

Eagle Broadband, Inc., has filed for bankruptcy protection...  
let's see how CreditRiskMonitor tracked this trend!

## Eagle Broadband, Inc.

Phone: (281) 538-6000

101 Courageous Drive  
League City, TX 77573 United States

Ticker: [EAGB](#)

**Filed for Bankruptcy on 11/14/2007**  
Case #07-80605, filed in the U.S. Bankruptcy Court for the Southern District of Texas (Galveston Division)

### Latest Financial Statements as of 5/31/2007

#### Business Summary

Eagle Broadband, Inc. is a provider of broadband, Internet protocol (IP), and satellite communications products and services. The Company's product offerings include IPTVComplete, delivering over 250 channels of digital television and music content via IP to many market sectors, such as multi-dwelling unit operators (condominiums), triple-play operators (Internet data, phone and television, all over IP) or telephone companies, including its MediaPro standard or high-definition, set-top boxes for both hospitality and Internet protocol television customers, and information technology (IT) services, through which the Company provides various IP and satellite-related technology implementations to a cross section of markets, including remote network management, structured cabling and IT integration services. In October 2007, the Company completed the sale of its SatMAX satellite telephony repeater business. On October 11, 2007, the Company completed the sale of its set-box division.

Employees: 44 (as of 11/1/2006)

Federal Tax Id: 760494995

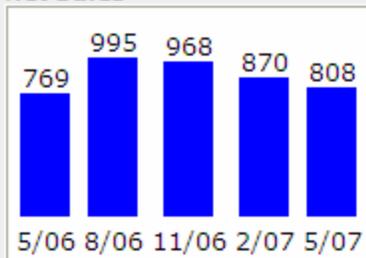
#### Credit Scores

<b>FRISK2 Score</b>	<b>1</b>	11/16/2007
<b>Probability of default range: 21.0% - 50.0%</b>		
<b>Z" Score</b>	<b>-118.17 (Fiscal danger)</b>	5/31/2007

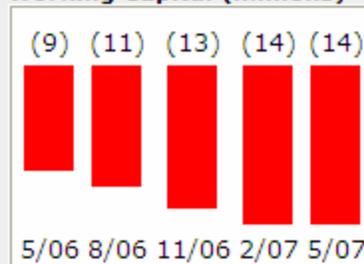
#### Auditor Information

Last Audit: 8/31/2006  
Auditors: Lopez, Blevins, Bork & Associates, LLP  
Opinion: **Unqualified**

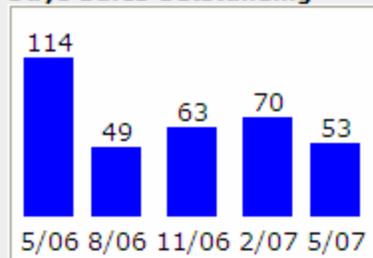
#### Net Sales



#### Working Capital (millions)



#### Days Sales Outstanding



#### Third Quarter and Year-to-Date Results

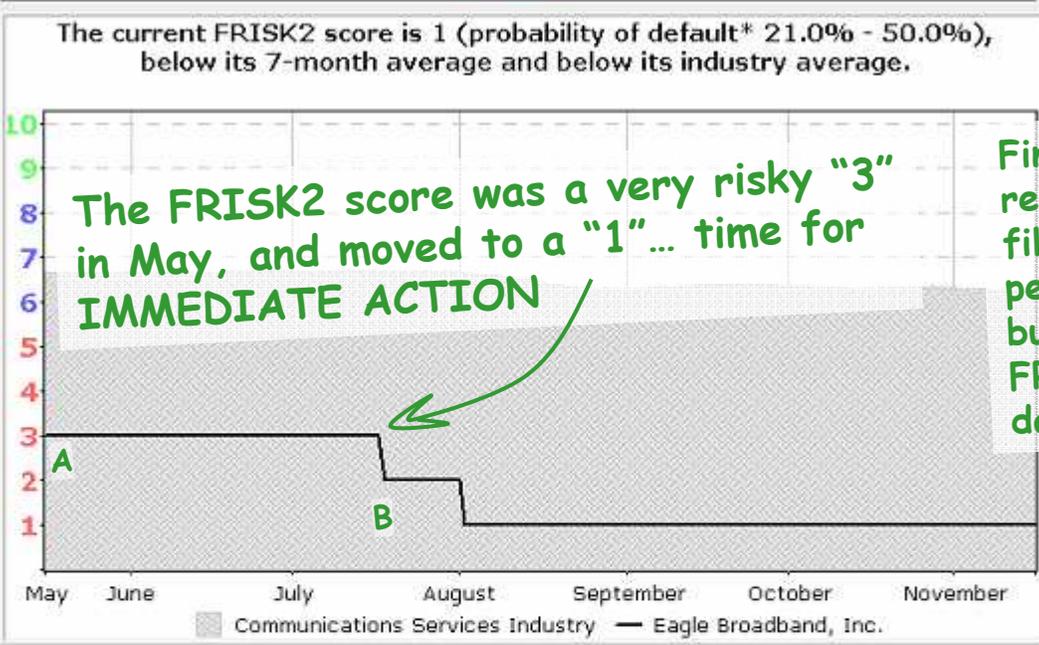
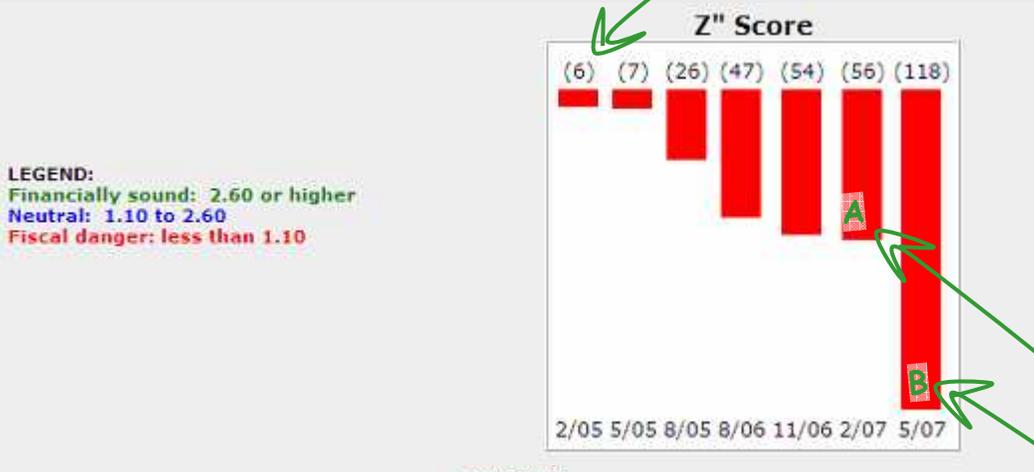
Sales for the 3 months ended 5/31/2007 increased 5.07% to \$808.00 thousand from last year's comparable period amount of \$769.00 thousand. Sales for the 9 months ended 5/31/2007 decreased 5.26% to \$2.65 million from \$2.79 million for the same period last year.

Gross profit margin increased 51.97% for the period to (\$146.00) thousand (-18.07% of revenues) from (\$304.00) thousand (-39.53% of revenues) for the same period last year. Gross profit margin increased

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(845) 230-3021  
info@crmz.com

The Altman Z" was signaling trouble in 2005...  
...and ever since...



**FRISK2 Score** - A score indicating the probability of default for a company over a 12 month horizon, based on new daily information in the CRM2 database, as calculated by a proprietary statistical model created by Dr. Camilo Gomez, and back-tested on 10,000 companies. (see [Financial Risk \(FRISK2\) Score](#)).

The FRISK2 score is reported on a 1 to 10 scale:

	FRISK2	Probability of default within 12 months	
		From	To
Best	10	0%	0.3%
	9	0.3%	0.4%
	8	0.4%	0.9%
	7	0.9%	1.9%
	6	1.9%	3.7%
	5	3.7%	7.4%
	4	7.4%	10.1%
	3	10.1%	14.1%
	2	14.1%	21.0%
Worst	1	21.0%	50.0%

Want an automatic alert when this is happening?

Try our Credit Limit Service.

... plus, look at the news alerts you would have seen...

Bankrupt...

News Summary ( CRM selected stories Moody's stories All stories) [Next Page](#)

#	Date	Asset Sales... Source	Headline
1	11/16/2007	CRM News Service	<u>Eagle Broadband Blames Failed TV Project For Chapter 11</u>
2	11/15/2007	CRM News Service	<u>EAGLE BROADBAND INC FILES (8-K) Disclosing Bankruptcy or Receivership</u>
3	10/29/2007	Business Wire	<u>Eagle Broadband Announces Sale of its SatMAX Business</u>
4	10/25/2007	CRM News Service	<u>EAGLE BROADBAND INC: a Form 8-K has been Filed with the SEC</u>
5	10/15/2007	Business Wire	<u>Eagle Broadband Announces Sale of its Set-Top Box Business to Nighthawk Systems, Inc.</u>
6	10/15/2007	Business Wire	<u>Nighthawk Systems Announces Purchase of IPTV Assets/Technology</u>
7	10/12/2007	CRM News Service	<u>EAGLE BROADBAND INC: a Form 8-K has been Filed with the SEC</u>
8	10/9/2007	CRM News Service	<u>EAGLE BROADBAND INC: a Form S-1/A has been Filed with the SEC</u>
9	9/12/2007	CRM News Service	<u>EAGLE BROADBAND INC: a Form S-1/A has been Filed with the SEC</u>
10	8/28/2007	CRM News Service	<u>EAGLE BROADBAND INC: a Form S-1 has been Filed with the SEC</u>
11	8/21/2007	CRM News Service	<u>EAGLE BROADBAND INC: a Form S-1 has been Filed with the SEC</u>
12	8/16/2007	CRM News Service	<u>EAGLE BROADBAND INC: a Form S-1 has been Filed with the SEC</u>
13	8/10/2007	CRM News Service	<u>EAGLE BROADBAND INC: a Form S-1/A has been Filed with the SEC</u>
14	8/6/2007	CRM News Service	<u>EAGLE BROADBAND INC: a Form 8-K has been Filed with the SEC</u>
15	8/2/2007	CRM News Service	<u>Eagle Broadband, Inc. -- updated financials available</u>
16	7/27/2007	CRM News Service	<u>EAGLE BROADBAND INC: a Form S-1/A has been Filed with the SEC</u>
17	7/26/2007	CRM News Service	<u>EAGLE BROADBAND INC FILES (8-K) Disclosing Results of Operations and Financial Condition</u>
18	7/23/2007	CRM News Service	<u>EAGLE BROADBAND INC: a Form 10-Q has been Filed with the SEC</u>
19	7/10/2007	CRM News Service	<u>EAGLE BROADBAND INC Files Notification of Late Filing for its Form 10-Q with the Securities and Exchange Commission.</u>
20	7/10/2007	CRM News Service	<u>EAGLE BROADBAND INC FILES (8-K) Disclosing Entry into a Material Definitive Agreement, Unregistered Sale of Equity Securities</u>
21	7/3/2007	CRM News Service	<u>EAGLE BROADBAND INC FILES (8-K) Disclosing Change in Directors or Principal Officers</u>
22	6/21/2007	CRM News Service	<u>EAGLE BROADBAND INC: a Form S-1/A has been Filed with the SEC</u>
23	6/20/2007	CRM News Service	<u>EAGLE BROADBAND INC: a Form S-1/A has been Filed with the SEC</u>
24	5/31/2007	CRM News Service	<u>EAGLE BROADBAND INC: a Form S-1 has been Filed with the SEC</u>
25	5/31/2007	CRM News Service	<u>EAGLE BROADBAND INC FILES (8-K) Disclosing Entry into a Material Definitive Agreement</u>

Asset Sales...

Bankrupt...

CEO resigns...

Company selling shares for key shareholder, lots of amendments...

A Director resigns...

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... need more depth? Look at the Leverage Ratios... big reduction of assets... no reduction of debt... liabilities not reduced... (plus continued losses) driving Equity negative...

### Leverage Ratios - Sequential Quarters

(Thousands of U.S. Dollars )

Period Ended	3 mos 5/31/2007	3 mos 2/28/2007	3 mos 11/30/2006	3 mos 8/31/2006	3 mos 5/31/2006
<b>Total debt \$</b>	\$3,534	\$3,501	\$3,860	\$5,433	\$3,702
% change	0.94%	-9.30%	-28.95%	46.76%	-23.64%
<b>Stockholders' equity \$</b>	(\$5,834)	(\$134)	\$1,782	\$1,863	\$18,160
% change	-4253.73%	-107.52%	-4.35%	-89.74%	-3.49%
<b>Total debt to equity ratio</b>	n/a	n/a	2.17	2.92	0.20
% change	n/a	n/a	-25.72%	1330.56%	-20.88%
<b>Tangible net worth \$</b>	(\$10,658)	(\$5,382)	(\$3,008)	(\$2,947)	\$9,805
% change	-98.03%	-78.92%	-2.07%	-130.06%	-5.22%
<b>Total debt to tangible net worth</b>	(0.33)	(0.65)	(1.28)	(1.84)	0.38
% change	49.03%	49.31%	30.39%	588.28%	19.43%
<b>Total assets \$</b>	\$9,680	\$19,145	\$19,480	\$21,764	\$33,310
% change	-49.44%	-1.72%	-10.49%	34.66%	-7.02%
<b>Total debt to assets ratio</b>	0.37	0.18	0.20	0.25	0.11
% change	99.64%	-7.71%	-20.62%	124.62%	-17.87%
<b>Net tangible assets \$</b>	\$4,856	\$13,897	\$14,690	\$16,954	\$24,955
% change	-65.06%	-5.40%	-13.35%	-32.06%	-8.77%
<b>Short-term debt \$</b>	\$3,092	\$3,437	\$3,592	\$3,990	\$875
% change	-10.04%	-4.32%	-9.97%	356.00%	-34.55%
<b>Short-term debt % of total debt</b>	87.49%	98.17%	93.06%	73.44%	23.64%
% change	-10.88%	5.50%	26.71%	210.71%	-14.30%
<b>Short-term debt % of working capital</b>	-22.10%	-24.69%	-28.72%	-37.60%	-9.39%
% change	10.48%	14.05%	23.60%	-300.36%	39.79%
<b>Total liabilities \$</b>	\$15,514	\$19,279	\$17,698	\$19,901	\$15,150
% change	-19.53%	8.93%	-11.07%	31.36%	-10.92%
<b>Total liabilities to equity ratio</b>	n/a	n/a	9.93	10.68	0.83
% change	n/a	n/a	-7.03%	1180.46%	-7.70%
<b>Total liabilities to tangible net worth ratio</b>	(1.46)	(3.58)	(5.88)	(6.75)	1.55
% change	59.36%	39.12%	12.87%	-537.05%	-6.02%
Source:	10-Q 7/23/2007	10-Q 4/23/2007	10-Q 1/16/2007	10-K 11/20/2006	10-Q 7/23/2007

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