

Adagio Corporation, Inc.

Statements of Revenue and Expenses and Members' Equity

Years ended May 31, 2005 and 2004

	2005	2004
Revenue:		
Sales	\$ 506,680.45	\$ 29,530.00
Other revenue	0.00	0.00
	506,680.45	29,530.00
Interest & Miscellaneous revenue	399.79	0.00
	\$ 507,080.24	\$ 29,530.00
Expenses:		
Cost of sales (schedule)	260,153.08	15,048.35
Operating expenses (schedule)	84,789.72	70,070.64
Amortization	0.00	0.00
	344,942.80	85,118.99
Other:		
Bank charges	0.00	0.00
GST	0.00	0.00
Other expenses	6.23	0.00
	6.23	0.00
	344,949.03	85,118.99
Excess (deficiency) of revenue over expenses	162,131.21	(55,588.99)
Members' equity, beginning of year	(134,630.97)	(147,481.04)
Members' equity, end of year	\$ 27,500.24	\$ (203,070.03)

See accompanying notes to financial statements.