

# Muscle Flex Inc.

## Balance Sheet

As of March 31, 2009

Unaudited

	<u>Total</u>
<b>ASSETS</b>	
Current Assets	
Bank Accounts	
Cash on Hand	708.10
<b>Total Bank Accounts</b>	<b>\$ 708.10</b>
Other Current Assets	
Due from Stockholders	0.00
Muscle Flex	67,738.80
Prepaid Expenses	9,975.00
<b>Total Other Current Assets</b>	<b>\$ 77,713.80</b>
<b>Total Current Assets</b>	<b>\$ 78,421.90</b>
Fixed Assets	
Manufacturing Moulds	32,700.00
<b>Total Fixed Assets</b>	<b>\$ 32,700.00</b>
Other Assets	
Goodwill Assets	4,684.98
Trademarks / Patents	18,934.94
Video Film & Media	30,841.19
<b>Total Other Assets</b>	<b>\$ 54,461.11</b>
<b>TOTAL ASSETS</b>	<b>\$ 165,583.01</b>
<b>LIABILITIES AND EQUITY</b>	
Liabilities	
Current Liabilities	
Accounts Payable	46,448.64
<b>Total Accounts Payable</b>	<b>\$ 46,448.64</b>
Other Current Liabilities	
Shareholder Loan	434,753.08
<b>Total Other Current Liabilities</b>	<b>\$ 434,753.08</b>
<b>Total Current Liabilities</b>	<b>\$ 481,201.72</b>
<b>Total Liabilities</b>	<b>\$ 481,201.72</b>
Equity	
Common Class A	58,032.25
Paid-In Capital or Surplus	904,136.73
Retained Earnings	-1,338,115.72
Net Income	60,328.03
<b>Total Equity</b>	<b>-\$ 315,618.71</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>\$ 165,583.01</b>

**Muscle Flex Inc.**  
**Profit & Loss**  
January - March, 2009  
Unaudited

	<b>Total</b>
<b>Income</b>	
<b>Sales</b>	884.70
<b>Total Income</b>	<b>\$ 884.70</b>
<b>Cost of Goods Sold</b>	
<b>Muscle Flex Unit</b>	290.10
<b>Transaction Fees</b>	51.32
<b>Total Cost of Goods Sold</b>	<b>\$ 341.42</b>
<b>Gross Profit</b>	<b>\$ 543.28</b>
<b>Expenses</b>	
<b>Call Center</b>	162.11
<b>Cellular Phone</b>	646.49
<b>Consulting Fees</b>	15,000.00
<b>Legal &amp; Professional Fees</b>	-12,809.94
<b>Meals and Entertainment</b>	242.65
<b>Muscle Flex Moulds</b>	-32,700.00
<b>Office/General Administrative Expenses</b>	131.74
<b>Other General and Admin Expenses</b>	375.76
<b>Rent or Lease</b>	315.00
<b>Trademark / Patent</b>	-325.00
<b>Travel</b>	17.63
<b>Video &amp; Film</b>	-30,841.19
<b>Total Expenses</b>	<b>-\$ 59,784.75</b>
<b>Net Operating Income</b>	<b>\$ 60,328.03</b>
<b>Net Income</b>	<b>\$ 60,328.03</b>

Total Shares Authorized: 100,000,000  
Total Shares Outstanding: 58,032,249  
Par Value Per Share: \$0.001

**Notable Adjusting Entries for January – March 2009 Quarter**

Adjusting Entry for Moulds	\$32,700.00	Manufac. Expense to Muscle Flex Moulds Asset
Adjusting Entry for Film & Video	\$30,841.19	Film / Video Expense to Film / Video Asset
Adjusting Entries for Legal Expense	\$18,609.34	Legal / Prof Expense to Trademark Asset