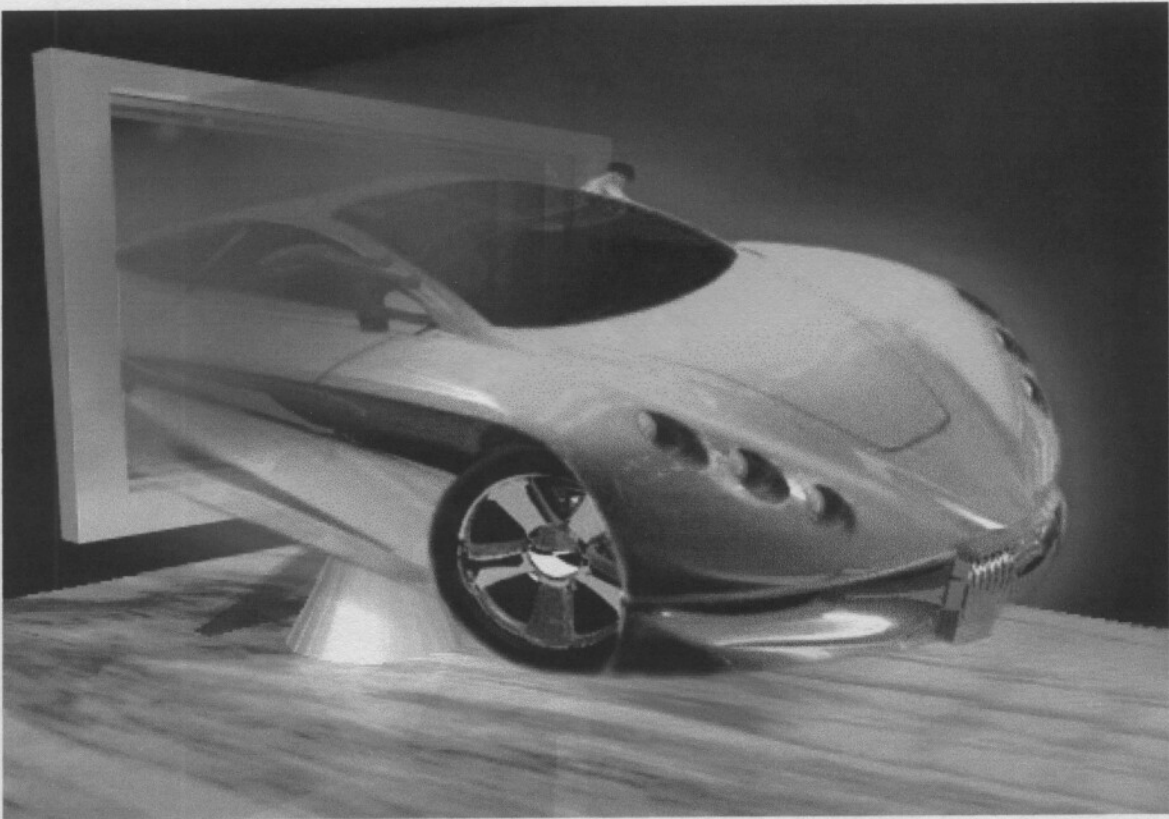




**GNXPERTCOLOR™**



**GNXPERT UPDATE 2004**

## GNXPERT CORP Financial projections

### Objectives

By the end of 2004, to reach \$64.5 Mil in sales and licensing fees.  
By the forth quarter of 2005, to gross \$284 mil in sales and licensing.  
By the forth quarter of 2006, \$453.8 in sales and licensing.  
Gross margin of 70% or more. Net profit also above 70% of sales.

### Sales Strategy

Our sales divided into 5 groups:

Cii-Lite products – we specialize in custom formulations of photon manipulated particles with different effects, including "glow in the dark". To date, Gnxpert Color is negotiating contracts with 15 Market Leading and Fortune 500 companies, and in 2004, we will be scheduling prototyping with 112 manufacturers.

3D conversion process and algorithms products and licensing – allowing the conversion of 2D images, films and tapes into 3D environment for entertainment and media industries, movies, television, computer games etc. MGM has authorized and provided teasers for 3 movies, requesting the conversion of 2D into 3D, which is the pilot program for the conversion of the entire Movie Library, creating a new "art form" thereby, securing extended copyrights. Following in MGM's footsteps, we are negotiating with Warner Brothers, Columbia and Universal.

3D Holographic screen, products and licensing - The 3D Holographic Screen is the most upgraded piezo screen with the capability of seeing 3D images outside of screen, without glasses or other equipment, it is not "stereo". First prototype will be completed within 11 months.

WebMoney Cards, products and service - Collectable Debit Cards branded with Master Card. Concluding Pilot Program negotiations with Village Entertainment Theaters.

Optic Modulator, products and licensing - For the Telecommunication Industry, will increase the speed of transmission through fiber optic equipment. First prototype will be ready for licensing by 2005.

### Sales Forecast

Table: Sales Forecast

Sales	2004	2005	2006
Cii-Lite particles	\$8,850,000	\$20,500,000	\$42,500,000
3D Conversion	\$50,000,000	\$160,000,000	\$261,000,000
3D Holographic Screen	\$0	\$35,000,000	\$50,000,000
WebMoney cards	\$5,200,000	\$8,500,000	\$10,300,000
Optic Modulator	\$0	\$60,000,000	\$90,000,000
<b>Total Sales</b>	<b>\$64,500,000</b>	<b>\$284,000,000</b>	<b>\$453,800,000</b>

## Projected Profit and Loss

Table: Profit and Loss

### Pro Forma Profit and Loss

	2004	2005	2006
Total Income	<b>\$64,500,000</b>	<b>\$284,000,000</b>	<b>\$453,800,000</b>
Cost of Goods Sold	\$19,350,000	\$85,200,000	\$136,140,000
Gross Profit	\$45,150,000	\$198,800,000	\$317,660,000
<b>Expenses:</b>			
Payroll	\$648,000	\$750,000	\$1,000,000
Office Expenses	\$416,000	\$500,000	\$700,000
Equipment	\$130,000	\$200,000	\$250,000
Vehicles & Transportation	\$30,180	\$40,000	\$50,000
Other Expenses	\$145,200	\$170,000	\$200,000
	-----	-----	-----
<b>Total Expense</b>	\$1,369,380	\$1,660,000	\$2,200,000
Net Profit	<b>\$43,780,620</b>	<b>\$197,140,000</b>	<b>\$315,460,000</b>

**GNXPERT CORP**

**Contract Negotiations** (Fortune 500 & US Government):

#	BUYER	1 <sup>st</sup> YEAR PROJECTION GROSS	2 <sup>nd</sup> YEAR	3rd YEAR
1	Brunswick Sea Ray , FL -Boat Manufacture	2mil	4mil	9mil
2	Brunswick Bowling and Billiards, MI -Bowling Manufacture	500,000	1.5mil	3mil
3	Serigraph, WI -Decal Manufacture	250,000	500,000	1mil
4	Genmar, MN -Boat Manufacture	500,000	1mil	3mil
5	Mattel, LA -Toys Manufacture	1mil	2mil	3mil
6	Kraton Polymers, TX -Polymers Manufacture	500,000	1mil	2mil
7	Scubapro/Johnson Outdoors -Scuba Equipment Manufacture	250,000	500,000	1mil
8	VCT , IL -Plastic Credit Cards Manufacture	100,000	250,000	500,000
9	Sherwin Williams, OH -Paints Manufacture	500,000	1mil	2mil
10	Stearns , MN-Coast Guard Safety Jacket Manufacture	250,000	500,000	1mil
11	Construction R&D , IL- Shopping Mall Decoration	500,000	1mil	2mil
12	Valspar, MN -Paints Manufacture	500,000	1mil	2mil
13	NASA - Big Monster Toys, IL-Toys manufacture	500,000	1mil	2mil
14	NASA - TDS, IL-DOD project	100,000	250,000	1mil
15	USSS, Washington DC-USSS project	1.4mil	5mil	10mil
	<b>TOTAL*</b>	<b>8.85mil</b>	<b>20.5mil</b>	<b>\$42.5mil</b>

\* 2003 LIST.

NOT INCLUDED - 2004 LIST (CURRENTLY, 108 COMPANIES)

Confidential



38 City of Chicago	Mayor Daley	312 744 3300	121 N LaSalle St Room 507 Chicago IL 60602
39 City of Chicago	Alderman Ed Burke		City Hall Chicago IL
40 Chicago Metallic - ceiling systems IL	Scott Jankovic		4849 S Austin Ave Chicago IL 60638
41 Chicago Park District -	Ariel Gonzalez		Admin Building 541 N Fairbanks Chicago IL 60611
42 CNA Insurance IL			333 S Wabash Ave Chicago IL 60685
43 Columbia Sportswear - outdoor jackets			14375 NW Science Park Dr Portland OR 97229
44 Compaq Computer			
45 CorTech Technologies	Joseph Claffy		7501 Quincy Willowbrook IL 60521
46 Curran Insurance	Joel Curran	203 852 7079	8359 Prestwick Dr Manlius NY 13104
47 Dacor CA	Dennis Huba	818 560 1000	Shore Pointe One Selleck St Norwalk CT 06855
48 Disney CA	Paul Jones	302 774 7248	500 S Buena Vista Street Burbank CA 91521
49 DuPont			1007 Market Dtreed D5026 Wilmington DE 19898
50 DuPont Performance Fabrics			PO Box 80728 Wilmington DE 19880
51 Federal Signal -Oak Brook - signs safety	Joseph Ross		1415 W 22nd Street Ste 1100 Oak Brook IL
52 Federal Signal -University Park	Joe Bader		2645 Federal Signal Drive University Park IL 60466
53 Fisher Price - New York - toys			636 Girard Ave East Aurora NY 14052
54 Florida Plastics International IL	William Keyser	260 724 9111	10200 S Kedsie Ave Evergreen Park IL 60805
55 Formula Boats IN		509 371 0726	2200 W Monroe St PO Box 1003 Decatur IN 46733
56 GateSkate - Washington - inn line skates	Patri Skate		2655 Einstein Ave Richland WA 99352
57 General Motors Electro Motive Division IL	Karl Smith / William Happel		9301 W 55th Street LaGrange IL 60525
58 Giro Sport Design			380 Encinal Street Santa Cruz CA 96060
59 Greater SW Development IL	James Caparo		2601 W 63rd Street Chicago IL 60629
60 Harbortown Industries IL	Mark Rozdolsky		28477 N Ballard Dr Lake Forest IL 60045
61 Hasbro		401 431 8697	1027 Newport Ave RI 02861
62 Hinsdale Fire department IL	Scott Miller	650 857 3506	121 Symonds Dr Hinsdale IL 60521
63 Hewlett Packard - CA	Armstrong Wong		1501 Page Mill Road Palo Alto CA 94304
64 Hunter Douglas	ceiling panels		
65 Illinois State of - Governor	Rod Blagojevich	217 782 6830	207 Statehouse Springfield IL 62706
66 Image Technologies	Guillermo	1 877 IMAGETIC	7920 Deering Ave Canoga Park CA 91304
67 Intel			
68 Kawasaki Santa Anna CA		949 460 5688	PO Box 25252 Santa Ana CA 92799
69 Kiss Products IL	Rachel@kissusa.com		2 Harbor Drive Port Washington NY 11050
70 Kraft	Dennis Ritchie		1 Kraft Ct Glenview IL
71 Marvel Enterprises	Russ Brown	212 576 4000	10 East 40th Street New York NY 10016
72 Marvel Enterprises	Paul Gitter / Licensing	212 576 4026	10 East 40th Street New York NY 10016
73 Mattel - California - toys	Scott Goodman	310-252-2000	333 Continental Blvd El Segundo CA 90245
74 Midwest Promotional - IL shirts etc	Don Luendowski		5900 Archer Road Summit IL 60501

75 Molex IL	Bane Kasec	2222 Wellington Ct Lisle IL 60532
76 Motorola - Schaumburg IL- cell phones	Ideas Submission	1303 E Algonquin Road Schaumburg IL 60196
77 Mi-Jack Products IL	Michael Lanigan	3111 West 167th Street Hazel Crest IL 60429
78 Myron Products	Elaine Adler	205 Maywood Ave Maywood NJ 07607
79 National Paint & Coatings Association		
80 Government Affairs Division DC		1500 Rhode Island Ave NW Washington DC 20005
81 Health Safety & Environment DC		1500 Rhode Island Ave NW Washington DC 20005
82 National Sporting Goods - New Jersey		25 Brighton Ave Passaic NJ 07055
83 New York City mayor	Michael Bloomberg	City Hall New York NY 10007
84 Nike - Oregon - shoes and golf balls	Katie Maksym	PO Box 4027 Beaverton OR 97076
85 Nokia - California - cell phones		313 Fairchild Dr Bldg B Mountain View CA 94043
86 Pacific Cycle (bought Schwinn) - WI		4902 Hammesley Road Madison WI 53711
87 Parsinen Kaplan Rosberg law firm MN	Kristen Staffanson	100 South 5th St Ste 1100 Minneapolis MN 55402
88 Pierce & Stevens	Irene Vega	225 W Washington Suite 1450 Chicago IL 60606
89 Plano - Plano IL - tackle boxes fishing		431 East South Street Plano IL 60545
90 Playboy IL	David Stevens	680 N Lake Shore Drive Chicago IL 60611
91 Polaris Medina MN wave runners		2100 Highway 55 Medina MN 55340
92 Public Building Services US General	Joseph Moravec	1800 F Street NW Washington DC 20405
93 Rexam Beverage Can Americas IL	Nick Grasso John Caton	2250 Lively Blvd Elk Grove Village IL 60007
94 Romeoville Fire Dept	Lt John Eeten	Romeoville IL 60446
95 Schwarzenegger CA		emailed
96 ScubaPro CA		1166 Fesler Street El Cajon CA 92020
97 Serigraph decal vender to Brunswick I	Steve Elbert Sergio Angelini	Wisconsin
98 Sherwin-Williams Automotive - OH		4440 Warrensville Center Rd Warrensville OH 44128
99 Sherwin-Williams - Cleveland OH	John Krajnik Max Lewis	101 Prospect Cleveland OK 44101
100 Sovereign Specialty Chemicals	Irene Vega	225 W Washington Ste 1450 Chicago IL 60606
101 Stearns Inc MN	Mike Grupa	PO Box 1498 St Cloud MN 56302
102 Steel Ceilings		
103 The North Face - CA- outdoor cloths		
104 Tin Pony	John West	2013 Farallon Drive San leandro CA 94577
104 Toy Quest LA, CA		320 N Damen Syite D200 Chicago IL 60612
106 Trek Bicycle - Wisconsin - bicycles		2228 Barry Ave Los Angeles CA 90064
107 Tropicone IL	Monica Robertson	801 W Madison Waterloo WI 53594
108 Unconventional Concepts DC	Michael Hoppmeier	222 Merchandise Mark Suite 1780 Chicago IL 60654
		3811 N Fairfax Suite 720 Arlington VA 22203

109 University of Chicago LASR IL				933 East 56th Street Chicago IL 60637
110 U.S. Divers	Skip Johnson	773 702 7858		Washington DC 20405
111 U.S. Dept of Homeland Security	Joseph Moravec			1800 F Street NW Washington DC 20405
112 U.S. General Services Admin. - buildings	Antonio Cantu	202 406 5298		950 H Street Washington DC 20223
113 U.S. Secret Service Forensic Services	ceiling systems			
114 U.S.G. IL				1101 South 3rd Street Minneapolis MN 55440
115 Valspar Advanced Polymer solutions	Dug Mueller Rich Rompala			1101 South 3rd Street Minneapolis MN 55440
116 Valspar Paints and coatings				1140 Monticello Hwy PO Box 244 Medison GA 30650
117 Wellington				3761 Old Glenola Road Trinity NC 27370
118 Voyageur		800 962 7926		1270 Chastain Road NW Kennesaw GA 30144
119 Yamaha Kennesaw GA		877 811 8250		1000 Highway 34 East Newnan GA 30265
120 Yamaha Newman GA				
121 Whiteco				
122 Wilson Sporting Goods - Chicago		773 714 6400		8700 W Bryn Mawr Ave Chicago IL 60631
123 Zebco - Oklahoma - fishing rods and lures		800 588 9030		6505 Tower Lane Claremore OK 74017



**Investor Breakdown:**

<b># of Shares</b>	<b># of Shareholders</b>
100	1
24.5	1
17	1
10	1
8	1
7	1
5	3
4	3
3	1
2	7
1	4
0.5	4

**Total: 216.5 Shares owned by 28 Shareholders**

**283.5 Shares available**

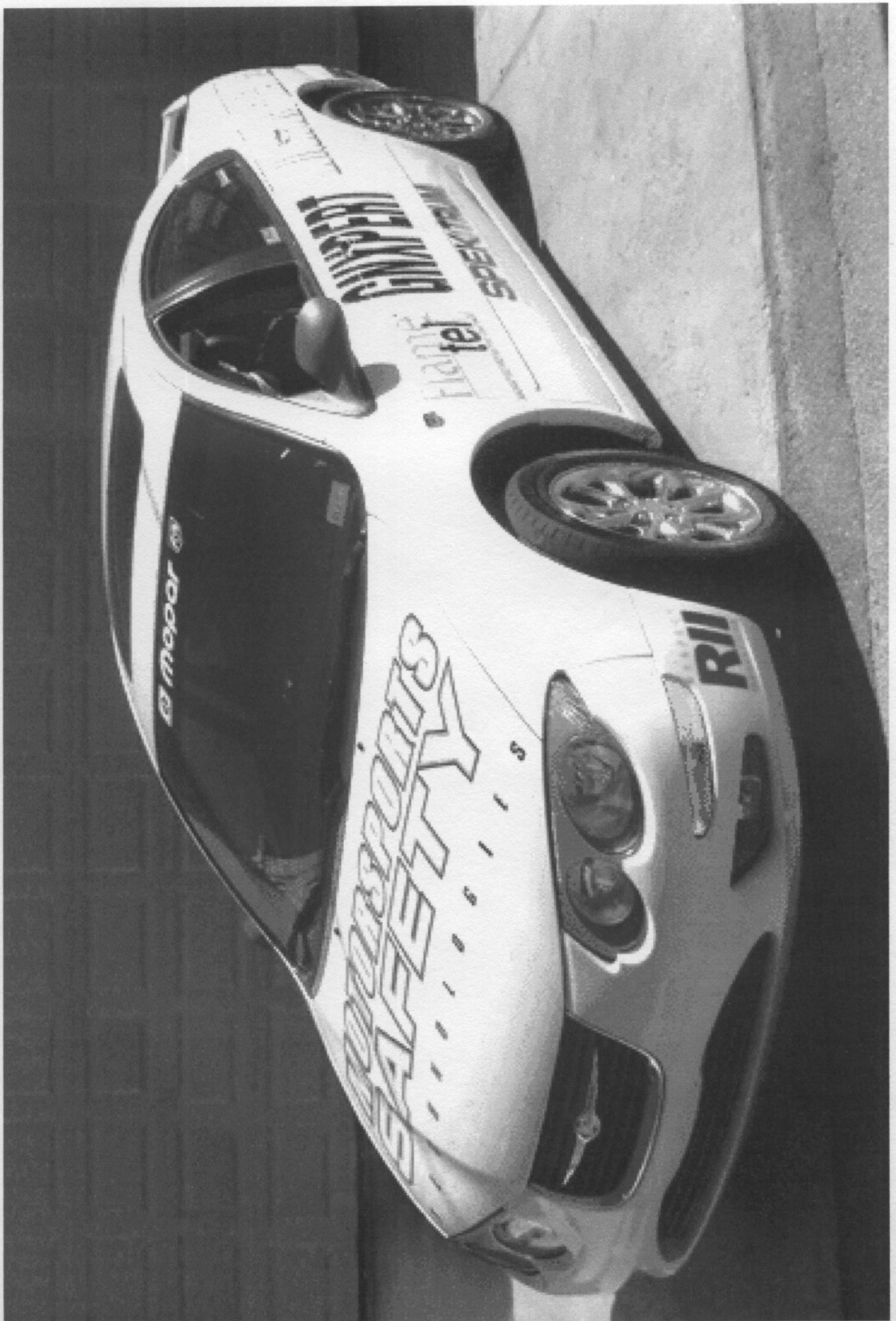




PHOTO TAKEN IN TOTAL DARKNESS



PHOTO TAKEN IN TOTAL DARKNESS