

BROADVOX, INC. & SUBSIDIARIES  
CONSOLIDATED BALANCE SHEETS  
DECEMBER 31, 2007 AND 2006

ASSETS

	2007	2006
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 4,479,831	\$ 4,873,141
Accounts receivable - net	1,589,105	1,552,560
Notes receivable	-	85,550
Employee advances	-	2,722
Prepaid expenses	164,134	31,455
	6,233,070	6,545,428
 <b>PROPERTY AND EQUIPMENT - AT COST</b>		
Equipment	4,541,784	1,795,700
Furniture and fixtures	102,484	47,648
Leasehold improvements	156,034	156,034
Construction in progress	29,000	135,222
	4,829,302	2,134,604
Less: Accumulated depreciation and amortization	(1,347,447)	(906,926)
	3,481,855	1,227,678
 <b>OTHER ASSETS</b>		
Deposits and other assets	138,369	148,963
Due from related parties	659,634	258,152
	798,003	407,115
	\$ 10,512,928	\$ 8,180,221

## LIABILITIES

	2007	2006
<b>CURRENT LIABILITIES</b>		
Current portion of capital lease obligations	\$ 751,064	\$ -
Accounts payable	3,135,281	2,658,030
Accrued liabilities	855,205	512,198
Distributions payable	144,877	115,737
Customer deposits	206,097	198,397
	5,092,524	3,484,362
 <b>CAPITAL LEASE OBLIGATIONS, NET OF CURRENT PORTION</b>	 1,359,087	 -
	6,451,611	3,484,362
 <b>COMMITMENTS AND CONTINGENCIES</b>	 -	 -
<b>SHAREHOLDERS' EQUITY</b>		
<b>COMMON STOCK</b>		
\$1 Stated value		
Authorized - 3,000 shares		
Issued and outstanding - 1,197 and 1,182 shares, respectively	1,197	1,182
 <b>ADDITIONAL PAID-IN CAPITAL</b>	 4,076,985	 4,000,000
 <b>RETAINED EARNINGS (DEFICIT)</b>	 (16,865)	 694,677
	4,061,317	4,695,859
	\$ 10,512,928	\$ 8,180,221

The accompanying notes are an integral part of these financial statements.