

PetroHunter Energy Corp  
Form 10-Q  
August 23, 2010

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UNITED STATES SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

Form 10-Q

(Mark One)

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

For the quarterly period ended June 30, 2010

Or

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: 000-51152

PETROHUNTER ENERGY CORPORATION  
(Exact name of registrant as specified in its charter)

Maryland  
(State or other jurisdiction of  
incorporation or organization)

98-0431245  
(I.R.S. Employer  
Identification No.)

1600 Stout Street  
Suite 450, Denver, Colorado  
(Address of principal executive  
offices)

80202  
(Zip Code)

Registrant's telephone number, including area code:  
(303) 572-8900

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 has submitted electronically and posted on its corporate website, if any, every interactive data file required to be submitted and posted pursuant to Rule 405 of Regulation S-T during the

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preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes  No  (not required)

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

Large accelerated filer

Accelerated filer

Non-accelerated filer

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 20, 2010 the registrant had 439,078,759 shares of common stock outstanding.

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### FORWARD-LOOKING STATEMENTS

Certain statements contained in this Quarterly Report constitute “forward-looking statements”. These statements, identified by words such as “plan”, “anticipate”, “believe”, “estimate”, “should”, “expect” and similar expressions include expectations and objectives regarding our future financial position, operating results and business strategy. These statements reflect the current views of management with respect to future events and are subject to risks, uncertainties and other factors that may cause our actual results, performance or achievements, or industry results, to be materially different from those described in the forward-looking statements. Such risks and uncertainties include those set forth under the caption “Management’s Discussion and Analysis of Financial Condition and Results of Operations” and elsewhere in this Quarterly Report. We do not intend to update the forward-looking information to reflect actual results or changes in the factors affecting such forward-looking information. We advise you to carefully review the reports and documents we file from time to time with the Securities and Exchange Commission (the “SEC”).

### CURRENCIES

All amounts expressed herein are in U.S. dollars unless otherwise indicated.

PETROHUNTER ENERGY CORPORATION

FORM 10-Q

FOR THE THREE MONTH AND NINE MONTH PERIODS ENDED  
JUNE 30, 2010

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PETROHUNTER ENERGY CORPORATION  
CONDENSED CONSOLIDATED BALANCE SHEETS

June 30,  
2010  
(unaudited)

September 30,  
2009

(\$ in thousands)

ASSETS

Current Assets

Cash and cash equivalents	\$ 34	\$ 235
Marketable securities, available for sale	1,191	455
Restricted marketable securities	1,730	2,925
Prepaid expenses and other assets	242	222
<b>TOTAL CURRENT ASSETS</b>	<b>3,197</b>	<b>3,837</b>

Property and Equipment, at cost

Oil and gas properties under full cost method, net	—	1,427
Furniture and equipment, net	77	122
	77	1,549

Other Assets

Restricted cash	131	101
Deposits and other assets	25	50
<b>TOTAL ASSETS</b>	<b>\$ 3,430</b>	<b>\$ 5,537</b>

LIABILITIES AND STOCKHOLDERS' DEFICIT

Current Liabilities

Accounts payable and accrued expenses	\$ 3,037	\$ 4,104
Convertible notes payable	718	6,956
Notes payable — related party — short term	2,902	43,479
Notes payable — short term	81	81
Accrued interest payable	98	457
Accrued interest and fees payable — related parties	386	5,409
Other accrued liabilities	7,273	7,273
Asset retirement obligation	1,070	1,012
<b>TOTAL CURRENT LIABILITIES</b>	<b>15,565</b>	<b>68,771</b>

Long-Term Liabilities

Convertible notes payable	6,238	—
Notes payable — related party	40,756	—
Accrued interest and fees payable related party	1,968	—
Accrued interest payable	161	—
Other long-term liabilities	17	29
<b>TOTAL LIABILITIES</b>	<b>64,705</b>	<b>68,800</b>

Stockholders' Deficit

Preferred stock, \$0.001 par value; authorized 100,000,000 shares; none issued	—	—
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Common stock, \$0.001 par value; authorized 1,000,000,000 shares; and 439,078,759 and 380,468,544 shares issued and outstanding respectively	439	380
Additional paid-in-capital	223,226	215,576
Other comprehensive income	430	—
Accumulated deficit	(285,370 )	(279,219 )
<b>TOTAL STOCKHOLDERS' DEFICIT</b>	<b>(61,275 )</b>	<b>(63,263 )</b>
<b>TOTAL LIABILITIES AND STOCKHOLDERS' DEFICIT</b>	<b>\$ 3,430</b>	<b>\$ 5,537</b>

See accompanying notes to these unaudited condensed consolidated financial statements.

PETROHUNTER ENERGY CORPORATION  
 CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS  
 (unaudited)

	Three Months Ended June 30, 2010	Three Months Ended June 30, 2009
	(\$ in thousands except per share and share data)	
Revenue		
Oil and gas revenue	\$ —	\$ 8
Total Revenue	—	8
Costs and Expenses		
Lease operating expenses	—	2
General and administrative	631	607
Depreciation, depletion, amortization and accretion	18	63
Impairment of oil and gas properties	—	352
Total Operating Expenses		