

**Adagio Corporation, Inc.**  
**STATEMENT OF LOSS AND DEFICIT**  
**FOR THE YEAR ENDED DECEMBER 31, 2005**  
(Unaudited)

|                                       | <b>2005</b> | <b>2004</b> |
|---------------------------------------|-------------|-------------|
|                                       | <b>\$</b>   | <b>\$</b>   |
| REVENUE                               |             |             |
| Sales                                 | 0           | 0           |
| Service                               | 0           | 0           |
| Other                                 | 0           | 0           |
|                                       | 0           | 0           |
| COST OF SALES (schedule)              | 0           | 0           |
| GROSS MARGIN                          | 0           | 0           |
| EXPENSES                              |             |             |
| Rent                                  | 0           | 0           |
| Consulting                            | 0           | 0           |
| Rework and warranty costs             | 0           | 0           |
| Insurance                             | 0           | 0           |
| Office and miscellaneous              | 0           | 0           |
| Professional fees                     | 0           | 0           |
| Utilities                             | 0           | 0           |
| Telephone                             | 0           | 0           |
| Bad debts                             | 0           | 0           |
| Property taxes                        | 0           | 0           |
| Interest and bank charges             | 0           | 0           |
| Business development                  | 0           | 0           |
| Interest on long-term debt            | 0           | 0           |
| Automotive                            | 0           | 0           |
| Amortization                          | 0           | 0           |
|                                       | 0           | 0           |
| LOSS FROM OPERATIONS                  | 0           | 0           |
| OTHER                                 |             |             |
| Gain (loss) on sale of capital assets | 0           | 0           |
| Gain on sale of investments           | 0           | 0           |
|                                       | 0           | 0           |
| LOSS BEFORE INCOME TAXES              | 0           | 0           |
| INCOME TAXES (RECOVERY)               | 0           | 0           |
| LOSS                                  | 0           | 0           |
| DEFICIT, beginning of year            | 0           | 0           |
| DEFICIT, end of year                  | 0           | 0           |