
CityXpress Corp.

As at June 30, 2009

*(Unaudited)***CONSOLIDATED BALANCE SHEETS**

(Expressed in U.S. dollars)

	Actual June 30 2009 \$
ASSETS	
Current	
Cash and cash equivalents	46,807
Accounts receivable - trade	143,035
Accounts receivable - other	1,846
Prepaid expenses and other	36,063
Total current assets	227,751
Property and equipment	149,149
Product development costs	54,430
	203,579
Intangible assets	0
Total assets	431,330
LIABILITIES AND STOCKHOLDERS' EQUITY	
Current	
Accounts payable - trade	284,068
Accrued liabilities - other	142,968
Cash due to client	4,569
Loan from Lee Enterprises	0
Deferred revenue	102,741
Total current liabilities	534,345
Shareholders' loans	1,115,570
Loan from Velo Investments	285,467
Loan - Deferred Reseller Fees	192,674
Obligations under capital leases	135,160
Total liabilities	2,263,216
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	12,427,193
Other comprehensive income	19,625
Deficit	-14,629,382
Net Loss	264,211
Total stockholders' equity (deficit)	-1,831,885
Total liabilities and stockholders' equity	431,330

CityXpress Corp.
For the month ending June 30, 2009
(Unaudited)

CONSOLIDATED STATEMENT OF OPERATIONS

Period ended June 30

(Expressed in U.S. dollars)

	Actual YTD June 30 2009 \$
Revenue	
Event Auctions - Americas	1,125,751
Event Auctions - International	1,516,749
eMerchant - Americas	40,782
eMerchant - International	8,828
eMarketplace - Americas	98,510
eMarketplace - International	161,760
Bid and Buy Ads - Americas	2,812
CityXpress Bid & Buy	30,412
eClassified API Toolkit	6,069
Other Products	31,764
	<u>3,023,437</u>
Cost of sales	844,696
	<u>2,178,742</u>
Gross profit	
Operating expenses	
Product development and technology	526,522
Sales & Marketing - Americas	299,418
Sales & Marketing - International	697,944
Business Development - Americas	314,402
Business Development - International	181,531
Finance and administration	276,783
	<u>2,296,600</u>
EBITDA	-117,858
Other expense (income)	
Loan & general interest	99,440
Amortization of product development costs	137,056
Less: Capitalized portion of Prod. Dev Cost	-82,722
Depreciation	121,532
Gain on disposal of fixed assets	0
Miscellaneous income	-10,249
Foreign exchange loss/(gain)	-318,233
Total other expense	<u>-53,175</u>
Profit (loss) before income taxes	-64,683
Corporate Income Taxes	0
Net profit (loss) for the period	<u>-64,683</u>