8 February 2017

UPDATED UNAUDITED PRO-FORMA STATEMENT OF FINANCIAL POSITION

(based on actual funds raised under the Prospectus $3,202,000)

SportsHero Limited sets out below an updated unaudited pro-forma statement of financial position as at 31 December 2016 based on the actual funds raised under the Prospectus of $3,202,000.

	Sportshero 31-Dec-16 $	SportsHero Limited 31-Dec-16 $	Pro forma adjustments 31-Dec-16 $	Pro forma Consolidated 31-Dec-16 $
Assets				
Current assets				
Cash and cash equivalents	129,445	2,267,171[1]	760,000[4]	3,156,616
Trade and other receivables	103,535	20,983	-	124,518
Assets classified as held for sale	-	1,062,911[2]	(1,062,911)[5]	-
Total current assets	232,980	3,351,065	(302,911)	3,281,134
Non-current assets				
Property, plant and equipment	18,807	-	-	18,807
Investments	-	-	-	-
Intangible asset	2,764,340	-	-	2,764,340
Total non-current assets	2,783,147	-	-	2,783,147
Total assets	3,016,127	3,351,065	(302,911)	6,064,281
Liabilities				
Current liabilities				
Trade and other payables	173,357	3,814,574[3]	(3,642,457)[6]	345,474
Borrowings	100,196	-	-	100,196
Total current liabilities	273,553	3,814,574	(3,642,457)	445,670
Total liabilities	273,553	3,814,574	(3,642,457)	445,670
Net assets	2,742,574	(463,509)	3,339,546	5,618,611
Equity				
Issued capital	3,455,425	37,629,324	6,125,574[7]	43,754,898
Reserves	-	6,345,980	-	6,345,980
Accumulated losses	(712,851)	(44,438,813)	(43,454)	(44,482,267)
Total equity	2,742,574	(463,509)	6,082,120	5,618,611

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Notes:

1. Includes Prospectus issue share proceeds of $2,229,500 received as at 31 December 2016.

2. Written down value of the Buena Vista Iron Project

3. Includes, inter alia, Prospectus issue proceeds of $2,229,500, Buena Vista Iron Project liabilities of $941,957, liabilities of $202,500 to be assumed by purchaser on sale of Buena Vista Iron Project and $169,500 in convertible notes.

4. Includes, cash consideration of $100,000 from sale of Buena Vista Iron Project, balance of Prospectus issue share proceeds of $972,000 less share issue costs of $312,500.

5. Sale of Buena Vista Iron Project.

6. Includes liabilities of $227,500 assumed by purchaser of Buena Vista Iron Project, $169,500 being conversion of convertible notes, Prospectus issue share proceeds of $2,229,500 converted into shares and $74,000 in share issue costs.

7. As set out below:
   $169,500 conversion of convertible notes
   $2,742,574 being issue of 96 million shares and 72 million options to acquire net assets of Sportshero
   $250,000 issue of 12,500,000 shares to Sunshore Holdings Pty Ltd
   $2,963,500 being the issue of 64,040,000 shares pursuant to the Prospectus less issue costs.

Michael Higginson
Director/Company Secretary