

Taglich Brothers, Inc.

The Standard of Excellence in the Microcap Market

Member: NASD, SIPC

Research Report-Update

I-Sector Corp

Rating: Hold

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November 16, 2001

ISEC \$0.85 (NASDAQ)

	<u>FY1998A</u>	<u>FY1999A</u>	<u>FY2000A</u>	<u>FY2001E</u>	<u>FY2002E</u>
Revenues(Thousands)*	\$16,278	\$19,175	\$18,329	\$24,357	\$39,642
Earnings per share *	\$(0.21)	\$(0.02)	\$(0.92)	\$(1.07)	\$(0.05)
52-Week Range	\$2.00 -\$0.625		Fiscal Year Ends	December	
Shares Out-fully dil (thousands)	3,854		Revenues/Share (TTM)	\$5.32	
Approximate Float (thousands)	1,133		Price/Sales(TTM)	0.16X	
Insider Holdings	71%		Price/Sales(2002)	0.09X	
Tangible Book value/Share	\$1.84		Price/Earnings(TTM)	NM	
Price/ Tangible Book	0.46X		Price/Earnings(2002)	NM	

*Continuing operations

The Company owns and operates wholly owned subsidiary companies that are engaged in various aspects of the information and communications technology industries.

Key Investment Considerations:

- *We are maintaining our Hold rating on I-Sector Corp (ISEC) and establishing a 15-month price of \$3.47 per share*
- *ISEC reported 3Q01 net loss from continuing operations of \$755 thousand, or \$(0.20) per share, on revenues of \$6.5 million. The Company has been improving operations in a period when many companies are experiencing declines in their businesses and the national economy is experiencing a downturn.*
- *For fiscal 2002, we project that the Company will achieve revenues of \$39.6 million and EPS of \$(0.05) per share. We are projecting that the Company will report a profit in the third and fourth quarters of 2002.*
- *We believe that the Company should continue to grow revenues despite a severe downturn in the IT and Communications Industries.*
- *As of June 30 2001, the Company's tangible book value was \$1.84 per share and cash per share was \$1.33. This compares to a stock price below \$1 per share.*
- *In October, InterNetwork Experts, one of ISEC's wholly owned subsidiaries, achieved Gold Certification from Cisco Systems.*
- *In September, ISEC announced that it had settled the patent infringement lawsuit between I-Sector's Stratasoft subsidiary and Eshare.*

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Company Overview

I-Sector (ISEC), formerly known as Allstar Systems, operates or invests in companies that are primarily engaged in the areas of information and communications technologies. The Company has been improving operations in a period when many companies are experiencing declines in their businesses and the national economy is experiencing an economic downturn. According to Gartner Group, overall technology spending in 2001 and 2002 will only rise by 2.5% and 1.5%, respectively.

The Company operates through four distinct wholly owned subsidiaries:

- **Stratasoft, Inc.** - Develops and markets proprietary software that integrates business telephone systems and networked computer systems including software for call center management, and interactive voice response software. Its proprietary software integrates business telephone systems and networked computer systems.
- **Allstar Solutions, Inc.** – Formed through the recent merger of the Company’s wholly owned subsidiaries, synergy Helpdesk Solutions and Allstar Computer Products, it provides a comprehensive set of information technology solutions.
- **Internetwork Experts, Inc. (INX)** - A network infrastructure professional services firm providing network design and implementation, voice/data convergence, network management and security.
- **I.T. Staffing, Inc.** - A professional staffing firm specializing in the placement of experienced Information Technology professionals with clients throughout Texas.

Strategy

Management has employed the following strategies to pursue rapid growth of its existing subsidiary companies:

- 1) Increased marketing/promotional activities and hiring of sales and marketing staff. It is believed that sales head count was increased by 250% between 3Q00 and 1Q01; and
- 2) Expanded the Company’s offering of products and services and performed selective acquisitions to supplement current businesses such as the acquisition of INX;

Management believes that these activities are essential to enhance the long-term value of the Company.

Recent Results- 3rd Quarter 2001

ISEC reported 3Q01 net loss from continuing operations of \$755 thousand or \$(0.20) per share, on revenues of \$6.5 million. Net loss from continuing operations for 3Q00 was \$1.6 million, or \$(0.40) per share, on revenues of \$4.2 million. The increase in corporate revenues and decrease in losses resulted from increased demand and operational improvements in most of its four subsidiaries.

Sales Growth

Stratasoft, Inc.	-5.2%
Allstar Solutions, Inc	19.1%
Internetwork Experts, Inc.	310.9%
I.T. Staffing, Inc.	-13.8%
ISEC Overall	56.5%

Subsidiary	Gross Margins	Operating Margins
Stratasoft, Inc.	50.1%	7.8%
Allstar Solutions, Inc	29.8%	-16.1%
InterNetwork Experts, Inc.	12.5%	-12.8%
I.T. Staffing, Inc.	43.1%	-21.5%
ISEC Overall	28.1%	-13.3%

3Q01 Revenues and net loss per share were slightly better than Taglich Brothers' estimates of \$6.2 million and \$(0.23) per share, respectively. Margins for the most part were slightly better than expectations.

	Reported	Estimated
Gross Margins	28.1%	28.0%
SG&A Expenses	41.4%	43.6%
Operating Margin	-13.3%	-15.6%
Net margin	-11.5%	-14.6%

During the three months ended September 30, 2001, Stratasoft, Allstar, INX, and IT Staffing produced 25.9%, 25.8%, 44.0%, and 4.4% of total revenues, respectively. This compares to 42.6%, 33.8%, 16.8 and 8.0%, respectively, during the three months ended September 30, 2000. During the 3Q01 period, all segments, except for Stratasoft, operated at a loss. Stratasoft operates in the customer relationship management space. According to IDC, this space is a \$6.2 billion market and is projected to have a compounded annual growth rate of 18%, through 2005.

The Company continues to have a healthy balance sheet. At the end of the third quarter, cash and cash equivalents stood at \$5.2 million, while working capital stood at approximately \$6.4 million. We believe that the Company will be able to satisfy its capital requirements for the foreseeable future from existing cash balances and collection of accounts receivable. Also, we expect that its ongoing cash burn rate will decrease from its current level of less than \$500 thousand per quarter.

Recent Developments

In October, InterNetwork Experts achieved Gold Certification from Cisco Systems. This certification will allow the subsidiary to provide its customers with the highest Cisco standard for network expertise and support capabilities as well as provide the subsidiary with access to Cisco's new customer satisfaction tool. We believe that this was a significant event that should allow ISEC to further increase revenues and attain profitability.

In September, ISEC announced that it had settled the patent infringement lawsuit between I-Sector's Stratasoft subsidiary and Eshare. The Company paid an undisclosed sum to Eshare and both companies agreed to cross-license each other's current patents as well as patents which may be obtained in the future. We believe that this settlement is beneficial for the Company as it resolves uncertainty, refocuses management attention, provides value added to customers, increases pricing power, and reduces legal costs.

Outlook & Projections

We are fine-tuning our estimates for fiscal 2001 based on the results of the third quarter. We now believe that revenues will be \$24.4 million and the net loss from continuing operations will be \$4.2 million or \$(1.07) per share. We had previously projected revenues of \$23.9 million and EPS of \$(1.13) per share. We feel that operational improvements will continue in the fourth quarter.

We believe that the Company will continue to grow revenues, decrease losses, and reach profitability in the third quarter of fiscal 2002. We believe past increases in expenditures and sales efforts should drive increases in revenues during fiscal year 2002. Margins are expected to increase, as there is improved staff utilization, inventory management, collections, compensation management, and overall cost controls. **For fiscal 2002, we believe that the Company will achieve revenues of \$39.6 million and EPS of \$(0.05) per share.** We are projecting that the Company will report a profit in the third and fourth quarters of 2002.

Our conservative estimates are based on a combination of positive operating trends and management's public guidance, offset by a lackluster outlook for the IT and Communications Industries during this recession. We believe these industries will start to rebound in fiscal 2002 driven by economic growth and industry events such as the industry's software upgrade cycle and favorable legislation coming from Congress. Additionally, we believe that there could be acquisitions in the Company's future and/or management may start new businesses. These acquisitions and/or startups may operate as separate wholly owned subsidiary companies.

Other Considerations

Competitive

The Company's prospects are tied to the future prospects of the IT and Communications Industries. In the past several months there has been significant turmoil in companies with exposure to these industries. Although, we are of the view that companies with sound business models will prosper in the long-run, the short-term impact is uncertain. Many competitors' stock prices have suffered as a result of this turmoil and many companies have warned of lower earnings and have reduced future expectations. Struggling firms have been hurt by a decrease in spending by clients concerned about the economy and the dot-com collapse.

The Economy

The domestic & world economies are in the early stages of a recession. The domestic economy is not expected to recover until well into the middle of calendar year 2002, while the European and other world economies are not expected to recover until late 2002. Research has shown there is a direct relationship between GDP growth and technology spending. Some technology companies have been experiencing declining sales, net losses, and layoffs.

Terrorism

The recent terrorist attacks in America (New York City, Washington D.C. and Pennsylvania) further increase economic uncertainty. This may negatively impact the Company's strategic plans and financial performance. The technology sector will likely face increased competition for corporate dollars from infrastructure needs such as storage, security, and back up systems as a result of the recent events.

Liquidity

The shares of ISEC have risks common to those of the Micro-cap segment of the market. Often these risks cause Micro-cap stocks to trade at discounts to their peers. The most common of these risks is liquidity risk, which is typically caused by small trading floats and very low trading volume and can lead to large spreads and high volatility in the stock price. Therefore, risk averse investors should be cautious with shares of ISEC. The Company has approximately 1 million shares in the float. On average, approximately 2,318 shares are traded daily.

Valuation & Conclusion

We are maintaining our Hold rating on the shares of I-Sector (ISEC). However, we view this equity more favorably. This is based upon:

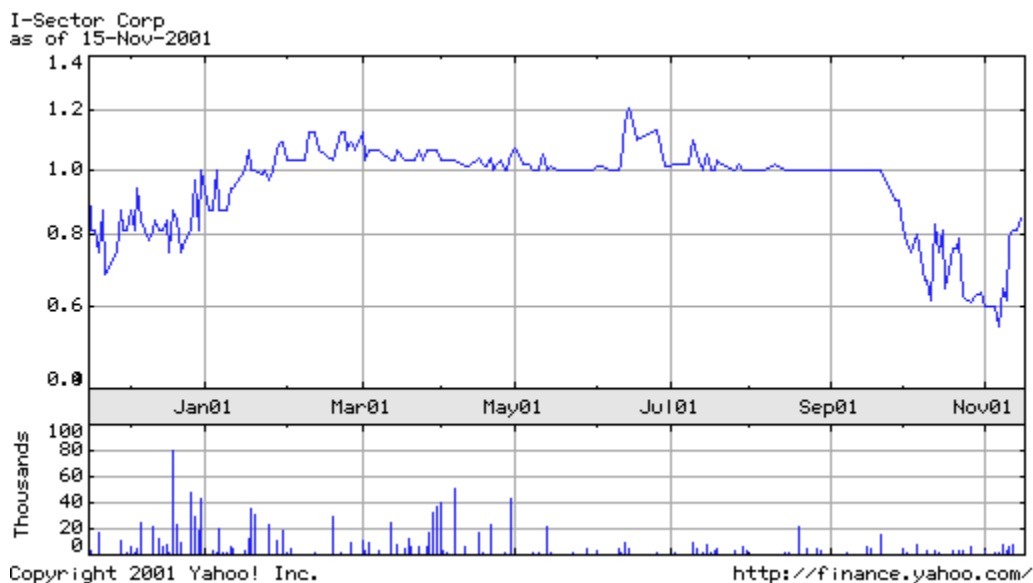
- 1) The Company ability to grow revenues and decrease losses despite a severe downturn in the IT and Communications Industries and an economic downturn;
- 2) Our belief that this under-followed equity will be the focus of increased attention as the Company gets closer to profitability and management embarks on an investor relations push; and
- 3) Our belief that management will focus its attention on the top-performing subsidiaries and divest itself of under-performing subsidiaries.

We are establishing a 15-month target of \$3.47 per share. Shares are currently trading at 0.1X fiscal 2002 sales, while industry multiples are considerably richer. According to Marketguide, the average technology sector company has a P/S multiple of 6.0X. Our price target is based on:

- Applying a richer, yet conservative price to sales (P/S) multiple of 0.5X our 2002 revenue estimate of \$9.91 per share; and
- Further discounting the above figure by 30% to give consideration to concerns associated with the Company's micro-capitalization and other risks.

We believe that there could be additional upside if:

- 1) There is improvement in technology spending;
- 2) There is a pick up in economic activity;
- 3) There is a sustained improvement in the Company's quarterly results and management executes its financial plans and reports steady progress and profitability; and
- 4) There is favorable legislation coming out of Washington. We believe that Congress is inclined to induce economic and technological activity by considering tax breaks, investment credits, and accelerated depreciation schedules.



**The information and statistical data contained herein have been obtained from sources, which we believe to be reliable but in no way are warranted by us as to accuracy or completeness. We do not undertake to advise you as to change in figures or our views. This is not a solicitation of any order to buy or sell. Taglich Brothers, Inc. is not a market maker and does not sell to or buy from customers on a principal basis. We, our affiliates, any officer, director or stockholder or any member of their families may from time to time purchase or sell any of the above-mentioned or related securities. The above statement is the opinion of Taglich Brothers, Inc. and is not a guarantee that the target price for the stock will be met or that predicted business results for the company will occur. As of the date of this report, we, our affiliates, any officer, director or stockholder, or any member of their families do not have a position in the stock of the company mentioned in this report. Taglich Brothers, Inc., does not currently have an Investment Banking relationship with the company and was not a manager or co-manager of any offering for the company with in the last three years. Since April 2001, the company pays a monthly monetary fee of \$1,250 (USD) to Taglich Brothers, Inc. for the creation and dissemination of research reports.*

I-Sector Corp.
Annual Income Statement Model
For Years Ended December 31
(in thousands)

	FY1999A	FY2000A	FY2001E	FY2002E
Total Revenues	\$ 19,175	\$ 18,329	\$ 24,357	\$ 39,642
Costs of Goods Sold	<u>12,598</u>	<u>13,881</u>	<u>17,868</u>	<u>28,497</u>
Gross Profit	6,577	4,448	6,489	11,145
<i>Gross Margins</i>	<i>34.30%</i>	<i>24.27%</i>	<i>26.64%</i>	<i>28.11%</i>
S,G&A	<u>6,671</u>	<u>9,970</u>	<u>11,150</u>	<u>11,425</u>
Operating Income	(94)	(5,522)	(4,661)	(280)
<i>Operating Margin</i>	<i>-0.49%</i>	<i>-30.13%</i>	<i>-19.14%</i>	<i>-0.71%</i>
Interest/Other Exp(Income)-net	<u>(23)</u>	<u>(239)</u>	<u>(308)</u>	<u>(70)</u>
Pre-Tax Income	(71)	(5,283)	(4,353)	(210)
<i>Pre-Tax Margins</i>	<i>-0.37%</i>	<i>-28.82%</i>	<i>-17.87%</i>	<i>-0.53%</i>
Taxes (Benefit)	<u>(2)</u>	<u>(1,548)</u>	<u>(179)</u>	<u>-</u>
<i>Tax Rate</i>	<i>2.82%</i>	<i>29.30%</i>	<i>4.11%</i>	<i>0.00%</i>
Net Income-continuing ops	<u>\$ (69)</u>	<u>\$ (3,735)</u>	<u>\$ (4,174)</u>	<u>\$ (210)</u>
EPS-fully diluted- cont ops	<u>\$ (0.02)</u>	<u>\$ (0.92)</u>	<u>\$ (1.07)</u>	<u>\$ (0.05)</u>
Avg Shares Out-fully diluted	<u>4,168</u>	<u>4,060</u>	<u>3,889</u>	<u>4,000</u>
Income (loss) from discontinued	362	302	-	-
Gain (loss) on Disposal	(1,138)	3,390	346	-
Net Income	<u>\$ (845)</u>	<u>\$ (43)</u>	<u>\$ (3,828)</u>	<u>\$ (210)</u>
EPS-fully diluted	<u>\$ (0.20)</u>	<u>\$ (0.01)</u>	<u>\$ (0.98)</u>	<u>\$ (0.05)</u>
Avg Shares Out-fully diluted	<u>4,168</u>	<u>4,060</u>	<u>3,889</u>	<u>4,000</u>
Percent of Revenue				
Costs of Goods Sold	65.70%	75.73%	73.36%	71.89%
SG&A	34.79%	54.39%	45.78%	28.82%
Net Margin	-4.41%	-0.23%	-15.72%	-0.53%
YEAR / YEAR GROWTH				
Total Revenues	26.76%	-4.41%	32.89%	62.75%

I-Sector Corp.
Quarterly Income Statement Model
For Year Ended December 31, 2000
(in thousands)

	<u>Q1(3/00)A</u>	<u>Q2(6/00)A</u>	<u>Q3(9/00)A</u>	<u>Q4(12/00)A</u>	<u>FY2000A</u>
Total Revenues	\$ 5,984	\$ 4,228	\$ 4,173	\$ 3,944	\$ 18,329
Costs of Goods Sold	<u>3,599</u>	<u>3,494</u>	<u>3,314</u>	<u>3,474</u>	<u>13,881</u>
Gross Profit	2,385	734	859	470	4,448
<i>Gross Margins</i>	39.86%	17.36%	20.58%	11.92%	24.27%
S,G&A	<u>2,309</u>	<u>1,951</u>	<u>3,282</u>	<u>2,428</u>	<u>9,970</u>
Operating Income	76	(1,217)	(2,423)	(1,958)	(5,522)
<i>Operating Margin</i>	1.27%	-28.78%	-58.06%	-49.65%	-30.13%
Interest Expense(Income)-net	<u>15</u>	<u>(50)</u>	<u>(100)</u>	<u>(104)</u>	<u>(239)</u>
Pre-Tax Income	61	(1,167)	(2,323)	(1,854)	(5,283)
<i>Pre-Tax Margins</i>	1.02%	-27.60%	-55.67%	-47.01%	-28.82%
Taxes (Benefit)	<u>19</u>	<u>(386)</u>	<u>(708)</u>	<u>(473)</u>	<u>(1,548)</u>
<i>Tax Rate</i>	31.15%	33.08%	30.48%	25.51%	29.30%
Net Income-continuing ops	<u>\$ 42</u>	<u>\$ (781)</u>	<u>\$ (1,615)</u>	<u>\$ (1,381)</u>	<u>\$ (3,735)</u>
EPS-fully diluted- cont ops	<u>\$ 0.01</u>	<u>\$ (0.19)</u>	<u>\$ (0.40)</u>	<u>\$ (0.34)</u>	<u>\$ (0.92)</u>
Avg Shares Out-fully diluted	<u>4,287</u>	<u>4,049</u>	<u>4,049</u>	<u>4,048</u>	<u>4,060</u>
Income (loss) from discontinued	302			-	302
Gain (loss) on Disposal	4,872	(387)	(1,095)	-	3,390
Net Income	<u>\$ 5,216</u>	<u>\$ (1,168)</u>	<u>\$ (2,710)</u>	<u>\$ (1,381)</u>	<u>\$ (43)</u>
EPS-fully diluted	<u>\$ 1.22</u>	<u>\$ (0.29)</u>	<u>\$ (0.67)</u>	<u>\$ (0.34)</u>	<u>\$ (0.01)</u>
Avg Shares Out-fully diluted	<u>4,287</u>	<u>4,049</u>	<u>4,049</u>	<u>4,048</u>	<u>4,060</u>
Percent of Revenue					
Costs of Goods Sold	60.14%	82.64%	79.42%	88.08%	75.73%
SG&A	38.59%	46.14%	78.65%	61.56%	54.39%
Net Margin	87.17%	-27.63%	-64.94%	-35.02%	-0.23%
YEAR / YEAR GROWTH					
Total Revenues	38.58%	-6.38%	-15.18%	-27.25%	-4.41%

I-Sector Corp.
Quarterly Income Statement Model
For Year Ended December 31, 2001
(in thousands)

	Q1(3/01)A	Q2(6/01)A	Q3(9/01)A	Q4(12/01)E	FY2001E
Total Revenues	\$ 4,840	\$ 5,738	\$ 6,529	\$ 7,250	\$ 24,357
Costs of Goods Sold	<u>3,661</u>	<u>4,326</u>	<u>4,697</u>	<u>5,184</u>	<u>17,868</u>
Gross Profit	1,179	1,412	1,832	2,066	6,489
<i>Gross Margins</i>	24.36%	24.61%	28.06%	28.50%	26.64%
S,G&A	<u>3,012</u>	<u>2,735</u>	<u>2,703</u>	<u>2,700</u>	11,150
Operating Income	(1,833)	(1,323)	(871)	(634)	(4,661)
<i>Operating Margin</i>	-37.87%	-23.06%	-13.34%	-8.74%	-19.14%
Interest Expense(Income)-net	<u>(96)</u>	<u>(61)</u>	<u>(116)</u>	<u>(35)</u>	(308)
Pre-Tax Income	(1,737)	(1,262)	(755)	(599)	(4,353)
<i>Pre-Tax Margins</i>	-35.89%	-21.99%	-11.56%	-8.26%	-17.87%
Taxes (Benefit)	<u>-</u>	<u>(179)</u>	<u>-</u>	<u>-</u>	(179)
<i>Tax Rate</i>	0.00%	14.18%	0.00%	0.00%	4.11%
Net Income-continuing ops	<u>\$ (1,737)</u>	<u>\$ (1,083)</u>	<u>\$ (755)</u>	<u>\$ (599)</u>	<u>\$ (4,174)</u>
EPS-fully diluted- cont ops	<u>\$ (0.44)</u>	<u>\$ (0.28)</u>	<u>\$ (0.20)</u>	<u>\$ (0.16)</u>	<u>\$ (1.07)</u>
Avg Shares Out-fully diluted	<u>3,946</u>	<u>3,905</u>	<u>3,854</u>	<u>3,849</u>	<u>3,889</u>
Gain (loss) on Disposal	-	346	-	-	346
Net Income	<u>\$ (1,737)</u>	<u>\$ (737)</u>	<u>\$ (755)</u>	<u>\$ (599)</u>	<u>\$ (3,828)</u>
EPS-fully diluted	<u>\$ (0.44)</u>	<u>\$ (0.19)</u>	<u>\$ (0.20)</u>	<u>\$ (0.16)</u>	<u>\$ (0.98)</u>
Avg Shares Out-fully diluted	<u>3,946</u>	<u>3,905</u>	<u>3,854</u>	<u>3,849</u>	<u>3,889</u>
Percent of Revenue					
Costs of Goods Sold	75.64%	75.39%	71.94%	71.50%	73.36%
SG&A	62.23%	47.66%	41.40%	37.24%	45.78%
Net Margin	-35.89%	-12.84%	-11.56%	-8.26%	-15.72%
YEAR / YEAR GROWTH					
Total Revenues	-19.12%	35.71%	56.46%	83.82%	32.89%

I-Sector Corp.
Quarterly Income Statement Model
For Year Ended December 31, 2002
(in thousands)

	<u>Q1(3/02)E</u>	<u>Q2(6/02)E</u>	<u>Q3(9/02)E</u>	<u>Q4(12/02)E</u>	FY2002E
Total Revenues	\$ 8,500	\$ 9,500	\$ 10,355	\$ 11,287	\$ 39,642
Costs of Goods Sold	<u>6,099</u>	<u>6,816</u>	<u>7,456</u>	<u>8,127</u>	<u>28,497</u>
Gross Profit	2,401	2,684	2,899	3,160	11,144
<i>Gross Margins</i>	28.25%	28.25%	28.00%	28.00%	28.11%
S,G&A	<u>2,750</u>	<u>2,825</u>	<u>2,875</u>	<u>2,975</u>	<u>11,425</u>
Operating Income	(349)	(141)	24	185	(281)
<i>Operating Margin</i>	-4.10%	-1.49%	0.24%	1.64%	-0.71%
Int & other Expense(Income)-net	<u>(30)</u>	<u>(20)</u>	<u>(10)</u>	<u>(10)</u>	<u>(70)</u>
Pre-Tax Income	(319)	(121)	34	195	(210)
<i>Pre-Tax Margins</i>	-3.75%	-1.28%	0.33%	1.73%	-0.53%
Taxes (Benefit)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Tax Rate</i>	0.00%	0.00%	0.00%	0.00%	0.00%
Net Income-continuing ops	<u>\$ (319)</u>	<u>\$ (121)</u>	<u>\$ 34</u>	<u>\$ 195</u>	<u>\$ (210)</u>
EPS-fully diluted- cont ops	<u>\$ (0.08)</u>	<u>\$ (0.03)</u>	<u>\$ 0.01</u>	<u>\$ 0.05</u>	<u>\$ (0.05)</u>
Avg Shares Out-fully diluted	<u>3,800</u>	<u>3,800</u>	<u>4,000</u>	<u>4,000</u>	<u>4,000</u>
Percent of Revenue					
Costs of Goods Sold	71.75%	71.75%	72.00%	72.00%	71.89%
SG&A	32.35%	29.74%	27.76%	26.36%	28.82%
Net Margin	-3.75%	-1.28%	0.33%	1.73%	-0.53%
<u>YEAR / YEAR GROWTH</u>					
Total Revenues	75.62%	65.56%	58.60%	55.68%	62.75%

I-Sector Corp.
Consolidated Balance Sheet
For Periods Ended December 31
(in thousands)

	F1999A	F2000A	1Q01	2Q01	3Q01
Assets					
Current Assets					
Cash & Equivalents	\$ 4,647	\$ 8,346	\$ 6,871	\$ 5,440	\$ 5,191
Net Receivables	38,764	4,917	4,127	5,252	4,208
Inventory	7,442	774	831	692	1,004
Prepaid Expense & Other	<u>1,220</u>	<u>1,096</u>	<u>1,104</u>	<u>1,024</u>	<u>1,953</u>
Total Current Assets	52,073	15,133	12,933	12,408	12,356
Plant, Property, & Equipment-net	2,280	1,579	1,341	1,289	1,298
Intangibles/Other	<u>178</u>	<u>430</u>	<u>426</u>	<u>420</u>	<u>1,464</u>
Total Assets	<u>\$ 54,531</u>	<u>\$ 17,142</u>	<u>\$ 14,700</u>	<u>\$ 14,117</u>	<u>\$ 15,118</u>
Liabilities & Shareholders' Equity					
Current Liabilities					
Notes Payable	\$ 15,869	\$ -	\$ -	\$ -	\$ 179
Accounts Payable	21,687	1,892	1,640	1,086	2,438
Accrued Expenses & Other	4,511	2,138	2,150	2,781	2,349
Discontinued ops liabilities	199	869	441	660	872
Deferred revenue	<u>240</u>	<u>136</u>	<u>149</u>	<u>115</u>	<u>126</u>
Total Current Liabilities	42,506	5,035	4,380	4,642	5,964
Deferred Liabilities	195	195	195	195	195
LTD	-	-	-	-	467
Total Shareholders' Equity	<u>11,830</u>	<u>11,912</u>	<u>10,125</u>	<u>9,280</u>	<u>8,492</u>
Total Liabilities & Equity	<u>\$ 54,531</u>	<u>\$ 17,142</u>	<u>\$ 14,700</u>	<u>\$ 14,117</u>	<u>\$ 15,118</u>
SHARES OUT	4,061	4,043	3,985	3,882	3,850