

**NMC, INC.  
AND SUBSIDIARY  
(FORMERLY HEXAGON CONSOLIDATED COMPANIES OF AMERICA, INC.)  
CONSOLIDATED STATEMENTS OF OPERATIONS  
FOR THE YEARS ENDED DECEMBER 31, 2006 AND 2005**

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<b>SALES, NET</b>	\$ -	\$ -
<b>COST OF SALES</b>	<u>-</u>	<u>-</u>
<b>GROSS PROFIT</b>	<u>-</u>	<u>-</u>
<b>OPERATING EXPENSES</b>		
Compensation expense	2,136,596	2,604,926
Depreciation	174,086	223,853
General and Administrative	515,861	371,882
Milling expense	70,708	151,533
Professional fees	1,107,353	962,056
Total operating expenses	<u>4,004,604</u>	<u>4,314,250</u>
<b>LOSS FROM OPERATIONS</b>	(4,004,604)	(4,314,250)
<b>OTHER INCOME</b>		
Gain on revaluation of derivative instruments	-	300,000
Other income	(99,363)	-
Interest income, net	<u>(897)</u>	<u>2,316</u>
<b>LOSS FROM CONTINUING OPERATIONS</b>	<u>(4,104,864)</u>	<u>(4,011,934)</u>
<b>NET LOSS</b>	<u>\$ (4,104,864)</u>	<u>\$ (4,011,934)</u>
<b>NET LOSS PER COMMON SHARE - BASIC AND DILUTED</b>	<u>\$ (0.00)</u>	<u>\$ (0.00)</u>
<b>WEIGHTED AVERAGE NUMBER OF COMMON SHARES OUTSTANDING - BASIC AND DILUTED</b>	<u>5,058,228,145</u>	<u>3,075,504,281</u>

See accompanying notes to consolidated financial statements.