

Balance Sheet

(Thousands of dollars)

	As at	As at
	July 31, 2003	April 30, 2003
	<i>(Unaudited)</i>	<i>(Audited)</i>
Assets		
Current		
Cash and cash equivalents	\$ 3,101	\$ 2,568
Short-term investments	9,250	7,317
Accounts receivable	2,010	2,075
Investment tax credits receivable	257	257
Income taxes recoverable	178	515
Inventories	1,881	1,404
Prepaid expenses	102	218
	16,779	14,354
Fixed Assets	3,446	3,372
(Net of accumulated amortization of: July 31, 2003: \$1,619 April 30, 2003: \$1,413)		
Patents and Trademarks	185	188
(Net of accumulated amortization of: July 31, 2003: \$219; April 30, 2003: \$197)		
	\$ 20,410	\$ 17,914
Liabilities		
Current		
Accounts payable and accrued liabilities	\$ 3,343	\$ 3,037
Deferred revenue	9,009	7,833
	12,352	10,870
Deferred Revenue	2,035	1,566
Future Income Taxes	384	291
	14,771	12,727
Shareholders' Equity		
Capital stock	764	770
Retained earnings	4,875	4,417
	5,639	5,187
	\$ 20,410	\$ 17,914

Statement of Retained Earnings

(Thousands of dollars)

	For the three months ended	
	2003	July 31 2002
	(Unaudited)	(Unaudited)
Balance - Beginning of Period	\$ 4,417	\$ 3,927
Net earnings	693	534
	5,110	4,461
Premium on repurchase and cancellation of class "A" shares	(235)	(4)
Balance - End of Period	\$ 4,875	\$ 4,457

Statement of Earnings

(Thousands of dollars except earnings per share information)

	For the three months ended	
	July 31	
	2003	2002
	<i>(Unaudited)</i>	<i>(Unaudited)</i>
Revenues		
Product sales	\$ 2,518	\$ 2,025
Service contracts	3,880	2,856
Other	209	154
	6,607	5,035
Expenses		
Except the following	5,067	3,739
Amortization	228	185
Foreign Exchange	12	29
Interest income	(67)	(53)
Research and development	267	288
	5,507	4,188
Earnings Before Income Taxes	1,100	847
Income taxes	407	313
Net Earnings	\$ 693	\$ 534
Net Earnings Per Share		
Basic	\$ 0.032	\$ 0.024
Diluted	\$ 0.031	\$ 0.024
Weighted Average Number of Shares Outstanding		
Basic	21,804,699	22,329,937
Diluted	22,085,012	22,641,619

Statement of Cash Flows
(Thousands of dollars)

	For the three months ended	
	July 31	
	2003	2002
	<i>(Unaudited)</i>	<i>(Unaudited)</i>
Funds Provided (Used) -		
Operating Activities		
Net earnings	\$ 693	\$ 534
Amortization	228	185
Future income taxes	93	10
	<u>1,014</u>	<u>729</u>
Changes in non-cash operating elements of working capital	1,992	412
	<u>3,006</u>	<u>1,141</u>
Financing Activities		
Repurchase and cancellation of class "A" shares	(241)	(4)
Investing Activities		
Short-term investments	(1,933)	(254)
Additions to fixed assets	(280)	(648)
Additions to patents and trademarks	(19)	(9)
	<u>(2,232)</u>	<u>(911)</u>
Increase (Decrease) in Cash and Cash Equivalents	533	226
Cash and Cash Equivalents		
Beginning of period	2,568	1,643
End of period	<u>\$ 3,101</u>	<u>\$ 1,869</u>

Notes to Interim Financial Statements:

(Thousands of dollars)

(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, 2003.

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, 2003.

(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) Comparative 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	12,775	159,154
October 31		
January 31		
April 30		
Total	12,775	

Fiscal 2003		
For the three months ended	Quarterly	Cumulative
July 31	12,089	116,484
October 31	10,052	126,536
January 31	9,812	136,348
April 30	10,031	146,379
Total	41,984	

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
Total	46,486	

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
Total	39,064	

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
Total	13,863	