

LaserSculpt Inc.
Quarterly Income Statement
Three months ended September 30, 2009
(Unaudited)

Revenues

Network fees	\$ 69,771
License fees	<u>707,167</u>
	<u>776,938</u>

Variable Operating Costs

Media & advertising	154,705
Telemarketing	25,946
Shipping & fulfillment	19,329
Client management	-
Payment processing	<u>300</u>
	<u>200,281</u>

Gross Margin 576,657

Sales, General & Administrative Costs

Marketing	656,555
Sales and operations	64,395
Information technology	4,963
General and administrative	<u>152,284</u>
	<u>878,198</u>

Net Income (Loss) from Operations (301,541)

Other Income/(Expense) (25,000)

Net Income (Loss) Before Taxes (326,541)

Provision for Corporate Taxes -

Net Income (Loss) \$ (326,541)

LaserSculpt Inc.
Balance Sheet
September 30, 2009
(Unaudited)

	<u>30-Sep-09</u>	<u>30-Jun-09</u>
ASSETS		
CURRENT ASSETS		
Cash	\$ 27,201	\$ -
Prepaid video production costs		\$ 589,709
Receivables-network	99,023	-
Deposits	7,250	7,250
Prepaid expenses	<u>61,055</u>	<u>-</u>
Total current assets	194,528	596,959
 PROPERTY AND EQUIPMENT		
Website	<u>32,066</u>	<u>32,066</u>
	<u>\$ 226,594</u>	<u>\$ 629,025</u>
 LIABILITIES AND SHAREHOLDER'S EQUITY		
CURRENT LIABILITIES		
Debentures payable	\$ 500,000	\$ -
Note payable- acquisition	1,000,000	1,000,000
Accounts payable	39,017	132,417
Accrued expenses	37,361	2,083
Deferred revenue	<u>293,333</u>	<u>822,000</u>
	1,869,710	1,956,500
 STOCKHOLDERS' EQUITY		
Common stock; \$0.001 par value; 50,000,000 shares authorized ; 15,090,000 shares issued and outstanding	15,090	14,000
Additional paid In capital	(640,761)	(640,761)
Retained earnings (deficit)	<u>(1,017,445)</u>	<u>(700,714)</u>
	<u>(1,643,116)</u>	<u>(1,327,475)</u>
	<u>\$ 226,594</u>	<u>\$ 629,025</u>

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LaserSculpt Inc.
Quarterly Cash Flow Statement
Three months ended September 30, 2009
(Unaudited)

Cash flows from operating activities:	
Net Income (Loss)	\$ (326,541)
Change in assets and liabilities:	
Decrease (increase) in accounts receivable	(99,023)
Decrease (increase) in prepaid production costs	589,709
Decrease (increase) in other prepaid expenses	(61,055)
(Decrease) increase in accounts payable	(93,400)
(Decrease) increase in accrued expenses	35,277
(Decrease) increase in deferred revenue	<u>(528,667)</u>
Net cash provided (used) by operating activities	<u>(483,699)</u>
Cash flows from investing activities:	
Net cash provided (used) by investing activities	<u>-</u>
Cash flows from financing activities:	
Increase (decrease) in debentures payable	500,000
Proceeds from common stock issued	<u>10,900</u>
Net cash provided (used) by financing activities	<u>510,900</u>
Net increase (decrease) in cash	27,201
Cash, beginning of period	<u>-</u>
Cash, end of period	<u><u>\$ 27,201</u></u>