

**CYBERPLEX INC.
CONSOLIDATED BALANCE SHEETS**

	as at December 31, 2004	as at December 31, 2003
	<u>(unaudited)</u>	<u>(unaudited)</u>
ASSETS		
Current Assets:		
Cash and cash equivalents	\$ 2,025,289	\$ 1,211,794
Short-term investments	3,174,937	1,866,136
Accounts receivable, net of allowance for doubtful accounts of \$210,996 (December 31, 2003 - \$208,935)	2,128,001	1,804,460
Prepaid expenses and sundry assets	291,933	294,300
	<u>7,620,160</u>	<u>5,176,690</u>
Capital assets	1,684,526	1,987,040
Goodwill	449,136	-
TOTAL ASSETS	<u>\$ 9,753,822</u>	<u>\$ 7,163,730</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current Liabilities:		
Accounts payable and accrued liabilities	\$ 1,304,115	\$ 1,618,975
Deferred lease inducements	10,482	58,733
Unearned revenue	11,157	180,743
	<u>1,325,754</u>	<u>1,858,451</u>
Future income taxes	162,019	162,019
Other long-term liabilities	1,413,042	1,118,136
	<u>1,575,061</u>	<u>1,280,155</u>
SHAREHOLDERS' EQUITY		
Capital stock	70,559,064	68,843,158
Deficit	(63,706,057)	(64,818,034)
	<u>6,853,007</u>	<u>4,025,124</u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	<u>\$ 9,753,822</u>	<u>\$ 7,163,730</u>

CYBERPLEX INC.
CONSOLIDATED STATEMENTS OF OPERATIONS AND DEFICIT

	<u>Three Month Period Ended</u>		<u>Twelve Month Period Ended</u>	
	<u>December 31, 2004</u> <u>(unaudited)</u>	<u>December 31, 2003</u> <u>(unaudited)</u>	<u>December 31, 2004</u> <u>(unaudited)</u>	<u>December 31, 2003</u> <u>(unaudited)</u>
Revenue	\$ 2,297,699	\$ 2,167,865	\$ 9,011,369	\$ 7,801,265
Cost of sales	<u>1,093,285</u>	<u>814,523</u>	<u>4,165,476</u>	<u>3,396,223</u>
Gross profit	1,204,414	1,353,342	4,845,893	4,405,042
Sales and marketing expenses	174,915	124,592	650,789	673,757
General and administrative expenses	<u>667,587</u>	<u>467,176</u>	<u>2,631,882</u>	<u>2,276,294</u>
	<u>842,502</u>	<u>591,768</u>	<u>3,282,671</u>	<u>2,950,051</u>
Income before the undernoted	361,912	761,574	1,563,222	1,454,991
Amortization	(92,571)	(107,267)	(365,526)	(413,544)
Write-down of short-term investment	-	-	-	(9,772)
Interest income	36,307	21,591	83,181	92,390
Interest on long-term debt	<u>-</u>	<u>1,201</u>	<u>-</u>	<u>(6,904)</u>
Income before income taxes	305,648	677,099	1,280,877	1,117,161
Provision for income tax	-	-	-	-
Net income	<u>\$ 305,648</u>	<u>\$ 677,099</u>	<u>\$ 1,280,877</u>	<u>\$ 1,117,161</u>
Deficit - beginning of the period	(64,011,705)	(65,495,133)	(64,818,034)	(65,935,195)
Adjustment for stock-based compensation	<u>-</u>	<u>-</u>	<u>(168,900)</u>	<u>-</u>
Deficit - end of period	<u>\$ (63,706,057)</u>	<u>\$ (64,818,034)</u>	<u>\$ (63,706,057)</u>	<u>\$ (64,818,034)</u>
Weighted average number of common shares - basic	32,208,027	29,684,951	31,035,644	29,673,280
Weighted average number of common shares - diluted	33,223,254	30,254,877	32,162,122	30,243,206
Basic earnings per share	\$ 0.01	\$ 0.02	\$ 0.04	\$ 0.04
Diluted earnings per share	\$ 0.01	\$ 0.02	\$ 0.04	\$ 0.04