

## Balance Sheet

(Thousands of dollars)

	As at July 31, 2002 (Unaudited)	As at April 30, 2002 (Audited)
<b>Assets</b>		
<b>Current</b>		
Cash and cash equivalents	\$ 1,869	\$ 1,643
Short-term investments	6,226	5,972
Accounts receivable	2,989	3,232
Income taxes recoverable	-	34
Inventories	1,250	1,322
Prepaid expenses	148	299
Future income taxes	13	13
	<b>12,495</b>	<b>12,515</b>
<b>Fixed Assets</b>	<b>3,212</b>	<b>2,733</b>
(Net of accumulated amortization of: July 31, 2002: \$916; April 30, 2002: \$747)		
<b>Patents and Trademarks</b>	<b>191</b>	<b>198</b>
(Net of accumulated amortization of: July 31 2002: \$134; April 30 2002: \$118)		
<b>Future Income Taxes</b>	<b>24</b>	<b>27</b>
	<b>\$ 15,922</b>	<b>\$ 15,473</b>
<b>Liabilities</b>		
<b>Current</b>		
Accounts payable and accrued liabilities	\$ 2,097	\$ 3,050
Income taxes payable	261	-
Deferred revenue	6,904	6,405
	<b>9,262</b>	<b>9,455</b>
<b>Deferred Revenue</b>	<b>1,256</b>	<b>1,151</b>
<b>Future Income Taxes</b>	<b>161</b>	<b>154</b>
	<b>10,679</b>	<b>10,760</b>
<b>Shareholders' Equity</b>		
Capital stock	786	786
Retained earnings	4,457	3,927
	<b>5,243</b>	<b>4,713</b>
	<b>\$ 15,922</b>	<b>\$ 15,473</b>

**Statement of Retained Earnings**

(Thousands of dollars)

		For the three months ended	
		July 31	
		(Unaudited)	(Unaudited)
		2002	2001
<b>Balance - Beginning of Period</b>	\$	3,927	\$ 2,103
Net earnings		534	593
		<b>4,461</b>	2,696
Premium on repurchase and cancellation of Class "A" Shares		(4)	-
<b>Balance - End of Period</b>	\$	<b>4,457</b>	\$ 2,696

## Statement of Earnings

(Thousands of dollars except earnings per share information)

(Unaudited)

	For the three months ended	
	July 31	
	(Unaudited)	(Unaudited)
	2002	2001
<b>Revenues</b>		
Product sales	\$ 2,025	\$ 2,097
Service contracts	2,856	1,836
Other	154	135
	<b>5,035</b>	<b>4,068</b>
<b>Expenses</b>	<b>3,768</b>	<b>2,913</b>
Except the following		
Amortization	185	98
Interest income	(53)	(10)
Research and development	288	125
	<b>4,188</b>	<b>3,126</b>
<b>Earnings Before Income Taxes</b>	<b>847</b>	<b>942</b>
Income taxes	313	349
<b>Net Earnings</b>	<b>\$ 534</b>	<b>\$ 593</b>
<b>Net Earnings Per Share</b>		
Basic	\$ 0.024	\$ 0.027
Diluted	\$ 0.024	\$ 0.026
<b>Weighted Average Number of Shares Outstanding</b>		
Basic	<b>22,329,937</b>	<b>22,242,277</b>
Diluted	<b>22,641,619</b>	<b>22,447,498</b>

**Statement of Cash Flows**

(Thousands of dollars)

	<b>For the three months ended</b>	
	<b>July 31</b>	
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
	<b>2002</b>	<b>2001</b>
<hr/>		
<b>Funds Provided (Used) -</b>		
<b>Operating Activities</b>		
Net earnings	\$ 534	\$ 593
Amortization	185	98
Future income taxes	10	24
	<hr/>	<hr/>
	729	715
Changes in non-cash operating elements of working capital	412	(164)
	<hr/>	<hr/>
	1,141	551
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<b>Financing Activities</b>		
Issuance of class "A" shares	-	233
Repurchase and cancellation of Class "A" Shares	(4)	-
	<hr/>	<hr/>
	(4)	233
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<b>Investing Activities</b>		
Short-term investments	(254)	-
Additions to fixed assets	(648)	(423)
Additions to patents and trademarks	(9)	(33)
	<hr/>	<hr/>
	(911)	(456)
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<b>Increase (Decrease) in Cash and Cash Equivalents</b>	226	328
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<b>Cash and Cash Equivalents</b>		
Beginning of period	1,643	1,307
End of period	\$ 1,869	\$ 1,635

**Notes to Interim Financial Statements:****(1) Basis of preparation**

These unaudited interim financial statements have been prepared in accordance with Canadian generally accepted accounting principles, using the same accounting policies and methods of computation as were used for the financial statements for the year ended April 30, 2002.

These unaudited interim financial statements do not include all the disclosures required by Canadian generally accepted accounting principles in annual financial statements and accordingly, should be read in conjunction with the Financial Statements for the year ended April 30, 2002.

**(2) Revenues**

The Company derives revenues from the sale of vehicle tracking devices, presented as "Product sales", and service contracts presented as "Service Contracts", and "Other" revenues such as tracking services.

**(3) Comparatives Figures**

Certain reclassifications of the comparative amounts presented have been made to facilitate comparison with the current period.

**SUPPLEMENTARY INFORMATION**  
New Boomerang units installed and activated

Fiscal 2003		
For the three months ended	Quarterly	Cumulative
July 31	12,089	116,484
October 31		
January 31		
April 30		
<b>Total</b>	<b>12,089</b>	

Fiscal 2002		
For the three months ended	Quarterly	Cumulative
July 31	11,763	69,672
October 31	12,007	81,679
January 31	11,655	93,334
April 30	11,061	104,395
<b>Total</b>	<b>46,486</b>	

Fiscal 2001		
For the three months ended	Quarterly	Cumulative
July 31	7,983	26,828
October 31	9,908	36,736
January 31	10,769	47,505
April 30	10,404	57,909
<b>Total</b>	<b>39,064</b>	

Fiscal 2000		
For the three months ended	Quarterly	Cumulative
July 31	1,850	6,832
October 31	2,160	8,992
January 31	4,080	13,072
April 30	5,773	18,845
<b>Total</b>	<b>13,863</b>	

Fiscal 1999		
For the three months ended	Quarterly	Cumulative
July 31	710	1,947
October 31	813	2,760
January 31	772	3,532
April 30	1,450	4,982
<b>Total</b>	<b>3,745</b>	