

Wanted Technologies Corporation

Interim Consolidated Financial Statements

September 30, 2009

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 September 30,	
	2009	2008
	<u>(unaudited)</u>	<u>(unaudited)</u>
	\$	\$
Revenues		
Cost of goods sold	1 135 462	1 410 537
Gross margin	<u>243</u>	<u>7 743</u>
	1 135 219	1 402 794
Expenses		
Research and development, net of tax credits	338 853	323 506
Marketing and selling	409 631	477 823
Administrative	247 034	304 009
Amortization of intangible assets	40 770	52 312
Financial expenses, net amount	<u>9 782</u>	<u>8 871</u>
	1 046 070	1 166 521
Earnings before other revenue (expenses) and income taxes	89 149	236 273
Other revenue (expenses)		
Exchange gain (loss)	<u>(66 855)</u>	<u>48 356</u>
Earnings before income taxes	22 294	284 629
Income taxes	<u>(16 520)</u>	<u>(59 880)</u>
Net earnings and comprehensive income	<u>5 774</u>	<u>224 749</u>
Basic and diluted net earnings per share (Note 17)	0,0002	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 September 30,	
	2009	2008
	<u>(unaudited)</u>	<u>(unaudited)</u>
	\$	\$
<i>DEFICIT</i>		
Balance, beginning of period	(7 951 576)	(8 520 384)
Net earnings	5 774	224 749
Balance, end of period	<u>(7 945 802)</u>	<u>(8 295 635)</u>
<i>CONTRIBUTED SURPLUS</i>		
Balance, beginning of period	1 836 578	1 802 078
Stock options forfeited (Note 12)	10 023	
Balance, end of period	<u>1 846 601</u>	<u>1 802 078</u>

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

Wanted Technologies Corporation

Consolidated Cash Flows

	Three-month periods ended September 30,	
	2009 (unaudited) \$	2008 (unaudited) \$
OPERATING ACTIVITIES		
Net earnings	5 774	224 749
Non-cash items		
Amortization of property, plant and equipment	45 783	42 259
Amortization of intangible assets	40 770	52 312
Stock-based compensation	20 489	17 674
Changes in working capital items (Note 4)	(89 742)	226 506
Cash flows from operating activities	23 074	563 500
INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(9 974)	(73 413)
Acquisition of temporary investments		(2 996)
Cash flows from investing activities	(9 974)	(76 409)
FINANCING ACTIVITIES		
Repayment of debts	(52 648)	(60 790)
Cash flows from financing activities	(52 648)	(60 790)
Net increase (decrease) in cash	(39 548)	426 301
Cash, beginning of period	1 742 970	261 735
Cash, end of period	1 703 422	688 036

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

Wanted Technologies Corporation

Consolidated Balance Sheets

	2009-09-30	2009-06-30
	(unaudited)	(audited)
	\$	\$
ASSETS		
Current assets		
Cash	1 703 422	1 742 970
Temporary investments (Note 5)	519 865	519 865
Trade accounts receivable and other receivables (Note 6)	762 055	819 938
Research and development tax credits receivable for a company registered at CNNTQ	290 950	234 051
Prepaid expenses	117 262	127 617
	3 393 554	3 444 441
Property, plant and equipment (Note 7)	559 923	500 733
Intangible assets (Note 8)	856 155	896 925
Goodwill	1 415 997	1 415 997
	6 225 629	6 258 096
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities	677 809	568 631
Deferred revenue	91 046	242 661
Income taxes payable	45 800	104 444
Instalments on long-term debt (Note 10)	547 430	162 857
	1 362 085	1 078 593
Long-term debt (Note 10)	880	343 102
	1 362 965	1 421 695
SHAREHOLDERS' EQUITY		
Capital stock (Note 11)	10 690 212	10 690 212
Stock options (Note 12)	271 653	261 187
Contributed surplus	1 846 601	1 836 578
Deficit	(7 945 802)	(7 951 576)
	4 862 664	4 836 401
	6 225 629	6 258 096

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

Wanted Technologies Corporation

Notes to Consolidated Financial Statements

4 - INFORMATION INCLUDED IN THE STATEMENT OF CONSOLIDATED CASH FLOWS

Changes in working capital items are detailed as follows:

	Three-month periods ended September 30,	
	2009	2008
	(unaudited)	(unaudited)
	\$	\$
Trade accounts receivable and other receivables	57 883	134 844
Tax credits for a company registered at CNNTQ relating to and for research and development receivable	(56 899)	(59 171)
Prepaid expenses	10 355	4 239
Accounts payable and accrued liabilities	109 178	56 013
Deferred revenue	(151 615)	30 701
Income taxes payable	(58 644)	59 880
	<u>(89 742)</u>	<u>226 506</u>

Cash flows relating to interest from operating activities are detailed as follows:

	Three-month periods ended September 30,	
	2009	2008
	(unaudited)	(unaudited)
	\$	\$
Interest paid	8 222	12 063

5 - TEMPORARY INVESTMENTS

	2009-09-30	2009-06-30
	(unaudited)	(audited)
	\$	\$
Term deposit, 0.47% maturing in June 2010 (0.47% as at June 30, 2009)	519 865	519 865
	<u>519 865</u>	<u>519 865</u>

6 - TRADE ACCOUNTS RECEIVABLE AND OTHER RECEIVABLES

	2009-09-30	2009-06-30
	(unaudited)	(audited)
	\$	\$
Trade accounts receivable (a)	849 999	924 071
Allowance for doubtful accounts (b)	(99 168)	(110 940)
	750 831	813 131
Other receivables	11 224	6 807
	<u>762 055</u>	<u>819 938</u>

Wanted Technologies Corporation

Notes to Consolidated Financial Statements

6 - TRADE ACCOUNTS RECEIVABLE AND OTHER RECEIVABLES (Continued)

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

As of September 30, the aging of the trade accounts receivable is as follows:

	30-09-2009
	(unaudited)
	\$
Current	355 428
Past due 0-30 days	98 608
Past due 31-120 days	279 038
Past due over 121 days	17 756
Unimpaired trade accounts receivable	750 831

As at September 30, 2009, the amounts receivable from two customers represented 39% (36% as at June 30, 2009) of total trade accounts receivable.

(b) The movement in the allowance for doubtful accounts can be reconciled as follows:

	Three-month periods ended September 30,	
	2009	2008
	(unaudited)	(unaudited)
	\$	\$
Balance, beginning of period	110 940	33 000
Increase in the allowance during the period	2 168	7 000
Amounts written off during the period	(2 366)	
Amounts recovered during the period	(2 818)	
Variation from exchange rates during the period	(8 756)	
Allowance for doubtful accounts, as at September 30	99 168	40 000

7 - PROPERTY, PLANT AND EQUIPMENT

	As at September 30, 2009 (unaudited)		
	Cost	Accumulated Amortization	Amortized cost
Furniture and equipment	160 065	117 457	42 608
Computer equipment	1 126 763	857 948	268 815
Software	112 151	96 173	15 978
Assets under capital leases - Computer equipment	450 099	217 577	232 522
	1 849 078	1 289 155	559 923

	As at June 30, 2009 (audited)		
	Cost	Accumulated Amortization	Amortized cost
Furniture and equipment	156 790	115 329	41 461
Computer equipment	1 120 064	832 893	287 171
Software	112 151	94 877	17 274
Assets under capital leases - Computer equipment	355 100	200 273	154 827
	1 744 105	1 243 372	500 733

During the three-month period ended September 30, 2009, the Company acquired \$94,999 in property, plant and equipment by way of capital leases.

Wanted Technologies Corporation

Notes to Consolidated Financial Statements

8 - INTANGIBLE ASSETS

	As at September 30, 2009 (unaudited)		
	Cost	Accumulated Amortization	Amortized cost
	Client list	1 223 079	366 924

	As at June 30, 2009 (audited)		
	Cost	Accumulated Amortization	Amortized cost
	Client list	1 223 079	326 154
Non-competition agreements	138 502	138 502	
	1 361 581	464 656	896 925

9 - BANK LOAN

A Canadian bank loan of an authorized amount of \$500,000, bearing interest at the prime rate plus 1% (3,25%), is secured by the accounts receivable. The bank loan is renewable in October 2009 and is subject to certain restrictive covenants as at June 30, 2009, which were not in default.

10 - LONG-TERM DEBT

	2009-09-30 (unaudited)	2009-06-30 (audited)
Term loan, 6.65%, secured by movable hypothec of \$750,000 on all of the Company's assets, payable in monthly instalments of \$14,727, principal and interest, maturing in July 2010 (a)	\$ 455 461	\$ 491 613
Obligation under capital leases, interest rate varying between 0 % and 7.4 %, payable in monthly instalments maturing on different dates until October 2010	92 849	14 346
Instalments due within one year	548 310 547 430	505 959 162 857
	880	343 102

(a) The credit agreement includes restrictive covenants calculated on the base of the annual financial statements. As at June 30, 2009, these restrictive covenants were in compliance.

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, issued in series, the term of each serie to be determined on the issue date

Issued and fully paid

The following table presents the changes in the Company's capital stock :

	Number of Class 'A' shares	Amount \$
Balances as at September 30, 2009 and as at June 30, 2009	24 011 326	10 690 212

Wanted Technologies Corporation

Notes to Consolidated Financial Statements

12 - STOCK OPTION PLAN

Stock option plan

The Company has established a stock option plan for directors, officers, 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 designates the beneficiaries and determines 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 share acquisition price must not be less than 75% of the closing price on the day prior to the date of grant of these shares.

The maximum number of class "A" shares issued under the terms of the plan was established to 10% of the issued and outstanding class "A" shares. The maximum number that may be granted to a director, officer or employee of the Company cannot exceed 5% of all the outstanding class "A" shares. As for a consultant, the maximum cannot 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 underwriters, vesting is upon the signing of contracts.

The following table presents information on stock options outstanding and exercisable as at September 30, 2009:

	Number of options outstanding	Weighted average exercise price \$	Stock options \$
As at June 30, 2009	1 890 000	0,45	261 187
Forfeited during the period	(130 000)	0,20	(10 023)
Stock-based compensation			20 489
As at September 30, 2009	<u>1 760 000</u>	<u>0,47</u>	<u>271 653</u>

The options outstanding as at September 30, 2009 are detailed as follows:

Outstanding and exercisable options			
Exercise Price \$	Number of options outstanding	Weighted average term	Number of options exercisable
0,40	1 425 000	29 months	805 000
0,76	335 000	34 months	176 000
	<u>1 760 000</u>		<u>981 000</u>

13 - COMMITMENTS

The Company has entered into a long-term lease agreement expiring in September 2010, which calls for lease payments of \$121,571 for the rental of offices. The minimum lease payments for the next twelve-month period ending September 30, 2010 are \$121,571.

Pursuant to an agreement signed on June 29, 2009, the Company has committed to purchase, for resale, US\$185,000 of data and information from a vendor. These purchases must be concluded over an eighteen-month period ending December 25, 2010. As at September 30, 2009, the Company had purchased US\$222 of data and information from that vendor.

Wanted Technologies Corporation

Notes to Consolidated Financial Statements

14 - CAPITAL MANAGEMENT

The Company manages its capital with the objective to provide returns 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 risk characteristics of the underlying assets. In order to adjust its capital structure, the Company may issue new shares or conclude new financing through

The Company's capital is described to be shareholder's equity and long-term debt, less cash and temporary investments.

The Company's credit facilities include, calculated on the base of the annual financial statements, certain restrictive covenants affecting, among others, ratios such as the working capital ratio, the debt coverage ratio and the debt-to-capital ratio. These ratios are closely monitored by management and were in compliance as at June 30, 2009. Other than covenants related to its credit facilities, the Company is not subject to any other externally imposed capital requirements.

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

Risk management objectives and policies

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

Financial risks

The various financial risks the Company is exposed to and the financial risk management policies are detailed below:

Exchange risk

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

As at September 30, 2009, the Company has trade accounts receivable denominated in U.S. dollars amounting to US\$780,966 (US\$790,211 as at June 30, 2009), accounts payable denominated in U.S. dollars amounting to US\$467,943 (US\$272,968 as at June 30, 2009) and cash denominated in U.S. dollars amounting to US\$332,145 (US\$217,497 as at June 30, 2009). Moreover, the agreement with a vendor (Note 13) exposes the Company to exchange risk.

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 \$26,000 increase or decrease in the Company's net earnings for the three-month period ended September 30, 2009. These variations have been chosen because they have been considered as reasonably possible according to observations and the economic situation.

The Company does not use derivative instruments to reduce its exchange risk exposure.

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 September 30, 2009, is detailed as follows:

	\$
Cash	1 703 422
Temporary investments	519 865
Trade accounts receivable and other receivables	762 055

Wanted Technologies Corporation

Notes to Consolidated Financial Statements

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

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.

As at September 30, 2009, the Company had with a well-known financial institution, \$1,485,205 in cash (\$1,629,125 as at June 30, 2009) and temporary investments of \$519,865 (\$519,865 as at June 30, 2009). Management considers this financial institution to be at low risk of loss.

Interest rate risk

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

The term deposit, 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 5% fluctuations of the interest rates would not have a material impact on the results of the Company. These variations have been chosen because they have been considered as reasonably possible according to observations and the economic situation.

The Company does not use derivative instruments to reduce its interest rate risk exposure.

Liquidity risk

The Company manages its liquidity needs by following up regularly on expected payments allotted to debt service, as well as on cash expenditures as part of its daily activities. The Company establishes budget and cash estimates to ensure it has the necessary funds to fulfil its obligations.

As at September 30, 2009, the Company's liabilities have contractual maturities as summarized below:

	Less than 1 year	1- 2 years
Term loan	455 461	
Obligations under capital leases	91 969	880
Accounts payable and accrued liabilities	677 809	
	<u>1 225 239</u>	<u>880</u>

Wanted Technologies Corporation

Notes to Consolidated Financial Statements

16 - SEGMENTED INFORMATION

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

Geographic

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

	Three-month periods ended September 30,	
	2009 (unaudited)	2008 (unaudited)
	\$	\$
Canada	59 900	110 081
United States	1 075 562	1 300 456
	<u>1 135 462</u>	<u>1 410 537</u>

Revenues are attributed to various countries based on the country of domicile of the client.

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

	As at September 30, 2009 (unaudited)		
	Property, plant and equipment	Intangible assets	Goodwill
	\$	\$	\$
Canada	539 006		
United States	20 917	856 155	1 415 997
	<u>559 923</u>	<u>856 155</u>	<u>1 415 997</u>
	As at June 30, 2009 (audited)		
	Property, plant and equipment	Intangible assets	Goodwill
	\$	\$	\$
Canada	477 872		
United States	22 861	896 925	1 415 997
	<u>500 733</u>	<u>896 925</u>	<u>1 415 997</u>

17 - NET EARNINGS PER SHARE

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

	Three-month periods ended September 30,	
	2009 (unaudited)	2008 (unaudited)
	\$	\$
Numerator		
Net earnings	5 774	224 749
Denominator		
Weighted average number of shares outstanding	24 011 326	24 161 326
Dilutive effect of stock options (a)	189	54 289
Weighted average number of diluted shares outstanding	<u>24 011 515</u>	<u>24 215 615</u>
Net earnings per share		
Basic	0,0002	0,009
Diluted	0,0002	0,009

(a) 1,760,000 stock options (1,385,000 as at September 30, 2008) were not included in the calculation of diluted earnings per share, given their antidilutive effect. Each stock option entitled its holder to purchase one class "A" share. All of these 1,760,000 stock options (1,385,000 as at September 30, 2008) were outstanding at the end of the period.

Wanted Technologies Corporation

Notes to Consolidated Financial Statements

18 - FINANCIAL INSTRUMENTS

Fair value of financial instruments

The fair value of the term deposit is determined by discounting future cash flows using rates that the Company could use for investments with similar terms and conditions and maturity dates. The fair value of this term deposit, assuming an interest rate of 0.29%, does not differ significantly from the carrying amount.

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 this long-term debt, assuming an interest rate of 7%, does not differ significantly from the carrying amount.

Summary of financial assets and liabilities per class

The carrying amount of the Company's financial assets and liabilities, as recognized on the balance sheets, may be classified as shown in the following table:

	2009-09-30	2009-06-30
	(unaudited)	(audited)
	\$	\$
Current assets		
Held-for-trading financial assets		
Cash	1 703 422	1 742 970
Financial assets designated as held for trading		
Temporary investments - term deposit	519 865	519 865
Loans and receivables		
Trade accounts receivable and other receivables	762 055	819 938
	<u>2 985 342</u>	<u>3 082 773</u>
Current liabilities		
Other financial liabilities		
Accounts payable and accrued liabilities	677 809	568 631
Long-term liabilities		
Other financial liabilities		
Long-term debt	548 310	505 959

19 - EFFECT OF NEW ACCOUNTING STANDARDS NOT YET IMPLEMENTED

Business combinations

In January 2009, the CICA published Section 1582, "Business Combinations", that replaces Section 1581 of the same title. On the same date, the CICA also published new Sections 1601, "Consolidated Financial Statements", and 1602, "Non-controlling Interests". These two new sections replace Section 1600, "Consolidated Financial Statements".

The objective of Section 1582 is to improve the relevance, reliability and comparability of the information that a reporting entity provides in its financial statements about a business combination and its effects. Section 1601 establishes standards for the preparation of consolidated financial statements following a business combination that involves a purchase of an equity interest by one company in another. Section 1602 establishes standards for accounting for a non-controlling interest in a subsidiary in consolidated financial statements subsequent to a business combination.

Section 1582 must be applied to business combinations for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after January 1, 2011 and Sections 1601 and 1602 are effective for fiscal years beginning on or after January 1, 2011. The Company will apply these new sections as of July 1, 2011. The Company's management is not able to measure the impact that the application of these new standards will have on the financial statements.