

GLOBAL IRON LIMITED

ACN: 125 419 730

PRO-FORMA BALANCE SHEET

as at 24 September 2007

	Note	\$
CURRENT ASSETS		
Cash and Cash Equivalents	1	<u>2,681,502</u>
TOTAL CURRENT ASSETS		<u><u>2,681,502</u></u>
NON-CURRENT ASSETS		
Mining Exploration and Evaluation Expenditure		<u>541,875</u>
TOTAL NON-CURRENT ASSETS		<u><u>541,875</u></u>
TOTAL ASSETS		<u><u><u>3,223,377</u></u></u>
EQUITY		
Contributed Equity	2	<u>2,332,175</u>
Option Reserve	3	<u>1,228,750</u>
Accumulated Profits/(Losses)	4	<u>(337,548)</u>
TOTAL EQUITY		<u><u><u>3,223,377</u></u></u>

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NOTES TO PRO-FORMA BALANCE SHEET

as at 24 September 2007

Note 1

Cash and Cash Equivalents		\$
Issue of 15,000,000 shares @ 20 cents		3,000,000
Plus: Interest received	6,775	
Less: Bank Charges	(273)	6502
		<u>3,006,502</u>
Less: Associated costs of the Share Offer		(325,000)
Closing Balance		<u>2,681,502</u>

Note 2

Contributed Equity		\$
Issue of 15,000,000 shares @ 20 cents		3,000,000
Issue of 3,125,000 shares at fair value to acquire iron ore rights		541,875
Issue of 9,000,000 Options @ 20 cents		(884,700)
Associated costs of the Share Offer		(325,000)
Closing Balance		<u>2,332,175</u>

Note 3

Options		\$
Opening Balance		
Issue of 9,000,000 Options @ 20 cents to Underwriter		884,700
Issue of 3,500,000 Options @ 20 cents to Director		344,050
Closing balance		<u>1,228,750</u>

Note 4

Accumulated Profits/(Losses)		
Interest received		6,775
Bank Charges		(273)
Issue of 3,500,000 Options @ 20 cents to Director		(344,050)
Closing Balance		<u>337,548</u>