

Consolidated Financial Statements of

**MEDIAGRIF INTERACTIVE TECHNOLOGIES INC.**

**FISCAL YEAR 2009**

For the six months ended September, 2008 and 2007

(unaudited)

## CONSOLIDATED BALANCE SHEETS

(Canadian dollars in Thousands)	September 30, 2008 (Unaudited)	March 31, 2008 (Note 1)
	\$	\$
<b>ASSETS</b>		
Cash and cash equivalents	26,360	27,798
Cash held for the benefit of others	342	551
Accounts receivable	6,374	6,298
Tax credits receivable	2,483	1,677
Prepaid expenses	1,001	897
Future income taxes	181	222
	<b>36,741</b>	<b>37,443</b>
<b>Premises and equipment</b>	<b>2,382</b>	<b>2,878</b>
<b>Intangible assets</b>	<b>4,748</b>	<b>4,544</b>
<b>Acquired intangible assets</b>	<b>7,290</b>	<b>8,037</b>
<b>Goodwill</b>	<b>25,991</b>	<b>25,991</b>
<b>Other assets</b>	<b>56</b>	<b>99</b>
<b>Future income taxes</b>	<b>4,960</b>	<b>4,433</b>
	<b>82,168</b>	<b>83,425</b>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities	6,718	8,298
Income taxes payable	1,820	1,615
Deferred revenue	8,344	8,264
Current portion of long-term debt	145	-
Current portion of deferred gain on licenses	141	479
Future income taxes	445	516
	<b>17,613</b>	<b>19,172</b>
<b>Purchase price payable</b>	<b>23</b>	<b>25</b>
<b>Long-term debt</b>	<b>30</b>	<b>-</b>
<b>Future income taxes</b>	<b>1,023</b>	<b>969</b>
	<b>18,689</b>	<b>20,166</b>
<b>SHAREHOLDERS' EQUITY</b>		
Capital stock (note 5(b))	49,219	50,111
Share purchase options (note 5(c))	2,183	2,301
Contributed surplus	1,338	993
Retained earnings	11,717	10,719
Accumulated other comprehensive loss	(978)	(865)
	<b>63,479</b>	<b>63,259</b>
	<b>82,168</b>	<b>83,425</b>

CONSOLIDATED STATEMENTS OF RETAINED EARNINGS - UNAUDITED  
FOR THE SIX MONTHS ENDED SEPTEMBER 30

(Canadian dollars in Thousands)	2008	2007
	\$	\$
<b>Retained earnings - Beginning of period</b>	<b>10,719</b>	25,476
Net earnings for the period	<b>1,104</b>	1,679
Premium on redemption of common shares for cancellation (note 5(b)(i))	<b>(106)</b>	(15,810)
<b>Retained earnings - End of period</b>	<b>11,717</b>	11,345

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME – UNAUDITED

(Canadian dollars in Thousands)	Three months ended September 30,		Six months ended September 30,	
	2008	2007	2008	2007
Net earnings for the period	\$ 795	\$ 868	\$ 1,104	\$ 1,679
Foreign currency translation adjustment	116	(268)	79	(652)
Changes in unrealized losses on short term investment, net of future income taxes	-	(12)	-	(89)
Reclassification of realized losses (gain) on forward contracts, net of future income taxes	42	(158)	(2)	21
Unrealized gain (losses) on forward exchange contracts, net of future income taxes	(227)	343	(190)	873
<b>Comprehensive income (loss)</b>	<b>726</b>	<b>773</b>	<b>991</b>	<b>1,832</b>

CONSOLIDATED STATEMENTS OF ACCUMULATED OTHER COMPREHENSIVE INCOME -  
UNAUDITED

(Canadian dollars in Thousands)	September 30, 2008	March 31, 2008
<b>Foreign currency translation adjustment</b>		
Cumulative effects of prior periods	795	259
Current period	(79)	536
	<b>716</b>	<b>795</b>
<b>Unrealized losses on forward exchange contracts</b>		
Cumulative effects of prior periods, net of future income taxes	70	245
Current period, net of realized gains (losses) and future income taxes	192	(175)
	<b>262</b>	<b>70</b>
<b>Unrealized losses on short-term investments</b>		
Cumulative effects of prior periods, net of future income taxes	-	3
Current period, net of future income taxes	-	(3)
	-	-
<b>Accumulated other comprehensive income</b>	<b>978</b>	<b>865</b>

CONSOLIDATED STATEMENTS OF EARNINGS – UNAUDITED

(Canadian dollars in Thousands, except per share amounts)	Three months ended September 30,		Six months ended September 30,	
	2008	2007	2008	2007
	\$	\$	\$	\$
<b>Revenues</b>	<b>11,886</b>	12,102	<b>23,864</b>	23,374
<b>Cost of Revenues</b>	<b>2,616</b>	2,326	<b>5,515</b>	4,595
<b>Gross Margin</b>	<b>9,270</b>	9,776	<b>18,349</b>	18,779
<b>Operating expenses</b>				
General and administrative	3,171	3,203	6,310	5,955
Sales and marketing	2,577	2,541	5,207	4,995
Technology	2,113	2,263	4,355	4,407
Amortization of acquired intangible assets	449	391	897	686
Stock-based compensation	86	195	228	249
	<b>8,396</b>	8,593	<b>16,997</b>	16,292
<b>Earnings from operations</b>	<b>874</b>	1,183	<b>1,352</b>	2,487
Other income, net (note 3(b))	424	461	582	842
<b>Earnings before income taxes</b>	<b>1,298</b>	1,644	<b>1,934</b>	3,329
Provision for income taxes	503	776	830	1,650
<b>Net earnings for the period</b>	<b>795</b>	868	<b>1,104</b>	1,679
<b>Earnings per share (note 5(d))</b>				
Basic	<u>0.06</u>	<u>0.05</u>	<u>0.08</u>	<u>0.09</u>
Diluted	<u>0.06</u>	<u>0.05</u>	<u>0.08</u>	<u>0.09</u>
<b>Weighted average number of shares outstanding</b>				
Basic	<u>14,340,768</u>	<u>17,643,912</u>	<u>14,436,652</u>	<u>17,688,134</u>
Diluted	<u>14,340,768</u>	<u>17,729,608</u>	<u>14,436,652</u>	<u>17,790,273</u>
<b>Number of shares outstanding - End of period</b>				
Basic	<u>14,305,456</u>	<u>14,881,246</u>	<u>14,305,456</u>	<u>14,881,246</u>

## CONSOLIDATED STATEMENTS OF CASH FLOWS - UNAUDITED

(Canadian dollars in Thousands)	Three months ended September 30,		Six months ended September 30,	
	2008	2007	2008	2007
	\$	\$	\$	\$
<b>CASH FLOWS FROM</b>				
<b>OPERATING ACTIVITIES</b>				
Net earnings for the period	795	868	1,104	1,679
Adjustments for				
Amortization of premises and equipment	410	401	842	758
Amortization of intangible assets	795	725	1,553	1,419
Amortization of acquired intangible assets	449	391	897	686
Amortization of other assets	21	21	43	41
Amortization of gains on licenses	(169)	(169)	(338)	(338)
Stock-based compensation	86	195	228	249
Future income taxes	96	42	(418)	(307)
Changes in non-cash working capital items (note 3(a))	(626)	(3,001)	(2,367)	(4,933)
	1,857	(527)	1,544	(746)
<b>INVESTING ACTIVITIES</b>				
Business acquisition, net of cash and cash equivalents acquired	-	(6,175)	-	(6,362)
Acquisition of premises and equipment, intangible assets and other assets	(1,414)	(936)	(2,253)	(1,913)
Decrease (increase) in short-term investments, net	-	17,756	-	52,969
	(1,414)	10,645	(2,253)	44,694
<b>FINANCING ACTIVITIES</b>				
Issuance of long-term debt	57	-	217	-
Repayment of long-term debt	(32)	-	(42)	-
Purchase of common shares for cancellation (note 5 (b)(i))	(205)	(25,263)	(998)	(25,908)
Issuance of common shares (note 5 (b)(ii) and iii))	-	102	-	339
Repayment of purchase price payable	(2)	(262)	(2)	(262)
	(182)	(25,423)	(825)	(25,831)
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>261</b>	<b>(15,305)</b>	<b>(1,534)</b>	<b>18,117</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>(70)</b>	<b>(269)</b>	<b>(113)</b>	<b>(652)</b>
<b>Cash and cash equivalents - Beginning of period</b>	<b>26,511</b>	<b>44,260</b>	<b>28,349</b>	<b>11,221</b>
<b>Cash and cash equivalents - End of period</b>	<b>26,702</b>	<b>28,686</b>	<b>26,702</b>	<b>28,686</b>
Cash and cash equivalents comprise the following balance sheet amounts :				
Cash and cash equivalents	26,360	28,486	26,360	28,486
Cash held for the benefit of others	342	200	342	200

NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS – UNAUDITED

**September 30, 2008 and 2007**

**1) Accounting Policies**

The consolidated interim financial statements have been prepared by the Company in accordance with Canadian generally accepted accounting principles ("GAAP") applicable to interim financial statements and follow the same accounting policies and methods of their application found in the audited financial statements for the year ended March 31, 2008, with the exceptions for changes mentioned below. The March 31, 2008 balance sheet figures have been derived from the audited financial statements of the Company for the year ended March 31, 2008. These interim financial statements are unaudited and have not been reviewed by the Company's external auditors. The disclosures in these unaudited interim financial statements do not conform in all material respects to the requirements of GAAP for annual financial statements; therefore, these interim financial statements should be read in conjunction with the audited consolidated financial statements and notes thereto included in the Company's Annual Report for fiscal year 2008.

Changes in accounting policies

Capital Disclosures

On April 1, 2008, the Company adopted Section 1535 of the Canadian Institute of Chartered Accountants (CICA) Handbook, "Capital Disclosures" which requires an entity to disclose information to enable users of its financial statements to evaluate the entity's objectives, policies and processes for managing capital. Disclosure requirements pertaining to Section 1535 are contained in note 6 of the consolidated financial statements.

Financial Instruments Disclosures and Presentation

On April 1, 2008, the Company adopted Sections 3862 and 3863 of the CICA Handbook, "Financial Instruments – Disclosures" and "Financial Instruments – Presentation". This new section disclosures of risks associated with financial instruments, including fair value as well as credit, liquidity and market risks. It also establishes standards for presentation of financial instruments and non-financial derivatives. Sections 3862 and 3863 supersede Section 3861. The adoption of Section 3862 required additional disclosures found in note 7 of the consolidated financial statements.

## 2) Related Party Transactions

Details of related party transactions not otherwise disclosed in the financial statements are as follows:

(Canadian dollars in Thousands)

	Three months ended September 30, 2008		Six months ended September 30, 2007	
	\$	\$		
<b>Revenues</b>				
Joint ventures	372	344	716	731
<b>Accounts receivable</b>				
Joint ventures	586	400	586	400
<b>Accounts payable</b>				
Joint ventures	13	-	13	-

Balances and transactions with the joint ventures represent the amounts corresponding to the joint venturers' interest therein. All related party transactions occurred in the normal course of operations and were measured at the exchange amount, which is the amount of consideration agreed upon by the parties. Revenues from joint ventures include amortization of gains on licenses which derive from the creation of Polygon DMCC.

## 3) Changes in Non-cash Working Capital Items and Other Income

a) Changes in non-cash working capital items are as follows:

(Canadian dollars in Thousands)

	Three months ended September 30, 2008		Six months ended September 30, 2007	
	\$	\$		
Decrease (increase) in				
Accounts receivable	1,046	(684)	(76)	(261)
Tax credits receivable	(329)	(395)	(806)	(668)
Prepaid expenses	(152)	45	(104)	80
Future income taxes	(83)	-	(86)	-
Increase (decrease) in				
Accounts payable and accrued liabilities	(650)	(1,766)	(1,580)	(3,188)
Income taxes	(148)	183	205	(141)
Deferred revenues	(310)	(384)	80	(755)
	(626)	(3,001)	(2,367)	(4,933)

b) Other income consists of the following:

(Canadian dollars in Thousands)

	Three months ended September 30,		Six months ended September 30,	
	2008	2007	2008	2007
	\$	\$		
Interest income	137	715	296	1,398
Financial expense	(53)	(83)	(98)	(169)
Foreign exchange gain (loss)	379	(106)	461	(257)
Other	(39)	(65)	(77)	(130)
	424	461	582	842

#### 4) Segmented Information

Geographical information is as follows:

For the three months ended September 30,

	2008		2007	
	Revenues \$	Premises and equipment intangible assets, and goodwill \$	Revenues \$	Premises and equipment intangible assets, and goodwill \$
Canada	4,259	8,640	3,880	6,931
United States	5,381	31,672	5,499	37,704
Europe	664	-	768	-
Asia and other	1,582	99	1,954	107
	11,886	40,411	12,102	44,742

For the six months ended September 30,

	2008		2007	
	Revenues \$	Premises and equipment, intangible assets and goodwill \$	Revenues \$	Premises and equipment, intangible assets and goodwill \$
Canada	8,505	8,640	7,666	6,931
United States	10,851	31,672	10,218	37,704
Europe	1,357	-	1,483	-
Asia and other	3,151	99	4,007	107
	23,864	40,411	23,374	44,742

Revenues are attributed to geographic areas based on the location of the business places of the customers.

## 5) Capital Stock and Share Purchase Options

(Number in Thousands, Canadian dollars in Thousands, except per share amounts)

a) Authorized, unlimited as to number

Common shares

Preferred shares, issuable in series, with terms, conditions and dividends to be determined by the Board of Directors upon issuance

b) The following table summarizes the common shares activity for the periods ended September 30:

	Six months ended September 30,		2007 Amount \$
	2008 Number of shares	2008 Amount \$	
<b>Balance before share purchase financing agreements - Beginning of period</b>	<b>14,565</b>	<b>50,111</b>	17,802 61,036
Purchased for cancellation (note 5(b)(i))	(259)	(892)	(2,942) (10,099)
Exercise of stock options (note 5 (b)(ii))	-	-	80 490
<b>Balance before share purchase financing agreements</b>	<b>14,305</b>	<b>49,219</b>	14,940 51,427
Share purchase financing agreements (note 5 (b)(iii))	-	-	(59) (124)
<b>Balance - End of period</b>	<b>14,305</b>	<b>49,219</b>	14,881 51,303

i) During the six-month period ending September 30, 2008, the Company purchased 259,183 (2008 - 68,600) of its own shares for cancellation for a cash consideration totalling \$997,887 (2008 - \$645,224). Capital stock has been reduced by the average issue price per share before the buy-back of \$3.44 (2008 - \$3.43) totalling \$891,738 (2008 - \$235,305), with the resulting premium on redemption having been charged to retained earnings.

On September 25, 2007, as part of a substantial issuer bid, the Company purchased 2,873,563 of its own common shares for cancellation, at a price of \$8.70 per share totalling \$25,000,000. The Company incurred costs of \$263,074 in respect of this share buy-back, which represents \$0.09 per share. Share capital has been reduced by the average cost per share before the buy-back of \$3.43 per share totalling \$9,862,509 with the resulting premium on redemption as well as costs related to the share buy-back having been charged to retained earnings.

ii) During the six-month period ended September 30, 2008, no common share was issued pursuant to the exercise of stock options as compared to 80,250 in 2008 for a cash consideration of \$339,275 or \$4.23 per share.

In fiscal year 2008, an amount of \$150,268 representing the stock-based compensation previously recognized for these options in Share purchase options was reclassified to capital stock (note 5 (c)).

iii) As at September 30, 2007, the Company had a receivable from its employees of \$123,839 related to share purchase loans to them under the employee stock purchase plan. As at September 30, 2007, there were 58,936 share outstanding with respect to employee loans, for which the market value was \$480,326 or \$8.15 per share. The related shares are considered to be issued as the loan is repaid by the holder. No reimbursement occurred as of September 30, 2007 therefore no decrease in the loans has been presented in the consolidated statement of cash flows as an issuance of common share for the six months ended September 30, 2007, in addition to the exercise price of stock options. There were no such loans outstanding as at September 30, 2008.

c) The following table summarizes the share purchase option activity for the six-month period ended September 30:

	2008	2007
	\$	\$
<b>Balance - Beginning of year</b>	<b>2,301</b>	2,803
Compensation expense related to stock options	<b>228</b>	249
Transfer of accumulated compensation cost upon exercise of stock options (note 5(b)(ii))	-	(150)
Transfer of accumulated compensation cost related to stock options vested but not exercised	<b>(346)</b>	(848)
<b>Balance - End of year</b>	<b>2,183</b>	<b>2,054</b>

### Stock-based compensation plan

The Company has a stock option plan as described in note 9 to the consolidated financial statements in the 2008 Annual Report.

During the six-month period ended September 30, 2008, the Company granted 175,000 stock options to certain directors and employees at a weighted average exercise price of \$5.89. The estimated fair value of the stock options issued under this grant amounts to \$279,769, and will be expensed over their vesting period which do not exceed three years.

For stock options granted to employees and directors, the fair value of share purchase options was estimated using the Black-Scholes option pricing model with the following assumptions:

	<b>Fiscal 2009</b>	<b>Fiscal 2008</b>
Risk-free interest rate	3.1%	4.2% to 4.7%
Expected life of options	3.0 to 5.0 years	3.0 to 5.0 years
Volatility	32.9%	33.6% to 33.9%
Dividend rate	Nil	Nil
Weighted average fair value of options granted per unit	\$1.60	\$3.27

d) Weighted average number of shares outstanding

The following table outlines the weighted average number of shares used in the calculations of the basic and diluted net earnings per share:

	<b>Three months ended</b>		<b>Six months ended</b>	
	<b>September 30,</b>		<b>September 30,</b>	
	<b>2008</b>	<b>2007</b>	<b>2008</b>	<b>2007</b>
<b>Weighted average number of shares outstanding</b>				
Basic	14,341	17,644	14,437	17,688
Dilutive effect of stock options	-	41	-	57
Dilutive effect of share purchase financing agreements	-	45	-	45
<b>Diluted</b>	<b>14,341</b>	<b>17,730</b>	<b>14,437</b>	<b>17,790</b>

Options to purchase 992,300 shares (2008 - 1,078,200) at a weighted average price of \$9.22 per share (2008 - \$9.87) were outstanding during the six-month period ending September 30, 2008, but were not included in the calculation of diluted earnings per share because the options' exercise price was greater than the average price of the shares.

## 6) Capital Disclosures

The Company's objectives in managing capital are to ensure sufficient liquidity to pursue its strategy of organic growth, to undertake selective acquisitions and to provide an appropriate return on investment to its shareholders. The Company's capital consists of long-term debt, shareholder's equity and deferred revenues, net of cash and cash equivalents and short-term investments. The Company's primary uses of capital are to finance non-cash working capital requirements, capital expenditures and business acquisitions. The Company has historically funded its needs from cash and short-term investments on hand and internally generated cash flows. In order to adjust its capital structure, the company may from time to time issue shares for cash or in connection with business acquisitions, repurchase shares or secure bank debt to fund capital expenditures or business acquisitions. There have been no changes in the company's objectives for managing capital or the definition thereof as compared to the previous year.

The Company is not subject to any externally imposed capital requirements and does not presently utilize any quantitative measures to monitor its capital.

## 7) Financial Risk Management

The Company, through its financial assets and liabilities is exposed to risks by virtue of its activities: market risk, including foreign currency risk and interest rate risk, credit risk and liquidity risk. The main objective of the Company's risk management process is to ensure that risks are properly identified and addressed to minimize potential adverse effects on financial performance.

Risk management is carried out by the finance department, which identifies and evaluates financial risks in close cooperation with management. The finance department is charged with the responsibility of establishing controls and procedures to ensure that financial risks are mitigated.

### Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations. Financial instruments, which potentially subject the Company to credit risk, consist principally of cash and cash equivalents, short-term investments and accounts receivable. The Company's cash is maintained at major financial institutions and its short-term investments consist mainly of commercial paper, bank notes and corporate bonds issued by high-quality credit issuers; therefore, the Company considers the risk of non-performance on these instruments to be remote.

The Company believes that its credit risk with respect to account receivable is limited based on past experience. The Company generally does not require collateral in connection with accounts receivable. Furthermore, the Company performs ongoing credit reviews of all its customers and establishes an allowance for doubtful accounts receivable when accounts are determined to be uncollectible.

The carrying value of the Company's trade accounts receivable is net of allowance for doubtful accounts. The changes in the allowance during the period are as follows:

	For the three months ended		For the six months ended		FY2008
	September 30, 2008	September 30, 2007	September 30, 2008	September 30, 2007	
Allowance for doubtful accounts	\$	\$	\$	\$	\$
Beginning of period	(398,118)	(360,124)	(360,228)	(422,510)	(422,510)
Charge for the period	(22,200)	(87,484)	(60,090)	(25,098)	62,282
End of period	(420,318)	(447,608)	(420,318)	(447,608)	(360,228)

The aging analysis of trade accounts receivables is as follows:

	<u>Current</u>	<u>31 - 60</u>	<u>61-90</u>	<u>Over 90</u>	<u>Total</u>
Accounts receivable	4,720,517 \$	340,062 \$	165,437 \$	1,147,766 \$	6,373,782 \$

There are no impairments or amounts past due other than those relating to the trade accounts receivable.

### Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Financial assets and financial liabilities with variable interest rate expose the Company to cash flow interest rate risk. The Company's cash and cash equivalents earn interest at market rate.

As at September 30, 2008, the Company's exposure to interest rate risk is on cash and cash equivalents for which the interests rates vary from 1.3% to 4.6%. For the period ended September 30, 2008, if interest rates at that date had been 0.5% higher or 0.5% lower, the impact on net earnings would have been insignificant.

Financial assets and financial liabilities that bear interest at fixed rates are subject to fair value interest rate risk. The Company is currently not exposed to interest rate risk, as the Company has no short-term investments and its long-term debt is not significant.

### Liquidity risk

Liquidity risk is the risk that the company will not be able to meet its obligations as they fall due. The Company is actually not exposed to liquidity risk, as the Company has sufficient cash and cash-equivalents to sustain its operations and anticipated investing and financing activities. The Company's financial liabilities, which consist of accounts payable, accrued liabilities and the current portion of the long-term debt are due within twelve months or less. The long-term debt is due within thirteen months.

### Foreign exchange risk

Foreign exchange risk is related to the Company's business transactions denominated in currencies other than Canadian dollars, primary US dollars. Foreign exchange risk arises from future sales and purchase transactions as well as recognized financial assets and liabilities denominated in foreign currencies.

The Company's main objective in managing its foreign exchange risk is to reduce variations in performance. In order to reduce the potentially negative effects of a fluctuating Canadian dollar, the Company has entered into foreign currency forward contracts to stabilize anticipated future revenues and purchase price payable denominated in US dollars. Foreign exchange contracts may only be entered into for purposes of managing foreign exchange risk and not for speculative purposes.

The balances in foreign currencies at September 30, 2008 are as follows:

	<b>U.S dollar</b>	<b>European</b>	<b>U.A.E.</b>	<b>Indian</b>	<b>China</b>
	<b>USD</b>	<b>Euro</b>	<b>dirham</b>	<b>rupee</b>	<b>yuan renminbi</b>
	<b>\$</b>	<b>\$</b>	<b>AED</b>	<b>INR</b>	<b>CNY</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Cash and cash equivalents	7,764,283	1,426	12,452,388	1,318,171	44,720
Cash held for the benefit of others	322,597	-	-	-	-
Accounts receivable	3,910,823	66,306	899,651	268,670	5,000
Accounts payable and accrued liabilities	(2,969,424)	-	(1,458,115)	(557,372)	(91,593)
Purchase price payable	(21,463)	-	-	-	-
	<b>9,006,816</b>	<b>67,732</b>	<b>11,893,924</b>	<b>1,029,470</b>	<b>(41,872)</b>

Based on the above net exposures as at September 30, 2008, and taking into account the foreign currency forward contract and assuming that all other variables remains constant, a 5% depreciation of the Canadian dollar or a 5% appreciation of the Canadian dollar against the various currencies would result in increase/(decrease) in net earnings as follows:

	U.S dollar <u>USD</u> \$	European <u>Euro</u> \$	U.A.E. dirham <u>AED</u> \$	Indian rupee <u>INR</u> \$	China yuan renminbi <u>CNY</u> \$
Canadian dollar appreciates 5%	(271,582)	(5,054)	(171,629)	(1,174)	324
Canadian dollar depreciates 5%	271,582	5,054	171,629	1,174	(324)

#### Financial instruments

Cash and cash equivalents, short-term investments, accounts receivable, accounts payable and accrued liabilities and purchase price payable are financial instruments whose fair values approximate their carrying values because of their short term to maturity.

#### 8) Comparative figures

Certain figures for fiscal 2008 have been reclassified in order to comply with the basis of presentation adopted in the current year.