



**CYBERPLEX INC.
CONSOLIDATED BALANCE SHEETS**

	as at December 31, 2006 <u>(unaudited)</u>	as at December 31, 2005 <u>(unaudited)</u>
ASSETS		
Current Assets:		
Cash, cash equivalents, and short term investments	\$ 3,435,405	\$ 5,284,430
Accounts receivable, net of allowance for doubtful accounts of \$272,665 (December 31, 2005 - \$92,575)	1,340,884	1,461,381
Prepaid expenses and sundry assets	500,254	160,587
	5,276,543	6,906,398
Capital assets	841,271	1,478,489
Intangible assets	490,469	-
Goodwill	3,851,507	-
TOTAL ASSETS	\$ 10,459,790	\$ 8,384,887
 LIABILITIES AND SHAREHOLDERS' EQUITY		
Current Liabilities:		
Accounts payable and accrued liabilities	\$ 1,717,339	\$ 1,249,241
Short term note payable	143,566	
Unearned revenue	36,742	8,967
Future income taxes	137,347	-
Deferred lease inducements	45,383	-
	2,080,377	1,258,208
Future income taxes	39,842	39,000
Deferred lease inducements	198,484	-
Other long-term liabilities	-	1,292,798
	238,326	1,331,798
SHAREHOLDERS' EQUITY	8,141,087	5,794,881
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$ 10,459,790	\$ 8,384,887





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

	Three Month Period Ended		Twelve Month Period Ended	
	December 31, 2006 (unaudited)	December 31, 2005 (unaudited)	December 31, 2006 (unaudited)	December 31, 2005 (unaudited)
Revenue	\$ 1,582,086	\$ 1,388,719	\$ 5,333,221	\$ 7,241,945
Cost of sales	941,725	811,586	2,879,533	4,002,367
Gross profit	640,361	577,133	2,453,688	3,239,578
Sales and marketing expenses	279,287	158,868	875,362	736,089
General and administrative expenses	524,126	1,065,018	2,041,180	3,131,616
	803,413	1,223,886	2,916,542	3,867,705
Loss before interest, amortizations and other items	(163,053)	(646,753)	(462,854)	(628,127)
Interest income	(71,303)	(45,056)	(244,498)	(136,047)
Interest expense	3,425	17	4,300	3,840
Amortization of capital assets	853,636	95,100	1,054,613	309,219
Amortization of intangible assets	59,277	-	109,637	-
Goodwill impairment	-	449,136	-	449,136
	(1,008,088)	(1,145,950)	(1,386,906)	(1,254,275)
Income Taxes (recovery)				
Current	(20,618)	-	(20,618)	-
Future	(76,775)	(123,019)	(76,775)	(123,019)
Net loss	\$ (910,695)	\$ (1,022,931)	\$ (1,289,513)	\$ (1,131,256)
Deficit - beginning of the period	(228,335)	(63,823,816)	(64,846,746)	(63,715,490)
Deficit reduction	-	-	64,997,231	
Deficit - end of period	\$ (1,139,029)	\$ (64,846,746)	\$ (1,139,029)	\$ (64,846,746)
Weighted average number of common shares - basic	41,816,260	32,436,249	37,183,511	32,361,023
Weighted average number of common shares - diluted	41,816,260	32,436,249	37,183,511	32,361,023
Basic earnings (loss) per share	\$ (0.02)	\$ (0.03)	\$ (0.03)	\$ (0.03)
Diluted earnings (loss) per share	\$ (0.02)	\$ (0.03)	\$ (0.03)	\$ (0.03)

