

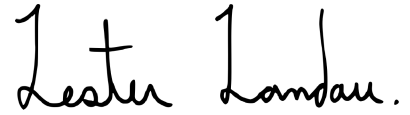
**NUNAVUT BROADBAND
DEVELOPMENT CORPORATION
CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2016**

NUNAVUT BROADBAND DEVELOPMENT CORPORATION
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MARCH 31, 2016

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Opinion

In our opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the Nunavut Broadband Development Corporation as at March 31, 2016 and its financial performance and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

A handwritten signature in black ink that reads "Lester Landau." The signature is written in a cursive style with a prominent crossbar on the first 'L'.

Iqaluit, Nunavut
October 13, 2016

CHARTERED ACCOUNTANTS

NUNAVUT BROADBAND DEVELOPMENT CORPORATION
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2016

	<u>2016</u>	<u>2015</u>
REVENUES		
Amortization of deferred capital contributions	\$ 48,584	\$ 69,537
Infrastructure Canada - tools, capacity and other	1,324,831	1,410,771
Government of Nunavut - contribution	259,855	294,796
Network licence fees - tools, capacity and other	1,270,000	1,300,615
Network licence fees - debt recovery	<u>217,644</u>	<u>326,432</u>
	3,120,914	3,402,151
 EXPENSES (Page 4)	 <u>3,034,855</u>	 <u>3,229,282</u>
 EXCESS REVENUES	 <u><u>\$ 86,059</u></u>	 <u><u>\$ 172,869</u></u>

NUNAVUT BROADBAND DEVELOPMENT CORPORATION
CONSOLIDATED STATEMENT OF OPERATIONS (CONTINUED)
FOR THE YEAR ENDED MARCH 31, 2016

	<u>2016</u>	<u>2015</u>
EXPENSES		
Application Development		
Board honoraria	\$ 9,125	\$ 4,250
Computer software	198	5
Design and development	2,768	0
Marketing and promotion	4,319	971
Research	5,255	14,820
Training	0	7,195
Website development	328	4,683
	<u>21,993</u>	<u>31,924</u>
General and Administrative		
Bad debt (Note 3)	0	7,500
Bank charges and interest	2,475	2,445
Freight	1,448	0
Insurance	2,820	3,020
Interest on long term debt	87,843	99,870
Rent	14,760	14,490
Miscellaneous	1,695	2,309
	<u>111,041</u>	<u>129,634</u>
Office		
Office supplies	2,514	3,447
Telephone and internet	9,948	9,437
Translation	3,038	3,230
	<u>15,500</u>	<u>16,114</u>
Professional Fees		
Accounting	12,300	24,396
Audit	35,250	30,000
Legal	2,264	4,286
Management	40,831	27,996
	<u>90,645</u>	<u>86,678</u>
Salaries and Wages	<u>117,041</u>	<u>114,725</u>
Travel and Meetings	<u>46,309</u>	<u>43,587</u>
Depreciation	<u>92,326</u>	<u>123,230</u>
Satellite Space Segment Services		
Classroom and generic tools projects	<u>2,540,000</u>	<u>2,683,390</u>
	<u>\$ 3,034,855</u>	<u>\$ 3,229,282</u>

NUNAVUT BROADBAND DEVELOPMENT CORPORATION
CONSOLIDATED STATEMENT OF CHANGES IN FUND BALANCE
FOR THE YEAR ENDED MARCH 31, 2016

	<u>2016</u>	<u>2015</u>
BALANCE, OPENING	\$ (1,649,231)	\$ (1,822,100)
Excess revenues	<u>86,059</u>	<u>172,869</u>
BALANCE, CLOSING	<u>\$ (1,563,172)</u>	<u>\$ (1,649,231)</u>

**NUNAVUT BROADBAND DEVELOPMENT CORPORATION
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2016**

	<u>2016</u>	<u>2015</u>
<u>ASSETS</u>		
CURRENT		
Cash	\$ 113,720	\$ 145,786
Accounts receivable (Note 3)	<u>389,825</u>	<u>356,208</u>
	503,545	501,994
QINIQ NETWORK AND OFFICE EQUIPMENT (Notes 2(e) and 4)		
	<u>703,702</u>	<u>796,027</u>
	<u>\$ 1,207,247</u>	<u>\$ 1,298,021</u>
<u>LIABILITIES</u>		
CURRENT		
Accounts payable and accrued liabilities (Note 5)	\$ 176,632	\$ 164,461
Due to SSI Micro Ltd. (Note 6)	1,330,542	1,342,041
Current portion of long term debt (Note 7)	<u>1,150,248</u>	<u>128,920</u>
	2,657,422	1,635,422
LONG TERM DEBT (Note 7)	0	1,150,248
DEFERRED CAPITAL CONTRIBUTIONS (Note 8)	<u>112,997</u>	<u>161,582</u>
	2,770,419	2,947,252
<u>NET DEFICIT</u>		
UNRESTRICTED FUND	<u>(1,563,172)</u>	<u>(1,649,231)</u>
	<u>\$ 1,207,247</u>	<u>\$ 1,298,021</u>

APPROVED BY THE BOARD:

 Director

 Director

NUNAVUT BROADBAND DEVELOPMENT CORPORATION
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2016

	<u>2016</u>	<u>2015</u>
OPERATING ACTIVITIES		
Excess revenues	\$ 86,059	\$ 172,869
Items not requiring (providing) cash:		
Amortization of deferred capital contributions	(48,584)	(69,537)
Depreciation	<u>92,326</u>	<u>123,230</u>
	129,801	226,562
Cash provided by (used for) changes in non-cash working capital:		
Accounts receivable	(33,617)	352,075
Accounts payable and accrued liabilities	<u>12,169</u>	<u>(25,146)</u>
	<u>108,353</u>	<u>553,491</u>
FINANCING ACTIVITIES		
Long term debt repaid	(128,920)	(226,669)
Advances from (to) SSI Micro Ltd.	<u>(11,499)</u>	<u>(327,553)</u>
	<u>(140,419)</u>	<u>(554,222)</u>
DECREASE IN CASH	(32,066)	(731)
CASH, OPENING	<u>145,786</u>	<u>146,517</u>
CASH, CLOSING	<u><u>\$ 113,720</u></u>	<u><u>\$ 145,786</u></u>

NUNAVUT BROADBAND DEVELOPMENT CORPORATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2016

1. NATURE OF THE ORGANIZATION

The Nunavut Broadband Development Corporation was incorporated under the *Canada Corporations Act - Part II* on November 1, 2002, and continued under the Canada Not-for-profit Corporations Act on May 27, 2014. The purpose of the Company is to facilitate the development, growth and availability of communication technology (broadband) within Nunavut for the public, including, without limitation, for the use by local governments, community groups, non-governmental organizations, private sector businesses and individual residents of Nunavut.

The Company is a not-for-profit organization and is exempt from income tax under Sec. 149(1)(l) of the *Income Tax Act* (Canada).

NBDC Inc., a wholly owned subsidiary, owns the assets as described in Note 4 and owes the associated trade payable to SSI Micro Ltd. and long term debt to Atuqtuarvik Corporation.

NBDC Inc. has entered into a National Satellite Initiative ("NSI I") agreement with Industry Canada and SSI Micro Ltd. to ensure funding for the cost of satellite space segment services purchased indirectly from Telesat Canada.

As well, NBDC Inc. has entered into a Network Agreement with SSI Micro Ltd. whereby Network licence fees are earned sufficient to cover principal and interest payments on long term debt. Also, under the agreement SSI Micro Ltd. is contracted to provide services to maintain and upgrade the Qiniq Network as required.

Qiniq Inc., a wholly owned subsidiary, has entered into a National Satellite Initiative ("NSI II") agreement with Infrastructure Canada and SSI Micro Ltd. to ensure funding for the cost of satellite space segment services purchased indirectly from Telesat Canada.

As well, Qiniq Inc. has entered into a Network Agreement with SSI Micro Ltd. whereby Network licence fees are earned sufficient to match the required funding received from Infrastructure Canada.

NUNAVUT BROADBAND DEVELOPMENT CORPORATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2016

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations in Part III of the CPA Handbook and include the following significant accounting policies:

(a) Use of Estimates

The preparation of the financial statements of the Company requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the year. Significant items subject to such estimates and assumptions include the estimated useful life of the Qiniq network and office equipment. Actual results could differ from those estimates.

(b) Financial Instruments

The Company initially measures its financial assets and financial liabilities at fair value adjusted by, in the case of a financial instrument that will not be measured subsequently at fair value, the amount of transaction costs directly attributable to the instrument.

The Company subsequently measures all its financial assets and financial liabilities at amortized cost, except for derivatives and equity securities quoted in an active market, which are subsequently measured at fair value.

Financial assets measured at amortized cost include cash and accounts receivable.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities, due to SSI Micro Ltd., and long term debt.

The carrying values of cash, accounts receivable, accounts payable and accrued liabilities, due to SSI Micro Ltd. and long term debt approximate their current fair values because of their nature and their short maturity dates or durations.

Financial assets subsequently measured at amortized cost are tested for impairment when there are indicators of possible impairment. When a significant adverse change has occurred during the period in the expected timing or amount of future cash flows from the financial asset or group of assets, a write-down is recognized in net income. The write-down reflects the difference between the carrying amount and the higher of:

- a) the present value of the cash flows expected to be generated by the asset or group of assets;
- b) the amount that could be realized by selling the asset or group of assets;
- c) the net realizable value of any collateral held to secure repayment of the asset or group of assets.

NUNAVUT BROADBAND DEVELOPMENT CORPORATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2016

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

(b) Financial Instruments (continued)

When events occurring after the impairment confirm that a reversal is necessary, the reversal is recognized in net income up to the amount of the previously recognized impairment.

(c) Investments

These consolidated financial statements include the accounts of Nunavut Broadband Development Corporation and its wholly owned subsidiaries, NBDC Inc. and Qiniq Inc. All significant inter-company balances and transactions have been eliminated in these consolidated financial statements.

(d) Revenue Recognition

The Company follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Contributions in kind are recorded at their estimated fair value at the date of contribution, where the value can be reasonably estimated.

(e) Qiniq Network And Office Equipment

Qiniq network and office equipment are recorded at cost. Depreciation is provided annually at rates calculated to write-off the assets over their estimated useful lives as follows:

Broadband network	30% declining balance
Structures	4% declining balance
Equipment	20% declining balance
Computer equipment	45% declining balance
Furniture and fixtures	20% declining balance

One-half of the annual rate of depreciation is taken in the year of acquisition.

(f) Cash and Cash Equivalents

Cash and cash equivalents are defined as cash and highly liquid investments with terms of maturity of three months or less at the date of purchase.

(g) Satellite Space Segment Services Expense

Satellite space segment services expense incurred in the development of satellite capacity and the related contributions received in advance are amortized over the term of the agreement.

NUNAVUT BROADBAND DEVELOPMENT CORPORATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2016

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

(h) Income Taxes

The company uses the future income taxes method of accounting for income taxes. Under the future income taxes method, future tax assets and liabilities are recognized for the future tax consequences attributable to temporary 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 when the asset is realized or the liability is settled. The effect on future tax assets and liabilities of a change in tax rates is recognized in income in the year that substantive enactment or enactment occurs.

(i) Contributed Materials and Services

The Company receives contributed materials and services in the normal course of operations. These contributed materials and services have not been recorded in the financial statements.

(j) Capital Contributions

Capital contributions towards capital projects are recorded as deferred capital contributions. Deferred capital contributions are amortized into revenue on a declining balance basis at the same rate as the corresponding capital asset is depreciated.

(k) Expense Allocations

The Company allocates expenses using the following method. Expenses which are wholly attributable to a particular project are charged directly to the appropriate project. Expenses that are attributable to more than one particular project are allocated based on a percentage method at a rate deemed appropriate by management.

NUNAVUT BROADBAND DEVELOPMENT CORPORATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2016

3. ACCOUNTS RECEIVABLE

	<u>2016</u>	<u>2015</u>
Infrastructure Canada	\$ 372,331	\$ 355,701
Goods and Services Tax	<u>17,494</u>	<u>507</u>
	<u>\$ 389,825</u>	<u>\$ 356,208</u>

\$7,500 of the 2014 accounts receivable balance was written-off to bad debts relating to a CanNor project from the March 31, 2012 year-end. This amount originated as discrepancies between Nunavut Broadband Development Corporation's project reporting and CanNor's project reporting. Both parties agreed the amount was no longer owing from CanNor.

4. QINIQ NETWORK AND OFFICE EQUIPMENT

	<u>2016</u>			<u>2015</u>
	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Net Book Value</u>	<u>Net Book Value</u>
Qiniq Network				
Broadband network	\$ 7,430,130	\$ 7,269,130	\$ 161,000	\$ 230,001
Structures	846,750	306,321	540,429	562,948
Equipment	15,496	14,165	1,331	1,664
Computer Equipment				
Computer hardware	205,938	205,534	404	735
Office Equipment				
Computer equipment	13,798	13,783	15	26
Furniture and fixtures	<u>6,761</u>	<u>6,238</u>	<u>523</u>	<u>653</u>
	<u>\$ 8,518,873</u>	<u>\$ 7,815,171</u>	<u>\$ 703,702</u>	<u>\$ 796,027</u>

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	<u>2016</u>	<u>2015</u>
Government of Nunavut	\$ 40,145	\$ 5,204
Accounts payable and accrued liabilities	132,796	155,559
Government of Nunavut - payroll tax	517	517
CRA - payroll source deductions	<u>3,174</u>	<u>3,181</u>
	<u>\$ 176,632</u>	<u>\$ 164,461</u>

NUNAVUT BROADBAND DEVELOPMENT CORPORATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2016

6. DUE TO SSI MICRO LTD.

Amounts due to SSI Micro Ltd. are due on demand, unsecured and non-interest bearing.

7. LONG TERM DEBT

	<u>2016</u>	<u>2015</u>
<p>Atuqtuarvik Corporation fixed term loan, secured by specific Qiniq Network equipment, and a general security agreement, assignment of accounts receivable and revenues related to the Qiniq Network, and unlimited guarantee by the Company. The loan is repayable in blended monthly installments of \$18,137 with interest at 7.25% per annum. The loan is due in September 2016 and therefore the entire loan has been listed as a current liability.</p>	\$ 1,150,248	\$ 1,279,168
<p>Less: current portion</p>	<u>1,150,248</u>	<u>128,920</u>
	<u><u>\$ 0</u></u>	<u><u>\$ 1,150,248</u></u>

NUNAVUT BROADBAND DEVELOPMENT CORPORATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2016

8. DEFERRED CAPITAL CONTRIBUTIONS

		2016			2015	
		Original Cost	Accumulated Amortization	Unamortized Balance	Unamortized Balance	
Qiniq Network						
Industry Canada	30%	\$ 3,885,000	\$ 3,808,181	\$ 76,819	\$	109,742
SSI Micro Ltd.	30%	280,365	260,740	19,625		28,037
2.5 GHz Upgrade						
Indian and Northern						
Affairs Canada	30%	346,719	339,863	6,856		9,792
Government of						
Nunavut	30%	250,000	245,057	4,943		7,062
Hamlets	30%	220,000	215,650	4,350		6,214
Computer Equipment						
Indian and Northern						
Affairs Canada	45%	186,422	186,056	366		665
Government of						
Nunavut	45%	<u>19,516</u>	<u>19,478</u>	<u>38</u>		<u>70</u>
		<u>\$ 5,188,022</u>	<u>\$ 5,075,025</u>	<u>\$ 112,997</u>		<u>\$ 161,582</u>

9. INCOME TAXES

NBDC Inc., a wholly owned subsidiary, has non-capital losses carried forward of \$1,158,387. The tax benefits related to these losses expire as follows:

2027	\$ 274,604
2028	557,416
2029	244,375
2030	<u>81,992</u>
	<u>\$ 1,158,387</u>

The tax benefits related to the non-capital losses carried forward have not been included in these financial statements.

NUNAVUT BROADBAND DEVELOPMENT CORPORATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2016

10. ECONOMIC DEPENDENCE

The Company receives the majority of its funding from the Governments of Canada and Nunavut. Without continued funding from the Governments of Canada and Nunavut, it is unlikely the Company's operations would be able to continue. On April 1, 2016, the Canada - Nunavut Infrastructure II Agreement was not renewed.

11. COMMITMENTS

The Company has signed a share purchase option agreement. The agreement grants SSI Micro Ltd. the sole and exclusive option, irrevocable until the expiry or other termination of the Network Agreement, which is the earlier of March 31, 2019 and the end of the commercially useful life of the Network Property, to purchase all, but not less than all, of the issued shares in the capital stock of the Company's wholly owned subsidiary, NBDC Inc., which currently consists of 100 common shares, for an aggregate price equal to the amount of all debts and other obligations of the Company and NBDC Inc., including without limitation, all obligations secured by Permitted Encumbrances, as defined pursuant to the Network Agreement, plus one dollar (\$1.00). Provided that any such purchase will not contravene any term, condition or restriction, express or implied, of any Permitted Encumbrances, the IC Contribution Agreement, or the NSI Contribution Agreement as such terms are defined by the Network Agreement.

12. GOING CONCERN ISSUE

These financial statements have been prepared in accordance with Canadian accounting standards for private enterprises that are applicable to a company that will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of operations (a "going concern") However, the use of generally accepted accounting principles that are applicable to a going concern is potentially inappropriate as there is significant doubt concerning the company's ability to continue as a going concern. On April 1, 2016, the Canada - Nunavut Infrastructure II Agreement was not renewed. The discontinued funding from the Government of Canada raises doubt that the company will be able to discharge its liabilities on an on going basis. This doubt is mitigated by the expectation the company is likely to continue to receive operating contributions from the Government of Nunavut. The financial statements do not reflect adjustments that would be necessary if the going concern assumption were not appropriate, as the company believes that the measures described above will mitigate the effect of the conditions that raise doubt about

NUNAVUT BROADBAND DEVELOPMENT CORPORATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2016

13. FINANCIAL ASSETS AND LIABILITIES

The significant financial risks to which the Company are exposed are credit risk and liquidity risk.

(a) Credit risk

Credit risk is the risk that one party to the financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Company is exposed to credit risk in the event of non-performance by customers in connection with its accounts receivable. The Company does not obtain collateral or other security to support the accounts receivable subject to credit risk but mitigates this risk by dealing with only what management believes to be financially sound customers and, accordingly, does not anticipate significant loss for non-performance.

(b) Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in interest rates. The company is able to manage this risk because the interest rate on long term debt is fixed therefore the fair value of the liability changes with the change in interest rates.

(c) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations associated with financial liabilities. The Company is exposed to liquidity risk arising primarily from the long term debt. The Company's ability to meet obligations depends on receipt of funds from government sources and SSI Micro Ltd., whether in the form of revenue or advances.

NUNAVUT BROADBAND DEVELOPMENT CORPORATION
SCHEDULE OF OPERATIONS BY ACTIVITY
FOR THE YEAR ENDED MARCH 31, 2016

	Core Operations EDT	Board AGM EDT	Infrastructure I Assets/Debt
REVENUES			
Infrastructure Canada	\$ 0	\$ 0	\$ 0
Government of Nunavut	210,188	49,667	0
Network licence fees	0	0	217,644
Deferred capital contributions	0	0	48,584
	<u>210,188</u>	<u>49,667</u>	<u>266,228</u>
EXPENSES			
Application Development			
Board honoraria	0	9,125	0
Computer software	198	0	0
Design and development	2,768	0	0
Marketing and promotion	3,887	432	0
Research	5,255	0	0
Web site development	328	0	0
	<u>12,436</u>	<u>9,557</u>	<u>0</u>
General and Administrative			
Bank charges and interest	2,475	0	0
Freight	1,448	0	0
Insurance	2,820	0	0
Interest on long term debt	0	0	87,843
Rent	14,760	0	0
Miscellaneous	1,695	0	0
	<u>23,198</u>	<u>0</u>	<u>87,843</u>
Office			
Office supplies	2,514	0	0
Telephone and internet	9,948	0	0
Translation	202	2,836	0
	<u>12,664</u>	<u>2,836</u>	<u>0</u>
Professional Fees			
Accounting	12,300	0	0
Audit	21,250	0	0
Legal	2,264	0	0
Management	0	0	0
	<u>35,814</u>	<u>0</u>	<u>0</u>
Salaries and Wages	<u>117,041</u>	<u>0</u>	<u>0</u>
Travel and meetings	9,035	37,274	0
Depreciation	0	0	92,326
Satellite Space Segment Services	0	0	0
	<u>210,188</u>	<u>49,667</u>	<u>180,169</u>
EXCESS REVENUES	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 86,059</u>

NUNAVUT BROADBAND DEVELOPMENT CORPORATION
SCHEDULE OF OPERATIONS BY ACTIVITY
FOR THE YEAR ENDED MARCH 31, 2016

	Generic Tools Satellite Capacity INFC	Infrastructure II - Comm INFC	Infrastructure II - PDI INFC	Total
REVENUES				
Infrastructure Canada	\$ 1,270,000	\$ 19,335	\$ 35,496	\$ 1,324,831
Government of Nunavut	0	0	0	259,855
Network licence fees	1,270,000	0	0	1,487,644
Deferred capital contributions	0	0	0	48,584
	<u>2,540,000</u>	<u>19,335</u>	<u>35,496</u>	<u>3,120,914</u>
EXPENSES				
Application Development				
Board honoraria	0	0	0	9,125
Computer software	0	0	0	198
Design and development	0	0	0	2,768
Marketing and promotion	0	0	0	4,319
Research	0	0	0	5,255
Web site development	0	0	0	328
	<u>0</u>	<u>0</u>	<u>0</u>	<u>21,993</u>
General and Administrative				
Bank charges and interest	0	0	0	2,475
Freight	0	0	0	1,448
Insurance	0	0	0	2,820
Interest on long term debt	0	0	0	87,843
Rent	0	0	0	14,760
Miscellaneous	0	0	0	1,695
	<u>0</u>	<u>0</u>	<u>0</u>	<u>111,041</u>
Office				
Office supplies	0	0	0	2,514
Telephone and internet	0	0	0	9,948
Translation	0	0	0	3,038
	<u>0</u>	<u>0</u>	<u>0</u>	<u>15,500</u>
Professional Fees				
Accounting	0	0	0	12,300
Audit	0	14,000	0	35,250
Legal	0	0	0	2,264
Management	0	5,335	35,496	40,831
	<u>0</u>	<u>19,335</u>	<u>35,496</u>	<u>90,645</u>
Salaries and Wages	<u>0</u>	<u>0</u>	<u>0</u>	<u>117,041</u>
Travel and Meetings	<u>0</u>	<u>0</u>	<u>0</u>	<u>46,309</u>
Depreciation	<u>0</u>	<u>0</u>	<u>0</u>	<u>92,326</u>
Satellite Space Segment Services	<u>2,540,000</u>	<u>0</u>	<u>0</u>	<u>2,540,000</u>
	<u>2,540,000</u>	<u>19,335</u>	<u>35,496</u>	<u>3,034,855</u>
EXCESS REVENUES	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 86,059</u></u>