Cazaly Resources Limited
ACN: 101 049 334

Prospectus Dated 14 October 2003 – Offer Fully Oversubscribed

STATEMENT OF FINANCIAL POSITION AND PRO-FORMA STATEMENT OF FINANCIAL POSITION

	Note	Unaudited 8 October 2003	Pro-forma 8 October 2003
CURRENT ASSETS			
Cash		222,918	**3,543,173**
Other		17	**17**
Deferred Share Issue Costs		3,000	**-**
TOTAL CURRENT ASSETS		225,935	**3,543,190**
NON CURRENT ASSETS			
Exploration expenditure		32,566	**731,311**
TOTAL NON CURRENT ASSETS		32,566	**731,311**
TOTAL ASSETS		258,501	**4,274,501**
NET ASSETS		258,501	**4,274,501**
EQUITY			
Contributed Equity		258,650	**4,274,650**
Accumulated Losses		(149)	**(149)**
TOTAL EQUITY		258,501	**4,274,501**

The statement of financial position as at 8 October 2003 is in accordance with the Company's unaudited financial position at that date. The pro-forma statement of financial position at 8 October 2003 represents the unaudited financial position as at that date adjusted for the transactions discussed in Note 2 of Appendix 2 to the Investigating Accountant's Report included in Section 6 of the Prospectus dated 14 Octrober 2003 and amended for the following:

(i) Receipt of oversubscriptions of $500,000;
(ii) Issue and allotment of a further 2,500,000 Ordinary fully paid shares in accordance with acceptance of oversubscriptions; and
(iii) Payment of an additional $25,000 in issue costs associated with broker fees for the raising of the oversubscriptions.