

CIRCUIT WORLD CORPORATION

Consolidated Balance Sheets

(in thousands of dollars)

| | 29-Aug-03 (unaudited) | 30-Nov-02 (unaudited) |
|--|--------------------------|--------------------------|
| ASSETS | | |
| CURRENT | | |
| Cash | \$ - | \$ - |
| Accounts receivable | 8,222 | 5,249 |
| Inventories | 4,324 | 2,924 |
| Prepaid expenses | 299 | 213 |
| Future Income Taxes | 110 | 110 |
| | 12,955 | 8,496 |
| PLANT AND EQUIPMENT | 12,722 | 6,108 |
| GOODWILL | 896 | - |
| OTHER ASSETS | 82 | - |
| FUTURE INCOME TAXES | 3,405 | 405 |
| | \$ 30,060 | \$ 15,009 |
| LIABILITIES | | |
| CURRENT | | |
| Bank indebtedness | \$ 314 | \$ - |
| Accounts payable and accrued liabilities | 8,936 | 3,699 |
| Current portion of long-term debt | 1,527 | 100 |
| Income taxes payable | 5 | 198 |
| Due to parent | - | 8,299 |
| | 10,782 | 12,296 |
| LONG-TERM DEBT | 2,414 | 300 |
| | 13,196 | 12,596 |
| COMMITMENTS | | |
| SHAREHOLDERS' EQUITY | | |
| SHARE CAPITAL - COMMON SHARES | 12,565 | 1,465 |
| CONTRIBUTED SURPLUS | 5,253 | - |
| (DEFICIT)/RETAINED EARNINGS | (954) | 948 |
| | 16,864 | 2,413 |
| | \$ 30,060 | \$ 15,009 |

CIRCUIT WORLD CORPORATION

Consolidated Statements of Operations and Retained Earnings

(in thousands of dollars except per share amounts)

| | Three Months Ended | | Year to Date | |
|--|--------------------|-----------|--------------|-----------|
| | 29-Aug-03 | 30-Aug-02 | 29-Aug-03 | 30-Aug-02 |
| | (unaudited) | | (unaudited) | |
| SALES | \$ 8,034 | \$ 6,812 | \$ 21,279 | \$ 18,334 |
| COST OF SALES | 6,002 | 5,223 | 15,613 | 14,695 |
| GROSS MARGIN | 2,032 | 1,589 | 5,666 | 3,639 |
| EXPENSES | | | | |
| Selling, general and administrative | 1,159 | 734 | 3,347 | 2,118 |
| Amortization of plant and equipment | 590 | 269 | 1,296 | 1,075 |
| Interest expense on long-term debt | 29 | - | 29 | - |
| Research and development | - | 17 | - | 115 |
| | 1,778 | 1,020 | 4,672 | 3,308 |
| OPERATING EARNINGS/(LOSS) | 254 | 569 | 994 | 331 |
| RESTRUCTURING COSTS | 2,567 | - | 2,567 | - |
| (LOSS) / EARNINGS BEFORE TAX | (2,313) | 569 | (1,573) | 331 |
| INCOME TAX (RECOVERY)/PROVISION | 51 | 213 | 329 | 124 |
| NET (LOSS) / EARNINGS | (2,364) | 356 | (1,902) | 207 |
| RETAINED EARNINGS, BEGINNING OF PERIOD | 1,410 | 231 | 948 | 380 |
| (DEFECIT)/RETAINED EARNINGS, END OF PERIOD | \$ (954) | \$ 587 | \$ (954) | \$ 587 |
| EARNINGS/(LOSS) PER SHARE | | | | |
| Basic and diluted | \$ (0.22) | \$ 0.04 | \$ (0.20) | \$ 0.02 |

CIRCUIT WORLD CORPORATION
Consolidated Statements of Cash Flows
(in thousands of dollars)

| | Three Months Ended | | Year to Date | |
|---|--------------------|-----------|--------------|-----------|
| | 29-Aug-03 | 30-Aug-02 | 29-Aug-03 | 30-Aug-02 |
| | (unaudited) | | (unaudited) | |
| NET INFLOW (OUTFLOW) OF CASH RELATED TO THE FOLLOWING ACTIVITIES | | | | |
| OPERATING | | | | |
| Net earnings/(loss) | \$ (2,364) | \$ 356 | \$ (1,902) | \$ 207 |
| Items not affecting cash | | | | |
| Restructuring charges (Note2) | 2,567 | - | 2,567 | - |
| Future income taxes | 52 | - | - | - |
| Amortization of other assets | 71 | - | 71 | - |
| Amortization of plant and equipment | 590 | 269 | 1,296 | 1,075 |
| | 916 | 625 | 2,032 | 1,282 |
| Changes in non-cash operating working capital | 192 | (870) | 86 | (230) |
| | 1,108 | (245) | 2,118 | 1,052 |
| INVESTING | | | | |
| Additions to plant and equipment | (139) | (111) | (1,049) | (263) |
| | (139) | (111) | (1,049) | (263) |
| FINANCING | | | | |
| Repayment of advances to parent | | 356 | | (689) |
| Repayment of long-term debt | (68) | - | (168) | (100) |
| | (68) | 356 | (168) | (789) |
| INCREASE IN CASH | 901 | - | 901 | - |
| CASH, BEGINNING OF PERIOD | - | - | - | - |
| BANK INDEBTEDNESS ACQUIRED ON ACQUISITION | (1,215) | - | (1,215) | - |
| (BANK INDEBTEDNESS) CASH, END OF PERIOD | \$ (314) | \$ - | \$ (314) | \$ - |
| DISCLOSURE OF CASH PAYMENTS | | | | |
| Interest | \$ 29 | \$ - | \$ 29 | \$ - |
| Payment of income tax | \$ 32 | \$ 55 | \$ 503 | \$ 715 |