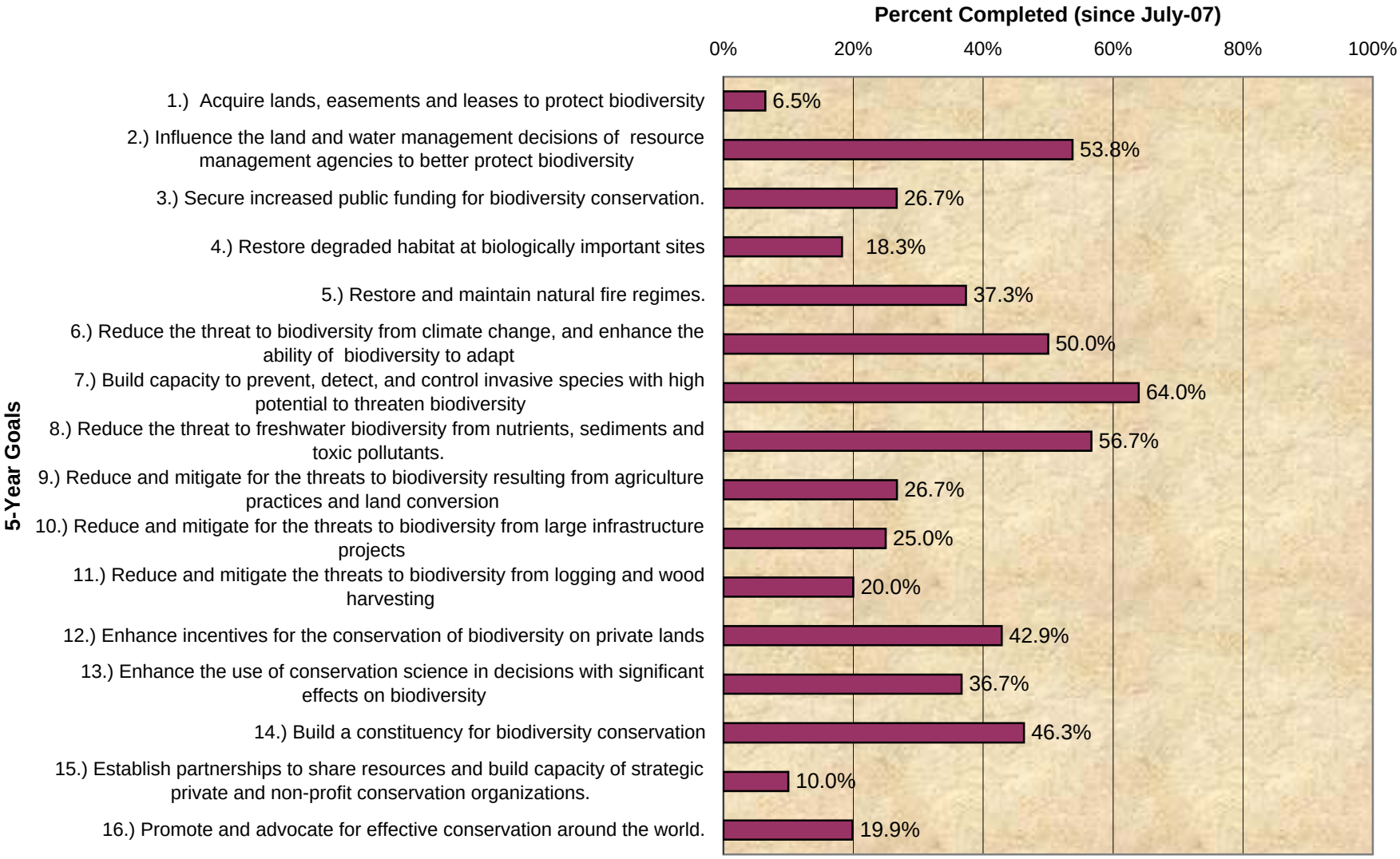Progress Report - thru June 30, 2008