

**Financial Statements**

**MADAGASCAR OIL SOCIETE ANONYME  
(A PLACE OF BUSINESS IN ENGLAND AND WALES)**

**YEAR ENDED MAY 31, 2007**

**Registered Number: FC026842**

FRIDAY THUR TUESDAY

A47 27/11/2007 103  
COMPANIES HOUSE


A57 01/11/2007 396  
COMPANIES HOUSE

A28 28/09/2007 279  
COMPANIES HOUSE

\*AR46VV01\*

\*A8SS2UA8\*

\*A5VXHTCT\*



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## PROFIT &amp; LOSS ACCOUNT

FOR THE YEAR ENDED MAY 31, 2007

	Notes	2007 US\$
Turnover		0
Staff Costs	3	(927,895)
Operating Costs		<u>(1,286,893)</u>
Loss on ordinary activities before interest and taxation	2	(2,214,789)
Net Interest Receivable		<u>0</u>
Loss on ordinary activities after interest before taxation		(2,214,789)
Taxation payable		<u>0</u>
Profit/(Loss) after taxation		(2,214,789)
Dividends		0
Retained Loss		<u><u>(2,214,789)</u></u>

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## BALANCE SHEET AT MAY 31, 2007

	Notes	May 31, 2007 US\$
<b>TANGIBLE FIXED ASSETS</b>	4	0
<b>CURRENT ASSETS</b>		
Debtors		<u>-</u> 0
<b>CURRENT LIABILITIES</b>		
Creditors		<u>-</u>
Madagascar Oil SA		<u>2,214,789</u> 2,214,789
<b>NET CURRENT LIABILITIES</b>		(2,214,789)
<b>NET LIABILITIES</b>		<u>(2,214,789)</u>
<b>CAPITAL AND RESERVES</b>		
Profit and loss account	5	(2,214,789)
<b>SHAREHOLDERS' FUNDS</b>		<u>(2,214,789)</u>

The Director states that the company was entitled to the exemption conferred by subsection 249A

No notice (from members requiring an audit) has been deposited under subsection (2) of section 249B of the Companies Act 1985, in relation to its accounts for the financial year

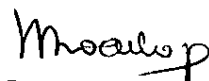
The Director acknowledges responsibility for -

-ensuring the company keeps accounting records, which comply with section 221 of the Companies Act 1985

-preparing accounts which give a true and fair view of the state of the company's affairs as at the end of the financial year and of its profit for the financial year in accordance with the requirements of the section 226 and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the company

The Directors have taken advantage of the exemptions conferred by Part 111 of schedule 8 of the Companies Act 1985. In their opinion the company is entitled to those exemptions on the basis that it qualifies as a small company

The Directors have taken advantage of the Companies Act 1985 in not having these accounts audited under Section 249A(1) (total exemption)

  
Director  
September 17, 2007



## NOTES ON THE FINANCIAL STATEMENTS - MAY 31, 2007

## 1) ACCOUNTING POLICIES

a) The accounts have been prepared under the historic cost convention and on a going concern basis

b) All assets have been written off over their expected useful lives, which have been calculated at 4 years (ie 25%)

## 2) LOSS BEFORE TAXATION IS AFTER CHARGING

2007

US\$

Depreciation

44,546

Operating Leases

521,437

Loss on disposal of fixed asset

91,717

## 3) TAXATION ON PROFIT ON ORDINARY ACTIVITIES

2007

US\$

Salaries and Wages

607,112

Termination Payments

245,851

Social Security

74,932

927,895

WSD

## NOTES ON THE FINANCIAL STATEMENTS - MAY 31, 2007

## 4) TANGIBLE FIXED ASSETS

	2007
	US\$
COST	
Opening Balance	0
Additions	296,525
Disposals	(296,525)
Closing Balance	<u>(0)</u>
	US\$
DEPRECIATION	
Opening Balance	0
Charge for the Year	44,546
Disposals	(44,546)
Closing Balance	<u>0</u>
Opening Net Book Value	<u>0</u>
Closing Net Book Value	<u>(0)</u>

All assets are computers and office equipment

## 6 PROFIT &amp; LOSS ACCOUNT

	2007
	US\$
Opening Balance	0
Loss retained for period	(2,214,789)
Profit & Loss C/Fwd at 31 May 2007	<u>(2,214,789)</u>

*M. Mauley*