

Adagio Corporation, Inc.
SCHEDULE OF COST OF SALES
FOR THE YEAR ENDED DECEMBER 31, 2005
(Unaudited)

	2005	Sales	2004	Sales
	\$	%	\$	%
Cost of Sales				
Subcontracted Consultants	1,500	0%	11,273	10%
COS - Software	3,776	1%	9,859	8%
COS - Bikes	83,502	16%	0	0%
COS - Golf	48,097	9%	0	0%
COS - Kayaks	72,156	14%	0	0%
COS - Snowboard	3,705	1%	0	0%
COS - Windsurfing	47,487	9%	0	0%
Inventory Adjustment Write Off	0	0%	(9,353)	-8%
Inventory Assembly Cost Credit	(70)	-0%	0	0%
Cost Variance - Bike Equipmen	0	0%	0	0%
Cost Variance - Golf Equipmen	0	0%	0	0%
Cost Variance - Kayaks	0	0%	0	0%
Cost Variance - Snowboarding	0	0%	0	0%
Cost Variance - Windsurfing	0	0%	0	0%
Total Cost of Sales	260,153	51%	11,779	10%
Total Sales	506,680		116,770	