

Incremental Oil and Gas Limited**Pro forma Consolidated Balance Sheet at 31 August 2010****Based on actual subscription amount received**

Current Assets	<u>A\$'000</u>
Cash assets	4,910
Receivables and prepayments	502
Total Current Assets	<u>5,412</u>
Non-Current Assets	
Investments	-
Other financial assets	112
Oil properties	12,760
Exploration and evaluation	282
Fixed assets	61
Total Non Current Assets	<u>13,215</u>
Total Assets	<u>18,627</u>
Current Liabilities	
Trade and other payables	-
Convertible notes	2,750
Loans	-
Total Current Liabilities	<u>2,750</u>
Non Current Liabilities	
Convertible notes	2,250
Deferred taxation	663
Total Non Current Liabilities	<u>2,913</u>
Total Liabilities	<u>5,663</u>
Net Assets	<u>12,964</u>
Equity	
Issued capital	12,189
Option Reserve	35
Translation reserve	(80)
Retained earnings	820
Total Equity	<u>12,964</u>