CityXpress Corp.

As at June 30, 2008
(Unaudited)

CONSOLIDATED BALANCE SHEETS

(Expressed in U.S. dollars)

	Actual June 30 2008 $
ASSETS	
Current	
Cash and cash equivalents	326,211
Accounts receivable - trade	417,448
Accounts receivable - other	5,419
Prepaid expenses and other	61,862
Total current assets	810,939
Property and equipment	242,516
Product development costs	125,778
	368,294
Intangible assets	0
Total assets	1,179,233
LIABILITIES AND STOCKHOLDERS' EQUITY	
Current	
Accounts payable - trade	572,071
Accrued liabilities - other	250,003
Cash due to client	68,417
Loan from Lee Enterprises	250,000
Deferred revenue	307,466
Total current liabilities	1,447,957
Shareholders' loans	1,228,024
Loan from Velo Investments	331,322
Loan - Deferred Reseller Fees	
Obligations under capital leases	235,027
Total liabilities	3,242,330
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	12,247,846
Other comprehensive income	19,625
Deficit	-13,976,667
Net Loss	-440,369
Total stockholders' equity (deficit)	-2,063,096
Total liabilities and stockholders' equity	1,179,234

CityXpress Corp.

For the month ending June 30, 2008
(Unaudited)

CONSOLIDATED STATEMENT OF OPERATIONS

Period ended June 30	(Expressed in U.S. dollars)
	Actual YTD June 30 2008 $
Revenue	
Event Auctions - Americas	1,733,584
Event Auctions - International	1,774,210
eMerchant - Americas	62,302
eMerchant - International	52,808
eMarketplace - Americas	344,487
eMarketplace - International	186,633
Bid and Buy Ads - Americas	0
CityXpress Bid & Buy	0
eClassified API Toolkit	16,639
Other Products	67,953
	4,238,616
Cost of sales	1,300,367
Gross profit	2,938,249
Operating expenses	
Product development and technology	787,902
Sales & Marketing - Americas	498,402
Sales & Marketing - International	734,723
Business Development - Americas	3,161
Business Development - International	237,143
Finance and administration	589,754
	2,851,086
EBITDA	87,164
Other expense (income)	
Loan & general interest	150,285
Amortization of product development costs	242,325
Less: Capitalized portion of Prod. Dev Cost	-141,123
Depreciation	142,498
Gain on disposal of fixed assets	0
Miscellaneous income	0
Foreign exchange loss/(gain)	133,548
Total other expense	527,532
Profit (loss) before income taxes	-440,369
Corporate Income Taxes	0
Net profit (loss) for the period	-440,369