

Storm Cat Energy CORP  
Form 10-Q  
August 11, 2008  
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**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

**FORM 10-Q**

- x** **QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934**

**For the quarterly period ended June 30, 2008**

**or**

- o** **TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934**

**For the transition period from to**

**Commission file number: 001-32628**

## STORM CAT ENERGY CORPORATION

(Exact name of registrant as specified in its charter)

**British Columbia**  
(State or other jurisdiction  
of incorporation or organization)

**06-1762942**  
(I.R.S. Employer  
Identification No.)

**1125 17th Street, Suite 2310**  
**Denver, Colorado**  
(Address of principal executive offices)

**80202**  
(Zip Code)

(registrant's telephone number, including area code): **(303) 991-5070**

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.  Yes  No

Indicate by check mark whether the registrant is a large accelerated filer, or an accelerated filer, or a non-accelerated filer, or a smaller reporting company. See the definitions of large accelerated filer, accelerated filer and smaller reporting company in Rule 12b-2 of the Exchange Act.

Large accelerated filer       Accelerated filer       Non-accelerated filer   
(Do not check if smaller reporting company)      Smaller reporting company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).  Yes  No

As of August 8, 2008, there were 81,278,549 common shares outstanding.



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**PART I FINANCIAL INFORMATION**

**Item 1. Financial Statements**

**STORM CAT ENERGY CORPORATION**

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(stated in thousands of U.S. dollars, except share amounts)

	June 30, 2008 (Unaudited)	December 31, 2007 (Audited)
<b>ASSETS</b>		
<b>CURRENT ASSETS:</b>		
Cash and cash equivalents	\$ 2,068	\$ 1,133
Accounts receivable:		
Joint interest billing	3,053	1,701
Revenue receivable	3,792	2,444
Fair value of derivative instruments		1,760
Prepaid costs and other current assets	2,224	2,941
Total current assets	11,137	9,979
<b>PROPERTY AND EQUIPMENT (full cost method), at cost:</b>		
Oil and gas properties:		
Unproved properties	57,043	51,438
Proved properties	100,283	78,096
Less accumulated depreciation, depletion, and amortization	(17,038)	(12,228)
Oil and gas properties, net	140,288	117,306
Other property	1,149	1,180
Less accumulated depreciation	(926)	(778)
Total other property, net	223	402
Total property and equipment, net	140,511	117,708
<b>OTHER NON-CURRENT ASSETS:</b>		
Restricted cash	168	685
Debt issuance costs, net of accumulated amortization of \$2,686 and \$1,988, respectively	2,963	3,435
Accounts receivable long-term		759
Total other non-current assets	3,131	4,879
Total assets	\$ 154,779	\$ 132,566
<b>LIABILITIES AND SHAREHOLDERS EQUITY</b>		
<b>CURRENT LIABILITIES:</b>		
Accounts payable	\$ 10,588	\$ 5,825
Revenue payable	3,191	1,678
Accrued and other liabilities	8,090	4,131
Interest payable		12
Share-based payments liability	609	394
Fair value of derivative instruments	11,708	
Bank Debt	64,625	
Total current liabilities	98,811	12,040
<b>NON-CURRENT LIABILITIES:</b>		
Bank Debt		43,056
Ad valorem taxes payable	852	
Asset retirement obligation	1,844	1,713
Fair value of derivative instruments	2,839	183
Convertible notes payable	50,195	50,195
Total non-current liabilities	55,730	95,147
Total liabilities	154,541	107,187

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Commitments and Contingencies (Notes 2 and 11)

### SHAREHOLDERS' EQUITY:

Common shares, without par value, unlimited authorized, issued and outstanding: 81,278,549 at June 30, 2008 and 81,087,320 at December 31, 2007	69,834	69,834
Additional paid-in capital	6,028	5,640
Accumulated other comprehensive income (loss)	(9,709)	7,483
Accumulated deficit	(65,915)	(57,578)
Total shareholders' equity	238	25,379
Total liabilities and shareholders' equity		