

OSI Geospatial Inc.

Consolidated Balance Sheets (Unaudited)

(expressed in thousands of U.S. dollars)

(Prepared in Accordance with United States Generally Accepted Accounting Principles)

	November 30, 2003	November 30, 2004	February 28, 2005	May 31, 2005	August 31, 2005	November 30, 2005	February 28, 2006	May 31, 2006
Current assets								
Cash	\$ 2,949	\$ 212	\$ -	\$ 10,805	\$ 9,672	\$ 8,222	\$ 1,157	\$ 1,419
Marketable Securities	-	-	-	-	-	-	250	160
Restricted Cash	-	-	-	190	190	190	-	60
Account receivable	3,518	7,707	6,583	5,821	6,300	9,419	7,097	7,224
Inventory	512	548	696	712	824	938	1,045	1,109
Prepaid expenses and deposits	331	120	355	258	537	532	687	673
Deferred Taxes	632	655	820	696	783	-	-	-
	7,943	9,242	8,454	18,482	18,306	19,301	10,236	10,645

Plant and equipment	778	791	739	789	872	869	1,083	1,081
Intangibles and other Assets	261	345	313	698	681	626	928	871
Goodwill	-	-	-	316	461	405	7,891	8,130
	8,982	\$ 10,377	\$ 9,505	\$ 20,285	\$ 20,320	\$ 21,202	\$ 20,137	\$ 20,727

Current liabilities								
Bank overdraft	\$ -	\$ -	\$ 442	\$ 154	\$ -	\$ -	\$ -	\$ -
Accounts payable and accrued liabilities	1,772	2,188	1,407	2,502	1,660	3,359	2,339	3,018
Income Taxes Payable	10	-	-	167	226	242	90	62
Deferred Revenue	35	67	60	78	333	454	711	875
	1,817	2,256	1,909	2,901	2,219	4,056	3,140	3,955
Deferred income taxes	-	-	-	97	263	201	356	343
Long term debt	103	-	-	-	-	-	-	-
	1,920	2,256	1,909	2,998	2,482	4,257	3,496	4,297

Stockholders' equity								
Capital stock	13,910	14,313	14,313	23,002	23,255	24,434	25,363	25,831
Warrants	437	437	437	4,286	4,286	4,286	4,286	4,286
Additional paid in capital	661	665	668	4,740	4,474	3,996	4,021	3,861
Accumulated deficit	(8,971)	(8,984)	(9,183)	(15,854)	(16,180)	(18,061)	(19,467)	(20,202)
Accumulated other comprehensive income	1,024	1,691	1,361	1,113	2,003	2,291	2,438	2,655
	7,062	8,122	7,596	17,287	17,838	16,945	16,640	16,430
	\$ 8,982	\$ 10,378	\$ 9,505	\$ 20,285	\$ 20,320	\$ 21,202	\$ 20,137	\$ 20,727