


Maverick Energy Group
Financial Statements for the Years Ended December 31, 2007 and 2006

Management Certification

Based on my knowledge, the accompanying financial statements and notes thereto present fairly, in all material respects, the financial condition as of December 31, 2007 and 2006 and the results of operation and cash flow for the years then ended of Maverick Energy Group, Ltd., in conformity with accounting principles generally accepted in the United States, consistently applied and hereby certified by Brice E. Bogle, Chief Financial Officer for Maverick Energy Group, Ltd.

February 29, 2008



Chief Financial Officer

Maverick Energy Group
Balance Sheets
as of December 31, 2007 and 2006
(Unaudited)

	2007	2006
<u>ASSETS</u>		
CURRENT ASSETS:		
Cash	\$ 502,691	\$ 59,292
Accounts receivable	3,713,339	731,527
Inventory	83,649	83,651
Other current assets	303,830	
Total current assets	4,603,509	874,470
PROPERTY AND EQUIPMENT:		
Unproved land	76,492	55,737
Equipment	730,370	412,289
Less accumulated depreciation	(157,158)	(95,551)
Total property and equipment, net	649,704	372,475
OTHER ASSETS:		
Other receivables	202,230	194,617
Notes receivable	670,000	670,000
Accrued interest on note receivable	110,826	66,395
Investments	801,733	487,222
Offering costs	62,357	62,357
Other assets		32,596
TOTAL ASSETS	\$ 7,100,359	\$ 2,760,132

The accompanying notes are an integral part of these financial statements.

Maverick Energy Group
Balance Sheets
as of December 31, 2007 and 2006
(Unaudited)

	2007	2006
<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>		
CURRENT LIABILITIES:		
Accounts payable	\$ 4,380,304	\$ 976,098
Line of credit	400,000	
Current maturities of long term debt	177,517	117,158
Total current liabilities	4,957,821	1,093,256
LONG - TERM DEBT	214,080	101,286
OTHER:		
Payable to affiliate	504,214	684,214
Billings in excess of costs on uncompleted contracts		66,280
TOTAL LIABILITIES	\$ 5,676,115	\$ 1,945,036
SHAREHOLDERS' EQUITY		
Common stock, \$0.001 par value, 500,000,00 shares authorized, 130,924,189 and 127,914,189 outstanding, respectively	\$ 130,786	127,776
Additional Paid-in capital	157,417	99,277
Retained earnings	1,136,041	588,043
Total stockholders' equity	1,424,244	815,096
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 7,100,359	\$ 2,760,132

The accompanying notes are an integral part of these financial statements.

Maverick Energy Group
Statements of Income
Year Ended December 31, 2007 and 2006
(Unaudited)

	2007		2006
Revenues	\$ 24,052,651	\$	4,568,626
Costs incurred	<u>22,645,947</u>		<u>3,804,301</u>
Gross margin	1,406,704		764,325
Selling, general and administrative expenses	(996,146)		(234,922)
Depreciation	<u>(61,607)</u>		<u>(47,372)</u>
Income from operations	348,951		482,031
Other income (expense)	199,047		177,115
Net income before income taxes	547,998		659,146
Provision for income taxes			
Net income	<u>\$ 547,998</u>	\$	<u>659,146</u>

The accompanying notes are an integral part of these financial statements.

Maverick Energy Group
Statements of Cash Flows
Year Ended December 31, 2007 and 2006
(Unaudited)

	2007	2006
Cash generated (used) by operations		
Net income	\$ 547,998	\$ 659,146
Depreciation	61,607	47,372
Compensation paid in stock	21,150	
Increases(decreases) in		
Accounts receivable	(2,981,812)	(731,527)
Inventory		(83,651)
Accrued interest	(44,431)	(64,768)
Other current assets	(303,830)	(194,617)
Accounts payable	3,404,206	976,098
Other receivables	(7,613)	
Deferred revenues - drilling	(66,280)	66,280
Due to affiliates	(180,000)	613,211
Net cash generated (used) by operations	450,995	1,287,544
Cash generated from (used in) investing activities		
Purchases of property, plant and equipment	(338,836)	(419,846)
Other assets	32,596	(94,953)
Investments	(314,511)	(487,222)
Net cash used in investing activities	(620,751)	(1,002,021)
Cash generated from (used in) financing activities		
Payment of principal on debt	(128,660)	(305,333)
Proceeds of long term debt	301,815	523,776
Line of credit	400,000	
Sale of stock	40,000	226,953
Notes receivable		(671,627)
Net cash generated from financing activities	613,155	(226,231)
Net cash used	443,399	59,292
Cash, beginning of period	59,292	-
Cash, end of period	\$ 502,691	\$ 59,292
Supplemental information		
Cash paid for interest during period	\$ 28,140	\$ 7,670

The accompanying notes are an integral part of these financial statements.

Maverick Energy Group
Statement of Changes in Shareholders' Equity
Years Ended December 31, 2007 and 2006
(unaudited)

	Number of Shares Outstanding	Common Stock \$0.001 Par	Additional Paid - In Capital	Retained Earnings	Total Shareholders' Equity
December 31,2005	30,000,000	100		(71,103)	(71,003)
Additional shares issued	97,914,189	127,676	99,277		226,953
Net income				659,146	659,146
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December 31,2006	127,914,189	\$ 127,776	\$ 99,277	\$ 588,043	\$ 815,096
Additional shares issued	3,010,000	3,010	58,140		61,150
Net income				547,998	547,998
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December 31,2007	130,924,189	\$ 130,786	\$ 157,417	\$ 1,136,041	\$ 1,424,244

The accompanying notes are an integral part of these financial statements.

Maverick Energy Group, Ltd.
Notes to Financial Statements
(Unaudited)

1. Basis of Presentation

The accompanying unaudited financial statements of Maverick Energy Group, Ltd. (“the company”) do not include all information and footnotes necessary for a fair presentation of financial position, results of operations and cash flows in conformity with accounting principles generally accepted in the United States of America for complete financial statements. In the opinion of management, all adjustments (consisting of normal recurring adjustments and accruals) considered necessary for a fair presentation of the results of operations for the period presented have been included.

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from these estimates.

On March 30, 2006, the Pinnacle Group Unlimited, Inc. (“PGPU”) purchased certain assets and assumed certain liabilities of Maverick Energy Group, Inc. (“Maverick”) in exchange for 95,000,000 shares of its treasury stock. Maverick's management team assumed management of PGPU as part of the transaction. Effective October 3, 2006, PGPU changed its name to Maverick Energy Group, Ltd.

2. Other receivables

Other receivables include amounts due the Company from entities for which it is the operator totaling \$245,711 and \$194,617 as of December 31, 2007 and 2006, respectively.

3. Unproved land

Unproved land represents approximately 3,000 net acres under lease in West Virginia with in excess of fifty drilling sites. The leases are for five years with expirations beginning October 2010.

Maverick Energy Group, Ltd.
Notes to Financial Statements
(Unaudited)

4. Notes receivable

Notes receivable consists of the following:

- A \$550,000 note from a company bearing interest at 6%, due on July 31, 2010. Interest is accrued but not paid until maturity.
- A \$120,000 note receivable bearing interest at 8%, with quarterly payments beginning April 1, 2008 of \$30,000 plus interest, with a final maturity of December 31, 2008.

5. Investments

Investments, which are accounted for on the equity method, consist of the following:

	December 31, 2007	December 31, 2006
11.55% interest in owner of Big Foot Field, located in Frio and Atascosa counties, Texas, for which the Company is the operator	\$ 338,384	\$ 19,493
Equity Net Profits interest in the Big Foot Field	139,639	229,429
25% interest in a drilling program	15,183	15,183
12.5% interest in a drilling program	308,527	223,117
	\$ 801,733	\$ 487,222

6. Debt

The Company's debt is comprised of the following:

	December 31, 2007	December 31, 2006
Notes payable to banks for equipments	\$ 344,873	\$ 155,428
Other notes payable	46,724	
Line of credit	400,000	
Notes payable to counter-party to derivative transactions of owner of the Big Foot Field		63,016
	\$ 791,597	\$ 218,444

Maverick Energy Group, Ltd.
Notes to Financial Statements
(Unaudited)

The note payable to the former counter-party to the derivative transactions of the owner of the Big Foot Field arose from the termination of the derivative transactions with this counter-party and entering into new derivative transactions with a new counter-party in November, 2005. Maverick, in its role as operator, received funds for the benefit of the owner of the field. As of the termination date of the contracts with the former counter-party, the counter-party was determined to be due amounts which Maverick had collected for the benefit of the owner of the Big Foot Field. The amount due from the owner of the Big Foot Field is included in other receivables. The counter-party agreed to payment of these amounts over a twelve-month period, with interest at the London Inter-Bank Overnight Rate ("LIBOR") plus 1%. As of December 31, 2006, this rate was approximately 6.315%.

The line of credit is with a national bank and bears interest at the bank prime rate, which at December 31, 2007 was 8.5%.

7. Contingencies

The Company provides for costs related to contingencies when a loss is probable and the amount is reasonably estimable.

The Company, as an operator of oil and gas properties, is subject to various federal, state, and local laws and regulations relating to discharge of materials into, and protection of, the environment. These laws and regulations may impose liability on the operator of oil and gas lease or concession for the cost of pollution clean-up resulting from operations and also may subject the lessee to liability for pollution damages.

It is not possible for the Company to reliably estimate the amount and timing, if any, related to environmental matters because of the difficulty of predicting cleanup requirements and estimating cleanup costs, the uncertainty in quantifying liability under environmental laws that impose joint and several liability on all potentially responsible parties and the continually changing nature of environmental laws and regulations and the uncertainty inherent in legal matters.

Maverick Energy Group, Ltd.
Notes to Financial Statements
(Unaudited)

8. Stock Compensation

On January 1, 2007, the Company entered into a stock incentive plan with one of its senior employees. The plan provides for the issuance of 1,050,000 shares of stock on January 1, 2007, which is restricted as to sale for one year from the date of issuance. The plan also provided warrants to this employee for 1 million shares annually on January 1 for four years beginning 2008, at exercise prices escalating from \$0.10 per share to \$0.25 per share, contingent upon the employment of the employee as of the exercise date. Any stock issued under this plan in the future will be restricted as to sale for one year.

The Company recorded expense of \$15,750 related to this plan in the six months ended June 30, 2007.

During the third quarter of 2007, the Company issued 360,000 shares to an employee and an outside party and recorded \$5,400 of expense related to this transaction.