CityXpress Corp.

As at June 30, 2007

(Unaudited)

CONSOLIDATED BALANCE SHEETS

(Expressed in U.S. dollars)

	Actual June 30 2007 $
ASSETS	
Current	
Cash and cash equivalents	340,874
Accounts receivable - trade	723,431
Accounts receivable - other	23,073
Prepaid expenses and other	73,287
Total current assets	1,160,664
Property and equipment	146,354
Product development costs	251,410
	397,764
Intangible assets	0
Total assets	1,558,429
LIABILITIES AND STOCKHOLDERS' EQUITY	
Current	
Accounts payable - trade	820,024
Accrued liabilities - other	438,825
Cash due to client	58,959
Loan from Lee Enterprises	250,000
Deferred revenue	333,209
Total current liabilities	1,901,017
Shareholders' loans	744,317
Loan from Velo Investments	349,529
Loan - Deferred Reseller Fees	
Obligations under capital leases	131,554
Total liabilities	3,126,417
Stockholders' equity (deficit)	
Share capital	
Common stock - $0.001 par value	
Authorized shares: 100,000,000	
Issued and outstanding: 86,468,459 at June 30, 2009	86,468
Additional paid in capital	12,077,384
Other comprehensive income	19,625
Deficit	-13,372,173
Net Loss	-379,292
Total stockholders' equity (deficit)	-1,567,989
Total liabilities and stockholders' equity	1,558,429

CityXpress Corp.

For the month ending June 30, 2007
(Unaudited)

CONSOLIDATED STATEMENT OF OPERATIONS

Period ended June 30	(Expressed in U.S. dollars)
	Actual YTD June 30 2007 $
Revenue	
Event Auctions - Americas	2,147,874
Event Auctions - International	2,539,623
eMerchant - Americas	72,530
eMerchant - International	47,751
eMarketplace - Americas	288,024
eMarketplace - International	136,264
Bid and Buy Ads - Americas	0
CityXpress Bid & Buy	0
eClassified API Toolkit	59,169
Other Products	29,266
	5,320,502
Cost of sales	1,702,493
Gross profit	3,618,009
Operating expenses	
Product development and technology	739,978
Sales & Marketing - Americas	857,850
Sales & Marketing - International	1,312,758
Business Development - Americas	0
Business Development - International	0
Finance and administration	728,781
	3,639,368
EBITDA	-21,359
Other expense (income)	
Loan & general interest	153,443
Amortization of product development costs	256,711
Less: Capitalized portion of Prod. Dev Cost	-148,962
Depreciation	147,238
Gain on disposal of fixed assets	2,753
Miscellaneous income	0
Foreign exchange loss/(gain)	171,951
Total other expense	583,135
Profit (loss) before income taxes	-604,493
Corporate Income Taxes	0
Net profit (loss) for the period	-604,493