

WIRELESS RONIN TECHNOLOGIES, INC.
CONSOLIDATED BALANCE SHEETS

	September 30,	December 31,
	<u>2007</u>	<u>2006</u>
	(unaudited)	(audited)
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$28,049,486	\$8,273,388
Marketable securities — available-for-sale	5,324,175	7,193,511
Accounts receivable, net	3,383,717	1,128,730
Income Taxes Receivable	290,769	
Inventories	660,470	255,850
Prepaid expenses and other current assets	245,232	148,024
Total current assets	<u>37,953,849</u>	<u>16,999,503</u>
 PROPERTY AND EQUIPMENT, net	 <u>1,662,243</u>	 <u>523,838</u>
 OTHER ASSETS		
Goodwill	2,240,823	—
Restricted cash	450,000	—
Deposits	39,994	22,586
Total other assets	<u>2,730,817</u>	<u>22,586</u>
 TOTAL ASSETS	 <u><u>\$42,346,909</u></u>	 <u><u>\$17,545,927</u></u>
 LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT LIABILITIES		
Current maturities of long-term obligations	\$116,391	\$106,311
Accounts payable	1,874,749	948,808
Deferred revenue	531,699	202,871
Accrued liabilities	940,297	394,697
Total current liabilities	<u>3,463,136</u>	<u>1,652,687</u>
 LONG-TERM LIABILITIES		
Capital lease obligations, less current maturities	89,056	155,456
Total long-term liabilities	<u>89,056</u>	<u>155,456</u>
 Total liabilities	 <u>3,552,192</u>	 <u>1,808,143</u>
 COMMITMENTS AND CONTINGENCIES		
 SHAREHOLDERS' EQUITY		
Capital stock, \$0.01 par value, 66,666,666 shares authorized		
Preferred stock, 16,666,666 shares authorized, no shares issued and outstanding at September 30, 2007 and December 31, 2006	—	—
Common stock, 50,000,000 shares authorized; 14,457,705 and 9,825,621 shares issued and outstanding at September 30, 2007 and December 31, 2006, respectively	144,577	98,256
Additional paid-in capital	78,200,843	49,056,509
Accumulated deficit	(39,846,513)	(33,433,713)
Accumulated other comprehensive income (loss)	295,810	16,732
Total shareholders' equity	<u>38,794,717</u>	<u>15,737,784</u>
 TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	 <u><u>\$42,346,909</u></u>	 <u><u>\$17,545,927</u></u>

WIRELESS RONIN TECHNOLOGIES, INC.

CONSOLIDATED STATEMENTS OF OPERATIONS
(Unaudited)

	Three Months Ended		Nine Months Ended	
	September 30,		September 30,	
	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Sales				
Hardware	\$ 429,578	\$ 395,468	\$ 2,949,816	\$ 963,550
Software	119,179	539,700	472,018	841,246
Services and other	<u>575,176</u>	<u>48,020</u>	<u>953,398</u>	<u>112,618</u>
Total sales	1,123,933	983,188	4,375,232	1,917,414
Cost of sales				
Hardware	263,961	309,298	1,999,669	705,769
Software	1,007	—	1,007	—
Services and other	<u>444,797</u>	<u>22,033</u>	<u>685,376</u>	<u>59,495</u>
Total cost of sales	<u>709,765</u>	<u>331,331</u>	<u>2,686,052</u>	<u>765,264</u>
Gross profit	414,168	651,857	1,689,180	1,152,150
Operating expenses:				
Sales and marketing expenses	715,016	278,973	1,993,191	1,057,790
Research and development expenses	319,945	193,343	827,234	623,883
General and administrative expenses	2,210,632	740,856	5,486,439	2,482,784
Termination of partnership agreement	-	-	653,995	-
Total operating expenses	<u>3,245,593</u>	<u>1,213,172</u>	<u>8,960,859</u>	<u>4,164,457</u>
Operating loss	(2,831,425)	(561,315)	(7,271,679)	(3,012,307)
Other income (expenses):				
Interest expense	(11,758)	(1,602,425)	(32,273)	(2,949,621)
Loss on debt modification	—	—	—	(367,153)
Interest income	467,740	2,346	899,724	8,834
Other	<u>(7,081)</u>	<u>1,403</u>	<u>(8,572)</u>	<u>1,962</u>
	448,901	(1,598,676)	858,879	(3,305,978)
Net loss	<u>\$ (2,382,524)</u>	<u>\$ (2,159,991)</u>	<u>\$ (6,412,800)</u>	<u>\$ (6,318,285)</u>
Basic and diluted loss per common share	<u>\$ (0.17)</u>	<u>\$ (2.53)</u>	<u>\$ (0.55)</u>	<u>\$ (7.79)</u>
Basic and diluted weighted average shares outstanding	<u>14,369,262</u>	<u>854,169</u>	<u>11,565,993</u>	<u>811,174</u>

WIRELESS RONIN TECHNOLOGIES, INC
2007 SUPPLEMENTARY QUARTERLY FINANCIAL DATA

Supplementary Data

Income (Loss) Statement	2006					2007			
	First Quarter	Second Quarter	Third Quarter	Fourth Quarter	TOTAL	First Quarter	Second Quarter	Third Quarter	TOTAL
Sales	\$ 601,566	\$ 332,660	\$ 983,188	\$ 1,227,975	\$ 3,145,389	\$ 196,436	\$ 3,054,863	\$ 1,123,933	\$ 4,375,232
Cost of Sales	227,190	206,743	331,331	780,003	1,545,267	103,263	1,873,024	709,765	2,686,052
Operating Expenses	1,656,819	1,294,466	1,213,172	1,753,999	5,918,456	3,284,664	2,430,602	3,245,593	8,960,859
Interest Expense	479,083	868,113	1,602,425	7,174,595	10,124,216	10,881	9,634	11,758	32,273
Loss on debt modification	171,954	195,199	-	-	367,153	-	-	-	-
Other	(837)	(6,210)	(3,749)	(11,170)	(21,966)	(151,807)	(278,686)	(460,659)	(891,152)
Net Loss	\$ (1,932,643)	\$ (2,225,651)	\$ (2,159,991)	\$ (8,469,452)	\$ (14,787,737)	\$ (3,050,565)	\$ (979,711)	\$ (2,382,524)	\$ (6,412,800)
FASB 123R (included in operating Expenses)	373,568	156,105	91,735	165,806	787,214	596,020	136,339	148,544	880,903

Reconciliation Between GAAP and Adjusted Operating Loss

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2007	2006	2007	2006
GAAP Operating Loss	\$ (2,831,425)	\$ (561,315)	\$ (7,271,679)	\$ (3,012,307)
Adjustments:				
Depreciation and amortization	124,844	318,629	265,617	629,588
Old Building Remaining Lease Oblig.W/O	191,207		191,207	
Termination partnership agreement			653,995	
Stock-based compensation expense	148,544	91,735	880,903	621,408
Total Operating Expense Adjustment	464,595	410,364	1,991,722	1,250,996
Adjusted Operating Loss	\$ (2,366,830)	\$ (150,951)	\$ (5,279,957)	\$ (1,761,311)