

Burst.com Inc.
Profit & Loss
 April through June 2005

	Apr - Jun 05
Ordinary Income/Expense	
Income	
Patent Lisc. Fees	37,852,667.00
Total Income	37,852,667.00
 Gross Profit	 37,852,667.00
Expense	
Charitable Contributions	20,000.00
G & A	
Salary & Wage Expense	
Payroll Service	419.05
Salary - Admin	60,000.00
Salary - Operations	90,600.00
Payroll Taxes	
Payroll Tax - Combined	34,237.84
Payroll Tax - Admin	0.00
Total Payroll Taxes	34,237.84
Insurance Medical	3,099.44
Vacation Accural Admin.	7,846.16
Vacation Accural Oper	2,831.02
Total Salary & Wage Expense	199,033.51
Sales & Marketing	1,125.00
Accounting & Auditing Exp	
Acct. Corporate	19,922.00
Total Accounting & Auditing Exp	19,922.00
Legal Expense	
Legal Corporate	17,288.79
Total Legal Expense	17,288.79
Patent Expense	
Pat. Main. Domestic	1,318.60
Pat. Main. International	7,308.00
Pat.- Legal Domestic	5,947.20
Pat. - Legal International	914.47
Total Patent Expense	15,488.27
Professional Services	
Prof. Svs. - Misc	1,500.00
Total Professional Services	1,500.00
Auto Leases	1,448.89
Bank Charges & Penalties	506.60
Computer Equipment	34.99
Dues & Subscriptions	72.95
Fees & License Exp	942.60
Finance Charges	0.00
Insurance Bus/Liability	1,535.25
Insurance Key Man	1,547.00
Insurance D & O	26,838.50
Internet Web Hosting	144.80

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Meals	4,486.87
Office Expense	937.34
Postage	1,323.28
Printing - Office	880.10
Stock Admin Fees	9,420.85
Public Relations Expense	1,599.50
Rent - Office	3,630.00
Storage - Admin	564.00
Telephone Expense	
Phone - Admin	941.36
Phone - Office	1,946.17
Phone - Operations	603.70
Phone Internet ISP	317.89
Total Telephone Expense	<u>3,809.12</u>
Travel	
Travel - Admin	54.00
Travel - Operations	1,131.60
Total Travel	<u>1,185.60</u>
Total G & A	<u>315,265.81</u>
Total Expense	<u>335,265.81</u>
Net Ordinary Income	37,517,401.19
Other Income/Expense	
Other Income	
Interest Income	
Carr & Ferrell interest	1,842.69
Interest Briner	205.55
Interest Lang	6,860.71
Interest Walters	912.28
US Bank Money Market interest	6,921.18
Interest Wachovia	86,637.78
Total Interest Income	<u>103,380.19</u>
Total Other Income	103,380.19
Other Expense	
Interest Expense	
Interest Exp - Notes	1,304.12
Interest Exp Misc	-0.32
Total Interest Expense	<u>1,303.80</u>
Total Other Expense	<u>1,303.80</u>
Net Other Income	<u>102,076.39</u>
Net Income	<u><u>37,619,477.58</u></u>