

**AmeraMex International, Inc.**  
**Income Statement**  
**6 Months Ending 6/30/07**

Revenue			6 Months
	Sales		
		Machines	5,990,387.67
		Parts	422,235.71
		Service	112,414.88
		Trucking	467,198.73
<b>Total Revenue</b>			<b>6,992,236.99</b>
	Cost of Sales		
		Machines	5,063,001.31
		Parts	346,013.00
		Service	32,961.90
		Trucking	279,283.32
		Wages	414,558.14
<b>Total Cost of Sales</b>			<b>6,135,817.67</b>
<b>Gross Profit</b>			<b>856,419.32</b>
	Expenses		
		Administration	120,434.86
		Depreciation	197,858.72
		Interest	82,578.12
		Insurance	168,000.35
		Rent	58,389.91
		Legal & Accounting	131,348.47
		Utilities	33,746.02
		Meals & Travel	49,720.22
		Marketing	41,282.60
<b>Total Expenses</b>			<b>883,359.27</b>
<b>Net Income From Operations</b>			<b>-26,939.95</b>

Ameramex International, Inc.  
Balance Sheet  
As of 6/30/2007

Assets

Current Assets	
Cash in Bank	\$23,650.60
Accounts Receivable	\$366,302.94
Prepaid Assets	\$16,929.00
Notes Receivable	\$403,796.75
Employee Advances	\$6,420.55
Machinery Inventory	\$2,627,940.11
Parts Inventory	\$408,338.61
<b>Total Current Assets</b>	<b>\$3,853,378.56</b>
Fixed Assets	
Leasehold Improvements	214,673.05
Office Fixtures & Equipment	9,844.84
Computer Automation	2,837.81
Shop Equipment	12,402.31
Service Vehicles	391.00
Trucks & Trailers	573,690.47
Sales Vehicles	25,172.50
<b>Total Fixed Assets</b>	<b>839,011.98</b>
Other Assets	
Officer Life Insurance Cash Value	36,736.36
Goodwill	44,776
Merger Costs	15,078
Investment - John's Radiator	24,567.32
Investment - Sierra Industrial	10,000.00
<b>Total Other Assets</b>	<b>131,157.68</b>
<b>Total Assets</b>	<b>4,823,548.22</b>

Balance Sheet 6/30/07

Liabilities

Current Liabilities

Accounts Payable	2,050,693.68
Federal Incomes Taxes	-28,657.00
FUTA	-71.66
CA State Disability Insurance	-470.69
CA Workers Compensation	-347.03
State Sales Tax	94,787.56
Accrued Interest	6,657.75
Short Term Portion of Long Term Debt	657,586.00
Notes Payable	350,937.66
<b>Total Current Liabilities</b>	<b>3,131,116.27</b>

Long-Term Liabilities

Notes Payable - Sales Machines	327,665.06
Notes Payable - Equipment	286,538.06
Notes Payable - Lease	261,901.78
Notes Payable - Terex	188,116.69
Allocation of Short Term Debt	-657,586.00
<b>Total Long Term Liabilities</b>	<b>406,635.59</b>

<b>Total Liabilities</b>	<b>3,537,751.86</b>
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Equity

Capital Stock	200,025.00
Capital Stc	4,000.00
Paid in Capital - Shareholders	1,375,303.58
Additional Paid in Captial - AMMX	598,800.00
Retained Earnings - AMMX	-961,033.00
Retained Earning Prior	95,640.73
Retained Earning - Current Year	-26,939.95
<b>Total Equity</b>	<b>1,285,796.36</b>

<b>Total Liabilities &amp; Equity</b>	<b>4,823,548.22</b>
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Statement of Cash Flows  
For Period Ending 6/30/2007

Operating Activities

Net Income (Loss)			\$	-26,939.95
Adjustments				
1000-00	ACCOUNTS RECEIVABLE	\$	913,419.50	
1010-00	PREPAID ASSETS	\$	-10,810.32	
1200-00	ADVANCE - LEE HAMRE	\$	654,100.33	
1210-00	EMPLOYEE ADVANCES	\$	445.48	
1210-40	EMPLOYEE ADVANCE	\$	-1,250.00	
1320-00	MACHINE INVENTORY	\$	-748,263.39	
1330-00	PARTS INVENTORY	\$	-36,306.84	
1515-00	ACCUM DEPR - LEASEHLD IMPROVMT	\$	5,116.98	
1521-00	ACCUM DEPR - OFFICE FURNITURE	\$	1,641.00	
1531-00	ACCUM DEPR - COMPUTER	\$	709.98	
1541-00	ACCUM DEPR - SHOP EQUIPMENT	\$	984.50	
1557-00	ACCUM DEPR - TRUCKS & TRAILERS	\$	44,746.76	
1566-00	ACCUM DEPR - SALES VEHICLES	\$	2,662.50	
2000-00	PURCHASES ORDERED ACCOUNT	\$	5,450.86	
2100-00	ACCOUNTS PAYABLE - GENERAL	\$	-38,328.35	
2210-00	FEDERAL WITHHOLDING PAYABLE	\$	-1,189.09	
2220-00	CA PERSONAL INCOME TAX W/H/PIT	\$	-4,280.87	
2230-00	FICA PAYABLE	\$	-1,661.50	
2235-00	MEDICARE TAX PAYABLE	\$	-388.62	
2240-00	CA UNEMPLOYMENT INS./UI	\$	-4,126.35	
2250-00	FUTA PAYABLE	\$	-609.80	
2260-00	CA STATE DISABILITY INS./SDI	\$	-1,938.59	
2270-00	CA WORKERS COMPENSATN PAYABLE	\$	-8,551.81	
2300-00	STATE SALES TAX PAYABLE	\$	-76,625.62	
2305-00	401K WITHHELD	\$	-573.46	
2375-00	ACCURED INTEREST PAYABLE	\$	-157,103.20	
2390-00	AFLAC	\$	-159.83	
	Total Adjustments:		\$	537,110.25
	Net Cash Provided - Operating Expenses:		\$	510,170.30

Investing Activities

1540-00	SHOP EQUIPMENT	\$	-6,301.81	
1556-00	TRUCKS AND TRAILERS	\$	67,116.42	
1820-00	MERGER COSTS	\$	-300.00	
1827-00	INVESTMENT-JOHN'S RADIATOR SVC	\$	-1,905.00	
1829-00	INVESTMENT: SIERRA INDUSTRIAL	\$	-10,000.00	
	Net Cash Provided - Investing Activities:		\$	48,609.61

Financing Activities

2406-00	NOTE PAYABLE - T-88	\$	-9,350.94	
2417-00	NOTE PAYABLE - RWL ENTERPRISES	\$	31,000.00	
2418-00	NOTE PAYABLE-AMERICAN FIN T-69	\$	-6,737.41	
2419-00	TAYLOR LEASING - (T-72)	\$	-26,022.44	
2421-00	NOTE PAYABLE - DAREN KEETER	\$	-71,570.00	
2422-00	NOTE PAYABLE - WARREN MURPHY	\$	-80,000.00	
2424-00	BOX CREDIT: HE 2059 and HE 2060	\$	-25,339.17	
2425-00	NOTE PAYABLE - ALVIN HAMRE	\$	-100,000.00	
2438-00	NOTE PAYABLE - R & S FORKLIFT	\$	-3,067.11	
2442-00	NOTE PAYABLE - LUCKY D	\$	-7,154.25	

Statement of Cash Flows  
 For Period Ending 6/30/2007

Financing Activities	(Continued)		
2490-00	NOTE PAYABLE - CC&D	\$	-69,500.00
2870-00	NOTE PAYABLE - TCB - T-99	\$	24,826.81
2884-00	TRI COUNTIES BANK - T-76	\$	-4,245.05
2886-00	NOTE PAYABLE-C.C.F.-T-79- ACCT H230001C	\$	-6,038.45
2887-00	NOTE PAYABLE-C.C.F.-T-80 & T-81-H330002C	\$	-16,273.81
2888-00	TUSTIN #801128-09-2004 COZAD	\$	-12,052.41
2889-00	WESTERN PETERBILT - T-86 (1st Lease)	\$	-8,557.24
2890-00	WESTERN PETERBILT - T-90 (2nd Lease)	\$	-9,522.11
2891-00	TFS CAPITAL FUNDING - TEREX HEAVY EXCAVATC	\$	-28,821.09
2892-00	BOX CREDIT - HE 1988 #HME0605)	\$	-138,594.48
3150-00	PAID IN CAPITAL -SHAREHOLDERS	\$	-51,110.80
	Net Cash Used - Financing Activities:		\$ -618,129.95
	Net Decrease in Cash:		\$ -59,350.04
	Cash & Equivalent at Begin of Year:		\$ 552,896.39
	Cash & Equivalent at End of Year:		<u>\$ 493,546.35</u>



AmeraMex International, Inc.  
Balance Sheet  
As of 3/31/2007

Assets

Current Assets	
Cash in Bank	\$1,191,591.35
Accounts Receivable	\$94,372.57
Prepaid Assets	\$16,929.00
Notes Receivable	\$668,600.33
Employee Advances	\$5,616.03
Machinery Inventory	\$2,135,211.98
Parts Inventory	\$393,419.11
<b>Total Current Assets</b>	<b>\$4,505,740.37</b>
Fixed Assets	
Leasehold Improvements	217,231.03
Office Fixtures & Equipment	10,663.84
Computer Automation	3,193.79
Shop Equipment	8,694.88
Service Vehicles	391.00
Trucks & Trailers	578,556.65
Sales Vehicles	26,503.00
<b>Total Fixed Assets</b>	<b>845,234.19</b>
Other Assets	
Officer Life Insurance Cash Value	36,736.36
Goodwill	44,776
Merger Costs	14,778
Investment - John's Radiator	24,237.32
<b>Total Other Assets</b>	<b>120,527.68</b>
<b>Total Assets</b>	<b>5,471,502.24</b>

Balance Sheet 3/31/07

Liabilities

Current Liabilities

Accounts Payable	2,341,821.73
Federal Incomes Taxes	-28,657.00
FUTA	0
CA State Disability Insurance	-582.95
CA Workers Compensation	671.58
FTB & AFLAC	853.17
State Sales Tax	139,347.29
Accrued Interest	132,377.96
Short Term Portion of Long Term Debt	657,586.00
Notes Payable	371,242.85

**Total Current Liabilities** 3,614,660.63

Long-Term Liabilities

Notes Payable - Sales Machines	518,742.29
Notes Payable - Equipment	301,669.07
Notes Payable - Lease	271,058.28
Notes Payable - Terex	202,645.08
Allocation of Short Term Debt	-657,586.00

**Total Long Term Liabilities** 636,528.72

**Total Liabilities** 4,251,189.35

Equity

Capital Stock	200,025.00
Capital Stc	4,000.00
Paid in Capital - Shareholders	1,426,414.38
Additional Paid in Captial - AMMX	598,800.00
Retained Earnings - AMMX	-961,033.00
Retained Earning Prior Year	95,640.73
Retained Earning - Current Year	-143,534.22

**Total Equity** 1,220,312.89

**Total Liabilities & Equity** 5,471,502.24

**AmeraMex International, Inc.**  
**Income Statement**  
**End of the Year 2006 (2 Months)**

Revenue		12/31/2006
	Sales	
	Machines	3,622,329.35
	Parts	99,853.36
	Service	-23,737.36
	Trucking	48,429.19
Total Revenue		3,746,874.54
	Cost of Sales	
	Machines	2,904,930.93
	Parts	122,322.44
	Service	23,051.31
	Trucking	73,715.33
	Wages	141,390.57
Total Cost of Sales		3,265,410.58
Gross Profit		481,463.96
	Expenses	
	Administration	37,267.62
	Depreciation	113,858.75
	Interest	32,092.76
	Insurance	35,854.95
	Rent	21,066.58
	Legal & Accounting	7,402.48
	Utilities	7,761.54
	Meals & Travel	41,279.92
	Marketing	16,539.78
	Bad Debt	28,792.01
Total Expenses		341,916.39
Net Income From Operations		139,547.57

Ameramex International, Inc.  
Balance Sheet  
As of 12/31/2006

Assets

Current Assets

Cash in Bank	\$554,146.39
Accounts Receivable	\$1,279,722.44
Prepaid Assets	\$6,118.68
Notes Receivable	\$654,100.33
Employee Advances	\$5,616.03
Machinery Inventory	\$1,879,676.72
Parts Inventory	\$372,031.77

**Total Current Assets** \$4,751,412.36

Fixed Assets

Leasehold Improvements	219,790.03
Office Fixtures & Equipment	11,485.84
Computer Automation	3,547.79
Shop Equipment	7,085.00
Service Vehicles	391.00
Trucks & Trailers	685,553.65
Sales Vehicles	27,835.00

**Total Fixed Assets** 955,688.31

Other Assets

Officer Life Insurance Cash Value	36,736.36
Goodwill	44,776
Merger Costs	14,778
Investment - John's Radiator	22,662.32

**Total Other Assets** 118,952.68

**Total Assets** 5,826,053.35

Liabilities

Current Liabilities

Accounts Payable	2,083,571.17
Federal Incomes Taxes	44,162.22
FUTA	538.14
CA State Disability Insurance	1467.9
CA Workers Compensation	8204.78
State Sales Tax	171,413.18
Accrued Interest	163,067.96
Short Term Portion of Long Term Debt	657,586.00
Notes Payable	411,650.21
Other	7,602.49
<b>Total Current Liabilities</b>	<b>3,549,264.05</b>

Long-Term Liabilities

Notes Payable - Sales Machines	614,112.26
Notes Payable - Equipment	459,497.21
Notes Payable - Lease	279,980.94
Notes Payable - Terex	216,937.78
Allocation of Short Term Debt	-657,586.00
<b>Total Long Term Liabilities</b>	<b>912,942.19</b>

<b>Total Liabilities</b>	<b>4,462,206.24</b>
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Equity

Capital Stock	200,025.00
Capital Stc	4,000.00
Paid in Capital - Shareholders	1,426,414.38
Additional Paid in Captial - AMMX	598,800.00
Retained Earnings - AMMX	-961,033.00
Retained Earning Prior	-43,906.84
Retained Earning - Current Year	139,547.57

<b>Total Equity</b>	<b>1,363,847.11</b>
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<b>Total Liabilities &amp; Equity</b>	<b>5,826,053.35</b>
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