



INTRINSYC SOFTWARE INTERNATIONAL, INC.

Consolidated Balance Sheets

(Expressed in U.S. dollars)

As at	March 31, 2010	December 31, 2009
	<i>(Unaudited)</i>	
ASSETS		
Current assets		
Cash and cash equivalents	\$ 12,100,348	\$ 11,710,227
Accounts receivable	2,410,750	3,401,467
Inventory	7,821	14,269
Prepaid expenses - current	270,765	313,528
Total current assets	14,789,684	15,439,491
Restricted cash	98,445	95,147
Prepaid expenses	47,951	47,063
Equipment	694,883	735,807
Intangible assets	3,785,604	3,880,481
Total assets	\$ 19,416,567	\$ 20,197,989
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Accounts payable and accrued liabilities	\$ 3,213,788	\$ 3,574,134
Capital lease obligation - current	47,183	45,179
Deferred revenue	443,193	526,169
Total current liabilities	3,704,164	4,145,482
Long-term capital lease obligation	-	7,388
Total liabilities	3,704,164	4,152,870
Shareholders' equity		
Share capital	108,288,585	108,288,585
Warrants and underwriters' options	270,046	4,029,953
Contributed surplus	9,048,169	5,230,217
Accumulated other comprehensive income	2,603,339	2,068,103
Deficit	(104,497,736)	(103,571,739)
Total shareholders' equity	15,712,403	16,045,119
Total liabilities and shareholders' equity	\$ 19,416,567	\$ 20,197,989



INTRINSYC SOFTWARE INTERNATIONAL, INC.
Consolidated Statements of Operations and Deficit

(Unaudited and expressed in U.S. dollars)

For the	Three months ended March 31, 2010	Three months ended March 31, 2009
Revenues	\$ 3,506,997	\$ 4,400,807
Cost of sales	1,390,866	2,280,615
	2,116,131	2,120,192
Expenses		
Sales and marketing	615,221	1,143,915
Research and development	840,935	1,363,089
Administration	556,981	803,590
Amortization	288,856	319,329
Stock-based compensation	58,045	84,508
Technology Partnerships Canada Funding Investment	5,115	134,934
Restructuring	485,478	-
Loss (gain) on disposal of equipment	(2,150)	20,552
	2,848,481	3,869,917
Loss before other expense (earnings) and income taxes	732,350	1,749,725
Other expense (earnings)		
Foreign exchange loss (gain)	198,295	(113,183)
Interest income	(6,602)	(37,829)
Loss before income taxes	924,043	1,598,713
Income tax expense		
Current	1,954	25,749
Net loss for the period	925,997	1,624,462
Deficit, beginning of period	103,571,739	100,641,634
Deficit, end of period	\$ 104,497,736	\$ 102,266,096
Loss per share (basic and diluted)	\$0.01	\$0.01
Weighted average number of shares outstanding	163,259,070	163,254,903



INTRINSYC SOFTWARE INTERNATIONAL, INC.

Consolidated Statements of Comprehensive Loss

(Unaudited and expressed in U.S. dollars)

For the	Three months ended March 31, 2010	Three months ended March 31, 2009
Net loss for the period	(\$ 925,997)	(\$ 1,624,462)
Other comprehensive gain (loss):		
Unrealized gains (losses) on translating financial statements from functional currency to reporting currency	535,235	(537,033)
Comprehensive loss	(\$ 390,762)	(\$ 2,161,495)



INTRINSYC SOFTWARE INTERNATIONAL, INC.

Consolidated Statements of EBITDA and Loss

(Unaudited and expressed in U.S. dollars)

For the	Three months ended March 31, 2010	Three months ended March 31, 2009
Revenues	\$ 3,506,997	\$ 4,400,807
Cost of sales	1,390,866	2,280,615
	2,116,131	2,120,192
Expenses		
Sales and marketing	615,221	1,143,915
Research and development	840,935	1,363,089
Administration	556,981	803,590
	2,013,137	3,310,594
EBITDA Income (Loss)	102,994	(1,190,402)
Amortization	288,856	319,329
Stock-based compensation	58,045	84,508
Technology Partnerships Canada Funding Investment	5,115	134,934
Restructuring	485,478	-
Loss (gain) on disposal of equipment	(2,150)	20,552
Foreign exchange loss (gain)	198,295	(113,183)
Interest income	(6,602)	(37,829)
Income tax expense		
Current	1,954	25,749
	1,028,991	434,060
Net loss for the period under Canadian GAAP	(\$ 925,997)	(\$ 1,624,462)



INTRINSYC SOFTWARE INTERNATIONAL, INC.

Consolidated Statements of Cash Flows

(Unaudited and expressed in U.S. dollars)

For the	Three months ended March 31, 2010	Three months ended March 31, 2009
OPERATING ACTIVITIES		
Net loss for the period	(\$ 925,997)	(\$ 1,624,462)
Items not involving cash:		
Amortization	288,856	319,329
Future income taxes	-	39,091
Stock-based compensation	58,045	84,508
Loss on disposal of equipment	-	20,552
Changes in non-cash operating working capital:		
Accounts receivable	1,082,686	1,345,529
Inventory	6,780	14,336
Prepaid expenses	53,100	179,909
Accounts payable and accrued liabilities	(472,886)	(1,658,861)
Deferred revenue	(98,846)	107,223
Cash used in operating activities	(8,262)	(1,172,846)
INVESTING ACTIVITIES		
Purchase of equipment	-	(22,866)
Cash used in investing activities	(22,866)	(22,866)
FINANCING ACTIVITIES		
Repayment of capital lease obligation	(7,039)	(53,722)
Restricted cash	-	11,069
Cash provided by financing activities	(7,039)	(42,653)
Effect of exchange rate changes on cash and cash equivalents	405,422	(408,998)
Increase (decrease) in cash and cash equivalents	390,121	(1,647,363)
Cash and cash equivalents, beginning of period	11,710,227	12,391,452
Cash and cash equivalents, end of period	\$ 12,100,348	\$ 10,744,089