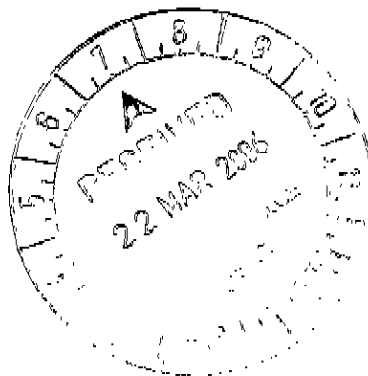




ACN 116 648 956



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Web: www.chalicegold.com

21 March 2006

Australian Stock Exchange
Exchange Plaza
2 The Esplanade
Perth WA 6000

Dear Sirs

Pro forma Balance Sheet

Attached please find the updated pro forma balance sheet based on actual funds raised under the Prospectus.

Yours faithfully

RICHARD HACKER
Company Secretary



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CHALICE GOLD MINES LIMITED
BALANCE SHEET
AS AT 30 NOVEMBER 2005

	Reviewed \$	Proforma \$
CURRENT ASSETS		
Cash assets	2	6,684,428
Prepaid share issues expenses	71,610	-
TOTAL CURRENT ASSETS	71,612	6,684,428
NON-CURRENT ASSETS		
Exploration and tenement acquisition expenditure	7,393	2,928,304
TOTAL NON-CURRENT ASSETS	7,393	9,612,732
TOTAL ASSETS	79,005	9,612,732
CURRENT LIABILITIES		
Payables	80,213	37,000
TOTAL CURRENT LIABILITIES	80,213	37,000
TOTAL LIABILITIES	80,213	37,000
NET ASSETS	(1,208)	9,575,732
EQUITY		
Contributed equity	2	576,942
Accumulated losses	(1,210)	(1,210)
TOTAL EQUITY	(1,208)	9,575,732