

Intrinsyc Software International Inc. (ICS-T, \$0.06)

Wednesday, November 19, 2008

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Rating: **SECTOR OUTPERFORM**
 Revised Target Price: **(-\$0.45) \$0.65**
 Return: **1082%**
 YTD Performance: **-94%**
 Risk Profile: **SPECULATIVE**

Q Intrinsyc's future is pivotal on the continued market penetration of Soleus™ and Destinator, and diversifying the services customer base (away from Motorola and Nokia). With royalty revenue growing, the shares should be trading well above cash value.

Q3 Results and Outlook; Royalties Grow, While Services Lag

Event: Intrinsyc reported its Q3/08 financial results and provides Q4/08 outlook.

Impact - Negative: The financial results were inline with our expectations for Q3/08, but the muted guidance for Q4/08 and Nokia's wireless expectations weighed down on the stock.

■ **Forecasts** – We estimate Q4/08 revenues/EBITDA/EPS of US\$6.0M / -US\$4.5M / US\$0.03, FY2009 revenues/EBITDA/EPS of US\$29.8M / -US\$6.1M / -US\$0.06, and FY2010 revenues/EBITDA/EPS of US\$40.1M / US\$2.2M / -US\$0.01.

■ **Target Price, Ratings** – We reduce our target to \$0.65 (from \$1.10) through reduced top-line growth; and maintain our SECTOR OUTPERFORM rating.

Issues:

■ **Reduced outlook driven by slower services and Destinator/Soleus™ ramp**
 Our reduced outlook is primarily driven by lowering the Company's engineering services revenues and its Soleus™/Destinator sales going forward to accurately reflect a slower royalty ramp given the macro outlook in 2009.

■ **Nokia guides lower 2009 mobile handset outlook – impacts sentiment**
 Nokia issued its preliminary industry outlook for 2009, indicating that mobile device volumes will be down in 2009 Y/Y, related to the economic slowdown.

■ **Balance sheet stable; Destinator one-timers clear and cost cutting begins**
 With US\$20M in cash and no debt, we expect a stable cash burn of ~US\$1.2-1.5M / month (based on FCF) and no foreseeable cash-crunch issues.

Valuation: From a valuation perspective, Intrinsyc is trading at a discount to the Haywood Global Mobility Software Universe based on our CY2009/CY2010 estimates (EV/Sales: 2009: -0.3x versus 1.4x, 2010: -0.2x versus 1.2x). Our DCF-based target of \$0.65 is based on a 10% discount rate and a terminal 10x EV/EBITDA multiple.

Catalysts: 1) *Software License Agreements* – Soleus™ contracts, notably a tier-one manufacturer, should increase revenue visibility and expectations; 2) *Royalty Generation* – We expect Soleus™ royalties to ramp in Q4/08; 3) *Product Visibility* – Soleus™ product launches should drive future signings (min. of one/qtr).

Investment Brief: Soleus™ is a comprehensive software platform (based on Windows CE), whose modular architecture speeds up the development process, provides a reusable platform, allows a higher degree of customization, and lowers the manufacturer's bill of materials (BOM).

Forecast Risk High
Financial Risk High
Valuation Risk High
 52-Week High / Low \$1.30/\$0.06
 Dividend / Yield N/A
 Shares O/S 161.9M (basic) / 191.0M (F/D)
 Market Capitalization \$8.9M
 Daily Volume 350K

Financial Forecasts			
CY Est.	2008E	2009E	2010E
Revenues (\$mlns)	25.0	29.8	40.1
EBITDA (\$mlns)	(15.8)	(6.1)	2.2
EPS (FD) (\$)	(0.12)	(0.06)	(0.01)
CFPS (FD) (\$)	(0.10)	(0.03)	0.02

Valuation			
	2008E	2009E	2010E
P/E	NM	NM	-9.2x
EV/SALES	-0.4x	-0.3x	-0.2x
EV/EBITDA	NM	NM	-4.1x
DCF	\$0.58	\$0.66	\$0.73

Company Profile - www.intrinsyc.com
 Intrinsyc is a leader in software and services that enable next-generation handheld and embedded products, including mobile handsets, smart phones and converged devices. Intrinsyc is a Microsoft Windows Embedded Gold Partner, the 2007 Windows Embedded Excellence Award winner for System Integrator, and a Symbian Platinum Partner.

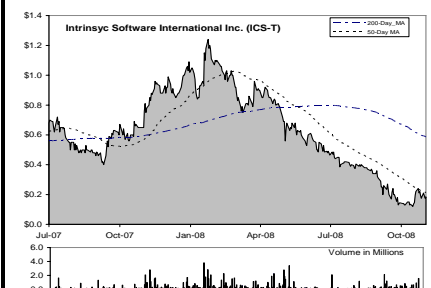
Company CEO - Mr. Tracy Rees

Revisions, Date of Record

Rating - Unchanged.

Target - down from \$1.10, Nov 18, 2008.

Price Performance



Source: Bloomberg



Intrinsyc Software International Inc.	Ticker Shares O/S (M)	ICS-T 191.0	Price Market Cap. (\$M):	\$0.06 \$9	Rating: Sector Outperform Target: \$0.65
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Alpha: Product delivery in Taiwan, China and EMEA will provide positive synergy and momentum to future licensing deals.

Investment Highlights

Company Description - Intrinsyc is a leader in software and services that enable next-generation handheld and embedded products, including mobile handsets, smart phones and converged devices.

Investment Brief - The company's mobile software products, engineering services, and years of expertise help OEMs, service providers, and silicon providers deliver compelling wireless products with faster time-to-market and improved development cost. Intrinsyc is a Microsoft Windows Embedded Gold Partner, the 2007 Windows Embedded Excellence Award winner for System Integrator, and a Symbian Platinum Partner.

Catalysts - Continued design wins, two have been announced so far, should drive royalty revs.

Risks - Handset mfrs and OEMs decide not to go with Windows CE platform; slow shipments delay royalty stream.

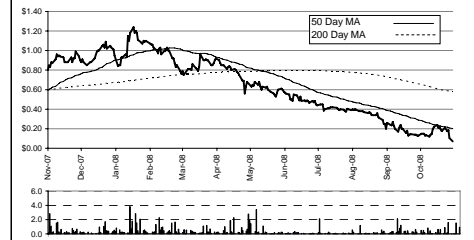
Recent Financings:

Equity Offering Feb 2008 - 28.6M @ \$1.05
Past Equity Offering May 2007 - 33.3M @ \$0.60

Management:

Philip Ladouceur, Chairman; Tracy Rees, COO & Interim CEO; George Reznik, CFO

Intrinsyc Software International Inc. - Chart



Financial Forecasts (US\$)

FY-end Dec:31	Annual					Quarterly				
	2007A	2008E	2009E	2010E	2011E	Q1/2008A	Q2/2008A	Q3/2008A	Q4/2008E	Q1/2009E
Revenues (\$mlns)	18.2	25.0	29.8	40.1	50.3	5.6	5.6	7.9	6.0	5.9
Rev. Growth %	37%	20%	20%	34%	25%		0%	42%	-24%	-2%
Consensus Revenue Est. (\$mlns)	26.9	42.0	57.4			4.9	5.4	7.8	7.8	
3 months ago.	33	56	72			5	5	8	9	
EBITDA (\$mlns)	(16.6)	(15.8)	(6.1)	2.2	8.2	(3.7)	(3.9)	(3.9)	(4.5)	(2.7)
EBITDA Growth %	5%	62%	137%	267%			-5%	-1%	-15%	40%
Consensus EBITDA Est. (\$mlns)	(16.7)	(9.2)	3.9			(3.6)	(4.4)	(5.8)	(4.4)	
3 months ago.	(16.2)	(6.3)	12.1			(3.6)	(4.4)	(5.9)	(5.0)	
EPS (FD) (\$)	(0.16)	(0.12)	(0.06)	(0.01)	0.02	(0.03)	(0.03)	(0.04)	(0.03)	(0.02)
EPS Growth %	24%	50%	88%	362%			4%	-26%	7%	33%
Consensus EPS Est. (\$)	(0.13)	(0.08)	(0.01)			(0.03)	(0.03)	(0.04)	(0.03)	
3 months ago.	(0.13)	(0.05)	0.01			(0.03)	(0.03)	(0.04)	(0.03)	
CFPS (FD) (\$)	(0.15)	(0.10)	(0.03)	0.02	0.05	(0.04)	(0.01)	(0.03)	(0.03)	(0.02)
CFPS Growth %	-34%	66%	152%	161%			60%	-97%	9%	41%
Consensus CFPS Est. (\$)	(0.11)	(0.02)	0.08			(0.02)	(0.01)	(0.03)	(0.03)	
3 months ago.	(0.08)	0.01	0.07			(0.02)	(0.01)	(0.01)	(0.02)	

*All consensus numbers are from Capital IQ, covered companies are denoted by *

Key Statistics

Price / Target / Return	\$0.06	\$0.65	1081.8%
52wk Hi / Lo	\$1.30	\$0.07	
Shares O/S (mlns)			
Basic / F.D.	161.9	191.0	
Float		150.2	
Cash Burn (mths) / Dividend Yield	1.3	0.0%	
Short Interest / as % of Float	0.0	0.0%	
Daily Volume (3-Mth. Avg. mlns)		0.35	
Market Cap. / Enterprise Value (mlns)	8.9	-10.8	
Cash / Debt (mlns)	19.7	0.0	
Cash / Shr & Net Cash / Shr	\$0.12	\$0.12	
Tang. Book Value / Share		\$0.23	
Company CEO / Website	Tracy Rees	www.intrinsyc.com	
Top Holders:			
1) IG Investment Management, Ltd.		10.1%	
2) Camlin Asset Management Limited		3.9%	
3) Sprott Asset Management Inc.		1.8%	
Ownership:			
Management Control (Proxy)	1.7 M	1.0%	

*Source: CapitalIQ, Bloomberg

Valuation Metrics

	2006	2007	2008	2009
EV/EBITDA - Current	NM	NM	NM	NM
Est. EV/EBITDA - Target				46.6x
EV/SALES - Current	1.9x	NM	NM	NM
Est. EV/SALES - Target				3.5x
Current, 1-Year, 2-Year DCF Target		\$0.58	\$0.66	\$0.73

Analyst Ratings: Capital IQ

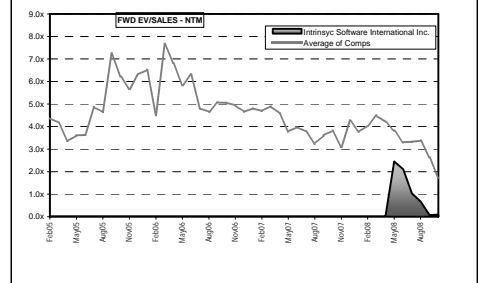
	Potential Upside
Average Target	\$0.43
Median Target	\$0.18
Sector Outperform	3
Sector Perform	2
Sector Underperform	1
# of Analysts	6

Comparables

Comparables	Stock Price		Pot.	EV/Sales			EBITDA Margin		P/E		EV/EBITDA	
	Today	Target		2008	2009	2010	2008	2009	2008	2009	2008	2009
*Intrinsyc Software International Inc	0.06	0.65	1082%	-0.37x	-0.31x	-0.23x	24%	50%	37%	20%	-86%	-94%
Esmertec AG	6.86	10.00	46%	3.1x	2.4x	2.1x	9%	13%	NM	NM	NM	18.4x
Access Company, Ltd.	137,500	266,333	94%	1.1x	1.0x	0.8x	6%	10%	NM	28.8x	17.1x	10.0x
Opera Software ASA	12.70	21.94	73%	2.2x	1.6x	1.2x	14%	19%	28.2x	16.4x	15.4x	8.5x
BSQUARE Corp.	2.75	NM	NM	NM	NM	NM	NM	NM	NM	NM	NM	NM
Smith Micro Software Inc.	5.71	8.44	48%	1.5x	1.3x	1.2x	17%	19%	9.4x	8.2x	8.7x	6.7x
Infracore Inc.	7.150	25,000	250%	1.8x	1.4x	1.1x	30%	39%	8.7x	4.9x	6.0x	3.6x
Acrodea Inc.	98,600	491,000	398%	1.4x	0.9x	0.9x	28%	31%	16.8x	10.7x	5.0x	2.9x
Average				1.9x	1.4x	1.2x	18%	22%	15.8x	13.8x	10.4x	8.4x

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Historical Valuation Parameters

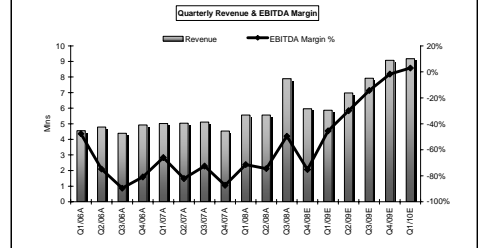


Historical Valuation Parameters

3-Yr Avg.	EV/EBITDA		P/CF		EBITDA Growth		EPS Growth		Sales Growth		Returns %	
	NM	TTM	2008	2009	2008	2009	2008	2009	2008	2009	Last 3mth	YTD
*Intrinsyc Software International Inc	NM	NM	NM	NM	-5%	-62%	24%	50%	37%	20%	-86%	-94%
Esmertec AG	NM	NM	49.0x	20.2x	189%	100%	89%	119%	26%	30%	-31%	-38%
Access Company, Ltd.	29.4x	6.9x	23.2x	15.1x	-32%	71%	103%	NM	4%	13%	-22%	-73%
Opera Software ASA	NM	NM	23.9x	14.4x	NM	80%	NM	72%	47%	37%	-40%	-2%
BSQUARE Corp.	NM	4.0x	NM	NM	NM	NM	NM	NM	NM	NM	-21%	-59%
Smith Micro Software Inc.	13.0x	NM	NM	NM	128%	29%	NM	16%	37%	16%	-21%	-33%
Infracore Inc.	13.6x	NM	7.1x	4.4x	42%	67%	51%	76%	36%	30%	-56%	-55%
Acrodea Inc.	NM	16.0x	8.1x	4.1x	NM	75%	NM	57%	NM	59%	-42%	-71%
Average	18.7x	8.9x	22.3x	11.6x	82%	70%	81%	68%	30%	31%	-33%	-47%

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Performance Parameters

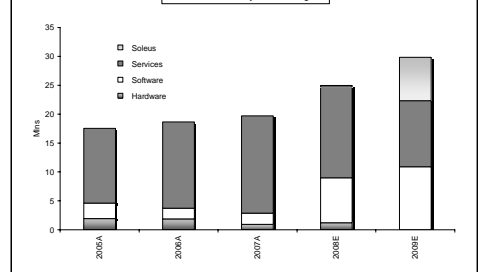


Intrinsyc Software

Discounted Cash Flow Analysis (FY-End Dec, US\$)	2007	2008	2009	2010	2011
Modelled Units Shipped	125,000	62,500	2,000,000	4,875,000	7,875,000
Revenue (\$)	9,705,794	24,966,330	29,844,040	40,136,556	50,316,242
Revenue growth	2%	3%	20%	34%	25%
EBITDA (\$)	(1,434,798)	(5,757,574)	(6,057,802)	2,243,785	8,230,235
EBITDA Margin	-70%	-23%	-20%	6%	16%
Amortization (\$)	797,385	1,927,630	2,975,896	2,876,187	2,877,428
EBIT (\$)	(1,232,833)	(7,685,204)	(9,033,499)	(632,402)	5,412,807
NOPAT [EBIT * (1 - effective tax rate)]	(1,151,611)	(7,331,596)	(9,033,499)	(632,402)	3,788,965
Plus Amortization (\$)	797,385	1,927,630	2,975,896	2,876,187	2,877,428
Less Capital Expenditures (\$)	(562,942)	(1,726,021)	(477,505)	(461,639)	(603,795)
Capital Intensity	0	0	0	0	0
Net Working Capital Changes	303,368	2,211,511	4,735,617	(1,569,439)	(537,694)
Terminal Value		Terminal Multiple 10.0x	65,209,022	65,209,022	65,209,022
Equity Value		WACC 10%	14,519,030	25,864,058	38,349,286
DCF Value			0.58	0.66	0.73

Source: Haywood Securities Inc., Company Reports, Target, Return and Forecasts are Consensus Based Using Capital IQ.

Revenue Breakdown by Business Segment



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Investment Thesis

Intrinsyc Software operates primarily as two businesses: the wireless systems engineering group, and the mobility software business that has been responsible for the development of Soleus, a consumer software product for wireless and handheld devices since 2004.

Soleus is a comprehensive software platform (based on Windows CE) and includes a high-level operating system (HLOS), an application suite, a pre-certified telephony stack, and sophisticated user interface-generation tools. Soleus' modular architecture speeds up the development process, provides a reusable platform, allows a higher degree of customization, and lowers the manufacturer's bill of materials. Within the mobile phone market, feature phones (Intrinsyc's target segment) have evolved as the biggest segment, and in 2006, contributed approximately 60% of the global sales (587 million units). We expect feature phones to continue to be 60% to 65% of global shipments going forward.

Q3 Results and Outlook; Royalties Grow, While Services Lag

On November 14, 2008, Intrinsyc Software reported its Q3/08 financial results. The quarterly results were inline with our expectations, but the Company lowered its fiscal outlook for Q4/08 based on its engineering services business seeing some cancellations in Q4 (Motorola/Symbian and Nokia/Symbian) and will likely see a slowdown in 2009. From a long-term perspective however, we continue to believe that the Company will reach cash flow positive by Q4/09 or sooner, and penetrate its target markets through its lower cost, fully featured mobile operating system, the Soleus™ OS. The balance sheet remains solid with US\$20M in cash and no debt, and should reach a trough level of ~\$10M by the Q4/09 cash flow turning point.

Below we summarize the Company's current financial results and future expectations:

US\$	Actual Results	Haywood New	Haywood Old	Consensus Current	Consensus 3-Mths
Q3/2008A					
Revenues	7.9M		7.8M	7.8M	8.5M
EBITDA	-3.9M		-5.4M	-5.8M	-5.9M
adj. EPS	-0.04		-0.04	-0.04	-0.04
Q4/2008E					
Revenues		6.0M	7.3M	7.8M	9.0M
EBITDA		-4.5M	-4.4M	-4.4M	-5.0M
adj. EPS		-0.03	-0.03	-0.03	-0.03
2009E					
Revenues		29.8M	49.4M	42.0M	56.4M
EBITDA		-6.1M	-3.6M	-9.2M	-6.3M
adj. EPS		-0.06	-0.04	-0.08	-0.05
2010E					
Revenues		40.1M	69.8M	57.4M	72.3M
EBITDA		2.2M	12.9M	3.9M	12.1M
adj. EPS		-0.01	0.06	-0.01	0.01

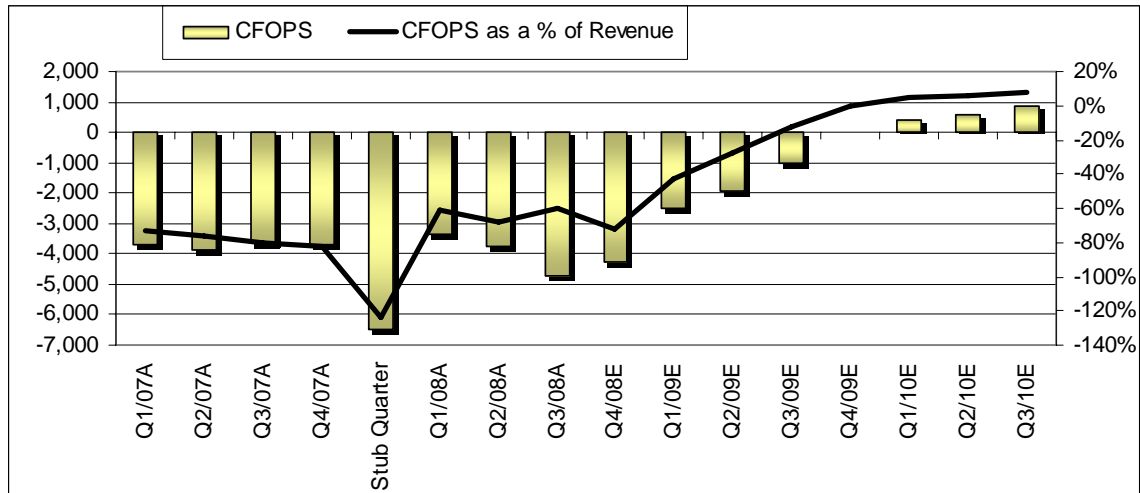
Intrinsyc has secured three Soleus™ software license agreements (SLA) this year, one with Samsung Semi, one with an unnamed personal navigation device (PND) vendor (Mitac/TomTom??), and one with GPS Technologies Company (GPS-E) for its new Soleus™





Transit product. We expect the Company to deliver one-more Soleus™ SLA before year-end. Below is a graph of our new cash flow from operations:

Intrinsyc's Cash Flow from Operations (Excl. Non-Cash Working Capital)



Source: Haywood Estimates, Company Data

The Company disclosed that its sales are largely from European customers, with U.S. customers following closely. The three largest customers of Intrinsyc accounted for ~55% of its total revenues during Q3/08, down from 58% in Q2/08. We expect the diversity expansion to continue in Q4/08 as Soleus™ revenues ramp and Asia-based revenues grow. The majority of this quarter's revenues are attributed to Symbian engineering services (recall, Intrinsyc is North America's only North American Accredited Symbian Competence Center), and its newly acquired Destinator SLA revenue stream. Soleus™ royalties which began mid-September, will represent a more meaningful portion of revenues in Q4/08, and will likely continue to ramp throughout 2009.

The decrease in Q4/08 guidance is due to lower revenue growth assumptions in the engineering services business. The Company typically has a 3-6 month period from the contract signing to the project completion. We expect the Symbian segment to be affected the most from the economic uncertainty and the recent Nokia acquisition. This is a temporary setback for the Company, as we expect the Soleus™ revenues to represent the largest opportunity over the next couple of years.

On November 14, 2008, Nokia publically announced its preliminary 2009 mobile handset forecast. Nokia guided to a decrease in global mobile handset growth Y/Y from 2008, primarily stemming from the global economic recession. Intrinsyc stated that it had contracts from Motorola and Symbian (now owned by Nokia) deferred and cancelled, influencing its engineering services revenues.

To compensate for the lowered guidance, Intrinsyc has begun to implement cost-cutting measures. This quarter was an anomaly for operating expenses (OPEX) simply because Intrinsyc acquired the full work force of Destinator, and had one-time write-off expenses. The Company completed and booked all acquisition write-offs in Q3/08, and we expect to see lower OPEX going forward. From a cash-burn perspective, we expect a US\$1.2-1.5M monthly burn-





rate (on a FCF basis) excluding top-line growth. We could see further headcount reductions in the near-term to get us to cash flow positive sooner.

The resignation of Ms. Glenda Dorchak came as a surprise, but we expect the Company to remain resilient under the existing senior management team (which ironically Glenda hired). The interim CEO, Mr. Tracy Rees, played a pivotal role in the existing Soleus™ signings and we expect his channel contacts and industry experience to help close further deals. We believe that the transition to interim CEO will be smooth and result in minimal disruptions to the Company's operating performance.

Overall, the macroeconomic conditions appear to have a negative impact on Intrinsyc Software's engineering services division and we attempt to take a conservative stance in our target-price adjustment by lowering our forecasted revenues appropriately. We believe that the lower revenues reflect minimal growth assumptions and do not reflect the sizable opportunity for Soleus/Destinator once the economy improves. We maintain our SECTOR OUTPERFORM rating and lower our target price to \$0.65 (from \$1.10).

Valuation

From a valuation perspective, Intrinsyc is trading at a discount to the Haywood Global Mobility Software Universe based on our CY2009/CY2010 estimates (EV/Sales: 2009: -0.3x versus 1.4x, 2010: -0.2x versus 1.2x). Our DCF-based target of \$0.65 is based on a 10% discount rate and a terminal 10x EV/EBITDA multiple.

Haywood Global Mobility Software Universe

CANADA TECHNOLOGY		Tdr	Local Cur	Price 16-Nov	Target	Pot. Return	% of 52 week		Mkt. Cap. (US\$m)	Market Indicators (Return %)					Revenue (USD)		180-day % chg		P/E		EV/Sales		EV/EBITDA		REV/Headcount		Cash per Share		
Small Cap - Software/Services	Ticker						Low	High		1-day	7-day	30-day	90-day	YTD	CY08E	CY09E	CY08E	CY09E	CY08E	CY09E	CY08E	CY09E	CY08E	CY09E	HC	CY08E		CY09E	
Constellation Software Inc.	TSX:CSU	NR	CAD	25.02	33.05	32%	111%	85%	432	1%	-2%	11%	-14%	-1%	330	423	9%	NMF	8.9	7.5	1.4	1.1	8.2	6.9	1,200	0.28	0.35	1.10	
SXC Health Solutions, Corp.	SXCI	NR	USD	15.44	19.20	24%	157%	89%	371	4%	5%	23%	4%	6%	851	1,206	NMF	NMF	27.3	20.6	0.4	0.3	9.5	7.0	429	1.98	2.81	2.14	
Absolute Software Corporation	TSX:ABT	NR	CAD	2.84	7.33	158%	103%	14%	112	-5%	-22%	-16%	-76%	-85%	38	53	-4%	-14%	NMF	NMF	1.6	1.1	NMF	NMF	217	0.17	0.24	1.08	
Corel Corporation	TSX:CRE	NR	CAD	5.00	12.34	147%	100%	41%	105	0%	0%	-39%	-57%	-48%	243	247	10%	7%	2.9	2.8	0.9	0.9	4.1	3.9	1,110	0.22	0.22	1.44	
Logibec Groupe Informatique Ltée	TSX:LLGI	NR	CAD	15.49	27.40	77%	116%	69%	124	11%	11%	3%	-24%	-30%	62	NA	0%	NMF	17.3	NMF	2.3	NMF	6.6	NMF	430	0.14	NA	0.22	
Intermap Technologies Corp.	TSX:IMP	NR	CAD	2.00	6.13	206%	131%	18%	75	-7%	-5%	-22%	-58%	-81%	35	35	NMF	1%	NMF	NMF	1.1	1.1	NMF	NMF	875	0.04	0.04	0.89	
MKS Inc.	TSX:MKX	NR	CAD	1.13	2.16	91%	110%	58%	46	-3%	1%	-19%	-34%	-18%	67	72	7%	2%	7.4	8.8	0.5	0.5	4.2	3.1	310	0.22	0.23	0.23	
Points International Ltd.	TSX:PTS	NR	CAD	0.44	1.67	283%	109%	10%	53	-9%	-16%	-25%	-52%	-89%	74	103	NMF	NMF	NMF	NMF	0.3	0.2	NMF	4.3	84	0.88	1.22	0.22	
Matrikon Inc.	TSX:MTK	NR	CAD	2.35	4.15	77%	142%	47%	59	2%	2%	9%	-52%	-2%	66	68	-1%	-17%	8.0	7.8	0.7	0.7	4.3	3.8	530	0.12	0.13	0.41	
Bridgewater Systems Corporation	TSX:BWC	NR	CAD	2.43	4.00	65%	122%	44%	45	1%	3%	-12%	-19%	-55%	34	42	NMF	NMF	24.8	10.8	0.4	0.3	8.7	2.8	204	0.17	0.21	1.38	
20-20 Technologies Inc.	TSX:TWT	NR	CAD	2.40	5.38	124%	112%	34%	37	0%	2%	-4%	-47%	-63%	72	NA	4%	NMF	NMF	NMF	0.5	NMF	7.4	NMF	618	0.12	NA	0.81	
Redknee Solutions, Inc.	AIM:RKN	NR	GBP	0.18	0.73	297%	100%	39%	16	0%	0%	-50%	-50%	-54%	39	46	11%	17%	NMF	NMF	0.1	0.1	NMF	NMF	335	0.12	0.14	0.22	
Betzberg Technologies Inc.	TSX:BLZ	NR	CAD	2.13	NA	NA	122%	34%	26	-9%	4%	-5%	-41%	-61%	NA	NA	NMF	NMF	NMF	NMF	NMF	NMF	NMF	NMF	95	NA	NA	1.24	
GuestLogix Inc.	TSXV:GXJ	NR	CAD	0.65	1.96	201%	130%	36%	29	3%	-13%	-7%	-25%	-51%	8	19	-20%	-14%	NMF	7.4	3.5	1.4	NMF	3.4	25	0.32	0.77	0.06	
Intrinsyc Software International	TSX:ICS	SO	CAD	0.06	0.65	1082%	79%	4%	7	-48%	-74%	-58%	-86%	-94%	25	30	NMF	-17%	NMF	NMF	NMF	NMF	NMF	NMF	NMF	174	0.14	0.17	0.19
DEQ Systems Corporation	TSXV:DEQ	NR	CAD	0.32	2.70	744%	107%	19%	18	-20%	-6%	-33%	-64%	-77%	3	11	NMF	0%	32.2	4.6	4.1	1.2	NMF	5.3	NM	NA	NA	0.08	
Grey Island Systems International	CDNX:GIS	NR	CAD	0.22	0.75	241%	138%	50%	16	10%	0%	5%	0%	-33%	19	25	-3%	NMF	NMF	5.4	0.4	0.3	3.2	1.4	NM	NA	NA	0.10	
Immersive Media Corp.	CDNX:IMC	SO	CAD	0.36	2.00	456%	144%	21%	11	3%	-10%	20%	-60%	-77%	7	8	NMF	NMF	NMF	NMF	NMF	NMF	NMF	NMF	NM	NA	NA	0.45	
Brainhunter Inc.	TSX:BH	NR	CAD	0.19	NA	NA	146%	23%	7	-5%	-3%	15%	-30%	-59%	NA	NA	NMF	NMF	NMF	NMF	NMF	NMF	NMF	NMF	250	NA	NA	0.01	
EmerGeo Solutions Worldwide Inc.	TSXV:EMG	NR	CAD	0.43	NA	NA	139%	26%	4	0%	-4%	-39%	-61%	-43%	NA	NA	NMF	NMF	NMF	NMF	NMF	NMF	NMF	NMF	NM	NA	NA	0.19	
Zaio Corp.	TSXV:ZAO	NR	CAD	0.08	0.60	700%	250%	3%	3	15%	36%	-17%	-82%	-95%	17	15	NMF	NMF	NMF	NMF	0.1	0.2	NMF	NMF	NM	NA	NA	0.02	
iseemedia Inc.	CDNX:IEE	NR	CAD	0.07	NA	NA	156%	10%	3	0%	-30%	0%	-61%	-86%	NA	NA	NMF	NMF	NMF	NMF	NMF	NMF	NMF	NMF	37	NA	NA	0.07	
ZipLocal Inc.	TSXV:ZIP	NR	CAD	0.01	0.30	2900%	200%	4%	1	0%	-50%	-50%	-90%	-94%	4	7	-10%	-12%	NMF	NMF	0.2	0.1	NMF	0.5	NM	NA	NA	0.00	
										Mean	-2%	-7%	-13%	-47%	-56%	95%	41%	0%	-5%	16.1x	8.4x	1.1x	0.6x	6.2x	3.8x	407	0.35	0.55	0.55
										Median	0%	-2%	-12%	-52%	-59%	34%	24%	0%	-6%	13.1x	7.5x	0.5x	0.5x	6.8x	3.6x	310	0.17	0.23	0.22

Source: Haywood Securities, Capital IQ (* Haywood Covered Company)





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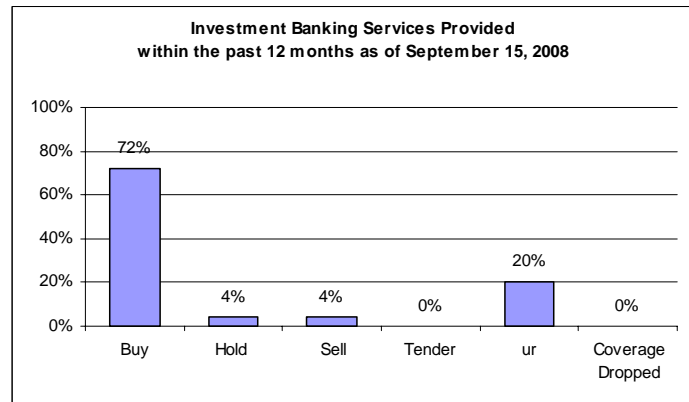
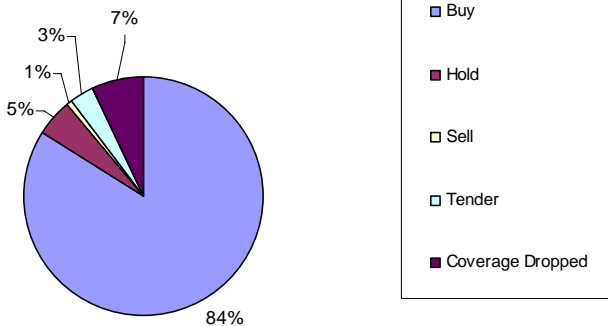
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