



**CYBERPLEX INC.
CONSOLIDATED BALANCE SHEET**

	as at September 30, 2007	as at December 31, 2006
	<u>(unaudited)</u>	<u>(unaudited)</u>
ASSETS		
Current Assets:		
Cash and cash equivalents	\$ 755,427	\$ 610,337
Short-term investments	513,278	2,825,068
Accounts receivable, net of allowance for doubtful accounts of \$429,000 (December 31, 2006 \$272,665)	3,443,815	1,340,884
Prepaid expenses and sundry assets	328,798	500,254
	<u>5,041,318</u>	<u>5,276,543</u>
Capital assets	1,011,372	841,271
Goodwill	5,641,321	3,851,507
Intangible assets	303,346	490,469
TOTAL ASSETS	<u><u>\$ 11,997,356</u></u>	<u><u>\$ 10,459,790</u></u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current Liabilities:		
Accounts payable and accrued liabilities	\$ 3,204,360	\$ 1,717,341
Deferred lease inducement	6,452	45,383
Note payable	98,392	143,566
Obligation under capital lease	9,439	-
Future income taxes	71,418	137,347
Unearned revenue	72,055	36,742
	<u>3,462,116</u>	<u>2,080,379</u>
Future income taxes	-	39,842
Deferred Lease inducements	282,943	198,484
	<u>282,943</u>	<u>238,326</u>
SHAREHOLDERS' EQUITY		
Capital stock	9,387,667	8,918,941
Contributed surplus	596,643	361,174
Accumulated other comprehensive income	43,445	-
Deficit	(1,775,457)	(1,139,029)
	<u>8,252,298</u>	<u>8,141,087</u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	<u><u>\$ 11,997,356</u></u>	<u><u>\$ 10,459,790</u></u>





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

	Three Month Period Ended		Nine Month Period Ended	
	September 30, 2007 (unaudited)	September 30, 2006 (unaudited)	September 30, 2007 (unaudited)	September 30, 2006 (unaudited)
Revenue	\$ 4,715,515	\$ 1,240,947	\$ 12,189,994	\$ 3,751,135
Cost of sales	<u>2,771,737</u>	<u>608,960</u>	<u>7,302,318</u>	<u>1,937,808</u>
Gross Profit	1,943,778	631,987	4,887,676	1,813,327
Expenses				
Sales and marketing expenses	1,090,959	230,908	2,567,757	596,075
General and administrative expenses	<u>998,131</u>	<u>515,484</u>	<u>2,621,992</u>	<u>1,517,055</u>
	<u>2,089,090</u>	<u>746,392</u>	<u>5,189,750</u>	<u>2,113,130</u>
Loss before the undernoted	(145,312)	(114,405)	(302,074)	(299,803)
Amortization of capital assets	72,151	68,153	188,426	200,977
Amortization of Intangible assets	<u>107,220</u>	<u>40,360</u>	<u>302,442</u>	<u>50,360</u>
Loss from operations	(324,683)	(222,918)	(792,942)	(551,140)
Interest income	8,850	76,341	50,743	172,320
Loss before income taxes	(315,833)	(146,577)	(742,199)	(378,820)
Income tax recovery				
Current	-	-	-	-
Future	35,257	-	105,771	-
Net income (loss)	<u>\$ (280,576)</u>	<u>\$ (146,577)</u>	<u>\$ (636,428)</u>	<u>\$ (378,820)</u>
Other comprehensive Income (loss)				
Unrealized gain on marketable securities	(2,969)	-	(753)	-
Total comprehensive income	<u>(283,546)</u>	<u>(146,577)</u>	<u>(637,182)</u>	<u>(378,820)</u>
Deficit - beginning of the period	(1,494,881)	(65,078,989)	(1,139,029)	(64,846,746)
Reduction in stated capital		64,997,231		64,997,231
Deficit - end of period	<u>\$ (1,778,427)</u>	<u>\$ (228,335)</u>	<u>\$ (1,776,211)</u>	<u>\$ (228,335)</u>
Weighted average number of common shares - basic	42,717,839	32,648,219	42,297,860	32,542,820
Weighted average number of common shares - diluted	42,717,839	32,648,219	42,297,860	32,542,820
Basic earnings (loss) per share	\$ (0.01)	\$ (0.00)	\$ (0.02)	\$ (0.01)
Diluted earnings (loss) per share	\$ (0.01)	\$ (0.00)	\$ (0.02)	\$ (0.01)

