

International Power Group, Ltd.
Balance Sheet
December 31, 2010

ASSETS

Current Assets		
Bank of America - 1831	\$	(100.00)
Bank of America # 2183		(23,890.03)
Bank of America # 1844		(1,912.47)
BOA - Transfer # 2061		100.00
Bank Of America 1828		16,152.49
Accounts Receivable		7,495.06
Allowance for Doubtful Account		(28,809.87)
Refundable Deposits		(49.69)
LOAN		(2,500.00)
Reimbursement for Loan		33,447.13
Expenses		14,431.24
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Total Current Assets		14,363.86
Property and Equipment		
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Total Property and Equipment		0.00
Other Assets		
Claims Receivable		28,809.87
Deposits - LT		2,000.00
Suspense Clearing Acct		42,430.29
Patent		2,800,000.00
Accumulated Amort - Patent		(942,520.59)
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Total Other Assets		1,930,719.57
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Total Assets	\$	<u><u>1,945,083.43</u></u>

LIABILITIES AND CAPITAL

Current Liabilities		
Accounts Payable	\$	1,105,278.70
Accounts Payable- Overdraft		(70.00)
VAT Payable		(0.60)
Accrued Expenses		(214,084.42)
Acquisition Payable		962,057.03
Federal Payroll Taxes Payable		(22,918.98)
State Payroll Taxes Payable		164.96
Loan		741,050.17
Redwood Loans		150,000.00
Loan Interest Payable		42,090.50
Loan from USPM		930.00
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Total Current Liabilities		2,764,497.36
Long-Term Liabilities		
Long Term Debt-Noncurrent		554,900.00
Discount on Loan Payable		(150,112.85)
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Total Long-Term Liabilities		404,787.15
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Total Liabilities		3,169,284.51
Capital		
Retained Earnings		(36,578,324.15)
Paid-in Capital		28,764,055.48
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		Unaudited - For Management Purposes Only

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Common Stock	1,417,309.80	
Options to shares	3,572,500.00	
Warrants to Shares	2,602,560.03	
Net Income	<u>(1,002,302.24)</u>	
Total Capital		<u>(1,224,201.08)</u>
Total Liabilities & Capital	\$	<u><u>1,945,083.43</u></u>