

ADVANCE ENERGY LIMITED

CONSOLIDATED BALANCE SHEETS

As at 31 December 2005

Audited
31 Dec 2005

\$

Proforma
31 Dec 2005
\$6,000,000
Raised

Current Assets			
Cash and cash equivalents	3	1,109,004	5,484,271
Receivables	4	178,402	178,402
Total Current Assets		1,287,406	5,662,673
Non-Current Assets			
Property plant and equipment	5	82,424	82,424
Oil and gas properties	6	787,701	787,701
Deferred tax asset	7	10,762	10,762
Exploration and evaluation costs	8	292,016	292,016
Total Non-Current Assets		1,172,903	1,172,903
Total Assets		2,460,309	6,835,576
Current Liabilities			
Payables	9	308,228	308,228
Provisions	10	12,500	12,500
Interest bearing liability	11	1,210,033	-
Total Current Liabilities		1,530,761	320,728
Non-Current Liabilities			
Deferred tax liability	7	48,725	48,725
Total Non-Current Liabilities		48,725	48,725
Total Liabilities		1,579,486	369,453
Net Assets		880,823	6,466,123
Equity			
Issued capital	12	1,692,040	7,400,640
Reserves	13	515,931	482,748
Accumulated losses	14	(1,327,148)	(1,417,265)
Total Equity		880,823	6,466,123

