

CARROLL SHELBY INTERNATIONAL, INC.
CONSOLIDATED STATEMENTS OF OPERATIONS
For the Six Months Ended June 30, 2007 (unaudited) and 2006 (unaudited)

| | 2007 ----- (unaudited) | 2006 ----- (unaudited) |
|--|------------------------------|------------------------------|
| Revenues: | | |
| Royalty income | \$ 1,286,450 | \$ 716,501 |
| Automobile and automobile products, net | 34,502,178 | 5,191,246 |
| | ----- | ----- |
| Total revenues, net | 35,788,628 | 5,907,747 |
| | ----- | ----- |
| Cost of goods sold - automobile and automobile products | 21,372,244 | 3,648,974 |
| | ----- | ----- |
| Gross profit | 14,416,384 | 2,258,773 |
| | ----- | ----- |
| Expenses: | | |
| Selling and marketing | 622,068 | 279,472 |
| General and administrative | 6,106,936 | 2,540,787 |
| | ----- | ----- |
| Total expenses | 6,729,004 | 2,820,259 |
| | ----- | ----- |
| Income (loss) from operations | 7,687,380 | (561,486) |
| | ----- | ----- |
| Other income (expense): | | |
| Sublease rental income | - | 8,000 |
| Interest expense, net | (377,916) | (256,743) |
| Other expense | (69,528) | 9,100 |
| | ----- | ----- |
| Total other income (expense) | (447,444) | (239,643) |
| | ----- | ----- |
| Net income (loss) before provision for income taxes | 7,239,936 | (801,129) |
| | ----- | ----- |
| Provision (benefit) for income taxes | (1,996,134) | 1,600 |
| | ----- | ----- |
| Net income (loss) | \$ 9,236,070 | \$ (802,729) |
| | ===== | ===== |

The accompanying compilation report is an integral part of these consolidated financial statements.