

BILOXI MARSH LANDS CORPORATION

Statements of Assets, Liabilities, and Stockholders' Equity

March 31, 2010 and 2009

Assets	2010	2009
Current assets:		
Cash and cash equivalents	\$ 5,978,027	5,199,316
Accounts receivable	115,837	162,889
Federal income taxes receivable	187,277	148,496
State income taxes receivable	67,483	36,308
Prepaid expenses	21,193	18,835
Accrued interest receivable	65,852	59,703
Other assets	3,830	7,985
Total current assets	<u>6,439,499</u>	<u>5,633,532</u>
Investment in Partnership	2,820,301	1,348,192
Marketable debt and equity securities - at cost	8,567,118	5,773,464
Land - at cost	234,939	234,939
Levees and office furniture and equipment	253,904	188,352
Accumulated Depreciation	<u>(253,904)</u>	<u>(188,352)</u>
	<u>11,622,358</u>	<u>7,356,595</u>
Total assets	<u>\$ 18,061,857</u>	<u>12,990,127</u>
Liabilities and Stockholders' Equity		
Current liabilities:		
Accrued expenses	\$ 14,415	81,602
Other current liabilities	<u>2,880</u>	<u>2,520</u>
Total current liabilities	<u>17,295</u>	<u>84,122</u>
Stockholders' equity:		
Common stock, par value \$.001 - 20,000,000 shares authorized, 2,851,196 shares issued, outstanding 2,741,428 shares in 2010 and 2,741,428 in 2009	47,520	47,520
Retained earnings	18,180,107	13,041,550
Less cost of treasury stock - 109,768 and 109,768 shares in 2010 and 2009, respectively	<u>(183,065)</u>	<u>(183,065)</u>
Total liabilities and stockholders' equity	<u>\$ 18,061,857</u>	<u>12,990,127</u>

BILOXI MARSH LANDS CORPORATION
 Statements of Revenues and Expenses and Retained Earnings
 March 31, 2010 and 2009

	<u>2010</u>	<u>2009</u>
Revenues:		
Oil and Gas		
Royalties	\$ 333,329	\$ 416,413
Severance Taxes	(20,429)	(32,128)
	<u>312,900</u>	<u>384,285</u>
Total oil and gas revenues		
Other:		
Partnership income (loss)	(2,617)	409,571
Dividends and interest	78,053	65,210
Gain on sale of securities	57,350	136,056
	<u>132,786</u>	<u>610,837</u>
Total other revenues		
Total revenues	<u>445,686</u>	<u>995,122</u>
Expenses		
Total expenses	<u>253,549</u>	<u>309,582</u>
Net income before provision for income taxes	<u>192,137</u>	<u>685,540</u>
Income taxes		
Provision for income taxes	<u>57,641</u>	<u>191,260</u>
Net income	134,496	494,280
Net income per share	<u>\$ 0.05</u>	<u>\$ 0.18</u>