



PRESS RELEASE

For Immediate Distribution

**GROWTH OF RECURRING REVENUE
IN CANADA AND THE UNITED STATES**

Montréal, May 12, 2010 – Logibec Groupe Informatique Ltd. (TSX: LGI) announced today the results of its quarter ended March 31, 2010. All monetary amounts are expressed in Canadian dollars.

HIGHLIGHTS

QUARTER ENDED MARCH 31, 2010

- Total revenue for the quarter ended March 31, 2010, stands at \$18.4 million compared to \$19.7 million for the same quarter in the previous fiscal year. This 6% decrease can be explained by a stronger Canadian dollar.
- Recurring revenue in Canada up 5% for the second quarter of fiscal year 2010 to stand at \$7.6 million.
- Recurring revenue in the United States, in U.S. dollars, up 6% for the second quarter to stand at US\$8.9 million.
- Operating margin increased to 37% of total revenue for the second quarter compared to 35% for the second quarter in the previous fiscal year.
- Net earnings of \$2.6 million for the second quarter, or \$0.29 per share, compared to net earnings of \$2.2 million, or \$0.24 per share, for the same quarter in the previous year.

SIX-MONTH PERIOD ENDED MARCH 31, 2010

- For the six-month period ended March 31, 2010, revenue stood at \$36.3 million compared to \$38.4 million for the same period in 2009. This 6% decrease can be explained by a stronger Canadian dollar.
- Recurring revenue in Canada up 9% for the six-month period to stand at \$15.2 million.
- Recurring revenue in the United States, in U.S. dollars, up 6% for the six-month period to stand at US\$17.8 million.
- Operating margin increased to 36% of total revenue for the six-month period compared to 34% for the same period in 2009.
- Net earnings of \$4.6 million for the six-month period, or \$0.51 per share, compared to net earnings of \$4.6 million, or \$0.48 per share, for the same quarter in the previous year.
- Closing of two out of five offices in the United States in December 2009, namely those in Smithfield, Virginia, and Tampa, Florida, resulting in a one-time charge of \$0.5 million in the first quarter.

OPERATING RESULTS

This report compares the operating results for the quarter and six-month period ended March 31, 2010, with those of the quarter and six-month period ended March 31, 2009.

REVENUE

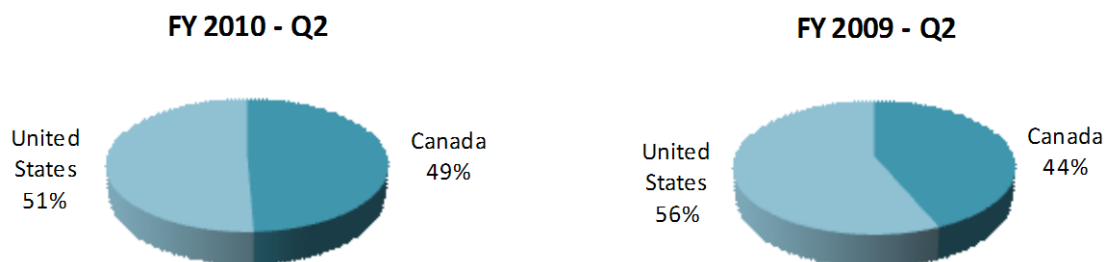
The business model adopted by the Company focuses on growth in recurring revenue. This revenue is derived primarily from right to use licenses, maintenance and support services, software hosting services as well as from perpetual licenses and professional implementation services recognized on a straight-line basis over the term of the related agreements. Consequently, all other revenue is non-recurring.

The Company's activities are divided into two segments that are defined by geography and by the nature of the markets served. The Canadian segment specializes in the development, marketing, implementation and support of information systems for the health and social services sector in Canada. Healthcare in Canada is publicly funded and administered on a provincial or territorial basis. As such, the Company's Canadian customers are predominantly government-funded entities.

The U.S. segment specializes in the same activities, but for information systems for the eldercare sector in the United States, which is primarily managed by private enterprise. American customers are divided into for-profit and not-for-profit entities.

For the second quarter of fiscal year 2010, revenue from American activities represented 51% of consolidated revenue compared to 56% of consolidated revenue for the same quarter in the previous fiscal year. This decrease is explained primarily by a stronger Canadian dollar relative to the U.S. dollar.

SEGMENT REVENUE



Revenue for the second quarter of fiscal year 2010 stood at \$18.4 million, representing a decrease of 6%, compared to \$19.7 million for the same quarter in the previous fiscal year. This decrease is explained primarily by a stronger Canadian dollar relative to the U.S. dollar.

| <i>in thousands of Canadian dollars</i> | Q2-2010 | Q2-2009 | Variance | | Q2-2010 | Q2-2009 |
|---|----------------|---------|----------|------|----------------|--------------|
| | \$ | \$ | \$ | % | % of revenue | % of revenue |
| Recurring revenue | | | | | | |
| Canada | 7,571 | 7,236 | 335 | 5% | 83% | 84% |
| United States | 9,267 | 10,465 | (1,198) | -11% | 99% | 94% |
| | 16,838 | 17,701 | (863) | -5% | 91% | 90% |
| Non-recurring revenue | | | | | | |
| Canada | 1,528 | 1,346 | 182 | 14% | 17% | 16% |
| United States | 63 | 630 | (567) | -90% | 1% | 6% |
| | 1,591 | 1,976 | (385) | -19% | 9% | 10% |
| Total revenue | | | | | | |
| Canada | 9,099 | 8,582 | 517 | 6% | 49% | 44% |
| United States | 9,330 | 11,095 | (1,765) | -16% | 51% | 56% |
| | 18,429 | 19,677 | (1,248) | -6% | 100% | 100% |

Revenue for the six-month period ended March 31, 2010, stood at \$36.3 million, representing a decrease of 6% compared to \$38.4 million for the same period in the previous fiscal year. This decrease is explained primarily by a stronger Canadian dollar relative to the U.S. dollar.

| <i>in thousands of Canadian dollars</i> | Six-months | Six-months | Variance | | Six-months | Six-months |
|---|-------------------|------------|----------|------|-------------------|--------------|
| | 2010 | 2009 | \$ | % | 2010 | 2009 |
| | \$ | \$ | \$ | % | % of revenue | % of revenue |
| Recurring revenue | | | | | | |
| Canada | 15,207 | 13,980 | 1,227 | 9% | 87% | 85% |
| United States | 18,631 | 20,678 | (2,047) | -10% | 99% | 94% |
| | 33,838 | 34,658 | (820) | -2% | 93% | 90% |
| Non-recurring revenue | | | | | | |
| Canada | 2,366 | 2,480 | (114) | -5% | 13% | 15% |
| United States | 108 | 1,303 | (1,195) | -92% | 1% | 6% |
| | 2,474 | 3,783 | (1,309) | -35% | 7% | 10% |
| Total revenue | | | | | | |
| Canada | 17,573 | 16,460 | 1,113 | 7% | 48% | 43% |
| United States | 18,739 | 21,981 | (3,242) | -15% | 52% | 57% |
| | 36,312 | 38,441 | (2,129) | -6% | 100% | 100% |

Revenue from Canadian activities

Revenue from Canadian activities for the second quarter of fiscal year 2010 stood at \$9.1 million, representing an increase of 6% compared to \$8.6 million for the same quarter in the previous fiscal year. Recurring revenue from Canadian activities increased 5% to stand at \$7.6 million.

Revenue from Canadian activities for the six-month period ended March 31, 2010, stood at \$17.6 million compared to \$16.5 million for the same period in 2009, representing an increase of 7%. Recurring revenue from Canadian activities for this period increased 9%.

For the quarter and year-to-date period – giving the highly recurring nature of our quarterly revenue – the increase in recurring revenue was attributable to the implementation during the last year of several new modules for existing clients and installations of new clients using the clinical administrative, financial and HRM/payroll solutions thus generating contracts for annual right to use licenses, software maintenance and support. The increase in recurring revenue is also due to the annual indexing clause on April 1st of each year in the Company's contracts with its Canadian clients.

As at March 31, 2010, the Canadian segment had \$3.0 million in current deferred revenue (\$14.5 million as at September 30, 2009) and \$3.6 million in long-term deferred revenue (\$3.5 million as at September 30, 2009). A significant portion of the Company's recurring revenue is invoiced annually on April 1st, which explains the fluctuations in current deferred revenue. Deferred revenue, as well as the related costs, is recognized over the term of the related agreements.

Revenue from American activities

Revenue from American activities for the second quarter of fiscal year 2010 stood at \$9.3 million, representing a 16% decrease compared to \$11.1 million for the same quarter in the previous fiscal year.

Revenue from American activities for the six-month period ended March 31, 2010, stood at \$18.7 million compared to \$22.0 million for the same period in 2009, representing a decrease of 15%.

For the quarter and year-to-date period – giving the highly recurring nature of our quarterly revenue –, the decrease in recurring revenue from American activities is explained solely by a stronger Canadian dollar relative to the U.S. dollar. The Company bills its American customers in U.S. dollars. For the three-month and six-month periods ended March 31, 2010, the Canadian dollar was stronger than the U.S. currency whereas it was lower for the same periods in the previous fiscal year. The Company therefore converted its recurring revenue from American activities at a lower average rate than the rate used in the same periods of the previous fiscal year. The strong Canadian dollar is therefore the sole factor that explains the decrease in recurring revenue from American activities for the quarter.

| | Q2-2010 | Q2-2009 |
|---|---------|---------|
| <i>in thousands of dollars</i> | \$ | \$ |
| United States recurring revenue in U.S. dollars | 8,901 | 8,404 |
| Average conversion rates | 1.04 | 1.25 |
| United States recurring revenue in Canadian dollars | 9,267 | 10,465 |

| | Six-months 2010 | Six-months 2009 |
|---|--------------------|--------------------|
| <i>in thousands of dollars</i> | \$ | \$ |
| United States recurring revenue in U.S. dollars | 17,765 | 16,825 |
| Average conversion rates | 1.05 | 1.23 |
| United States recurring revenue in Canadian dollars | 18,631 | 20,678 |

In U.S. dollars, recurring revenue from American activities increased by 6% for the three-month and six-month periods ended March 31, 2010. This increase is due to several new implementations over the last few months, in particular for the MDI Achieve MatrixTM, QuickCare and OLA solutions.

For the quarter and year-to-date period, non-recurring revenue from American activities decreased by over 90%. Besides the strong Canadian dollar, non-recurring revenue from American activities was subject to changes in its revenue recognition method. Since June 2009, the Company has been deferring revenue from perpetual licenses and professional implementation services derived from its flagship product MDI Achieve MatrixTM and from PathLinks as well as their related costs in order to recognize them over the term of the related agreements, which is generally 36 months. During the first six months of the previous fiscal year, this revenue was fully recognized during the quarter when the related services were provided.

As at March 31, 2010, the American segment had \$5.7 million in current deferred revenue (\$5.1 million as at September 30, 2009) and \$3.3 million in long-term deferred revenue (\$3.9 million as at September 30, 2009). As opposed to the Canadian segment with its significant portion of annual billing on April 1st, American clients are billed on a straight-line basis throughout the fiscal year.

SERVICE COSTS AND GROSS MARGIN

Service costs are composed primarily of salaries and benefits for customer support and software development employees and of expenses related to hosting services offered by the Company.

The gross margin of the second quarter of fiscal year 2010 stood at \$10.0 million, representing a decrease of 6% compared to \$10.6 million for the same quarter in the previous year. This decrease is explained primarily by a stronger Canadian dollar relative to the U.S. dollar.

| <i>in thousands of Canadian dollars</i> | Q2-2010 | Q2-2009 | Variance | | Q2-2010 | Q2-2009 |
|---|---------------|---------------|--------------|------------|--------------|--------------|
| | \$ | \$ | \$ | % | % of revenue | % of revenue |
| Service costs | | | | | | |
| Canada | 3,750 | 3,559 | 191 | 5% | 41% | 41% |
| United States | 4,640 | 5,492 | (852) | -16% | 50% | 49% |
| | 8,390 | 9,051 | (661) | -7% | 46% | 46% |
| Gross margin | | | | | | |
| Canada | 5,349 | 5,023 | 326 | 6% | 59% | 59% |
| United States | 4,690 | 5,603 | (913) | -16% | 50% | 51% |
| | 10,039 | 10,626 | (587) | -6% | 54% | 54% |

The gross margin for the six-month period ended March 31, 2010, stood at \$19.9 million, representing a decrease of 4% compared to \$20.7 million for the same period in the previous fiscal year. This decrease is explained primarily by a stronger Canadian dollar relative to the U.S. dollar.

| <i>in thousands of Canadian dollars</i> | Six-months 2010 | Six-months 2009 | Variance | | Six-months 2010 | Six-months 2009 |
|---|-----------------|-----------------|----------------|------------|-----------------|-----------------|
| | \$ | \$ | \$ | % | % of revenue | % of revenue |
| Service costs | | | | | | |
| Canada | 7,467 | 6,927 | 540 | 8% | 42% | 42% |
| United States | 8,976 | 10,862 | (1,886) | -17% | 48% | 49% |
| | 16,443 | 17,789 | (1,346) | -8% | 45% | 46% |
| Gross margin | | | | | | |
| Canada | 10,106 | 9,533 | 573 | 6% | 58% | 58% |
| United States | 9,763 | 11,119 | (1,356) | -12% | 52% | 51% |
| | 19,869 | 20,652 | (783) | -4% | 55% | 54% |

At 59% of revenue for the second quarter and 58% of revenue for the six-month period, the gross margin of the Canadian segment is gradually returning to its normal percentage of 60% recorded for the fiscal year ended September 30, 2009. During the quarter ended December 31, 2009, the gross margin dropped to 56% of revenue due to a decrease in non-recurring revenue. During this quarter, clients of the health and social services network in Quebec were busy managing the H1N1 influenza A pandemic in Quebec and, as a result, several training sessions, equipment purchases and other projects were postponed to future quarters. Non-recurring revenue returned to a more normal level during the quarter ended March 31, 2010.

At 50% of revenue for the second quarter and 52% of revenue for the six-month period, the gross margin of the American segment continued to improve. Compared to the same periods in the previous fiscal year, the decrease in absolute value from \$5.6 million to \$4.7 million for the quarter and from \$11.1 million to \$9.8 million for the six-month period is explained by the decrease in revenue from American activities due to a strong Canadian dollar.

SELLING AND ADMINISTRATIVE EXPENSES

Selling and administrative expenses include salaries and benefits, certain marketing activities such as advertising and trade shows as well as overhead such as rent, insurance and professional fees.

Selling and administrative expenses for the second quarter of fiscal year 2010 decreased 13% to stand at \$3.2 million compared to \$3.7 million for the same period in the previous fiscal year.

| <i>in thousands of Canadian dollars</i> | Q2-2010 | Q2-2009 | Variance | | Q2-2010 | Q2-2009 |
|---|--------------|--------------|--------------|-------------|--------------|--------------|
| | \$ | \$ | \$ | % | % of revenue | % of revenue |
| Selling and administrative | | | | | | |
| Canada | 1,517 | 1,386 | 131 | 9% | 17% | 16% |
| United States | 1,697 | 2,315 | (618) | -27% | 18% | 21% |
| | 3,214 | 3,701 | (487) | -13% | 17% | 19% |

Selling and administrative expenses for the six-month period ended March 31, 2010, decreased 11% to stand at \$6.6 million compared to \$7.5 million for the same period in the previous fiscal year.

| <i>in thousands of Canadian dollars</i> | Six-months 2010 | Six-months 2009 | Variance | | Six-months 2010 | Six-months 2009 |
|---|-----------------|-----------------|--------------|-------------|-----------------|-----------------|
| | \$ | \$ | \$ | % | % of revenue | % of revenue |
| Selling and administrative | | | | | | |
| Canada | 2,973 | 2,694 | 279 | 10% | 17% | 16% |
| United States | 3,674 | 4,775 | (1,101) | -23% | 20% | 22% |
| | 6,647 | 7,469 | (822) | -11% | 18% | 19% |

Selling and administrative expenses of the Canadian segment has been stable in percent of revenue for several quarters; the variances can generally be explained by fluctuations in the professional service fees.

This explanation is also pertinent for the American segment which, in addition, has realized continuous savings, from rent, for example, following the closing of the offices in Tampa, Florida, and Smithfield, Virginia, in December 2009.

OPERATING EARNINGS

Operating earnings stood at \$6.8 million for the quarter ended March 31, 2010 compared to \$6.9 million for the same period last year. Operating earnings as a percent of revenue increased from 35% to 37%.

| <i>in thousands of Canadian dollars</i> | Q2-2010 | Q2-2009 | Variance | | Q2-2010 | Q2-2009 |
|---|--------------|--------------|--------------|------------|--------------|--------------|
| | \$ | \$ | \$ | % | % of revenue | % of revenue |
| Operating earnings | | | | | | |
| Canada | 3,832 | 3,637 | 195 | 5% | 42% | 42% |
| United States | 2,993 | 3,288 | (295) | -9% | 32% | 30% |
| | 6,825 | 6,925 | (100) | -1% | 37% | 35% |

For the six-month period ended March 31, 2010 and March 31, 2009, operating earnings stood at \$13.2 million. Operating earnings increased from 34% to 36% due primarily to the continuous improvement in the profitability of the activities of the American segment.

| <i>in thousands of Canadian dollars</i> | Six-months 2010 | Six-months 2009 | Variance | | Six-months 2010 | Six-months 2009 |
|---|----------------------------|--------------------|----------|-----|----------------------------|--------------------|
| | \$ | \$ | \$ | % | % of revenue | % of revenue |
| Operating earnings | | | | | | |
| Canada | 7,133 | 6,839 | 294 | 4% | 41% | 42% |
| United States | 6,089 | 6,344 | (255) | -4% | 32% | 29% |
| | 13,222 | 13,183 | 39 | 0% | 36% | 34% |

AMORTIZATION OF FIXED ASSETS, INTANGIBLE ASSETS AND OTHER LONG-TERM ASSETS

Amortization of fixed assets, intangible assets and other long-lived assets for the quarter ended March 31, 2010 stood at \$2.7 million (\$5.3 million for the six-month period ended March 31, 2010) compared to \$3.3 million (\$6.5 million for the six-month period) for the same period in the previous fiscal year. The decrease in the amortization expenses is explained primarily by a stronger Canadian dollar relative to the U.S. dollar.

LOSS ON DISPOSAL OF FIXED ASSETS AND PROVISION FOR OFFICE CLOSURES

During the first quarter ended December 31, 2009, the Company closed two of its five American offices, namely the offices in Smithfield, Virginia and Tampa, Florida in order to improve on its operational efficiency. The development and customer service activities of these two offices were transferred to the other American offices. The costs related to the closure of these offices were in the amount of \$0.5 million, of which \$0.1 million was for writing off leasehold improvements and furniture and \$0.4 million for future rent and other closing costs. The Smithfield lease expires in March 2010 and the Tampa lease in February 2013. As of the date of this MD&A, the Company is still looking for a sub-tenant for the Tampa lease.

FINANCIAL INCOME AND EXPENSES

Financial income and expenses are mainly composed of the interest charge on long-term debt, amortization of deferred financing cost, gains and losses on fair value adjustments of certain financial assets and foreign exchange gains and losses.

For the second quarter of fiscal year 2010, financial expenses stood at \$0.3 million, representing a decrease of 27%, compared to \$0.4 million for the same period in the previous year. This decrease in the interest charge is consistent with the decrease in the Company's long-term debt.

For the six-month period ended March 31, 2010, financial expenses stood at \$0.7 million compared to \$0.1 million for the same period in the previous year. During the comparative period, a gain on foreign exchange of \$0.8 million was recorded on two of the Company's financial assets denominated in U.S. dollars, which fully cancelled the effect of the interest charges and other financial expenses of the period.

NET EARNINGS

Net earnings for the second quarter of fiscal year 2010 stood at \$2.6 million, or \$0.29 per share, compared to \$2.2 million, or \$0.24 per share, for the same period in the previous fiscal year.

Net earnings for the six-month period ended March 31, 2010, stood at \$4.6 million, or \$0.51 per share, compared to \$4.6 million, or \$0.48 per share, for the same period in the previous fiscal year.

LIQUIDITY AND SOURCES OF FINANCING

OPERATING ACTIVITIES

During the first quarter ended March 31, 2010, the Company's operating activities generated cash flows of \$1.0 million compared to \$4.8 million for the same quarter of the previous fiscal year.

For the six-month period ended March 31, 2010, operating activities generated a net outflow of \$0.3 million whereas these same activities generated cash flows of \$5.0 million for the same period of the previous fiscal year.

During the previous fiscal year, the Company concentrated its efforts on reducing the level of its accounts receivable, particularly in the American segment following business acquisitions. The level of accounts receivable decreased significantly which resulted in a strong improvement in the working capital for the six-month period ended March 31, 2009. Since then, the level of accounts receivable and the working capital have been relatively stable.

INVESTING ACTIVITIES

For the quarter ended March 31, 2010, the Company invested \$0.8 million in fixed assets and other long-term assets, namely deferred development costs, compared to \$1.4 million for the same quarter of the previous year.

The Company used \$1.6 million for investing activities during the six-month period ended March 31, 2010, compared to \$4.0 million as at March 31, 2009. The Company invested \$0.5 million in fixed assets, namely \$0.3 million to renew payroll processing equipment, and \$1.3 million in long-term assets, namely development costs deferred during this period.

During the previous fiscal year, the Company acquired an investment of \$1.2 million in securities of a publicly-traded company. During the quarter ended March 31, 2010, the Company sold a portion of this investment on the open market for \$0.2 million. This investment was intended for resale and Management believed that the moment was right to resell it. The remaining portion of this investment was sold in April 2010 leading to an immaterial gain.

FINANCING ACTIVITIES

For the quarter ended March 31, 2010, financing activities generated a net inflow of \$0.5 million, of which \$3.3 million was in net borrowing on its long-term debt that was used in full to finance the repurchase of common shares under its normal course issuer bid.

For the six-month period ended March 31, 2010, financing activities generated a net inflow of \$2.5 million, the Company having borrowed a net amount of \$7.3 million of which \$5.3 million was used to repurchase common shares under its normal course issuer bid.

During the quarter ended March 31, 2010, all the Company's 134,000 issued and outstanding options were exercised, for cash consideration of \$1.3 million of which \$0.9 million is to be received as at March 31, 2010 under an Executive Officer Financing Program.

Under its normal course issuer bid, the Company is authorized to repurchase for cancellation up to 472,189 and 456,088 common shares (approximately 5% of the common shares outstanding) over the course of the twelve-month periods ending respectively February 12, 2010, and February 18, 2011. During the six-month period ended March 31, 2010, 266,188 common shares were repurchased and cancelled for cash consideration of \$5.3 million.

| Plan | Six-month period ended | Fiscal year ended | Total |
|-------------------------------|------------------------|--------------------|------------------|
| | March 31, 2010 | September 30, 2009 | |
| | Number of shares | Number of shares | Number of shares |
| 2009-2010 Plan (max. 472,189) | 109,600 | 212,414 | 322,014 |
| 2010-2011 Plan (max. 456,088) | 156,588 | – | 156,588 |
| | 266,188 | 212,414 | 478,602 |

Management believes that the Company can continue to grow while remaining in compliance with its credit facilities' covenants.

ABOUT LOGIBEC

Logibec is among the fastest-growing North American companies specializing in information systems for the health and social services sector. In Canada, Logibec services the full spectrum of healthcare facilities, from acute care hospitals to community care centers, including healthcare authorities, with a strong market presence in Québec. Logibec's wholly-owned subsidiary, MDI Achieve, is a leader in the U.S. eldercare market with a customer base of over 7,000 facilities and communities. An experienced team of approximately 430 professionals allows Logibec to distinguish itself in these markets. The Company has its head office in Montreal as well as offices in Quebec City, Edmonton, St. Louis, Minneapolis and Dallas.

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Source:

LOGIBEC GROUPE INFORMATIQUE LTD.

Claude Roy
President and Chief Executive Officer
Tel: 514-766-0134

Marc P. Brunet
Chief Financial Officer
Tel: 514-762-3833

Certain statements contained in this MD&A, including the documents incorporated by reference, may contain projections and "forward-looking statements" within the meaning of that phrase under Canadian securities laws. When used in this document, the words "may", "would", "could", "will", "intend", "plan", "anticipate", "believe", "estimate", "expect" and similar expressions may be used to identify forward-looking statements. Those statements reflect our current views with respect to future events or conditions, including prospective results of operations, financial position, and predictions of future actions, plans or strategies. By their nature, those statements reflect management's current views, beliefs and assumptions and are subject to certain risks and uncertainties, known and unknown, including, without limitation, technology changes, development of new products, proper performance of our software, the reliability of our payroll processing services, the protection and privacy of personal information which we hold, the risks associated with credit, bank financing and the exchange rate of the U.S. currency, market concentration, recruitment and hiring of competent personnel and access to tax credits. Many factors could cause our actual results, performance or achievements to be materially different from any future results, performance or achievements that may be expressed or implied by these forward-looking statements. Should one or more of these risks or uncertainties materialize, or should the assumptions underlying our projections or forward-looking statements prove incorrect, our actual results may vary materially from those described in this MD&A as intended, planned, anticipated, believed, estimated or expected. We do not intend and do not assume any obligation to update these forward-looking statements whether as a result of new information, plans, events or otherwise, unless required by law.

CONSOLIDATED STATEMENTS OF EARNINGS
for periods ended March 31

*in thousands of Canadian dollars,
except per share amounts*

| | 2010 | 2009 | 2010 | 2009 |
|--|------------------|-----------|------------------|------------|
| | Quarter | Quarter | Six months | Six months |
| | \$ | \$ | \$ | \$ |
| Revenue | 18,429 | 19,677 | 36,312 | 38,441 |
| Operating expenses | | | | |
| Service costs | 8,390 | 9,051 | 16,443 | 17,789 |
| Selling and administrative expenses | 3,214 | 3,701 | 6,647 | 7,469 |
| | 11,604 | 12,752 | 23,090 | 25,258 |
| Earnings before the following items | 6,825 | 6,925 | 13,222 | 13,183 |
| Amortization of intangible assets and other long-lived assets | 2,458 | 2,776 | 4,835 | 5,424 |
| Amortization of fixed assets | 255 | 547 | 507 | 1,108 |
| Loss on disposal of fixed assets | 1 | - | 75 | - |
| Provision for office closures | - | - | 422 | - |
| Financial expenses | 289 | 394 | 693 | 110 |
| | 3,003 | 3,717 | 6,532 | 6,642 |
| Earnings before income taxes | 3,822 | 3,208 | 6,690 | 6,541 |
| Income taxes | 1,187 | 964 | 2,055 | 1,973 |
| Net earnings | 2,635 | 2,244 | 4,635 | 4,568 |
| Net earnings per share | | | | |
| Basic | 0.29 | 0.24 | 0.51 | 0.48 |
| Diluted | 0.29 | 0.24 | 0.50 | 0.48 |
| Weighted average number of shares outstanding | | | | |
| Basic | 9,147,185 | 9,435,090 | 9,171,613 | 9,486,642 |
| Diluted | 9,188,784 | 9,478,913 | 9,223,834 | 9,530,464 |

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
for periods ended March 31

| <i>in thousands of Canadian dollars</i> | 2010 | 2009 | 2010 | 2009 |
|--|----------------|---------|-------------------|------------|
| | Quarter | Quarter | Six months | Six months |
| | \$ | \$ | \$ | \$ |
| Net earnings | 2,635 | 2,244 | 4,635 | 4,568 |
| Unrealized gains (losses) on translation of financial statements of self-sustaining foreign subsidiaries | (2,650) | 3,370 | (4,145) | 15,413 |
| Comprehensive income (loss) | (15) | 5,614 | 490 | 19,981 |

CONSOLIDATED STATEMENTS OF ACCUMULATED OTHER COMPREHENSIVE LOSS
for periods ended March 31

| <i>in thousands of Canadian dollars</i> | 2010 | 2009 | 2010 | 2009 |
|---|----------------|---------|-------------------|------------|
| | Quarter | Quarter | Six months | Six months |
| | \$ | \$ | \$ | \$ |
| Balance, beginning of period | (1,818) | 10,965 | (323) | (1,078) |
| Unrealized gains (losses) on translation, of financial statements of self-sustaining foreign subsidiaries | (2,650) | 3,370 | (4,145) | 15,413 |
| Balance, end of period | (4,468) | 14,335 | (4,468) | 14,335 |

CONSOLIDATED STATEMENTS OF RETAINED EARNINGS
for periods ended March 31

| <i>in thousands of Canadian dollars</i> | 2010 | 2009 | 2010 | 2009 |
|---|----------------|---------|-------------------|------------|
| | Quarter | Quarter | Six months | Six months |
| | \$ | \$ | \$ | \$ |
| Balance, beginning of period | 24,276 | 19,024 | 23,731 | 18,019 |
| Net earnings | 2,635 | 2,244 | 4,635 | 4,568 |
| | 26,911 | 21,268 | 28,366 | 22,587 |
| Premium on repurchase of common shares | (2,483) | (348) | (3,938) | (1,667) |
| Balance, end of period | 24,428 | 20,920 | 24,428 | 20,920 |

CONSOLIDATED BALANCE SHEETS

| <i>in thousands of Canadian dollars</i> | March 31 2010 | September 30 2009 |
|---|------------------|----------------------|
| | \$ | \$ |
| Assets | | |
| Current assets | | |
| Cash | 2,053 | 1,493 |
| Accounts receivable | 6,606 | 6,965 |
| Income tax credits receivable | 2,460 | 2,463 |
| Future income taxes | 747 | 771 |
| Other current assets | 4,690 | 4,518 |
| | 16,556 | 16,210 |
| Fixed assets | | |
| Goodwill | 3,765 | 3,924 |
| Intangible assets and other long-lived assets | 61,872 | 64,833 |
| | 40,498 | 45,861 |
| | 122,691 | 130,828 |
| Liabilities | | |
| Current liabilities | | |
| Accounts payable and accrued liabilities | 8,003 | 8,997 |
| Income taxes | 1,765 | 1,107 |
| Future income taxes | 450 | 450 |
| Current portion of long-term debt | 14,325 | 5,613 |
| | 24,543 | 16,167 |
| Deferred revenue | 8,705 | 19,614 |
| | 33,248 | 35,781 |
| Long-term deferred revenue | 6,885 | 7,357 |
| Long-term debt | 12,574 | 14,231 |
| Future income taxes | 2,544 | 2,533 |
| | 55,251 | 59,902 |
| Shareholders' equity | | |
| Share capital | 47,006 | 47,044 |
| Contributed surplus | 474 | 474 |
| Retained earnings | 24,428 | 23,731 |
| Accumulated other comprehensive loss | (4,468) | (323) |
| | 19,960 | 23,408 |
| | 67,440 | 70,926 |
| | 122,691 | 130,828 |

CONSOLIDATED STATEMENTS OF CASH FLOWS
for periods ended March 31

| <i>in thousands of Canadian dollars</i> | 2010 | 2009 | 2010 | 2009 |
|--|----------------|---------|-------------------|------------|
| | Quarter | Quarter | Six months | Six months |
| | \$ | \$ | \$ | \$ |
| Operating activities | | | | |
| Net earnings | 2,635 | 2,244 | 4,635 | 4,568 |
| Adjustments for: | | | | |
| Amortization of intangible assets and other long-lived assets | 2,458 | 2,776 | 4,835 | 5,424 |
| Amortization of fixed assets | 255 | 547 | 507 | 1,108 |
| Amortization of deferred financing costs | 6 | 21 | 43 | 42 |
| Unrealized gain on the fair value of foreign exchange contracts | 215 | - | 105 | - |
| Gain on early payment of a promissory note | - | - | - | (91) |
| Unrealized gain on investment held for trading | 159 | - | 340 | - |
| Provision for office closures | - | - | 422 | - |
| Loss on disposal of fixed assets | 1 | - | 75 | - |
| | 5,729 | 5,588 | 10,962 | 11,051 |
| Changes in non-cash operating working capital items | (4,688) | (761) | (11,295) | (6,082) |
| | 1,041 | 4,827 | (333) | 4,969 |
| Investing activities | | | | |
| Disposal (acquisition) of an investment | 196 | - | 196 | (1,186) |
| Acquisition of fixed assets | (133) | (362) | (507) | (771) |
| Increase in intangible assets and other long-lived assets, net of investment tax credits | (697) | (1,086) | (1,269) | (2,016) |
| | (634) | (1,448) | (1,580) | (3,973) |
| Financing activities | | | | |
| Increase of long-term debt | 5,300 | 1,800 | 9,300 | 12,800 |
| Repayment of long-term debt | (2,000) | (3,533) | (2,000) | (7,849) |
| Repurchase of shares | (3,281) | (529) | (5,295) | (5,969) |
| Exercise of stock options | 443 | - | 443 | - |
| | 462 | (2,262) | 2,448 | (1,018) |
| Effect of exchange rate changes on cash denominated in foreign currency | 4 | (91) | 25 | (506) |
| Increase (decrease) in cash | 873 | 1,026 | 560 | (528) |
| Cash, beginning of period | 1,180 | 1,630 | 1,493 | 3,184 |
| Cash, end of period | 2,053 | 2,656 | 2,053 | 2,656 |