

U.S. Oil and Gas Plc

Un-audited Interim Results

For the six month period to 31 March 2011

U.S Oil and Gas Plc (PLUS: USOP), the oil and gas exploration company with exploration assets in Nevada, announces its unaudited Interim Results for the six month period to 31 March 2011.

Statement of the Board

The Company has changed its accounting reference date to 30 September and as such is pleased to report the interim results for the six months ended 31 March 2011.

The company continues to make progress on the development of its lease area in preparation for drilling.

To finance the drilling programme, on 28 March 2011, the Company signed a Heads of Term agreement to put in place a secured convertible loan note facility of up to \$5.1m. The combined funding potentially available to the Company via the placing and the convertible loan note facility will be up to \$8.5m, which is intended to fully finance the Company's drilling programme.

A preliminary estimate of probable oil in place ("OOIP") of 187 million barrels was made for Eblana Phase 1 and was announced on 30 March 2011. Further work is currently being undertaken which will allow a final pre-drilling estimate of OOIP to be followed by the first of a number of expected drilling activities.

The Directors do not recommend the payment of an interim dividend. No Dividend was paid in relation to the period from 1st September 2009 to 30th September 2010.

Brian McDonnell, Chief Executive Officer

The following interim historical financial information on U.S. Oil and Gas Plc represents the Company's interim results for the 6 months ended 31 March 2011. The financial information (for which the Directors have accepted responsibility) is unaudited.

1. Consolidated Statement of Comprehensive Income

For the six months ended 31 March 2011

	Notes	6 months ended 31/3/2011	6 months ended 28/2/2010	13 months ended 30/09/2010
Continuing Operations		\$	\$	\$
Revenue		-	-	-
Administrative Expenses		(157,531)	(261,548)	(340,785)
Results from Operating Activities		(157,531)	(261,548)	(340,785)
Finance Income		661	-	91
Finance Expenses		(91)	-	-
Loss before tax		(156,961)	(261,548)	(340,694)
Income tax expense		-	-	-
Loss for the year attributable to equity		(156,691)	(261,548)	(340,694)

U.S. Oil and Gas Plc
Un-audited Interim Results
For the six month period to 31 March 2011

holders of the Company				
Other Comprehensive Income		-	-	-
Total Comprehensive Income for the period – all attributable to equity holders of the Company		(156,691)	(261,548)	(340,694)
Loss per ordinary share – basic & diluted	5.1	(0.005)	(0.02)	(0.02)

2. Consolidated Statement of Financial Position

As at 31 March 2011

	Notes	6 months ended 31/3/2011	6 months ended 28/2/2010	13 months ended 30/09/2010
		\$	\$	\$
Assets				
Non Current Assets				
Property, Plant & Equipment		-	-	-
Exploration and evaluation assets	5.2	166,026	96,555	125,954
Total non current assets		166,026	102,166	125,954
Current assets				
Trade and other receivables		3,153,572	5,969	-
Cash and cash equivalents		289,676	104,579	290,835
		3,443,248	110,548	290,835
Total assets		3,609,274	212,714	416,789
Equity and liabilities				
Capital and reserves				
Issued share capital	5.3	5,158	3,794	4,323
Share premium account		4,040,536	513,565	839,619
Other reserves		-	(318)	-
Retained earnings		(680,810)	(423,320)	(492,664)
Total equity attributable to equity holders of the company		3,364,884	93,721	351,278
Current liabilities				
Trade and other payables		244,390	118,993	73,371
Non-Current liabilities				
Other creditors		-	-	-

U.S. Oil and Gas Plc
Un-audited Interim Results
For the six month period to 31 March 2011

Total liabilities	244,390	118,993	73,371
Total equity and liabilities	3,609,274	212,714	424,649

3. Consolidated Statement of Changes in Equity

As at 31 March 2011

	Share Capital	Share premium account	Retained earnings	Total
	\$	\$	\$	\$
At 1 September 2009	-	-	(160,834)	(160,834)
Shares issued	4,323	839,619	-	843,942
Loss for the period	-	-	(331,830)	(331,830)
At 30 September 2010	4,323	839,619	(492,664)	351,278
Shares issued	835	3,200,917	-	3,201,752
Loss for the period	-	-	(188,146)	(188,146)
At 31 March 2011	5,158	4,040,536	(680,810)	3,364,884

The financial information has been prepared on a consistent basis applying the accounting policies which have applied in the past and will apply in the next annual accounts.

The financial information has not been audited but has been reviewed by the auditors who have not issued any report on the accounts.

U.S. Oil and Gas Plc
Un-audited Interim Results
For the six month period to 31 March 2011

4. Consolidated Statement of Cashflows

For the six months ended 31 March 2011

	6 months ended 31/3/2011 \$	6 months ended 28/2/2010 \$	13 months ended 30/09/2010 \$
Cash flows from operating activities			
(Loss) for the period	(157,531)	(261,548)	(340,785)
Finance costs recognised in profit/loss	(91)	-	-
Other non cash expenses	-	-	-
Depreciation of non-current assets	-	-	-
Cash from operations before changes in working capital	(157,622)	(261,548)	(340,785)
Movements in working capital			
Decrease/(Increase) in trade and other receivables	(3,153,572)	(6,374)	-
Increase/ (Decrease) in trade and other payables	171,019	(44,961)	(213,573)
Net cash generated from operating activities	(3,140,175)	(312,883)	(554,358)
Net cash generated/(used) by operating activities	(3,140,175)	(312,883)	(554,358)
Cash flows from investing activities			
Investment income received	661	-	91
Payments for property, plant and equipment	-	(5,611)	-
Expenditure on exploration and evaluation assets	(40,072)	(44,409)	(68,144)

U.S. Oil and Gas Plc
Un-audited Interim Results
For the six month period to 31 March 2011

Net cash used in investing activities	(39,411)	(50,020)	(68,053)
Cash flows from financing activities			
Proceeds of issued share capital	3,201,752	398,178	843,942
Net cash generated by financing activities	3,201,752	398,178	843,942
Net (Decrease) /increase in cash and cash equivalents	22,166	35,275	221,531
Effect of foreign exchange fluctuations on cash and cash equivalents	(23,325)	-	-
Cash and cash equivalents at start of period	290,835	69,304	69,304
Cash and cash equivalents at end of period	289,676	104,579	290,835

5. Notes to the Interim Financial Information

5.1 Loss per share

The calculation of basic loss per ordinary share is based on the loss per year and the average number of ordinary shares in issue during the relevant year as set out below. There is no difference between the diluted loss per share and the basic loss per share.

	6 months ended 31/3/2011	6 months ended 28/2/2010	13 months ended 30/09/2010
	\$	\$	\$
Loss for the year	(156,691)	(261,548)	(340,694)
Weighted average number of shares	31,707,739	14,978,148	22,553,084
Basic & Diluted (loss) per share	(0.005)	(0.02)	(0.02)

5.2 Intangible assets – Exploration and Evaluation Assets

	Nevada, America \$	Total \$
Cost		
At 1 October 2009	57,810	57,810
Additions	68,144	68,144
At 30 September 2010	125,954	125,954
Additions	40,072	40,072
At 31 March 2011	166,026	166,026

U.S. Oil and Gas Plc
Un-audited Interim Results
For the six month period to 31 March 2011

Provision for diminution in value

At 1 October 2009	-	-
Charge for period	-	-
At 30 September 2010	-	-
Charge for period	-	-
At 31 March 2011	-	-
Net book value		
At 31 March 2011	166,026	166,026
At 30 September 2010	125,954	125,954

Expenditure on exploration activities is deferred on areas of interest until a reasonable assessment can be determined of the existence or otherwise of economically recoverable reserves. No amortisation has been charged in the period. The directors have reviewed the carrying value of the exploration and evaluation assets and consider it to be fairly stated and not impaired at 31 March 2011. The recoverability of the exploration and evaluation assets is dependent on the successful development or disposal of oil and gas in the Group's licence area.

5.3 Share capital

	6 months ended 31/3/2011	6 months ended 28/2/2010	13 months ended 30/09/2010
	\$	\$	\$
Authorised			
20,000,000,000 ordinary shares of €0.0001 each	2,854,400	2,854,400	2,854,400

Ordinary Shares

	Number of Shares	Share Capital \$	Share Premium \$
Balance at 1 September 2009	7	-	-
Subdivision of existing shares	693		
Issued for cash	31,674,807	4,323	960,215
Share issue costs	-	-	(120,596)
Balance at 30 September 2010	31,675,507	4,323	839,619
Issued for cash	5,831,830	832	3,338,303
Issued for non cash consideration	34,445	3	19,554
Share issue costs	-	-	(156,939)
Balance at 31 March 2011	37,541,782	5,158	4,040,536

Details of the ordinary shares issued during the period are given in the table below:

Date	Description	Price	No. of shares
30 March 2011	Issued for cash consideration	Stg £0.36	5,831,830
30 March 2011	Issued in lieu of placing commission	Stg £0.36	34,445

U.S. Oil and Gas Plc
Un-audited Interim Results
For the six month period to 31 March 2011

5.4 Post Balance Sheet Events

The Directors approved a share option scheme at a Board meeting in June 2010. Share options are to be issued to certain directors. These share options have not yet been issued.

On 3 April 2011, 1,000,000 Ordinary Shares of €0.0001 each, in the Company held by a former director Mr. Nial Ring have been gifted back to the Company at nil consideration. This is part of a share allocation adjustment following an over generous allocation of shares to him prior to the Company's flotation. The 1,000,000 Ordinary Shares are held as treasury shares.

On 28 March 2011, the Company signed a Heads of Term agreement to put in place a secured convertible loan note facility of up to \$5.1m. The combined funding potentially available to the Company via the placing and the convertible loan note facility will be up to \$8.5m, which is intended to fully finance the Company's drilling programme.