

WQN, Inc.
Condensed Income Statement
Unaudited

	Six Months June 30, 2011	12 Months 2010
Revenues	\$ -	\$ 72,385
Cost of sales	<u>-</u>	<u>39,812</u>
Gross profit	-	32,573
Operating expenses:		
Compensation, consulting and related expenses	55,795	23,680
General and administrative expenses	7,233	7,233
Depreciation and amortization	<u>-</u>	<u>-</u>
Total operating expenses	<u>63,028</u>	<u>30,913</u>
Income (loss) from operations	(63,028)	1,660
Other (income) expense:		
Interest and financing expense	-	-
Other (income) loss	87,725	2,123,032
Total other (income) expense	<u>87,725</u>	<u>2,123,032</u>
Loss before income taxes	(150,753)	(2,121,372)
Income tax expense (benefit)	<u>-</u>	<u>-</u>
Net loss	<u><u>\$ (150,753)</u></u>	<u><u>\$ (2,121,372)</u></u>