

Adagio Corporation, Inc.

Trial Balance

Consolidated Departments

As of May 31, 2005

Account Description	Debit	Credit
Cash-Operating Account SI	127,317.07	
Accounts receivable	162,769.79	
Inventory	387,205.66	
Furniture & fixtures	34,026.85	
Accumulated depreciation -		9,241.39
Accounts payable - Trade		368,545.28
Accounts Payable Clearing (8,883.74
Federal Withholding Payabl		2,391.70
State Payroll Withholding		1,891.38
Unemployment Taxes Paya		2,042.64
Payroll Clearing Account		1,886.32
Sales Taxes Payable		321.93
Note Payable		10,000.00
Retained Earnings		143,983.78
Revenues - Consulting		14,930.00
Product Sales		12,155.00
Sales - Bike Equipment		166,366.09
Sales - Golf Equipment		88,600.34
Sales - Kayaks		130,100.39
Sales - Snowboard Equipme		6,962.77
Sales - Windsurfing Equipm		85,680.83
Freight Revenue		3,625.00
Sales Returns - Bike Equip	1,675.97	
Sales Returns - Windsurfing	64.00	
Subcontracted Consultants	1,500.00	
COS - Software	3,775.68	
COS - Bikes	83,502.34	
COS - Golf	48,096.97	
COS - Kayaks	72,156.27	
COS - Snowboard	3,705.15	
COS - Windsurfing	47,486.67	
Inventory Assembly Cost Cr		70.00
Accounting fees	684.75	
Advertising	3,250.00	
Communications	6,664.94	
Consultant Salaries	48,764.64	
Depreciation expense	1,448.13	
Dues and subscriptions	56.85	
Insurance - Health	6,269.20	
Payroll Taxes	3,194.40	
Office Expense	1,116.54	
Postage and Shipping	781.64	
Sales and Use Tax Expense	7,000.00	
Utilities	3,585.08	
Discounts	1,973.55	
Interest Income		399.79
Writeoffs	6.23	
	1,058,078.37	1,058,078.37

Adagio Corporation, Inc.
Trial Balances for Current Year
As of May 31 05

	Opening Balance		Opening Bal with Prior		Bal. End Selected Period	
	01-Jan-05		01-Jan-05		31-May-05	
	Debit	Credit	Debit	Credit	Debit	Credit
Cash-Operating Account SIGNET	1,073.02		1,073.02		127,317.07	
Accounts receivable	22,429.75		22,429.75		162,769.79	
Inventory	171,861.78		181,214.59		387,205.66	
Furniture & fixtures	28,476.85		28,476.85		34,026.85	
Accumulated depreciation - F&F		7,793.26		7,793.26		9,241.39
Accounts payable - Trade		71,417.17		71,417.17		368,545.28
Accounts Payable Clearing (BR)						8,883.74
Federal Withholding Payable						2,391.70
State Payroll Withholding						1,891.38
Unemployment Taxes Payable						2,042.64
Payroll Clearing Account						1,886.32
Sales Taxes Payable						321.93
Note Payable		10,000.00		10,000.00		10,000.00
Retained Earnings		134,630.97		143,983.78		143,983.78
Revenues - Consulting						14,930.00
Product Sales						12,155.00
Sales - Bike Equipment						166,366.09
Sales - Golf Equipment						88,600.34
Sales - Kayaks						130,100.39
Sales - Snowboard Equipment						6,962.77
Sales - Windsurfing Equipment						85,680.83
Freight Revenue						3,625.00
Sales Returns - Bike Equipment					1,675.97	
Sales Returns - Windsurfing					64.00	
Subcontracted Consultants					1,500.00	
COS - Software					3,775.68	
COS - Bikes					83,502.34	
COS - Golf					48,096.97	
COS - Kayaks					72,156.27	
COS - Snowboard					3,705.15	
COS - Windsurfing					47,486.67	
Inventory Assembly Cost Credit						70.00
Accounting fees					684.75	
Advertising					3,250.00	
Communications					6,664.94	
Consultant Salaries					48,764.64	
Depreciation expense					1,448.13	
Dues and subscriptions					56.85	
Insurance - Health					6,269.20	
Payroll Taxes					3,194.40	
Office Expense					1,116.54	
Freight					781.64	
Sales and Use Tax Expense					7,000.00	
Utilities					3,585.08	
Discounts					1,973.55	
Interest Income						399.79
Writeoffs					6.23	
Report totals	\$223,841.40	\$223,841.40	\$233,194.21	\$233,194.21	\$1,058,078.37	\$1,058,078.37
Net Income						\$162,131.21

Adagio Corporation, Inc.
Trial Balances for Previous Year
As of May 31 05

	Bal. Opening of Last Year		Bal. LY Before Close		Bal. LY After Close	
	01-Jan-04		31-May-04		31-May-04	
	Debit	Credit	Debit	Credit	Debit	Credit
Cash-Operating Account SIGNET	128,099.52		69,623.13		69,623.13	
Accounts receivable	30,019.97		19,339.50		19,339.50	
Inventory			171,861.78		171,861.78	
Furniture & fixtures	28,476.85		28,476.85		28,476.85	
Accumulated depreciation - F&F		3,725.14		5,420.18		5,420.18
Accounts payable - Trade		3,161.41		171,861.78		171,861.78
Federal Withholding Payable		2,767.34				
State Payroll Withholding		3,547.61				
Unemployment Taxes Payable		306.81				
Sales Taxes Payable		556.99		127.25		127.25
Note Payable		25,050.00		20,000.00		20,000.00
Retained Earnings		143,983.78		143,983.78		143,983.78
Revenues - Consulting				15,805.00		15,805.00
Product Sales				13,475.00		13,475.00
Freight Revenue				250.00		250.00
Subcontracted Consultants			11,272.67		11,272.67	
COS - Software			3,775.68		3,775.68	
Accounting fees			858.00		858.00	
Advertising			4,970.85		4,970.85	
Communications			8,132.19		8,132.19	
Computer expenses			1,267.02		1,267.02	
Consultant Salaries			10,000.00		10,000.00	
Contributions			346.06		346.06	
Depreciation expense			1,695.04		1,695.04	
Dues and subscriptions			366.70		366.70	
Insurance - Health			6,269.20		6,269.20	
Legal fees			1,919.45		1,919.45	
Meals & Entertainment			1,083.97		1,083.97	
Miscellaneous expense			497.40		497.40	
Office Expense			1,097.40		1,097.40	
Freight			2,543.04		2,543.04	
Promotional			1,866.64		1,866.64	
Publications & Books			460.97		460.97	
Sales and Use Tax Expense			7,000.00		7,000.00	
Software & Demo's			8,838.76		8,838.76	
Training & Seminars			5,789.99		5,789.99	
Travel Expenses			1,055.34		1,055.34	
Utilities			4,012.62		4,012.62	
Report totals	\$186,596.34	\$183,099.08	\$374,420.25	\$370,922.99	\$374,420.25	\$370,922.99
Net Income			\$55,588.99		\$55,588.99	

Adagio Corporation, Inc.

Trial Balance Worksheet

For the 5 Period(s) Ending May 31 05

Account Description	Balance		Adjustment		Comment
	Debit	Credit	Debit	Credit	
Account # Account Summary	1,058,078.37	1,058,078.37			
	<u>\$1,058,078.3</u>	<u>\$1,058,078.37</u>	<u>\$0.00</u>	<u>\$0.00</u>	

Adagio Corporation, Inc.

Trial Balance Worksheet

For the 5 Period(s) Ending May 31 05

Account	Description	Balance		Adjustment		Comment
		Debit	Credit	Debit	Credit	
1000	Cash-Operating Account SIGNET	127,317.07				
1010	Bank Crestar					
1050	Petty Cash					
1100	Accounts receivable	162,769.79				
1140	Accounts Receivable ClearingBR					
1150	Accounts Receivable ClearingOE					
1200	Employee Loans and Advances					
1300	Work In Process - TBR					
1330	Work in progress					
1400	Inventory	387,205.66				
1500	Furniture & fixtures	34,026.85				
1600	Accumulated depreciation - F&F		9,241.39			
2040	Job cost clearing					
2045	Billings					
2100	Accounts payable - Trade		368,545.28			
2110	Inventory Receipts Clearing					
2120	Accounts Payable Clearing (BR)		8,883.74			
2150	Accounts Payable Clearing (IC)					
2300	Federal Withholding Payable		2,391.70			
2310	State Payroll Withholding		1,891.38			
2320	Unemployment Taxes Payable		2,042.64			
2350	Payroll Clearing Account		1,886.32			
2400	Sales Taxes Payable		321.93			
2700	Note Payable		10,000.00			
3000	Retained Earnings		143,983.78			
3100	Paid in Capital					
4000	Revenues - Consulting		14,930.00			
4010	Revenues - JC					
4100	Product Sales		12,155.00			
4200	Sales - Bike Equipment		166,366.09			
4210	Sales - Golf Equipment		88,600.34			
4220	Sales - Kayaks		130,100.39			
4230	Sales - Snowboard Equipment		6,962.77			
4240	Sales - Windsurfing Equipment		85,680.83			
4500	Database Repair Revenue					
4600	Freight Revenue		3,625.00			
4900	Sales Returns - Bike Equipment	1,675.97				
4910	Sales Returns - Golf Equipment					
4920	Sales Returns - Kayaks					
4930	Sales Returns - Snowboarding					
4940	Sales Returns - Windsurfing	64.00				
5000	Subcontracted Consultants	1,500.00				
5100	COS - Software	3,775.68				
5110	COS - JC					
5200	COS - Bikes	83,502.34				
5210	COS - Golf	48,096.97				
5220	COS - Kayaks	72,156.27				
5230	COS - Snowboard	3,705.15				
5240	COS - Windsurfing	47,486.67				
5800	Inventory Adjustment Write Off					
5810	Inventory Assembly Cost Credit		70.00			
5900	Cost Variance - Bike Equipment					
5910	Cost Variance - Golf Equipment					
5920	Cost Variance - Kayaks					
5930	Cost Variance - Snowboarding					
5940	Cost Variance - Windsurfing					
6100	Accounting fees	684.75				

Adagio Corporation, Inc.

Trial Balance Worksheet

For the 5 Period(s) Ending May 31 05

Account	Description	Balance		Adjustment		Comment
		Debit	Credit	Debit	Credit	
6120	Advertising	3,250.00				
6150	Automobile expense					
6200	Bank fees					
6260	Communications	6,664.94				
6300	Computer expenses					
6320	Consultant Salaries	48,764.64				
6350	Contributions					
6400	Depreciation expense	1,448.13				
6420	Dealership Fees					
6450	Dues and subscriptions	56.85				
6470	Insurance - Health	6,269.20				
6500	Interest expense					
6550	Legal fees					
6575	Meals & Entertainment					
6600	Miscellaneous expense					
6660	Payroll Taxes	3,194.40				
6675	Office Expense	1,116.54				
6700	Gross wage expense					
6710	Gross wage expense					
6720	Overhead allocated					
6730	Burden allocated					
6750	Freight	781.64				
6775	Promotional					
6780	Publications & Books					
6790	Sales and Use Tax Expense	7,000.00				
6800	Software & Demo's					
6825	Training & Seminars					
6850	Travel Expenses					
6900	Utilities	3,585.08				
7000	Discounts	1,973.55				
7050	Interest Income		399.79			
7100	Writeoffs	6.23				
8000	Income Taxes					
		<u>\$1,058,078.3</u>	<u>\$1,058,078.37</u>	<u>\$0.00</u>	<u>\$0.00</u>	

Adagio Corporation, Inc.

Balance Sheet

For the 5 Period(s) Ending May 31 05

ASSETS

1000:1600-`	Assets	702,077.98
	Total Assets	<u>\$702,077.98</u>

LIABILITIES AND SHAREHOLDERS' EQUITY

2000:2700-`	Liabilities	395,962.99
3000-`,3100-`	Shareholders' equity	143,983.78
4000:9000-`	Profit (Loss) for period	162,131.21
	Total Liabilities	<u>\$702,077.98</u>

The collapsed form of the sheet summarizes all accounts into a single line.