



Security Transfer Registrars

Today's Registry, Since 1983

Our Ref: AF/IOG002

17 January 2011

The Directors
Incremental Oil & Gas Ltd
2/16 Phillimore Street
Fremantle WA 6160

Dear Sirs

RESTRICTED SECURITIES

Under 9.5 (b) of the ASX Listing Rules, we have imposed a "Holding Lock" on 38,184,460 restricted Ordinary Shares, 47,150,000 Restricted Options and 8,333,334 Restricted Convertible Notes as detailed below.

ORDINARY FULLY PAID	ESCROWED 12 MONTHS FROM DATE OF ISSUE (ISSUED 02/02/10)	1,577,780
ORDINARY FULLY PAID	ESCROWED 24 MONTHS FROM QUOTATION	36,606,680
OPTIONS	ESCROWED 24 MONTHS FROM QUOTATION	47,150,000
CONVERTIBLE NOTES	ESCROWED 24 MONTHS FROM QUOTATION	3,750,001
CONVERTIBLE NOTES	ESCROWED 12 MONTHS FROM DATE OF ISSUE (ISSUED 14/05/2010)	541,667
CONVERTIBLE NOTES	ESCROWED 12 MONTHS FROM DATE OF ISSUE (ISSUED 17/05/2010)	175,000
CONVERTIBLE NOTES	ESCROWED 12 MONTHS FROM DATE OF ISSUE (ISSUED 30/06/2010)	166,667
CONVERTIBLE NOTES	ESCROWED 12 MONTHS FROM DATE OF ISSUE (ISSUED 13/05/2010)	366,666
CONVERTIBLE NOTES	ESCROWED 12 MONTHS FROM DATE OF ISSUE (ISSUED 30/04/2010)	1,611,666
CONVERTIBLE	ESCROWED	

NOTES	12 MONTHS FROM DATE OF ISSUE (ISSUED 04/06/2010)	250,000
CONVERTIBLE NOTES	ESCROWED 12 MONTHS FROM DATE OF ISSUE (ISSUED 05/05/2010)	83,333
CONVERTIBLE NOTES	ESCROWED 12 MONTHS FROM DATE OF ISSUE (ISSUED 07/05/2010)	166,667
CONVERTIBLE NOTES	ESCROWED 12 MONTHS FROM DATE OF ISSUE (ISSUED 14/06/2010)	16,667
CONVERTIBLE NOTES	ESCROWED 12 MONTHS FROM DATE OF ISSUE (ISSUED 13/05/2010)	33,333
CONVERTIBLE NOTES	ESCROWED 12 MONTHS FROM DATE OF ISSUE (ISSUED 25/05/2010)	83,333
CONVERTIBLE NOTES	ESCROWED 12 MONTHS FROM DATE OF ISSUE (ISSUED 22/07/2010)	66,667
CONVERTIBLE NOTES	ESCROWED 12 MONTHS FROM DATE OF ISSUE (ISSUED 21/06/2010)	50,000
CONVERTIBLE NOTES	ESCROWED 12 MONTHS FROM DATE OF ISSUE (ISSUED 13/08/2010)	805,000
CONVERTIBLE NOTES	ESCROWED 12 MONTHS FROM DATE OF ISSUE (ISSUED 18/05/2010)	66,667
CONVERTIBLE NOTES	ESCROWED 12 MONTHS FROM DATE OF ISSUE (ISSUED 12/05/2010)	33,333
CONVERTIBLE NOTES	ESCROWED 12 MONTHS FROM DATE OF ISSUE (ISSUED 04/05/2010)	66,667

We undertake that the lock will not be removed without ASX written consent.

Yours faithfully

SECURITY TRANSFER REGISTRARS PTY LTD



Alana Farrow

For Share Registrar