

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, 2010**

Ludlow & Harrison, A CPA Corporation  
311 F Street, Suite 300  
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, 2010, 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  
October 14, 2011

**Viper Networks, Inc. and Subsidiaries**  
**BALANCE SHEET**  
**As of December 31, 2010**

**CURRENT ASSETS**

Working Cash	\$ 55,106
Cash Account # 4739	(364)
Cash Account # 4584	(8,460)
Accounts Receivable, Net of allowanc	2,129,143
Other Current Assets	85,401
Inventories	60,323
<b>Total Current Assets</b>	<u><u>2,321,159</u></u>

**PROPERTY AND EQUIPMENT**

Property and Equipment Furniture, Fixtur	1,611,120
<b>Net Property and Equipment</b>	<u><u>1,611,120</u></u>

**OTHER ASSETS**

Other Assets	32,339
<b>Total Other Assets</b>	<u><u>32,339</u></u>

**TOTAL ASSETS** \$ 3,964,618

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**Viper Networks, Inc. and Subsidiaries****BALANCE SHEET****As of December 31, 2010****LIABILITIES AND STOCKHOLDERS' EQUITY****CURRENT LIABILITIES**

Accounts Payable	\$	2,141,161
Accrued Liabilities		384,125
Accrued Salaries - Farid		1,139,651
Accrued Salaries - Hala		95,984
Accrued Salaries - Ventak		119,216
Accrued Salaries - Abdel Majid		107,049
Short Term Debt		135,037
Loans from Related Parties		135,462
Loan due to shareholders		111,157
Taxes Payable		<u>7,477</u>
Total Current Liabilities		<u>4,376,319</u>

**LONG-TERM LIABILITIES**

Total Liabilities	<u>4,376,319</u>
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**STOCKHOLDERS' EQUITY**

Common Stock	1,193,145
Preferred Stock	3,752
Additional Paid in Capital	19,363,648
Net Income	(1,491,103)
Treasury Stock	(223,028)
Retained Earnings	<u>(19,258,114)</u>
Total Stockholders' Equity	<u>(411,700)</u>

<b>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY</b>	<b>\$ <u>3,964,619</u></b>
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**Viper Networks, Inc. and Subsidiaries**  
**INCOME STATEMENT**

	12 Months Ended December 31, 2010
<b>Sales</b>	
Revenue	\$ 1,616,650
Less Returns & Allowances	<u>0</u>
<b>Total Sales</b>	<u>1,616,650</u>
<b>Gross Profit</b>	<u>1,616,650</u>
<b>Operating Expenses</b>	
Auto Expenses	708
Bank Fees	3,070
Bankcard Expenses	1,121
Computer Expenses	1,437,503
Freight & Deliveries	549
Insurance - Liability	3,249
Legal Services	20,000
Marketing Expenses	3,521
Merchant Fees	1,331
Miscellaneous Expenses	49,124
Office Supplies	3,473
Postage & Other Mailing Costs	8
Rent	20,010
Salaries & Wages	1,487,250
Security	2,304
Taxes - Other	54,501
Telephone	4,935
Travel	<u>15,098</u>
<b>Total Operating Expenses</b>	<u>3,107,755</u>
<b>Operating Income (Loss)</b>	<u>(1,491,105)</u>
<b>Other Income (Expense)</b>	
<b>Net Income (Loss) Before Taxes</b>	<u>(1,491,105)</u>
<b>Net Income (Loss)</b>	<u>\$ (1,491,105)</u>

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