

**Lecere Corporation**  
**Balance Sheet**  
 As of December 31, 2010

	<b>Dec 31, 10</b>
<b>ASSETS</b>	
<b>Current Assets</b>	
Checking/Savings	
Checking - LECERE	40,136.58
<b>Total Checking/Savings</b>	<b>40,136.58</b>
<b>Other Current Assets</b>	
Receivable - Officer	15,000.00
<b>Total Other Current Assets</b>	<b>15,000.00</b>
<b>Total Current Assets</b>	<b>55,136.58</b>
<b>Fixed Assets</b>	
Equipment - LECERE	18,918.47
<b>Total Fixed Assets</b>	<b>18,918.47</b>
<b>TOTAL ASSETS</b>	<b>74,055.05</b>
<b>LIABILITIES &amp; EQUITY</b>	
<b>Liabilities</b>	
<b>Current Liabilities</b>	
Other Current Liabilities	
Current Liabilities-FULL CIRCLE	384,009.09
Current Liabilities-LECERE	192,571.51
<b>Total Other Current Liabilities</b>	<b>576,580.60</b>
<b>Total Current Liabilities</b>	<b>576,580.60</b>
<b>Long Term Liabilities</b>	
Loan Payable - TIB	300,000.00
LongTermLiabilities-FULL CIRCLE	522,207.00
<b>Total Long Term Liabilities</b>	<b>822,207.00</b>
<b>Total Liabilities</b>	<b>1,398,787.60</b>
<b>Equity</b>	
Accum. Deficit-FULL CIRCLE	-8,098,709.00
Addtl Pd In Capital-FULL CIRCLE	-287,021.00
Common Stock O/S-FULL CIRCLE	7,028,745.00
Retained Earnings	-858,007.55
Stock - LECERE	1,336,159.00
Stock Conversion	288,656.62
Stock / Restricted - LECERE	136,000.00
Net Income	-870,555.62
<b>Total Equity</b>	<b>-1,324,732.55</b>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>74,055.05</b>

**Lecere Corporation**  
**Profit & Loss**  
**October through December 2010**

	<u>Oct - Dec 10</u>
<b>Income</b>	
Subscription Revenue	1,018.07
<b>Total Income</b>	<u>1,018.07</u>
<b>Gross Profit</b>	1,018.07
<b>Expense</b>	
Penalties	0.00
Payroll Taxes - Prior Years	0.00
Advertising & Marketing	163,148.44
Bank Service Charges	96.00
Computer and Internet Expenses	1,220.62
R & D Expense	219,504.58
Depreciation Expense	148.79
Dues and Subscriptions	90.00
Expenses-FULL CIRCLE	-276,692.25
Insurance Expense	4,221.63
Interest Expense	-9,771.73
Investment Consultant Expense	53,500.00
Meals and Entertainment	1,307.28
Miscellaneous	382.95
Office Supplies	30.19
Phone Expense	4,291.69
Postage, Shipping, etc.	226.44
Professional Fees	46,853.19
Stock Issuance Expense	3,058.00
Stock Transfer Fee	1,443.24
Travel Expense	4,174.18
Web Hosting	8,492.31
<b>Total Expense</b>	<u>225,725.55</u>
<b>Net Income</b>	<u><u>-224,707.48</u></u>

**Lecere Corporation**  
**Statement of Cash Flows**  
 October through December 2010

	<b>Oct - Dec 10</b>
<b>OPERATING ACTIVITIES</b>	
Net Income	-224,707.48
Adjustments to reconcile Net Income to net cash provided by operations:	
Current Liabilities-FULL CIRCLE:Accrued Interest	544.44
Current Liabilities-FULL CIRCLE:N/P Shareholder	-191,341.00
Current Liabilities-LECERE:A/P --- Arlington Industries	-3,000.00
Current Liabilities-LECERE:A/P --- Carver Moq & Accrd...	-1,082.34
Current Liabilities-LECERE:A/P --- First Alliance CU	-1,500.00
Current Liabilities-LECERE:A/P --- First National Bank	-1,695.00
Current Liabilities-LECERE:A/P --- IRS	19,594.36
Current Liabilities-LECERE:A/P --- Medical Innovations	-1,500.00
Current Liabilities-LECERE:A/P --- Minnesota	-2,000.00
Current Liabilities-LECERE:A/P --- Wolter & Raak	-1,500.00
Net cash provided by Operating Activities	-408,187.02
<b>INVESTING ACTIVITIES</b>	
Equipment - LECERE:Accumulated Depreciation	148.79
Net cash provided by Investing Activities	148.79
<b>FINANCING ACTIVITIES</b>	
Loan Payable - TIB	300,000.00
Stock - LECERE:504 Investor 1	30,000.00
Stock - LECERE:504 Investor 2	40,000.00
Stock - LECERE:504 Investor 3	67,000.00
Stock - LECERE:504 Investor 4	-17,000.00
Stock Conversion	8,490.00
Net cash provided by Financing Activities	428,490.00
Net cash increase for period	20,451.77
Cash at beginning of period	19,684.81
Cash at end of period	<b>40,136.58</b>

## Statement of Changes in Shareholders' Equity

Balance Date	Number of Common Shares	Common Stock (Full Circle Image)	Additional Paid-In Capital (Full Circle Image)	Accumulated Deficit (Full Circle Image)	Share Capital	Retained Earnings	Total Equity
December 31, 2007	702,874,562	\$7,028,745	(\$287,021)	(\$8,098,709)	\$0	(\$99,173)	(\$1,456,158)
December 31, 2008	702,874,562	\$7,028,745	(\$287,021)	(\$8,098,709)	\$0	(\$360,247)	(\$1,717,232)
December 31, 2009	3,067,469,741	\$7,028,745	(\$287,021)	(\$8,098,709)	\$496,000	(\$858,008)	(\$1,718,993)
March 31, 2010	8,083,785,440	\$7,028,745	(\$287,021)	(\$8,098,709)	\$571,600	(\$978,452)	(\$1,763,837)
June 30, 2010	16,188,097,791	\$7,028,745	(\$287,021)	(\$8,098,709)	\$1,131,600	(\$1,224,400)	(\$1,449,785)
September 30, 2010	10,609,410,921	\$7,028,745	(\$287,021)	(\$8,098,709)	\$1,632,326	(\$1,488,856)	(\$1,213,515)
December 31, 2010	1,331,736	\$7,028,745	(\$287,021)	(\$8,098,709)	\$1,760,816	(\$1,728,564)	(\$1,324,733)

**Lecere Corporation**  
**Notes To Financial Statements**  
**December 31, 2010**

**Summary of Significant Accounting Policies:**

**Nature of Business:** Full Circle Image, Inc. was incorporated in Minnesota on March 1986. On February 2009, Full Circle Image, Inc. changed its name to Lecere Corporation.

Lecere Corporation provides restaurants with a complete and comprehensive, management software system. This system allows restaurant management the ability to control costs, track inventory, orders, and sales.

**Basis of Accounting:** The accompanying unaudited interim financial statements of Lecere Corporation have been prepared in conformity with generally accepted accounting principles (GAAP) but do not include all the information and footnotes required for complete financial statements. In the opinion of management, the accompanying unaudited financial statements contain all adjustments, consisting only of adjustments of a normal recurring nature, necessary for a fair presentation of the Company's financial position as of December 31, 2010, and its results of operations for the period presented.

**Property and Equipment:** Property and equipment are stated at cost. Depreciation is computed using the straight-line method over a five year period. Repairs and maintenance are charged to expense as incurred. Expenditures for betterments and renewals are capitalized. The cost of fixed assets and the related accumulated depreciation are removed from the accounts upon retirement or disposal with any resulting gain or loss being recorded in operations.

**Short – Term Notes Payable:** The Company entered into a note payable on October 17, 2007 in the amount of \$283,000. Interest is payable monthly at 12% on the note.

**Research and Development Costs:** All research and development costs are expensed as incurred and include costs of consultants who conduct research and development on behalf of the Company.

**Reverse Stock Split:** On December 10, 2010, the Company's board approved a 1 for 10,000 reverse stock split of its common stock. This reverse stock split reduced shareholders of record from 13,317,360 shares to 1,331,736 shares. Shareholders' number of shares has been reduced; however, they still own the same proportionate share of the company, as the reductive impact falls evenly on all shareholders. The price per share will hopefully, be valued at 10,000 times the price at time of the split.