10:52 AM 09/28/06 Cash Basis

## Avvanta Communications Corporation Profit & Loss YTD Comparison June 2006

Total Income 56,693.37 351,633.  Cost of Goods Sold 0.00 1,514.  Total COGS 0.00 1,514.  Total COGS 0.00 1,514.  Gross Profit 56,693.37 350,119.  Expense 7.01 2,379.  Bank Service Charges 132.96 651.  Credit Card Processing Charges 1,353.11 8,002.  Equipment Lease 5,163.82 29,300.  Insurance 5,129.88 10,157.  Interest Expense 406.76 1,518.  Miscellaneous 19,99 320.  Network Equipment -77.69 4,511.  Office Supplies 0.00 153.  Payroll Expenses 14,949.74 91,067.  Postage and Delivery 525.25 2,323.  Printing and Reproduction 0.00 489.  Professional Fees 0.00 10,461.  Repairs 0.00 10,461.  Repairs 0.00 7,420.  Software 0.00 6,657.  Taxes 0.00 6,657.  Taxes 0.00 6,657.  Telephone 30,616.31 208,304.  Total Expense 61,307.39 398,781.		Jun 06	Jan - Jun 06
Income	Ordinary Income/Expense		
Cost of Goods Sold	Income	<u>56,</u> 693. <u>37</u>	351,633.74
Cost of Goods Sold         0.00         1,514.           Total COGS         0.00         1,514.           Gross Profit         56,693.37         350,119.           Expense         7.01         2,379.           Advertising         7.01         2,379.           Bank Service Charges         132.96         651.           Credit Card Processing Charges         1,353.11         8,002.           Equipment Lease         5,163.82         29,300.           Insurance         5,129.88         10,157.           Interest Expense         406.76         1,518.           Miscellaneous         19.99         -320.           Network Equipment         -77.69         4,511.           Office Supplies         0.00         153.           Payroll Expenses         14,949.74         91,067.           Postage and Delivery         525.25         2,323.           Printing and Reproduction         0.00         489.           Professional Fees         0.00         10,461.           Rent         3,080.25         15,595.           Repairs         0.00         7,420.           Software         0.00         6,657.           Telephone         30,616.31 </td <td>Total Income</td> <td>56,693.37</td> <td>351,633.74</td>	Total Income	56,693.37	351,633.74
Section		0.00	1,514.36
Expense	Total COGS		1,514.36
Advertising Bank Service Charges Credit Card Processing Charges Equipment Lease Insurance Insurance Interest Expense Miscellaneous Network Equipment Office Supplies Payroll Expenses Printing and Reproduction Professional Fees Rent Repalrs Software Telephone Total Expense  Net Ordinary Income  132.96 651. 2,379. 132.96 651. 8,002 1,353.11 8,002 2,9300 1,051 8,002 1,513 8,002 1,514 8,002 1,514 8,002 1,514 8,002 1,514 8,002 1,515 8,000 1,517 1,517 1,067 1,518 1,067 1,518 1,067 1	Gross Profit	56,693.37	350,119.38
Printing and Reproduction  Professional Fees  Rent  Repairs  Software  Taxes  Telephone  Total Expense  Net Ordinary Income  0.00  10,461  3,080.25  15,595  10,00  7,420  0.00  107  107  108  0.00  6,657  109  30,616.31  208,304  109  4,614.02  48,662	Advertising Bank Service Charges Credit Card Processing Charges Equipment Lease Insurance Interest Expense Miscellaneous Network Equipment Office Supplies Payroll Expenses Postage and Delivery	132.96 1,353.11 5,163.82 5,129.88 406.76 19.99 -77.69 0.00 14,949.74 525.25	2,379.82 651.74 8,002.96 29,300.64 10,157.76 1,518.05 -320.71 4,511.29 153.14 91,067.02 2,323.07 489.09
Net Ordinary Income	Professional Fees Rent Repairs Software Taxes Telephone	0.00 3,080.25 0.00 0.00 0.00 30,616.31	10,461,22 15,595,84 7,420,94 107,72 6,657,63 208,304,29 398,781,41
-4.614.02 -48.662	Net Ordinary Income	-4,614.02	-48,662.03
Net Income	Net Income	-4,614.02	-48,662.03

## **Avvanta Communications Corporation** Balance Sheet As of June 30, 2006

	Jun 30, 06
ASSETS	
Current Assets Checking/Savings	
Checking - US Bank	245.34
Checking - US Bank #2	<u>29.73</u>
Total Checking/Savings	275.07
Other Current Assets Employee Advances	50.00
Undeposited Funds	442.65
Total Other Current Assets	492.65
Total Current Assets	767.72
Fixed Assets Fixed Assets	91,328.07
Total Fixed Assets	91,328.07
Other Assets	
Lease Deposit	3,997.83
Loans to Stockholders	128,154.55
Total Other Assets	<u>132,152.38</u>
TOTAL ASSETS	224,248.17
LIABILITIES & EQUITY	
Liabilities Current Liabilities	
Accounts Payable	
Accounts Payable	-1,066. <del>5</del> 0
Total Accounts Payable	-1,066.50
Credit Cards	44 220 22
American Express Business Capital One	11,339.33 1,041.36
Office Depot	2,576.15
US Bank VIsa	<u>7,</u> 315.48
Total Credit Cards	22,272.32
Other Current Liabilities	347.00
Federal Income Tax Payable Payroll Liabilities	5,125.82
US Bank - Cashflow Manager	27,458.27
Total Other Current Liabilities	32,931.09
Total Current Liablilties	54,136.91
Long Term Liabilities Loan Payable-HP Capital	14,526.82
Loan Payable-Lyon Financial #1	16,013.22
Loan Payable-Lyon Financial #2	16,013.22
Loan Payable-Lyon Financial #3	21,078.40 3,553.50
Loan Payable-Wells Fargo Financ	71,185.16
Total Long Term Liabilities	<del></del>
Total Liabilities	125,322.07
Equity Common Stock	1,500.00
Paid in Capital	107.78
Retained Earnings	145,980.35 -48,662.03
Net Income Total Equity	98,926.10
TOTAL LIABILITIES & EQUITY	224,248.17
	<del></del>