

**JUMPBUNCH®**  
**EXHIBIT “B”**  
**TO THE DISCLOSURE DOCUMENT**  
**FINANCIAL STATEMENTS**

JUMPBUNCH, INC.  
FINANCIAL STATEMENTS  
DECEMBER 31, 2006 AND 2005

JUMPBUNCH, INC.  
FINANCIAL STATEMENTS  
DECEMBER 31, 2006 AND 2005

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**TOAL, GRIFFITH & AYERS, LLC**  
CERTIFIED PUBLIC ACCOUNTANTS

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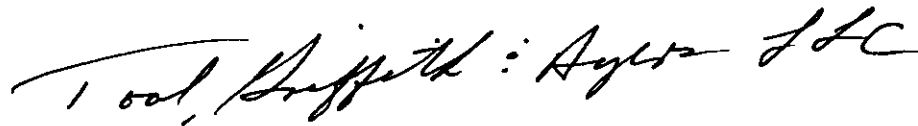
Independent Auditor's Report

To the Stockholder  
JumpBunch, Inc.

We have audited the accompanying balance sheets of JumpBunch, Inc. as of December 31, 2006 and 2005, and the related statements of income and retained earnings and cash flows for the years 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 audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of JumpBunch, Inc. as of December 31, 2006 and 2005, and the results of its operations and cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.



March 13, 2007

JUMPBUNCH, INC.  
BALANCE SHEETS  
DECEMBER 31, 2006 AND 2005

	<u>2006</u>	<u>2005</u>
<u>ASSETS</u>		
Current Assets:		
Cash	\$ 64,064	\$ 75,884
Accounts Receivable	<u>9,643</u>	<u>-</u>
Total Current Assets	73,707	75,884
Fixed Assets:		
Software	10,000	10,000
Equipment	3,829	1,732
Accumulated Depreciation	<u>(3,519)</u>	<u>(1,173)</u>
Net Fixed Assets	<u>10,310</u>	<u>10,559</u>
Total Assets	<u>\$ 84,017</u>	<u>\$ 86,443</u>
<u>LIABILITIES AND STOCKHOLDERS' EQUITY</u>		
Current Liabilities:		
Accounts Payable	\$ <u>7,778</u>	\$ <u>2,328</u>
Total Liabilities	7,778	2,328
Common Stock, \$1 Par Value, 1,000 Shares Authorized and 100 Shares Issued & Outstanding	100	100
Additional Paid-In Capital	53,842	53,842
Retained Earnings	<u>22,297</u>	<u>30,173</u>
Total Stockholders' Equity	<u>76,239</u>	<u>84,115</u>
Total Liabilities and Stockholders' Equity	<u>\$ 84,017</u>	<u>\$ 86,443</u>

See auditor's report and accompanying note to financial statements.

JUMPBUNCH, INC.  
STATEMENTS OF INCOME AND RETAINED EARNINGS  
FOR THE YEARS ENDED DECEMBER 31, 2006 AND 2005

	<u>2006</u>	<u>2005</u>
<b>REVENUE</b>		
Franchise Fee	\$ 215,000	\$ 58,750
Franchise Royalty Income	118,394	64,344
Miscellaneous Income	<u>8,822</u>	<u>3,897</u>
Total Revenue	342,216	126,991
<b>EXPENSES</b>		
Advertising	80,571	38,160
Automobile	7,256	5,670
Certification and Education	4,311	2,414
Charitable Contributions	425	416
Computer Expense	559	663
Consulting Fees	3,900	16,670
Depreciation	2,346	1,173
Dues and Subscriptions	2,749	-
Equipment	4,107	-
Insurance	1,352	1,401
Interest	132	-
Marketing and Promotions	46,125	-
Postage, Printing and Shipping	1,877	1,367
Professional Fees	5,588	2,450
Registration Fees and Licenses	3,625	1,650
Rent	6,451	4,478
Supplies and Office Expense	4,699	6,824
Telephone	7,591	1,361
Travel and Entertainment	<u>18,729</u>	<u>16,284</u>
Total Expenses	<u>202,393</u>	<u>100,981</u>
Income from Operations	139,823	26,010
<b>Other Income:</b>		
Interest Income	<u>301</u>	<u>185</u>
Net Other Income	<u>301</u>	<u>185</u>
Net Income	140,124	26,195
Distributions to Stockholders	(148,000)	-
Retained Earnings (Deficit), Beginning of Year	<u>30,173</u>	<u>3,978</u>
Retained Earnings, End of Year	<u>\$ 22,297</u>	<u>\$ 30,173</u>

See auditor's report and accompanying note to financial statements.

JUMPBUNCH, INC.  
 STATEMENTS OF CASH FLOWS  
 FOR THE YEARS ENDED DECEMBER 31, 2006 AND 2005

	<u>2006</u>	<u>2005</u>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Income	\$ 140,124	\$ 26,195
Adjustments to Reconcile Net Loss to		
Net Cash Provided by Operating Activities:		
Depreciation Expense	2,346	1,173
Increase (Decrease) in Operating Liabilities:		
Accounts Receivable	(9,643)	
Accounts Payable	<u>5,450</u>	<u>(3,139)</u>
Net Cash Provided by Operating Activities	138,277	24,229
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets	<u>(2,097)</u>	<u>(11,732)</u>
Net Cash Used for Investing Activities	(2,097)	(11,732)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Return of Paid In Capital	<u>(148,000)</u>	<u>-</u>
Net Cash Used by Financing Activities	(148,000)	-
Net Increase in Cash	(11,820)	12,497
Cash and Cash Equivalents at Beginning of Year	<u>75,884</u>	<u>63,387</u>
Cash and Cash Equivalents at End of Year	<u>\$ 64,064</u>	<u>\$ 75,884</u>
<b>SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION</b>		
Cash Paid During the Year for:		
Income Taxes	<u>\$ -</u>	<u>\$ -</u>
Interest	<u>\$ -</u>	<u>\$ -</u>

See auditor's report and accompanying note to financial statements.

JUMPBUNCH, INC.  
FINANCIAL STATEMENTS  
DECEMBER 31, 2006 AND 2005

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies is presented to assist in understanding the Company's financial statements. The financial statements and notes are representations of the Company's management who are responsible for their integrity and objectivity. The preparation of financial statements in conformity with 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 reported amounts of revenues and expenses during that period. Actual results could differ from those estimates. These accounting policies conform to generally accepted accounting principles and have been applied in the preparation of the financial statements.

The Company

The Company is closely held and was incorporated on May 31, 2001 under the General Laws of the State of Maryland. The certificate of incorporation authorized 1,000 shares of stock at \$1 par. The Company was capitalized June 18, 2000 by the issuance of 100 shares of common stock at \$1 par value. The shareholder has contributed Additional Paid-In Capital in the amount of \$66,842, of which \$13,000 was redeemed in 2004.

The Company will operate out of Annapolis, Maryland, and sell single and multiple unit franchises to owner/operators in key population areas. The operations of the individual franchises will consist of providing fitness programs to preschool children.

Cash and Cash Equivalents

The Company considers all deposits maturing in three months or less to be cash or cash equivalents.

Revenue Recognition

Revenue from sales is recognized at point of sale.

Estimates

The preparation of financial statements in conformity with 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 reporting period. Actual results could differ from those estimates.

Accounts Receivable

Receivables are stated at full value and management estimates that no allowance for doubtful accounts is required.



· JUMPBUNCH, INC.  
FINANCIAL STATEMENTS  
DECEMBER 31, 2006 AND 2005

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES  
(CONTINUED)

Income Taxes

The Company, with the consent of its shareholder, has elected to be taxed as an S corporation. As such, the income of the Company is passed through to the shareholder for inclusion in the individual's personal tax returns.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

Advertising

The Company expenses advertising costs as they are incurred. Advertising expense was \$80,571 and \$38,160 for the years ended December 31, 2006 and 2005, respectively.

Property and Equipment

Property and equipment are recorded at cost. Assets are capitalized if they are expected to have a useful life of greater than one year. For financial reporting purposes depreciation is calculated using the straight-line method over the estimated useful life of the asset, generally three to five years.

Depreciation expense was \$2,346 and \$1,173 for the years ended December 31, 2006 and 2005, respectively.

JUMPBUNCH, INC.  
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Independent Auditor's Report

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JumpBunch, Inc.

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We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of JumpBunch, Inc. as of December 31, 2005 and 2004, and the results of its operations and cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

*Toal, Griffith & Ayers, LLC*

February 17, 2006

JUMPBUNCH, INC.  
BALANCE SHEETS  
DECEMBER 31, 2005 AND 2004

	<u>2005</u>	<u>2004</u>
<u>ASSETS</u>		
Current Assets:		
Cash	\$ 75,884	\$ 63,387
Total Current Assets	75,884	63,387
Fixed Assets:		
Software	10,000	-
Equipment	1,732	-
Accumulated Depreciation	<u>(1,173)</u>	<u>-</u>
Net Fixed Assets	<u>10,559</u>	<u>-</u>
Total Assets	<u>\$ 86,443</u>	<u>\$ 63,387</u>
<u>LIABILITIES AND STOCKHOLDERS' EQUITY</u>		
Current Liabilities:		
Accounts Payable	\$ 2,328	\$ 5,467
Total Liabilities	2,328	5,467
Common Stock, \$1 Par Value, 1,000 Shares Authorized and 100 Shares Outstanding	100	100
Additional Paid-In Capital	53,842	53,842
Retained Earnings	<u>30,173</u>	<u>3,978</u>
Total Stockholders' Equity	<u>84,115</u>	<u>57,920</u>
Total Liabilities and Stockholders' Equity	<u>\$ 86,443</u>	<u>\$ 63,387</u>

See auditor's report and accompanying note to financial statements.

JUMPBUNCH, INC.  
STATEMENTS OF INCOME AND RETAINED EARNINGS  
FOR THE YEARS ENDED DECEMBER 31, 2005 AND 2004

	<u>2005</u>	<u>2004</u>
REVENUE		
Franchise Fee	\$ 58,750	\$ 72,500
Franchise Royalty Income	64,344	30,236
Miscellaneous Income	<u>3,897</u>	<u>4,143</u>
Total Revenue	126,991	106,879
EXPENSES		
Advertising	38,160	18,716
Automobile	5,670	2,362
Certification and Education	2,414	-
Charitable Contributions	416	-
Computer Expense	663	3,501
Consulting Fees	16,670	2,726
Depreciation	1,173	-
Insurance	1,401	1,441
Meals and Entertainment	4,327	4,062
Postage, Printing and Shipping	1,367	1,281
Professional Fees	2,450	2,695
Registration Fees and Licenses	1,650	4,150
Rent	4,478	-
Supplies and Office Expense	6,824	2,007
Telephone	1,361	69
Travel	<u>11,957</u>	<u>1,878</u>
Total Expenses	<u>100,981</u>	<u>44,888</u>
Income from Operations	26,010	61,991
Other Income		
Interest Income	<u>185</u>	<u>68</u>
Net Other Income	<u>185</u>	<u>68</u>
Net Income	26,195	62,059
Retained Earnings (Deficit), Beginning of Year	<u>3,978</u>	<u>(58,081)</u>
Retained Earnings, End of Year	<u>\$ 30,173</u>	<u>\$ 3,978</u>

See auditor's report and accompanying note to financial statements.

JUMPBUNCH, INC.  
STATEMENTS OF CASH FLOWS  
FOR THE YEARS ENDED DECEMBER 31, 2005 AND 2004

	<u>2005</u>	<u>2004</u>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Loss	\$ 26,195	\$ 62,059
Adjustments to Reconcile Net Loss to Net Cash Provided by Operating Activities:		
Depreciation Expense	1,173	-
Increase (Decrease) in Operating Liabilities:		
Accounts Payable	<u>(3,139)</u>	<u>4,402</u>
Net Cash Provided by Operating Activities	24,229	66,461
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets	<u>(11,732)</u>	<u>-</u>
Net Cash Used for Investing Activities	(11,732)	-
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Return of Paid In Capital	<u>-</u>	<u>(13,000)</u>
Net Cash Used by Financing Activities	-	(13,000)
Net Increase in Cash	12,497	53,461
Cash and Cash Equivalents at Beginning of Year	<u>63,387</u>	<u>9,926</u>
Cash and Cash Equivalents at End of Year	<u>\$ 75,884</u>	<u>\$ 63,387</u>
<b>SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION</b>		
Cash Paid During the Year for:		
Income Taxes	\$ <u>-</u>	\$ <u>-</u>
Interest	\$ <u>-</u>	\$ <u>-</u>

See auditor's report and accompanying note to financial statements.

JUMPBUNCH, INC.  
FINANCIAL STATEMENTS  
DECEMBER 31, 2005 AND 2004

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies is presented to assist in understanding the Company's financial statements. The financial statements and notes are representations of the Company's management who are responsible for their integrity and objectivity. The preparation of financial statements in conformity with 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 reported amounts of revenues and expenses during that period. Actual results could differ from those estimates. These accounting policies conform to generally accepted accounting principles and have been applied in the preparation of the financial statements.

The Company

The Company is closely held and was incorporated on May 31, 2001 under the General Laws of the State of Maryland. The certificate of incorporation authorized 1,000 shares of stock at \$1 par. The Company was capitalized June 18, 2000 by the issuance of 100 shares of common stock at \$1 par value. The shareholder has contributed Additional Paid-In Capital in the amount of \$66,842, of which \$13,000 was redeemed in 2004.

The Company will operate out of Annapolis, Maryland, and sell single and multiple unit franchises to owner/operators in key population areas. The operations of the individual franchises will consist of providing fitness programs to preschool children.

Income Taxes

The Company, with the consent of its shareholder, has elected to be taxed as an S corporation. As such, the income of the Company is passed through to the shareholder for inclusion in the individual's personal tax returns.

Advertising

The Company expenses advertising costs as they are incurred.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.





JUMPBUNCH, INC.

FINANCIAL STATEMENTS

DECEMBER 31, 2004 AND 2003

JUMPBUNCH, INC.  
FINANCIAL STATEMENTS  
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**TOAL & GRIFFITH, LLC**  
CERTIFIED PUBLIC ACCOUNTANTS

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Independent Auditor's Report

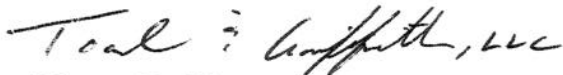
To the Stockholder  
JumpBunch, Inc.

We have audited the accompanying balance sheets of JumpBunch, Inc. as of December 31, 2004 and 2003, and the related statements of income and retained earnings (deficit) for the years 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 audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about 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. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, except as noted below, the financial statements referred to above present fairly, in all material respects, the financial position of JumpBunch, Inc. as of December 31, 2004 and 2003, and the results of its operations for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

A statement of cash flows for the years ended December 31, 2004 and 2003 has not been presented. Generally accepted accounting principles require that such a statement be presented when financial statements purport to present financial position and results of operations.



February 22, 2005

JUMPBUNCH, INC.  
BALANCE SHEETS  
DECEMBER 31, 2004 AND 2003

	<u>2004</u>	<u>2003</u>
<b>ASSETS</b>		
Current Assets:		
Cash	\$ <u>63,387</u>	<u>9,926</u>
Total Assets	\$ <u><u>63,387</u></u>	<u><u>9,926</u></u>
 <b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
Current Liabilities:		
Accounts Payable	\$ <u>5,467</u>	<u>1,065</u>
Total Liabilities	5,467	1,065
Common Stock, \$1 Par Value, 1,000 Shares Authorized and 100 Shares Outstanding	100	100
Additional Paid-In Capital	66,842	66,842
Retained Earnings Deficit	<u>(9,022)</u>	<u>(58,081)</u>
Total Stockholders' Equity	<u>57,920</u>	<u>8,861</u>
Total Liabilities and Stockholders' Equity	\$ <u><u>63,387</u></u>	<u><u>9,926</u></u>

See auditor's report and accompanying note to financial statements.

JUMPBUNCH, INC.  
 STATEMENTS OF INCOME AND RETAINED EARNINGS (DEFICIT)  
 FOR THE YEARS ENDING DECEMBER 31, 2004 AND 2003

	<u>2004</u>	<u>2003</u>
REVENUE		
Franchise Fee	\$ 72,500	\$ 30,000
Franchise Royalty Income	30,236	4,611
Miscellaneous Income	4,143	-
Total Revenue	<u>106,879</u>	<u>34,611</u>
EXPENSES		
Advertising	18,716	19,845
Automobile	2,362	-
Bank Charges and Credit Card Fees	30	90
Computer Expense	3,501	1,161
Consulting Fees	2,726	6,402
Insurance	1,441	
Meals and Entertainment	4,062	921
Miscellaneous	-	53
Postage, Printing and Shipping	1,281	3,619
Professional Fees	2,695	1,725
Registration Fees and Licenses	4,150	2,135
Supplies and Office Expense	1,977	522
Telephone	69	19
Travel	1,878	404
Total Expenses	<u>44,888</u>	<u>36,896</u>
Income (Loss) from Operations	61,991	(2,285)
Other Income		
Interest Income	68	10
Net Other Income	<u>68</u>	<u>10</u>
Net Income (Loss)	62,059	(2,275)
Retained Earnings (Deficit), Beginning of Year	(58,081)	(55,806)
Distributions to Shareholders	<u>(13,000)</u>	<u>-</u>
Retained Earnings (Deficit), End of Year	<u>\$ (9,022)</u>	<u>\$ (58,081)</u>

See auditor's report and accompanying note to financial statements.

JUMPBUNCH, INC.  
FINANCIAL STATEMENTS  
DECEMBER 31, 2004 AND 2003

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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The Company

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The Company will operate out of Annapolis, Maryland, and sell single and multiple unit franchises to owner/operators in key population areas. The operations of the individual franchises will consist of providing fitness programs to preschool children.

Income Taxes

The Company, with the consent of its shareholder, has elected to be taxed as an S corporation. As such, the income of the Company is passed through to the shareholder for inclusion in the individual's personal tax returns.

Advertising

The Company expenses advertising costs as they are incurred.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.