
DOMESTIC VENTURES CORPORATION
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED
SEPTEMBER 30, 2007 AND 2006



MANNING ELLIOTT
CHARTERED ACCOUNTANTS

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AUDITORS' REPORT

To the Shareholders of
Dome Ventures Corporation

We have audited the consolidated balance sheets of Dome Ventures Corporation as at September 30, 2007 and 2006 and the consolidated statements of income and deficit and cash flows for the years then ended. These consolidated financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these consolidated financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the Company as at September 30, 2007 and 2006, and the results of its operations and its cash flows for the years then ended in accordance with Canadian generally accepted accounting principles.

Manning Elliott LLP

Chartered Accountants

Vancouver, British Columbia

January 14, 2008

DOME VENTURES CORPORATION
CONSOLIDATED BALANCE SHEETS
AS AT SEPTEMBER 30, 2007 AND 2006

(Expressed in US Dollars)

	2007 \$	2006 \$
ASSETS		
Current Assets		
Cash	4,876,813	3,946,645
Prepaid expense and other assets (Note 6)	9,513	5,582
	<u>4,886,326</u>	<u>3,952,227</u>
Deferred Exploration Costs (Note 4)	1,092,271	34,863
Restricted Cash (Note 8)	–	1,408,465
	<u>5,978,597</u>	<u>5,395,555</u>
LIABILITIES		
Current Liabilities		
Accounts payable and accrued liabilities	126,822	88,285
Amounts owing - sale of subsidiary (Note 8)	–	68,042
	<u>126,822</u>	<u>156,327</u>
SHAREHOLDERS' EQUITY		
Share Capital (Note 5)	15,845	15,645
Contributed Surplus (Note 5)	10,699,046	10,556,611
Deficit	(4,863,116)	(5,333,028)
	<u>5,851,775</u>	<u>5,239,228</u>
	<u>5,978,597</u>	<u>5,395,555</u>

Approved on behalf of the Board:

/s/ "William A. Rand"

William A. Rand

Director

/s/ "Brian D. Edgar"

Brian D. Edgar

Director

The accompanying notes are an integral part of the consolidated financial statements.

DOM VENTURES CORPORATION**CONSOLIDATED STATEMENT OF INCOME AND DEFICIT****FOR THE YEARS ENDED SEPTEMBER 30, 2007 AND 2006**(Expressed in US Dollars)

	2007 \$	2006 \$
Expenses		
Exploration	104,080	510,061
Regulatory fees	34,727	37,355
Management fees	70,657	64,800
Office and miscellaneous	36,141	31,924
Professional fees	108,284	176,387
Rent	32,400	32,400
Travel and entertainment	4,921	49,218
Wages and benefits (Note 5(b))	327,547	118,644
Less:		
Interest income	(185,961)	(192,946)
Foreign exchange gain	(554,114)	(232,751)
Net Income (Loss) from Continuing Operations	21,318	(595,092)
Gain (Loss) on Sale of Subsidiary (Note 8)	448,594	(12,980)
Net Income (Loss) for the Year	469,912	(608,072)
Deficit - Beginning of Year	(5,333,028)	(4,724,956)
Deficit - End of Year	(4,863,116)	(5,333,028)
Earnings (Loss) Per Share - Basic		
Continuing operations	0.002	(0.060)
Gain (loss) on sale of subsidiary	0.044	(0.001)
Earnings (Loss) Per Share	0.046	(0.061)
Earnings Per Share - Diluted (Note 7)		
Continuing operations	0.001	-
Gain on sale of subsidiary	0.027	-
Earnings Per Share	0.028	-
Weighted Average Number of Shares Outstanding - Basic	10,180,000	10,000,000
Weighted Average Number of Shares Outstanding - Diluted (Note 7)	16,390,000	(anti-dilutive)

The accompanying notes are an integral part of the consolidated financial statements.

DOM VENTURES CORPORATION**CONSOLIDATED STATEMENT OF CASH FLOWS****FOR THE YEARS ENDED SEPTEMBER 30, 2007 AND 2006**(Expressed in US Dollars)

	2007 \$	2006 \$
Operating Activities:		
Net income (loss) for the year	469,912	(608,072)
Items not involving cash		
Stock-based compensation expense (Note 5(b))	82,635	32,915
(Gain) loss on sale of subsidiary	(448,594)	12,980
Unrealized foreign exchange gain	(554,114)	(232,751)
Change in non-cash working capital items		
Prepaid expense and other assets	(3,931)	(2,882)
Accounts payable and accrued liabilities	38,537	21,597
Net Cash From (Used In) Operating Activities	(415,555)	(776,213)
Investing Activities:		
Proceeds from settlement of sale of subsidiary	448,594	-
Restricted cash - indemnity funds released from escrow	1,408,465	-
Restricted cash - change in indemnity funds held in escrow	-	98,454
Payment of amounts owing - sale of subsidiary	(68,042)	(11,091)
Payment under indemnity provisions of sale of subsidiary agreement	-	(12,980)
Deferred exploration costs	(1,057,408)	(34,863)
Net Cash From Investing Activities	731,609	39,520
Financing Activities:		
Proceeds from issuance of common shares	60,000	-
Translation Adjustments	554,114	239,633
Increase (Decrease) in Cash and Cash Equivalents	930,168	(497,060)
Cash and Cash Equivalents, Beginning of Year	3,946,645	4,443,705
Cash and Cash Equivalents, End of Year	4,876,813	3,946,645
Cash and Cash Equivalents are comprised of:		
Cash in bank	196,895	361,066
Short-term money market instruments	4,679,918	3,585,579
	4,876,813	3,946,645

The accompanying notes are an integral part of the consolidated financial statements.

DOMESTIC VENTURES CORPORATION**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS****FOR THE YEARS ENDED SEPTEMBER 30, 2007 AND 2006**

(Expressed in US Dollars)

1. Nature of Operations

Dome Ventures Corporation (the "Company") was incorporated in Canada and domesticated to the United States in 1999. The Company's permanent establishment is in British Columbia, Canada.

The Company's principal business activities include the acquisition, exploration and development of mineral properties. The Company is in the exploration stage and has not yet determined whether any of its properties contain ore reserves that are economically recoverable.

2. Significant Accounting Policies**a) Basis of presentation**

These consolidated financial statements are denominated in US dollars and have been prepared using Canadian generally accepted accounting principles. The accounts include those of the Company and its wholly-owned British Virgin Islands subsidiaries Dome Asia Inc. and Dome International Global Inc. as well as Dome International Global Inc.'s 99.99%-owned Nigerian subsidiary Dome Minerals Nigeria Limited.

All significant inter-company transactions and balances have been eliminated on consolidation.

Effective October 1, 2006, the Company adopted new Canadian Institute of Chartered Accountants ("CICA") Handbook Sections 3855 "Financial Instruments – Recognition and Measurement", CICA 3861 "Financial Instruments – Disclosure and Presentation", CICA 3865 "Hedges", CICA 1530 "Comprehensive Income", and CICA 3251 "Equity". The new Handbook Sections establish standards governing the recognition and measurement of financial instruments, when and how hedge accounting may be applied, and the reporting and presentation of comprehensive income, which is defined as the change in equity from transactions and other events from non-owner sources.

Adoption of these new standards did not result in any changes to these consolidated financial statements.

b) Mineral claims, options and deferred exploration costs

All costs related to the acquisition, exploration and development of mineral properties are capitalized. Upon commencement of commercial production, the related accumulated costs are amortized against future income of the project using the unit of production method over estimated recoverable ore reserves. Management periodically assesses carrying values of non-producing properties and if management determines that the carrying values cannot be recovered or the carrying values are related to properties that are allowed to lapse, the unrecoverable amounts are expensed.

Management performs its assessment of carrying values by considering the following matters:

- [i] previously identified resource targets are no longer being pursued;
- [ii] exploration results are not promising and no more work is being planned in the foreseeable future; or
- [iii] remaining lease terms are insufficient to conduct necessary studies or exploration work.

DOMEST VENTURES CORPORATION**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS****FOR THE YEARS ENDED SEPTEMBER 30, 2007 AND 2006**

(Expressed in US Dollars)

2. Significant Accounting Policies (continued)

c) Foreign currency translation

Monetary assets and liabilities denominated in a currency other than US Dollars are translated at the rate of exchange prevailing at the balance sheet date. Non-monetary assets and liabilities, income and expenses denominated in a currency other than US Dollars are translated at rates prevailing at the time of the transactions, which is approximated as the average rate for the year. Foreign exchange gains and losses on translation are reflected on the statement of income as incurred.

d) Cash and cash equivalents

Cash and cash equivalents include cash, money market investments and other highly liquid investments with original maturities of three months or less.

e) Income taxes

The Company uses the liability method for recording income taxes. Accordingly, estimated income taxes payable for the current year are recorded as current income taxes and future income taxes are recorded when there are temporary differences in the recognition of items for accounting and tax purposes and when it appears likely that tax losses carried forward will be realized in the future.

f) Stock-based compensation

The Company has a Stock Option Plan, which is described in Note 5(b), and accounts for all stock-based payments using the fair value method. Under the fair value method, stock-based payments are measured at the fair value of the equity instruments issued, with the resulting compensation expense recognized over the vesting period of the options granted and a corresponding increase to contributed surplus.

The fair value of stock-based payments to non-employees is re-measured during the vesting period as the options are earned, and any change therein is recognized over the period and in the same manner as if the Company had paid cash instead of paying with or using equity instruments.

g) Earnings per share ("EPS")

Basic EPS is calculated by dividing the net income available to common shareholders by the weighted average number of common shares outstanding during the year. Diluted EPS is calculated using the treasury stock method, which considers the impact of stock options and other potentially dilutive instruments on the Basic EPS calculation, as described in Note 7.

h) Use of estimates

The preparation of the financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions based on currently available information. Such estimates and assumptions may affect the reported assets and liabilities and the reported revenue and expenses for the period. Actual results could differ from the estimates and assumptions used. Significant areas involving the use of estimates include the assessment of the recoverability of deferred exploration costs and the calculation of stock-based compensation expense.

DOM VENTURES CORPORATION**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS****FOR THE YEARS ENDED SEPTEMBER 30, 2007 AND 2006**

(Expressed in US Dollars)

3. Financial Instruments

The Company's financial instruments include cash and accounts payable. It is management's opinion that the Company is not exposed to significant interest or credit risk arising from these financial instruments. The fair values of these financial instruments approximate their carrying values due to their relative short-term nature.

While the Company's net assets are mainly denominated in Canadian dollars, a significant number of the Company's transactions are incurred in US dollars. As a result these financial statements are expressed in US dollars. The Company is accordingly exposed to a currency exchange rate risk since cash of \$4,870,977 (CAD\$4,831,839), and accounts payable of \$64,514 (CAD\$64,013) are denominated in Canadian dollars.

4. Deferred Exploration Costs

During the year, the Company spent \$1,057,408 on mineral exploration activity in Gabon, West Africa. The activity relates to license acquisition, equipment acquisition, administrative set-up costs and geological, geochemical and geophysical investigation. In September 2006, the Company was granted 1 license in Gabon in connection with this activity. The license is effective until September 2008. As at September 30, 2007, total expenses incurred in Gabon of \$1,092,271 have been capitalized as deferred exploration costs in connection with the preceding.

The following table summarizes exploration costs in Gabon by type of cost:

	2007	2006
	\$	\$
Camp and housing rental	34,307	—
Field supplies, equipment and labour	329,851	6,327
Field transportation	146,691	—
Consulting fees	34,610	989
Geological, geophysical and geochemical	332,289	27,547
Maps, reports and sampling costs	62,002	—
Office and miscellaneous	11,862	—
Transportation, travel and accommodations	140,659	—
	<u>1,092,271</u>	<u>34,863</u>

DOM VENTURES CORPORATION**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS****FOR THE YEARS ENDED SEPTEMBER 30, 2007 AND 2006**(Expressed in US Dollars)

5. Share Capital

Authorized: 50,000,000 Preferred shares, convertible into common shares on a one-to-one basis, with a par value of \$0.001, of which 20,000,000 are designated series A preferred shares
100,000,000 Common shares with a par value of \$0.001 per share

	Number of Shares Issued	Share Capital \$	Contributed Surplus \$
Preferred shares issued:			
Balance September 30, 2005	5,707,672	5,708	6,683,543
Converted to common shares during the year	(146,135)	(146)	(170,953)
Balance September 30, 2006 and 2007	5,561,537	5,562	6,512,590
Common shares issued:			
Balance September 30, 2005	9,936,841	9,937	3,840,153
Issued for preferred shares during the year	146,135	146	170,953
Compensation expense of stock options granted during the year			32,915
Balance September 30, 2006	10,082,976	10,083	4,044,021
Stock options exercised during the year	200,000	200	59,800
Compensation expense of stock options granted during the year			82,635
Balance September 30, 2007	10,282,976	10,283	4,186,456
Total share capital and contributed surplus		15,845	10,699,046

(a) Warrants Outstanding

There were no warrants outstanding as at September 30, 2007 and 2006.

(b) Stock Options

Under the February 3, 2004 Stock Option Plan (the "Plan"), the Company may grant options to its directors, senior officers, employees or a company that is wholly-owned by a director, senior officer or employee, a consultant or a consultant company. Under the Plan, options granted will total no more than 10% of the issued and outstanding common shares at any time. The per-share price of each option granted will be the current market price of a common share, unless set otherwise by the Company at the time of the grant, but will not be less than the discounted market price of a common share. Options will vest as of the grant date, unless set otherwise by the Company at the time of the grant. Each option's maximum term is five years.

DOMEST VENTURES CORPORATION**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS****FOR THE YEARS ENDED SEPTEMBER 30, 2007 AND 2006**(Expressed in US Dollars)

5. Share Capital (continued)

(b) Stock Options (continued)

The continuity of options outstanding is as follows:

	Number of Options	Weighted Average Exercise Price \$	Weighted Average Remaining Life of Options
Balance September 30, 2005 and 2006	955,000	0.30	21 months
Granted during the year	320,000	0.38	36 months
Exercised	(200,000)	0.30	
Cancelled	(200,000)	0.30	
Balance September 30, 2007	875,000	0.33	26 months

Of the 955,000 options outstanding as of September 30, 2006, 200,000 were exercised and converted to shares at \$0.30 per share while a further 200,000 were cancelled. The remaining 555,000 options have fully vested as of September 30, 2007.

On April 2, 2007, 250,000 options were granted, 175,000 of which vested on the grant date while 75,000 will vest in blocks of 25,000 options for each 4-month period elapsing after the grant date.

On September 17, 2007, 70,000 options were granted, 35,000 of which vested on the grant date while the remaining 35,000 options will vest on March 1, 2008.

The weighted average fair market value of options vesting during the year is as follows and was estimated pursuant to the policy described in Note 2(f) using the Black-Scholes fair value option-pricing model and the following weighted average assumptions:

	2007	2006
Fair value	\$0.27	\$0.17
Expected volatility	111.59%	110.61%
Risk-free interest rate	4.06%	4.25%
Expected life	2.69 years	1.64 years
Dividend yield	Nil%	Nil%

The resulting compensation expense of the options vesting during the year was \$82,635 (2006 - \$32,915). This amount is included in wages and benefits expense on the statement of income and deficit.

DOMEST VENTURES CORPORATION**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS****FOR THE YEARS ENDED SEPTEMBER 30, 2007 AND 2006**

(Expressed in US Dollars)

6. Related Party Transactions/Balances

The Company paid \$120,000 (2006 - \$120,000) to Rand Edgar Investment Corp. ("REIC"), a company controlled by two of the Company's directors for management services rendered.

Included in prepaid expense and other assets is \$1,400 (2006 - \$Nil) advanced to companies controlled by two of the Company's directors, which was repaid subsequent to year end.

Included in the compensation expense described in Note 5(b) is \$49,711 (2006 - \$32,915) of stock based compensation recognized for options vesting during the year which were granted to directors and officers of the Company.

The Company measures related party transactions at the exchange amount being the amount of consideration established and agreed to.

7. Earnings Per Share

Under the treasury-stock method, to adjust basic earnings per share to diluted earnings per share, the weighted-average number of shares outstanding was increased under the assumption that all of the issued stock options were exercised as of the date of issuance and all of the convertible preferred shares were converted as of the beginning of the year. The effect of this assumption is to increase the weighted-average number of shares outstanding during the year by 6,210,000 shares.

Diluted earnings per share has not been presented for the comparative period as the result is anti-dilutive.

8. Gain on Sale of Subsidiary

Pursuant to the share purchase agreement (the "Agreement") governing the sale of a former subsidiary, the Company received \$448,594 during the year upon settlement of a dispute related to the sale. This amount has accordingly been recognized as a gain on sale of subsidiary in the current period. The loss of \$12,980 presented for comparative purposes was paid under the indemnity provisions of the Agreement.

All of the funds held in escrow and classified as restricted cash on the comparative balance sheet were released to the Company upon settlement of the dispute. In addition, the amounts owing related to the sale of the subsidiary on the comparative balance sheet were paid out.

DOMEST VENTURES CORPORATION**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS****FOR THE YEARS ENDED SEPTEMBER 30, 2007 AND 2006**

(Expressed in US Dollars)

9. Income Taxes

Through application of unrecognized tax losses, the Company has eliminated any taxes payable in the current year.

The tax effect of United States and Canadian tax losses carried forward as well as temporary differences in the recognition of items for accounting and tax purposes have been computed by applying the statutory rates applicable in each taxation jurisdiction (United States 34% (2006 - 34%) and Canada 32.15% (2006 - 34.12%)). These losses and temporary differences comprise the Company's future tax assets as follows:

	2007	2006
Future tax assets:		
United States tax losses	\$ 586,000	\$ 576,000
United States future tax assets from temporary differences	189,000	152,000
Canadian tax losses	433,000	390,000
Canadian future tax assets from temporary differences	57,000	197,000
	<u>1,265,000</u>	<u>1,315,000</u>
Valuation allowance	(1,265,000)	(1,315,000)
Net future tax assets	<u>\$ -</u>	<u>\$ -</u>

As at September 30, 2007, the Company has Canadian non-capital tax losses of approximately CAD\$1,341,000. These losses can be used to offset Canadian taxable income of future years and expire as follows:

2008	\$ 211,000
2009	174,000
2010	315,000
2014	142,000
2015	372,000
2027	127,000
	<u>\$1,341,000</u>

In addition, the Company also has United States net operating losses of approximately \$1,725,000. These losses can be used to offset United States taxable income of future years and expire as follows:

2021	\$ 961,000
2022	97,000
2023	217,000
2024	108,000
2026	311,000
2027	31,000
	<u>\$ 1,725,000</u>

10. Comparative Figures

The comparative figures for 2006 have been reclassified to ensure comparability with those of the current period. Such reclassification does not have any effect on the assets or earnings previously reported.

**DOMEST VENTURES CORPORATION
MANAGEMENT'S DISCUSSION AND ANALYSIS
OF RESULTS OF OPERATIONS AND FINANCIAL CONDITION
FOR THE YEAR ENDED SEPTEMBER 30, 2007**

(AMOUNTS IN US DOLLARS UNLESS OTHERWISE INDICATED)

The following discussion and analysis of the results of operations and financial condition ("MD&A") for Dome Ventures Corporation ("Dome" or the "Company") should be read in conjunction with the audited consolidated financial statements for the year ended September 30, 2007 and related notes thereto. The financial information in this MD&A is derived from the Company's interim consolidated financial statements prepared in accordance with Canadian generally accepted accounting principles. The effective date of this MD&A is January 18th, 2008.

FORWARD LOOKING STATEMENTS

Certain statements contained in the following Management's Discussion and Analysis and elsewhere constitute forward-looking statements. Such forward-looking statements involve a number of known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of the Company to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. Readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date the statements were made, and readers are advised to consider such forward-looking statements in light of risks set below.

BUSINESS OF THE COMPANY

Dome is a mineral exploration company currently conducting mineral exploration activities on a large exploration license in Gabon, West Africa.

OVERALL PERFORMANCE AND RESULTS OF OPERATIONS

The Company had a net income of \$646,665 from operations for the three months ended September 30, 2007 and a net income of \$12,876 from operations for the three months ended September 30, 2006. The income for the three months ended September 30, 2007 stems largely from the share purchase agreement governing the sale of a former subsidiary and the exchange appreciation of currency from Canadian to US funds.

The Company had a net income of \$469,912 from operations for the year ended September 30, 2007 and a net loss of \$608,072 from operations for the year ended September 30, 2006.

During the three months ended September 30, 2007, regulatory fees were \$960 (2006 - \$4,944) with the decrease partially due to payments made to the State of Delaware in 2006; management fees were \$18,422 (2006 - \$16,200); rent was \$8,100 (2006 - \$8,100) and wages and benefits were \$111,502 (2006 - \$92,387). The increase in wages and benefits is due to the addition of an employee and stock based compensation of \$46,017 (2006 - \$Nil).

The balance of expenses for the three months ended September 30, 2007 includes office and miscellaneous of \$4,709 (2006 - \$7,736); professional and consulting fees of \$37,250 (2006 - \$24,316); and travel and entertainment of \$4,921 (2006 - \$744).

During the year ended September 30, 2007, regulatory fees were \$34,727 (2006 - \$37,355); management fees were \$70,657 (2006 - \$64,800); rent was \$32,400 (2006 - \$32,400) and wages and benefits were \$327,547 (2006 - \$118,644). The increase in wages and benefits is due to the addition of an employee and stock based compensation of \$82,635 (2006 - \$Nil).

OVERALL PERFORMANCE AND RESULTS OF OPERATIONS (continued)

The balance of expenses for the year ended September 30, 2007, were exploration costs of \$104,080 (2006 - \$510,061), office and miscellaneous of \$36,141 (2006 - \$31,924); professional and consulting fees of \$108,284 (2006 - \$176,387); and travel and entertainment of \$4,921 (2006 - \$49,218). The decrease in these expenses, are due to the Company directly allocating expenses to exploration costs.

SUMMARY OF QUARTERLY RESULTS

	Quarter ended September 30, 2007 \$	Quarter ended June 30, 2007 \$	Quarter ended March 31, 2007 \$	Quarter ended December 31, 2006 \$
Interest income	42,834	47,451	45,832	49,844
Gain on sale of investment	448,594	-0-	-0-	-0-
Net income (loss)	646,665	233,116	(65,148)	(344,721)
Earnings (loss) per share	0.067	0.02	(0.007)	(0.034)
Earnings (loss) per share, fully diluted (anti-dilutive)	-0-	-0-	-0-	-0-
	Quarter ended September 30, 2006 \$	Quarter ended June 30, 2006 \$	Quarter ended March 31, 2006 \$	Quarter ended December 31, 2005 \$
Interest income	54,530	58,264	37,449	42,703
Gain on sale of investment	(12,980)	-0-	-0-	-0-
Net income (loss)	12,876	(243,127)	(237,791)	(140,030)
Earnings (loss) per share	0.001	(0.024)	(0.024)	(0.014)
Earnings (loss) per share, fully diluted (anti-dilutive)	-0-	-0-	-0-	-0-

The consolidated financial statements of Dome have been prepared in accordance with Canadian generally accepted accounting policies.

FOREIGN CURRENCY TRANSLATION

Monetary assets and liabilities denominated in other than US currency are translated at the rate of exchange prevailing at the balance sheet date. Non-monetary assets and liabilities, revenues and expenses denominated in non-US currency are translated at rates prevailing at the time of the transactions. Foreign exchange gains and losses on translation are reflected on the statement of income as incurred. For the year ended September 30, 2007 the currency appreciation between Canadian and US dollar has resulted in an increase to net income.

CRITICAL ACCOUNTING ESTIMATES

Management is responsible for applying judgment in preparing accounting estimates. Certain estimates and related disclosures included within the financial statements are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from management's current judgments. The only critical accounting estimates are the recording of stock based compensation and the determination of deferred exploration costs.

SELECTED ANNUAL INFORMATION

	Fiscal Year Ended September 30		
	2005	(Audited) 2006	2007
	\$	\$	\$
Interest income	48,761	192,946	185,961
Gain on sale of subsidiary	4,389,065	(12,980)	448,594
Net income (loss)	3,799,582	(608,072)	469,912
Income (loss) per share	0.382	(0.061)	0.046
Income (loss) per share – fully diluted	0.240	-0-	-0-
Total assets	5,953,324	5,395,555	5,978,597
Total liabilities	138,939	156,327	126,822

Dome sold SISU on June 8, 2005. SISU had been acquired by Dome in April of 2003. The Company's only other activity for the third and fourth quarter of 2005 and for the year of 2006 was evaluating potential investments and/or acquisitions.

RELATED PARTY TRANSACTIONS

The Company paid \$120,000 (2006 - \$120,000) to Rand Edgar Investment Corp. ("REIC"), a company controlled by two of the Company's directors for management services rendered.

Included in the compensation expense described in Note 5 (b) of the Financial Statements is \$49,711 (2006 - \$32,915) of stock based compensation recognized for options vesting during the year which were granted to directors and officers of the Company.

LIQUIDITY AND CAPITAL RESOURCES

The Company's primary source of liquidity is cash and highly liquid investments. Investments include short-term, high quality commercial paper (i.e., debt instruments). As of September 30, 2007 the Company had working capital of \$4,759,504 compared to \$2,905,047 as at June 30, 2007 and \$3,795,900 as at September 30th, 2006.

At the present stage of exploration activities, the Company has sufficient capital resources to carry out all of its planned activities for its next fiscal year.

OUTSTANDING SHARE CAPITAL

Dome's authorized share capital consists of 100,000,000 shares of common stock with a stated par value of \$0.001 per share and 50,000,000 shares of Preferred Stock, with a par value of \$0.001 per share, of which 20,000,000 shares are designated as Series A Preferred shares. The Series A Preferred shares are convertible into common stock on a one-for-one basis.

The following is the stated capital and paid-in capital:

	Issued and Outstanding Shares	Stated Value	Paid-in Capital	Total Recorded Value
Common Stock	10,282,976	\$10,283	\$4,186,456	\$4,196,739
Preferred Stock	5,561,537	\$5,562	\$6,512,590	\$6,518,152

There were no warrants or convertible securities (other than the above Preferred shares) outstanding as of January 18th, 2008.

During the year ended September 30, 2007, a former officer of the Company exercised 200,000 stock options for proceeds of \$60,000. As at January 18th, 2008, the Company had outstanding stock options to purchase a total of 875,000 shares. These stock options are comprised of options to purchase 555,000 shares that are exercisable at \$0.30 per share (expiring July 11, 2008) and options to purchase 320,000 shares that are exercisable at \$0.38 per share (expiring April 1, 2010). All options are subject to the terms of the Company's stock option plan. For further details see year-end financial statements note 5 (b).

During the year ended September 30, 2007 the amount of \$82,635 (2006 - \$32,915) of stock-based compensation was recognized for options granted to consultants, directors and officers that vested during the year.

CONTRACTUAL OBLIGATIONS AND COMMITMENTS

The Company has no long term obligations or commitments.

OFF-BALANCE SHEET ARRANGEMENTS

None.

MANAGEMENT'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING

The Company has reviewed its internal controls over financial reporting and believes that its system of internal controls over financial reporting as defined under MI 52-109 is sufficiently designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with the Company's GAAP. However, certain weaknesses exist in the Company's systems of internal control over financial reporting. These weaknesses arise primarily from the limited number of personnel employed in the accounting and financial reporting area, a situation that is common in many smaller companies. As a consequence of this situation: a) it is not feasible to achieve the complete segregation of duties; and b) the Company does not have full "in house" expertise in complex areas of financial accounting, and taxation.

MANAGEMENT'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING (continued)

The Company's management, including the Certifying Officers, does not expect that its internal controls and procedures will prevent all error and all fraud. However, the Company believes that the weaknesses identified in its systems of internal control are mitigated by the thorough review of the Company's financial statements by senior management, the audit committee of the board of directors, and by consulting with external experts. In addition, senior management is active in the Company's day-to-day operations and in monitoring the Company's financial reporting. Regardless, these mitigating factors cannot completely eliminate the possibility that a material misstatement will occur as a result of the weaknesses identified in the Company's internal controls over financial reporting. A cost effective system of internal controls over financial reporting, no matter how well conceived or operated, can provide only reasonable, not absolute, assurance that the objectives of the internal controls over financial reporting are achieved

DISCLOSURE CONTROLS AND PROCEDURES

The Company maintains disclosure controls and procedures designed to ensure that information in its financial reports is recorded, processed, summarized and reported within the time periods specified by applicable provincial securities legislation and that such information is accumulated and communicated to management, including the Chief Executive Officer and Chief Financial Officer, as appropriate, to allow timely decisions regarding required disclosures.

The Chief Executive Officer and the Chief Financial Officer, together with management, have evaluated the effectiveness of the Company's disclosure controls and procedures. Based on this evaluation, the Chief Executive Officer and Chief Financial Officer concluded that the design and operation of these disclosure controls and procedures is sufficient to provide reasonable assurance regarding the reliability of the financial reporting and the preparation of financial statements in accordance with Canadian Generally Accepted Accounting Principals.

SUBSEQUENT EVENTS

As reported by news release dated December 7, 2007 Mr. Brian Edgar and Mr. William A. Rand purchased 3,461,538 Series "A" Preferred Shares of the Company owned by the Circle-T Group of Funds. As a result of this share sale, the Circle-T representative on the Company's board, Mr. Friedman, resigned from the board on January 15, 2008.

ADDITIONAL INFORMATION

a) Exploration:

Nigeria: As a result of the failure of the Government of Nigeria to honour commitments made to the Company, exploration licenses duly applied for were not granted and the Company has terminated operations in Nigeria.

Gabon: Exploration work continues on the Company's 12,800 sq.km Mitzi exploration license located in Gabon, West Africa. An extensive program of stream sediment and soil sampling has been carried out and approx. 5,200 samples have been delivered to Acme Analytical Laboratories Ltd. in Vancouver, B.C., Canada in 3 batches. Acme has experienced a considerable increase in demand and the receipt of results has been delayed. Acme has advised that the first batch of 1,992 samples will be processed soon.

During the quarter ended September 30, 2007, the Company spent \$381,025 on mineral exploration activity and property investigation in Gabon and other countries. For the year ended September 30, 2007, the Company has spent a total of \$1,161,488 on mineral exploration activity and property investigation in Gabon and other countries.

ADDITIONAL INFORMATION (continued)

a) Exploration (continued)

For the three months ended September 30, 2007, the amounts related to activity in Gabon of \$355,667 have been capitalized as deferred exploration costs. The activity in Gabon relates to license acquisition, equipment acquisition, administrative set-up costs and geological, geophysical and geochemical investigation.

For the year ended September 30, 2007, the amounts related to activity in Gabon of \$1,057,408 have been capitalized as deferred exploration costs for total costs of \$1,092,271. The activity in Gabon relates to license acquisition, equipment acquisition, administrative set-up costs and geological, geophysical and geochemical investigation. The amounts related to activity in Nigeria and other countries of \$104,080 have been charged directly to operations and expensed.

By type of cost	Balance at Sept. 30, 2006	Balance at Dec. 31, 2006	Balance at March 31, 2007	Balance at June 30, 2007	Balance at Sept. 30, 2007
	\$	\$	\$	\$	\$
Camp and housing rental	-0-	5,154	9,548	26,004	34,307
Field supplies, equipment and labour	6,327	29,554	126,196	201,890	329,851
Field transportation	-0-	6,714	6,714	102,289	146,691
Consulting fees	989	10,650	21,461	27,917	34,610
Geological, Geophysical & Geochemical	27,547	67,368	171,308	217,338	332,289
Maps, reports and sampling costs	-0-	-0-	5,583	57,057	62,002
Office and miscellaneous	-0-	284	1,793	11,862	11,862
Transportation, travel & accommodations	-0-	30,699	69,475	92,247	140,659
Total	34,863	150,423	412,078	736,604	1,092,271

b) NBTY Inc. Litigation:

Pursuant to the share purchase agreement (the "Agreement") governing the sale of a former subsidiary, the Company received \$448,594 during the year upon settlement of a dispute related to the sale. This amount has accordingly been recognized as a gain on sale of subsidiary in the current period. The loss of \$12,980 presented for comparative purposes was paid under the indemnity provisions of the Agreement.

All of the funds held in escrow and classified as restricted cash on the comparative balance sheet were released to the Company upon settlement of the dispute. In addition, the amounts owing related to the sale of the subsidiary on the comparative balance sheet were paid out.

DIRECTORS AND OFFICERS

Directors: Brian D. Edgar
 William A. Rand
 Robert F. Chase

Officers: Brian D. Edgar - President and Chief Executive Officer
 Par Sibia - Chief Financial Officer
 Karin Lutz - Corporate Secretary

Additional Company information is available on SEDAR at www.sedar.com.

On Behalf of the Board of Directors:

"Brian D. Edgar"
 President and Director