

WYN DEVELOPMENTS INC.

**Interim Financial Statements
October 31, 2007**

Unaudited – Prepared by Management

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NOTICE TO READER

These financial statements have been prepared by management of the Company. We have compiled the interim balance sheet of Wyn Developments Inc. as at October 31, 2007 and the interim statements of loss and deficit and cash flows for the three and nine months then ended. Independent accountants have not audited, reviewed or otherwise attempted to verify the accuracy or completeness of such information. Readers are cautioned that these statements may not be appropriate for their purposes.

WYN DEVELOPMENTS INC.
Balance Sheets

	October 31, 2007	January 31, 2007
Assets		
Current		
Cash	\$ 21,100	\$ 506,581
Accounts receivable	138,193	14,713
Prepaid expenses and deposits	49,925	37,430
Deferred cost	166,444	-
	375,662	558,724
Capital Assets	16,350	16,350
Investment in and Expenditures on Resource Properties (note 3)	971,034	1,354,385
Oil and Gas Interests (note 4)	9,933,123	8,620,406
	\$ 11,296,169	\$ 10,549,865
Liabilities		
Current		
Accounts payable and accrued liabilities	\$ 118,471	\$ 13,968
Short-term loans (note 6)	170,000	-
Related party short-term loan (note 6)	100,000	-
	388,471	13,968
Stockholders' Equity		
Capital Stock (note 7)	22,106,919	20,864,009
Contributed Surplus (note 7)	1,246,931	1,246,931
Deficit	(12,446,152)	(11,575,043)
	10,907,698	10,535,897
	\$ 11,296,169	\$ 10,549,865

Going-Concern (note 2)
Contingency (note 8)
Subsequent Event (note 9)

Approved on behalf of the Board:

"David McMillan"
..... Director
David McMillan

"Robert Krause"
..... Director
Robert Krause

WYN DEVELOPMENTS INC.
Statements of Operations and Deficit

	Three Months Ended October 31,		Nine Months Ended October 31,	
	2007	2006	2007	2006
Revenues				
Gross revenue - natural gas	\$ 76,017	-	\$ 320,038	-
Cost on production	(22,322)	-	(122,901)	-
Net Revenue - Natural Gas	53,695	-	197,137	-
General and Administrative Expenses				
Professional fees	36,975	8,531	49,238	46,063
Management fees	15,000	15,000	45,000	25,000
Investor relations	11,050	79,600	56,696	210,924
Office	9,714	10,454	29,919	27,913
Travel and entertainment	7,158	3,523	28,553	27,437
Rent	5,680	5,995	17,347	12,414
Transfer agent, listing and filing fees	3,587	12,716	26,823	49,034
Communications	1,760	14,526	23,443	63,204
Banking and interest	53	596	786	1,951
Legal fees	-	14,778	16,365	37,944
Printing and reproduction	-	1,808	2,793	2,971
Interest on short-term debt	-	-	40,000	-
Consulting fees	(11,425)	4,500	31,715	25,460
Total General and Administrative Expenses	(79,552)	(172,027)	(372,678)	(530,315)
Loss Before Other Items	(25,857)	(172,027)	(175,541)	(530,315)
Other Items				
Interest income	832	3,155	3,578	18,645
Write-off of resource properties	-	-	(699,147)	-
	832	3,155	(695,569)	18,645
Net Loss for Period	\$ (25,025)	(168,872)	\$ (871,110)	(511,670)
Deficit, Beginning of Period	\$ (12,421,127)	(10,821,836)	\$ (11,575,042)	(10,479,038)
Deficit, End of Period	\$ (12,446,152)	(10,990,708)	\$ (12,446,152)	(10,990,708)
Loss Per Share	\$ (0.0003)	(0.003)	\$ (0.01)	(0.01)
Weighted Average Number of Common Shares Outstanding				
	79,560,114	64,181,652	77,127,955	61,110,928

WYN DEVELOPMENTS INC.
Statements of Cash Flows

	Three Months Ended		Nine Months Ended	
	2007	2006	2007	2006
Operating Activities				
Net loss	\$ (25,025)	(168,872)	\$ (871,110)	(511,670)
Item not involving cash				
Write-off of resource properties	-	-	699,147	-
	(25,025)	(168,872)	(171,963)	(511,670)
Changes in non-cash working capital				
Accounts receivable	(35,071)	(985)	(123,480)	3,408
Prepaid expenses and deposits	(9,172)	-	(12,495)	(26,570)
Accounts payable and accrued liabilities	104,703	(34,227)	104,503	(117,199)
Cash Used in Operating Activities	35,435	(35,212)	(203,434)	(140,361)
Investing Activities				
Deferred cost	(166,444)	-	(166,444)	-
Purchase of capital asset	-	(18,167)	-	18,167
Exploration costs deferred - oil and gas interests	-	(510,246)	(1,276,717)	(3,980,645)
Exploration costs deferred - resource properties	(65,602)	(17,041)	35,205	(84,395)
Cash Used in Investing Activities	(232,046)	(545,454)	(1,407,957)	(4,083,207)
Financing Activities				
Interest short-term loan (note 6(c))	-	-	30,000	-
Short-term loan	-	-	170,000	-
Subscriptions received	-	14,850	-	14,850
Related party short-term loan	-	-	100,000	-
Issue of shares for cash, net of issuance costs (note 7(a)(i))	-	971,175	825,910	2,768,830
Cash Provided by Financing Activities	-	986,025	1,125,910	2,783,680
Inflow (Outflow) of Cash	\$ (196,611)	236,487	\$ (485,481)	(1,951,558)
Cash, Beginning of Period	\$ 217,711	89,384	\$ 506,581	2,277,429
Cash, End of Period	\$ 21,100	325,871	\$ 21,100	325,871
Supplementary Information				
Issue of common shares for oil and gas properties	\$ -	-	\$ 36,000	-
Issue of common shares for resource properties	\$ 351,000	-	\$ 351,000	-

WYN DEVELOPMENTS INC.

Notes to Financial Statements

For the Three- and Nine-Month Periods Ended October 31, 2007 and 2006

1. NATURE OF OPERATIONS AND BASIS OF PRESENTATION

Wyn Developments Inc. (the "Company") was incorporated under the *Company Act* of British Columbia on February 1, 1984. The Company is involved with the exploration of mineral and oil and gas properties and is considered to be an exploration stage enterprise. The Company presently operates in one geographical area, namely Canada. The Company is publicly traded and is listed on the TSX Venture Exchange (the "Exchange") in Canada.

The accompanying interim financial statements have been prepared in accordance with Canadian generally accepted accounting principles ("Canadian GAAP") and include the assets, liabilities and operations of the Company. These interim financial statements do not contain all the information required by generally accepted accounting principles for annual financial statements, and therefore, should be read in conjunction with the annual financial statements of the of the Company for the year ended January 31, 2007. The accounting policies and methods of application used in the preparation of these interim unaudited financial statements are consistent with those used in the Company's most recent audited financial statements.

2. GOING-CONCERN

These financial statements have been prepared on a going-concern basis, which presumes the realization of assets and discharge of liabilities in the normal course of business for the foreseeable future.

The Company reported net losses of \$871,110 for the nine-month period ended October 31, 2007 (nine-month period ended October 31, 2006 - \$511,670) and has an accumulated deficit of \$12,446,152 at October 31, 2007 (October 31, 2006 - \$10,990,708). The Company has working capital deficit of \$12,810 at October 31, 2007 (January 31, 2007 - \$544,756).

The Company's ability to continue operations is uncertain and is dependent upon its ability to obtain necessary financing to meet the Company's liabilities and commitments as they become payable and to complete the exploration and development of resource properties and oil and gas interests, the discovery of economically recoverable reserves, confirmation of the Company's interest in the underlying mineral claims and oil and gas reserves, and the attainment of future profitable production or sufficient proceeds from the disposition thereof. The outcome of these matters cannot be predicted at this time. These financial statements do not include any adjustments to the amounts and classifications of assets and liabilities that might be necessary should the Company be unable to continue operations.

WYN DEVELOPMENTS INC.**Notes to Financial Statements****For the Three- and Nine-Month Periods Ended October 31, 2007 and 2006****3. INVESTMENT IN AND EXPENDITURES ON RESOURCE PROPERTIES**

Expenditures incurred on the Company's resource properties are as follows:

	Duffy Easter/ Ferguson	Blustry/ Rand Project	Hearne Channel	Thrust Project	Total
Balance, January 31, 2007	\$ -	\$ 38,034	\$ 696,984	\$ 619,367	\$ 1,354,385
Exploration costs					
Acquisition	-	-	-	351,000	351,000
Equipment	-	-	-	900	900
Geology and engineering	-	-	2,163	18,592	20,755
Staking	-	-	-	38,138	38,138
Other	-	-	-	10,137	10,137
Mining tax credit	-	-	-	(105,133)	(105,133)
Total additions (recovery) during period	-	-	2,163	311,470	315,797
Write-off of resource properties	-	-	(699,147)	-	(699,147)
Balance, October 31, 2007	\$ -	\$ 38,034	\$ -	\$ 930,837	\$ 971,034

During the period ended October 31, 2007, the mineral claims on the Hearne Channel expired and the Company wrote-off its investment in the property. The Company issued 900,000 common shares with a deemed value of \$351,000 per the April 25, 2005 Thrust Project option agreement.

4. OIL AND GAS INTERESTS

Expenditures incurred on the Company's oil and gas interests during the period ended October 31, 2007 and year ended January 31, 2007 are as follows:

	Bougie/ Trutch Property	Trutch East Property	Prophet River Property	Total
Balance, January 31, 2007	\$ 2,306,097	\$ 742,968	\$ 5,571,341	\$ 8,620,406
Acquisition costs	14,455	36,000	-	50,455
Exploration costs				
Drilling and supplies	666,018	-	377,443	1,043,461
General fees	10,078	-	-	10,078
Geology and engineering	8,797	-	-	8,797
Pipeline	-	83,259	-	83,259
Seismic	-	-	116,667	116,667
Total additions during the period	699,348	119,259	494,110	1,312,717
Balance, October 31, 2007	\$ 3,005,445	\$ 862,227	\$ 6,065,451	\$ 9,933,123

WYN DEVELOPMENTS INC.

Notes to Financial Statements

For the Three- and Nine-Month Periods Ended October 31, 2007 and 2006

4. OIL AND GAS INTERESTS (Continued)

The Trutch East Property

During the period ended October 31, 2007, the Company issued \$36,000 in common shares based on the average market price of the previous ten days from execution of the participation agreement in accordance with the terms of the agreement.

5. RELATED PARTY TRANSACTIONS

- (a) Included in management fees for the period ended October 31, 2007 is \$45,000 (October 31, 2006 - \$25,000) paid to a company controlled by a director/officer for management services;
- (b) Included in travel and promotion and telephone expenses for the period ended October 31, 2007 is \$21,189 (October 31, 2006 - \$Nil) for costs incurred on behalf of the Company by a director/officer of the Company; and
- (c) During the period, the Company entered into a \$100,000 loan agreement with a company controlled by a director/officer. The loan is repayable within six months from execution. The loan will bear no interest unless it remains outstanding after the maturity, at which time interest will be at a rate of 5% per annum. The Company also paid an administration fee of \$5,000 and issued 60,000 common shares valued at \$0.25 per share (note 6).

All of the above transactions and balances are in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

6. SHORT-TERM LOANS

- (a) On March 9, 2007, the Company entered into short-term loan agreements with a company controlled by a director/officer of the Company and an arm's length third party for total proceeds of \$200,000. The terms of the loan agreements are as follows:
 - (i) These loans are repayable within six months (the "maturity date");
 - (ii) Pay interest at a rate of 5% per annum on the portion of the loan amount that remains outstanding after the maturity date, such interest to be calculated from the maturity date; and
 - (iii) Pay total administration fees of \$10,000 (paid) and issue 120,000 common shares at an agreed value of \$0.25 per share (issued) upon execution of the loan agreements.
- (b) During the nine months ended October 31, 2007, the Company entered into a separate short-term loan for \$70,000.

WYN DEVELOPMENTS INC.**Notes to Financial Statements****For the Three- and Nine-Month Periods Ended October 31, 2007 and 2006****7. CAPITAL STOCK**

(a) Issued and outstanding

	Number of Shares	Amount
Balance - January 31, 2007	74,671,301	20,864,009
Issued for		
Cash - private placements, net of fees (note 7(a)(i))	4,182,000	825,910
Property - Trutch East (note 4)	92,308	36,000
Property- Thrust Project (note 3)	900,000	351,000
Debt - short-term loan agreements (note 6(c))	120,000	30,000
Balance - October 31, 2007	79,965,609	\$ 22,106,919

- (i) On June 25, 2007, the Company closed a private placement for gross proceeds of \$871,400 by issuing 700,000 units at \$0.25 per unit and 3,482,000 units at \$0.20 per unit. Each unit consists of one common share and one common share purchase warrant with an expiry date of two years from closing date with an exercise price of \$0.35 per share. The Company paid \$45,490 in finder's fees related to this private placement.
- (ii) During the nine months ended October 31, 2007, the Company issued 92,308 common shares with an agreed value of \$36,000 to Tenaka pursuant to the November 20, 2006 Trutch East Participation Agreement (note 4).
- (iii) During the nine months ended October 31, 2007, the Company issued 120,000 common shares with an agreed value of \$30,000 to a company controlled by a director/officer of the Company and an arms length third party pursuant to the March 9, 2007 loan agreements.
- (iv) During the nine months ended October 31, 2007, the Company issued 900,000 common shares with an agreed value of \$351,000 pursuant to the April 25, 2005 Thrust Project option agreement.

(b) Stock options

	October 31, 2007	
	Number of Shares	Weighted Average Exercise Price
Options outstanding and exercisable, beginning of period	5,050,000	\$ 0.42
Granted	-	\$ 0.00
Vested	50,000	\$ 0.39
Cancelled/expired	(3,600,000)	\$ 0.41
Exercised	-	\$ 0.00
Options outstanding and exercisable, end of period	1,500,000	\$ 0.39

WYN DEVELOPMENTS INC.**Notes to Financial Statements****For the Three- and Nine-Month Periods Ended October 31, 2007 and 2006****7. CAPITAL STOCK (Continued)**

(b) Stock options (Continued)

As at October 31, 2007, the following share purchase options were outstanding:

Expiry Date	October 31, 2007	
	Exercise Price	Number of Shares
March 30, 2008	\$ 0.39	350,000
June 21, 2008	\$ 0.39	1,150,000
		1,500,000

(c) Share purchase warrants

A summary of the status of share purchase warrants and changes during the period ended October 31, 2007, is presented below:

	October 31, 2007	
	Number of Shares	Weighted Average Exercise Price
Warrants outstanding and exercisable, beginning of year	13,429,729	\$ 0.45
Granted	4,182,000	\$ 0.35
Expired	0	\$ 0.00
Warrants outstanding and exercisable, end of year	17,611,729	\$ 0.42

As at October 31, 2007, the following share purchase warrants were outstanding:

Expiry Date	October 31, 2007	
	Exercise Price Per Share	Number of Shares
May 25, 2008	\$ 0.50	528,000
May 25, 2008	\$ 0.50	1,957,158
August 28, 2008	\$ 0.45	2,748,571
November 29, 2008	\$ 0.45	7,695,000
November 29, 2008	\$ 0.50	501,000
April 26, 2009	\$ 0.35	700,000
June 25, 2009	\$ 0.35	3,482,000
		17,611,729

WYN DEVELOPMENTS INC.

Notes to Financial Statements

For the Three- and Nine-Month Periods Ended October 31, 2007 and 2006

7. CAPITAL STOCK (Continued)

(c) Share purchase warrants (Continued)

During the period ended October 31, 2007, the Company extended the expiry date of warrants issued in connection with three prior private placements; the changes are reflected in the table. The exercise price of these warrants remains unchanged.

(d) Escrow shares

At October 31, 2007, the Company had a nil balance of shares in escrow.

8. CONTINGENCY

Commencing in March 2005, the Company received letters from the operators of the Bougie Trutch Oil and Gas property requesting additional funding in the amount of \$137,326 for payment of expenditures. In 2007, the Company requested an external audit of the Bougie Trutch Oil and Gas property from the operators. One week prior to the commencement of the audit the operators requested payment of these expenditures. It is the Company's position that the operators' request is without merit. The Company believes it has not received sufficient documentation from the operators to justify payment of the expenditures. The Company believes the operators should not be incurring these expenditures on the premise that the well has been abandoned by the operators for a significant period of time.

9. SUBSEQUENT EVENT

On December 21, 2007, the Company announced updates to the amalgamation of Canada Gas Corp. Recent efforts have concentrated on financing the Company to meet near term commitments, which include both drilling and acquisition. Focus Energy Trust has now drilled the first well of the 2007/2008 winter season, the a-38-A/94-G-15 Triassic Halfway development well at Bougie Trutch. The well is now undergoing testing and completion and upon success, will be tied into production prior to the end of the 2007/2008 winter drill season (Q1 2008).

The Company and Flying A Petroleum Ltd. announce that they have each entered into bridge loan agreements with a third party investor for the total loan sum of \$200,000, subject to regulatory approval where required. Pursuant to the Company's bridge loan agreement, the lender agreed to lend a total of \$92,000. The Company has agreed to issue the lender 92,000 of its common shares as a bonus at a deemed price of \$0.10 per share, issuable upon receipt of regulatory acceptance of the bridge loan agreement. The loans are repayable upon the earlier of the completion of an equity financing by Canada Gas Corp. or April 30, 2008. The bridge loans bear interest at 12% per annum.

Discussions are ongoing amongst the Partners of the Canada Gas Corp. amalgamation. The Partners will now finalize the share exchange ratios and seek conditional Toronto Venture Exchange acceptance of the transaction. The shareholder information circulars outlining the entire transaction with prospectus level disclosure will be distributed as soon as possible thereafter, ahead of shareholder meetings to be scheduled at least 25 days from mailing. After the meetings, the Partners will require court and final Exchange approval prior to the Company being called to trade.