

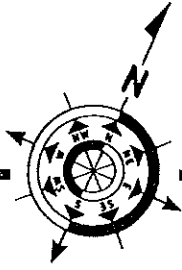
EXPO HOLDINGS, INC.
and Subsidiary
(D & D Displays, Inc.)
North Wilkesboro, North Carolina
Quarter and Year To Date
Ended June 30, 2009

**CONSOLIDATED
FINANCIAL STATEMENTS**

WITH

INDEPENDENT ACCOUNTANTS' REPORT

Quarter and Year To Date Ended June 30, 2009



BREAZEALE, KISER, HOYLE & LAWING, PA
Certified Public Accountants

INDEPENDENT ACCOUNTANTS' REPORT

To the Board of Directors
Expo Holdings, Inc. and
Subsidiary D&D Displays, Inc.
North Wilkesboro, North Carolina

We have compiled the accompanying consolidated balance sheet of Expo Holdings, Inc. and wholly owned subsidiary D&D Displays, Inc. as of June 30, 2009, and the related statement of operations for the quarter and year to date then ended, in accordance with Statements on Standards of Accounting and Review Services issued by the American Institute of Certified Public Accountants.

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

Management has elected to omit substantially all of the disclosures and the statement of cash flows required by generally accepted accounting principles. If the omitted disclosures and statement of cash flows were included in the financial statements, they might influence the user's conclusions about the Company's financial position, results of operations, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

*Breazeale, Kiser
Hoyle & Lawing, PA*

Breazeale, Kiser, Hoyle & Lawing, PA
Certified Public Accountants

Hickory, North Carolina
August 28, 2009

**CONSOLIDATED EXPO HOLDINGS, INC.
and Subsidiary D&D DISPLAYS, INC.
CONSOLIDATED BALANCE SHEET**

June 30, 2009

	<u>June 30, 2009</u>
ASSETS	
Current Assets	
Cash	\$ 915
Total Cash	<u>915</u>
Other Current Assets	
Accounts Receivable - Trade	104,242
Advances - SH - G Harrs	252,723
Advances - SH - J Brown	143,542
Allowance For Doubtful Accounts	(10,000)
Employee Loans Receivable	1,651
Inventory	374,980
Total Other Current Assets	<u>867,138</u>
Total Current Assets	<u>868,053</u>
Fixed Assets	
Machinery & Equipment	1,169,165
Vehicles	43,900
Less: Accumulated Depreciation	(817,872)
Total Fixed Assets	<u>395,193</u>
Other Assets	
Deposits	21,994
Total Other Assets	<u>21,994</u>
TOTAL ASSETS	<u>\$ 1,285,240</u>

See Accountants' Compilation Report

**CONSOLIDATED EXPO HOLDINGS, INC.
and Subsidiary D&D DISPLAYS, INC.
CONSOLIDATED BALANCE SHEET**

June 30, 2009

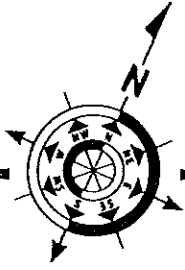
	June 30, 2009
LIABILITIES AND DEFICIENCY IN ASSETS	
Current Liabilities	
Accounts Payable	\$ 688,266
Total Accounts Payable	688,266
Other Current Liabilities	
Accrued Expenses	115,972
Accrued Income Taxes	2,331
Notes Payable	762,861
Stock Subscriptions Payable	10,000
Current Maturities of LT Debt	7,235
Current Oblig Under Capital Leases	88,906
Loans Payable - Shareholders	23,815
Total Other Current Liabilities	1,011,120
Total Current Liabilities	1,699,386
Long Term Liabilities	
NP - Ford Motor Credit	13,878
Oblig Under Capital Lease	94,031
Total Long Term Liabilities	107,909
Total Liabilities	1,807,295
Deficiency in Assets	
Common Stock	820,402
Additional Paid in Capital	262,830
Accumulated (Deficit)	(1,605,287)
Total Deficiency in Assets	(522,055)
TOTAL LIABILITIES AND DEFICIENCY IN ASSETS	\$ 1,285,240

**CONSOLIDATED EXPO HOLDINGS, INC.
and Subsidiary D&D DISPLAYS, INC.
CONSOLIDATED STATEMENT OF OPERATIONS**

Quarter and Year to Date Ended June 30, 2009

	<u>Quarter Ended June 30, 2009</u>	<u>Year to Date Ended June 30, 2009</u>
Net Sales	\$ 368,115	\$ 860,744
Cost of Goods Sold	<u>270,172</u>	<u>603,424</u>
Gross Profit	97,943	257,320
Selling, General, and Administrative	<u>125,982</u>	<u>260,199</u>
Operating Income (Loss)	<u>(28,039)</u>	<u>(2,879)</u>
Other Income (Expense)		
Interest expense	(17,904)	(31,801)
Other income	<u>37,520</u>	<u>75,292</u>
Total Other Income (Expense)	<u>19,616</u>	<u>43,491</u>
Income (Loss) Before Income Taxes	(8,423)	40,612
Income Tax Provision:		
Current (Benefit)	-	-
Deferred (Benefit)	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>
Net Income (Loss)	<u>\$ (8,423)</u>	<u>\$ 40,612</u>

See accountants' compilation report.



BREAZEALE, KISER, HOYLE & LAWING, PA
Certified Public Accountants

**INDEPENDENT ACCOUNTANTS' REPORT
ON THE SUPPLEMENTARY INFORMATION**

To the Board of Directors
Expo Holdings, Inc. and
subsidiary D&D Displays, Inc.
North Wilkesboro, North Carolina

The accompanying compiled consolidated supplementary information is presented only for analysis purposes. All information included in these pages is the representation of the management of Expo Holdings, Inc. and its subsidiary D & D Displays, Inc. We did not become aware of any material modifications that should be made to this supplementary information.

*Breazeale, Kiser,
Hoyle & Lawing, PA*

Breazeale, Kiser, Hoyle & Lawing, PA
Certified Public Accountants

Hickory, North Carolina
August 28, 2009

**CONSOLIDATED EXPO HOLDINGS, INC.
and Subsidiary D&D DISPLAYS, INC.**

MANAGEMENT'S DISCUSSION AND ANALYSIS

RESULTS OF OPERATIONS

Revenues (for the quarter and year to date ended June 30, 2009)

Revenues were down in comparison to the revenues for the previous year due to the troubled economy that caused a major customer to continue to place orders on hold during the quarter and year to date ended June 30, 2009 as well as other economic pressure on sales.

Cost of Goods Sold (for the quarter and year to date ended June 30, 2009)

Material cost as a percentage of revenues improved during the quarter and year to date ended June 30, 2009 in comparison to the previous year.

Significant reductions in costs made by management during the past year due to the poor economy improved the cost of goods sold as a percentage of revenues by approximately 21% in comparison to the previous year. This is primarily due to dramatic cost cutting measures that were made throughout the Company over the past year to counteract poor economic conditions that brought a significant drop in revenues over the past year.

In response to the poor economic conditions management has significantly reduced the company's work force to the minimum level possible and has cut all other related expenses where possible.

Selling, General, and Administrative Expenses (for the quarter and year to date ended June 30, 2009)

Selling, general, and administrative expenses were reduced by approximately 7% in comparison with the previous year. This result was primarily due to management's response to the poor economic conditions that were encountered at the end of the previous year's comparable quarter.

In response to the poor economic conditions management has reduced the administrative personnel to the minimum level possible and has cut other selling, general, and administrative expenses where possible.

The company experienced a higher bad debts expense in comparison with the previous year's comparable period due to overall poor economic conditions.

**CONSOLIDATED EXPO HOLDINGS, INC.
and Subsidiary D&D DISPLAYS, INC.**

MANAGEMENT'S DISCUSSION AND ANALYSIS

For the quarter and year to date ended June 30, 2009 the company has written off any accounts considered uncollectible at June 30, 2009 and adjusted accounts to be conservative at June 30, 2009. The total accounts receivable written off for the quarter and year to date ended June 30, 2009 was approximately \$48,500.

Income Taxes (for the quarter and year to date ended June 30, 2009)

There was no provision for income taxes for the quarter and year to date ended June 30, 2009 due to the company's loss carryovers.

If the company incurs losses, the company may have a deferred tax asset. Deferred tax assets are reduced by a valuation allowance when, in the opinion of management, it is more likely than not that some portion or all of the deferred tax asset will not be realized. Deferred tax assets and liabilities are adjusted for the effect of changes in tax laws and rates on the date of enactment. The company does not currently have any net deferred tax assets.

The company had a net loss of (\$8,423), or less than (\$.01) per common share for the quarter ended June 30, 2009 and a year to date net income of \$ 40,612, or less than \$.01 per common share for the year to date ended June 30, 2009. This compares to a net (loss) of approximately (\$206,800), or less than (\$.01) per common share for the previous year. The increase in income is attributable to a significant drop in expenses due to management's changes in response to poor economic conditions. Adjustments were made in the company's work force and other expenses to reduce costs where possible until the economy improves.

Impact of Economy and Inflation (for the quarter and year to date ended June 30, 2009)

During the quarter and year to date ended June 30, 2009 the company was very negatively impacted by the significant economic downturn that was experienced throughout the country. The poor economic conditions caused a major customer that supplies building materials to consumers and contractors to continue to delay or place orders on hold until the economy improves. The loss of sales from this customer along with other downward trends of the economy during the past year caused a drop in sales for the quarter and year to date ended June 30, 2009. Management is working diligently to offset this negative impact by reducing the company's labor force and seeking sales of display cabinets in other industries. One industry that appears to be positive for the future for the company's products is the food industry.

**CONSOLIDATED EXPO HOLDINGS, INC.
and Subsidiary D&D DISPLAYS, INC.**

MANAGEMENT'S DISCUSSION AND ANALYSIS

Management believes that inflation has had an effect on operations since inception and that inflationary increases in the cost of operations can be offset by increasing product sales prices and improving operating efficiencies.

Management believes the economy is improving and this improvement will have a positive impact on the Company's future operations.

EXPO HOLDINGS, INC.
and Subsidiary
(D & D Displays, Inc.)
North Wilkesboro, NC 28659

QUARTER June 30, 2009 UNAUDITED FINANCIALS

Shares Outstanding as of June 30, 2009 999,522,168

Statement of Operations	
Sales	\$ 368,115
Costs of Goods Sold	(270,172)
Total	97,943
Gross Profit	97,943
Operating Expenses	(125,982)
Other Income (Expense)	
Interest expense	(17,904)
Other income	37,520
Other income	23,875
Net (Loss)	(8,423)

ASSETS

Current assets	\$	915
Cash and cash equivalents		105,893
Accounts receivable		396,265
Advances - shareholders		(10,000)
Allowance for doubtful accounts		374,980
Inventory		868,053
Total current assets		
Fixed assets		1,169,165
Machinery & equipment		43,900
Vehicles		(817,872)
Accumulated depreciation		395,193
Total fixed assets		
Other assets		21,994
Deposits		21,994
Total other assets		
Total assets	\$	1,285,240

LIABILITIES AND DEFICIENCY IN ASSETS

Current Liabilities	\$	688,266
Accounts Payable		118,303
Accrued Expenses		762,861
Notes Payable		10,000
Stock Subscriptions Payable		7,235
Current Maturities of LT Debt		88,906
Current Oblig Under Capital Leases		23,815
Loans Payable-Shareholder		1,699,386
Total Current Liabilities		
Long Term Liabilities		13,878
Notes Payable		94,031
Oblig Under Capital Leases		107,909
Total Long Term Liabilities		
Deficiency in Assets		820,402
Common Stock		262,830
Additional Paid in Capital		(1,605,287)
Accumulated (Deficit)		(522,055)
Total Deficiency in Assets		
Total Liabilities & Deficiency in Assets	\$	1,285,240