

TECSYS Inc.**Consolidated Balance Sheets**

Prepared in Accordance with Canadian Generally Accepted Accounting Principles

(in thousands of Canadian dollars)

	July 31, 2009 (unaudited)	April 30, 2009
Assets		
Current assets		
Cash and cash equivalents	7,650	7,510
Short-term and other investments	325	325
Accounts receivable	8,608	9,307
Work in progress	248	303
Other accounts receivable	595	198
Tax credits receivable	1,626	1,536
Inventory	205	219
Prepaid expenses	1,074	668
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	20,331	20,066
Restricted cash equivalents and other investments	739	739
Asset-backed commercial paper	3,513	3,535
Long-term receivables	47	77
Long-term investment	264	290
Property and equipment	1,495	1,481
Intangible assets	825	930
Deferred development costs	1,606	1,519
Goodwill	2,829	2,829
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	31,649	31,466
Liabilities		
Current liabilities		
Bank advances	4,000	4,000
Accounts payable and accrued liabilities	4,786	5,154
Current portion of long-term debt	133	133
Deferred revenue	6,922	6,249
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	15,841	15,536
Long-term debt	100	100
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	15,941	15,636
Shareholders' equity		
Capital stock	1,403	1,420
Contributed surplus	12,115	12,328
Retained earnings	2,190	2,082
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	15,708	15,830
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	31,649	31,466
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TECSYS Inc.**Consolidated Statements of Earnings and Comprehensive Earnings**

Prepared in Accordance with Canadian Generally Accepted Accounting Principles

(in thousands of Canadian dollars, except share and per share data)

	Three Months Ended July 31, 2009	Three Months Ended July 31, 2008
	(unaudited)	(unaudited)
Revenue		
Products	2,946	4,445
Services	5,991	5,549
Reimbursable expenses	261	243
	<u>9,198</u>	<u>10,237</u>
Cost of revenue		
Products	1,098	2,285
Services	3,613	3,689
Reimbursable expenses	261	243
	<u>4,972</u>	<u>6,217</u>
Gross margin	<u>4,226</u>	<u>4,020</u>
Operating expenses		
Sales and marketing	1,385	1,580
General and administration	1,077	807
Gross research and development	1,425	1,244
Research and development tax credits	(145)	(137)
Deferred development costs	(178)	(132)
Stock-based compensation	28	30
Amortization of property and equipment	121	132
Amortization of intangible assets	122	193
Amortization of deferred development costs	91	37
	<u>3,926</u>	<u>3,754</u>
Earnings from operations	300	266
Interest income	6	21
Interest expense	(4)	(26)
Foreign exchange (losses) gains	(168)	12
Share of net loss and amortization of intangible assets of a company subject to significant influence	(26)	1
Net earnings and comprehensive earnings for the period	<u>108</u>	<u>274</u>
Weighted average number of common shares outstanding		
- basic	12,467,119	13,006,383
- diluted	12,585,590	13,090,031
Basic and diluted net earnings per common share	<u>\$ 0.01</u>	<u>\$ 0.02</u>

TECSYS Inc.**Consolidated Statements of Cash Flows**

Prepared in Accordance with Canadian Generally Accepted Accounting Principles

(in thousands of Canadian dollars)

	Three Months Ended July 31, 2009	Three Months Ended July 31, 2008
	(unaudited)	(unaudited)
Cash flows from		
Operating activities		
Net earnings for the period	108	274
Adjustments for		
Amortization of property and equipment	121	132
Amortization of intangible assets	122	193
Amortization of deferred development costs	91	37
Stock-based compensation	28	30
Unrealized foreign exchange (gains) losses	(455)	128
Deferred development costs	(178)	(132)
Share of net loss and amortization of intangible assets of a company subject to significant influence	26	(1)
	<u>(137)</u>	<u>661</u>
Changes in non-cash working capital items related to operations		
Decrease (increase) in accounts receivable	699	(163)
Decrease (increase) in work in progress	55	(343)
Decrease in other accounts receivable	2	66
Increase in tax credits receivable	(90)	(111)
Decrease (increase) in inventory	14	(8)
(Increase) decrease in prepaid expenses	(406)	48
Decrease in long-term receivables	-	29
(Decrease) increase in accounts payable and accrued liabilities	(368)	45
Increase (decrease) in deferred revenue	673	(177)
	<u>442</u>	<u>47</u>
Financing activities		
Bank advances	-	(3)
Issuance of common shares	-	20
Purchase of common shares for cancellation	(258)	(10)
	<u>(258)</u>	<u>7</u>
Investing activities		
Increase in short-term and other investments and restricted cash equivalents and other investments	-	(23)
Interest and principal received on asset-backed commercial paper	87	-
Acquisitions of property and equipment	(135)	(163)
Acquisitions of intangible assets	(17)	(77)
Decrease in long-term receivables including the current portion from a related party	21	12
	<u>(44)</u>	<u>(251)</u>
Variation in cash and cash equivalents	140	(197)
Cash and cash equivalents - beginning of period	7,510	5,693
Cash and cash equivalents - end of period	<u>7,650</u>	<u>5,496</u>

TECSYS Inc.**Consolidated Statements of Shareholders' Equity**

Prepared in Accordance with Canadian Generally Accepted Accounting Principles

(in thousands of Canadian dollars, except number of shares)

(unaudited)

	Common shares		Contributed surplus	Retained earnings	Total
	Number	Amount			
Balance, April 30, 2009	12,525,884	1,420	12,328	2,082	15,830
Repurchase of common shares	(144,340)	(17)	(241)	-	(258)
Stock-based compensation	-	-	28	-	28
Net earnings for the period	-	-	-	108	108
Balance, July 31, 2009	12,381,544	1,403	12,115	2,190	15,708

	Common shares		Contributed surplus	Retained earnings	Total
	Number	Amount			
Balance, April 30, 2008	13,003,684	1,444	12,826	1,003	15,273
Repurchase of common shares	(6,100)	(1)	(9)	-	(10)
Stock options exercised	12,500	20	-	-	20
Fair value associated with options exercised	-	10	(10)	-	-
Stock-based compensation	-	-	30	-	30
Net earnings for the period	-	-	-	274	274
Balance, July 31, 2008	13,010,084	1,473	12,837	1,277	15,587