

UNITED SAFETY ALLIANCE INC  
STATEMENT OF INCOME AND EXPENSES  
TWELVE MONTHS ENDED MAY 31, 2002

WILLIAM BIGELSON, C.P.A. INC.  
AN ACCOUNTANCY CORPORATION  
9010 CORBIN AVE. SUITE 10  
NORTHRIDGE CALIFORNIA 91324

TWELVE MONTHS  
YEAR TO DATE

INCOME  
EXPENSES

\$ 148,120.24	99.24
2,127.67	1.36
<u>145,992.57</u>	<u>100.60</u>

UNITED SAFETY ALLIANCE INC  
9010 CORBIN AVE. SUITE 10  
NORTHRIDGE, CA 91324

145,992.57 100.60

WE HAVE COMPILED THE ACCOMPANYING STATEMENT OF ASSETS AND LIABILITIES OF UNITED SAFETY ALLIANCE INC (A CORPORATION) AS OF MAY 31, 2002, AND THE RELATED STATEMENT OF REVENUE AND EXPENSES - CASH BASIS FOR THE TWELVE MONTHS THEN ENDED, IN ACCORDANCE WITH STATEMENTS ON STANDARDS FOR ACCOUNTING AND REVIEW SERVICES ISSUED BY THE AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS.

A COMPILATION IS LIMITED TO PRESENTING IN THE FORM OF FINANCIAL STATEMENTS INFORMATION THAT IS THE REPRESENTATION OF MANAGEMENT. WE HAVE NOT AUDITED OR REVIEWED THE ACCOMPANYING FINANCIAL STATEMENTS AND, ACCORDINGLY, DO NOT EXPRESS AN OPINION OR ANY OTHER FORM OF ASSURANCE ON THEM.

MANAGEMENT HAS ELECTED TO OMIT SUBSTANTIALLY ALL OF THE DISCLOSURES ORDINARILY INCLUDED IN THE FINANCIAL STATEMENTS. IF THE OMITTED DISCLOSURES WERE INCLUDED IN FINANCIAL STATEMENTS, THEY MIGHT INFLUENCE THE USER'S CONCLUSIONS ABOUT THE COMPANY'S FINANCIAL POSITION AND RESULTS OF OPERATIONS. ACCORDINGLY, THESE FINANCIAL STATEMENTS ARE NOT DESIGNED FOR THOSE WHO ARE NOT INFORMED ABOUT SUCH MATTERS.

  
WILLIAM BIGELSON, C.P.A.

JUNE 1, 2002

UNITED SAFETY ALLIANCE INC  
STATEMENT OF INCOME AND EXPENSE  
TWELVE MONTHS ENDED MAY 31, 2002

	TWELVE MONTHS YEAR TO DATE	
<b>INCOME</b>		
INCOME	\$ 144,120.16	99.2%
INTEREST INCOME	1,119.67	.8
<b>TOTAL INCOME</b>	<b>145,239.83</b>	<b>100.0%</b>
<b>COST OF GOODS SOLD</b>		
GROSS PROFIT	145,239.83	100.0
<b>OPERATING EXPENSES</b>		
ACCOUNTING & LEGAL	775.00	.5
ADVERTISING	315.00	.2
AUTO	635.41	.4
BANK CHARGES	125.00	.1
INSURANCE	9,112.16	6.3
INTEREST	701.62	.5
OUTSIDE SERVICES	49,844.60	34.3
PAYROLL	20,000.00	13.8
PAYROLL TAXES	1,635.00	1.1
SHOW EXPENSE	29,656.37	20.4
SCHOOL PROGRAMS	6,498.31	4.5
SUPPLIES (OFFICE)	2,186.25	1.5
TAX & LICENSE	1,269.04	.9
TELEPHONE	3,118.98	2.1
TRAVEL	10,595.00	7.3
UTILITIES	381.25	.3
<b>TOTAL EXPENSES</b>	<b>136,848.99</b>	<b>94.2</b>
<b>NET INCOME (LOSS)</b>	<b>\$ 8,390.84</b>	<b>5.8%</b>

SEE ACCOUNTANT'S COMPILATION REPORT

UNITED SAFETY ALLIANCE INC  
BALANCE SHEET  
MAY 31, 2002

LIABILITIES AND STOCKHOLDERS' EQUITY

CURRENT LIABILITIES		
TOTAL CURRENT LIAB.		\$ .00
LONG TERM LIABILITIES		
NOTES PAYABLE OFFICER	\$ 7,751.67	
TOTAL LONG TERM LIAB.		<u>7,751.67</u>
TOTAL LIABILITIES		7,751.67
STOCKHOLDER'S EQUITY		
RETAINED EARNINGS	47,482.41	
NET INCOME (LOSS)	<u>8,390.84</u>	
TOT STOCKHOLDER'S EQUITY		<u>55,873.25</u>
TOTAL LIABILITIES AND STOCKHOLDER'S EQUITY		<u>\$ 63,624.92</u>

UNITED SAFETY ALLIANCE INC  
BALANCE SHEET  
MAY 31, 2002

ASSETS

CURRENT ASSETS		
CASH CHECKING	\$	100.00
CASH IN BANK		17,922.78
CASH SAVINGS		<u>45,602.14</u>
TOTAL CURRENT ASSETS		\$ 63,624.92
FIXED ASSETS		<u>                    </u>
TOTAL FIXED ASSETS		.00
OTHER ASSETS		<u>                    </u>
TOTAL OTHER ASSETS		.00
TOTAL ASSETS		<u>\$ 63,624.92</u>

SEE ACCOUNTANT'S COMPILATION REPORT