



ILC Announces Continued Strong Revenue and Earnings for 2nd Quarter, 2004

Informatix Laboratories Corp. (ILC) achieved record earnings for the Second Quarter, 2004 compared to prior years. For the quarter, pre-tax earnings were \$68,838 on revenue of \$457,193. Although these results are down from last quarter, they are significantly better than any second quarter in the past. For the quarter, revenue increases by the Patient Account Management System (PAMS) project and the Medsphere Billing and Banking module development were offset by decreases in all other areas of ILC. Technical Services saw sharp revenue reductions due to increased market development activities. Especially significant is the progress of the PAMS project that moved from design and analysis to the software development stage.

Informatix Laboratories Corporation Income Statement *April through June 2004*

	<u>TOTAL</u>
Ordinary Income/Expense	
Income	
A/R Services	\$ 122,632
Interface Services	86,498
Medsphere	48,567
Product Development Services	180,032
Contract Analysis Services	3,400
ILC Tech Services	9,581
Reimbursements	6,483
Total Income	<u>457,193</u>
Cost of Goods Sold	
Labor Costs	223,601
Other Direct Costs	70,211
Total COGS	<u>293,812</u>
Gross Profit	163,381
Expense	
General & Administrative	93,036
Total Expense	<u>93,036</u>
Net Ordinary Income	70,345
Other Income/Expense	
Other Expense	
Interest Expense	1,507
Total Other Expense	<u>1,507</u>
Net Other Income	(1,507)
Net Income	<u><u>\$ 68,838</u></u>