

BPRL VENTURES MOZAMBIQUE B.V.
Amsterdam, The Netherlands

FINANCIAL STATEMENTS
From 1 April 2009 to 31 March 2010

BPRL VENTURES MOZAMBIQUE B.V.
Amsterdam, The Netherlands

Balance sheet as at 31 March 2010

(after allocation of the loss for the year)

	Note	Mar 31, 2010	Mar 31, 2009
<i>(in USD)</i>			
ASSETS			
Current assets			
Intangible fixed assets	3	20,149,491	-
Total intangible fixed assets		<u>20,149,491</u>	<u>-</u>
Debtors	4		
Advances		15,353,260	4,889,749
Prepaid expenses		5,063	4,531
Liquid assets			
Cash at bank		23,295	45,169
Total current assets		<u>15,381,618</u>	<u>4,939,449</u>
TOTAL ASSETS		<u>35,531,109</u>	<u>4,939,449</u>
SHAREHOLDER'S EQUITY & LIABILITIES			
Shareholder's equity	5		
Issued and paid-up capital		41,930,376	23,775
Share premium		-	4,920,221
Currency translation reserve		4,381	4,826
Other reserve			
Accumulated losses		(6,464,017)	35,573
Total shareholder's equity		<u>35,470,740</u>	<u>4,913,249</u>
Current liabilities			
Creditors	6		
Accounts payable to shareholder		19,466	19,109
Accounts payable to group company		3,221	3,161
Other creditors and accrued expenses		37,682	3,930
Total current liabilities		<u>60,369</u>	<u>26,200</u>
TOTAL SHAREHOLDER'S EQUITY & LIABILITIES		<u>35,531,109</u>	<u>4,939,449</u>

The accompanying notes form an integral part of these Financial Statements

BPRL VENTURES MOZAMBIQUE B.V.
Amsterdam, The Netherlands

**Profit and loss account
for the period 1 April 2009 to 31 March 2010**

	<i>Note</i>	<i>Mar 31, 2010</i>	<i>Mar 31, 2009</i>
<i>(in USD)</i>			
Operating & financial income			
Interest income		62	-
Total operating & financial income		<u>62</u>	<u>-</u>
Operating & financial expenses			
Geological and Geophysical costs		1.730.211	-
EPC commitments		1.220.552	-
Insurance on assets risk		159.125	-
General and administrative fee		3.139.153	-
Management and administrative expenses		22.232	1.962
Legal and corporate expenses		151.117	289
Bank charges		5.005	1.075
General expenses		1.660	-
Exchange result		(649)	(147)
Total operating & financial expenses		<u>6.428.505</u>	<u>3.179</u>
Net profit/(loss) before tax		<u>(6.428.444)</u>	<u>(3.179)</u>
Taxation	7		
Net profit/(loss) after tax		<u>(6.428.444)</u>	<u>(3.179)</u>

The accompanying notes form an integral part of these Financial Statements

BPRL VENTURES MOZAMBIQUE B.V.
Amsterdam, The Netherlands

Notes to the Financial Statements

1. General

The principal objective of the Company is to participate in, to administer, to finance, to conduct the management of and to render advice and services to other companies and enterprises. The statutory seat of the Company is in Amsterdam and the principal executive office of the Company is located at Strawinskylaan 1143, 1077XX Amsterdam, The Netherlands.

The policy of the Directors is to make use of the provisions of Article 362 paragraph 7 of Title 9 of Book 2 of the Dutch Civil Code to present the financial statements of the Company in a currency other than Euro's. In line with the international character of the group of which the Company forms a part, the financial statements of the Company are presented in US Dollars.

2. Summary of principal accounting policies

a. Basis of preparation

These Financial statements have been prepared in accordance with Title 9, Book 2 of the Dutch Civil Code. The principles of valuation are based on the historical cost and cost-price convention. Assets and liabilities are valued at face value, unless indicated otherwise.

b. Debtors

All amounts receivable are expected to be recovered within one year after the balance sheet date.

c. Cash at bank

Cash at bank is at the free and unrestricted disposal of the Company.

d. Current liabilities

All amounts payable are expected to be paid within one year after the balance sheet date.

e. Foreign currencies

Assets and liabilities denominated in foreign currencies have been translated into US Dollars at the rate of exchange ruling at the balance sheet date. Operating transactions denominated in foreign currencies are translated into US Dollars at rates of exchange ruling on or around the date of the transactions. Foreign exchange gains and losses arising as a result of the application of the above accounting policies are disclosed separately in the Profit and loss account.

1 USD was at balance sheet date equal to : EUR 0.7432

BPRL VENTURES MOZAMBIQUE B.V.
Amsterdam, The Netherlands

Notes to the Financial Statements

	Mar 31, 2010	Mar 31, 2009
in USD		

f. Taxation

Taxation is determined in accordance with Dutch guidelines and directives for corporate income taxes, which take into account tax exempted items and non-deductible amounts. Tax benefits arising from available losses are only recognized in the event that such losses can be compensated against prior year's taxable profits or, to the extent deemed realizable by the managements, against future taxable profits.

BALANCE SHEET

3. Intangible fixed assets

Exploration costs	20,149,491	-
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The company has 10% Participating interest in Exploration and production concession contract signed by Anadarko Mozambique Area 1 Limited with Empresa Nacional de Hidrocarbonetos E.P. and the Government of Mozambique.

4. Debtors

a) Advances

Advance paid to Anadarko Mozambique Area1, Lda	15,353,260	4,889,749
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The company has 10% Participating interest in Exploration and production concession contract signed by Anadarko Mozambique Area 1 Limitada with Empresa Nacional de Hidrocarbonetos E.P. and the Government of Mozambique.

15,353,260	4,889,749
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b) Prepaid expenses

Pre-payment of Amicorp invoice	5,063	4,531
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Total (a+b):	15,358,323	4,894,280
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5. Shareholder's equity

	Issued and paid-up capital	Share premium	Currency Translation reserve	Other reserve	Total as at 31 March, 2010
Balance at the beginning of the year	23,775	4,920,221	4,826	(35,573)	4,913,249
Issued during the year	41,906,156	-	-	-	41,906,156
Transferred to share capital	-	(4,920,221)	-	-	(4,920,221)
Currency adjustment	445	-	(445)	-	-
Loss for the year	-	-	-	(6,428,444)	(6,428,444)
Balance as at 31 March	41,930,376	-	4,381	(6,464,017)	35,470,740

The authorized share capital of the Company consists of 152,565,393 shares of EUR 1 nominal value each. The issued share capital as at 31 March, 2010 consists of 30,593,078 shares of EUR 1 nominal value each, all of which are fully paid.

BPRL VENTURES MOZAMBIQUE B.V.
Amsterdam, The Netherlands

Notes to the Financial Statements

	Mar 31, 2010	Mar 31, 2009
<i>(in USD)</i>		

In accordance with Article 373, paragraph 5 of Book 2 of the Dutch Civil Code the paid and called capital is translated into US Dollars at the rate of exchange ruling at the balance sheet date (EUR 1 = USD 1.3455).

Unrealized foreign exchange gains and losses arising from the translation into US Dollars of the Company's euro issued and paid-up capital are maintained in a Currency translation reserve.

The ultimate parent company is BPRL International B.V., established in Amsterdam, The Netherlands.

6. Creditors

a) Accounts payable to shareholder

Amount received towards expenses	<u>19,466</u>	<u>19,109</u>
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b) Accounts payable to group company

Accounts payable to BPRL Ventures E.V.		
Amount received towards expenses	<u>3,221</u>	<u>3,161</u>

c) Other creditors and accrued expenses

Other creditors	4,740	-
Provision for consultancy expenses	17,670	-
Provision for legal and corporate expenses	8,748	-
Provision for accounting charges	2,523	2,358
Provision for tax return service charges	<u>4,000</u>	<u>1,572</u>
	<u>37,682</u>	<u>3,930</u>
Total (a+b+c)	<u><u>60,369</u></u>	<u><u>26,200</u></u>

PROFIT AND LOSS ACCOUNT

	1 April, 2009 to 31 March, 2010 (12 months) USD	1 January, 2009 to 31 March, 2009 (3 months) USD
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7. Taxation

Dutch corporate income tax:		
- Charge for the year	<u>Nil</u>	<u>Nil</u>

8. Employees

The average number of employees of the Company during the year was	<u>Nil</u>	<u>Nil</u>
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BPRL VENTURES MOZAMBIQUE B.V.
Amsterdam, The Netherlands

OTHER INFORMATION

Result appropriation

According to Article 16 of the Articles of Association of the Company the result of the Company is at the disposal of the General Meeting of Shareholders.

In anticipation of a resolution being passed to that effect at the General Meeting to be held to consider and adopt the Financial Statements for the year ended 31 March 2010, the loss for the year of US Dollars 6,428,444 has been added to the Accumulated losses brought forward from previous years.

Post balance sheet events

There have been no events since the balance sheet date which have a material effect on the financial situation of the Company as at that date.

BPRL VENTURES MOZAMBIQUE B.V.
Amsterdam, The Netherlands

FINANCIAL STATEMENTS
From 1 January 2009 to 31 March 2009

BPRL VENTURES MOZAMBIQUE B.V.
Amsterdam, The Netherlands

Balance sheet as at 31 March 2009

(after allocation of the loss for the period)

	Note	Mar 31, 2009	Dec 31, 2008
<i>(in USD)</i>			
ASSETS			
Current assets			
Debtors	3		
Advances		4.889.749	-
Prepaid expenses		4.531	-
Liquid assets			
Cash at bank		45.169	20.613
Total current assets		<u>4.939.449</u>	<u>20.613</u>
TOTAL ASSETS		<u>4.939.449</u>	<u>20.613</u>
SHAREHOLDER'S EQUITY & LIABILITIES			
Shareholder's equity	4		
Issued and paid-up capital		23.775	25.375
Share premium		4.920.221	-
Currency translation reserve		4.826	3.226
Other reserve			
Accumulated losses		(35.573)	(32.394)
Total shareholder's equity		<u>4.913.249</u>	<u>(3.793)</u>
Current liabilities			
Creditors	5		
Accounts payable to shareholder		19.109	19.409
Accounts payable to group company		3.161	-
Other creditors and accrued expenses		3.930	4.997
Total current liabilities		<u>26.200</u>	<u>24.406</u>
TOTAL SHAREHOLDER'S EQUITY & LIABILITIES		<u>4.939.449</u>	<u>20.613</u>

The accompanying notes form an integral part of the Financial Statements

BPRL VENTURES MOZAMBIQUE B.V.

Amsterdam, The Netherlands

**Profit and loss account
for the period 1 January 2009 to 31 March 2009**

	Note	Mar 31, 2009	Dec 31, 2008
<i>(in USD)</i>			
Operating & financial income			
Total operating & financial income		<u>-</u>	<u>-</u>
Operating & financial expenses			
Incorporation expenses		-	9.839
Management and administrative expenses		1.962	7.135
Legal and corporate expenses		289	11.548
Bank charges		1.075	1.803
General expenses		-	89
Exchange result		(147)	1.980
Total operating & financial expenses		<u>3.179</u>	<u>32.394</u>
Net profit/(loss) before tax		<u>(3.179)</u>	<u>(32.394)</u>
Taxation	6		-
Net profit/(loss) after tax		<u>(3.179)</u>	<u>(32.394)</u>

The accompanying notes form an integral part of the Financial Statements.

BPRL VENTURES MOZAMBIQUE B.V.
Amsterdam, The Netherlands

Notes to the Financial Statements

1. General

The Company was incorporated on 23 July 2008. The principal objective of the Company is to participate in, to administer, to finance, to conduct the management of and to render advice and services to other companies and enterprises. The statutory seat of the Company is in Amsterdam, and the principal executive office of the Company is located at Strawinskylaan 1143, 1077XX Amsterdam, The Netherlands.

The policy of the Directors is to make use of the provisions of Article 362 paragraph 7 of Title 9 of Book 2 of the Dutch Civil Code to present the financial statements of the Company in a currency other than Euro's, in line with the international character of the group of which the Company forms a part, the financial statements of the Company are presented in US Dollars.

2. Summary of principal accounting policies

a. Basis of preparation

These Financial statements have been prepared in accordance with Title 9, Book 2 of the Dutch Civil Code. The principles of valuation are based on the historical cost and cost price convention. Assets and liabilities are valued at face value, unless indicated otherwise.

b. Debtors

All amounts receivable are expected to be recovered within one year after the balance sheet date.

c. Cash at bank

Cash at bank is at the free and unrestricted disposal of the Company.

d. Current liabilities

All amounts payable are expected to be paid within one year after the balance sheet date.

e. Foreign currencies

Assets and liabilities denominated in foreign currencies have been translated into US Dollars at the rate of exchange ruling at the balance sheet date. Operating transactions denominated in foreign currencies are translated into US Dollars at rates of exchange ruling on or around the date of the transactions. Foreign exchange gains and losses arising as a result of the application of the above accounting policies are disclosed separately in the Profit and loss account.

1 USD was at balance sheet date equal to : EUR 0.7571

BPRL VENTURES MOZAMBIQUE B.V.
Amsterdam, The Netherlands

Notes to the Financial Statements

Mar 31, 2009 Dec 31, 2008

(in USD)

f. Taxation

Taxation is determined in accordance with Dutch guidelines and directives for corporate income taxes, which take into account tax exempted items and non-deductible amounts. Tax benefits arising from available losses are only recognized in the event that such losses can be compensated against prior year's taxable profits or, to the extent deemed realizable by the managements, against future taxable profits.

BALANCE SHEET

3. Debtors

a) Advances

Advance paid to Anadarko Mozambique Area1 Lda	4,889,749	-
The company has a 10% Participating interest in the Exploration and Production Concession Contract signed by Anadarko Mozambique Area 1 Limitada with Empresa Nacional de Hidrocarbonetos E.P. and the Government of Mozambique.		
	<u>4,889,749</u>	<u>-</u>

b) Prepaid expenses

Pre-payment of Amicorp invoice	4,531	-
Total (a+b)	<u>4,894,280</u>	<u>-</u>

4. Shareholder's equity

	Issued and paid- up capital	Share premium	Currency Translation reserve	Other reserve	Total as at 31 March 2009
Balance at the beginning of the year	25,375	-	3,226	(32,394)	(3,793)
Contributed during the period	-	4,920,221	-	-	4,920,221
Currency adjustment	(1,600)	-	1,600	-	-
Loss for the period	-	-	-	(3,179)	(3,179)
Balance as at 31 March	<u>23,775</u>	<u>4,920,221</u>	<u>4,826</u>	<u>(35,573)</u>	<u>4,913,249</u>

The authorized share capital of the Company consists of 90,000 shares of EUR 1 nominal value each. The issued share capital as at 31 March 2009 consists of 18,000 shares of EUR 1 nominal value each, all of which are fully paid.

BPRL VENTURES MOZAMBIQUE B.V.
Amsterdam, The Netherlands

Notes to the Financial Statements

Mar 31, 2009 Dec 31, 2008

(in USD)

In accordance with Article 373, paragraph 5 of Book 2 of the Dutch Civil Code the paid and called capital is translated into US Dollars at the rate of exchange ruling at the balance sheet date (EUR 1 = USD 1.3208)

Unrealized foreign exchange gains and losses arising from the translation into US Dollars of the Company's euro issued and paid-up capital are maintained in a Currency translation reserve

The ultimate parent company is BPRL International B.V., established in Amsterdam, The Netherlands

5. Creditors

a) Accounts payable to shareholder

Amount received towards expenses	19,109	19,409
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b) Accounts payable to group company

Accounts payable to BPRL Ventures B.V		
Amount received towards expenses	3,161	-

c) Other creditors and accrued expenses

Amount payable to Amicorp	-	784
Amount payable to Kamer Van Koophandel	-	19
Provision for accounting charges	2,358	2,516
Provision for tax return service charges	1,572	1,678
	3,930	4,997

Total (a+b+c)	26,200	24,406
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PROFIT AND LOSS ACCOUNT

6. Taxation

	2009 (3 months) <u>USD</u>	2008 (10 months) <u>USD</u>
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Dutch corporate income tax		
- charge for the period	Nil	Nil

7. Employees

The average number of employees of the Company during the period was	Nil	Nil
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BPRL VENTURES MOZAMBIQUE B.V.
Amsterdam, The Netherlands

OTHER INFORMATION

Result appropriation

According to Article 16 of the Articles of Association of the Company the result of the Company is at the disposal of the General Meeting of Shareholders.

In anticipation of a resolution being passed to that effect at the General Meeting to be held to consider and adopt the Financial Statements for the period ended 31 March 2009 the loss for the period of US Dollars 3,179 has been added to the Accumulated loss brought forward from previous year.

Post balance sheet events

There have been no events since the balance sheet date which have a material effect on the financial situation of the Company as at that date.