

Burst.com Inc.
Balance Sheet
As of June 30, 2005

	Jun 30, 05
ASSETS	
Current Assets	
Checking/Savings	
Wachovia cash account	5,424,032.09
US Bank Money Market	329,777.94
US Bank Checking	8,604.88
Total Checking/Savings	5,762,414.91
 Other Current Assets	
Other Receivables	40.00
Total Other Current Assets	40.00
Total Current Assets	5,762,454.91
 Fixed Assets	
Property and Equipment	
Equipment Computer	63,310.77
Equipment Office	5,000.00
Equip Software-hosting	5,000.00
Furniture and Fixtures	14,062.50
Software	50,643.77
Trade Show Booth	5,000.00
Depreciation	
Accum Dep - Computers	-63,310.77
Accum Dep - Office Equip	-5,000.00
Accum Dep - Hosting Software	-5,000.00
Accum Dep - Furniture	-14,062.50
Accum Dep - Software	-50,643.77
Accum Dep - Tradeshow	-5,000.00
Total Depreciation	-143,017.04
Total Property and Equipment	0.00
Total Fixed Assets	0.00
 Other Assets	
Note Receivable - Lang	
Lang 2005	625,000.00
Lang 2003	839,475.19
Total Note Receivable - Lang	1,464,475.19
 Note Receivable - Walters	
Walters 2005	125,000.00
Walters 2003	126,107.83
Total Note Receivable - Walters	251,107.83
 Accrued Interest Receivable	
Int. Rec. Lang	36,359.16
Int. Rec. Walters	5,487.52
Total Accrued Interest Receivable	41,846.68
 Deposits	
	2,700.00

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Balance Sheet
As of June 30, 2005

	Jun 30, 05
Total Other Assets	1,760,129.70
TOTAL ASSETS	7,522,584.61
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable	175,947.58
Clearing-Accounts Payable	8,908.33
Total Accounts Payable	184,855.91
Other Current Liabilities	
Accrued Expenses	
Payable Employees 2001	
*Wages Payable Old	8,525.00
*Comm & Bonuses Old	4,250.00
*Severance Old	24,000.00
Total Payable Employees 2001	36,775.00
Vacation Accrued - Current	20,706.03
Sales Tax Payable	3,454.40
Total Accrued Expenses	60,935.43
Total Other Current Liabilities	60,935.43
Total Current Liabilities	245,791.34
Total Liabilities	245,791.34
Equity	
Dividend Distribution 2005	-34,515,569.70
2005 warrants and options	5,577,721.40
Common Stock	270.73
Paid-in Capital	61,042,171.95
Paid-in Capital Warrants	514,446.11
*Retained Earnings	-62,677,223.69
Net Income	37,334,976.47
Total Equity	7,276,793.27
TOTAL LIABILITIES & EQUITY	7,522,584.61