

EC15748

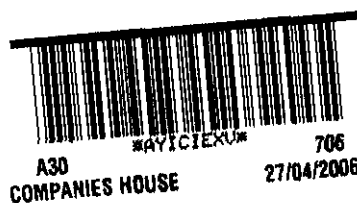
N/A

Minco Inc.  
Balance Sheet  
December 31, 2005

	Total (\$US)	Total (\$US)
	<u>2005</u>	<u>2004</u>
<b>Current Assets:</b>		
Cash	(\$175,400)	(\$148,100)
Accounts Receivable, Net	3,902,700	3,412,300
Inventory	4,107,700	3,983,000
Prepaid Expense	150,500	218,300
Total Current Assets:	<u>7,985,500</u>	<u>7,465,500</u>
<b>Fixed Assets, Net</b>	5,715,700	6,311,400
<b>Other Assets, Net</b>	<u>1,909,000</u>	<u>1,861,300</u>
<b>Total Assets</b>	<u>\$15,610,200</u>	<u>\$15,638,200</u>

Minco Inc.  
Balance Sheet  
December 31, 2005

	<u>2005</u>	<u>2004</u>
<b>Current Liabilities:</b>		
Accounts Payable	\$1,570,300	\$1,711,600
Accrued Expenses	147,200	400,700
Current Portion LT Maturities	642,300	642,300
<b>Total Current Liabilities</b>	<u>2,359,800</u>	<u>2,754,600</u>
<b>Long Term Liabilities:</b>		
Line of Credit	3,014,800	2,207,800
Long Term Portion of Term Debt	2,219,100	2,861,500
Deferred Taxes	0	125,500
<b>Total Long Term Liabilities:</b>	<u>5,233,900</u>	<u>5,194,800</u>
<b>Total Liabilities</b>	<u>7,593,700</u>	<u>7,949,400</u>
<b>Stockholders Equity</b>		
Redeemable Preferred Stock:	0	0
Common Stock	1,000	1,000
Additional Paid in Capital	7,209,000	7,209,000
Retained Earnings	806,500	478,800
<b>Total Stockholders Equity</b>	<u>8,016,500</u>	<u>7,688,800</u>
<b>Total Liabilities &amp; Stockholders Equity</b>	<u>\$15,610,200</u>	<u>\$15,638,200</u>



Minco Inc.  
Income Statement  
Twelve Months Ended December 31, 2005

	(\$US) <u>2005</u>	(\$US) <u>2004</u>
Net Sales	\$22,543,752	\$21,977,252
Cost of Goods Sold	<u>19,145,126</u>	<u>18,352,800</u>
Gross Margin	3,398,626 15.1%	3,624,452 16.5%
Selling, General & Administrative	<u>2,692,631</u> 11.9%	<u>2,743,028</u> 12.5%
Operating Income	705,995 3.1%	881,424 4.0%
Interest Expense	356,829	264,103
Other Expense	<u>126,628</u>	<u>229,498</u>
Net Income Before Income Taxes	222,538 1.0%	387,823 1.8%
Income Taxes (Benefit)	<u>77,300</u>	<u>(65,027)</u>
Net Income	<u>\$ 145,238</u>	<u>\$ 452,850</u>

Minco, Inc.  
Consolidating Statement of Stockholders' Equity  
Year ended December 31, 2005

	<u>12/31/2005</u>	<u>12/31/2004</u>
<b>Common Stock</b>		
Balance, January 1	\$1,000	\$1,000
Additions	0	0
Reductions	<u>0</u>	<u>0</u>
Balance, December 31	<u><u>\$1,000</u></u>	<u><u>\$1,000</u></u>
 <b>Retained Earnings</b>		
Balance, January 1	\$661,300	\$208,400
Net income (loss), rounded	145,200	452,900
Dividends / Accretion / Other	<u>0</u>	<u>0</u>
Balance, December 31	<u><u>\$806,500</u></u>	<u><u>\$661,300</u></u>
 <b>Additional Paid In Capital</b>		
Balance, January 1	\$7,209,000	\$7,209,000
Additions	0	0
Reductions	<u>0</u>	<u>0</u>
Balance, December 31	<u><u>\$7,209,000</u></u>	<u><u>\$7,209,000</u></u>
 <b>Balances, December 31</b>	<u><u>\$8,016,500</u></u>	<u><u>\$7,688,800</u></u>