

Phonetec PCS, LLC

Balance Sheet

May 31, 2003

(UNAUDITED - See Accountant's Compilation Letter)

ASSETS		LIABILITIES	
Current Assets		Current Liabilities	
Cash	\$25,000	Accounts payable	\$0
Accounts receivable	0	Short-term notes	
(less doubtful accounts)	0	Current portion of long-term notes	
Inventory	0	Interest payable	
Receivable from subsidiary	0	Taxes payable	
Prepaid expenses	0	Accrued payroll	
	<u>0</u>		<u>0</u>
Total Current Assets	\$25,000	Total Current Liabilities	\$0
 Fixed Assets		 Long-term Liabilities	
Organization costs	\$0	Mortgage	\$0
Land	0	Other long-term liabilities	0
Buildings	0	Total Long-term Liabilities	\$0
(less accumulated depreciation)	0		
Equipment, furniture & fixtures	0		
(less accumulated depreciation)	0		
	<u>0</u>		
Total Net Fixed Assets	\$0		
 TOTAL ASSETS		 Member's Equity	
	\$25,000	Member contributions	\$25,000
		Retained earnings	0
		Total Shareholders' Equity	\$25,000
		TOTAL LIABILITIES & EQUITY	\$25,000