

Consolidated Balance Sheet
(Thousands of dollars)

	As at October 31, 2003 <i>(Unaudited)</i>	As at April 30, 2003 <i>(Audited)</i>
Assets		
Current		
Cash and cash equivalents	\$ 2,226	\$ 2,568
Short-term investments	10,335	7,317
Accounts receivable	1,449	2,075
Investment tax credits receivable	257	257
Income taxes recoverable	-	515
Inventories	2,378	1,404
Prepaid expenses	312	218
	<u>16,957</u>	<u>14,354</u>
Fixed Assets	3,566	3,372
(Net of accumulated amortization of: October 31, 2003: \$1,844 April 30, 2003: \$1,413)		
Patents and Trademarks	191	188
(Net of accumulated amortization of: October 31, 2003: \$244; April 30, 2003: \$197)		
Future Income Taxes	40	-
	<u>\$ 20,754</u>	<u>\$ 17,914</u>
Liabilities		
Current		
Accounts payable and accrued liabilities	\$ 2,485	\$ 3,037
Income taxes payable	278	-
Deferred revenue	9,571	7,833
	<u>12,334</u>	<u>10,870</u>
Deferred Revenue	2,378	1,566
Future Income Taxes	-	291
	<u>14,712</u>	<u>12,727</u>
Shareholders' Equity		
Capital stock	758	770
Retained earnings	5,284	4,417
	<u>6,042</u>	<u>5,187</u>
	<u>\$ 20,754</u>	<u>\$ 17,914</u>

Consolidated Statements of Retained Earnings
(Thousands of dollars)

	For the six months ended	
	2003	2002
	(Unaudited)	(Unaudited)
Balance - Beginning of Period	\$ 4,417	\$ 3,927
Net earnings	1,451	883
	5,868	4,810
Premium on repurchase of shares	(584)	(175)
Balance - End of Period	\$ 5,284	\$ 4,635

Consolidated Statements of Earnings

(Thousands of dollars except earnings per share information)

	For the three months ended		For the six months ended	
	October 31		October 31	
	2003	2002	2003	2002
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Revenues				
Sales of equipment	\$ 1,881	\$ 1,632	\$ 4,399	\$ 3,657
Service contracts	4,081	3,078	7,961	5,934
Other	186	159	395	313
	6,148	4,869	12,755	9,904
Expenses				
Except the following -	4,451	3,816	9,518	7,555
Amortization	250	243	478	428
Foreign exchange	60	9	72	38
Interest income	(92)	(43)	(159)	(96)
Research and development	275	273	542	561
	4,944	4,298	10,451	8,486
Earnings Before Income Taxes	1,204	571	2,304	1,418
Income taxes	446	222	853	535
Net Earnings	\$ 758	\$ 349	\$ 1,451	\$ 883
Earnings Per Share				
Basic	\$ 0.035	\$ 0.016	\$ 0.067	\$ 0.040
Diluted	\$ 0.034	\$ 0.015	\$ 0.066	\$ 0.039
Weighted Average Number of Class "A" Shares Outstanding				
Basic	21,680,596	22,289,255	21,742,647	22,309,596
Diluted	21,971,933	22,581,457	22,025,786	22,614,161

Consolidated Statements of Cash Flows
(Thousands of dollars)

	For the three months ended		For the six months ended	
	2003	2002	2003	2002
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Funds Provided (Used) -				
Operating Activities				
Net earnings	\$ 758	\$ 349	\$ 1,451	\$ 883
Amortization	250	243	478	428
Future income taxes	(423)	103	(330)	113
	585	695	1,599	1,424
Changes in non-cash operating elements of working capital	356	(560)	2,348	(148)
	941	135	3,947	1,276
Financing Activity				
Repurchase of class "A" shares	(355)	(175)	(596)	(179)
Investing Activities				
Short-term investments	(1,085)	991	(3,018)	737
Additions to fixed assets	(345)	(421)	(625)	(1,069)
Additions to patents and trademarks	(31)	(32)	(50)	(41)
	(1,461)	538	(3,693)	(373)
Increase (Decrease) in Cash and Cash Equivalents	(875)	498	(342)	724
Cash and Cash Equivalents				
Beginning of period	3,101	1,869	2,568	1,643
End of period	\$ 2,226	\$ 2,367	\$ 2,226	\$ 2,367
Additional Cash Flow Information				
Income taxes paid	\$ 430	\$ 290	\$ 458	\$ 259

Notes to Interim Consolidated Financial Statements:

(Thousands of dollars)

(1) Basis of preparation

These unaudited interim consolidated 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 consolidated financial statements for the year ended April 30, 2003.

These unaudited interim consolidated 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 Consolidated Financial Statements for the year ended April 30, 2003.

(2) Revenues

The Company derives revenues from the sale of vehicle tracking devices, presented as "Sales of Equipment", 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 2004		
For the three months ended	Quarterly	Cumulative
July 31	12,775	159,154
October 31	10,160	169,314
January 31		
April 30		
Total	22,935	

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	