

FIRAN TECHNOLOGY GROUP CORPORATION
Consolidated Balance Sheets

(in thousands of dollars)	November 30, 2012	November 30, 2011	December 1, 2010
ASSETS			
Current assets			
Cash	\$ 1,446	\$ 1,944	\$ 927
Accounts receivable	10,276	9,592	9,332
Taxes receivable	250	378	448
Inventories	7,927	7,973	8,726
Prepaid expenses	432	316	641
	20,331	20,203	20,074
Non-current assets			
Plant and equipment, net	5,608	4,474	4,024
Goodwill	1,039	1,039	1,039
Deferred income taxes	1,375	1,375	667
Intangible assets	244	293	336
Total assets	\$ 28,597	\$ 27,384	\$ 26,140
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current liabilities			
Bank indebtedness	\$ 994	\$ -	\$ 731
Accounts payable and accrued liabilities	7,184	8,123	7,420
Provisions	309	485	544
Customer deposits, net of deferred development	843	714	-
Unearned revenue	-	-	152
Current portion of long-term bank debt	44	1,425	3,031
	9,374	10,747	11,878
Non-current liabilities			
Long-term bank debt	361	-	-
Subordinated loan	3,613	2,444	1,746
Government assistance	1,234	1,065	914
Total liabilities	14,582	14,256	14,538
Shareholders' equity			
Deficit	\$ (9,104)	\$ (10,032)	\$ (11,506)
Accumulated other comprehensive (loss) income	(85)	12	-
	(9,189)	(10,020)	(11,506)
Share capital			
Common shares	12,681	12,681	12,681
Preferred shares	2,218	2,218	2,218
Contributed surplus	8,305	8,249	8,209
Total shareholders' equity	14,015	13,128	11,602
Total liabilities and shareholders' equity	\$ 28,597	\$ 27,384	\$ 26,140

FIRAN TECHNOLOGY GROUP CORPORATION
Consolidated Statements of Earnings

(in thousands of dollars, except per share amounts)	Years ended	
	November 30, 2012	November 30, 2011
Sales	\$ 55,646	\$ 53,730
Cost of sales		
Cost of sales	41,413	39,620
Depreciation of plant and equipment	1,605	1,830
Total cost of sales	43,018	41,450
Gross margin	12,628	12,280
Expenses		
Selling, general and administrative	8,259	8,253
Research and development costs	2,823	2,915
Recovery of research and development costs	(290)	(348)
Depreciation/amortization of office equipment and intangible assets	140	113
Interest expense on short-term debt	75	168
Interest expense on long-term debt	273	229
Severance	54	43
Foreign exchange loss	335	139
Total expenses	11,669	11,512
Earnings before income taxes	959	768
Income tax expense	31	2
Deferred tax recovery	-	(708)
Net earnings	\$ 928	\$ 1,474
Earnings per share		
Basic	\$ 0.05	\$ 0.08
Diluted	\$ 0.05	\$ 0.08

FIRAN TECHNOLOGY GROUP CORPORATION
Consolidated Statements of Comprehensive Income

(in thousands of dollars)	Years ended	
	November 30, 2012	November 30, 2011
Net earnings	\$ 928	\$ 1,474
Other comprehensive (loss) income		
Foreign currency translation adjustments	(97)	12
	(97)	12
Total comprehensive income	\$ 831	\$ 1,486

FIRAN TECHNOLOGY GROUP CORPORATION
Consolidated Statements of Changes in Shareholders' Equity
Years ended November 30, 2012 and November 30, 2011

(in thousands of dollars)	Common Shares	Preferred Shares	Deficit	Contributed Surplus	Accumulated Other Comprehensive Income (Loss)	Total Shareholders' Equity
Balance, December 1, 2010	\$ 12,681	\$ 2,218	\$ (11,506)	\$ 8,209	\$ -	\$ 11,602
Net earnings	-	-	1,474	-	-	1,474
Stock-based compensation	-	-	-	40	-	40
Foreign currency translation adjustments	-	-	-	-	12	12
Balance, November 30, 2011	12,681	2,218	(10,032)	8,249	12	13,128
Net earnings	-	-	928	-	-	928
Stock-based compensation	-	-	-	56	-	56
Foreign currency translation adjustments	-	-	-	-	(97)	(97)
Balance, November 30, 2012	\$ 12,681	\$ 2,218	\$ (9,104)	\$ 8,305	\$ (85)	\$ 14,015

FIRAN TECHNOLOGY GROUP CORPORATION
Consolidated Statements of Cash Flows

(in thousands of dollars)	Years ended	
	November 30, 2012	November 30, 2011
Net inflow (outflow) of cash related to the following:		
Operating activities		
Net earnings	\$ 928	\$ 1,474
Items not affecting cash:		
Stock-based compensation	56	40
Loss from disposal of plant and equipment	12	25
Effect of exchange rates on U.S. dollar Canadian debt	(15)	(47)
Depreciation of plant and equipment	1,696	1,895
Amortization of intangible assets	49	48
Amortization of deferred financing costs	50	28
AMIS interest accretion	251	150
Amortization of government assistance	(403)	(261)
Recovery of deferred income taxes	-	(708)
Changes in non-cash operating working capital	(1,629)	1,974
	995	4,618
Investing activities		
Additions to plant and equipment	(2,889)	(2,433)
Proceeds from disposal of plant and equipment	23	56
Additions to deferred financing costs/intangible assets	(108)	(5)
	(2,974)	(2,382)
Financing activities		
Increase (decrease) in bank indebtedness	994	(759)
Proceeds from subordinated loan and government assistance	1,490	960
Proceeds from long-term bank debt	497	-
Repayments of long-term bank debt	(1,423)	(1,532)
	1,558	(1,331)
Effects of foreign exchange rate changes on cash flow	(77)	112
Net cash flow	(498)	1,017
Cash, beginning of year	1,944	927
Cash, end of year	\$ 1,446	\$ 1,944
Disclosure of cash payments		
Payment for interest	\$ 95	\$ 247
Payments for income taxes	\$ 31	\$ 2