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NEWS RELEASE

MAGELLAN AEROSPACE CORPORATION ANNOUNCES FINANCIAL RESULTS

Toronto, Ontario – May 12, 2009 – Magellan Aerospace Corporation (“Magellan” of the “Corporation”) released its financial results for the first quarter of 2009. All amount are expressed in Canadian dollars unless otherwise indicated. The results are summarized as follows:

	Three-months ended		
	March 31		
	2009	2008	Change
Revenues	\$ 179,288	\$ 161,095	11.3 %
Gross Profit	\$ 21,704	\$ 17,321	25.3 %
Net Income	\$ 7,923	\$ 2,051	286.3 %
Net Income per share	\$ 0.41	\$ 0.09	355.5 %

This press release contains certain forward-looking statements that reflect the current views and/or expectations of the Corporation with respect to its performance, business and future events. Such statements are subject to a number of risks, uncertainties and assumptions, which may cause actual results to be materially different from those expressed or implied. The Corporation assumes no future obligation to update these forward-looking statements.

The Corporation has included certain measures in this quarterly statement, including EBITDA, the terms for which are not defined under Canadian generally accepted accounting principles. The Corporation defines EBITDA as earnings before interest, taxes, depreciation and amortization and non-cash charges. The Corporation has included these measures, including EBITDA, because it believes this information is used by certain investors to assess financial performance and EBITDA is a useful supplemental measure as it provides an indication of the results generated by the Corporation's principal business activities prior to consideration of how these activities are financed and how the results are taxed in various jurisdictions. Although the Corporation believes these measures are used by certain investors (and the Corporation has included them for this reason), these measures may not be comparable to similarly titled measures used by other companies.

In the first quarter of 2009, the Corporation continued the steadily improved performance demonstrated in 2008, generating increased revenues and gross profit over the first quarter 2008. Net income for the first quarter of 2009 was also better than first quarter 2008. Revenues in the first quarter of 2009 benefited in part from the strengthening of the United States dollar in relation to the Canadian dollar, but this benefit was partially offset by the lower value of the British Pound to the Canadian dollar. The favourable results reported also benefited from increased efficiencies in production, and improved cost control across the Corporation.

At the same time, the Corporation has experienced decreased production expectations on certain product lines, and expects this to continue through 2009 and into 2010 due to the current economic environment. To date, these decreases have occurred primarily in the business aviation sector, but management believes that production reductions for twin-aisle civil aircraft may also occur late in 2009 for 2010 production. The Corporation has received continuing orders on current legacy work, and increasingly on new programs as the production rates accelerate over the next several years.

The Corporation achieved improvements in operating efficiency as new technology and methodologies reached operational status at its operating sites, and through continued transfer of non-core work packages to emerging market sites. This has the added benefit of generating capacity in its facilities for additional complex core work. The Corporation's jointly owned treatments facility in India, which completed construction in the fourth quarter of 2008, has begun receiving customer certifications that allow operations to proceed.

For additional information, please refer to the "Management's Discussion and Analysis" section of the Annual Report available on www.sedar.com.

Revenues

	Three-months ended		
	March 31		
(Expressed in thousands)	2009	2008	Change
Canada	\$ 83,992	\$ 72,979	15.1 %
United States	54,573	54,282	0.1 %
United Kingdom	40,723	33,834	20.4 %
Total revenue	\$ 179,288	\$ 161,095	11.3 %

Consolidated revenues for the first quarter of 2009 were \$179.3 million, an increase of \$18.2 million or 11.3% over the first quarter of 2008. Increased revenues in both Canada and the United States when compared to the same period in 2008 can largely be attributed to the appreciation of the U.S. dollar exchange rate versus the Canadian dollar. In native currency, revenues in the United States declined from the first quarter of 2008 primarily as a result of the reduced requirements stemming from the late 2008 strike at one of the Corporation's major customer. Revenues in the United Kingdom increased over revenues in the same period in 2008, despite the decline in the British Pound exchange rate versus the Canadian dollar. Revenues in the United Kingdom in native currency increased by 34% due to increased production activity surrounding the Airbus family of parts. The appreciation of the U.S. dollar and the decline of the British Pound against the Canadian dollar, over the exchange rates prevailing in the first quarter of 2008, contributed, on a net basis, an increase of \$15.9 million in revenues.

Gross Profit

	Three-months ended		
	March 31		
(Expressed in thousands)	2009	2008	Change
Gross profit	\$ 21,704	\$ 17,321	25.3 %
Percentage of revenue	12.1 %	10.8 %	

Gross profit of \$21.7 million (12.1% of revenues) was reported for the first quarter of 2009 compared to \$17.3 million (10.8% of revenues) during the same period in 2008. Gross profit, as a percentage of revenues, increased as a result of the appreciation of the U.S. dollar exchange rate versus the Canadian dollar in the quarter, the realization of price increases over the same period in 2008 as well as changes in product mix. Increased margins in the first quarter of 2009 over the first quarter of 2008 were offset by the reduced requirements at several plants due to the late 2008 strike at one of the Corporation's major customers as well as the decline in the average British Pound exchange rate versus the Canadian dollar.

Had the U.S. and British Pound exchange rates remained the same as in the first quarter of 2008, gross margin would have been approximately \$4.7 million lower for the first quarter of 2009.

Administrative and General Expenses

	Three-months ended March 31	
	2009	2008
<i>(Expressed in thousands)</i>		
Administrative and general expenses	\$ 10,775	\$ 9,561
Foreign exchange gain	(1,973)	(1,590)
Total administrative and general expenses	\$ 8,802	\$ 7,971
Percentage of revenue	4.9%	5.0 %

Total administrative and general expenses were \$8.8 million (4.9% of revenues) in the first quarter of 2009 compared to \$8.0 million (5.0% of revenues) in the same period of 2008. Administrative and general expenses before foreign exchange were \$10.8 million (6.0% of revenues) in the first quarter of 2009, consistent with the first quarter of 2008 at \$9.6 million (5.9% of revenues).

Interest Expense

	Three-months ended March 31	
	2009	2008
<i>(Expressed in thousands)</i>		
Interest on bank indebtedness and other long-term debt	\$ 2,994	\$ 3,407
Convertible debenture interest	436	805
Accretion charge for convertible debt	68	242
Discount on sale of accounts receivable	777	1,081
Total interest expense	\$ 4,275	\$ 5,535

Interest expense of \$4.3 million in the first quarter of 2009 was lower than the first quarter of 2008 amount of \$5.5 million. Accretion expense in relation to the convertible debentures was lower in the first quarter of 2009 than the comparative quarter in 2008 due to a lower principal amount of convertible debentures outstanding. Lower discount expense on the sale of accounts receivable resulted from decreased amounts of accounts receivables sold in the first quarter of 2009 when compared to the same quarter of 2008. Lower interest rates in the first quarter of 2009 when compared to the same quarter of 2008 also resulted in lower interest charges on the bank indebtedness.

Provision for Income Taxes

	Three-months ended March 31	
	2009	2008
<i>(Expressed in thousands)</i>		
Provision for current income taxes	\$ 169	\$ -
Expense of future income taxes	535	1,764
Total expense of income taxes	\$ 704	\$ 1,764
Effective Tax Rate	8.2%	46.2 %

The Corporation recorded an income tax expense of \$0.7 million for the first quarter of 2009, compared to an income tax expense of \$1.8 million for the first quarter of 2008. The change in effective tax rates is a result of a changing mix of income across the different jurisdictions in which the Corporation operates. The recognition of previous unrecorded future tax assets derived from temporary differences in Canada also contributed to the lower effective tax rate.

Earnings Before Interest, Taxes, Depreciation and Amortization (EBITDA)

In addition to the primary measures of earnings and earnings per share in accordance with GAAP, the Corporation includes certain measures in this MD&A, including EBITDA (earnings before interest expense, income taxes, depreciation, amortization and certain non-cash charges). The Corporation has provided these measures because it believes this information is used by certain investors to assess financial performance and EBITDA is a useful supplemental measure as it provides an indication of the results generated by the Corporation's principal business activities prior to consideration of how these activities are financed and how the results are taxed in the various jurisdictions. Each of the components of this measure are calculated in accordance with GAAP, but EBITDA is not a recognized measure under GAAP, and our method of calculation may not be comparable with that of other companies. Accordingly, EBITDA should not be used as an alternative to net earnings as determined in accordance with GAAP or as an alternative to cash provided by or used in operations.

	Three-months ended	
	March 31	
<i>(Expressed in thousands)</i>	2009	2008
Net income	\$ 7,923	\$ 2,051
Interest	4,275	5,535
Taxes	704	1,764
Stock based compensation	232	318
Depreciation and amortization	9,299	5,823
EBITDA	\$ 22,433	\$ 15,491

EBITDA for the first quarter of 2009 was \$22.4 million, compared to \$15.5 million in the first quarter of 2008. Growth in revenues and higher gross profit in the first quarter of 2009 compared to 2008 contributed to the increase in EBITDA for the current quarter.

Liquidity and Capital Resources

Cash Flow from Operations

	Three-months ended	
	March 31	
<i>(Expressed in thousands)</i>	2009	2008
Increase in accounts receivable	\$ (20,016)	\$ (5,347)
Decrease (increase) in inventories	2,830	(11,238)
Decrease in prepaid expenses and other	398	340
(Decrease) increase in accounts payable	(12,555)	1,086
Changes to non-cash working capital balances	\$ (29,343)	\$ (15,159)
Cash used in operating activities	\$ (11,060)	\$ (5,744)

In the quarter ended March 31, 2009, the Corporation used \$11.1 million of cash in its operations, compared to \$5.7 million in the first quarter of 2008. Cash was used by increased accounts receivable and decreased accounts payable, offset by a decrease in inventory. The increase in accounts receivable resulted from increased sales in the first quarter of 2009 when compared to the same quarter in 2008 as well as a decrease in the amount of accounts receivable sold under the securitization facility at the end of the first quarter of 2009.

Investing Activities

	Three-months ended	
	March 31	
<i>(Expressed in thousands)</i>	2009	2008
Acquisition of Verdict	\$ -	\$ (4,240)
Purchase of capital assets	(5,345)	(4,641)
Proceeds of disposals of capital assets	144	145
Increase in other assets	(448)	(1,582)
Cash used in investing activities	\$ (5,649)	\$ (10,318)

In the first quarter of 2009, the Corporation invested \$5.3 million in capital assets to upgrade and enhance its capabilities for current and future programs.

Financing Activities

	Three-months ended	
	March 31	
	2009	2008
<i>(Expressed in thousands)</i>		
Increase in bank indebtedness	\$ 14,042	\$ 14,335
Increase in loan payable	–	15,000
Decrease in long-term debt	(547)	(15,612)
Increase in long-term debt	–	50,000
Decrease in convertible debentures	–	(69,985)
Increase in convertible debentures	–	20,778
Decrease in long-term liabilities	(100)	(429)
Issue of Common Shares	8	23
Dividends on Preference Shares	–	(400)
Cash provided by financing activities	\$ 13,403	\$ 13,710

As previously announced, the Corporation amended its operating credit facility with its existing lenders on April 30, 2009. Under the terms of the amended agreement, the maximum amount available under the operating credit facility was decreased to a Canadian dollar limit of \$90 million plus a US dollar limit of \$85 million, with a maturity date of May 22, 2010. The facility is extendable for unlimited one-year renewal periods by the agreement of the Corporation and the lenders and continues to be guaranteed by the Chairman of the Board of the Corporation. An annual standby guarantee fee in 2009 of 1.35% (2008 – 1.35%) of the guaranteed amount will be provided by the Corporation in consideration for this guarantee.

On April 30, 2009, the Corporation completed the following previously announced financing arrangements:

(a) the purchase by Mr. Edwards, the Chairman of the Board of the Corporation, directly or indirectly, of \$40.0 million principal amount of a new issue of 10% Convertible Secured Subordinated Debentures (the "New Convertible Debentures") with a three year term by private placement; and

(b) the extension and restatement of a previous secured subordinated loan from Edco Capital Corporation ("Edco"), which is wholly owned by Mr. Edwards, to the Corporation to increase the principal amount from \$50.0 million to \$65.0 million and to extend the maturity date of the loan to July 1, 2010 in consideration for the payment of a one time fee to Edco equal to 1% of the principal amount of \$50.0 million outstanding and an increase in the interest rate on the loan from 10% to 12% per annum payable monthly in arrears.

(together the "2009 Financing Arrangements")

As a result of a requirement under a change of control provision in the previously issued 8.5% convertible unsecured debentures due January 31, 2010 (the "2008 Debentures"), the Corporation was required to make an offer to purchase the 2008 Debentures at a price of 102.5% of the principal amount plus accrued and unpaid interest utilizing the proceeds of the 2009 Financing Arrangements. Such 2008 Debentures are outstanding in the principal amount of \$20.95 million of which \$17.5 million of the principal amount is held by Mr. Edwards and Mr. Moeller, a director of the Corporation, holds \$0.65 million. The offer to purchase will be open and the 2008 Debentures tendered under the offer may be taken up and paid for by Magellan from time to time until May 21, 2009 unless the offer is extended.

Pursuant to a similar change of control definition in the Preference Shares' terms, the Corporation is required to retract its outstanding Preference Shares at a price of \$10.00 per share plus accrued and unpaid dividends, unless such retraction contravenes any instrument of indebtedness of the Corporation or the terms of the Ontario Business Corporations Act (the "OBCA"). Dividends for the first quarter of 2009 have not been declared and remain cumulative as at March 31, 2009. The Corporation does not currently expect to retract the Preference Shares as it is prohibited from doing so by the terms of its operating credit facility and any default in the operating credit facility would result in the Corporation being unable to pay its liabilities as they become due and constitute a contravention of the OBCA. Accordingly, the preference shares continue to be classified as equity instruments.

Share Data and Share Consolidation

As at April 30, 2009, the Corporation had 18,209,001 common shares outstanding and 2,000,000 outstanding First Preference Shares Series A.

At the Corporation's Annual General and Special Meeting, the Corporation's shareholders approved a consolidation of Magellan's issued and outstanding common shares on the basis of one new common share for each five common shares presently issued and outstanding that was effective May 21, 2008.

Risks and Uncertainties

The Corporation manages a number of risks in each of its businesses in order to achieve an acceptable level of risk without hindering the ability to maximize returns. Management has procedures to identify and manage significant operational and financial risks.

For more information in relation to the risks inherent in Magellan's business, reference is made to the information under "Company Overview" in Management's Discussion and Analysis for the quarter ended March 31, 2009 and to the information under "Risks Inherent in Magellan's Business" in the Annual Information Form, which is filed with SEDAR (www.sedar.com).

Changes in Accounting Policies

On January 1, 2009, the Corporation adopted CICA Handbook 3064, "Goodwill and Intangible Assets". This new section replaces the existing standards for "Goodwill and Other Intangible Assets" (CICA Handbook Section 3062) and "Research and Development Costs" (CICA Handbook Section 3450). The new standard (i) states that upon their initial identification, intangible assets are to be recognized as assets only if they meet the definition of an intangible asset and the recognition criteria; (ii) provides guidance on the recognition of internally generated intangible assets including research and development costs; and (iii) carries forward the current requirements of Section 3062 for subsequent measurement and disclosure of intangible assets and goodwill. The adoption of this new section did not have a material impact on the Corporation's consolidated financial statements.

On January 20, 2009, the Emerging Issues Committee ["EIC"] of Canada's Accounting Standards Board (the "AcSB") issued EIC Abstract 173, which establishes that an entity's own credit risk and the credit risk of the counterparty should be taken into account in determining the fair value of financial assets and liabilities, including derivative instruments. The Corporation adopted this EIC on January 20, 2009 and applied the EIC retrospectively, without restatement of prior years to all financial assets and financial liabilities measured at fair value. The adoption of this new EIC did not have a material impact on its consolidated financial statements.

Future Changes in Accounting Policies

Sections 1582, "Business Combinations", 1601, "Consolidated Financial Statements", and 1602, "Non-controlling Interests".

In January 2009, the CICA issued Sections 1582, "Business Combinations", 1601, "Consolidated Financial Statements", and 1602, "Non-controlling Interests".

Section 1582 will be converged with IFRS 3, "Business Combinations". Section 1602 will be converged with the requirements of IAS 27, "Consolidated and Separate Financial Statements", for non-controlling interests. Section 1601 carries forward the requirements of Section 1600, "Consolidated Financial Statements", other than those relating to non-controlling interests.

Section 1582 applies to acquisitions made from January 1, 2011 in which the acquirer obtains control of one or more businesses. The term "business" is more broadly defined than in the existing standard. Most assets acquired and liabilities assumed, including contingent liabilities that are considered to be "improbable", will be measured at fair value. Any interest in the acquiree owned prior to obtaining control will be remeasured at fair value at the acquisition date, eliminating the need for guidance on step acquisitions. A bargain purchase will result in recognition of a gain. Acquisition costs must be expensed.

Under Section 1602, any non-controlling interest will be recognized as a separate component of shareholders' equity. Net income will be calculated without deduction for the non-controlling interest. Rather, net income will be allocated between the controlling and non-controlling interests.

The new standards will become effective in 2011. The Corporation is currently evaluating the impact of the adoption of these new standards on its consolidated financial statements.

International Financial Reporting Standards

In February 2008, AcSB confirmed that Canadian GAAP, as used by publicly accountable enterprises, will be converged with International Financial Reporting Standards ("IFRS") effective January 1, 2011. While IFRS uses a conceptual framework similar to Canadian GAAP, there are significant differences on recognition, measurement and disclosures. The transition from Canadian GAAP to IFRS will be applicable to the Corporation for the first quarter of 2011 where current and comparative financial information will be prepared in accordance with IFRS. In the period leading up to the changeover, the AcSB will continue to issue accounting standards that are converged with IFRS, thus mitigating the impact of the transition to IFRS at the changeover date. The International Accounting Standard Board will also continue to issue new accounting standards during the conversion period, and as a result, the final impact of IFRS on the Corporation's financial results will only be measured once all the IFRS applicable at the conversation date are known.

The Corporation commenced its IFRS conversion efforts during 2008. The transition project consists of several elements: planning; awareness raising and training; assessment; design; and implementation. With the assistance of external consultants, the Corporation has conducted sessions to raise awareness in its efforts to transition to IFRS. As part of planning, the Corporation completed a high level assessment of the major differences between Canadian GAAP and IFRS. During 2009, work will be initiated relating to assessment and design. This will involve detailed evaluation of the differences on recognition, measurement and disclosures between Canadian GAAP and IFRS, and design of solutions for the conversion to IFRS. The assessment and design will also entail establishment of issue-specific work teams to focus on generating alternatives and making recommendations in identified areas related to IFRS recognition, measurement and disclosures. The Corporation will establish a communications plan, develop staff training programs, and evaluate the impacts of the IFRS transition on other business activities.

Outlook

The Corporation expects that the positive sales trend in 2008 will be tempered in the aerospace industry in 2009. It is anticipated that business aircraft will experience a continued decline in use and orders through 2009, and that civil airliners, especially the larger models, will be produced at lower volumes during 2010. Airlines in the United States have benefited in 2008 and early 2009 from capacity reductions and additional revenue streams implemented in early 2008. Most are expected to be profitable in 2009, and it is hoped that new orders will be placed for new, fuel-efficient aircraft for delivery in 2010-2011 and beyond.

Defence spending is forecasted to be stable in both new aerospace equipment and in the aftermarket. The transition from legacy programs to new replacement programs is underway in the United States and Europe, and the Corporation expects to gain new work in key new programs commencing in 2009. The new work fits within the core areas of the Corporation, will introduce newer technologies, and will have extensive production runs.

The Corporation has beneficial exposure to the anticipated growth sectors of the global aerospace industry. It has captured opportunities on new civil and defence programs, has continued to modernize its facilities and updated its capabilities, and has taken measures to hopefully address contingencies that may arise during the economic uncertainty of 2009 and 2010.

Magellan Aerospace Corporation is one of the world's most integrated and comprehensive aerospace industry suppliers. Magellan designs, engineers, and manufactures aeroengine and aerostructure assemblies and components for aerospace markets, advanced products for military and space markets, and complementary specialty products. Magellan is a public company whose shares trade on the Toronto Stock Exchange (TSX: MAL), with operating units throughout Canada, the United States and the United Kingdom.

This release should be read in conjunction with the Corporation's audited financial statements and accompanying notes, Management's Discussion and Analysis contained in the Corporation's Annual Report, the Annual Information Form and with the Corporation's unaudited quarterly financial statements and accompanying notes and the quarterly Management's Discussion and Analysis which is filed with SEDAR (www.sedar.com).

-30-

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MAGELLAN AEROSPACE CORPORATION
CONSOLIDATED STATEMENTS OF OPERATIONS
(unaudited)

Three-months ended
March 31

(Expressed in thousands of dollars, except per share amounts)

	2009	2008
Revenues	\$ 179,288	\$ 161,095
Cost of revenues	157,584	143,774
Gross Profit	21,704	17,321
Administrative and general expenses	8,802	7,971
Interest	4,275	5,535
	13,077	13,506
Income before income taxes	8,627	3,815
Provision for income taxes		
Current	169	–
Future	535	1,764
	704	1,764
Net income	7,923	2,051
Net income per share		
Basic and Diluted	0.41	0.09

MAGELLAN AEROSPACE CORPORATION
CONSOLIDATED STATEMENTS OF RETAINED EARNINGS
(unaudited)

Three-months ended
March 31

(Expressed in thousands of dollars)

	2009	2008
Retained Earnings, beginning of period	59,752	82,747
Effect of change in accounting policy	–	32,156
Adjusted retained earnings, beginning of period	59,752	50,591
Dividends	–	(400)
Net income	7,923	2,051
Retained Earnings, end of period	\$ 67,675	\$ 52,242

MAGELLAN AEROSPACE CORPORATION
CONSOLIDATED STATEMENTS OF
COMPREHENSIVE INCOME
(unaudited)

Three-months ended
March 31

(Expressed in thousands of dollars)

	2009	2008
Net income	\$ 7,923	\$ 2,051
Other comprehensive income:		
Unrealized gain on translation of financial statements of self-sustaining foreign operations	4,915	5,298
Comprehensive income	\$ 12,838	\$ 7,349

MAGELLAN AEROSPACE CORPORATION
CONSOLIDATED BALANCE SHEETS

(unaudited)

**As at
March 31
2009**
**As at
December 31
2008**
(Expressed in thousands of dollars)
ASSETS
Current

Cash	\$ 2,066	\$ 5,362
Accounts receivable	89,590	67,435
Inventories	178,184	178,474
Prepaid expenses and other	10,563	10,717
Future income tax assets	4,085	5,097
Total current assets	284,488	267,085

Capital assets, net	281,141	277,207
Technology rights	32,077	32,567
Deferred development costs	68,264	69,225
Other assets	15,816	15,970
Future income tax assets	9,505	8,643
Total long-term assets	406,803	403,612
Total assets	\$ 691,291	\$ 670,697

LIABILITIES AND SHAREHOLDERS' EQUITY
Current

Bank indebtedness	\$ 195,016	\$ 177,766
Accounts payable and accrued charges	114,323	125,116
Current portion of long-term debt	2,508	52,321
Total current liabilities	311,847	355,203

Long-term debt	61,159	11,803
Future income tax liabilities	12,649	11,392
Convertible debentures	20,634	20,544
Other long-term liabilities	8,116	7,947
Total long-term liabilities	102,558	51,686

Shareholders' equity

Capital stock	234,389	234,381
Contributed surplus	4,223	3,991
Other paid in capital	11,645	11,645
Retained earnings	67,675	59,752
Accumulated other comprehensive loss	(41,046)	(45,961)
Total shareholders' equity	276,886	263,808
Total liabilities and shareholders' equity	\$ 691,291	\$ 670,697

MAGELLAN AEROSPACE CORPORATION
CONSOLIDATED STATEMENTS OF CASH FLOWS

(unaudited)

**Three-months ended
March 31**
(Expressed in thousands of dollars)

	2009	2008
OPERATING ACTIVITIES		
Net income	\$ 7,923	\$ 2,051
Add (deduct) items not affecting cash		
Depreciation and amortization	9,299	5,823
Net loss on sale of capital asset	9	-
Employee future benefits	149	(858)
Deferred revenue	68	75
Stock based compensation	232	318
Accretion of convertible debentures	68	242
Future income tax expense	535	1,764
	18,283	9,415
Net change in non-cash working capital items relating to operating activities	(29,343)	(15,159)
Cash used in operating activities	(11,060)	(5,744)
INVESTING ACTIVITIES		
Acquisition of Verdict	-	(4,240)
Purchase of capital assets	(5,345)	(4,641)
Proceeds from disposal of capital assets	144	145
Increase in other assets	(448)	(1,582)
Cash used in investing activities	(5,649)	(10,318)
FINANCING ACTIVITIES		
Increase in bank indebtedness	14,042	14,335
Increase in loan payable	-	15,000
Decrease in long-term debt	(547)	(15,612)
Increase in long-term debt	-	50,000
Decrease in convertible debentures	-	(69,985)
Increase in convertible debentures	-	20,778
Decrease in long-term liabilities	(100)	(429)
Issuance of Common Shares	8	23
Dividends on Preference Shares	-	(400)
Cash provided by financing activities	13,403	13,710
Effect of exchange rate changes on cash	10	323
Net decrease in cash	(3,296)	(2,029)
Cash, beginning of period	5,362	4,884
Cash, end of period	\$ 2,066	\$ 2,855