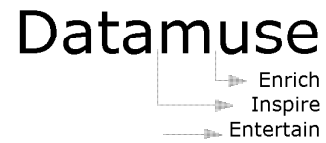


Datamuse Corporation
37 Club Course Drive,
Hilton Head, SC 29928



April 1, 2003

To: Datamuse stockholders

Subject: Q1 2003 Financial Report

Enclosed is the financial report for the first quarter of 2003.

Revenue increased to \$38,252, almost triple that of last year's quarter. Net profit increased to \$34,458 compared to \$6,882 last year, which included a \$5000 expense towards the purchase of onelook.com There are currently no receivables or payables due.

If there are any questions regarding the financial report, please let me know.

An annual meeting of shareholders should be scheduled in the near future.

Harvey Beeferman
Chief Financial Officer

Profit & Loss Statement

1/1/03 Through 3/31/03

Category Description	1/1/03- 3/31/03
INCOME	
300-Income:	
310-Royalty Income:	
311-Royalty Lycos	34,636.33
312-Royalty Circa Poetry	2,594.11
315-Valueclick	405.97
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TOTAL 310-Royalty Income	37,636.41
320-Advertising Revenue:	
323-Onelook Ad Revenue	615.66
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TOTAL 320-Advertising Revenue	615.66
	<hr/>
TOTAL 300-Income	38,252.07
	<hr/>
TOTAL INCOME	38,252.07
EXPENSES	
700-EXPENSES:	
710-ADMINISTRATIVE EXPENSES:	
712-Postage & Mailing	64.64
	<hr/>
TOTAL 710-ADMINISTRATIVE EXPENSES	64.64
730-OPERATING EXPENSES:	
731-Auto/Travel	37.50
734-Software	68.19
734 Office Supplies	15.47
735-Computers/Supplies	1,244.19
736-Server Expenses	2,192.07
737-Advertising and Promotion	96.37
738-Taxes & Fees	75.00
	<hr/>
TOTAL 730-OPERATING EXPENSES	3,728.79
	<hr/>
TOTAL 700-EXPENSES	3,793.43
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TOTAL EXPENSES	3,793.43
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TOTAL INCOME - EXPENSES	34,458.64
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Profit & Loss Comparison

1/1/02 Through 3/31/03

Category Description	1/1/02- 3/31/02	1/1/03- 3/31/03
INCOME		
300-Income:		
310-Royalty Income:		
311-Royalty Lycos	10,901.76	34,636.33
312-Royalty Circa Poetry	2,101.50	2,594.11
315-Valueclick	0.00	405.97
	13,003.26	37,636.41
TOTAL 310-Royalty Income		
320-Advertising Revenue:		
322-Brand Fidelity	358.38	0.00
323-Onelook Ad Revenue	0.00	615.66
	358.38	615.66
TOTAL 320-Advertising Revenue		
340-Server Income:		
341-Server Income	0.00	0.00
	0.00	0.00
TOTAL 340-Server Income		
	13,361.64	38,252.07
TOTAL 300-Income		
	13,361.64	38,252.07
TOTAL INCOME		
	13,361.64	38,252.07
EXPENSES		
700-EXPENSES:		
710-ADMINISTRATIVE EXPENSES:		
712-Postage & Mailing	0.00	64.64
715-Office Supplies	24.34	0.00
716-Dues & Publicaions	0.00	0.00
719-Meeting Expense	0.00	0.00
	24.34	64.64
TOTAL 710-ADMINISTRATIVE EXPENSES		
730-OPERATING EXPENSES:		
731-Auto/Travel	0.00	37.50
733-Consulting Fees	0.00	0.00
734-Software	5,050.51	68.19
734 Office Supplies	0.00	15.47
735-Computers/Supplies	0.00	1,244.19
736-Server Expenses	1,592.07	2,192.07
737-Advertising and Promotion	50.00	96.37
738-Taxes & Fees	126.20	75.00
739-Registrations	63.00	0.00
749-Other Operating Expenses	0.00	0.00
	6,881.78	3,728.79
TOTAL 730-OPERATING EXPENSES		
	6,906.12	3,793.43
TOTAL 700-EXPENSES		
Uncategorized Expenses	0.00	0.00
	6,906.12	3,793.43
TOTAL EXPENSES		
	6,906.12	3,793.43
TOTAL INCOME - EXPENSES		
	6,455.52	34,458.64

Balance Sheet

As of 3/31/03

Acct	3/31/03 Balance
ASSETS	
Cash and Bank Accounts	
101-Bank of America	37,426.35
TOTAL Cash and Bank Accounts	37,426.35
Other Assets	
100-ASSETS	0.00
TOTAL Other Assets	0.00
TOTAL ASSETS	37,426.35
LIABILITIES & EQUITY	
LIABILITIES	
Other Liabilities	
200-LIABILITIES	0.00
201-Accounts Payable	0.00
205-Loans Payable	0.00
210-Other Liabilities	0.00
TOTAL Other Liabilities	0.00
TOTAL LIABILITIES	0.00
EQUITY	37,426.35
TOTAL LIABILITIES & EQUITY	37,426.35