

**Signature Devices, Inc.**  
**Unaudited Financial Statement**  
**1<sup>ST</sup> Quarter 2009**  
**January 1<sup>st</sup> – March 31<sup>st</sup> 2009**

# Profit and Loss

	<u>Jan - Mar 09</u>
Ordinary Income/Expense	
Income	
Other Regular Income	
Royalties	3,850.00
Video Game Sales	<u>652.98</u>
Total Other Regular Income	<u>4,502.98</u>
Total Income	4,502.98
Cost of Goods Sold	
Cost of Goods Sold	
Video Game COGS	<u>29,959.59</u>
Total Cost of Goods Sold	<u>29,959.59</u>
Total COGS	<u>29,959.59</u>
Gross Profit	-25,456.61
Expense	
Factoring Fees	2,250.00
Stock Transfer Agent Expense	2,890.00
Advertising	12,520.00
Office Expense	292.68
Storage & warehousing	980.30
Marketing	43,764.48
Consulting	9,300.00
Communication Expenses	
Telephone	<u>861.01</u>
Total Communication Expenses	861.01
Computer Expense	
Expensed H/W & S/W	<u>108.23</u>
Total Computer Expense	108.23
Accounting	220.70
Automobile Expense	544.68
Bank Service Charges	504.77
Dues and Subscriptions	29.99
Filing Fees	325.00
Insurance	
Disability Insurance	667.00
Liability Insurance	<u>1,866.90</u>
Total Insurance	2,533.90
Interest Expense	

Late Fees	75.00
Finance Charge	5,062.39
<b>Total Interest Expense</b>	<b>5,137.39</b>
<b>Internet</b>	<b>7,000.63</b>
<b>Memberships</b>	
Other Memberships	475.92
Memberships - Other	100.00
<b>Total Memberships</b>	<b>575.92</b>
<b>Mileage</b>	<b>94.44</b>
<b>Miscellaneous</b>	<b>250.00</b>
<b>Moving Expense</b>	<b>583.26</b>
<b>Office Supplies</b>	<b>1,047.55</b>
<b>Outside Services</b>	<b>3,960.55</b>
<b>Parking Expense</b>	<b>29.00</b>
<b>Personnel Costs</b>	
Salaries & Wages	21,972.18
Payroll Taxes	15,951.00
<b>Other Fringe Benefits</b>	
Dental	1,337.19
HSA - Employer Contributions	1,715.68
Medical	7,059.20
<b>Total Other Fringe Benefits</b>	<b>10,112.07</b>
<b>Total Personnel Costs</b>	<b>48,035.25</b>
<b>Postage and Delivery</b>	<b>2,109.80</b>
<b>Printing and Reproduction</b>	<b>6,899.29</b>
<b>Professional Fees</b>	
Legal Fees	7,500.00
Public Relations	-63.79
<b>Total Professional Fees</b>	<b>7,436.21</b>
<b>Rent</b>	<b>13,455.00</b>
<b>Repairs</b>	
Computer Repairs	178.61
<b>Total Repairs</b>	<b>178.61</b>
<b>Research &amp; Development</b>	
Video Game Development	17,095.84
<b>Total Research &amp; Development</b>	<b>17,095.84</b>
<b>Travel &amp; Ent</b>	
Lodging	1,562.97
Meals	530.34
Travel	935.93
<b>Total Travel &amp; Ent</b>	<b>3,029.24</b>

<b>Total Expense</b>	<u>194,043.72</u>
<b>Net Ordinary Income</b>	-219,500.33
<b>Other Income/Expense</b>	
<b>Other Expense</b>	
<b>Corporate Income/Franchise Tax</b>	<u>800.00</u>
<b>Total Other Expense</b>	<u>800.00</u>
<b>Net Other Income</b>	<u>-800.00</u>
<b>Net Income</b>	<u><u>-220,300.33</u></u>

# Balance Sheet

	<u>Mar 31, 09</u>
<b>ASSETS</b>	
<b>Current Assets</b>	
Checking/Savings	
Total Checking/Savings	10,775.54
Accounts Receivable	
Accounts Receivable	<u>20,742.32</u>
Total Accounts Receivable	20,742.32
Other Current Assets	
Investments	177,029.84
Rent Deposit	21,775.00
Inventory Asset	<u>72,066.06</u>
Total Other Current Assets	<u>270,870.90</u>
<b>Total Current Assets</b>	302,388.76
<b>Fixed Assets</b>	
Computer Equipment	
Accumulated Depreciation	-25,405.33
Cost	2,633.33
Computer Equipment - Other	<u>57,333.81</u>
Total Computer Equipment	34,561.81
Furniture and Equipment	
Accumulated Depreciation	-2,051.93
Furniture and Equipment - Other	<u>27,124.77</u>
Total Furniture and Equipment	25,072.84
Purchased Computer Software	
Accumulated Depreciation	-3,815.83
Purchased Computer Software - Other	<u>4,616.61</u>
Total Purchased Computer Software	<u>800.78</u>
<b>Total Fixed Assets</b>	60,435.43
<b>Other Assets</b>	
Software Technology	
Cost	15,285.54
Software Technology - Other	<u>-15,000.00</u>
Total Software Technology	<u>285.54</u>
<b>Total Other Assets</b>	<u>285.54</u>
<b>TOTAL ASSETS</b>	<u><u>363,109.73</u></u>

**LIABILITIES & EQUITY**

**Liabilities**

**Current Liabilities**

**Accounts Payable**

Accounts Payable

34,779.21

**Total Accounts Payable**

34,779.21

**Credit Cards**

**Total Credit Cards**

125,882.30

**Other Current Liabilities**

Payroll Liabilities

759.76

Accrued Expenses

31,745.72

**Total Other Current Liabilities**

32,505.48

**Total Current Liabilities**

193,166.99

**Long Term Liabilities**

**Total Long Term Liabilities**

16,510.33

**Total Liabilities**

209,677.32

**Equity**

**Total Equity**

153,432.41

**TOTAL LIABILITIES & EQUITY**

363,109.73