

Signature Devices, Inc.
Unaudited Financial Statement
April – June 2011 (Q2)

Profit and Loss

	Apr - Jun 11
Ordinary Income/Expense	
Income	
Stock Issuance	525.00
Other Regular Income	
Total Other Regular Income	<u>215,145.66</u>
Total Income	215,670.66
Cost of Goods Sold	
Total COGS	<u>83,752.94</u>
Gross Profit	131,917.72
Expense	
Referral Fee	1,000.00
Samples	4,192.57
Automobile Expense	75.00
Bank Service Charges	670.49
Communication Expenses	
Telephone	<u>235.61</u>
Total Communication Expenses	235.61
Computer Expense	
Maintenance	<u>219.30</u>
Total Computer Expense	219.30
Dues and Subscriptions	143.13
Factoring Fees	2,334.36
Filing Fees	198.20
Freight Forwarding/Handling	1,688.91
Insurance	
Liability Insurance	<u>493.75</u>
Total Insurance	493.75
Interest Expense	
Finance Charge	3,337.14
Late Fees	75.00
Loan Interest	<u>-12,000.00</u>
Total Interest Expense	-8,587.86
Internet	7,876.47
Licenses and Permits	1,317.00
Marketing	1,737.45

Office Expense	525.75
Office Supplies	458.72
Order Processing	781.25
Outside Services	261.32
Parking Expense	35.00
Personnel Costs	
Other Fringe Benefits	
Dental	1,158.93
HSA - Employer Contributions	1,570.00
Medical	7,962.15
Work Comp	<u>-43.00</u>
Total Other Fringe Benefits	10,648.08
Salaries & Wages	<u>15,470.76</u>
Total Personnel Costs	26,118.84
Postage and Delivery	692.89
Printing and Reproduction	9,060.00
Professional Fees	
Accounting	1,275.00
Commission	312.65
Legal Fees	15,342.00
Public Relations	<u>7,347.28</u>
Total Professional Fees	24,276.93
Rent	4,504.50
Repairs	
Computer Repairs	<u>278.56</u>
Total Repairs	278.56
Stock Transfer Agent Expense	1,840.00
Storage & warehousing	549.00
Taxes	
Sales Taxes	<u>2,852.00</u>
Total Taxes	2,852.00
Travel & Ent	
Lodging	1,046.14
Meals	354.12
Travel	735.66
Travel & Ent - Other	<u>508.11</u>
Total Travel & Ent	2,644.03
Vendor Discounts	<u>10,963.68</u>
Total Expense	<u>99,436.85</u>
Net Ordinary Income	32,480.87

Other Income/Expense	
Other Income	
Interest Income	56,000.00
Other Income	<u>3,755.24</u>
Total Other Income	<u>59,755.24</u>
Net Other Income	<u>59,755.24</u>
Net Income	<u><u>92,236.11</u></u>

Balance Sheet

	<u>Jun 30, 11</u>
ASSETS	
Current Assets	
Checking/Savings	
Total Checking/Savings	9,056.15
Accounts Receivable	
Accounts Receivable	<u>306,879.71</u>
Total Accounts Receivable	<u>306,879.71</u>
Total Other Current Assets	<u>1,355,878.30</u>
Total Current Assets	1,671,814.16
Fixed Assets	
Development Hardware	
Cost	4,602.64
Development Hardware - Other	<u>8,824.71</u>
Total Development Hardware	13,427.35
Computer Equipment	
Accumulated Depreciation	-25,405.33
Cost	3,175.85
Computer Equipment - Other	<u>56,518.77</u>
Total Computer Equipment	34,289.29
Furniture and Equipment	
Accumulated Depreciation	-2,051.93
Furniture and Equipment - Other	<u>28,674.77</u>
Total Furniture and Equipment	26,622.84
Purchased Computer Software	
Accumulated Depreciation	-3,815.83
Purchased Computer Software - Other	<u>7,291.61</u>
Total Purchased Computer Software	<u>3,475.78</u>
Total Fixed Assets	77,815.26
Other Assets	<u> </u>
Total Other Assets	<u>189,778.91</u>
TOTAL ASSETS	<u><u>1,939,408.33</u></u>

LIABILITIES & EQUITY

Liabilities

Current Liabilities	
Accounts Payable	
Accounts Payable	<u>67,011.97</u>
Total Accounts Payable	67,011.97
Credit Cards	
Total Credit Cards	102,403.32
Other Current Liabilities	
Loans	25,903.00
Universal Funding	-2,204.48
Total Note Payable	270,500.00
Payroll Liabilities	759.76
Sales tax payable	15.70
Wells Fargo Bank PO Financing	<u>421,752.72</u>
Total Other Current Liabilities	<u>716,726.70</u>
Total Current Liabilities	886,141.99
Long Term Liabilities	
US Bank Bus. Equipt. Financing	<u>4,737.73</u>
Total Long Term Liabilities	<u>4,737.73</u>
Total Liabilities	890,879.72
Equity	
Total Equity	<u>1,048,528.61</u>
TOTAL LIABILITIES & EQUITY	<u>1,939,408.33</u>

Authorized Share Report (Upload Date: 07/20/2011)
SIGNATURE DEVICES, INC. (82668Y106) (SDVI.PK)

Authorized Share Report

Shares/PV Authorized:	2,000,000,000
Less: Shares/PV Outstanding:	1,923,024,472
Shares/PV Reserved:	76,975,528
Shares/PV available to issue:	0

Total Holders:	261
Active Holders:	94

Free Trading Shares: 1,795,322,306

Certificated Outstanding: 577,473,965

Book Outstanding: 1,345,550,507

Reserve Name	Allocated	Remaining
10% NOTE-JSJ INVESTMENTS, INC. 2/22/11	76,975,528	76,975,528

Authorized Share Report (Upload Date: 07/20/2011)
SIGNATURE DEVICES, INC. - PREFERRED STOC (SDVIPRF)

Authorized Share Report

Shares/PV Authorized:	5,000,000
Less: Shares/PV Outstanding:	2,770,188
Shares/PV Reserved:	0
Shares/PV available to issue:	2,229,812

Total Holders: 13
Active Holders: 12

Free Trading Shares: 277,000

Certificated Outstanding: 1,945,188
Book Outstanding: 825,000

Notes:

Related Party Transactions

Investments include 5 Oil and Gas Well Project in Oklahoma 4 Gas Wells in Texas and 1 Oil/Gas Well in Louisiana. Board Members Kenneth Hurley, Efrain Valdivia are also invested in the venture

KSH Development, LLC – Invested \$100,000.00 for development of a social network game. KSH Development is owned by Shena Hurley, spouse of Kenneth Hurley

Wells Fargo Bank PO Financing – is our borrowing facility to build inventory and converts to income upon delivery of goods to customer. The cost of goods and the financing from Wells Fargo for the products cannot exceed 45% of the invoice. For the Wii – This timeframe between financing and delivery of goods is currently about 14 days and for the DS this timeframe is 28 days.