

APPENDIX 2

UNAUDITED BALANCE SHEETS

	Balance Sheet 31 May 2006 \$	Pro-forma Balance Sheet 31 May 2006 \$
Current Assets		
Cash assets	57,223	5,040,506
Receivables	9,398	9,398
Total Current Assets	<u>66,621</u>	<u>5,049,904</u>
Non Current Assets		
Acquisition expenditure	225,000	2,430,000
Fixed assets	6,364	6,364
Total Non Current Assets	<u>231,364</u>	<u>2,436,364</u>
Total Assets	<u>297,985</u>	<u>7,486,268</u>
Current Liabilities		
Payables	72,717	-
Total Current Liabilities	<u>72,717</u>	<u>-</u>
Total Liabilities	<u>72,717</u>	<u>-</u>
Net Assets	<u>225,268</u>	<u>7,486,268</u>
Equity		
Issued capital	646,501	8,130,501
Option reserve	99,662	99,662
Accumulated losses	(520,895)	(743,895)
Total Equity	<u>225,268</u>	<u>7,486,268</u>