

Adagio Corporation, Inc.
Income Statement
For the 5 Period(s) Ending May 31 05

Consolidated Departments

Unaudited

	Jan-05	Feb-05	Mar-05	Apr-05	May-05	Jun-05	Jul-05	Aug-05	Sep-05	Oct-05	Nov-05	Dec-05	Year To Date
Revenue:													
Revenues - Consulting	2,940.00	2,940.00	2,940.00	3,055.00	3,055.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	14,930.00
Product Sales	2,545.00	0.00	7,065.00	2,545.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	12,155.00
Sales - Bike Equipment	17,556.63	18,463.34	85,750.87	38,329.67	6,265.58	0.00	0.00	0.00	0.00	0.00	0.00	0.00	166,366.09
Sales - Golf Equipment	3,654.65	34,050.93	31,423.42	14,131.94	5,339.40	0.00	0.00	0.00	0.00	0.00	0.00	0.00	88,600.34
Sales - Kayaks	17,392.00	4,103.05	57,580.04	9,896.39	41,128.91	0.00	0.00	0.00	0.00	0.00	0.00	0.00	130,100.39
Sales - Snowboard Equipment	682.11	414.74	5,119.16	746.76	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	6,962.77
Sales - Windsurfing Equipment	16,346.35	3,254.40	64,074.13	1,038.00	967.95	0.00	0.00	0.00	0.00	0.00	0.00	0.00	85,680.83
Freight Revenue	975.00	1,275.00	1,275.00	50.00	50.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	3,625.00
Sales Returns - Bike Equipment	(1,040.39)	0.00	0.00	(635.58)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	(1,675.97)
Sales Returns - Windsurfing	(64.00)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	(64.00)
	\$60,987.35	\$64,501.46	\$255,227.62	\$69,157.18	\$56,806.84	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$506,680.45
Less direct expenses:													
Subcontracted Consultants	0.00	0.00	0.00	0.00	1,500.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	1,500.00
COS - Software	0.00	0.00	1,887.84	0.00	1,887.84	0.00	0.00	0.00	0.00	0.00	0.00	0.00	3,775.68
COS - Bikes	9,847.74	8,953.40	42,508.03	18,929.11	3,264.06	0.00	0.00	0.00	0.00	0.00	0.00	0.00	83,502.34
COS - Golf	2,144.19	18,516.92	16,991.69	7,507.95	2,936.22	0.00	0.00	0.00	0.00	0.00	0.00	0.00	48,096.97
COS - Kayaks	10,491.79	2,293.51	31,120.64	6,003.84	22,246.49	0.00	0.00	0.00	0.00	0.00	0.00	0.00	72,156.27
COS - Snowboard	475.89	282.66	2,551.70	394.90	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	3,705.15
COS - Windsurfing	9,802.40	1,993.58	34,602.62	550.00	538.07	0.00	0.00	0.00	0.00	0.00	0.00	0.00	47,486.67
Inventory Assembly Cost Credit	0.00	0.00	0.00	(70.00)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	(70.00)
	\$32,762.01	\$32,040.07	\$129,662.52	\$33,315.80	\$32,372.68	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$260,153.08
Gross Profit	\$28,225.34	\$32,461.39	\$125,565.10	\$35,841.38	\$24,434.16	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$246,527.37
Costs and expenses:													
Accounting fees	0.00	0.00	0.00	684.75	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	684.75
Advertising	650.00	650.00	650.00	650.00	650.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	3,250.00
Communications	1,122.36	882.95	1,117.61	982.29	2,559.73	0.00	0.00	0.00	0.00	0.00	0.00	0.00	6,664.94
Consultant Salaries	0.00	0.00	0.00	24,382.32	24,382.32	0.00	0.00	0.00	0.00	0.00	0.00	0.00	48,764.64
Depreciation expense	339.01	339.01	339.02	431.09	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	1,448.13
Dues and subscriptions	56.85	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	56.85
Insurance - Health	1,253.84	1,253.84	1,253.84	1,253.84	1,253.84	0.00	0.00	0.00	0.00	0.00	0.00	0.00	6,269.20
Payroll Taxes	0.00	0.00	0.00	1,597.20	1,597.20	0.00	0.00	0.00	0.00	0.00	0.00	0.00	3,194.40
Office Expense	120.00	120.00	120.00	476.54	280.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	1,116.54
Freight	0.00	0.00	0.00	781.64	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	781.64
Sales and Use Tax Expense	1,400.00	1,400.00	1,400.00	1,400.00	1,400.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	7,000.00
Utilities	687.52	564.16	781.46	751.94	800.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	3,585.08
	\$5,629.58	\$5,209.96	\$5,661.93	\$33,391.61	\$32,923.09	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$82,816.17
Other income and expense	104.96	(21.69)	775.91	782.57	(61.76)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	1,579.99
Net earnings (loss) for period	\$22,490.80	\$27,273.12	\$119,127.26	\$1,667.20	(\$8,427.17)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$162,131.21