



**CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED
June 30, 2007**

HEALTHCARE SOLUTIONS



LOGIBEC GROUPE INFORMATIQUE LTD.
CONSOLIDATED STATEMENTS OF EARNINGS
(unaudited)

	Three months ended June 30		Nine months ended June 30	
	2007	2006	2007	2006
	\$	\$ (As restated; note 1)	\$	\$ (As restated; note 1)
Revenue	11,405,226	11,255,372	33,684,235	30,287,585
Operating expenses				
Service costs (Note 5)	4,895,378	4,701,683	13,719,338	12,132,393
Selling and administrative expenses	2,143,485	2,075,365	6,206,205	6,264,044
Stock-based compensation	-	29,648	59,296	207,536
	7,038,863	6,806,696	19,984,839	18,603,973
Earnings before the following items	4,366,363	4,448,676	13,699,396	11,683,612
Amortization of fixed assets	261,582	281,359	791,665	821,164
Amortization of intangible assets and other long-term assets	1,330,712	1,311,057	3,985,132	3,795,045
Loss on disposal of fixed assets	956	17,587	125,647	36,080
Income on temporary investments	(61,122)	(24,655)	(94,671)	(67,181)
Financial expenses	247,547	184,075	280,425	571,246
Earnings before income taxes	2,586,688	2,679,253	8,611,198	6,527,258
Income taxes	753,000	928,172	2,802,000	1,913,282
Net earnings	1,833,688	1,751,081	5,809,198	4,613,976
Net earnings per share (Note 8)				
Basic	0.21	0.19	0.65	0.51
Diluted	0.21	0.19	0.65	0.51
Weighted average number of common shares outstanding (Note 8)				
Basic	8,808,024	9,020,379	8,883,189	8,980,601
Diluted	8,885,747	9,069,486	8,950,642	9,060,455

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

LOGIBEC GROUPE INFORMATIQUE LTD.
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(unaudited)

	Three months ended June 30		Nine months ended June 30	
	2007	2006	2007	2006
	\$	\$	\$	\$
		(As restated; note 1)		(As restated; note 1)
Net earnings	1,833,688	1,751,081	5,809,198	4,613,976
Net change in unrealized (gains) losses on translating financial statements of self-sustaining foreign operations	(2,411,135)	(1,456,560)	(1,400,458)	(1,307,263)
Comprehensive income	(577,447)	294,521	4,408,740	3,306,713

LOGIBEC GROUPE INFORMATIQUE LTD.
CONSOLIDATED STATEMENTS OF RETAINED EARNINGS
(unaudited)

	Three months ended June 30		Nine months ended June 30	
	2007	2006	2007	2006
	\$	\$	\$	\$
		(As restated; note 1)		(As restated; note 1)
Retained earnings, beginning of year				
Balance carried forward	14,722,042	12,297,118	12,436,490	9,445,516
Restatement of prior years' financial statements (Note 1)	-	(2,468,617)	-	(1,891,114)
Adjusted balance	14,722,042	9,828,501	12,436,490	7,554,402
Net earnings	1,833,688	1,751,081	5,809,198	4,613,976
	16,555,730	11,579,582	18,245,688	12,168,378
Premium on redemption of common shares	(1,678,295)	(447,447)	(3,368,254)	(1,036,243)
Retained earnings, end of year	14,877,435	11,132,135	14,877,434	11,132,135

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

LOGIBEC GROUPE INFORMATIQUE LTD.
CONSOLIDATED BALANCE SHEETS

	June 30, 2007	September 30, 2006
	\$ (unaudited)	\$ (audited) (As restated; note 1)
Assets		
Current assets		
Cash and cash equivalents	7,737,782	3,098,433
Accounts receivable	6,674,247	4,252,261
Income tax credits receivable	2,066,123	2,025,471
Income taxes receivable	542,626	165,148
Future income taxes	337,770	388,000
Other current assets	2,325,026	1,391,897
	19,683,574	11,321,210
Fixed assets		
Goodwill (Note 4)	3,730,186	4,086,812
Intangible assets and other long-term assets	35,983,969	31,654,862
	25,374,165	25,296,737
	84,771,894	72,359,621
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities	5,447,857	5,677,593
Income taxes	878,597	4,083,774
Future income taxes	232,000	232,000
Current portion of long-term debt	1,065,192	-
Current liabilities, excluding deferred revenue	7,623,646	9,993,367
Deferred revenue	19,597,499	11,307,157
	27,221,145	21,300,524
Long-term deferred revenue	5,710,564	5,823,432
Long-term debt	6,213,621	-
Future income taxes	7,248,448	7,303,100
	46,393,778	34,427,056
Shareholders' equity		
Share capital (Note 7)	27,780,917	28,435,149
Contributed surplus (Note 7)	474,368	415,072
Retained earnings	14,877,435	12,436,490
Accumulated other comprehensive loss (Note 9)	(4,754,604)	(3,354,146)
	38,378,116	37,932,565
	84,771,894	72,359,621

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

LOGIBEC GROUPE INFORMATIQUE LTD.
CONSOLIDATED STATEMENTS OF CASH FLOWS
(unaudited)

	Three months ended		Nine months ended	
	June 30		June 30	
	2007	2006	2007	2006
	\$	\$	\$	\$
		(As restated; note 1)		(As restated; note 1)
Operating activities				
Net earnings	1,833,688	1,751,081	5,809,198	4,613,976
Adjustments for:				
Amortization of fixed assets	261,582	281,359	791,665	821,164
Amortization of intangible assets and other long-term assets	1,330,712	1,311,057	3,985,132	3,795,045
Stock-based compensation	-	29,648	59,296	207,536
Loss on disposal of fixed assets	956	17,587	125,647	36,080
	3,426,937	3,390,732	10,770,937	9,473,801
Changes in non-cash operating working capital items	11,611,389	8,600,484	1,121,980	3,712,039
	15,038,326	11,991,216	11,892,917	13,185,840
Investing activities				
Business acquisition, net of cash and cash-equivalents acquired (Note 3)	(6,265,462)	(1,166,293)	(8,981,842)	(2,609,097)
Proceeds from disposal of fixed assets	8,236	-	25,987	32,326
Acquisition of fixed assets	(213,367)	(131,793)	(569,724)	(427,572)
Increase in intangible assets and other long-term assets, net of investment tax credits	(531,494)	(467,879)	(1,414,856)	(1,417,598)
	(7,002,087)	(1,765,965)	(10,940,435)	(4,421,941)
Financing activities				
Increase in long-term debt	8,016,130	-	16,023,692	3,100,000
Repayment of long-term debt	(6,233,885)	(10,193,767)	(8,260,339)	(12,979,804)
Redemption of shares	(1,982,012)	(564,922)	(4,022,485)	(1,351,035)
Issuance of shares	-	-	-	1,001,000
	(199,767)	(10,758,689)	3,740,868	(10,229,839)
Effect of exchange rate changes on cash denominated in foreign currency	177,531	204,329	(54,001)	156,206
Increase (decrease) in cash and cash equivalents	8,014,003	(329,109)	4,639,349	(1,309,734)
Cash and cash equivalents, beginning of year	(276,221)	2,211,214	3,098,433	3,191,839
Cash and cash equivalents, end of year	7,737,782	1,882,105	7,737,782	1,882,105

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

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the nine-month period ended June 30, 2007

(unaudited)

Notice of No Auditor Review of the Interim Consolidated Financial Statements

The interim consolidated financial statements are the responsibility of the Company's management and have been approved by its Board of Directors. The Company's independent auditor has not performed a review of these interim financial statements in accordance with the standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditor.

1. Restatement of prior year of the interim consolidated financial statements

As a result of an evolution in the interpretation of the accounting principles stated in EIC-142 *Revenue Arrangements with Multiple Deliverables* issued by the CICA, the Company has restated the accounting treatment of certain revenue elements related to arrangements with multiple deliverables.

Arrangements with multiple deliverables in Canada

Prior to the fourth quarter of fiscal year 2006, the Company recognized revenue from professional services provided for the implementation of its Canadian software products upon delivery of these services. In the course of preparing the 2006 consolidated financial statements, it was determined that the services related to certain software products did not have value for the client on a stand-alone basis and therefore could not be accounted for separately from the rights of use granted to the customer under the terms of the agreements with customers. In such cases, the Company recognizes revenue from professional services on a straight-line basis over the initial term of the related agreements.

Arrangements with multiple deliverables in the United States

Also prior to the fourth quarter of fiscal year 2006, the Company recognized revenue from perpetual software licenses sold by MDI upon delivery of the software products. In the course of preparing the 2006 consolidated financial statements, it was determined that in order to retain the right to use the software, the support and maintenance service fees were not optional. Consequently, the Company must recognize revenue from perpetual software licenses on a straight-line basis over the initial term of the related agreements, which is generally five years.

Accordingly, the Company has restated retained earnings as at September 30, 2004 as well as its financial statements for the year ended September 30, 2005.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the nine-month period ended June 30, 2007

(unaudited)

2. Significant Accounting Policies

These unaudited interim consolidated financial statements have been prepared in accordance with Canadian generally accepted accounting principles, using the same accounting principles as those mentioned in Note 3 to the consolidated financial statements for the year ended September 30, 2006, except for the recent accounting changes. The unaudited interim consolidated financial statements should be read in conjunction with the consolidated financial statements and the notes thereto for the year ended September 30, 2006. These consolidated financial statements require management to make estimates and assumptions that affect the reported amounts in the consolidated financial statements and the notes thereto. Actual results could differ from these estimates.

Recent Accounting Changes

Comprehensive Income

In April 2005, the CICA issued Handbook Section 1530, Comprehensive Income. This Section is effective for fiscal years beginning on or after October 1, 2006. It describes how to report and disclose comprehensive income and its components. Comprehensive income is the change in a company's net assets that results from transactions, events and circumstances from sources other than the company's shareholders. It includes items that would not normally be included in net earnings, such as:

- changes in the currency translation adjustment relating to self-sustaining foreign operations;
- unrealized gains or losses on available-for-sale investments.

In April 2005, the CICA also made changes to Handbook Section 3250, Surplus, and reissued it as Section 3251, Equity. This Section is also effective for fiscal years beginning on or after October 1, 2006. The changes in how to report and disclose equity and changes in equity are consistent with the new requirements of Section 1530, Comprehensive Income.

By adopting these Sections on October 1, 2006 the Company was required to start reporting the following items in the consolidated financial statements:

- comprehensive income and its components;
- accumulated other comprehensive income and its components.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the nine-month period ended June 30, 2007

(unaudited)

2. Significant Accounting Policies (continued)

Recent Accounting Changes (continued)

Financial Instruments – Recognition and Measurement

In April 2005, the CICA issued Handbook Section 3855, *Financial Instruments – Recognition and Measurement*. This Section is effective for fiscal years beginning on or after October 1, 2006. It describes the standards for recognizing and measuring financial assets, financial liabilities and non financial derivatives.

This Section requires that:

- all financial assets be measured at fair value, with some exceptions like loans and investments that are classified as held-to-maturity;
- all financial liabilities be measured at fair value if they are derivatives or classified as held for trading purposes. Other financial liabilities are measured at their carrying value;
- all derivative financial instruments be measured at fair value, even when they are part of a hedging relationship.

The adoption of these new standards did not have any material impact on the Company's consolidated financial statements.

Non-monetary transactions

In June 2005, the CICA replaced Handbook Section 3830, *Non-monetary transactions*, by Section 3831, *Non-monetary transactions*. The revised standard has the goal of replacing the criteria based on the culmination of the earnings process with one based on commercial substance for the measurement of non-monetary transactions at fair value. The revised standard is applied to all non-monetary transactions initiated in periods beginning after January 1, 2006. The adoption of this Section had no material impact on the Company's consolidated financial statements.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the nine-month period ended June 30, 2007

(unaudited)**3. Business Acquisition***REPS SOFTWARE*

On May 14, 2007, MDI Technologies, Inc. ("MDI"), a wholly-owned subsidiary of the Company, completed the acquisition of all the outstanding shares of Ideal Software, Inc. a company doing business in the United States as REPS Software. Consideration given for the acquired shares was US\$6.0 million in cash (CA\$6.7 million).

The preliminary allocation of the purchase price that follows was established based on information available and on the basis of preliminary evaluations. This allocation is subject to changes when new information becomes available.

	\$
Net assets acquired	
Non-cash operating working capital items	(216,557)
Fixed assets	51,144
Acquired technology	1,117,969
Customer relationships	2,180,593
Goodwill	3,132,313
Net non-cash assets acquired	6,265,462
Cash and cash equivalents	411,124
Net assets acquired	6,676,586
Consideration	
Cash	6,641,400
Acquisition costs	35,186
Consideration	6,676,586

CHOICE SYSTEMS ENTERPRISE, INC.

During the quarter ended June 30, 2007, the Company reassessed the accounting and tax values of the intangible assets acquired from Choice Systems Enterprise, Inc. ("Choice") and therefore adjusted the initial allocation of the purchase price for the acquired business activities.

The preliminary allocation of the purchase price that follows is subject to changes when new information becomes available.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the nine-month period ended June 30, 2007

(unaudited)

3. Business Acquisition (continued)

CHOICE SYSTEMS ENTERPRISE, INC. (CONTINUED)

	\$
Net assets acquired	
Acquired technology	246,918
Customer relationships	305,708
Future income tax liabilities	—
Goodwill	2,398,914
Net assets acquired	2,951,540
Consideration	
Cash	2,704,340
Promissory note	235,160
Acquisition costs	12,040
Consideration	2,951,540

4. Goodwill

The changes in the carrying value of goodwill, for each of the two operating units, namely the U.S. activities conducted by MDI and the activities conducted by Logibec in Canada, (see Note 8), are as follows:

	Canadian unit	U.S. unit	Total
	\$	\$	\$
Balance as at September 30, 2006	7,024,933	24,629,929	31,654,862
Acquisition (Note 3)	—	5,531,227	5,531,227
Currency translation adjustment	—	(1,202,120)	(1,202,120)
Balance as at June 30, 2007	7,024,933	28,959,036	35,983,969

5. Service Costs

Service costs are presented net of the *Cité du Multimédia* tax credits and the *Centre national des nouvelles technologies de Québec* tax credits which are in the amount of:

Three Months Ended June 30		Nine Months Ended June 30	
2007	2006	2007	2006
\$213,348	\$240,293	\$708,925	\$711,776

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the nine-month period ended June 30, 2007

(unaudited)**6. Credit Facilities***CANADA*

As at June 30, 2007, no amount was owed under the Company's Canadian credit facilities. As at such date, up to CA\$9.6 million was available to be redrawn pursuant to these facilities.

UNITED STATES

During the quarter, MDI entered into an agreement for a credit facility with an American financial institution to finance the acquisition of companies or business activities in the United States.

The credit facility provides MDI with a US\$10.0 million (CA\$11.0 million) revolving term loan that matures in March 2012. Borrowed money must be reimbursed quarterly and rateably on a 7-year period and bears interest at the prime rate plus a spread based on the ratio of interest bearing debt to earnings before interest, taxes and amortization. The term loan can be repaid in advance without penalty.

During the quarter, an amount of US\$1.3 million (CA\$1.4 million) was borrowed for the acquisition of the business activities of Choice Systems Enterprise, Inc. and an amount of US\$6.0 million (CA\$6.4 million) was borrowed for the acquisition of all the outstanding shares of Ideal Software, Inc. During the quarter, in addition to the mandatory payment of US\$0.3 million (CA\$0.3 million), MDI reimbursed US\$0.2 million (CA\$0.2 million) in advance.

7. Share Capital and Options

Authorized, unlimited number and without par value

Preferred shares, issuable in series, with terms and conditions determined at the time of issuance

Common Shares, voting

	June 30, 2007	September 30, 2006
Issued		
8,726,224 Common Shares (8,931,724 as of September 30, 2006)	27,780,917	28,435,149

Under the terms of a normal course issuer bid, the Company was authorized to repurchase for cancellation up to 446,585 common shares (5% of the issued common shares) over the course of the twelve-month period beginning February 13, 2007 and ending February 12, 2008. Under the terms of the normal course issuer bid, the company repurchased and cancelled 205,500 common shares for total cash consideration of \$4,022,485. The excess of \$3,368,253 over paid-up capital was recorded as a decrease in retained earnings.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the nine-month period ended June 30, 2007

(unaudited)

7. Share Capital and Options (continued)

Options

A summary of stock options is presented in the following tables:

	June 30, 2007 (9 months)		September 30, 2006 (12 months)	
	Options	Wtd Average Exercise Price	Options	Wtd Average Exercise Price
Outstanding, beginning of period	144,000	\$ 9.33	294,000	\$ 6.36
Granted	-	-	-	-
Exercised	-	-	(150,000)	3.50
Outstanding, end of period	144,000	9.33	144,000	9.33
Exercisable options, end of period	77,000	8.89	77,000	8.89

Outstanding options granted and exercisable under the 1986 plan

Exercise Price	Number	Expiration
\$2.50	10,000	December 20, 2007

Outstanding options granted and exercisable under the 2005 plan

Exercise Price	Number	Expiration
\$9.84	134,000	March 31, 2010

Compensation expense related to the stock option grants for the nine months ended June 30, 2007 is \$59,296 (\$177,888 in 2006). This amount was recorded under contributed surplus.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the nine-month period ended June 30, 2007

(unaudited)**8. Earnings Per Share**

The following table provides the details for the calculation of basic earnings per share and fully diluted earnings per share:

	Three Months Ended June 30		Nine Months Ended June 30	
	2007	2006 (As restated; note 1)	2007	2006 (As restated; note 1)
Net earnings	\$1,833,688	\$1,751,081	\$5,809,198	\$4,613,976
Weighted average number of common shares outstanding	8,808,024	9,020,379	8,883,189	8,980,601
Dilutive effect of options and warrants	77,723	49,107	67,453	79,854
Diluted weighted average number of Common Shares outstanding	8,885,747	9,069,486	8,950,642	9,060,455
Basic earnings per share	\$0.21	\$0.19	\$0.65	\$0.51
Fully diluted earnings per share	\$0.21	\$0.19	\$0.65	\$0.51

9. Accumulated other comprehensive loss

The accumulated other comprehensive loss as at June 30, 2007 and June 30, 2006, and the net change in unrealized losses on translation of financial statements of self-sustaining foreign operations for the nine-month period ended June 30 are detailed as follows:

	2007	2006
Balance beginning of period	(3,354,146)	–
Unrealized losses on translation of financial statements of self-sustaining foreign operations	–	(2,124,175)
Adjusted balance, beginning of period	(3,354,146)	(2,124,175)
Net change incurred during the nine-month period	(1,400,458)	(1,229,971)
Balance, end of period	(4,754,604)	(3,354,146)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the nine-month period ended June 30, 2007

(unaudited)

10. Segment Information

The Company's economic activities are divided into two segments that are as much defined by geography as by the markets' nature. The Canadian unit 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-run entities.

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

The following table presents the financial data used by Company management in assessing segmented results.

	Three Months Ended June 30, 2007		
	Canadian Unit	U.S. Unit	Total
	\$	\$	\$
Revenue	8,275,812	3,129,414	11,405,226
Operating expenses before amortization	4,898,131	2,140,732	7,038,863
Amortization of fixed assets	196,373	65,209	261,582
Amortization of intangibles and other long-term assets	791,770	538,942	1,330,712
Operating income after amortization	2,389,538	384,531	2,774,069

	Three Months Ended June 30, 2006 (As restated; note 1)		
	Canadian Unit	U.S. Unit	Total
	\$	\$	\$
Revenue	8,501,633	2,753,739	11,255,372
Operating expenses before amortization	5,071,066	1,735,630	6,806,696
Amortization of fixed assets	211,247	70,112	281,359
Amortization of intangibles and other long-term assets	851,696	459,361	1,311,057
Operating income after amortization	2,367,624	488,636	2,856,260

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the nine-month period ended June 30, 2007
(unaudited)

10. Segment Information (continued)

	Nine Months Ended June 30, 2007		
	Canadian Unit	U.S. Unit	Total
	\$	\$	\$
Revenue	25,330,422	8,353,813	33,684,235
Operating expenses before amortization	14,281,935	5,702,905	19,984,840
Amortization of fixed assets	592,540	199,125	791,665
Amortization of intangibles and other long-term assets	2,469,080	1,516,052	3,985,132
Operating income after amortization	7,986,867	935,731	8,922,598

	Nine Months Ended June 30, 2006		
	Canadian Unit	U.S. Unit	Total
	\$	\$	\$
Revenue	23,161,322	7,126,262	30,287,584
Operating expenses before amortization	14,054,448	4,549,525	18,603,973
Amortization of fixed assets	619,536	201,628	821,164
Amortization of intangibles and other long-term assets	2,513,330	1,281,714	3,795,044
Operating income after amortization	5,974,008	1,093,395	7,067,403

	June 30, 2007		
	Canadian Unit	U.S. Unit	Total
	\$	\$	\$
Fixed assets	3,062,238	667,948	3,730,186
Intangible and other long-term assets	12,216,952	13,157,213	25,374,165
Goodwill	7,024,933	28,959,036	35,983,969
Total assets	37,107,754	47,664,140	84,771,894

	September 30, 2006 (As restated; note 1)		
	Canadian Unit	U.S. Unit	Total
	\$	\$	\$
Fixed assets	3,541,364	545,448	4,086,812
Intangible and other long-term assets	13,974,142	11,322,595	25,296,737
Goodwill	7,024,933	24,629,929	31,654,862
Total assets	33,006,822	39,352,799	72,359,621