

Signature Devices, Inc.

Financials  
September 30, 2009 (Q3)  
Unaudited

## Profit and Loss Q3 2009

<b>Ordinary Income/Expense</b>	
<b>Income</b>	
Miscellaneous Other	564.00
Other Regular Income	365,930.40
<b>Total Income</b>	<u>366,494.40</u>
<b>Cost of Goods Sold</b>	
Cost of Goods Sold	111,815.08
<b>Total COGS</b>	<u>111,815.08</u>
<b>Gross Profit</b>	254,679.32
<b>Expense</b>	
Automobile Expense	541.00
Bank Service Charges	686.49
Communication Expenses	620.73
Consulting	5,500.00
Defective Allowance	67.68
Dues and Subscriptions	1,371.46
Factoring Fees	8,985.64
Filing Fees	650.00
Freight Forwarding/Handling	5,068.99
Insurance	4,351.75
Interest Expense	9,074.06
Internet	5,503.92
Licenses and Permits	3,738.40
Marketing	16,322.24
Office Expense	4,633.97
Office Supplies	1,527.06
Order Processing	1,726.48
Outside Services	1,717.62
Personnel Costs	59,389.78
Postage and Delivery	6,019.80
Printing and Reproduction	1,980.00
Professional Fees	27,860.42
Rent	7,043.79
Research & Development	1,000.00
Stock Transfer Agent Expense	2,325.00
Storage & warehousing	6,697.50
Taxes	16.00
Travel & Ent	6,275.89
Vendor Discounts	21,393.34
<b>Total Expense</b>	<u>212,089.01</u>
<b>Net Ordinary Income</b>	42,590.31
<b>Other Income/Expense</b>	
<b>Other Income</b>	

Other Income	-1,662.00
<b>Total Other Income</b>	<b>-1,662.00</b>
Other Expense	
Corporate Income/Franchise Tax	49.00
Price Protection	14,263.28
<b>Total Other Expense</b>	<b>14,312.28</b>
<b>Net Other Income</b>	<b>-15,974.28</b>
<b>Net Income</b>	<b>26,616.03</b>

# Balance Sheet

## ASSETS

### Current Assets

#### Checking/Savings

Total Checking/Savings 35,790.94

#### Accounts Receivable

Accounts Receivable 472,278.99

Total Accounts Receivable 472,278.99

#### Other Current Assets

Royalty Advances 190,334.95

Employee Advances -1,000.00

Inventory Asset 90,453.73

Loans -18,694.02

Investments 363,082.84

Rent Deposit 21,775.00

Total Other Current Assets 645,952.50

Total Current Assets 1,154,022.43

### Fixed Assets

Development Hardware 7,797.91

Computer Equipment 36,290.95

Furniture and Equipment 25,072.84

Purchased Computer Software 800.78

Total Fixed Assets 69,962.48

### Other Assets

Software Technology 1,353.42

Total Other Assets 1,353.42

**TOTAL ASSETS 1,225,338.33**

## LIABILITIES & EQUITY

### Liabilities

#### Current Liabilities

##### Accounts Payable

Accounts Payable 123,934.60

Total Accounts Payable 123,934.60

##### Credit Cards

Total Credit Cards 113,027.39

##### Other Current Liabilities

Accrued Expenses 31,745.72

AR Financing 215,493.54

Payroll Liabilities 759.76

Sales tax payable 13.85

Total Other Current Liabilities 248,012.87

Total Current Liabilities 484,974.86

#### Long Term Liabilities

Equipment Financing 13,726.33

Total Long Term Liabilities 13,726.33

Total Liabilities 498,701.19

### Equity

Common Stock 903,340.97

Opening Bal Equity 167,000.00

Preferred-Add'l Paid-in Capital 427,569.53

Preferred Stock	278.47
Retained Earnings	-317,960.01
Subscriptions Receivable	-65,005.00
Treasury Stock	-350,075.00
Net Income	-38,511.82
Total Equity	<u>726,637.14</u>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b><u><u>1,225,338.33</u></u></b>

**Notes:**

**Related Party Transactions**

Investments include 4 Oil and Gas Well Project in Oklahoma 4 Gas Wells in Texas and 1 Oil/Gas Well in Louisiana.

Board Members Kenneth Hurley, Efrain Valdivia are also invested in the venture









