CERTIFICATION

I, Dexter Morris, CEO of Labwire, Inc., hereby certify that the financial statements filed herewith and any notes thereto, fairly present, in all material respects, the financial position, results of operations and cash flows for the periods presented, in conformity with accounting principles generally accepted in the United States, consistently applied.

Dexter Morris
CEO

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

August 22, 2006

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

Dear Mr. Morris:

We have compiled the accompanying balance sheet of Labwire, Inc. as of June 30, 2006 and the related statements of income for the periods 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.

Accordingly, these financial statements are not designed for those who are not informed about such matters.

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 Balance Sheet

	Quarters Ended					
	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	0.00	0.00	0.00
EncoreBank - 3247	119,228.90	69,468.90	39,901.12	328.12	1,871.82	524.56
Encore Checking	-77,635.50	-5,583.05	34,552.45	63,190.37	498.35	4,317.35
Undeposited Funds	-136,490.31	0.00	-13,599.01	-2,977.45	80,402.36	-15,877.45
Total Checking/Savings	-93,896.91	64,885.85	61,854.56	60,541.04	82,772.53	-11,035.54
Accounts Receivable						
Accrued Revenue	209,479.73	198,479.47	205,431.14	87,894.77	63,441.50	206,715.50
Accounts Receivable	834,764.48	810,814.33	711,623.77	448,986.13	142,408.86	178,961.39
Total Accounts Receivable	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	161,874.03	32,976.97	15,783.50	15,783.50	0.00	0.00
Employee Advances	3,900.00	3,900.00	3,900.00	1,900.00	1,900.00	350.00
Total Other Current Assets	165,774.03	36,876.97	19,683.50	17,683.50	1,900.00	350.00
Total Current Assets	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)	44,699.51	39,133.43	42,515.09	45,896.75	46,518.10	47,340.02
Total Fixed Assets	44,699.51	39,133.43	42,515.09	45,896.75	46,518.10	47,340.02
Other Assets						
Deferred Tax Asset	100,578.58	100,578.58	101,238.00	0.00	0.00	0.00
Goodwill (note 2)	476,933.22	456,933.22	456,933.22	456,933.22	456,933.22	456,933.22
Total Other Assets	577,511.80	557,511.80	558,171.22	456,933.22	456,933.22	456,933.22
TOTAL ASSETS	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 Balance Sheet

	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	23,684.19	76,061.00	0.00	4,224.84	300.00	300.00
Accounts Payable	418,756.61	515,778.00	617,180.00	636,943.90	366,081.56	388,672.62
Total Accounts Payable	442,440.80	591,839.00	617,180.00	641,168.74	366,381.56	388,972.62
Credit Cards						
Credit Cards	70,599.51	50,490.69	73,482.31	88,152.20	81,892.06	62,615.12
Total Credit Cards	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	19,972.02	0.00	0.00	3,295.61	3,295.61
Income Tax Payable	6,008.65	6,008.65	4,840.00	0.00	0.00	0.00
Total Other Current Liabilities	6,008.65	25,980.67	4,840.00	0.00	3,295.61	3,295.61
Total Current Liabilities	519,048.96	668,310.36	695,502.31	729,320.94	451,569.23	454,883.35
Long Term Liabilities						
Deferred Tax Liability	100,578.58	100,578.58	101,238.00	0.00	0.00	0.00
Notes Payable (note 3)	262,975.83	326,240.12	324,445.47	322,623.58	320,814.33	319,037.08
Total Long Term Liabilities	363,554.41	426,818.70	425,683.47	322,623.58	320,814.33	319,037.08
Total Liabilities	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	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 139,799,001 shares issued)	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	-101,343.98	-101,343.98	-101,343.98	-101,343.98
Net Income	52,135.77	23,979.29	274,859.48	-97,243.13	-133,115.37	-24,361.86
Total Equity	855,729.27	612,572.79	478,093.50	65,990.89	21,590.65	105,344.16
TOTAL LIABILITIES & EQUITY	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 Earnings
For the six months ended June 30, 2006

	Quarters Ended								Year to Date		Prior Year to Date	
	Jun 06	%	Mar 06	%	Jun 05	%	Mar 05	%	Jan-Jun 06	%	Jan-Jun 05	%
Ordinary Income/Expense												
Income												
Services	669,613.68	74.41%	753,277.61	71.26%	581,702.24	100.0%	452,421.88	100.0%	1,422,891.29	72.71%	1,034,124.12	100.0%
K-9 Revenue	219,328.00	24.37%	289,297.84	27.37%	0.00	0.0%	0.00	0.0%	508,625.84	25.99%	0.00	0.0%
Management Fee	10,966.40	1.22%	14,464.89	1.37%	0.00	0.0%	0.00	0.0%	25,431.29	1.3%	0.00	0.0%
Total Income	899,908.08	100.0%	1,057,040.34	100.0%	581,702.24	100.0%	452,421.88	100.0%	1,956,948.42	100.0%	1,034,124.12	100.0%
Cost of Goods Sold												
Drug Screening Services	582,249.19	64.7%	684,974.97	64.8%	396,126.00	68.1%	255,023.34	56.37%	1,267,224.16	64.76%	651,149.34	62.97%
Total COGS	582,249.19	64.7%	684,974.97	64.8%	396,126.00	68.1%	255,023.34	56.37%	1,267,224.16	64.76%	651,149.34	62.97%
Gross Profit	317,658.89	35.3%	372,065.37	35.2%	185,576.24	31.9%	197,398.54	43.63%	689,724.26	35.25%	382,974.78	37.03%
Expense												
Automobile Expense	91.75	0.01%	145.58	0.01%	0.00	0.0%	315.01	0.07%	237.33	0.01%	315.01	0.03%
Bad Debt Expense	0.00	0.0%	452.50	0.04%	1,573.30	0.27%	493.45	0.11%	452.50	0.02%	2,066.75	0.2%
Bank Service Charges	0.00	0.0%	28.50	0.0%	316.31	0.05%	44.00	0.01%	28.50	0.0%	360.31	0.04%
Computer	70,677.74	7.85%	60,128.10	5.69%	26,735.00	4.6%	20,042.42	4.43%	130,805.84	6.68%	46,777.42	4.52%
Contract Labor	2,245.00	0.25%	4,140.50	0.39%	9,950.16	1.71%	8,578.90	1.9%	6,385.50	0.33%	18,529.06	1.79%
Contributions	300.00	0.03%	1,040.00	0.1%	0.00	0.0%	0.00	0.0%	1,340.00	0.07%	0.00	0.0%
Depreciation Expense	3,908.30	0.43%	3,381.66	0.32%	3,053.30	0.53%	3,018.54	0.67%	7,289.96	0.37%	6,071.84	0.59%
Dues & Subscriptions	75.00	0.01%	0.00	0.0%	75.00	0.01%	545.00	0.12%	75.00	0.0%	620.00	0.06%
Education	0.00	0.0%	0.00	0.0%	0.00	0.0%	2,761.58	0.61%	0.00	0.0%	2,761.58	0.27%
Equipment Rental	0.00	0.0%	0.00	0.0%	0.00	0.0%	0.00	0.0%	0.00	0.0%	0.00	0.0%
Insurance	8,475.35	0.94%	5,268.96	0.5%	9,713.98	1.67%	12,185.96	2.69%	13,742.31	0.7%	21,899.94	2.12%
Internet Access	624.85	0.07%	1,238.80	0.12%	2,099.07	0.36%	388.44	0.09%	1,863.65	0.1%	2,487.51	0.24%
Licenses & Fees	0.00	0.0%	795.00	0.08%	0.00	0.0%	0.00	0.0%	795.00	0.04%	0.00	0.0%
Marketing & Advertising	1,106.03	0.12%	622.62	0.06%	23,879.20	4.11%	23,403.97	5.17%	1,728.65	0.09%	47,283.17	4.57%
Office Supplies	7,566.51	0.84%	826.92	0.08%	1,428.54	0.25%	2,852.42	0.63%	8,393.43	0.43%	4,280.96	0.41%
Payroll Expenses	136,777.31	15.2%	185,373.74	17.54%	154,680.79	26.59%	94,337.62	20.85%	322,151.05	16.46%	249,018.41	24.08%
Postage and Delivery	1,967.44	0.22%	2,952.84	0.28%	2,185.42	0.38%	1,360.20	0.3%	4,920.28	0.25%	3,545.62	0.34%
Printing & Reproduction	116.33	0.01%	0.00	0.0%	116.33	0.02%	308.38	0.07%	116.33	0.01%	424.71	0.04%
Professional Fees	6,660.49	0.74%	11,405.25	1.08%	6,355.73	1.09%	3,075.00	0.68%	18,065.74	0.92%	9,430.73	0.91%
Rent	13,477.70	1.5%	13,258.80	1.25%	10,071.88	1.73%	7,803.20	1.73%	26,736.50	1.37%	17,875.08	1.73%
Repair & Maintenance	0.00	0.0%	0.00	0.0%	110.36	0.02%	0.00	0.0%	0.00	0.0%	110.36	0.01%
Telephone	1,448.01	0.16%	2,345.12	0.22%	741.45	0.13%	2,851.65	0.63%	3,793.13	0.19%	3,593.10	0.35%
Travel & Ent	29,169.88	3.24%	44,280.39	4.19%	36,650.67	6.3%	34,876.81	7.71%	73,450.27	3.75%	71,527.48	6.92%
Utilities	446.30	0.05%	95.54	0.01%	0.00	0.0%	0.00	0.0%	541.84	0.03%	0.00	0.0%
Miscellaneous	0.00	0.0%	0.00	0.0%	2,816.01	0.48%	0.00	0.0%	0.00	0.0%	2,816.01	0.27%
Total Expense	285,133.99	31.69%	337,778.82	31.96%	292,552.50	50.29%	219,242.55	48.46%	622,912.81	31.83%	511,795.05	49.49%
Net Income from Operations	32,524.90	3.61%	34,286.55	3.24%	-106,976.26	-18.39%	-21,844.01	-4.83%	66,811.45	3.41%	-128,820.27	-12.46%
Other Income/Expense												
Other Expense												
Interest Expense	4,154.99	0.46%	4,498.61	0.43%	1,777.25	0.31%	2,517.85	0.56%	8,653.60	0.44%	4,295.10	0.42%
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%
Total Other Expense	4,154.99	0.46%	4,498.61	0.43%	1,777.25	0.31%	2,517.85	0.56%	8,653.60	0.44%	4,295.10	0.42%
Net Income before Income Taxes	28,369.91	3.15%	29,787.94	2.82%	-108,753.51	-18.7%	-24,361.86	-5.39%	58,157.85	2.97%	-133,115.37	-12.87%
Income Tax Provision	213.43		5,808.65		0.00		0.00		6,022.08		0.00	
Net Income	28,156.48	3.13%	23,979.29	2.27%	-108,753.51	-18.7%	-24,361.86	-5.39%	52,135.77	2.66%	-133,115.37	-12.87%
Basic Earnings per Share	$ 0.0002		$ 0.0002		$ (0.0009)		$ (0.0002)		$ 0.0004		$ (0.0011)	

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

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

	Quarters Ended					
	Jun 06	Mar 06	Dec 05	Sep 05	Jun 05	Mar 05
OPERATING ACTIVITIES						
Net Income	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	-11,000.25	6,951.67	-117,536.37	-24,453.27	143,274.00	-206,715.50
Accounts Receivable	-23,950.15	-99,190.56	-262,637.64	-306,577.27	36,552.53	-130,078.93
Advances to Affiliates - K-9 Bomb Search	-128,897.06	-17,193.47	0.00	-15,763.50	0.00	0.00
Expense Accruals	-52,376.81	76,061.00	-6,224.84	3,924.84	-1,550.00	300.00
Accounts Payable Related	-76,912.57	-124,393.62	-34,433.79	273,826.87	-3,314.12	227,595.17
Deferred Tax Liability	0.00	-5,299.42	101,238.00	0.00	0.00	0.00
Income Tax Payable	0.00	5,808.65	4,840.00	0.00	0.00	0.00
Payroll Liabilities	-19,972.02	19,972.02	0.00	0.00	0.00	0.00
Net cash provided by Operating Activities	-284,952.39	-113,304.44	57,347.97	-33,190.09	66,208.90	-133,261.12
INVESTING ACTIVITIES						
Deferred tax Asset	0.00	659.42	-101,238.00	0.00	0.00	0.00
Fixed Assets:Depreciation	3,908.30	3,381.66	3,381.66	3,139.58	3,053.30	3,018.54
Fixed Assets:Acquired	-9,474.38	0.00	0.00	-2,518.23	-2,231.38	0.00
Business Acquired	-20,000.00	0.00	0.00	0.00	0.00	0.00
Net cash provided by Investing Activities	-25,566.08	4,041.08	-97,856.34	621.35	821.92	3,018.54
FINANCING ACTIVITIES						
Notes Payable	-63,264.29	1,794.65	1,821.89	1,809.25	1,777.25	1,745.76
Paid in Capital in Excess PAR	211,800.00	110,133.33	35,787.30	1,814.37	24,971.67	100,147.33
Common Stock ($.001 PAR value)	3,200.00	366.67	4,212.70	6,713.63	28.33	5,152.67
Net cash provided by Financing Activities	151,735.71	112,294.65	41,821.89	10,337.25	26,777.25	107,045.76
Net cash Increase for period	-158,782.76	3,031.29	1,313.52	-22,231.49	93,808.07	-23,196.82
Cash at beginning of period	64,885.85	61,854.56	60,541.04	82,772.53	-11,035.54	12,161.28
Cash at end of period	-93,896.91	64,885.85	61,854.56	60,541.04	82,772.53	-11,035.54

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			(63,256.52)	(63,256.52)
Common Stock issued	3,200.00	211,800.00		215,000.00
Shareholder's Equity June 30, 2006	139,799.00	490,279.00	134,238.27	764,316.27

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

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	-

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
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Notes to the Financial Statements
June 30, 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	(8,275)		
Net Computer Equipment		$16,969	
Equipment	$40,371		
Less accumulated depreciation	(13,457)		
Net Equipment		$26,914	
Furniture & Fixtures	$ 980		
Less accumulated depreciation	(163)		
Net Equipment		$ 817	
Total Fixed Assets			$44,700

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	$104,469
Note Payable – Workplace Health – 4.5% payable when profits allow	62,809
Note Payable – J Maring – 1.71% - payable when profits allow	95,698
Total Long-Term Indebtedness	$262,976

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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.

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