

Consolidated Financial Statements of

**AUDIOTECH HEALTHCARE
CORPORATION**

YEAR ENDED SEPTEMBER 30, 2005

AUDITORS' REPORT

To the Shareholders of Audiotech Healthcare Corporation

We have audited the consolidated balance sheet of Audiotech Healthcare Corporation as at September 30, 2005 and the consolidated statements of operations, deficit, and cash flows for the year then ended. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We have conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the company as at September 30, 2005 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

The consolidated financial statements as at September 30, 2004 and for the year then ended were audited by other auditors who expressed an opinion without reservation on those statements in their report dated January 21, 2005.

**Vancouver, Canada
January 9, 2006**

“MacKay LLP”

Chartered Accountants

AUDIOTECH HEALTHCARE CORPORATION

Consolidated Balance Sheets

September 30, 2005, with comparative figures for 2004

	2005	2004
Assets		
Current assets:		
Cash	\$ 402,751	\$ 608,295
Term deposit	16,169	15,962
Accounts receivable	311,813	361,187
Inventory	46,458	73,343
Prepaid expenses	4,035	5,916
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	781,226	1,064,703
Property, plant and equipment (note 2)	827,196	519,455
Goodwill	942,775	942,775
Future income taxes (note 6)	35,929	-
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	\$ 2,587,126	\$ 2,526,933

Liabilities and Shareholders' Equity

Current liabilities:		
Accounts payable and accrued liabilities	\$ 330,154	\$ 512,313
Unearned revenue	13,799	36,427
Current portion of capital leases (note 4)	22,515	13,630
Current portion of long-term debt (note 3)	163,052	151,170
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	529,520	713,540
Long-term debt (note 3)	1,125,949	959,812
Obligations under capital leases (note 4)	32,278	24,337
Shareholders' equity:		
Share capital (note 5)	1,705,340	1,635,840
Contributed Surplus (note 3 and note 5)	238,489	176,000
Cumulative translation account	(37,942)	(24,529)
Deficit	(1,006,508)	(958,067)
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	899,379	829,244
Commitments (note 10)		
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	\$ 2,587,126	\$ 2,526,933

See accompanying notes to consolidated financial statements.

On behalf of the Board:

_____ Director _____ Director

AUDIOTECH HEALTHCARE CORPORATION

Consolidated Statements of Income

Year ended September 30, 2005, with comparative figures for 2004

	2005	2004
Sales	\$ 3,811,600	\$ 3,629,914
Direct clinic costs:		
Materials and freight	1,318,842	1,308,584
Selling expenses	287,831	200,541
Rent, utilities and clinic overheads	383,898	397,639
Amortization	88,868	82,073
Salaries and benefits	1,149,752	1,045,668
	3,229,191	3,034,505
	582,409	595,409
Expenses:		
General and administrative	98,071	56,431
Amortization	3,349	1,618
Professional fees	65,357	62,519
Foreign exchange	3,265	7,436
Interest on long-term debt	110,349	84,962
Salaries and benefits	211,886	180,034
	492,277	393,000
Income before other expenses	90,132	202,409
Other expenses:		
Loss on disposal of equipment	1,477	19,428
Amortization of debenture discount	46,025	29,334
	47,502	48,762
Income before income taxes	42,630	153,647
Income taxes (recovery):		
Future (note 6)	(35,929)	-
Net income for the year	\$ 78,559	\$ 153,647
Weighted average number of shares outstanding	13,520,989	13,329,825
Earnings per share (basic and diluted)	\$ 0.006	\$ 0.012

AUDIOTECH HEALTHCARE CORPORATION

Consolidated Statements of Deficit

Year ended September 30, 2005, with comparative figures for 2004

	2005	2004
Deficit, beginning of year	\$ (958,067)	\$ (1,111,714)
Cumulative effect of stock based compensation (note 1g)	(127,000)	-
Deficit as restated	(1,085,067)	(1,111,714)
Net income for the year	78,559	153,647
Deficit, end of year	\$ (1,006,508)	\$ (958,067)

See accompanying notes to consolidated financial statements.

AUDIOTECH HEALTHCARE CORPORATION

Consolidated Statements of Cash Flows

Year ended September 30, 2005, with comparative figures for 2004

	2005	2004
Cash flows from operating activities:		
Net earnings	\$ 78,559	\$ 153,647
Items not involving cash:		
Amortization of plant and equipment	92,217	83,691
Loss on disposal of equipment	1,477	19,428
Amortization of debenture discount	46,025	29,334
Future income taxes	(35,929)	-
	182,349	286,100
Change in non-cash operating working capital:		
Accounts receivable	40,339	(100,526)
Inventory	25,069	(11,182)
Prepaid expenses	1,828	20,628
Accounts payable	(173,234)	96,296
Unearned revenue	(22,628)	9,912
	53,723	301,228
Financing:		
Proceeds from long-term debt	611,917	1,082,192
Principal payments on long-term debt	(495,368)	(820,472)
Issue of share capital	49,500	-
Repayment of obligation under capital lease	(20,719)	(4,951)
	145,330	256,770
Investing:		
Purchases of property, plant and equipment	(400,782)	(286,009)
Proceeds on disposal of equipment	200	3,488
Reduction (increase) of term deposit	(207)	9,711
	(400,789)	(272,810)
Effect of changes in exchange rates on foreign denominated cash	(3,808)	(6,768)
Increase (decrease) in cash	(205,544)	278,420
Cash, beginning of year	608,295	329,875
Cash, end of year	\$ 402,751	\$ 608,295
Supplemental cash flow information:		
Interest paid	\$ 110,349	\$ 112,474
Non-cash transactions:		
Investing: Acquisition of equipment	\$ (41,554)	\$ (42,680)
Financing: Capital lease obligation	\$ 41,554	\$ 42,680
Discount on repaid or converted debentures	\$ 64,511	\$ -

AUDIOTECH HEALTHCARE CORPORATION

Notes to Consolidated Financial Statements
Year ended September 30, 2005

Audiotech Healthcare Corporation (the "Company") is incorporated under the laws of the Province of Alberta. Its primary activity is the provision of hearing related services and sale of hearing related devices through its clinics in British Columbia, Alberta and Idaho.

1. Significant accounting policies:

(a) Basis of presentation:

The consolidated financial statements include the accounts of the Company's wholly-owned subsidiaries Canadian Hearing Care (BC) Inc., Canadian Hearing Care (Alberta) Inc., HearingDepot Inc., Canadian Hearing Network Canada Inc., American Hearing Care Corporation and Audiology and Hearing Aid Services, Inc.

All significant intercompany balances and transactions have been eliminated on consolidation.

(b) Inventory:

Inventory is recorded at the lower of cost, as determined on a specific item basis, and net realizable value.

(c) Property, plant and equipment:

Property, plant and equipment are recorded at cost. Property under capital lease is initially recorded at the present value of minimum lease payments at the inception of the lease. Amortization is provided using the following methods and annual rates:

Asset	Basis	Rate
Building	Declining balance	2%
Audiology equipment	Declining balance	20%
Computer equipment	Declining balance	30% & 45%
Leasehold improvements	Straight-line	20%

(d) Goodwill:

Goodwill is the residual amount that results when the purchase price of an acquired business exceeds the sum of the amounts allocated to the assets acquired, less liabilities assumed, based on their fair values. Goodwill is allocated as of the date of the business combination to the Company's reporting units that are expected to benefit from the synergies of the business combination.

AUDIOTECH HEALTHCARE CORPORATION

Notes to Consolidated Financial Statements

Year ended September 30, 2005

1. Significant accounting policies (continued):

(d) Goodwill (continued):

Goodwill is not amortized and is tested for impairment annually, or more frequently if events or changes in circumstances indicate the asset might be impaired. The impairment test is carried out in two steps. In the first step, the carrying amount of the unit is compared with its fair value. When the fair value of a reporting unit exceeds its carrying amount, goodwill of the reporting unit is considered not to be impaired and the second step of the impairment test is unnecessary. The second step is carried out when the carrying amount of a reporting unit exceeds its fair value, in which case the implied fair value of the unit's goodwill is compared with its carrying amount to measure the impairment loss, if any. The implied fair value of the goodwill is determined in the same manner as the value of goodwill is determined in a business combination described in the preceding paragraph, using the fair value of the reporting unit as if it was the purchase price. When the carrying amount of reporting unit goodwill exceeds the implied fair value of the goodwill, an impairment loss is recognized in an amount equal to the excess and is presented as a separate line item in the statement of operations and deficit.

(e) Revenue recognition:

Revenue from sales of product is recognized when title passes to the customer, net of an estimated allowance for sales returns. Service revenue is recognized at the time service is provided. Amounts received in advance for products, which have not yet transferred title are recorded as unearned revenue.

(f) Foreign currency:

The Company's investment in its foreign operations is of a self-sustaining nature. Accordingly, assets and liabilities of foreign operations are translated to Canadian dollars at the exchange rates in effect at the balance sheet date and revenues and expenses are translated at average rates for the period. Related foreign currency translation adjustments are recorded as a separate component of shareholders' equity and included in the cumulative translation account.

(g) Stock based compensation:

The Company has a stock-based compensation plan as described in note 5(b). Effective October 1, 2004, the Company adopted, on a retroactive basis as a current year charge to retained earnings, the recommendations of the CICA with respect to the recognition, measurement, and disclosure of stock-based compensation and other stock based payments. Under this policy the Company is required to value all stock-based compensation granted using the fair value method, as determined using the Black-Scholes option valuation model. The effect of adopting the fair value based method of accounting for stock-based compensation is to increase deficit and contributed surplus by \$127,000.

AUDIOTECH HEALTHCARE CORPORATION

Notes to Consolidated Financial Statements

Year ended September 30, 2005

1. Significant accounting policies (continued):

(g) Stock based compensation (continued):

Prior to October 1, 2004, the Company accounted for all stock-based payments to non-employees, and employee awards that are direct awards of stock, or call for settlement in cash or other assets, granted on or after January 1, 2002, using the fair value based method. No compensation cost was recorded for all other stock-based employee compensation awards. Consideration paid by employees on the exercise of stock options was recorded as share capital and contributed surplus.

Under the fair value based method, stock-based payments to non-employees are measured at the fair value of the consideration received, or the fair value of the equity instruments issued or liabilities incurred, whichever is more reliably measurable. The fair value of stock-based payments to non-employees is periodically re-measured until counterparty performance is complete, and any change therein is recognized over the period and in the same manner as if the Company had paid cash instead of paying with or using equity instruments. The cost of stock-based payments to non-employees that are fully vested and non-forfeitable at the grant date is measured and recognized at that date.

Under the fair value based method, compensation cost attributable to awards to employees that call for settlement in cash or other assets is measured at the intrinsic value and recognized over the vesting period. Changes in intrinsic value between the grant date and the measurement date result in a change in the measure of compensation cost. For awards that vest at the end of the vesting period, compensation cost is recognized on a straight-line basis; for awards that vest on a graded basis, compensation cost is recognized on a pro-rata basis over the vesting period.

(h) Income taxes:

The Company uses the asset and liability method of accounting for income taxes. Under the asset and liability method, future tax assets and liabilities are recognized for the future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases. Future tax assets and liabilities are measured using enacted or substantively enacted tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect on future tax assets and liabilities of a change in tax rates is recognized in income in the period that includes the date of enactment or substantive enactment.

AUDIOTECH HEALTHCARE CORPORATION

Notes to Consolidated Financial Statements
Year ended September 30, 2005

1. Significant accounting policies (continued):

(i) Earnings per share:

Basic earnings per share are computed by dividing net earnings by the weighted average shares outstanding during the reporting period. Diluted earnings per share are computed similar to basic earnings per share except that the weighted average shares outstanding are increased to include additional shares from the assumed exercise of stock options, if dilutive. The number of additional shares is calculated assuming that outstanding stock options were exercised and the proceeds from such exercise were used to acquire shares of common stock at the average market price during the reporting period.

(j) Use of estimates:

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates.

2. Property, plant and equipment:

	2005		2004	
	Cost	Accumulated amortization	Net book value	Net book value
Land	\$ 100,996	\$ -	\$ 100,996	\$ 109,587
Building	375,289	3,753	371,536	67,295
Audiology equipment	956,824	712,893	243,931	268,360
Computer equipment	82,351	41,112	41,239	23,585
Leasehold improvements	55,856	47,755	8,101	14,045
	1,571,316	805,513	765,803	482,872
Audiology equipment under capital lease	78,829	17,436	61,393	36,583
	\$ 1,650,145	\$ 822,949	\$ 827,196	\$ 519,455

Amortization expense of \$92,217 (2004 - \$83,691) has been charged to earnings in the current year.

AUDIOTECH HEALTHCARE CORPORATION

Notes to Consolidated Financial Statements

Year ended September 30, 2005

3. Long-term debt:

	2005	2004
Convertible debenture, bearing interest at 10% per annum, maturing April 2007. Debentures are convertible at the holder's option into common shares at prices of \$0.20 per common share in year 1, \$0.22 per common share in year 2 and \$0.25 per common share in year 3. Face value of debentures is \$261,000 (2004 \$629,000) and is recorded net of unamortized debenture discount of \$36,130 (2004 - \$146,666).	\$ 224,870	\$ 482,334
Equipment loans repayable based on thirteen instalments per annum of \$3,935 each including interest at 5%. Unsecured. Due 2006.	39,439	90,595
Term loan, repayable in monthly instalments of \$6,887, plus an annual payment of interest at a rate of 5.5% per annum. Secured by all assets of the Company. Due June 2011.	475,174	233,333
Term loan (US\$79,853), repayable in quarterly instalments of \$6,308 plus interest at prime plus 2%. Secured by promissory note of the Company subordinated to the security agreement on the previous term loan noted above, and a continuing guarantee. Due 2009.	92,845	126,160
Building Loan (US\$302,921), bearing interest at 8.5% per annum, repayable in monthly instalments of \$3,834 including interest. Secured by a first position Deed of Trust on real property and guarantees of the Company. Due April 2010.	352,207	67,295
Promissory notes repayable in monthly instalments of \$1,450 including interest at 10% per annum. Due June 2007.	104,466	111,265
	1,289,001	1,110,982
Current portion of long-term debt	163,052	151,170
	\$ 1,125,949	\$ 959,812

The convertible debentures were issued in April 2004, at which time the fair value of the Company's obligation to make future payments of principal and interest was equal to the stated value as a market rate of interest was attached to the repayment of the convertible debentures.

AUDIOTECH HEALTHCARE CORPORATION

Notes to Consolidated Financial Statements
Year ended September 30, 2005

3. Long-term debt (continued):

The estimated principal repayments required in the next five years, assuming renewals on same or similar terms are as follows:

2006	\$	163,052
2007		357,361
2008		131,372
2009		133,522
2010		112,974
Thereafter		390,720
	\$	1,289,001

4. Obligation under capital lease:

The Company has financed certain equipment purchases by entering into a capital leasing arrangement. Capital lease repayments are due as follows:

	2005	2004
Year ended September 30:		
2005	\$ -	\$ 15,215
2006	25,766	15,216
2007	21,091	10,144
2008	11,740	-
2009	1,957	-
	60,554	40,575
Less; amount representing interest at 4.5% per annum	5,761	2,608
	54,793	37,967
Less: current portion	22,515	13,630
	\$ 32,278	\$ 24,337

AUDIOTECH HEALTHCARE CORPORATION

Notes to Consolidated Financial Statements
Year ended September 30, 2005

5. Share capital:

(a) Authorized and issued share capital:

Authorized:

Unlimited number of voting common shares without par value

Unlimited number of first preferred shares, ranking in priority to all other classes of shares, issuable in one or more series with designation, rights, privileges, restrictions and conditions determined by the Board of Directors upon issuance

Unlimited number of second preferred shares, ranking in priority to all other classes of shares with exception the holders of first preferred shares, issuable in one or more series with designation, rights, privileges, restrictions and conditions determined by the Board of Directors upon issuance

Issued:

Voting common shares:

	2005		2004	
	Shares	Amount	Shares	Amount
Balance, beginning of the year	13,329,825	\$ 1,635,840	13,329,825	\$ 1,635,840
Shares issued for cash:				
Stock options exercised	225,000	49,500	-	-
Debentures converted to shares	100,000	20,000	-	-
Balance, beginning of the year	13,654,825	\$ 1,705,340	13,329,825	\$ 1,635,840

As at September 30, 2005 there are 425,000 (2004: 425,000) shares held in escrow.

AUDIOTECH HEALTHCARE CORPORATION

Notes to Consolidated Financial Statements
Year ended September 30, 2005

5. Share capital (continued):

(b) Stock options:

The company's stock option plan allows the Company to issue incentive share purchase options to a rolling maximum of 10% of the Company's issued and outstanding shares to directors, senior officers, consultants and employees. Upon granting of stock options, the Company will conclude a written Stock Option Agreement with the recipient.

The option price can not be less than the "discounted market price" provided the option price shall not be less than \$0.10 per share. Discounted Market Price is defined in Policy 1.1 of the TSX Venture Exchange to mean the market price (which is typically the last closing price on the day before option is granted) less a discount which is prescribed based on the Company's share price. The applicable discount is 25% for share prices up to \$0.50 per share; 20% for share prices between \$0.51 and \$2.00 per share. The maximum term of any option will be ten years and the Company may terminate an option at any time without notice.

As at September 30, 2005, the Company under the terms of its stock option plan has 700,000 options outstanding with authority to issue a further 665,483 options based on the presently issued and outstanding share capital.

	2005	Weighted	2004	Weighted
	Number of	average	Number of	average
	options	exercise price	options	exercise price
Balance, beginning of year	925,000	\$ 0.21	545,000	\$ 0.28
Granted during the year	-	-	450,000	0.16
Expired during the year	-	-	(70,000)	(0.45)
Exercised during the year	(225,000)	0.22	-	-
Balance, end of year	700,000	\$ 0.21	925,000	\$ 0.21

AUDIOTECH HEALTHCARE CORPORATION

Notes to Consolidated Financial Statements
Year ended September 30, 2005

5. Share capital (continued):

(b) Stock options (continued):

Details of the Company's outstanding options at September 30, 2005 are as follows:

Exercise	Expiry	price	Number
Employee	February 2, 2006	0.35	50,000
Employee	June 9, 2007	0.28	200,000
Employee	May 18, 2009	0.16	450,000
Balance, end of year			700,000

As a result of the retroactive adoption of stock based compensation being recorded at fair value a cumulative adjustment has been made to the 2005 beginning deficit balance of \$127,000, of which \$34,000 relates to fiscal 2004.

Had compensation costs been determined using the fair value based method for awards granted during 2004, the Company's pro forma net earnings, earnings per share and diluted earnings per share would have been as follows:

	2004
Pro forma net earnings	\$ 119,647
Pro forma earnings per share:	
Basic	0.01
Diluted	0.01

The September 30, 2004 compensation costs of \$34,000 reflected above in the pro forma amounts were calculated using the Black-Scholes option pricing model, assuming a risk-free interest rate of 3.80%, a dividend yield of 0%, an expected volatility of 73% and expected lives of stock options of five years.

(c) Contributed surplus:

	2005	2004
Balance, beginning of the year	\$ 176,000	\$ -
Cumulative adjustment for stock based compensation	127,000	-
Debenture discount	-	176,000
Debentures converted or repaid during the year	(64,511)	-
Balance, end of year	\$ 238,489	\$ 176,000

AUDIOTECH HEALTHCARE CORPORATION

Notes to Consolidated Financial Statements

Year ended September 30, 2005

6. Income taxes:

Income tax expense differs from the amount that would be computed by applying the federal and provincial statutory tax rates of 34.12% (2004 – 35.60%) to earnings before income taxes. The reasons for the differences and related tax effects are as follows:

	2005	2004
Income before income taxes	\$ 42,630	\$ 153,647
Tax at applicable tax rate	14,545	54,698
Rate variance on self-sustaining foreign operation	(647)	(4,608)
Non-deductible items	19,932	7,025
Tax benefits of losses not recognized	(33,830)	(57,115)
	\$ -	\$ -

The tax effect of temporary differences that give rise to significant portions of the future tax assets and future tax liabilities at September 30, 2005 and 2004 are represented below:

	2005	2004
Future tax assets:		
Non-capital loss carry forwards	\$ 204,687	\$ 262,891
Future tax liabilities:		
Goodwill deductibility	(168,758)	-
Less: Valuation allowance	-	(262,891)
	\$ 35,929	\$ -

The Company has available non-capital losses for Income tax purposes, which may be carried forward to reduce taxable income in future years. If not utilized, the non-capital losses in the amount of \$569,943 expire, as follows:

2007	\$ 49,395
2008	263,568
2009	94,705
2010	159,308
2011	2,600
2012	367
	\$ 569,943

AUDIOTECH HEALTHCARE CORPORATION

Notes to Consolidated Financial Statements
Year ended September 30, 2005

7. Segmented information:

The Company operates a single operating segment, hearing related services and sale of hearing related devices, in Canada and the United States. Geographic segmented information is as follows:

	2005	2004
Revenue:		
Canada	\$ 2,566,952	\$ 2,299,029
United States	1,244,648	1,330,885
	\$ 3,811,600	\$ 3,629,914
Interest expense:		
Canada	\$ 75,334	\$ 105,136
United States	35,015	7,338
	\$ 110,349	\$ 112,474
Amortization expense:		
Canada	\$ 57,855	\$ 60,741
United States	34,362	22,950
	\$ 92,217	\$ 83,691
Earnings (loss) before income taxes:		
Canada	\$ 57,900	\$ 127,222
United States	(15,270)	26,425
	\$ 42,630	\$ 153,647
Property, plant and equipment:		
Canada	\$ 209,530	\$ 239,247
United States	617,666	280,208
	\$ 827,196	\$ 519,455
Goodwill:		
Canada	\$ 448,661	\$ 448,661
United States	494,114	494,114
	\$ 942,775	\$ 942,775
Total assets:		
Canada	\$ 1,768,825	\$ 2,153,040
United States	782,372	373,893
	\$ 2,551,197	\$ 2,526,933

AUDIOTECH HEALTHCARE CORPORATION

Notes to Consolidated Financial Statements
Year ended September 30, 2005

8. Related party transactions:

During the year the Company had the following transactions with related parties:

	2005	2004
MediaWave Communications Corp., a company controlled by a Director of the Company		
Commissions paid	\$ 1,120	\$ 1,289
Internet services	1,789	1,732
Sherwood Real Estate Corp., a company controlled by a Director of the Company		
Rent paid	\$ 32,800	\$ 14,270

These transactions were in the normal course of operations and were measured at the exchange amount which is the amount of consideration established and agreed to by the related parties.

9. Financial instruments:

The carrying values of cash, accounts receivable and accounts payable and accrued liabilities approximate their fair values due to the relatively short periods to maturity of these items.

The fair value of the Company's long-term debt approximates its carrying value, as there is a market rate of interest attached to the repayment.

Approximately 64% of the Company's accounts receivable are due from customers in Canada with the remainder due from customers in the United States. The maximum credit risk associated with the Company's financial assets is the carrying value of those assets. The Company's exposure to foreign exchange risk associated with self-sustaining foreign operations is limited to its net investment in those operations.

Certain financial instruments of the company include amounts translated from foreign currencies into Canadian dollars. Listed below are the relevant instruments and the amount of foreign currencies included in their balances:

	U.S. Dollars
Cash	\$ 28,083
Accounts receivable	95,102
Accounts payable	83,646

U.S. Dollar are translated at 1.1627

AUDIOTECH HEALTHCARE CORPORATION

Notes to Consolidated Financial Statements

Year ended September 30, 2005

10. Commitments:

The Company leases premises at various locations throughout British Columbia and Alberta. The expected annual minimum lease payments under the terms of these agreements over the next five years is as follows:

2006	\$	159,148
2007		110,398
2008		84,814
2009		65,195
2010		27,236
	\$	446,791

11. Subsequent Events:

Subsequent to the year end, the Company has requested cancellation of 425,000 shares held in escrow.