

CONSTRUCTION & MINING EQUIPMENT SERVICES INTERNATIONAL L.L.C.

Balance Sheet
As of 31 December 1994

(In US \$)

PC 17575

| | <u>31 December 1994</u> | <u>30 September 1994</u> |
|---------------------------------------|-------------------------|--------------------------|
| <u>ASSETS</u> | | |
| Cash | 224,729 | 162,201 |
| Prepaid Assets | 74,054 | 108,043 |
| Machinery & Equipment | 158,210 | 158,210 |
| Less: Allowance for Depreciation | (21,896) | (16,135) |
| Other Assets | (11,062) | 3,165 |
| Total Assets | 424,035 | 415,484 |
| <u>LIABILITIES AND CAPITAL</u> | | |
| Accounts Payable | 331,475 | 194,172 |
| Accrued Payroll | 92,754 | 88,321 |
| Inter-Company Advances | 1,430,578 | 1,277,003 |
| Retained Earnings | (1,430,772) | (1,144,012) |
| Total Liabilities | 424,035 | 415,484 |

"SIGNED ON BEHALF OF SHAREHOLDER"

David D. Nardo

David D. Nardo
Secretary

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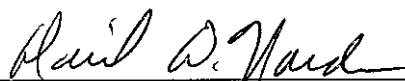
CONSTRUCTION & MINING EQUIPMENT SERVICES INTERNATIONAL L.L.C.

**Income Statement
For the Period 1 October to 31 December 1994**

(In US \$)

| | <u>1 October 1994</u> <u>to</u> <u>31 December 1994</u> | <u>18 October 1993</u> <u>to</u> <u>30 September 1994</u> |
|--------------------------------|---|---|
| Services Revenue & Commissions | 1,074,076 | 3,972,779 |
| Less Expenses: | | |
| Salaries and Wages | 547,542 | 2,028,466 |
| Repairs and Maintenance | 1,409 | 17,033 |
| Rent | 83,813 | 339,265 |
| Taxes and Licenses | 27,823 | 135,460 |
| Depreciation | 3,150 | 5,003 |
| Retirement Plans | 91 | 38,778 |
| Group Insurance | 4,893 | 3,297 |
| Workmen's Compensation | 2,558 | 10,242 |
| Utilities | 2,627 | 7,804 |
| Travel | 335,418 | 990,569 |
| Entertainment | 4,025 | 36,313 |
| Legal and Accounting Fees | 3,340 | 11,166 |
| Consulting Services | 203,517 | 843,737 |
| Automotive Expense | 11,786 | 86,766 |
| Telephone and Telegraph | 57,663 | 180,899 |
| Office Supplies | 10,207 | 39,929 |
| Freight and Postage | 10,764 | 38,179 |
| Library Expense | 57 | 4,302 |
| Outside Expenses | 13,905 | 68,874 |
| Dues and Subscriptions | 542 | 1,198 |
| Insurance and Bond Premium | 2,758 | 12,363 |
| Advertising | 6,102 | 25,026 |
| Relocation Expense | - | 11,156 |
| Miscellaneous Expense | 4,343 | (55,653) |
| Subtotal | <u>1,338,333</u> <u>(264,257)</u> | <u>4,880,172</u> <u>(907,393)</u> |
| Other Revenues and Gains | - | 6,146 |
| Net Income (Loss) | <u>(264,257)</u> | <u>(901,247)</u> |

"SIGNED ON BEHALF OF SHAREHOLDER"



**David D. Nardo
Secretary**