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**ALIGN COMMUNICATIONS
INTERNATIONAL, LTD.**

FINANCIAL STATEMENTS

DECEMBER 31, 2005 AND 2004



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ALIGN COMMUNICATIONS INTERNATIONAL, LTD.
FINANCIAL STATEMENTS
DECEMBER 31, 2005 AND 2004

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ALIGN COMMUNICATIONS INTERNATIONAL, LTD.
STATEMENTS OF ASSETS, LIABILITIES AND EQUITY
(INCOME TAX BASIS)
DECEMBER 31, 2005 AND 2004

A S S E T S		
	<u>2005</u>	<u>2004</u>
<i>Current Assets:</i>		
Cash	\$ 49,977	\$ 11,974
Employee Loans	<u>9,279</u>	<u>15,382</u>
Total Current Assets	<u>59,256</u>	<u>27,356</u>
<i>Fixed Assets</i> (Net of Accumulated Depreciation - \$128,709-2005 and \$103,259-2004)	<u>148,263</u>	<u>174,065</u>
<i>Other Assets:</i>		
Deposits	<u>48,071</u>	<u>48,907</u>
Total Assets	<u>\$ 255,590</u>	<u>\$ 250,328</u>
 LIABILITIES AND EQUITY		
<i>Current Liabilities:</i>		
Taxes Payable	\$ 66,720	\$ 65,920
Due to Related Entities	<u>2,387,177</u>	<u>3,221,587</u>
Total Liabilities	<u>2,453,897</u>	<u>3,287,507</u>
<i>Equity:</i>		
Common Stock	100	100
Retained Deficit	<u>(2,198,407)</u>	<u>(3,037,279)</u>
Total Equity	<u>(2,198,307)</u>	<u>(3,037,179)</u>
Total Liabilities and Equity	<u>\$ 255,590</u>	<u>\$ 250,328</u>

SEE ACCOUNTANTS' COMPILATION REPORT.

***ALIGN COMMUNICATIONS INTERNATIONAL, LTD.
STATEMENTS OF REVENUES AND EXPENSES
(INCOME TAX BASIS)
FOR THE YEARS ENDED DECEMBER 31, 2005 AND 2004***

	<u>2005</u>	<u>2004</u>
<i>Revenue</i>	\$ 3,211,386	\$ 1,040,467
<i>Direct Costs</i>	<u>(1,871,193)</u>	<u>(1,186,564)</u>
<i>Gross Profit/(Loss)</i>	1,340,193	(146,097)
<i>General and Administrative Expenses</i>	<u>(686,794)</u>	<u>(930,291)</u>
<i>Income/(Loss) From Operations</i>	653,399	(1,076,388)
<i>Other Income/(Expense)</i>	<u>2,100</u>	<u>75</u>
<i>Net Income/(Loss)</i>	<u>\$ 655,499</u>	<u>\$ (1,076,313)</u>

SEE ACCOUNTANTS' COMPILATION REPORT.

***ALIGN COMMUNICATIONS INTERNATIONAL, LTD.
STATEMENTS OF RETAINED EARNINGS/(DEFICIT)
(INCOME TAX BASIS)
FOR THE YEARS ENDED DECEMBER 31, 2005 AND 2004***

	<u>2005</u>	<u>2004</u>
Retained Deficit - January 1	\$ (3,037,279)	\$ (1,822,274)
Income/(Loss) for the Year	655,499	(1,076,313)
Currency Translation Gain/(Loss)	<u>183,373</u>	<u>(138,692)</u>
Retained Deficit - December 31	<u>\$ (2,198,407)</u>	<u>\$ (3,037,279)</u>

SEE ACCOUNTANTS' COMPILATION REPORT.