

Ludlow & Harrison, A CPA Corporation
311 F Street, Suite 300
Chula Vista, Ca 91910
619-427-5555

Viper Networks, Inc. and Subsidiaries
Financial Statements
December 31, 2009

Ludlow & Harrison, A CPA Corporation
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Chula Vista, Ca 91910
619-427-5555

Viper Networks, Inc. and Subsidiaries.
189 E Big Beaver, Suite 201
Troy, Mi 48083-1202

We have compiled the accompanying balance sheet of Viper Networks Inc. and Subsidiaries as of December 31, 2009, and the related statements of income for the twelve months then ended, in accordance with the standards established by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Management has elected to omit substantially all financial statement disclosures. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the company's financial condition. Accordingly, these financial statements are not designed for those who are not informed about such matters.

Sincerely,

Ludlow & Harrison
a CPA Corporation
July 19, 2010

VIPER NETWORKS, INC. AND SUBSIDIARIES

Consolidated Balance Sheets

As of December 31, 2009

CURRENT ASSETS

Cash	\$	3,611
Accounts receivable, net		34,450
Other Current Assets		85,401
Inventories		60,323
Total Current Assets		<u>183,785</u>

PROPERTY AND EQUIPMENT

Property and Equipment Furniture, Fixtures		<u>1,468,941</u>
Net Property and Equipment		1,468,941

OTHER ASSETS

Goodwill		100
Other Assets		25,339
Total Other Assets		

TOTAL ASSETS	\$	<u>1,678,165</u>
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VIPER NETWORKS, INC. AND SUBSIDIARIES

Consolidated Balance Sheets

As of December 31, 2009

LIABILITIES AND STOCKHOLDERS' EQUITY (DEFICIT)

CURRENT LIABILITIES

Accounts payable	\$	465,001
Accrued liabilities		259,197
Accrued Salaries - Farid		751,535.33
Accrued Salaries - Hala		114,342.86
Accrued Salaries - Venkat		90,080.21
Short term debt		32,370
Loans from related party		135,462
Taxes Payable		6,489
Deferred Revenues		202,277
Total Current Liabilities		<u>2,056,754</u>

LONG-TERM LIABILITIES

Total Liabilities		<u>2,056,754</u>
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STOCKHOLDERS' EQUITY

Common Stock		305,771
Preferred Stock		3,752
Additional paid-in capital		19,363,648
Net Income		(110,580)
Treasury stock		(223,028)
Unearned Stock Based Compensation		(40,682)
Retained Earnings		(18,721,512)
Total Stockholders' Equity		<u>(378,589)</u>

TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY

	\$	<u>1,678,165</u>
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VIPER NETWORKS, INC. AND SUBSIDIARIES
INCOME STATEMENT

12 Months Ended
December 31, 2009

Sales	
Revenue	\$ 3,471,759
Less Returns & Allowances	0
Total Sales	3,471,759
Cost of Goods Sold	
Product Purchases	11,437
Total Cost of Goods Sold	11,437
Gross Profit	3,460,322
Operating Expenses	
Bank Fees	10,770
Computer Expenses	3,507,700
Freigh & Deliverires	202
Marketing Expneses	900
Merchant Fees	292
Payroll Processing Fees	629
Rent	1,104
Salaries & Wages	45,826
Taxes - Payroll	3,479
Total Operating Expenses	3,570,902
Operating Income (Loss)	(110,580)
Other Income (Expenses)	
Net Income (Loss) Before Taxes	(110,580)
Net Income (Loss)	\$ (110,580)