

**Signature Devices, Inc.**  
**Unaudited Financial Statement**  
**Interim 3<sup>rd</sup> Quarter 2009**  
**July 1<sup>st</sup> – September 3<sup>rd</sup> 2009**

# Profit and Loss

Jul 1 - Sep 3, 09

## Ordinary Income/Expense

### Income

Miscellaneous Other 564.00

### Other Regular Income

Video Game Sales 358,262.40

Total Other Regular Income 358,262.40

Total Income 358,826.40

### Cost of Goods Sold

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Video Game COGS 110,416.68

Total Cost of Goods Sold 110,416.68

Total COGS 110,416.68

Gross Profit 248,409.72

### Expense

Order Processing 184.76

Freight Forwarding/Handling 4,253.39

Defective Allowance 67.68

Vendor Discounts 21,320.26

Factoring Fees 4,996.83

Stock Transfer Agent Expense 1,775.00

Office Expense 2,481.69

Storage & warehousing 6,372.50

Marketing 14,531.43

Consulting 3,500.00

### Communication Expenses

Telephone 536.99

Total Communication Expenses 536.99

Automobile Expense 541.00

Bank Service Charges 450.74

Dues and Subscriptions 1,271.66

Filing Fees 200.00

### Insurance

Liability Insurance 4,351.75

Total Insurance 4,351.75

### Interest Expense

Finance Charge 4,011.39

Interest Expense - Other 2,290.99

Total Interest Expense 6,302.38

Internet	5,489.85
Office Supplies	1,030.08
Outside Services	1,609.75
<b>Personnel Costs</b>	
Salaries & Wages	24,990.84
Payroll Taxes	10,631.86
<b>Other Fringe Benefits</b>	
Dental	891.46
HSA - Employer Contributions	785.00
Work Comp	416.00
Medical	7,617.26
<b>Total Other Fringe Benefits</b>	<u>9,709.72</u>
<b>Total Personnel Costs</b>	45,332.42
Postage and Delivery	4,742.99
<b>Professional Fees</b>	
Commission	9,322.78
Legal Fees	3,099.00
Professional Fees - Other	4,000.00
<b>Total Professional Fees</b>	<u>16,421.78</u>
Rent	6,316.32
<b>Research &amp; Development</b>	
Video Game Development	14,795.00
<b>Total Research &amp; Development</b>	14,795.00
<b>Taxes</b>	
Use Tax	16.00
<b>Total Taxes</b>	<u>16.00</u>
<b>Travel &amp; Ent</b>	
Lodging	1,886.73
Meals	1,352.05
Travel	2,820.77
Travel & Ent - Other	26.50
<b>Total Travel &amp; Ent</b>	<u>6,086.05</u>
<b>Total Expense</b>	<u>174,978.30</u>
<b>Net Ordinary Income</b>	73,431.42
<b>Other Income/Expense</b>	
Other Income	
Other Income	2,182.44
<b>Total Other Income</b>	<u>2,182.44</u>
<b>Other Expense</b>	

Price Protection	<u>14,263.28</u>
Total Other Expense	<u>14,263.28</u>
Net Other Income	<u>-12,080.84</u>
Net Income	<u><u>61,350.58</u></u>

# Balance Sheet

	<u>Sep 3, 09</u>
<b>ASSETS</b>	
<b>Current Assets</b>	
Checking/Savings	44,490.93
Total Checking/Savings	44,490.93
Accounts Receivable	
Accounts Receivable	444,243.37
Total Accounts Receivable	444,243.37
Other Current Assets	
Investments	343,738.82
Rent Deposit	21,775.00
Inventory Asset	83,392.13
Total Other Current Assets	448,905.95
<b>Total Current Assets</b>	937,640.25
<b>Fixed Assets</b>	
Computer Equipment	
Accumulated Depreciation	-25,405.33
Cost	4,018.27
Computer Equipment - Other	57,333.81
Total Computer Equipment	35,946.75
Furniture and Equipment	
Accumulated Depreciation	-2,051.93
Furniture and Equipment - Other	27,124.77
Total Furniture and Equipment	25,072.84
Purchased Computer Software	
Accumulated Depreciation	-3,815.83
Purchased Computer Software - Other	4,616.61
Total Purchased Computer Software	800.78
<b>Total Fixed Assets</b>	61,820.37
<b>Other Assets</b>	
Software Technology	
Cost	15,714.10
Software Technology - Other	-15,000.00
Total Software Technology	714.10
<b>Total Other Assets</b>	714.10
<b>TOTAL ASSETS</b>	<u><u>1,000,174.72</u></u>

**LIABILITIES & EQUITY****Liabilities****Current Liabilities****Accounts Payable****Accounts Payable**104,691.53**Total Accounts Payable**

104,691.53

**Credit Cards**

113,880.40

**Total Credit Cards**

113,880.40

**Other Current Liabilities****Receivable Financing**

156,513.78

**Sales tax payable**

13.85

**Payroll Liabilities**

759.76

**Accrued Expenses**31,745.72**Total Other Current Liabilities**189,033.11**Total Current Liabilities**

407,605.04

**Long Term Liabilities****Equipment. Financing**13,726.33**Total Long Term Liabilities**13,726.33**Total Liabilities**

421,331.37

**Equity****Total Equity**578,843.35**TOTAL LIABILITIES & EQUITY**1,000,174.72