David B. Neidhart, CPA, P.C.
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February 8, 2007

Dexter Morris
Labwire, Inc.
14133 Memorial Drive
Houston, Texas 77079

Dear Mr. Morris:

We have compiled the accompanying comparative balance sheet of Labwire, Inc. as of March 31, 2006, June 30, 2006, September 30, 2006, December 31, 2006, March 31, 2005, June 30, 2005, September 30, 2005 and December 31, 2005and the related statements of income, cash flows and equity for the quarters then ended, in accordance with the Statements on Standards for 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, information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on it.

Thank you for your business and please feel free to call me with any questions.

David Neidhart, CPA, P.C.

7058 Lakeview Haven, Ste 111 Houston, Texas 77095
Member: American Institute of Certified Public Accountants

Labwire, Inc. and Subsidiary Companies
Consolidated Comparative Opoerating Statement
For the four quarters ended December 31, 2006

	Quarters Ended																Year to
	Dec 06	%	Sep 06	%	Jun 06	%	Mar 06	%	Dec 05	%	Sep 05	%	Jun 05	%	Mar 05	%	Jan-Dec 06
Ordinary Income/Expense																	
Income																	
Services	903,886.70	93.59%	717,010.62	92.05%	669,613.68	74.41%	753,277.61	71.26%	936,002.76	100.0%	695,137.11	100.0%	581,702.24	100.0%	452,421.88	100.0%	3,043,788.61
K-9 Revenue	58,998.00	6.11%	58,998.00	7.57%	219,328.00	24.37%	289,297.84	27.37%	0.00	0.0%	0.00	0.0%	0.00	0.0%	0.00	0.0%	626,621.84
Management Fee	2,949.90	0.31%	2,949.90	0.38%	10,966.40	1.22%	14,464.89	1.37%	0.00	0.0%	0.00	0.0%	0.00	0.0%	0.00	0.0%	31,331.09
Total Income	965,834.60	100.0%	778,958.52	100.0%	899,908.08	100.0%	1,057,040.34	100.0%	936,002.76	100.0%	695,137.11	100.0%	581,702.24	100.0%	452,421.88	100.0%	3,701,741.54
Cost of Goods Sold																	
Drug Screening Services	606,909.01	62.84%	515,625.00	66.19%	582,249.19	64.7%	684,974.97	64.8%	312,849.82	33.42%	422,587.26	60.79%	396,126.00	68.1%	255,023.34	56.37%	2,389,758.17
Total COGS	606,909.01	62.84%	515,625.00	66.19%	582,249.19	64.7%	684,974.97	64.8%	312,849.82	33.42%	422,587.26	60.79%	396,126.00	68.1%	255,023.34	56.37%	2,389,758.17
Gross Profit	358,925.59	37.16%	263,333.52	33.81%	317,658.89	35.3%	372,065.37	35.2%	623,152.94	66.58%	272,549.85	39.21%	185,576.24	31.9%	197,398.54	43.63%	1,311,983.37
Expense																	
Automobile Expense	116.36	0.01%	340.12	0.04%	91.75	0.01%	145.58	0.01%	0.00	0.0%	93.67	0.01%	0.00	0.0%	315.01	0.07%	693.81
Bad Debt Expense	0.00	0.0%	0.00	0.0%	0.00	0.0%	452.50	0.04%	110.50	0.01%	682.00	0.1%	1,573.30	0.27%	493.45	0.11%	452.50
Bank Service Charges	346.22	0.04%	-38.50	-0.01%	0.00	0.0%	28.50	0.0%	161.57	0.02%	117.99	0.02%	316.31	0.05%	44.00	0.01%	336.22
Computer	66,088.86	6.84%	67,726.74	8.7%	70,677.74	7.85%	60,128.10	5.69%	32,592.97	3.48%	46,994.07	6.76%	26,735.00	4.6%	20,042.42	4.43%	264,621.44
Contract Labor	0.00	0.0%	0.00	0.0%	2,245.00	0.25%	4,140.50	0.39%	9,189.50	0.98%	4,768.94	0.69%	9,950.16	1.71%	8,578.90	1.9%	6,385.50
Contributions	0.00	0.0%	2,100.00	0.27%	300.00	0.03%	1,040.00	0.1%	0.00	0.0%	0.00	0.0%	0.00	0.0%	0.00	0.0%	3,440.00
Depreciation Expense	4,560.50	0.47%	4,171.62	0.54%	3,908.30	0.43%	3,381.66	0.32%	3,381.66	0.36%	3,139.58	0.45%	3,053.30	0.53%	3,018.54	0.67%	16,022.08
Dues & Subscriptions	417.79	0.04%	0.00	0.0%	75.00	0.01%	0.00	0.0%	250.00	0.03%	160.00	0.02%	75.00	0.01%	545.00	0.12%	492.79
Professional Development	0.00	0.0%	700.00	0.09%	0.00	0.0%	0.00	0.0%	0.00	0.0%	0.00	0.0%	0.00	0.0%	2,761.58	0.61%	700.00
Equipment Rental	0.00	0.0%	2,000.00	0.26%	0.00	0.0%	0.00	0.0%	0.00	0.0%	2,000.00	0.29%	0.00	0.0%	0.00	0.0%	2,000.00
Insurance	8,542.86	0.89%	12,563.10	1.61%	8,475.35	0.94%	5,266.96	0.5%	17,042.75	1.82%	0.00	0.0%	9,713.98	1.67%	12,185.96	2.69%	34,848.27
Internet Access	929.10	0.1%	892.11	0.12%	624.85	0.07%	1,238.80	0.12%	619.40	0.07%	977.33	0.14%	2,099.07	0.36%	388.44	0.09%	3,684.86
Licenses & Fees	0.00	0.0%	1,043.50	0.13%	0.00	0.0%	795.00	0.08%	397.00	0.04%	3,041.70	0.44%	0.00	0.0%	0.00	0.0%	1,838.50
Marketing & Advertising	6,764.99	0.7%	1,285.87	0.17%	1,106.03	0.12%	622.62	0.06%	4,798.59	0.51%	12,821.06	1.84%	23,879.20	4.11%	23,403.97	5.17%	9,779.51
Office Supplies	1,236.38	0.13%	1,274.59	0.16%	7,566.51	0.84%	826.92	0.08%	809.74	0.09%	3,415.32	0.49%	1,428.54	0.25%	2,852.42	0.63%	10,904.40
Payroll Expenses	138,231.34	14.31%	136,996.88	17.59%	136,777.31	15.2%	185,373.74	17.54%	114,992.58	12.29%	113,741.10	16.36%	154,680.79	26.59%	94,337.62	20.85%	597,379.27
Postage and Delivery	2,135.57	0.22%	3,347.98	0.43%	1,967.44	0.22%	2,952.84	0.28%	2,596.84	0.28%	2,977.36	0.43%	2,185.42	0.38%	1,360.20	0.3%	10,403.83
Printing & Reproduction	0.00	0.0%	223.54	0.03%	116.33	0.01%	0.00	0.0%	979.53	0.11%	2,742.12	0.39%	116.33	0.02%	308.38	0.07%	339.87
Professional Fees	5,657.50	0.59%	4,090.00	0.53%	6,660.49	0.74%	11,405.25	1.08%	7,146.25	0.76%	2,762.50	0.4%	6,355.73	1.09%	3,075.00	0.68%	27,813.24
Rent	14,987.20	1.55%	15,111.75	1.94%	13,477.70	1.5%	13,258.80	1.25%	12,222.80	1.31%	7,803.20	1.12%	10,071.88	1.73%	7,803.20	1.73%	56,835.45
Repair & Maintenance	0.00	0.0%	0.00	0.0%	0.00	0.0%	0.00	0.0%	0.00	0.0%	356.14	0.05%	110.36	0.02%	0.00	0.0%	0.00
Telephone	2,672.53	0.28%	2,938.31	0.38%	1,448.01	0.16%	2,345.12	0.22%	480.56	0.05%	4,440.08	0.64%	741.45	0.13%	2,851.65	0.63%	9,403.97
Travel & Ent	15,493.22	1.6%	29,868.21	3.83%	29,169.88	3.24%	44,280.39	4.19%	33,293.43	3.56%	21,405.40	3.08%	36,650.67	6.3%	34,876.81	7.71%	118,811.70
Utilities	107.00	0.01%	309.41	0.04%	446.30	0.05%	95.54	0.01%	92.84	0.01%	428.80	0.06%	0.00	0.0%	0.00	0.0%	958.25
Miscellaneous	181.20	0.02%	0.00	0.0%	0.00	0.0%	0.00	0.0%	0.00	0.0%	0.00	0.0%	2,816.01	0.48%	0.00	0.0%	181.20
Total Expense	268,468.62	27.8%	286,945.23	36.84%	285,133.99	31.69%	337,778.82	31.96%	241,158.51	25.77%	234,868.36	33.79%	292,552.50	50.29%	219,242.55	48.46%	1,178,326.66
Net Income from Operations	90,456.97	9.37%	-23,611.71	-3.03%	32,524.90	3.61%	34,286.55	3.24%	381,994.43	40.81%	37,681.49	5.42%	-106,976.26	-18.39%	-21,844.01	-4.83%	133,656.71
Other Income/Expense																	
Other Expense																	
Interest Expense	10,554.02	1.09%	7,465.63	0.96%	4,154.99	0.46%	4,498.61	0.43%	5,051.82	0.54%	1,809.25	0.26%	1,777.25	0.31%	2,517.85	0.56%	26,673.25
Other Income	0.00	0.0%	0.00	0.0%	0.00	0.0%	0.00	0.0%	0.00	0.0%	0.00	0.0%	0.00	0.0%	0.00	0.0%	0.00
Total Other Expense	10,554.02	1.09%	7,465.63	0.96%	4,154.99	0.46%	4,498.61	0.43%	5,051.82	0.54%	1,809.25	0.26%	1,777.25	0.31%	2,517.85	0.56%	26,673.25
Net Income before Income Taxes	79,902.95	8.27%	-31,077.34	-3.99%	28,369.91	3.15%	29,787.94	2.82%	376,942.61	40.27%	35,872.24	5.16%	-108,753.51	-18.7%	-24,361.86	-5.39%	106,983.46
Income Tax Provision	27,168.05		0.00		213.43		5,808.65		4,840.00		0.00		0.00		0.00		33,190.13
Net Income	52,734.90	5.46%	-31,077.34	-3.99%	28,156.48	3.13%	23,979.29	2.27%	372,102.61	39.75%	35,872.24	5.16%	-108,753.51	-18.7%	-24,361.86	-5.39%	73,793.33
Basic Earnings per Share	$ 0.0004		$ (0.0002)		$ 0.0002		$ 0.0002		$ 0.0028		$ 0.0003		$ (0.0009)		$ (0.0002)		$ 0.0005

Labwire, Inc. and Subsidiary Companies
Consolidated Comparative Opoerating Statement
For the four quarters ended December 31, 2006

	Date	Prior Year to Date	
	%	Jan-Dec 05	%
Ordinary Income/Expense			
Income			
Services	82.23%	2,665,263.99	100.0%
K-9 Revenue	16.93%	0.00	0.0%
Management Fee	0.85%	0.00	0.0%
Total Income	100.0%	2,665,263.99	100.0%
Cost of Goods Sold			
Drug Screening Services	64.56%	1,386,586.42	52.02%
Total COGS	64.56%	1,386,586.42	52.02%
Gross Profit	35.44%	1,278,677.57	47.98%
Expense			
Automobile Expense	0.02%	408.68	0.02%
Bad Debt Expense	0.01%	2,859.25	0.11%
Bank Service Charges	0.01%	639.87	0.02%
Computer	7.15%	126,364.46	4.74%
Contract Labor	0.17%	32,487.50	1.22%
Contributions	0.09%	0.00	0.0%
Depreciation Expense	0.43%	12,593.08	0.47%
Dues & Subscriptions	0.01%	1,030.00	0.04%
Professional Development	0.02%	2,761.58	0.1%
Equipment Rental	0.05%	2,000.00	0.08%
Insurance	0.94%	38,942.69	1.46%
Internet Access	0.1%	4,084.24	0.15%
Licenses & Fees	0.05%	3,438.70	0.13%
Marketing & Advertising	0.26%	64,902.82	2.44%
Office Supplies	0.3%	8,508.02	0.32%
Payroll Expenses	16.14%	477,752.09	17.93%
Postage and Delivery	0.28%	9,119.82	0.34%
Printing & Reproduction	0.01%	4,146.36	0.16%
Professional Fees	0.75%	19,339.48	0.73%
Rent	1.54%	37,901.08	1.42%
Repair & Maintenance	0.0%	466.50	0.02%
Telephone	0.25%	8,513.74	0.32%
Travel & Ent	3.21%	126,226.31	4.74%
Utilities	0.03%	521.64	0.02%
Miscellaneous	0.01%	2,816.01	0.11%
Total Expense	31.83%	987,821.92	37.06%
Net Income from Operations	3.61%	290,855.65	10.91%
Other Income/Expense			
Other Expense			
Interest Expense	0.72%	11,156.17	0.42%
Other Income	0.0%	0.00	0.0%
Total Other Expense	0.72%	11,156.17	0.42%
Net Income before Income Taxes	2.89%	279,699.48	10.49%
Income Tax Provision		4,840.00	
Net Income	1.99%	274,859.48	10.31%
Basic Earnings per Share		$ 0.0021	

See Accountant's Compilation Report
The accompanying notes are an integral part of this financial statement

Labwire, Inc. and Subsidiary Companies
Consolidated Comparative Statement of Cash Flows

	Quarters Ended							
	Dec 06	Sep 06	Jun 06	Mar 06	Dec 05	Sep 05	Jun 05	Mar 05
OPERATING ACTIVITIES								
Net Income	52,734.90	-31,077.34	28,156.48	23,979.29	372,102.61	35,872.24	-108,753.51	-24,361.86
Adjustments to reconcile Net Income								
to net cash provided by operations:								
Accrued Revenue	3,018.78	103,759.77	-11,000.26	6,951.67	-117,536.37	-24,453.27	143,274.00	-206,715.50
Accounts Receivable	-61,751.48	266,672.84	-23,950.15	-99,190.56	-262,637.64	-306,577.27	36,552.53	-130,078.93
Prepaid Rent	-6,148.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Advances to Affiliates - K-9 Bomb Search	-43,667.38	-39,217.38	-128,897.06	-17,193.47	0.00	-15,783.50	0.00	0.00
Expense Accruals	33,662.74	43,764.81	-52,376.81	76,061.00	-6,224.84	3,924.84	-1,550.00	300.00
Accounts Payable Related	35,632.04	28,421.84	-76,912.57	-124,393.62	-34,433.79	273,826.87	-3,314.12	227,595.17
Deferred Tax Liability	-27,168.04	0.00	0.00	-5,299.42	101,238.00	0.00	0.00	0.00
Income Tax Payable	27,168.05	0.00	0.00	5,808.65	4,840.00	0.00	0.00	0.00
Payroll Liabilities	0.00	0.00	-19,972.02	19,972.02	0.00	0.00	0.00	0.00
Net cash provided by Operating Activities	13,481.61	372,324.54	-284,952.39	-113,304.44	57,347.97	-33,190.09	66,208.90	-133,261.12
INVESTING ACTIVITIES								
Deferred tax Asset	27,168.04	0.00	0.00	659.42	-101,238.00	0.00	0.00	0.00
Fixed Assets:Depreciation	4,560.50	4,171.62	3,908.30	3,381.66	3,381.66	3,139.58	3,053.30	3,018.54
Fixed Assets:Acquired	-7,000.00	0.00	-9,474.38	0.00	0.00	-2,518.23	-2,231.38	0.00
Business Acquired	0.00	0.00	-20,000.00	0.00	0.00	0.00	0.00	0.00
Net cash provided by Investing Activities	24,728.54	4,171.62	-25,566.08	4,041.08	-97,856.34	621.35	821.92	3,018.54
FINANCING ACTIVITIES								
Notes Payable	1,590.95	1,579.10	-63,264.29	1,794.65	1,821.89	1,809.25	1,777.25	1,745.76
Paid in Capital in Excess PAR	-600.00	-18,295.00	211,800.00	110,133.33	35,787.30	1,814.37	24,971.67	100,147.33
Common Stock ($.001 PAR value)	600.00	0.00	3,200.00	366.67	4,212.70	6,713.63	28.33	5,152.67
Net cash provided by Financing Activities	1,590.95	-16,715.90	151,735.71	112,294.65	41,821.89	10,337.25	26,777.25	107,045.76
Net cash increase for period	39,801.10	359,780.26	-158,782.76	3,031.29	1,313.52	-22,231.49	93,808.07	-23,196.82
Cash at beginning of period	265,883.35	-93,896.91	64,885.85	61,854.56	60,541.04	82,772.53	-11,035.54	12,161.28
Cash at end of period	305,684.45	265,883.35	-93,896.91	64,885.85	61,854.56	60,541.04	82,772.53	-11,035.54

Labwire, Inc. and Subsidiary Companies
Consolidated Comparative Balance Sheet

	Quarters Ended							
	Dec 31, 06	Sep 30, 06	Jun 30, 06	Mar 31, 06	Dec 31, 05	Sep 30, 05	Jun 30, 05	Mar 31, 05
ASSETS								
Current Assets								
Checking/Savings								
Petty Cash	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	0.00	0.00	0.00
EncoreBank - 3247	185,561.40	69,706.40	119,228.90	69,468.90	39,901.12	328.12	1,871.82	524.56
Encore Checking	-78,215.46	39,952.86	-77,635.50	-5,583.05	34,552.45	63,190.37	498.35	4,317.35
Undeposited Funds	197,338.51	155,224.09	-136,490.31	0.00	-13,599.01	-2,977.45	80,402.36	-15,877.45
Total Checking/Savings	305,684.45	265,883.35	-93,896.91	64,885.85	61,854.56	60,541.04	82,772.53	-11,035.54
Accounts Receivable								
Accrued Revenue	102,701.18	105,719.96	209,479.73	198,479.47	205,431.14	87,894.77	63,441.50	206,715.50
Accounts Receivable	629,843.12	568,091.64	834,764.48	810,814.33	711,623.77	448,986.13	142,408.86	178,961.39
Total Accounts Receivable	732,544.30	673,811.60	1,044,244.21	1,009,293.80	917,054.91	536,880.90	205,850.36	385,676.89
Other Current Assets								
Advances to Affiliates - K-9 Bomb Search	244,758.79	201,091.41	161,874.03	32,976.97	15,783.50	15,783.50	0.00	0.00
PrePaid Rent	6,148.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Employee Advances	3,900.00	3,900.00	3,900.00	3,900.00	3,900.00	1,900.00	1,900.00	350.00
Total Other Current Assets	254,806.79	204,991.41	165,774.03	36,876.97	19,683.50	17,683.50	1,900.00	350.00
Total Current Assets	1,293,035.54	1,144,686.36	1,116,121.33	1,111,056.62	998,592.97	615,105.44	290,522.89	374,991.35
Fixed Assets								
Fixed Assets - net (note 1)	42,967.39	40,527.89	44,699.51	39,133.43	42,515.09	45,896.75	46,518.10	47,340.02
Total Fixed Assets	42,967.39	40,527.89	44,699.51	39,133.43	42,515.09	45,896.75	46,518.10	47,340.02
Other Assets								
Deferred Tax Asset	73,410.54	100,578.58	100,578.58	100,578.58	101,238.00	0.00	0.00	0.00
Goodwill (note 2)	476,933.22	476,933.22	476,933.22	456,933.22	456,933.22	456,933.22	456,933.22	456,933.22
Total Other Assets	550,343.76	577,511.80	577,511.80	557,511.80	558,171.22	456,933.22	456,933.22	456,933.22
TOTAL ASSETS	1,886,346.69	1,762,726.05	1,738,332.64	1,707,701.85	1,599,279.28	1,117,935.41	793,974.21	879,264.59

See Accountant's Compilation Report
The accompanying notes are an integral part of this financial statement

Labwire, Inc. and Subsidiary Companies
Consolidated Comparative Balance Sheet

	Dec 31, 06	Sep 30, 06	Jun 30, 06	Mar 31, 06	Dec 31, 05	Sep 30, 05	Jun 30, 05	Mar 31, 05
LIABILITIES & EQUITY								
Liabilities								
Current Liabilities								
Accounts Payable								
Expense Accruals	101,111.74	67,449.00	23,684.19	76,061.00	0.00	4,224.84	300.00	300.00
Accounts Payable	482,597.03	445,340.10	418,756.61	515,778.00	617,180.00	636,943.90	366,081.56	388,672.62
Total Accounts Payable	583,708.77	512,789.10	442,440.80	591,839.00	617,180.00	641,168.74	366,381.56	388,972.62
Credit Cards								
Credit Cards	70,812.97	72,437.86	70,599.51	50,490.69	73,482.31	88,152.20	81,892.06	62,615.12
Total Credit Cards	70,812.97	72,437.86	70,599.51	50,490.69	73,482.31	88,152.20	81,892.06	62,615.12
Other Current Liabilities								
Payroll Liabilities	0.00	0.00	0.00	19,972.02	0.00	0.00	3,295.61	3,295.61
Income Tax Payable	33,176.70	6,008.65	6,008.65	6,008.65	4,840.00	0.00	0.00	0.00
Total Other Current Liabilities	33,176.70	6,008.65	6,008.65	25,980.67	4,840.00	0.00	3,295.61	3,295.61
Total Current Liabilities	687,698.44	591,235.61	519,048.96	668,310.36	695,502.31	729,320.94	451,569.23	454,883.35
Long Term Liabilities								
Deferred Tax Liability	73,410.54	100,578.58	100,578.58	100,578.58	101,238.00	0.00	0.00	0.00
Notes Payable (note 3)	266,145.88	264,554.93	262,975.83	326,240.12	324,445.47	322,623.58	320,814.33	319,037.08
Total Long Term Liabilities	339,556.42	365,133.51	363,554.41	426,818.70	425,683.47	322,623.58	320,814.33	319,037.08
Total Liabilities	1,027,254.86	956,369.12	882,603.37	1,095,129.06	1,121,185.78	1,051,944.52	772,383.56	773,920.43
Equity								
Paid in Capital in Excess PAR	471,384.00	471,984.00	490,279.00	278,479.00	168,345.67	132,558.37	130,744.00	105,772.33
Common Stock ($.001 PAR value 150,000,000 authorized shares 140,399,001 shares issued)	140,399.00	139,799.00	139,799.00	136,599.00	136,232.33	132,019.63	125,306.00	125,277.67
Retained Earnings	173,515.50	173,515.50	173,515.50	173,515.50	-101,343.98	-101,343.98	-101,343.98	-101,343.98
Net Income	73,793.33	21,058.43	52,135.77	23,979.29	274,859.48	-97,243.13	-133,115.37	-24,361.86
Total Equity	859,091.83	806,356.93	855,729.27	612,572.79	478,093.50	65,990.89	21,590.65	105,344.16
TOTAL LIABILITIES & EQUITY	1,886,346.69	1,762,726.05	1,738,332.64	1,707,701.85	1,599,279.28	1,117,935.41	793,974.21	879,264.59

See Accountant's Compilation Report
The accompanying notes are an integral part of this financial statement

Labwire, Inc. and Subsidiary Companies
Consolidated Statement of Shareholder's Equity

	Common Stock	Additional Paid in Capital	Retained Earnings	Total
Shareholder's Equity October 1, 2004	$ -	$ -	$ -	$ -
Net Earnings			(101,343.98)	(101,343.98)
Common Stock issued	120,125.00	5,625.00		125,750.00
Shareholder's Equity December 31, 2004	120,125.00	5,625.00	(101,343.98)	24,406.02
Net Earnings			(24,361.86)	(24,361.86)
Common Stock issued	5,152.67	100,147.33		105,300.00
Shareholder's Equity March 31, 2005	125,277.67	105,772.33	(125,705.84)	105,344.16
Net Earnings			(108,753.51)	(108,753.51)
Common Stock issued	28.33	24,971.67		25,000.00
Shareholder's Equity June 30, 2005	125,306.00	130,744.00	(234,459.35)	21,590.65
Net Earnings			35,872.24	35,872.24
Common Stock issued	6,713.63	1,814.37		8,528.00
Shareholder's Equity September 30, 2005	132,019.63	132,558.37	(198,587.11)	65,990.89
Net Earnings			372,102.61	372,102.61
Common Stock issued	4,212.70	35,787.30		40,000.00
Shareholder's Equity December 31, 2005	136,232.33	168,345.67	173,515.50	478,093.50
Net Earnings			23,979.29	23,979.29
Common Stock issued	366.67	110,133.33		110,500.00
Shareholder's Equity March 31, 2006	136,599.00	278,479.00	197,494.79	612,572.79
Net Earnings			28,156.48	28,156.48
Common Stock issued	3,200.00	211,800.00		215,000.00
Shareholder's Equity June 30, 2006	139,799.00	490,279.00	225,651.27	855,729.27

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Labwire, Inc. and Subsidiary Companies
Consolidated Statement of Shareholder's Equity

Net Earnings			(31,077.34)	(31,077.34)
Common Stock issued	-	(18,295.00)		(18,295.00)
Shareholder's Equity September 30, 2006	139,799.00	471,984.00	194,573.93	806,356.93
Net Earnings			52,734.90	52,734.90
Common Stock issued	600.00	(600.00)		-
Shareholder's Equity December 31, 2006	140,399.00	471,384.00	247,308.83	859,091.83

Changes in Number of Shares	**Issued**	**Outstanding**	**In Treasury**	**Average Price/Share**
Balance at October 1, 2004	0	0	0	
Common Stock Issued	120,125,000	120,125,000	0	
Balance at December 31, 2004	120,125,000	120,125,000	0	$ 0.0010
Common Stock Issued	5,152,665	5,152,665		0.0204
Balance at March 31, 2005	125,277,665	125,277,665	0	$ 0.0018
Common Stock Issued	28,333	28,333		0.8824
Balance at June 30, 2005	125,305,998	125,305,998	0	$ 0.0020
Common Stock Issued	6,713,633	6,713,633		0.0013
Balance at September 30, 2005	132,019,631	132,019,631	0	$ 0.0020
Common Stock Issued	4,212,704	4,212,704		0.0095
Balance at December 31, 2005	136,232,335	136,232,335	0	$ 0.0022
Common Stock Issued	366,666	366,666		0.3014
Balance at March 31, 2006	136,599,001	136,599,001	0	0.0030
Common Stock Issued	3,200,000	3,200,000		0.0345
Balance at June 30, 2006	139,799,001	139,799,001	0	-
Common Stock Issued	0	0		-

See Accountant's Compilation Report

The accompanying notes are an integral part of this financial statement

Labwire, Inc. and Subsidiary Companies
Consolidated Statement of Shareholder's Equity

Balance at September 30, 2006	139,799,001	139,799,001	0	-
Common Stock Issued	600,000	600,000		-
Balance at September 30, 2006	140,399,001	140,399,001	0	-

See Accountant's Compilation Report
The accompanying notes are an integral part of this financial statement

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Notes to the Financial Statements
December 31, 2006

Basis of Presentation
The financial statements included in this compilation report present the combined activities of Labwire, Inc.

These are compiled financial statements and have not been audited.

Basis of Accounting
The financial statements are prepared on the accrual basis except for accrued bad debt expense. The company is currently writing balances off as they are deemed uncollectible. The inclusion of such amounts would not have a significant effect on the financial statements. Compensated absences are not reflected in the accompanying financial statements.

Note 1 – Fixed Assets
Fixed assets are valued at booked value from the date of acquisition. Labwire, Inc. acquired Workplace Screening, Inc. on October 31, 2004. Computer equipment is being depreciated over three (3) years, equipment and furniture & fixtures over five (5) years using the straight-line method.

Computer Equipment	$25,244		
Less accumulated depreciation	(12,483)		
Net Computer Equipment		$12,761	
Equipment	$40,371		
Less accumulated depreciation	(17,494)		
Net Equipment		$22,877	
Furniture & Fixtures	$ 980		
Less accumulated depreciation	(261)		
Net Equipment		$ 719	
Vehicles	$ 7000		
Less accumulated depreciation	(389)		
Net Equipment		$ 6,611	
Total Fixed Assets			$42,267

Note 2 – Goodwill
The acquisition of Workplace Screening, Inc. resulted in a $456,933.22 charge to goodwill. Per FASB Statement #142, goodwill should remain on the books subject to an annual impairment test. Another $20,000 was added to Goodwill this quarter due to the discovery of an unpaid credit card liability which was assumed at acquisition.

Note 3 – Long-Term Indebtedness

Note Payable – D Morris – 1.71% - payable when profits allow	$105,373
Note Payable – Workplace Health – 4.5% payable when profits allow	64,247
Note Payable – J Maring – 1.71% - payable when profits allow	96,526
Total Long-Term Indebtedness	$266,146

Note 4 – Subsidiaries
Labwire, Inc. has one wholly owned subsidiary, Workplace Screening Services, Inc. Labwire, Inc. purchased Workplace Screening Services, Inc. on October 31, 2004 in a stock purchase of 120,000,000 shares. The acquisition was valued at $120,000. Along with the assets of the company, Labwire, Inc. assumed $181,232 in short-term debt and $306,128 in long-debt.

Note 5 – Restatement of December 31, 2005 Financial Statements
Due to depreciation timing differences between tax and GAAP financial statements, a $101,238 deferred tax asset and liability has been recognized for the year ended December 31, 2005. As a result, Income Tax expenses was lowered from $106,078 to $4,840, increasing Net Income by $101,238. The deferred tax asset and liability will be amortized as Labwire reports income on the tax depreciated assets. In 2006, $27,168 of the deferred tax asset was amortized.