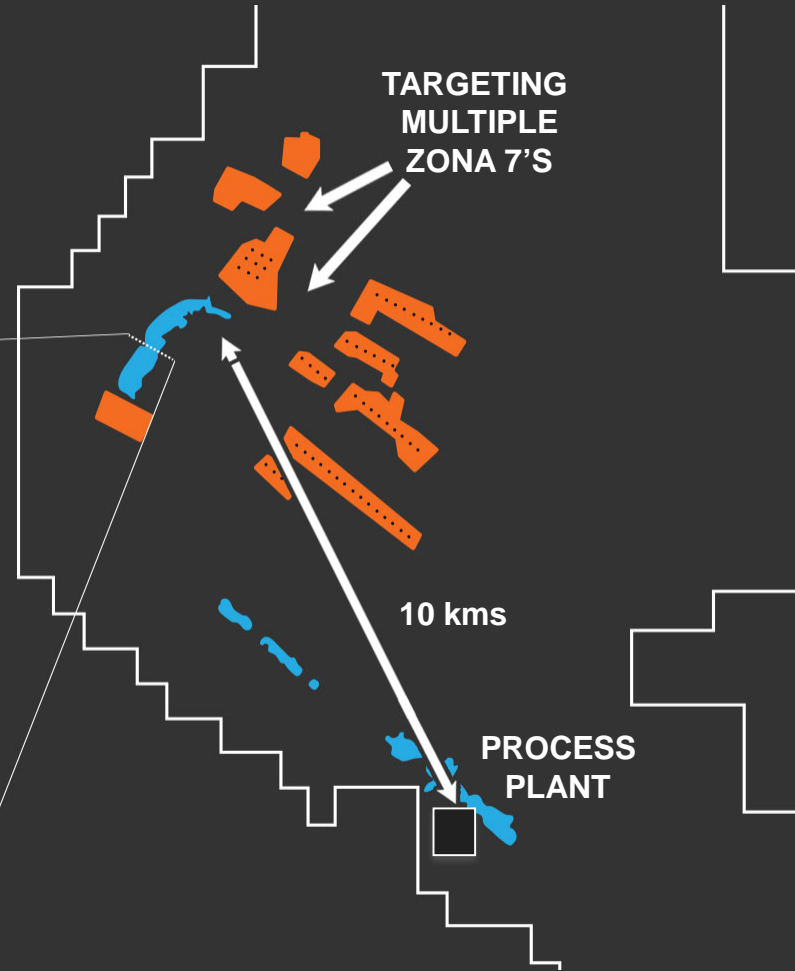
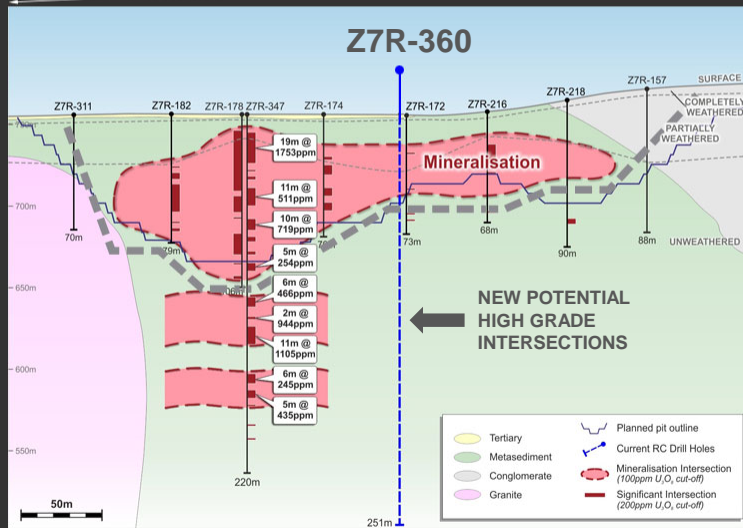
*“Highly experienced management team
developing their fourth major mine in Spain”*







Zona 7 is getting bigger





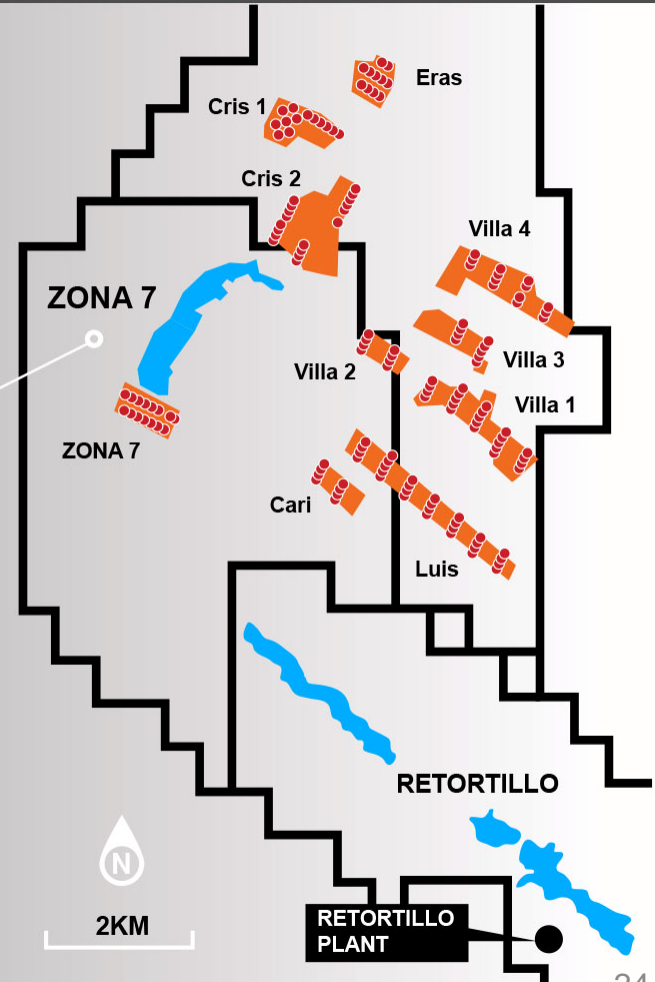
Over 30 million pounds of uranium
in Inferred Resources

TEN NEAR SURFACE
TARGETS

ALL WITHIN 10KM
OF PROCESSING PLANT

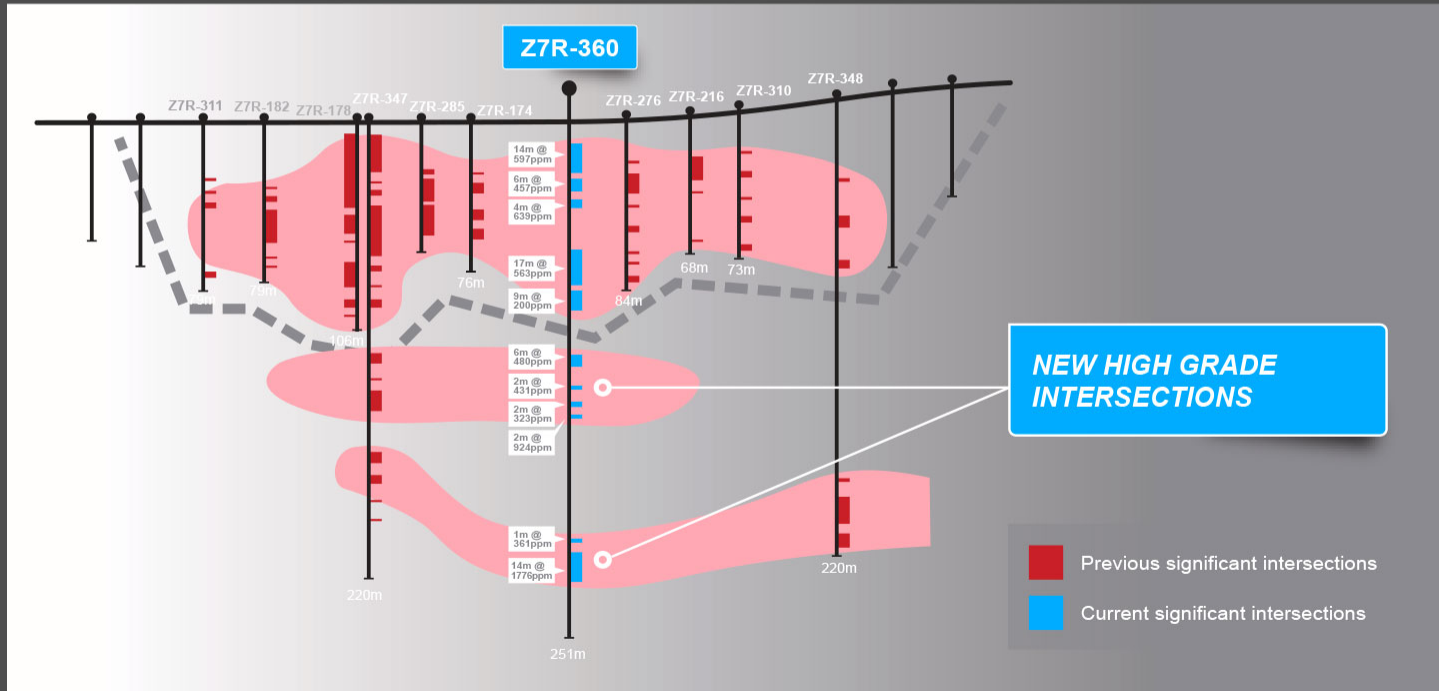
11,000 METRES
DRILLING IN 2016

FOLLOWING UP PREVIOUS
HIGH GRADE DRILL RESULTS





More high grade intersections below Zona 7





Executive team & Capital structure



Paul Atherley – Managing Director

Mining engineer and MBA with over 25 years industry operating experience. Previously MD of Leyshon Resources based in Beijing and formerly Executive Director of the Investment Bank arm of HSBC Australia. Was Chairman of the British Chamber of Commerce in China, Vice Chairman of the China Britain Business Council and served on the EU Energy Working Group in Beijing.



Francisco Bellon – GM Operations

Mining Engineer with further specialisation in mineral processing and metallurgy with over 20 years experience in both operational and project management roles in Europe, South America and West Africa. Has developed and operated numerous mines in Spain.



Javier Colilla– Senior Vice President Corporate

Economist and Lawyer with more than 25 years experience in the Spanish and international mining industry. Held several executive management roles during a long career with Rio Narcea Gold Mines and was responsible for the permitting of four mines in Spain & one in Mauritania. Holds an MBA.



Hugo Schumann – Commercial Manager

Formerly a management consultant before moving into the natural resources sector, initially as part of an investing team in London and then working in corporate development functions for listed mining and energy companies. Holds an MBA from INSEAD, is a CFA Charterholder.

BOARD OF DIRECTORS

Ian Middlemas	Chairman
Paul Atherley	Managing Director
James Ross	Director
Rob Behets	Director

CAPITAL STRUCTURE

Shares on Issue	236.4m
Unlisted Options & Rights	15.9m
Market Cap	£105m
Cash Position (at 15 Nov 16)	US\$40 m



Global Mineral Resource Estimates at a cut-off grade of 200 ppm U₃O₈

Deposit name	Resource category	July 2016		
		Tonnes (Mt)	U ₃ O ₈ (ppm)	U ₃ O ₈ (Mlbs)
<i>Retortillo</i>	Measured	4.1	498	4.5
	Indicated	11.3	395	9.8
	Inferred	0.2	368	0.2
	Total	15.6	422	14.5
<i>Zona 7</i>	Measured	5.2	674	7.8
	Inferred	6.0	364	4.8
	Total	21.7	631	30.2
<i>Alameda</i>	Indicated	20.0	455	20.1
	Inferred	0.7	657	1.0
	Total	20.7	462	21.1
Las Carbas	Inferred	0.6	443	0.6
Cristina	Inferred	0.8	460	0.8
Caridad	Inferred	0.4	382	0.4
Villares	Inferred	0.7	672	1.1
Villares North	Inferred	0.3	388	0.2
Total Retortillo Satellites	Total	2.8	492	3.0
Villar	Inferred	5.0	446	4.9
Alameda Nth Zone 2	Inferred	1.2	472	1.3
Alameda Nth Zone 19	Inferred	1.1	492	1.2
Alameda Nth Zone 21	Inferred	1.8	531	2.1
Total Alameda Satellites	Total	9.1	472	9.5
<i>Gambuta</i>	<i>Inferred</i>	12.7	394	11.1
<i>Salamanca project Total</i>	<i>Measured</i>	9.3	597	12.3
	<i>Indicated</i>	41.8	516	47.5
	<i>Inferred</i>	31.5	395	29.6
	Total (*)	82.6	514	89.3

(*) All figures are rounded to reflect appropriate levels of confidence. Apparent differences occur due to rounding. The Measured and Indicated Mineral Resources are inclusive of those Mineral Resources modified to produce the Ore Reserves

Important notices

Summary of information: This presentation has been prepared by and is the sole responsibility of Berkeley Energia Limited (Berkeley). This presentation contains general and background information about Berkeley's activities current as at the date of the presentation and should not be considered to be comprehensive or to comprise all the information that an investor should consider when making an investment decision and does not contain all information about Berkeley's assets and liabilities, financial position and performance, profits and losses, prospects, and the rights and liabilities attaching to Berkeley's securities. The information in this presentation should be read in conjunction with Berkeley's other periodic and continuous disclosure announcements lodged with the Australian Securities Exchange, available at www.asx.com.au or made available through a Regulatory Information Service in the United Kingdom. The information in this presentation is based on Berkeley's own information and estimates and has not been independently verified. Berkeley is not responsible for providing updated information and assumes no responsibility to do so. In attending this presentation or viewing this document you agree to be bound by the following terms and conditions. Any investment in Berkeley should be considered speculative and there is no guarantee that they will make a return on capital invested, that dividends would be paid, or that there will be an increase in the value of the investment in the future.

Not financial product advice: This presentation is not financial product, investment advice or a recommendation to acquire Berkeley securities and has been prepared without taking into account the objectives, financial situation or needs of individuals. Before making an investment decision prospective investors should consider the appropriateness of the information having regard to their own objectives, financial situation and needs, and seek legal, taxation and financial advice appropriate to their jurisdiction and circumstances. Berkeley is not licensed to provide financial product advice in respect of its securities or any other financial products. Cooling off rights do not apply to the acquisition of Berkeley securities.

Notwithstanding the above, this presentation is being distributed in the United Kingdom only to and is directed only at persons whose ordinary activities involve them in acquiring, holding, managing and disposing of investments as principal or agent for the purposes of their business and who have professional experience in matters relating to investments and are "qualified investors" as defined in section 86(7) of FSMA being persons falling within the meaning of Article 2(1)(e) of the Prospectus Directive (Directive 2003/71/EC) and who are also persons that: (i) have professional experience in matters relating to investments, being "Investment Professionals" (as defined in Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order (the FPO)) or (ii) are "High Net Worth Companies" (as defined in Article 49(2) of the FPO). If you are not such a person (i) you should not have received this presentation and (ii) please return this presentation to Berkeley's registered office as soon as possible and take no other action. If you are not such a person you may not rely on or act upon matters communicated in this presentation. By accepting this presentation you represent and warrant that you are a person who falls within the above description of persons entitled to receive this presentation.

This presentation has not been approved by an authorised person under Section 21 of Financial Services and Markets Act 2000 (FSMA) and it is not intended to be distributed, or passed on, directly or indirectly, to any other class of person and in any event under no circumstances should persons of any other description rely or act upon the contents of this presentation. This presentation and its contents are confidential and must not be distributed or passed on, directly or indirectly, to any other person. This presentation is being supplied to you solely for your information and may not be reproduced, further distributed or published in whole or in part by any other person.

Notwithstanding the above, in Australia, this presentation is only being sent to persons reasonably believed by Berkeley to be a "wholesale client" within the meaning of section 761G and 761GA of the Corporations Act 2001 (Cth) or a "professional investor" or "sophisticated investor" (within the meaning of sections 708(1) and 708(B) of the Corporations Act). If you are not such a person (i) you should not have received this presentation and (ii) please return this presentation to Berkeley's registered office as soon as possible and take no other action. If you are not such a person you may not rely on or act upon matters communicated in this presentation. By accepting this presentation you represent and warrant that you are a person who falls within the above description of persons entitled to receive this presentation.

Peel Hunt LLP (Peel Hunt) and Tamesis Partners LLP (Tamesis), each of which is authorised and regulated in the United Kingdom by the Financial Conduct Authority, is acting for Berkeley and no-one else in connection with the contents of this presentation and will not be responsible to anyone other than Berkeley for providing the protections afforded to the clients of Peel Hunt and Tamesis or for affording advice in relation to the contents of this presentation or any matters referred to herein. Nothing in this paragraph shall serve to exclude or limit any responsibilities which Peel Hunt or Tamesis may have under FSMA or the regulatory regime established thereunder.

Disclaimer: Each of Berkeley, Peel Hunt and Tamesis and their respective related bodies corporate and each of their respective directors, agents, officers, employees and advisers expressly disclaim, to the maximum extent permitted by law, all liabilities (however caused, including negligence) in respect of, make no representations regarding, and take no responsibility for, any part of this presentation and make no representation or warranty as to the currency, accuracy, reliability or completeness of any information, statements, opinions, conclusions or representations contained in this presentation. In particular, this presentation does not constitute, and shall not be relied upon as, a promise, representation, warranty or guarantee as to the past, present or the future performance of Berkeley.

Forward looking statements: This announcement contains "forward-looking statements" and "forward-looking information", including statements and forecasts which include without limitation, expectations regarding future performance, costs, production levels or rates, mineral reserves and resources, the financial position of Berkeley, industry growth and other trend projections. Often, but not always, forward-looking information can be identified by the use of words such as "plans", "expects", "is expected", "is expecting", "budget", "scheduled", "estimates", "forecasts", "tends", "anticipates", or "believes", or variations (including negative variations) of such words and phrases, or state that certain actions, events or results "may", "could", "would", "might", or "will" be taken, occur or be achieved. Such information is based on assumptions and judgements of management regarding future events and results. The purpose of forward-looking information is to provide the audience with information about management's expectations and plans. Readers are cautioned that forward-looking information involves known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of Berkeley and/or its subsidiaries to be materially different from any future results, performance or achievements expressed or implied by the forward-looking information. Such factors include, among others, changes in market conditions, future prices of uranium and development and/or exploration activities. Refer to the 'Risks' section of this presentation for a summary of certain risk factors that may affect Berkeley.

Forward-looking information and statements are based on the reasonable assumptions, estimates, analysis and opinions of management made in light of its experience and its perception of trends, current conditions and expected developments, as well as other factors that management believes to be relevant and reasonable in the circumstances at the date such statements are made, but which may prove to be incorrect. Berkeley believes that the assumptions and expectations reflected in such forward-looking statements and information are reasonable. Readers are cautioned that the foregoing list is not exhaustive of all factors and assumptions which may have been used. Berkeley does not undertake to update any forward-looking information or statements, except in accordance with applicable securities laws.

Not an offer: This presentation is not a prospectus, product disclosure document or other offering document under Australian law (and will not be lodged with ASIC) or any other law. This presentation does not constitute or form part of an admission document, listing particulars or a prospectus relating to Berkeley or any offer for sale or a solicitation to buy or subscribe for securities nor shall it or any part of it form the basis of or be relied in connection with, or act as an inducement to enter into, any contract or commitment whatsoever or constitute an invitation or inducement to engage in an investment activity under section 21 of FSMA. This presentation is for information purposes only and should not be considered as, an offer or an invitation to acquire securities in Berkeley or any other financial products and neither this document nor any of its contents will form the basis of any contract or commitment. Offers of securities in Berkeley will only be made in places in which, or to persons to whom it would be lawful to make such offers. This presentation must not be disclosed to any other party and does not carry any right of publication. Neither this presentation nor any of its contents may be reproduced or used for any other purpose without the prior written consent of Berkeley.

The distribution of this presentation in jurisdictions other than the United Kingdom and Australia may be restricted by law and persons into whose possession this presentation comes should inform themselves about and observe any such restrictions. In particular, neither the presentation nor any copy of it should be distributed, directly or indirectly, by any means (including electronic transmission) to any persons in Canada, Japan or the Republic of South Africa. This presentation should not be distributed in or into the United States of America (or any of its territories or possessions).

No Distribution in the US: Berkeley's securities have not been, and will not be, registered under the United States Securities Act 1933, as amended (the Securities Act) or under any securities laws of any state or other jurisdiction of the United States, and may not be offered or sold in the United States except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the Securities Act and in compliance with any applicable securities laws of any state or other jurisdiction of the United States. Any offering of Berkeley's securities will be made pursuant to an exemption from the registration requirements of the Securities Act in a transaction not involving any public offering and outside the United States in offshore transactions in accordance with Regulation S under the Securities Act. There will be no public offer of the securities referred to herein in any jurisdiction, including in the United States, Canada, Japan or South Africa.

Hong Kong: WARNING: This presentation has not been, and will not be, registered as a prospectus under the Companies Ordinance (Cap. 32) of Hong Kong, nor has it been authorised by the Securities and Futures Commission in Hong Kong pursuant to the Securities and Futures Ordinance (Cap. 571) of the Laws of Hong Kong (the SFO). No action has been taken in Hong Kong to authorise or register this presentation or to permit the distribution of this presentation or any documents issued in connection with it. Accordingly, Berkeley's securities have not been and will not be offered or sold in Hong Kong other than to "professional investors" (as defined in the SFO). No advertisement, invitation or document relating to the securities has been or will be issued, or has been or will be in the possession of any person for the purpose of issue, in Hong Kong or elsewhere that is directed at, or the contents of which are likely to be accessed or read by, the public of Hong Kong (except if permitted to do so under the securities laws of Hong Kong) other than with respect to securities that are or are intended to be disposed of only to persons outside Hong Kong or only to professional investors (as defined in the SFO and any rules made under that ordinance). No person allotted securities may sell, or offer to sell, such securities in circumstances that amount to an offer to the public in Hong Kong within six months following the date of issue of such securities. The contents of this presentation have not been reviewed by any Hong Kong regulatory authority. You are advised to exercise caution in relation to the offer. If you are in doubt about any contents of this presentation, you should obtain independent professional advice.

Important notices (continued)

Singapore: This presentation has not been and will not be registered as a prospectus with the Monetary Authority of Singapore, and may not contain all the information that a Singapore registered prospectus is required to contain. Accordingly, this presentation and any other document or material in connection with any offer or sale, or invitation for subscription or purchase, of securities may not be circulated or distributed, nor may securities be offered or sold, or be made the subject of an invitation for subscription or purchase, whether directly or indirectly, to persons in Singapore other than (i) to an institutional investor (as defined in Section 4A of the Securities and Futures Act, Chapter 289 of Singapore (the SFA)) under Section 274 of the SFA; (ii) to a relevant person pursuant to Section 275(1) of the SFA (which includes an accredited investor (as defined in Section 4A of the SFA)), or any person pursuant to Section 275(1A) of the SFA, and in accordance with the conditions, specified in Section 275 of the SFA; or (iii) otherwise pursuant to, and in accordance with the conditions of, any other applicable provision of the SFA. In the event that you are not an investor falling within any of the categories set out above, please return this presentation immediately. You may not forward or circulate this presentation to any other person in Singapore. The contents of this presentation have not been reviewed by any regulatory authority in Singapore. In the event of any doubt about any of the contents of this presentation or as to your legal rights and obligations in connection with the presentation, please obtain appropriate professional advice.

Monetary values: Unless otherwise stated, all dollar values are in United States dollars (US\$). The information in this presentation remains subject to change without notice

Competent Persons Statement: The information in this presentation that relates to the Definitive Feasibility Study, Mineral Resources for Zona 7, Ore Reserve Estimates, Mining, Uranium Preparation, Infrastructure, Production Targets and Cost Estimation is extracted from the announcement entitled 'Study confirms the Salamanca project as one of the world's lowest cost uranium producers' dated 14 July 2016, which is available to view on Berkeley's website at www.berkeleyenergia.com.

Berkeley confirms that: a) it is not aware of any new information or data that materially affects the information included in the original announcements; b) all material assumptions and technical parameters underpinning the Mineral Resources, Ore Reserve Estimate, Production Target, and related forecast financial information derived from the Production Target included in the original announcement continue to apply and have not materially changed; and c) the form and context in which the relevant Competent Persons' findings are presented in this presentation have not been materially modified from the original announcements.

The information in the original announcement that relates to the Definitive Feasibility Study is based on, and fairly represents, information compiled or reviewed by Mr. Mr Jeffrey Peter Stevens, a Competent Person who is a Member of The Southern African Institute of Mining & Metallurgy, a 'Recognised Professional Organisation' (RPO) included in a list posted on the ASX website from time to time. Mr. Stevens is employed by MDM Engineering (part of the Amec Foster Wheeler Group). Mr. Stevens has sufficient experience that is relevant to the style of mineralization and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'.

The information in the original announcement that relates to the Ore Reserve Estimates, Mining, Uranium Preparation, Infrastructure, Production Targets and Cost Estimation is based on, and fairly represents, information compiled or reviewed by Mr. Andrew David Pooley, a Competent Person who is a Member of The Southern African Institute of Mining and Metallurgy, a 'Recognised Professional Organisation' (RPO) included in a list posted on the ASX website from time to time. Mr. Pooley is employed by Bara Consulting (Pty) Ltd. Mr. Pooley has sufficient experience that is relevant to the style of mineralization and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'.

The information in the original announcement that relates to the Mineral Resources for Zona 7 is based on, and fairly represents, information compiled or reviewed by Mr Malcolm Titley, a Competent Person who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Titley is employed by Maja Mining Limited, an independent consulting company. Mr Titley has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'.

The information in this presentation that relates to the Mineral Resources for Retortillo is extracted from the announcement entitled 'Increase in Retortillo grade expected to boost economics' dated 7 January 2015 which is available to view on Berkeley's website at www.berkeleyenergia.com. The information in the original announcement is based on, and fairly represents, information compiled by Mr Malcolm Titley, a Competent Person who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Titley is employed by Maja Mining Limited, an independent consulting company. Mr Titley has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

The information in this presentation that relates to the Mineral Resources for Alameda (refer ASX announcement dated 21 October 2016) is based on information compiled by Mr Craig Gwatkin, who is a Member of The Australasian Institute of Mining and Metallurgy and was an employee of Berkeley Energy Limited at the time of initial disclosure. Mr Gwatkin has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Gwatkin consents to the inclusion in the announcement of the matters based on his information in the form and context in which it appears. This information was prepared and first disclosed under the JORC Code 2004. It has not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported.

Risks

Key Risks

There are a number of risks, both specific to the Company and of a general nature, which may, either individually or in combination, affect the future operational and financial performance of the Company and the value of its securities. These include risks that are widespread and associated with any form of business and specific risks associated with the Company's business and its involvement in the mining and exploration industry generally and in Spain in particular. Shareholders should note that many of these risks are partially or completely outside the control of the Company and its Directors.

The risks below should not be considered to be, or relied on as, an exhaustive list of the risks relevant to an investment in Berkeley. There is no guarantee that other factors will not affect the Company in the future. The risks outlined are general in nature and does not consider the investment objectives, financial situation, tax position or particular needs of any investor.

(a) Future funding

The development of the Salamanca Project may require substantial additional financing in the future. Failure to obtain sufficient financing in the future may result in delaying or indefinite postponement of any development of the project. There can be no assurance that additional capital or other types of financing will be available if needed or that, if available the, the terms of such financing will be favourable to Berkeley. If Berkeley obtains debt financing in the future, it will be exposed to the risk of leverage and its activities could become subject to restrictive loan and lease covenants and undertakings. Additional equity financing, if available, may be dilutive to shareholders and at lower prices than the current market price.

There is no assurance that such debt or equity financing will be available, that they would be obtained on terms favourable to Berkeley, if at all, which may adversely affect the business and financial position. Failure to obtain sufficient financing in the future may result in delaying or indefinite postponement of the Salamanca Project.

(b) Exploration and development risks

Berkeley aims to develop the Salamanca Project and bring it into production, however, investors should understand that the exploration for, and development of, mineral deposits involves a high degree of risk. Few properties which are explored are ultimately developed into producing mines. The marketability of minerals acquired or discovered by Berkeley may be affected by numerous factors that are beyond the control of Berkeley and cannot be accurately predicted, such as market fluctuations, mineral markets and processing equipment, access to new capital, sovereign risk, environmental issues, labour disruption, project financing difficulties and technical problems, the combination of which factors may result in Berkeley not receiving an adequate return on investment capital.

Uranium exploration and mine development generally involves a high degree of risk and is subject to hazards and risks which include (but are not limited to), unusual and unexpected geological formations, conditions involved in the drilling and removal of material, any of which could result in damage and/or destruction to plant and equipment, loss of life or property, environmental damage and possible legal liability, obtaining stakeholder approvals, changes in reserves, commodity prices, exchange rates, construction costs and design requirements, and delays in development plans. The combination of these factors may result in Berkeley expending significant resources (financial and otherwise) on the Salamanca Project without receiving a return.

Berkeley has relied on, and may continue to rely on, consultants and others for mineral exploration and exploitation expertise. Berkeley believes that those consultants and others are competent and that they have carried out their work in accordance with internationally recognised industry standards. However, if the work conducted by those consultants or others is ultimately found to be incorrect or inadequate in any material respect, Berkeley may experience delays or increased costs in developing the Salamanca Project.

There can be no assurance that Berkeley's exploration and development activities will be successful. If such commercial viability is never attained, Berkeley may seek to transfer its property interests or otherwise realise value or may even be required to abandon its business and fail as a "going concern".

(c) Commodity price risk

The demand for, and price of, uranium is highly dependent on a number of external economic and political factors beyond Berkeley's control, including (amongst others) global uranium supply and demand trends, political developments in uranium producing and nuclear power generation countries and regions, unanticipated destabilising events, currency exchange rates, general economic conditions and other factors.

Future production, if any, from the Salamanca Project will be dependent upon the price of the resources being adequate to make the Salamanca Project economic. Future price declines in the market value of uranium could cause continued development of, and eventually commercial production from, the project to be rendered uneconomic. Depending on the price of uranium, Berkeley could be forced to discontinue production or development and may lose its interest in, or may be forced to sell, the project. There is no assurance that, even if commercial quantities of uranium are produced, a profitable market will exist for them.

In addition to adversely affecting future reserve estimates, if any, of any project, declining commodity prices can impact operations by requiring a reassessment of the feasibility of the project. Such a reassessment may be the result of a management decision or may be required under financing arrangements related to the project. Even if the project is ultimately determined to be economically viable, the need to conduct such a reassessment may cause substantial delays or may interrupt operations until the reassessment can be completed.

(d) Title risk

The successful development and prospective production of the Salamanca Project will be dependent upon the grant, or as the case may be, the maintenance of appropriate licences, permits and regulatory consents (authorisations). These licences, permits and regulatory consents may not be granted or may be withdrawn or made subject to limitations at the discretion of, inter alia, government or regulatory authorities.

Further, any title rights are subject to periodic renewal. There is no guarantee that current or future title rights will be approved. Renewal of the term of the granted title right is at the discretion of the relevant government authority. Renewal conditions may include increased expenditure or work commitments or compulsory relinquishment of the areas comprising the Salamanca Project. The imposition of new conditions or the inability to meet those conditions may adversely affect the operations and/or performance of Berkeley.

In addition, Berkeley cannot give any assurance that title to the Salamanca Project will not be challenged or impugned for various reasons, including that they may be subject to prior unregistered agreements or transfers or title may be affected by undetected defects.

(e) Environmental

The operations and activities of Berkeley are subject to regulations concerning the environment. Various government authorities administer and enforce environmental laws and regulations determine these requirements. As with all exploration projects and mining operations, Berkeley's activities are expected to have an impact on the environment, particularly if mine development proceeds. Uranium exploration and mine development is an environmentally hazardous activity which may give rise to substantial costs for environmental rehabilitation, damage control and losses. Berkeley intends to conduct its activities in an environmentally responsible manner and in accordance with applicable laws.

The cost and complexity of complying with the applicable environmental laws and regulations may prevent Berkeley from being able to develop potentially economically viable mineral deposits.

Risks (continued)

Although Berkeley believes that it is in compliance in all material respects with all applicable environmental laws and regulations, there are certain risks inherent to its activities, such as accidental spills, leakages or other unforeseen circumstances, which could subject Berkeley to extensive liability.

Further, Berkeley may require approval from the relevant authorities before it can undertake activities that are likely to impact the environment. Failure to obtain such approvals will prevent Berkeley from undertaking its desired activities. Berkeley is unable to predict the effect of additional environmental laws and regulations, which may be adopted in the future, including whether any such laws or regulations would materially increase Berkeley's cost of doing business or affect its operations in any area.

Berkeley has not incurred any significant costs for contamination resulting from its activities to date and the Board believes that it is in material compliance with all applicable laws relating to the protection of the environment, including laws regulating the discharge of materials. However, there can be no assurances that new environmental laws, regulations or stricter enforcement policies, once implemented, will not oblige Berkeley to incur significant expenses and undertake significant investments in such respect which could have a material adverse effect on Berkeley's business, financial condition and results of operations.

(f) Operating risks

Industry operating risks include the risk of fire, explosions, blow-outs, pipe failure, abnormally pressured formations and environmental hazards such as accidental spills or leakage hazardous liquids, gas leaks, ruptures or discharges of toxic gasses, the occurrence of which could result in substantial losses to Berkeley due to injury or loss of life, severe damage to or destruction of property, natural resources and equipment, pollution or other environmental damage, clean-up responsibilities, regulatory investigation and penalties and suspension of operations. Damages occurring as a result of such risks may give rise to claims against Berkeley. The occurrence of an event that is not covered or fully covered by insurance could have a material adverse effect on the business, financial condition and results of operations of Berkeley.

(g) Reliance on key personnel

Berkeley is reliant on a number of key management personnel including the services of certain key employees and consultants. Berkeley's ability to manage its operation will depend in large part on the ability to retain current personnel and attract and retain new personnel, including management, technical and a skilled workforce. The loss of one or more key management personnel could have an adverse impact on the business.

It may be difficult for Berkeley to attract and retain suitably qualified and experienced people, given the current high demand in the industry and relatively small size of Berkeley, compared to other industry participants.

(h) Resource estimates

The resources for the Salamanca Project are estimates only and no assurance can be given that any particular recovery level will in fact be realised. Resource estimates are expressions of judgment based on knowledge, experience and industry practice. As such, resource estimates are necessarily imprecise and depend on some extent on interpretations, which may ultimately prove to be inaccurate and require adjustment or revision. As further information becomes available through additional fieldwork and analysis, any change of resource estimates may result in alterations to mining and development plans which may in turn adversely affect Berkeley.

(i) Third party risks

The operations of Berkeley will require involvement with a number of third parties, including suppliers, contractors and customers. Financial failure, default or contractual non-compliance of the part of such third parties may materially harm the performance of Berkeley. It is not possible for Berkeley to predict or protect itself against all such risks.

(j) Foreign operation risk

The Salamanca Project is located in Spain and, as such, the operations will be exposed to various levels of political, economic and other risks and uncertainties.

Changes, if any, in mining or investment policies or shifts in political attitude in Spain may adversely affect the operations or profitability of Berkeley. Operations may be affected in varying degrees by government regulations with respect to, but not limited to, restrictions on production, price controls, export controls, currency remittance, income taxes, expropriation of property, foreign investment, maintenance of claims, environmental legislation, land use, land claims of local people, water use and mine safety.

Failure to comply strictly with applicable laws, regulations and local practices relating to mineral rights applications and tenure, could result in loss, reduction or expropriation of entitlements, or the imposition of additional local or foreign parties as joint venture partners with carried or other interests.

The occurrence of these various factors and uncertainties cannot be accurately predicted and could have an adverse effect on the operations or profitability of Berkeley.

(k) Foreign exchange risk

Currently, Berkeley's capital and ongoing expenditure is mostly denominated in Euros, whilst income and expenditure of Berkeley are and will be taken into account in either US or Australian dollars. This exposes Berkeley to the fluctuations and volatility of the rate of exchange between these currencies as determined by international currency markets.

(l) Litigation risk

Berkeley is exposed to the risk of legal claims, with and without merit. Defence and settlement costs of legal claims can be substantial, even with respect to claims that have no merit. Due to the inherent uncertainty of litigation, the litigation process could take away from management time and effort and the resolution of any particular legal proceeding to which Berkeley is or may become subject could have a material effect on Berkeley's business or financial position.

(m) Uninsured loss and liability

Exploration and development of the Salamanca Project involves hazard and risks that could result in Berkeley incurring losses and liabilities to third parties. There is a risk that Berkeley may not be insured against all potential losses or liabilities that could arise from its activities. If Berkeley incurs losses or liabilities that are not covered by its insurance policies, the funds available for exploration will be reduced and could create risk for the value of Berkeley's assets.

(n) Investment speculative

There are general risks associated with investments in equity capital. The trading price of securities in Berkeley is subject to the uncertainty of equity market conditions and may experience extreme price and volume fluctuations that may be unrelated or disproportionate to the operating performances of Berkeley. There can be no guarantee that the current trading prices will be sustained. These factors may materially affect the market price of the securities regardless of Berkeley's operational performance.

The offer of securities carries no guarantee with respect to the payment of dividends, returns of capital or the market value of those securities. Potential investors should consider that the investment in Berkeley is speculative and should consult their professional advisers before deciding whether to apply for new shares offered under the offer.

Contact Us:
Unit 1C, Princes House, 38 Jermyn Street, London SW1Y 6DN
Phone +44 207 478 3900
Email: info@berkeleyenergia.com