

Exhibit A

Company Balance Sheet

PAY TEL COMMUNICATIONS, INC.
"UNAUDITED" INCOME STATEMENT
DECEMBER 31, 2008

Net revenues	\$ 21,216,567
Cost of revenues	<u>(15,386,411)</u>
Gross profit	5,830,156
Selling, general and administrative expenses	<u>(5,668,241)</u>
Earnings from operations	<u>161,915</u>
Other incomes (expenses)	
Net interest income	56,801
Net loss on sale of equipment	(13,442)
Amortization of deferred charges	<u>(10,000)</u>
Net other income (expenses)	<u>33,359</u>
Net earnings	195,274
Retained earnings at beginning of year	4,935,990
Stockholder's distributions	<u>(600,183)</u>
Retained earnings at end of year	<u>\$ 4,335,807</u>

PAY TEL COMMUNICATIONS, INC.
"UNAUDITED" BALANCE SHEET
DECEMBER 31, 2008

Assets

Current assets:

Cash	\$1,221,750
Net Accounts Receivable	799,262
Prepaid expenses and other receivables	669,321
Total current assets	<u>2,690,394</u>

Property and equipment:

Telephones and related equipment	8,703,028
Office furniture, equipment and software	3,499,561
Vehicles	518,777
Leasehold improvements	1,119,403
Total property and equipment	<u>13,840,769</u>

Less accumulated depreciation and amortization	<u>(8,751,421)</u>
Net property and equipment	5,089,348

Other assets:

Notes receivable from related parties	1,037,398
Net deferred contract costs	441,160
Settlement reserve deposits	347,484
Other intangible assets	262,433
Cash surrender value of stockholder's life insurance	
Deposits and other noncurrent assets	4,868
Net deferred charges	-
Total other assets	<u>2,093,343</u>

Total Assets	<u>\$9,873,085</u>
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Liabilities and Stockholder's Equity

Current liabilities:

Accounts payable	2,266,672
Accrued expenses and other liabilities	3,051,832
Total current liabilities	<u>5,318,504</u>

Notes payable	-
Total liabilities	<u>5,318,504</u>

Stockholder's equity:

Common stock: 100,000 shares authorized: 10,000 shares issued and outstanding	22,500
Retained earnings	4,532,081
Total stockholder's equity	<u>4,554,581</u>

Total Liabilities and Stockholder's Equity	<u>\$9,873,085</u>
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