

Wanted Technologies Corporation

Interim Consolidated Financial Statements

December 31, 2008

Notice from Management	2
Consolidated Financial Statements	
Earnings and Comprehensive Income	3
Deficit	4
Contributed surplus	4
Cash Flows	5
Balance Sheets	6
Notes to Financial Statements	7 to 15

NOTICE FROM MANAGEMENT

The attached consolidated financial statements have not been examined by the Company's external auditors.

Wanted Technologies Corporation

Consolidated Earnings and Comprehensive Income

	Three-month periods ended December 31,		Six-month periods ended December 31,	
	2008 (unaudited) \$	2007 (unaudited) \$	2008 (unaudited) \$	2007 (unaudited) \$
Revenues	1 610 643	1 428 657	3 021 180	2 876 646
Cost of goods sold	29 449	123 817	37 192	123 817
Margin	1 581 194	1 304 840	2 983 988	2 752 829
Expenses				
Research and development, net of tax credits	404 280	412 513	727 786	834 920
Marketing and selling	694 071	344 945	1 171 894	736 523
General and administrative	370 174	370 479	674 183	781 285
Amortization of intangible assets	52 311	52 311	104 623	104 623
Financial expenses, net amount	10 156	11 158	19 027	34 612
	1 530 992	1 191 406	2 697 513	2 491 963
Earnings before other revenue (expenses)	50 202	113 434	286 475	260 866
Other revenue (expenses):				
Exchange gain (loss)	122 761	(8 561)	171 117	(42 589)
Gain on disposal of property, plant and equipment	50	2 062	50	2 062
Earnings before income taxes	173 013	106 935	457 642	220 339
Income taxes	59 414		119 294	
Net earnings and Comprehensive Income	113 599	106 935	338 348	220 339
Basic and diluted net earnings per share (Note 17)	0,005	0,004	0,014	0,009

The accompanying notes are an integral part of the consolidated financial statements and Note 3 provides additional information on consolidated earnings.

Wanted Technologies Corporation
Consolidated Deficit
Consolidated Contributed Surplus

	Three-month periods ended December 31,		Six-month periods ended December 31,	
	2008 (unaudited) \$	2007 (unaudited) \$	2008 (unaudited) \$	2007 (unaudited) \$
DEFICIT				
Balance, beginning of period	(8 295 635)	(8 767 174)	(8 520 384)	(8 880 578)
Net earnings	113 599	106 935	338 348	220 339
Balance, end of period	(8 182 036)	(8 660 239)	(8 182 036)	(8 660 239)
CONTRIBUTED SURPLUS				
Balance, beginning of period	1 802 078	1 685 412	1 802 078	1 663 520
Stock options forfeited (Note 12)		13 606		35 498
Redemption of share discount (Note 11)	34 500		34 500	
Balance, end of period	1 836 578	1 699 018	1 836 578	1 699 018

The accompanying notes are an integral part of the consolidated financial statements.

Wanted Technologies Corporation

Consolidated Cash Flows

	Three-month periods ended December 31,		Six-month periods ended December 31,	
	2008 (unaudited) \$	2007 (unaudited) \$	2008 (unaudited) \$	2007 (unaudited) \$
OPERATING ACTIVITIES				
Net earnings	113 599	106 935	338 348	220 339
Non-cash items				
Amortization of property, plant and equipment	42 731	48 097	84 990	90 857
Amortization of intangible assets	52 311	52 311	104 623	104 623
Stock-based compensation	29 573	41 038	47 247	148 043
Gain on disposal of property, plant and equipment	(50)	(2 062)	(50)	(2 062)
Changes in working capital items (Note 4)	216 173	(382 166)	442 679	(594 405)
Cash flows from operating activities	454 337	(135 847)	1 017 837	(32 605)
INVESTING ACTIVITIES				
Acquisition of property, plant and equipment	(41 309)	(19 464)	(114 722)	(23 769)
Disposal of property, plant and equipment	50	2 062	50	2 062
Short-term investments	(246 033)		(249 029)	(385 000)
Business acquisition, net of cash				(179 680)
Cash flows from investing activities	(287 292)	(17 402)	(363 701)	(586 387)
FINANCING ACTIVITIES				
Long-term loan				750 000
Repayment of loans	(54 062)	(66 621)	(114 852)	(126 715)
Issuance of shares following the exercise of options		16 000		16 000
Repurchase of Class A shares	(32 250)		(32 250)	
Cash flows from financing activities	(86 312)	(50 621)	(147 102)	639 285
Net increase in cash	80 733	(203 870)	507 034	20 293
Cash, beginning of period	688 036	344 599	261 735	120 436
Cash, end of period	768 769	140 729	768 769	140 729

The accompanying notes are an integral part of the consolidated financial statements.

Wanted Technologies Corporation Consolidated Balance Sheets

	12-31-2008 (unaudited) \$	06-30-2008 (audited) \$
ASSETS		
Current assets		
Cash	768 769	261 735
Short-term investments (Note 5)	1 253 165	1 004 136
Trade accounts receivable and other receivables (Note 6)	778 829	1 114 907
Tax credits for a company registered at CNNTQ and for research and development receivable	317 564	197 883
Prepaid expenses	57 281	114 289
	<u>3 175 608</u>	<u>2 692 950</u>
Property, plant and equipment (Note 7)	573 669	543 937
Intangible assets (Note 8)	1 047 714	1 152 337
Goodwill	1 415 997	1 415 997
	<u>6 212 988</u>	<u>5 805 221</u>
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities	672 713	685 782
Deferred revenue	239 818	186 006
Income taxes payable	128 532	
Instalments on long-term debt (Note 10)	188 850	216 377
	<u>1 229 913</u>	<u>1 088 165</u>
Long-term debt (Note 10)	418 647	505 973
	<u>1 648 560</u>	<u>1 594 138</u>
SHAREHOLDERS' EQUITY		
Capital stock (Note 11)	10 690 212	10 756 962
Stock options (Note 12)	219 674	172 427
Contributed surplus	1 836 578	1 802 078
Deficit	(8 182 036)	(8 520 384)
	<u>4 564 428</u>	<u>4 211 083</u>
	<u>6 212 988</u>	<u>5 805 221</u>

The accompanying notes are an integral part of the consolidated financial statements.

Wanted Technologies Corporation

Notes to Consolidated Financial Statements

3 - INFORMATION INCLUDED IN CONSOLIDATED EARNINGS (Continued)

Following the departure of the Company's president and chief executive officer on March 31, 2008, the Company booked a severance premium of \$225,000. As at December 31, 2008, an amount of \$47,348 related to the severance premium is included in accounts payable and accrued liabilities (\$174,150 as at June 30, 2008).

4 - INFORMATION INCLUDED IN THE STATEMENT OF CONSOLIDATED CASH FLOWS

Changes in working capital items are as follows:

	Three-month periods ended December 31,		Six-month periods ended December 31,	
	2008 (unaudited)	2007 (unaudited)	2008 (unaudited)	2007 (unaudited)
	\$	\$	\$	\$
Accounts receivable and other receivables	201 234	(360 086)	336 078	(380 852)
Tax credits for a company registered at CNNTQ and for research and development receivable	(60 510)	(53 206)	(119 681)	(112 343)
Prepaid expenses	52 769	(833)	57 008	58 622
Accounts payable and accrued liabilities	(69 083)	41 336	(13 070)	(62 662)
Deferred revenue	23 111	(9 377)	53 812	(97 170)
Income taxes payable	68 652		128 532	
	<u>216 173</u>	<u>(382 166)</u>	<u>442 679</u>	<u>(594 405)</u>

Cash flows from interest on operating activities are as follows:

	Three-month periods ended December 31,		Six-month periods ended December 31,	
	2008 (unaudited)	2007 (unaudited)	2008 (unaudited)	2007 (unaudited)
	\$	\$	\$	\$
Interest paid	10 904	15 244	22 967	28 312

5 - SHORT-TERM INVESTMENTS

	12-31-2008 (unaudited)	06-30-2008 (audited)
	\$	\$
Banker's acceptances, 2.545%, maturing in February 2009, at cost (market value of \$754,570) (held-to-maturity investments)	749 029	500 000
Term deposit, 3.12% maturing in June 2009 (3.12% as at June 30, 2008) (financial assets held for trading)	504 136	504 136
	<u>1 253 165</u>	<u>1 004 136</u>

6 - TRADE ACCOUNTS RECEIVABLE AND OTHER RECEIVABLES

	12-31-2008 (unaudited)	06-30-2008 (audited)
	\$	\$
Loans and receivables		
Trade accounts receivable (a)	807 241	1 108 280
Allowance for credit losses (b)	(62 000)	(33 000)
	<u>745 241</u>	<u>1 075 280</u>
Other receivables	33 588	39 627
	<u>778 829</u>	<u>1 114 907</u>

Wanted Technologies Corporation

Notes to Consolidated Financial Statements

6 - TRADE ACCOUNTS RECEIVABLE AND OTHER RECEIVABLES (Continued)

(a) All of the trade and other receivables have been reviewed for indicators of impairment. Certain trade receivables were found to be impaired and an allowance for credit losses has been recorded accordingly. The impaired trade receivables mostly results from customers in the media market that are experiencing financial difficulties.

As of December 31, 2008, the aging of the unimpaired trade receivables is as follows:

	12-31-2008
	(unaudited)
	\$
Current	316 337
Past due 0-30 days	118 548
Past due 31-120 days	199 203
Past due over 121 days	111 153
Accounts receivable	745 241

As at December 31, 2008, the amounts receivable from two customers represented 32% (26% as at June 30, 2008) of total accounts receivable.

(b) The movement in the allowance for credit losses can be reconciled as follows:

	Three-month periods ended December 31,		Six-month periods ended December 31,	
	2008	2007	2008	2007
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
	\$	\$	\$	\$
Allowance for credit losses, beginning of period	40 000	16 000	33 000	10 000
Impairment recorded during the period	22 000	6 000	29 000	12 000
Allowance for credit losses, as at December 31	62 000	22 000	62 000	22 000

7 - PROPERTY, PLANT AND EQUIPMENT

	As at December 31, 2008 (unaudited)		
	Cost	Accumulated Amortization	Amortized cost
Furniture and equipment	156 791	111 486	45 305
Computer equipment	1 104 977	785 592	319 385
Software	112 151	91 176	20 975
Assets under capital leases - Computer equipment	355 100	167 096	188 004
	1 729 019	1 155 350	573 669

	As at June 30, 2008 (audited)		
	Cost	Accumulated Amortization	Amortized cost
Furniture and equipment	145 267	107 611	37 656
Computer equipment	1 001 779	741 356	260 423
Software	112 151	87 474	24 677
Assets under capital leases - Computer equipment	355 100	133 919	221 181
	1 614 297	1 070 360	543 937

Wanted Technologies Corporation

Notes to Consolidated Financial Statements

8 - INTANGIBLE ASSETS

	As at December 31, 2008 (unaudited)		
	Cost	Accumulated Amortization	Amortized cost
Client list	1 223 079	244 615	978 464
Non-competition agreements	138 502	69 252	69 250
	<u>1 361 581</u>	<u>313 867</u>	<u>1 047 714</u>

	As at June 30, 2008 (audited)		
	Cost	Accumulated Amortization	Amortized cost
Client list	1 223 079	163 076	1 060 003
Non-competition agreements	138 502	46 168	92 334
	<u>1 361 581</u>	<u>209 244</u>	<u>1 152 337</u>

9 - BANK LOAN

A Canadian bank loan of an authorized amount of \$500,000, bearing interest at the prime rate plus 1% (4.5%), is secured by the accounts receivable. The bank loan is renewable in October 2009 and is subject to certain restrictive covenants which, as at December 31, 2008, are not in default.

10 - LONG-TERM DEBT

	12-31-2008 (unaudited)	06-30-2008 (audited)
Term loan, 6.65%, secured by movable hypothec of \$750,000 on all assets of the Corporation, payable in monthly instalments of \$14,727, principal and interest, maturing in July 2010 (<i>other financial liabilities</i>). (a)	\$ 562 314	\$ 630 608
Obligation under capital leases, interest rates varying between 7.4 % and 10.6 %, payable in monthly instalments maturing on different dates until October 2009 (<i>other financial liabilities</i>).	45 183	91 742
	<u>607 497</u>	<u>722 350</u>
Instalments due within one year	188 850	216 377
	<u>418 647</u>	<u>505 973</u>

(a) The term loan agreement includes restrictive covenants. As at December 31, 2008, the Company is not in default of any of these restrictive covenants.

11 - CAPITAL STOCK

The Company's capital stock is as follows:

Authorized

Unlimited number of class "A" shares without par value, voting and participating

Unlimited number of class "B" shares without par value, non voting, non participating, issuable in series, the term of each serie being determined on the issue date

Issued and fully paid

The following table illustrates changes in the capital stock of the Company :

	12-31-2008 (unaudited)	06-30-2008 (audited)
	\$	\$
Balances as of December 31, 2008 and June 30, 2008 (24,161,326 shares)	10 756 962	10 756 962
Less:		
Treasury shares	66 750	
	<u>10 690 212</u>	<u>10 756 962</u>

Wanted Technologies Corporation

Notes to Consolidated Financial Statements

11 - CAPITAL STOCK (Continued)

In December 2008, the Company redeemed 150,000 Class A shares for a total redemption price of \$32,250. The difference between the redemption price and the carrying value, being \$34,500, has been applied to the contributed surplus. As at December 31, 2008, these shares were not cancelled.

12 - STOCK OPTION PLAN

Stock option plan

The Company has established a stock option plan for directors, executives, employees and consultants. All options granted under the plan may be exercised within a maximum of five years from the grant date. The Board of Directors will designate the beneficiaries and determine the number of class "A" shares subject to these options, the vesting period, exercise price, expiration date, acquisition terms and restrictions on the exercise of these options. The stock acquisition price must not be less than 75% of the closing price on the day prior to the date of grant of these options.

The maximum number of class "A" shares issued under the terms of the plan was established to 10% of the issued and outstanding shares of capital stock. The maximum number that may be granted to a director, officer and employee of the Company shall not exceed 5% of all the outstanding stock options. As for a consultant, the maximum shall not exceed 2%.

Vesting occurs in stages, i.e., 20% upon signing and the remaining 80% vests gradually at 20% per annum over a period of 48 months. For underwriter, vesting is upon the signing of contracts.

The following table presents information on stock options outstanding and exercisable as at December 31, 2008:

	Number of options outstanding	Weighted average exercise price \$	Stock options \$
As at June 30, 2008	1 515 000	0,46	172 427
Issued	325 000	0,40	
Stock-based compensation			47 247
As at December 31, 2008	<u>1 840 000</u>	<u>0,45</u>	<u>219 674</u>

The options outstanding as at December 31, 2008 are detailed as follows:

Outstanding and exercisable options			
Exercise Price \$	Number of options outstanding	Weighted average term	Number of options exercisable
0,20	130 000	6 months	130 000
0,40	1 375 000	37 months	530 000
0,76	335 000	43 months	134 000
	<u>1 840 000</u>		<u>794 000</u>

Wanted Technologies Corporation

Notes to Consolidated Financial Statements

13 - COMMITMENTS

The Company has entered into a long-term lease agreement expiring in September 2010, which calls for lease payments of \$208,725 for the rental of offices. The minimum lease payments for the next 12-month periods ending December 31 are \$119,271 in 2009, \$89,454 in 2010.

By virtue of an agreement signed on March 19, 2008, the company has committed to purchase, for re-sale, US\$243,750 of data and information from a vendor. Those purchases must be done over a fifteen month period ending June 30, 2009. As at December 31, 2008, the company has purchased US\$181,217 of data and information from that vendor.

14 - CAPITAL MANAGEMENT

The Company manages its capital with the objective to generate return to its shareholders. The Company aims at keeping a flexible financial structure with a ratio of debts that allows the Company to adequately sustain the daily operations and that will permit the Company to have access to the required sources of financing to continue its growth plan. The Company manages its capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may issue new shares or conclude new financing through debts.

The Company's capital is described to be the cash and short term investments, the shareholder's equity as well as the long term debt.

The Company's credit facilities include certain covenants affecting, among others ratios such as the working capital ratio, the interest coverage ratio and the debt-to-capital ratio. These ratios are closely monitored by Management and the Company is in compliance with the ratios as at December 31, 2008. Other than covenants related to its credit facilities, the Company is not subject to any other externally imposed capital requirements.

15 - FINANCIAL INSTRUMENTS, FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES AND FINANCIAL RISKS

Fair value

The following methods and assumptions were used to determine the estimated fair value of each class of financial instruments.

The fair value of the financial assets held for trading, the trade accounts receivable and other receivables and the accounts payable and accrued liabilities approximates their carrying amount given that they will mature shortly.

The fair value of the banker's acceptances is based on the published market price.

The fair value of the term loan and the obligations under capital leases is determined by discounting future cash flows using rates that the Company could use for loans with similar terms and conditions and maturity dates. The fair value of these long-term debts, assuming an interest rate of 7%, does not differ significantly from the carrying amount.

Financial risk management objectives and policies

The Company is exposed to various financial risks resulting from both its operation and its investment activities. The Company's management manages financial risks.

Exchange risk

The Company is exposed to exchange risks because of its sales in the United States.

As at December 31, 2008, the Company has accounts receivable denominated in U.S. dollars amounting to US\$629,060 (US\$974,126 as at June 30, 2008), accounts payable denominated in U.S. dollars amounting to US\$116,305 (US\$122,931 as at June 30, 2008) and cash denominated in U.S. dollars amounting to US\$312,656 (US\$188,081 as at June 30, 2008).

A five (5) cent increase or decrease in the exchange rate of the Canadian dollar compared to the U.S. dollar, assuming that all other variables are constant, would have resulted in a \$32,000 increase or decrease in the Company's net earnings for the three-month period ended December 31, 2008.

Wanted Technologies Corporation

Notes to Consolidated Financial Statements

15 - FINANCIAL INSTRUMENTS, FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES AND FINANCIAL RISKS (Continued)

Credit risk

The Company's maximum exposure to credit risk is limited to the carrying amount of financial assets recognized at the reporting date.

The Company's credit risk exposure, as at December 31, 2008, is detailed as follows:

	\$
Cash	768 769
Short-term investments	1 253 165
Trade accounts receivable and other receivables	778 829

The Company's management considers that all the above financial assets that are not impaired are of good credit quality.

In the normal course of its operations, the Company evaluates the financial condition of its customers on an ongoing basis and reviews the credit history of any new customer.

As at December 31, 2008, the Company had, with a well-known financial institution, \$647,702 in cash (\$230,216 as at June 30, 2008), \$749,029 in banker's acceptance (\$500,000 as at June 30, 2008) and a term deposit of \$504,136 (\$504,136 as at June 30, 2008). Management considers this financial institution to be low risk of loss.

Interest rate risk

The Company's exposure to the interest rate risk is detailed as follows:

The term deposit, the banker's acceptances, the term loan and the obligations under capital leases bear interest at a fixed rate and the Company is, therefore, exposed to the risk of changes in fair value resulting from interest rate fluctuations.

The bank loan bears interest at a variable rate and the Company is, therefore, exposed to the cash flow risks resulting from interest rate fluctuations.

Management considers that fluctuations of the interest rates would not have a material impact on the results of the Company.

Liquidity risk

The Company manages its liquidity needs by carefully monitoring scheduled debt servicing payments for long-term financial liabilities as well as forecast cash inflows and outflows due in day-to-day business. The Company establishes budget and cash estimates to ensure it has the necessary funds to fulfil its obligations.

As at December 31, 2008, the Company's liabilities have contractual maturities (including interest payments where applicable) as summarized below:

	Less than 1 year	1- 2 years
	\$	\$
Term loan	176 728	456 548
Obligations under capital leases	46 618	
Accounts payable and accrued liabilities	672 713	
	<u>896 059</u>	<u>456 548</u>

Wanted Technologies Corporation

Notes to Consolidated Financial Statements

16 - SEGMENTED INFORMATION

The Company reviewed its operations and established that it operates in only one reportable industry segment.

Geographic

The Company's sales in Canada and the U.S. are broken down as follows:

	Three-month periods ended December 31,		Six-month periods ended December 31,	
	2008 (unaudited)	2007 (unaudited)	2008 (unaudited)	2007 (unaudited)
	\$	\$	\$	\$
Canada	78 296	84 245	188 377	162 881
United States	1 532 347	1 344 412	2 832 803	2 713 765
	<u>1 610 643</u>	<u>1 428 657</u>	<u>3 021 180</u>	<u>2 876 646</u>

Revenues are attributed based on the country of domicile of the client.

	12-31-2008	06-30-2008
	(unaudited)	(audited)
	\$	\$
Canada	540 470	500 369
United States	33 199	43 568
	<u>573 669</u>	<u>543 937</u>

17 - NET EARNINGS PER SHARE

The following table compares earnings per share with diluted earnings per share:

	Three-month periods ended December 31,		Six-month periods ended December 31,	
	2008 (unaudited)	2007 (unaudited)	2008 (unaudited)	2007 (unaudited)
	\$	\$	\$	\$
Numerator				
Net earnings	113 599	106 935	338 348	220 339
Denominator				
Weighted average number of shares outstanding	24 118 391	24 147 848	24 139 859	24 097 957
Dilutive effect of stock options (a)	12 623	388 094	37 952	490 962
Weighted average number of diluted shares outstanding	<u>24 131 014</u>	<u>24 535 942</u>	<u>24 177 811</u>	<u>24 588 919</u>
Net earnings per share				
Basic	0,005	0,004	0,014	0,009
Diluted	0,005	0,004	0,014	0,009

(a) Securities that were not included in the calculation of diluted earnings per share given their antidilutive effect, entitled the underwriters to purchase the following number of class "A" shares:

Stock options (i)	1 710 000	810 000	1 710 000	810 000
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(i) All of the 1,710,000 (760,000 as at December 31, 2007) stock options were outstanding as at December 31, 2008.

Wanted Technologies Corporation

Notes to Consolidated Financial Statements

18 - EFFECT OF NEW ACCOUNTING STANDARDS NOT YET IMPLEMENTED

Goodwill and Intangible Assets

In February 2008, the CICA published new Section 3064, "Goodwill and Intangible Assets", to replace Section 3062, "Goodwill and Other Intangible Assets". Publication of this new section resulted in the withdrawal of Section 3450, "Research and Development Costs", as well as a number of consequential amendments to certain recommendations of the *CICA Handbook*. The new section establishes standards for the recognition, measurement, presentation and disclosure of goodwill and intangible assets by profit-oriented enterprises. This new section is effective for fiscal years beginning on or after October 1, 2008 and the Company will implement it as of July 1, 2009. The Company's management is not able to assess the impact that application of this new section will have on the financial statements.

19 - COMPARATIVE FIGURES

Certain comparative figures presented for the three-month and six-month periods ended December 31, 2007 have been reclassified to conform with the presentation adopted for the three-month and six-month periods ended December 31, 2008.