

An up dated pro-forma balance sheet as at 31 August 2007 reflecting the funds raised under the offer is set out as follows:

	<b>Unaudited Pro-forma 31 August 2007 \$</b>
<b>ASSETS</b>	
<b>CURRENT ASSETS</b>	
Cash and cash equivalents	5,452,149
Other receivables	16,229
<b>TOTAL CURRENT ASSETS</b>	<u>5,468,378</u>
<b>NON CURRENT ASSETS</b>	
Exploration properties	<u>4,358,348</u>
<b>TOTAL ASSETS</b>	<u>9,826,726</u>
<b>LIABILITIES</b>	
<b>CURRENT LIABILITIES</b>	
Trade and other payables	<u>28,763</u>
<b>TOTAL CURRENT LIABILITIES</b>	<u>28,763</u>
<b>NON-CURRENT LIABILITIES</b>	
Deferred tax liabilities	<u>1,232,589</u>
<b>TOTAL LIABILITIES</b>	<u>1,261,352</u>
<b>NET ASSETS/(LIABILITIES)</b>	<u>8,565,374</u>
<b>EQUITY</b>	
Issued capital	9,775,003
Reserves	115,000
Accumulated losses	<u>(1,324,629)</u>
<b>TOTAL EQUITY/(NET DEFICIENCIES)</b>	<u>8,565,374</u>

The terms and conditions of director/management options and a schedule detailing the securities subject to an escrow period are attached.

If you require clarification of the above or further information please contact me on 9321 2233 or at [mike@wcnickel.com.au](mailto:mike@wcnickel.com.au).

Yours truly,  
White Cliff Nickel Limited

  
Mike Langeulant