



Condensed interim consolidated financial statements of

GoviEx Uranium Inc.

June 30, 2014
(Unaudited)

GoviEx Uranium Inc.

Condensed interim consolidated financial statements

June 30, 2014

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NOTICE TO READER

Under National Instrument 51-102, Part 4, subsection 4.3(3) (a), if an auditor has not performed a review of the condensed interim consolidated financial statements, they must be accompanied by a notice to this effect.

The accompanying unaudited condensed interim consolidated financial statements have been prepared by management of the Company. Management have compiled the condensed interim consolidated statement of financial position of GoviEx Uranium Inc. as at June 30, 2014, the condensed interim consolidated statements of loss and comprehensive loss for the three months and six months period ended June 30, 2014, the condensed interim consolidated statement of changes in equity as at June 30, 2014, and the condensed interim consolidated statement of cash flows for the three months and six months period ended June 30, 2014. The Company's independent auditors have not audited, reviewed or otherwise attempted to verify the accuracy or completeness of the June 30, 2014 condensed interim consolidated financial statements. Readers are cautioned that these statements may not be appropriate for their intended purposes.

GoviEx Uranium Inc.

Condensed interim consolidated statements of financial position as at June 30, 2014

(Stated in thousands of U.S. dollars except for shares)

(Unaudited - prepared by management)

	Notes	June 30, 2014	December 31, 2013
		(unaudited)	(audited)
		\$	\$
Assets			
<i>Current assets</i>			
Cash and cash equivalents		3,160	3,952
Accounts receivable		441	416
Prepaid expenses		255	256
Inventory of uranium concentrate	4	2,825	3,450
Total current assets		6,681	8,074
<i>Non-current assets</i>			
Deposit		43	43
Plant and equipment		469	604
Mineral exploration rights		57,147	57,147
Total non-current assets		57,659	57,794
Total assets		64,340	65,868
Liabilities and equity			
<i>Current liabilities</i>			
Accounts payable and accrued liabilities		646	638
Convertible debenture	5	-	37,234
Uranium loan	6	7,260	8,380
Total liabilities		7,906	46,252
Equity			
Share capital	8	217,613	156,039
Capital contribution		1,775	1,775
Share option reserve		12,926	12,536
Accumulated deficit		(175,880)	(150,734)
Total equity		56,434	19,616
Total equity and liabilities		64,340	65,868

Continuing operations (Note 1)

See accompanying notes to the condensed interim consolidated financial statements

Approved and authorized for issue on behalf of the Board on August 19, 2014

"Daniel Major"
Daniel Major, Director

"William Assini"
William Assini, Director

GoviEx Uranium Inc.

Condensed interim consolidated statements of loss and comprehensive loss

for the three months and six months period ended June 30, 2014 and 2013

(Stated in thousands of U.S. dollars except for shares)

(unaudited - prepared by management)

	Notes	Three months ended June 30,		Six months ended June 30,	
		2014	2013	2014	2013
		\$	\$	\$	\$
Expenses					
Exploration expenses	9	(974)	(4,404)	(1,846)	(12,256)
Administrative expenses	10	(166)	(734)	(692)	(1,505)
		(1,140)	(5,138)	(2,538)	(13,761)
Other income and expenses					
Interest income		2	5	4	15
Interest expense	11	(21,727)	(1,467)	(23,237)	(2,827)
Loss on uranium concentrate inventory		(575)	(550)	(625)	(800)
Gain on uranium loan	6	1,150	550	1,250	800
		(21,150)	(1,462)	(22,608)	(2,812)
Loss before income taxes		(22,290)	(6,600)	(25,146)	(16,573)
Income taxes		-	-	-	-
Loss and comprehensive loss for the period	12	(22,290)	(6,600)	(25,146)	(16,573)
Attributable to					
Equity holders of the Company		(22,290)	(6,600)	(25,146)	(16,573)
Loss per share (basic and diluted)		(\$0.18)	(\$0.06)	(\$0.21)	(\$0.14)
Weighted average number of basic and diluted shares outstanding		120,922,758	117,080,738	119,012,361	117,080,738

See accompanying notes to the condensed interim consolidated financial statements

GoviEx Uranium Inc.

Condensed interim consolidated statement of changes in equity for the three months and six months period ended June 30, 2014 and 2013

(Stated in thousands of U.S. dollars except for shares)

(unaudited - prepared by management)

	Share capital		Capital contribution	Share option reserve	Accumulated deficit	Total
	Number of Shares	Share capital				
		\$	\$	\$	\$	\$
Balance, December 31, 2012	117,080,738	156,039	1,775	11,805	(127,577)	42,042
Recognition of share-based payments	-	-	-	474	-	474
Loss and comprehensive loss for the period	-	-	-	-	(16,573)	(16,573)
Balance, June 30, 2013	117,080,738	156,039	1,775	12,279	(144,150)	25,943
Balance, December 31, 2013	117,080,738	156,039	1,775	12,536	(150,734)	19,616
Issuance of ordinary shares during the period	29,135,315	61,574	-	-	-	61,574
Recognition of share-based payments	-	-	-	390	-	390
Loss and comprehensive loss for the period	-	-	-	-	(25,146)	(25,146)
Balance, June 30, 2014	146,216,053	217,613	1,775	12,926	(175,880)	56,434

See accompanying notes to the condensed interim consolidated financial statements

GoviEx Uranium Inc.
Condensed interim consolidated
statements of cash flows
for the three months and six months period ended June 30, 2014 and 2013

(Stated in thousands of U.S. dollars except for shares)

(unaudited - prepared by management)

	Notes	Three months ended June 30,		Six months ended June 30,	
		2014	2013	2014	2013
		\$	\$	\$	\$
Operating activities					
Loss before income taxes		(22,290)	(6,600)	(25,146)	(16,573)
Adjustments for non-cash items					
Recognition of equity-settled share-based payments expense		269	228	390	474
Interest expense		21,727	1,467	23,237	2,827
Depreciation		66	120	135	457
Unrealized loss on uranium concentrate inventory		575	550	625	800
Unrealized gain on uranium loan		(1,150)	(550)	(1,250)	(800)
Operating cash flows before movements in working capital		(803)	(4,785)	(2,009)	(12,815)
Accounts receivable		(22)	125	(25)	398
Prepaid expenses		(75)	81	1	269
Accounts payable and accrued liabilities		(174)	(702)	8	(771)
Net cash used in operating activities		(1,074)	(5,281)	(2,025)	(12,919)
Investing activities					
Payments for plant and equipment		-	(2)	-	(127)
Investments		(1)	-	-	-
Net cash used in investing activities		(1)	(2)	-	(127)
Financing activity					
Net proceeds from issuance of ordinary shares for cash	8	1,233	-	1,233	-
Redemption of Debenture	5	(60,341)	-	(60,341)	-
Issuance of Class A shares to redeem debenture	8	60,341	-	60,341	-
Net cash from financing activities		1,233	-	1,233	-
Net increase (decrease) in cash and cash equivalents		158	(5,283)	(792)	(13,046)
Cash and cash equivalents, beginning of period		3,002	10,862	3,952	18,625
Cash and cash equivalents, end of period		3,160	5,579	3,160	5,579

See accompanying notes to the condensed interim consolidated financial statements

GoviEx Uranium Inc.

Notes to the condensed interim consolidated financial statements

For the three months and six months period ended June 30, 2014

(Stated in U.S. dollars unless otherwise noted: tabular amounts in thousands)

(unaudited – prepared by Management)

1. Continuing operations and going concern

- (a) *The Company is incorporated in Canada with limited liability under the legislation of the Province of British Columbia. The head office, principal address and registered and records office of the Company are located at 999 Canada Place, Suite 654, Vancouver, British Columbia, V6C 3E1.*

On June 19, 2014, GoviEx Uranium Inc. (“GoviEx Uranium” or “GoviEx”), completed an initial public offering and became a publicly listed entity on the Canadian Securities Exchange (“CSE”). Class A common shares of the Company started trading on June 20, 2014 under the symbol GXU.

The Company together with its subsidiaries, (the “Company”) is a mineral exploration and development group of companies focused on exploring and developing uranium properties located in Niger under exploration license granted by local authorities. In 2013 and 2014, the Company’s management focused its activities on uranium exploration projects in Niger.

All future Company’s filings, including copies of financial statements and MD&A’s will be available at the following website: www.sedar.com.

- (b) The unaudited condensed interim consolidated financial statements (the “Financial Statements”) have been prepared on a going concern basis which presumes the realization of assets and liabilities in the normal course of business. Uncertainties related to certain events and conditions may cast significant doubt upon the Company’s ability to continue as a going concern. In Q2’14 the Company incurred a net loss of \$22.3 million (Q2’13 - \$6.6 million). During the quarter, the Company incurred net expenditures on exploration and evaluation activities amounting to \$1.0 million (Q2’13 - \$4.4 million).

The Company’s cash and cash equivalents balance at June 30, 2014 totalled \$3.2 million (December 31, 2013 - \$4.0 million). In the event that the Company fails to deliver a commercial feasibility study on its Madaouela Project prior to December 31, 2014, the holder of the convertible debenture and uranium loan has the right to demand full payment of principal and interest as described in Note 5 and 6. The Company expects to incur expenditures in the future to appraise, explore and develop its current uranium assets located in Niger and is engaged in discussions with its lenders with respect to the convertible debenture (Note 5 & 15(a)). The Company’s ability to continue as a going concern is dependent on its ability to obtain additional sources of financing to successfully explore, evaluate and develop its mineral properties and ultimately, to achieve profitable operations.

The Financial Statements do not reflect adjustments to the carrying values and classification of assets and liabilities that might be necessary should the Company be unable to continue as a going concern, and such adjustments may be material.

2. Basis of preparation

- (a) Statement of compliance

The Financial Statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) including *IAS 34 Interim financial reporting*. The Financial Statements do not include all of the information and footnotes required by the IFRS as issued by the International Accounting Standards Board for full annual financial statements and should be read in conjunction with the audited consolidated financial statements for the year ended December 31, 2013, which have been prepared in accordance with IFRS as issued by the IASB.

GoviEx Uranium Inc.

Notes to the condensed interim consolidated financial statements

For the three months and six months period ended June 30, 2014

(Stated in U.S. dollars unless otherwise noted: tabular amounts in thousands)

(unaudited – prepared by Management)

2. Basis of preparation (continued)

(a) Statement of compliance (continued)

The same accounting policies are used in the preparation of the Financial Statements as for the most recent audited annual financial statements and reflect all the adjustments necessary for fair presentation in accordance with IFRS for the interim periods presented.

(b) Judgment and estimates

In the opinion of management, all adjustments considered necessary (including reclassifications and normal recurring adjustments) to present fairly the financial position, result of operations and cash flows at June 30, 2014 and for all periods presented, have been included in these financial statements. The interim results are not necessarily indicative of results for the full year ending December 31, 2014, or future operating periods.

The significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that apply to the Company's consolidated financial statements as at and for the year ended December 31, 2013.

The Company operates in a single reportable segment, being exploration and development of mineral properties.

Reference to "\$" refer to United States currency.

3. Adoption of new accounting standards

The following interpretation of a standard has been adopted by the Company commencing January 1, 2014:

- (a) IFRIC 21 "Levies" – This interpretation of IAS 37, "Provisions, Contingent Liabilities and Contingent Assets", applies to the accounting for levies imposed by governments. IAS 37 sets out criteria for the recognition of liability, one of which is the requirement for the entity to have a present obligation as a result of a past event ("obligating event"). IFRIC 21 clarifies that the obligating event that gives rise to a liability to pay a levy is the activity described in the relevant legislation that triggers the payment of the levy. There was no material impact on the unaudited condensed consolidated interim financial statements as a result of the adoption of this standard.

The following standard has been published and is mandatory for the Company's annual accounting periods no earlier than January 1, 2017:

- (b) IFRS 9 "Financial Instruments: Classification and Measurement" - This is the first part of a new standard on classification and measurement of financial assets that will replace IAS 39, "Financial Instruments: Recognition and Measurement". IFRS 9 has two measurement categories: amortized cost and fair value. All equity instruments are measured at fair value. A debt instrument is recorded at amortized cost only if the entity is holding it to collect contractual cash flows and the cash flows represent principal and interest. Otherwise it is measured at fair value with changes in fair value to profit or loss. In addition, this new standard has been updated to include guidance on financial liabilities and derecognition of financial instruments. The Company is currently evaluating the extent of the impact of the adoption of this standard.

GoviEx Uranium Inc.

Notes to the condensed interim consolidated financial statements

For the three months and six months period ended June 30, 2014

(Stated in U.S. dollars unless otherwise noted: tabular amounts in thousands)

(unaudited – prepared by Management)

4. Inventory of uranium concentrates

On April 18, 2012, GoviEx entered into a uranium concentrates borrowing agreement and received proceeds in uranium concentrates, totalling 200,000 pounds of triuranium octoxide (“U₃O₈”), which is held at a conversion facility in GoviEx’s account. This inventory of uranium concentrates is recorded at the lower of its historical average cost and net realizable value.

As a result of the decline in the price of uranium since the date of acquisition the Company has recorded a write-down of the carrying value of the uranium in the amount of \$625,000 and \$1,731,000 in the first six months of 2014 and the year ended December 31, 2013, respectively. Details of the changes in uranium concentrate inventory since the beginning of 2013 are as follows:

	June 30,		December 31,	
	U ₃ O ₈	2014	U ₃ O ₈	2013
	Pounds	\$	Pounds	\$
Uranium Concentrate - fair value				
Beginning balance	100,000	3,450	200,000	8,700
Proceeds from sale of uranium	-	-	(100,000)	(3,330)
Loss on sale of uranium	-	-	-	(189)
Unrealized loss during the period	-	(625)	-	(1,731)
Closing balance	100,000	2,825	100,000	3,450

5. Convertible debenture

On April 18, 2012, the Company issued a \$30 million convertible debenture (the “Bond”). The Bond is secured by a floating charge on all assets of the Company. The bondholders have the right to demand full payment of principal and accrued interest if (i) the Company fails to deliver a definitive commercial feasibility study relating to the Madaouela Project prior to December 31, 2014 or (ii) the total production and capital costs per pound of U₃O₈, as estimated in a feasibility study prepared in respect of the Madaouela Project, is not lower than \$44. As the satisfaction of this condition is not wholly within the Company’s control the Bond has been classified as a current liability at December 31, 2013.

The Bond matures on April 19, 2019 and carries an annual compound rate of 15%. The Company can repay the principal and accrued interest balance (the “Redemption Value”) at any time prior to maturity. Repayment can either be in cash or, following the listing of the Company’s shares on the public stock exchange, through the issuance of shares of the Company using either, the share price applicable at the time of the Company’s initial public offering (“IPO”) or, if later, the Company’s average share price over a 30 days trading period.

The accrued interest portion of the Redemption Value must include a minimum balance of \$ 30.3 million, which represents the equivalent to five years of accrued interest. On June 19, 2014, following the completion of an initial public offering, the Company redeemed the convertible debenture by issuing 28,395,466 Class A common shares for a total value of \$60.3 million.

At the end of June 2014, the convertible debenture was fully repaid and cancelled and the security interest attached to the debenture was cancelled.

GoviEx Uranium Inc.

Notes to the condensed interim consolidated financial statements

For the three months and six months period ended June 30, 2014

(Stated in U.S. dollars unless otherwise noted: tabular amounts in thousands)

(unaudited – prepared by Management)

5. Convertible debenture (continued)

	June 30, 2014	December 31, 2013
	\$	\$
Principal	30,000	30,000
Acquisition costs	(940)	(940)
Net principal	29,060	29,060
Accrued interest to June 19, 2014	10,760	8,174
Additional interest payable on early redemption	20,521	-
Total balance due on redemption	60,341	37,234
Share issue redemption (note 8)	(60,341)	-
Balance of principal and interest owing	-	37,234

6. Uranium Loan

On April 18, 2012, GoviEx borrowed 200,000 pounds of U₃O₈ with an original estimated market value of \$10.25 million. At maturity, on April 19, 2020, GoviEx will have to repay a total of 495,193 pounds of U₃O₈, representing an effective compounded annual interest rate of 12%. The Uranium Loan is secured by a floating charge on all assets of the Company.

	June 30, U ₃ O ₈ 2014		December 31, U ₃ O ₈ 2013	
	Pounds	\$	Pounds	\$
Uranium Concentrate				
Estimated value - Opening	242,891	8,380	216,867	9,434
Transactions during the period				
Unrealized gain	-	(1,250)	-	(1,800)
Net principal balance	242,891	7,130	216,867	7,634
Accrued interest	14,094	130	26,024	746
Principal and interest- Closing	256,985	7,260	242,891	8,380

The lender has the right to demand repayment of the loan and accrued interest if (i) the Company fails to deliver a definitive commercial feasibility study relating to Madaouela Project prior to December 31, 2014 or (ii) the total production and capital costs per pound of U₃O₈, as estimated in a feasibility study prepared in respect of the Madaouela Project, is not lower than \$44. As the satisfaction of this condition is not wholly within the Company's control the uranium loan has been classified as a current liability at December 31, 2013.

GoviEx Uranium Inc.

Notes to the condensed interim consolidated financial statements

For the three months and six months period ended June 30, 2014

(Stated in U.S. dollars unless otherwise noted: tabular amounts in thousands)

(unaudited – prepared by Management)

7. Provisions

Reclamation and closure costs have been estimated based on the Company's interpretation of current regulatory requirements and have been measured at fair value. Fair value is determined based on the net present value of future cash expenditures upon reclamation and closure. Reclamation and closure costs are capitalized as mine development costs and amortized over the life of the mine. Reclamation and closure costs relate to the Company's exploration activities in Niger and are calculated as the net present value of estimated future net cash flows of the reclamation and closure costs.

The Company did not have any reclamation and closure cost obligations at June 30, 2014.

8. Share capital

Share Reclassification Plan

On June 27, 2013, GoviEx's shareholders authorized the directors, following the commencement of a future public offering and listing transaction, to enact a Share Reclassification Plan (the "Plan"). The Company enacted the Plan on March 12, 2014.

Under the Plan, the existing Company's common shares were reclassified into Class B shares, a new common share category, and a second category of common shares, Class A shares, was created.

The reclassification preserves Class B shares' pre-existing rights to voting, dividends and winding up, but freezes the ability of shareholders to transfer ownership of Class B shares until such time as Class B shares are converted into Class A shares.

Starting June 19, 2014, and for the following eighteen months, twenty percent of the Class B shares will be converted into Class A shares every three months.

Ordinary shares

At June 30, 2014, GoviEx is authorized to issue an unlimited number of ordinary Class A and Class B shares with no par value. Shares issued and paid up at June 30, 2014 and December 31, 2013 are as follows:

GoviEx Uranium Inc.

Notes to the condensed interim consolidated financial statements

For the three months and six months period ended June 30, 2014

(Stated in U.S. dollars unless otherwise noted: tabular amounts in thousands)

(unaudited – prepared by Management)

8. Share capital (continued)

	Number of ordinary shares	Amount \$
Common shares		
Common shares		
Balance at December 31, 2013	117,080,738	156,039
Transactions during the period		
Transfer to Class B common shares	(117,080,738)	(156,039)
Total common shares at June 30, 2014	-	-
Class A common shares		
Balance at December 31, 2013	-	-
Transactions during the period		
Transfer from Class B common shares	28,684,763	38,230
Issuance of shares for cash	739,849	1,233
Redemption of debenture with share issue	28,395,466	60,341
Total issued during the period	57,820,078	99,804
Total Class A common shares at June 30, 2014	57,820,078	99,804
Class B common shares		
Balance at December 31, 2013	-	-
Transactions during the period		
Transfer from common shares	117,080,738	156,039
Transfer to Class A shares	(28,684,763)	(38,230)
Total issued during the period	88,395,975	117,809
Total Class B common shares at June 30, 2014	88,395,975	117,809
Total Class A and Class B common shares at June 30, 2014	146,216,053	217,613

Warrants

There are no warrants outstanding at June 30, 2014 and December 31, 2013.

Options

A total of 4.6 million options, with an average weighted exercise price of \$2.15 per share, was outstanding at June 30, 2014 (December 31, 2013 – 3.8 million shares at an average weighted exercise price of \$2.81).

On March 25, 2014, the Company directors approved, effective on the closing date of an IPO, a) the reduction of the exercise price on all 3.8 million outstanding share options to \$2.15 per share to match the IPO offering price and b) the grant of 1.2 million options at \$2.15 per share.

GoviEx Uranium Inc.

Notes to the condensed interim consolidated financial statements

For the three months and six months period ended June 30, 2014

(Stated in U.S. dollars unless otherwise noted: tabular amounts in thousands)

(unaudited – prepared by Management)

9. Exploration costs

Exploration expenses for the Company were principally incurred in Niger and are summarized as follows:

	Three months ended June 30,		Six months ended June 30,	
	2014	2013	2014	2013
	\$	\$	\$	\$
Drilling	-	1,374	-	3,878
Consultants	76	917	96	2,947
Wages and Benefits	514	738	921	1,522
Camp	88	510	175	1,261
Other	24	108	118	524
Depreciation	66	118	134	452
Rentals	65	139	128	430
Travel	46	106	106	388
Geophysics - Logging	-	165	-	439
Insurance	66	62	108	120
Communications	15	48	28	101
Repairs	12	82	24	126
Assay	-	36	-	67
Donations	2	1	8	1
	974	4,404	1,846	12,256

10. Administrative expenses

Administrative expenses for the Company are summarized as follows:

	Three months ended June 30,		Six months ended June 30,	
	2014	2013	2014	2013
	\$	\$	\$	\$
Wages and Benefits	261	365	459	813
Consultants	(79)	57	82	147
Travel	15	89	29	161
Corporate Overhead	18	100	31	163
Communications	10	52	17	102
Rentals	-	2	1	22
Insurance	15	17	32	34
Other	(84)	18	7	15
Investor Relations	7	5	11	11
Foreign exchange	3	27	22	32
Depreciation	-	2	1	5
	166	734	692	1,505

GoviEx Uranium Inc.

Notes to the condensed interim consolidated financial statements

For the three months and six months period ended June 30, 2014

(Stated in U.S. dollars unless otherwise noted: tabular amounts in thousands)

(unaudited – prepared by Management)

11. Finance costs

Finance costs are as follows:

	Three months ended June 30,		Six months ended June 30,	
	2014	2013	2014	2013
	\$	\$	\$	\$
Convertible debenture interest expense	21,804	1,270	23,107	2,398
Uranium concentrate loan expense	(77)	197	130	429
Total Interest expense	21,727	1,467	23,237	2,827
Net foreign exchange loss	3	27	22	32
Total finance cost	21,730	1,494	23,259	2,859

12. Loss for the year

Loss for the period has been calculated after charging the following:

	Three months ended June 30,		Six months ended June 30,	
	2014	2013	2014	2013
	\$	\$	\$	\$
Remuneration				
Wages and salaries	505	875	989	1,861
Equity-settled share-based payments	270	228	391	474
Total remuneration	775	1,103	1,380	2,335
Depreciation of plant and equipment	66	120	135	457

13. Financial risks and management objectives

(a) *Fair values of financial assets and financial liabilities*

Financial instruments that are measured subsequent to initial recognition at fair value are grouped into Level 1 to 3 based on the degree to which the inputs used to determine the fair value are observable as follows:

- (i) Level 1 fair value measurements are those derived from quoted prices in active markets for identical assets or liabilities.
- (ii) Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1, that are observable either directly or indirectly.
- (iii) Level 3 fair value measurements are those derived from valuation techniques that include inputs that are not based on observable market data.

The Company does not have any financial assets and liabilities accounted at fair value through profit or loss.

(b) *Fair values of financial assets and liabilities not already measured and recognized at fair value on the consolidated balance sheets.*

The convertible debenture has been accreted from April 18, 2012 to June 19, 2014, based on an annual effective interest rate of 15.524% (Note 5).

GoviEx Uranium Inc.

Notes to the condensed interim consolidated financial statements

For the three months and six months period ended June 30, 2014

(Stated in U.S. dollars unless otherwise noted: tabular amounts in thousands)

(unaudited – prepared by Management)

14. Related party transactions

Related parties are entities with common direct or indirect shareholders and/or directors. Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions.

Transactions between GoviEx and its subsidiaries, which is a related party of the Company, have been eliminated on consolidation and are not disclosed in this note. Details of transactions between the Company and other related parties are disclosed below.

(a) Expenses, accounts receivable and accounts payable

During the periods, the Company incurred the following expenses with related parties:

	Three months ended June 30,		Six months ended June 30,	
	2014	2013	2014	2013
	\$	\$	\$	\$
GMM	83	258	161	471
I2MS.net PTE LTD	-	37	-	56
Melabar Geoconsulting	15	61	30	124
Total related party expenses	98	356	191	651

The breakdown of the expenses between the different related parties is as follows:

	Three months ended June 30,		Six months ended June 30,	
	2014	2013	2013	2012
	\$	\$	\$	\$
Salaries and benefits	65	165	131	315
Corporate administration	18	93	30	156
Consulting services	15	61	30	124
Information technology	-	37	-	56
Total related party expenses	98	356	191	651

The above noted transactions were in the normal course of operations and were measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties. The breakdown of accounts receivable between the different related parties is as follows:

	June 30,	December 31,
	2014	2013
	\$	\$
Accounts receivable		
GMM	164	166
Total related party expenses	164	166

GoviEx Uranium Inc.

Notes to the condensed interim consolidated financial statements

For the three months and six months period ended June 30, 2014

(Stated in U.S. dollars unless otherwise noted: tabular amounts in thousands)

(unaudited – prepared by Management)

14. Related party transactions (continued)

(a) Expenses, accounts receivable and accounts payable (continued)

The breakdown of accounts payable between the different related parties is as follows:

	June 30, 2014	December 31, 2013
	\$	\$
Accounts payable		
GMM	104	32
Key management personnel (Directors, Officers)	30	27
Total related party expenses	134	59

- (i) Global Mining Management Corporation (“GMM”) is a private company based in Vancouver owned equally by seven companies, one of which is GoviEx Uranium Inc. GMM has an officer in common with the Company. The CFO of the Company is a director of GMM’s parent entity. GMM provides administration, accounting, and other office services to the Company on a cost-recovery basis.
- (ii) I2MS.net PTE Ltd., (“I2MS”) is a private company based in Singapore owned by Turquoise Hill Resources Ltd (“Turquoise Hill”). Prior to December 2013, the Company’s CFO, an employee of Turquoise Hill, has been seconded by Turquoise Hill to the Company. I2MS provides global IT services and infrastructure to the Company on a cost recovery basis plus a 10% markup.
- (iii) Key management personnel, officers and directors of the Company mainly for salaries and expenses paid on behalf of the Company.

(b) Compensation of key management personnel

The remuneration of directors and other members of key management during the periods is as follows:

	Three months ended June 30,		Six months ended June 30,	
	2014	2013	2014	2013
	\$	\$	\$	\$
Salaries and short-term benefits	202	320	420	732
Bonus	25	-	25	-
Share-based payments	230	183	330	387
Total remuneration	457	503	775	1,119

The remuneration of directors and key executives is determined by the Board having regard to the performance of individuals and market trends.