David B. Neidhart, CPA, P.C.
Certified Public Accountant
Office 281-463-8440
Fax -281-463-8444

May 31, 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 September 30, 2006, and December 31, 2006 and March 31, 2007 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 Balance Sheet

	Quarters Ended		
	Mar 31, 07	Dec 31, 06	Sep 30, 06
ASSETS			
Current Assets			
Checking/Savings			
Petty Cash	1,000.00	1,000.00	1,000.00
EncoreBank - 3247	118,221.90	185,561.40	69,706.40
Encore Checking	19,007.41	-78,215.46	39,952.86
Undeposited Funds	39,332.00	197,338.51	155,224.09
Total Checking/Savings	177,561.31	305,684.45	265,883.35
Accounts Receivable			
Accrued Revenue	381,798.87	102,701.18	105,719.96
Accounts Receivable	658,264.12	629,843.12	568,091.64
Total Accounts Receivable	1,040,062.99	732,544.30	673,811.60
Other Current Assets			
Advances to Affiliates - K-9 Bomb Search	250,015.58	244,758.79	201,091.41
PrePaid Rent	0.00	6,148.00	0.00
Employee Advances	1,500.00	3,900.00	3,900.00
Total Other Current Assets	251,515.58	254,806.79	204,991.41
Total Current Assets	1,469,139.88	1,293,035.54	1,144,686.36
Fixed Assets			
Fixed Assets - net (note 1)	38,406.89	42,967.39	40,527.89
Total Fixed Assets	38,406.89	42,967.39	40,527.89
Other Assets			
Deferred Tax Asset	73,410.54	73,410.54	100,578.58
Goodwill (note 2)	476,933.22	476,933.22	476,933.22
Total Other Assets	550,343.76	550,343.76	577,511.80
TOTAL ASSETS	2,057,890.53	1,886,346.69	1,762,726.05

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

	Mar 31, 07	Dec 31, 06	Sep 30, 06
LIABILITIES & EQUITY			
Liabilities			
Current Liabilities			
Accounts Payable			
Expense Accruals	73,881.86	264,040.06	119,771.50
Accounts Payable	789,160.92	482,597.03	445,340.10
Total Accounts Payable	863,042.78	746,637.09	565,111.60
Credit Cards			
Credit Cards	69,585.71	70,812.97	72,437.86
Total Credit Cards	69,585.71	70,812.97	72,437.86
Other Current Liabilities			
Payroll Liabilities	0.00	0.00	0.00
Income Tax Payable	-5,535.11	6,008.65	6,008.65
Total Other Current Liabilities	-5,535.11	6,008.65	6,008.65
Total Current Liabilities	927,093.38	823,458.71	643,558.11
Long Term Liabilities			
Deferred Tax Liability	73,410.54	73,410.54	100,578.58
Notes Payable (note 3)	263,713.89	266,145.88	264,554.93
Total Long Term Liabilities	337,124.43	339,556.42	365,133.51
Total Liabilities	1,264,217.81	1,163,015.13	1,008,691.62
Equity			
Paid in Capital in Excess PAR	471,384.00	471,384.00	471,984.00
Common Stock ($.001 PAR value 150,000,000 authorized shares 140,399,001 shares issued)	140,399.00	140,399.00	139,799.00
Retained Earnings	111,548.56	173,515.50	173,515.50
Net Income	70,341.16	-61,966.94	-31,264.07
Total Equity	793,672.72	723,331.56	754,034.43
TOTAL LIABILITIES & EQUITY	2,057,890.53	1,886,346.69	1,762,726.05

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		
	Mar 07	Dec 06	Sep 06
OPERATING ACTIVITIES			
Net Income	70,341.16	-30,702.87	-83,399.84
Adjustments to reconcile Net Income			
to net cash provided by operations:			
Accrued Revenue	-279,097.69	3,018.78	103,759.77
Accounts Receivable	-28,421.00	-61,751.48	266,672.84
Prepaid Rent	6,148.00	-6,148.00	0.00
Advances to Affiliates - K-9 Bomb Search	-5,256.79	-43,667.38	-39,217.38
Employee Advances	2,400.00	0.00	0.00
Expense Accruals	-190,158.20	144,268.56	96,087.31
Accounts Payable Related	305,336.63	35,632.04	28,421.84
Deferred Tax Liability	0.00	-27,168.04	0.00
Income Tax Payable	-11,543.76	0.00	0.00
Payroll Liabilities	0.00	0.00	0.00
Net cash provided by Operating Activities	-130,251.65	13,481.61	372,324.54
INVESTING ACTIVITIES			
Deferred tax Asset	0.00	27,168.04	0.00
Fixed Assets:Depreciation	4,560.50	4,560.50	4,171.62
Fixed Assets:Acquired	0.00	-7,000.00	0.00
Business Acquired	0.00	0.00	0.00
Net cash provided by Investing Activities	4,560.50	24,728.54	4,171.62
FINANCING ACTIVITIES			
Notes Payable	-2,431.99	1,590.95	1,579.10
Paid in Capital in Excess PAR	0.00	-600.00	-18,295.00
Common Stock ($.001 PAR value)	0.00	600.00	0.00
Net cash provided by Financing Activities	-2,431.99	1,590.95	-16,715.90
Net cash increase for period	-128,123.14	39,801.10	359,780.26
Cash at beginning of period	305,684.45	265,883.35	-93,896.91
Cash at end of period	177,561.31	305,684.45	265,883.35

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

	Quarters Ended						Year to Date		Prior Year to Date	
	Mar 07	%	Dec 06	%	Sep 06	%	Jan - Mar 07	%	Jan - Mar 06	%
Ordinary Income/Expense										
Income										
Services	1,018,261.51	87.18%	903,886.70	93.59%	717,010.62	92.05%	1,018,261.51	87.18%	753,277.61	71.26%
K-9 Revenue	142,584.24	12.21%	58,998.00	6.11%	58,998.00	7.57%	142,584.24	12.21%	289,297.84	27.37%
Management Fee	7,129.22	0.61%	2,949.90	0.31%	2,949.90	0.38%	7,129.22	0.61%	14,464.89	1.37%
Total Income	1,167,974.97	100.0%	965,834.60	100.0%	778,958.52	100.0%	1,167,974.97	100.0%	1,057,040.34	100.0%
Cost of Goods Sold										
Drug Screening Services	794,287.59	68.01%	717,514.83	74.29%	567,947.50	72.91%	794,287.59	68.01%	684,974.97	64.8%
Total COGS	794,287.59	68.01%	717,514.83	74.29%	567,947.50	72.91%	794,287.59	68.01%	684,974.97	64.8%
Gross Profit	373,687.38	31.99%	248,319.77	25.71%	211,011.02	27.09%	373,687.38	31.99%	372,065.37	35.2%
Expense										
Automobile Expense	3,467.71	0.3%	116.36	0.01%	340.12	0.04%	3,467.71	0.3%	145.58	0.01%
Bad Debt Expense	0.00	0.0%	0.00	0.0%	0.00	0.0%	0.00	0.0%	452.50	0.04%
Bank Service Charges	758.72	0.07%	346.22	0.04%	-38.50	-0.01%	758.72	0.07%	26.50	0.0%
Computer	74,134.96	6.35%	66,088.86	6.84%	67,726.74	8.7%	74,134.96	6.35%	60,128.10	5.69%
Contract Labor	0.00	0.0%	0.00	0.0%	0.00	0.0%	0.00	0.0%	4,140.50	0.39%
Contributions	200.00	0.02%	0.00	0.0%	2,100.00	0.27%	200.00	0.02%	1,040.00	0.1%
Depreciation Expense	4,560.50	0.39%	4,560.50	0.47%	4,171.62	0.54%	4,560.50	0.39%	3,381.66	0.32%
Dues & Subscriptions	1,425.79	0.12%	417.79	0.04%	0.00	0.0%	1,425.79	0.12%	0.00	0.0%
Professional Development	3,550.00	0.3%	0.00	0.0%	700.00	0.09%	3,550.00	0.3%	0.00	0.0%
Equipment Rental	0.00	0.0%	0.00	0.0%	2,000.00	0.26%	0.00	0.0%	0.00	0.0%
Insurance	5,173.24	0.44%	8,542.86	0.89%	12,563.10	1.61%	5,173.24	0.44%	5,266.96	0.5%
Internet Access	1,810.28	0.16%	929.10	0.1%	892.11	0.12%	1,810.28	0.16%	1,238.80	0.12%
Licenses & Fees	0.00	0.0%	0.00	0.0%	1,043.50	0.13%	0.00	0.0%	795.00	0.08%
Marketing & Advertising	908.50	0.08%	6,764.99	0.7%	1,285.67	0.17%	908.50	0.08%	622.62	0.06%
Office Supplies	1,411.81	0.12%	1,236.38	0.13%	1,274.59	0.16%	1,411.81	0.12%	826.92	0.08%
Payroll Expenses	127,072.08	10.88%	138,231.34	14.31%	136,996.88	17.59%	127,072.08	10.88%	185,373.74	17.54%
Postage and Delivery	2,748.32	0.24%	2,135.57	0.22%	3,347.98	0.43%	2,748.32	0.24%	2,952.84	0.28%
Printing & Reproduction	0.00	0.0%	0.00	0.0%	223.54	0.03%	0.00	0.0%	0.00	0.0%
Professional Fees	23,534.78	2.02%	5,657.50	0.59%	4,090.00	0.53%	23,534.78	2.02%	11,405.25	1.08%
Property Taxes	1,277.65	0.11%	0.00	0.0%	0.00	0.0%	1,277.65	0.11%	0.00	0.0%
Rent	16,715.60	1.43%	14,967.20	1.55%	15,111.75	1.94%	16,715.60	1.43%	13,258.80	1.25%
Repair & Maintenance	0.00	0.0%	0.00	0.0%	0.00	0.0%	0.00	0.0%	0.00	0.0%
Telephone	2,712.82	0.23%	2,672.53	0.28%	2,936.31	0.38%	2,712.82	0.23%	2,345.12	0.22%
Travel & Ent	25,116.34	2.15%	15,493.22	1.6%	29,868.21	3.83%	25,116.34	2.15%	44,280.39	4.19%
Utilities	698.47	0.06%	107.00	0.01%	309.41	0.04%	698.47	0.06%	95.54	0.01%
Miscellaneous	0.00	0.0%	181.20	0.02%	0.00	0.0%	0.00	0.0%	0.00	0.0%
Total Expense	297,277.57	25.45%	268,468.62	27.8%	286,945.23	36.84%	297,277.57	25.45%	337,778.82	31.96%
Net Income from Operations	76,409.81	6.54%	-20,148.85	-2.09%	-75,934.21	-9.75%	76,409.81	6.54%	34,286.55	3.24%
Other Income/Expense										
Other Expense										
Interest Expense	6,068.65	0.52%	10,554.02	1.09%	7,465.63	0.96%	6,068.65	0.52%	4,498.61	0.43%
Other Income	0.00	0.0%	0.00	0.0%	0.00	0.0%	0.00	0.0%	0.00	0.0%
Total Other Expense	6,068.65	0.52%	10,554.02	1.09%	7,465.63	0.96%	6,068.65	0.52%	4,498.61	0.43%
Net Income before Income Taxes	70,341.16	6.02%	-30,702.67	-3.18%	-83,399.84	-10.71%	70,341.16	6.02%	29,787.94	2.82%
Income Tax Provision	0.00		0.00		0.00		0.00		5,808.65	
Net Income	70,341.16	6.02%	-30,702.67	-3.18%	-83,399.84	-10.71%	70,341.16	6.02%	23,979.29	2.27%
Basic Earnings per Share	$ 0.0005		$ (0.0002)		$ (0.0006)		$ 0.0005		$ 0.0002	

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			17,319.69	17,319.69
Common Stock issued	366.67	110,133.33		110,500.00
Shareholder's Equity March 31, 2006	136,599.00	278,479.00	190,835.19	605,913.19
Net Earnings			23,114.48	23,114.48
Common Stock issued	3,200.00	211,800.00		215,000.00
Shareholder's Equity June 30, 2006	139,799.00	490,279.00	213,949.67	844,027.67

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

Net Earnings			(83,399.84)	(83,399.84)
Common Stock issued	-	(18,295.00)		(18,295.00)
Shareholder's Equity September 30, 2006	139,799.00	471,984.00	130,549.83	742,332.83
Net Earnings			(30,702.87)	(30,702.87)
Common Stock issued	600.00	(600.00)		-
Shareholder's Equity December 31, 2006	140,399.00	471,384.00	99,846.96	711,629.96
Net Earnings			73,628.06	73,628.06
Common Stock issued	-	-		-
Shareholder's Equity March 31, 2007	140,399.00	471,384.00	173,475.02	785,258.02

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

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 June 30, 2006	139,799,001	139,799,001	0	-
Common Stock Issued	0	0		-
Balance at September 30, 2006	139,799,001	139,799,001	0	-
Common Stock Issued	600,000	600,000		-
Balance at December 31 2006	140,399,001	140,399,001	0	-
Common Stock Issued	0	0		-
Balance at March 31, 2006	140,399,001	140,399,001	0	-

See Accountant's Compilation Report

The accompanying notes are an integral part of this financial statement

David B. Neidhart, CPA, P.C.
Certified Public Accountant
Office 281-463-8440
Fax -281-463-8444

Notes to the Financial Statements
March 31, 2007

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	(14,587)		
Net Computer Equipment		$10,657	
Equipment	$40,371		
Less accumulated depreciation	(19,371)		
Net Equipment		$20,858	
Furniture & Fixtures	$ 980		
Less accumulated depreciation	(310)		
Net Equipment		$ 670	
Vehicles	$ 7000 *		
Less accumulated depreciation	(778)		
Net Equipment		$ 6,222	
Total Fixed Assets			$38,407

* Not part of the Workplace Screening, Inc. acquisition

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.

David B. Neidhart, CPA, P.C.
Certified Public Accountant
Office 281-463-8440
Fax -281-463-8444

Note 3 – Long-Term Indebtedness

Note Payable – D Morris – 1.71% - payable when profits allow	$101,818
Note Payable – Workplace Health – 4.5% payable when profits allow	64,963
Note Payable – J Maring – 1.71% - payable when profits allow	96,933
Total Long-Term Indebtedness	$263,714

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 were 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, $27,827 of the deferred tax asset was amortized.

Note 6 – Non-reliance of Historical Financial Statements issued prior to March 31, 2007
The Company has restated its previously issued financial statements as described below and, in view of the restatements, cautions investors not to rely on the Company's historical financial statements issued prior to March 31, 2007. The foregoing determination was made on May 20, 2007.

Due to the receipt of $174,631 in late billing invoices from collection companies dating back to the third quarter of 2006, Management has elected to restate their financial reporting for the quarters ended September 30, 2006 and December 31, 2006. The changes to the Income Statement for each respective quarter are as follows:

Description	Sep' 06 prior	Sep' 06 adjusted	Change incr/(decr)	Dec' 06 prior	Dec' 06 adjusted	Change incr/(decr)
Cost of Goods	$515,625	$567,948	$52,323	$606,909	$717,515	$110,606
Gross Profit	263,334	211,011	(52,323)	358,926	248,320	(110,606)
Operating Income	$ (31,077)	$(83,400)	$(52,323)	$ 79,903	$(30,703)	$(110,606)
Income Tax Provision	- 0 -	- 0 -	- 0 -	27,168	- 0 -	(27,168)
Net Income	$(31,077)	$(83,400)	$(52,323)	$52,735	$(30,703)	$(83,438)