



**CYBERPLEX INC.
CONSOLIDATED BALANCE SHEETS**

	<u>as at December 31, 2005 (unaudited)</u>	<u>as at December 31, 2004 (unaudited)</u>
ASSETS		
Current Assets:		
Cash and cash equivalents	\$ 449,786	\$ 2,025,289
Short-term investments	4,834,644	3,174,937
Accounts receivable, net of allowance for doubtful accounts of \$92,575 (December 31, 2004 - \$210,996)	1,461,381	2,128,001
Prepaid expenses and sundry assets	<u>160,587</u>	<u>291,933</u>
	6,906,398	7,620,160
Capital assets	1,478,489	1,684,526
Goodwill	-	449,136
TOTAL ASSETS	<u>\$ 8,384,887</u>	<u>\$ 9,753,822</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current Liabilities:		
Accounts payable and accrued liabilities	\$ 1,249,241	\$ 1,313,548
Deferred lease inducements	-	10,482
Unearned revenue	<u>8,967</u>	<u>11,157</u>
	1,258,208	1,335,187
Future income taxes	39,000	162,019
Other long-term liabilities	<u>1,292,798</u>	<u>1,413,042</u>
	1,331,798	1,575,061
SHAREHOLDERS' EQUITY		
Capital stock	70,334,560	70,286,139
Contributed surplus	307,067	272,925
Deficit	<u>(64,846,746)</u>	<u>(63,715,490)</u>
	5,794,881	6,843,574
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	<u>\$ 8,384,887</u>	<u>\$ 9,753,822</u>





**CYBERPLEX INC.
CONSOLIDATED STATEMENTS OF OPERATIONS AND DEFICIT**

	Three Month Period Ended		Twelve Month Period Ended	
	December 31, 2005 (unaudited)	December 31, 2004 (unaudited)	December 31, 2005 (unaudited)	December 31, 2004 (unaudited)
Revenue	\$ 1,388,719	\$ 2,382,215	\$ 7,241,945	\$ 9,372,198
Cost of sales	811,586	1,177,801	4,002,367	4,526,305
Gross profit	577,133	1,204,414	3,239,578	4,845,893
Sales and marketing expenses	158,868	150,734	736,089	554,067
General and administrative expenses	1,065,017	691,768	3,131,616	2,728,604
Amortization of capital assets	95,100	92,571	309,219	365,526
	1,318,985	935,073	4,176,924	3,648,197
Income (loss) before the undernoted	(741,852)	269,341	(937,346)	1,197,696
Goodwill impairment	449,136	-	449,136	-
Income (loss) from operations	(1,190,988)	269,341	(1,386,482)	1,197,696
Interest income	45,039	36,307	132,207	83,181
Income(loss) before income taxes	(1,145,949)	305,648	(1,254,275)	1,280,877
Income Taxes (recovery)				
Current	-	9,433	-	9,433
Future	(123,019)	-	(123,019)	-
Net income (loss)	\$ (1,022,930)	\$ 296,215	\$ (1,131,256)	\$ 1,271,444
Deficit - beginning of the period	(63,823,816)	(64,011,705)	(63,715,490)	(64,818,034)
Adjustment for stock based compensation	-	-	-	(168,900)
Deficit - end of period	\$ (64,846,746)	\$ (63,715,490)	\$ (64,846,746)	\$ (63,715,490)
Weighted average number of common shares - basic	32,436,249	32,208,027	32,361,023	31,035,644
Weighted average number of common shares - diluted	32,436,249	33,223,254	32,361,023	32,162,122
Basic earnings (loss) per share	\$ (0.03)	\$ 0.01	\$ (0.03)	\$ 0.04
Diluted earnings (loss) per share	\$ (0.03)	\$ 0.01	\$ (0.03)	\$ 0.04

