

Interim Consolidated Financial Statements

Genesis Worldwide Inc.

September 30, 2008

[unaudited]

These financial statements have not been reviewed by the Company's auditors.

Genesis Worldwide Inc.
Interim Consolidated Balance Sheets
(unaudited)

	As at September 30 2008 \$	As at December 31 2007 \$
ASSETS		
Current		
Cash and cash equivalents	706,056	5,987,862
Accounts receivable	7,743,224	11,347,550
Inventories and deposits on inventory	689,306	895,686
Prepaid expenses	521,304	342,516
Total current assets	9,659,890	18,573,614
Restricted cash	500,000	—
Long-term accounts receivable	431,250	287,500
Property, plant and equipment	5,153,359	4,530,567
Patent deferred costs	248,739	192,969
Intangible asset	1,848,310	2,050,548
	17,841,548	25,635,198
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current		
Accounts payable and accrued liabilities	6,242,214	7,566,970
Deferred revenue - current portion	1,639,040	4,459,648
Term loan - current portion	559,561	—
Minimum royalty payment obligations	355,511	173,330
Total current liabilities	8,796,326	12,199,948
Long-term		
Deferred revenue	431,250	287,500
Term loan	1,151,952	—
Minimum royalty payment obligations	1,105,123	1,377,869
Total long-term liabilities	2,688,325	1,665,369
Shareholders' equity		
Capital stock	56,733,075	56,733,075
Contributed surplus	1,201,479	1,078,474
Deficit	(51,577,657)	(46,041,668)
Total shareholders' equity	6,356,897	11,769,881
	17,841,548	25,635,198

Genesis Worldwide Inc.

**Interim Consolidated Statements of Loss and
Comprehensive Loss and Deficit**

(unaudited)

	Three months ended		Nine months ended	
	September 30	September 30	September 30	September 30
	2008	2007	2008	2007
	\$	\$	\$	\$
Revenues				
Licensing	2,746,520	3,239,065	7,311,009	6,875,689
Structural products	2,555,043	3,798,758	9,498,735	9,169,696
Total revenues	5,301,563	7,037,823	16,809,744	16,045,385
Direct cost of revenues				
Licensing	1,402,877	1,446,692	3,223,480	3,526,635
Structural products	2,231,295	3,104,291	8,468,404	7,159,767
Total direct cost of revenues	3,634,172	4,550,983	11,691,884	10,686,402
Expenses				
Research and development	278,665	264,249	1,005,939	793,538
SR&ED investment tax credits	(91,534)	—	(165,025)	(418,161)
Selling and marketing	678,784	501,862	1,982,541	1,327,786
Engineering and project management	323,831	455,701	1,343,015	1,313,499
General and administrative	1,138,259	1,422,218	3,826,673	3,249,935
Occupancy	351,744	442,538	1,087,159	1,070,078
Corporate reorganization costs	464,448	—	464,448	—
Plant commissioning and restructuring costs	—	27,121	—	776,418
	3,144,197	3,113,689	9,544,750	8,113,093
Loss before other expenses	(1,476,806)	(626,849)	(4,426,890)	(2,754,110)
Amortization of property, plant and equipment	220,763	133,030	657,101	509,091
Amortization of intangible asset	67,413	67,413	202,238	202,238
Foreign exchange loss (gain)	(33,732)	36,289	(21,520)	(13,331)
Interest (income)/expense	67,560	(99,954)	15,778	(99,954)
Minimum royalty accretion	71,966	74,804	219,434	223,276
Debenture and loan interest expense	36,068	34,317	36,068	1,123,265
	430,038	245,899	1,109,099	1,944,585
Net loss and comprehensive loss for the period	(1,906,844)	(872,748)	(5,535,989)	(4,698,695)
Deficit, beginning of period	(49,670,813)	(45,359,753)	(46,041,668)	(41,533,806)
Deficit, end of period	(51,577,657)	(46,232,501)	(51,577,657)	(46,232,501)
Loss per share				
Basic and diluted	\$ (0.06)	\$ (0.03)	\$ (0.18)	\$ (0.19)
Weighted average number of shares outstanding	30,982,858	30,765,467	30,982,858	24,279,561

Genesis Worldwide Inc.

Interim Consolidated Statements of Cash Flows

(unaudited)

	Three months ended		Nine months ended	
	September 30 2008	September 30 2007	September 30 2008	September 30 2007
	\$	\$	\$	\$
OPERATING ACTIVITIES				
Net loss for the period	(1,906,842)	(872,748)	(5,535,989)	(4,698,695)
Adjustments for non-cash items				
Amortization of property, plant and equipment and intangible asset	288,175	200,443	859,338	711,329
Stock-based compensation expense	33,005	41,718	123,005	101,781
Debt interest expense accretion	—	34,317	—	815,965
Minimum royalty accretion	71,966	74,804	219,434	223,276
	<u>(1,513,696)</u>	<u>(521,466)</u>	<u>(4,334,212)</u>	<u>(2,846,344)</u>
Changes in non-cash working capital balances related to operations				
Accounts receivable	3,571,603	(4,435,344)	3,604,326	(4,106,453)
Inventories and deposits on inventory	1,294,395	10,483	(83,184)	(78,376)
Prepaid expenses	38,815	74,245	110,777	(356,331)
Accounts payable and accrued liabilities	(888,616)	1,097,062	(1,324,756)	687,876
Deferred revenue	(2,939,831)	2,533,655	(2,820,608)	3,169,517
Cash used in operating activities	<u>(437,330)</u>	<u>(1,241,365)</u>	<u>(4,847,657)</u>	<u>(3,530,111)</u>
FINANCING ACTIVITIES				
Debt proceeds	1,800,000	—	1,800,000	2,000,000
Debt repayment	(88,487)	(6,120,000)	(88,487)	(6,120,000)
Restricted cash	(500,000)	—	(500,000)	—
Share issue proceeds (net of transaction costs paid)	—	16,343,175	—	16,343,175
Cash provided by financing activities	<u>1,211,513</u>	<u>10,223,175</u>	<u>1,211,513</u>	<u>12,223,175</u>
INVESTING ACTIVITIES				
Additions to property, plant and equipment	(41,845)	(1,505,450)	(1,279,892)	(2,053,929)
Deferred IPO costs	—	(68,603)	—	(68,603)
Deferred patent costs	(55,770)	—	(55,770)	—
Minimum royalties paid	(150,000)	(80,000)	(310,000)	(240,000)
Cash used in investing activities	<u>(247,615)</u>	<u>(1,654,053)</u>	<u>(1,645,662)</u>	<u>(2,362,532)</u>
Net increase/(decrease) in cash and cash equivalents during the period	<u>526,568</u>	<u>7,327,757</u>	<u>(5,281,806)</u>	<u>6,330,532</u>
Cash and cash equivalents, beginning of period	179,488	16,161	5,987,862	1,011,386
Cash and cash equivalents, end of period	<u>706,056</u>	<u>7,343,918</u>	<u>706,056</u>	<u>7,341,918</u>
Supplemental cash flow information				
Interest paid	36,068	10,479	36,068	323,321

Genesis Worldwide Inc.

Notes To Interim Consolidated Financial Statements

[unaudited]

September 30, 2008

1. BASIS OF PRESENTATION

The accompanying interim consolidated financial statements reflect the same accounting policies and methods of application as the Company's consolidated financial statements for the year ended December 31, 2007, except for changes in accounting policies described in note 2. The interim consolidated financial statements for the Company have been prepared in accordance with Canadian generally accepted accounting principles ["GAAP"] for interim financial statements. As a result, certain information and disclosures normally required to be included in the notes to the annual financial statements have been condensed or omitted. These interim consolidated financial statements are unaudited but reflect all adjustments required for the fair presentation in accordance with GAAP and should be read in conjunction with the Company's consolidated financial statements for the year ended December 31, 2007.

2. ADOPTION OF RECENT CANADIAN ACCOUNTING STANDARDS IN 2008

Changes in accounting policies

Effective January 1, 2008, the Company adopted the Canadian Institute of Chartered Accountants ["CICA"] accounting standards Section 3862 "Financial Instruments – Disclosure", Section 3863 "Financial Instruments – Presentation", Section 1535 "Capital Disclosures" and Section 1506 "Accounting Changes". The adoption of the new standards resulted in additional disclosures with regard to financial instruments, capital and inventory. The adoption of the new standards had no impact on the classification and valuation of the Company's consolidated financial statements.

Inventory

The CICA issued a new accounting standard, Section 3031 "Inventories", which requires inventory to be measured at the lower of cost and net realizable value. This standard provides guidance on the types of costs that can be capitalized and requires reversal of previous inventory write-downs if economic circumstances have changed to support the higher inventory values. The Company has adopted this standard beginning January 1, 2008 and the adoption of the new requirements of this standard has no impact on the current financial statements.

Genesis Worldwide Inc.

Notes To Interim Consolidated Financial Statements

[unaudited]

September 30, 2008

General Standards of Financial Statement Presentation

The CICA amended Section 1400 “General Standards of Financial Statement Presentation” to include requirements to assess and disclose an entity’s ability to continue as a going concern. These amendments require management to disclose any uncertainties that might cast significant doubt upon an entity’s ability to continue as a going concern. In assessing whether the going concern assumption is appropriate, management must take into account all available information about the future, which is at least but not limited to twelve months from the balance sheet date. The Company has adopted the amendments to this standard beginning January 1, 2008 and has concluded that it will be able to continue as a going concern with no additional disclosures required based on the realization of current assumptions in this challenging economic environment.

Goodwill, Intangible Assets and Financial Statement Concepts

The CICA has issued a new accounting standard, Section 3064 “Goodwill and Intangible Assets”, which clarifies that costs can be deferred only when they relate to an item that meets the definition of an asset. Section 1000 “Financial Statement Concepts” was also amended to provide consistency with this new standard. The new and amended standards are effective for the Company beginning January 1, 2009. The Company is currently assessing the impact of these changes on its consolidated financial statements.

Genesis Worldwide Inc.

Notes To Interim Consolidated Financial Statements

[unaudited]

September 30, 2008

3. ACCOUNTS RECEIVABLE

Accounts receivable consist of the following:

	September 30	December 31
	2008	2007
	\$	\$
Trade (net of allowance) (see below)	2,754,211	7,149,844
Receivables with extended payment terms	3,079,630	1,744,392
Holdbacks	1,790,292	1,697,256
SR&ED investment tax credits	58,016	589,176
GST	35,252	90,957
Miscellaneous receivables	25,823	75,925
	7,743,224	11,347,550
Aging		
Current	665,031	2,534,743
31-60 days	502,642	1,918,400
61-90	709,371	233,488
Over 90 days	1,244,015	2,486,299
Allowance for doubtful accounts	(366,848)	(23,086)
	2,754,211	7,149,844

4. CAPITAL DISCLOSURES

There are cyclical aspects to portions of the Company's business. In addition, the Company's financial performance can be materially influenced by changes in the relative value of the Canadian and US dollar. The Company's objective in managing its capital is to ensure adequate liquidity and financial flexibility.

Genesis Worldwide Inc.

Notes To Interim Consolidated Financial Statements

[unaudited]

September 30, 2008

5. FINANCIAL INSTRUMENTS

Financial risk management

The Company's activities result in exposure to a variety of financial risks, including risks related to currency fluctuation, credit and liquidity.

Currency fluctuation

Some of the Company's products are sold at prices denominated in US dollars and a significant portion of its operational costs and expenses are incurred in Canadian dollars. Increases in the value of the Canadian dollar relative to the US dollar reduces revenue in Canadian dollar terms and impacts negatively on the Company's earnings. The Company does not hedge its foreign currency exposure with forward or option contracts. However, some of the equipment it acquires for licensees is acquired in US dollars and therefore provides a partial hedge against foreign currency risk.

Credit

The Company sells its products to a variety of customers under various payment terms and therefore is exposed to credit risks. The Company has adopted policies and procedures designed to limit these risks. The maximum exposure to credit risks at the reporting date is the carrying value of receivables.

Liquidity

The Company manages liquidity by maintaining adequate cash and by continuously monitoring both actual and forecasted cash flows.

6. TERM LOAN

In July 2008, a Company subsidiary, KML Engineered Homes Limited, completed a three year secured non-revolving term loan with a lender for \$1,800,000 at a fixed interest rate of 8.17%, repayable in equal monthly installments of principal plus interest. The lender required the Company to provide a \$500,000 irrevocable letter of credit which is secured by a restricted cash deposit of \$500,000 at a Canadian chartered bank. The loan was fully drawn down in July 2008. The Company has provided a general security agreement providing a fixed and floating charge on all assets of the subsidiary. The loan is guaranteed by the Company and all subsidiaries. The Company must meet a monthly current ratio test of 1.1 to 1 which it has continued to meet.

Genesis Worldwide Inc.

Notes To Interim Consolidated Financial Statements

[unaudited]

September 30, 2008

7. CORPORATE REORGANIZATION COSTS

In August 2008, the Company made some senior organizational changes which resulted in the recording of termination and severance costs of \$464,448 (2007 – nil). These costs will be completely paid out to these employees by July 31, 2009. The balance of these unpaid costs as at September 30, 2008 is \$391,970 and is included in accounts payable and accrued liabilities.

8. CAPITAL STOCK

[a] Issuance of shares pursuant to an IPO and related transactions

On July 3, 2007, pursuant to an IPO, the Company issued 10,000,000 common shares at an issue price of \$2.00 per share. The Company also exchanged Preferred A, B and C shares for 20,982,858 common shares with a paid up capital of \$42,174,920. The Company also granted compensation options entitling the underwriters to acquire 500,000 common shares from the Company at the offering price of \$2.00. These options expired July 2, 2008 and had a grant fair value of \$253,600. The expenses incurred pursuant to the IPO of \$5,441,845 have been shown as a reduction of capital stock.

In July 2007, the warrants liability of \$600,000 was credited to contributed surplus as a result of the exchange of the special warrants for share purchase warrants.

	September 30, 2008		December 31, 2007	
	Number of shares #	Paid-up capital \$	Number of shares #	Paid-up capital \$
Common shares outstanding, January 1	30,982,858	56,733,075	—	—
Common shares issued in exchange for preferred shares	—	—	20,982,858	42,174,920
Common shares issued on IPO	—	—	10,000,000	20,000,000
Share issue costs	—	—	—	(5,441,845)
Common shares outstanding end of period	30,982,858	56,733,075	30,982,858	56,733,075

Genesis Worldwide Inc.

Notes To Interim Consolidated Financial Statements

[unaudited]

September 30, 2008

[b] Options

The Stock Option Plan is intended to attract, retain and motivate officers and salaried employees. Options are granted based on the position of the incumbent with an exercise price equal to the fair market value of the underlying common shares at the date of grant of the options. The terms and value of the award are determined by the Compensation Committee of the Company's Board of Directors at the time of grant, and options must be exercised during a period established by the Company, which currently is 10 years from the date of grant. The options' vesting schedules are based on time periods ranging from three to four years from the date of grant.

The maximum number of options issuable to employees under the Stock Option Plan is 10% of the common shares issued and outstanding. There were 2,667,674 options issued under the Company's Stock Option Plan as at September 30, 2008 [2007 – 2,548,174].

The following table presents information concerning stock options granted to employees and directors and others by the Company:

	September 30, 2008		December 31, 2007	
	Number of options #	Weighted average exercise price \$	Number of options #	Weighted average exercise price \$
EMPLOYEES AND DIRECTORS				
Outstanding, January 1	2,645,174	0.76	2,201,174	0.38
Granted during the period	320,000	1.04	560,000	2.39
Forfeited	(297,500)	(1.03)	(116,000)	1.19
Outstanding, end of period	2,667,674	0.76	2,645,174	0.76
Exercisable, end of period	1,509,424	0.46	1,105,674	0.32
OTHERS				
Outstanding, beginning of period	1,335,712	2.10	—	
Underwriters	(500,000)	2.00	500,000	2.00
Debenture holders	—	—	835,712	2.15
Outstanding, end of period	835,712	2.15	1,335,712	2.10
Exercisable, end of period	835,712	2.15	1,335,712	2.10
Total outstanding, end of period	3,503,386	1.09	3,980,886	1.20
Total exercisable, end of period	2,345,136	1.06	2,441,386	1.29

Genesis Worldwide Inc.

Notes To Interim Consolidated Financial Statements

[unaudited]

September 30, 2008

The following table summarizes information about the Company's outstanding stock options issued to employees and directors as at September 30, 2008:

Range of exercise prices \$	Options outstanding			Options exercisable	
	Number outstanding #	Weighted average remaining contractual life [years]	Weighted average exercise price \$	Number exercisable #	Weighted average exercise price \$
0.20 - 0.30	561,174	4.97	0.21	545,924	0.20
0.40	562,500	7.72	0.40	375,000	0.40
0.44 - 0.45	795,000	6.87	0.41	508,750	0.44
0.80 - 1.11	290,000	9.89	1.00	—	—
1.27	20,000	9.37	1.27	—	—
1.70 - 2.15	220,000	8.94	1.88	—	—
2.75	219,000	8.57	2.75	54,750	2.75
	2,667,674	6.69	0.75	1,484,424	0.43

The amount of stock option compensation expense related to granted options recognized in the consolidated statements of loss, comprehensive loss and deficit and credited to contributed surplus for the three and nine month periods ended September 30, 2008 was \$33,005 [2007 - \$41,718] and \$123,005 [2007-\$101,781], respectively. The fair value for options granted before initial filing of the prospectus was determined using the minimum value method. The fair value for options granted after the initial filing of the prospectus was determined using the Black-Scholes option pricing model under the following assumptions:

Expected life of employees options	6 years
Expected life of underwriter options	1 year
Expected life of debenture options	4.5 years
Expected dividends	Nil
Expected volatility	62%
Risk-free interest rate	3.3% - 4.62%

The following assumptions were used for options granted prior to the initial filing of the prospectus:

	2007
Risk-free interest rate	4.15%
Assumed expected life of the options	10 years
Dividend yield	nil

Genesis Worldwide Inc.

Notes To Interim Consolidated Financial Statements

[unaudited]

September 30, 2008

[c] Contributed surplus

The change in contributed surplus during the periods is as follows:

	September 30, 2008	December 31, 2007
	\$	\$
Balance, beginning of period	1,078,474	65,293
Stock-based compensation expense related to employee stock options	123,005	159,581
Share purchase warrants relating to a debenture	—	600,000
Share purchase warrants issued to underwriters	—	253,600
Balance, end of period	1,201,479	1,078,474

9. INVENTORIES AND DEPOSITS ON INVENTORY

Inventories and deposits on inventory consist of the following:

	September 30 2008	December 31 2007
	\$	\$
Raw materials	670,149	563,465
Work-in-progress	—	42,657
Equipment for resale to licensees	19,157	—
Deposits on inventory	—	289,564
	689,306	895,686

Included in direct cost of revenues are inventory purchases of materials for the three months ended September 30, 2008 of \$2,009,708 [2007 - \$2,345,456] and for the nine months ended September 30, 2008 of \$7,010,517 [2007 - \$6,674,427].

10. RESEARCH AND DEVELOPMENT RECOVERY

During the three month period ended September 30, 2008, the Company recorded a recovery of \$91,534 [2007 - \$418,161] and for the nine months ended September 30, 2008 of \$165,025 [2007 - \$418,161] in tax incentives related to eligible expenditures for scientific research and experimental development. The amount has been recorded as a reduction to expenses in the interim consolidated statement of loss, comprehensive loss and deficit.

Genesis Worldwide Inc.

Notes To Interim Consolidated Financial Statements

[unaudited]

September 30, 2008

11. RELATED PARTY TRANSACTIONS

Another shareholder has a business relationship as a contract customer of the Company with regular credit terms. Revenues earned during the three month period ended September 30, 2008 at the exchange amount agreed upon between the parties were \$26,324 [2007 - \$1,347,004] and for the nine months ended September 30, 2008 were \$149,558 [2007 - \$1,738,595]. The amount included in accounts receivable as at September 30, 2008 is \$14,981 [2007 - \$1,006,177]. The Company also entered into a commercial property lease with this shareholder on December 21, 2006 for a period of 10 years commencing January 1, 2007 for an annual minimum base rent of \$727,040. The Company is also liable for additional rent for operating costs, utilities and taxes.

During 2007, the Company borrowed the remaining available \$2,000,000 in debentures, and incurred interest and accretion expense for the nine month period ended September 30, 2008 of \$nil [2007 – \$1,123,265]. In the third quarter of 2007, the debenture was repaid in full.

12. SEGMENT INFORMATION

The Company's business activities are conducted through two operating segments, in addition to centralized corporate services. All intersegment transactions are measured at the exchange amounts.

Structural products

The structural products segment consists of a customized panelization facility and a light steel joist facility, both located in the Greater Toronto Area. Both facilities produce engineered components used in the construction of light steel residential and commercial buildings.

Genesis Worldwide Inc.

Notes To Interim Consolidated Financial Statements

[unaudited]

September 30, 2008

Licensing

The licensing segment develops and licenses light steel structural building technology solutions for residential and commercial markets. The Company develops software applications, creates light steel products and provides equipment specifications to market, sell, engineer, fabricate and install light steel structures through its own locations as well as through licensees. Operating activities consist of ongoing sale of licenses and the development and application of technologies.

Three months ended September 30, 2008	Licensing \$	Structural Products \$	Total Operations \$	Corporate \$	Consolidated \$
Revenues	2,746,520	2,555,043	5,301,563	—	5,301,563
Direct cost of revenues	1,402,877	2,231,295	3,634,172	—	3,634,172
Contribution margin	1,343,643	323,748	1,667,391	—	1,667,391
Expenses before the undernoted	(1,039,200)	(1,018,505)	(2,057,705)	(1,086,492)	(3,144,197)
Income/(loss) before the following	304,443	(694,757)	(390,314)	(1,086,492)	(1,476,806)
Amortization	(89,092)	(194,748)	(283,840)	(4,336)	(288,176)
Foreign exchange gain/(loss)	37,474	(3,779)	33,695	37	33,732
Interest and minimum royalty accretion	(113,666)	(80,019)	(193,685)	18,091	(175,594)
Net income/(loss) for the period	139,159	(973,303)	(834,144)	(1,072,700)	(1,906,844)

Three months ended September 30, 2007	Licensing \$	Structural Products \$	Total Operations \$	Corporate \$	Consolidated \$
Revenues	3,239,065	3,798,758	7,037,823	—	7,037,823
Direct cost of revenues	1,446,692	3,104,291	4,550,983	—	4,550,983
Contribution margin	1,792,373	694,467	2,486,840	—	2,486,840
Expenses before the undernoted	(1,113,655)	(1,083,808)	(2,197,463)	(916,226)	(3,113,689)
Income/(loss) before the following	678,718	(389,341)	289,377	(916,226)	(626,849)
Amortization	(8,610)	(185,030)	(193,640)	(6,803)	(200,443)
Foreign exchange gain/(loss)	(29,829)	15,172	(14,657)	(21,632)	(36,289)
Interest and minimum royalty accretion	(1,681)	(75,234)	(76,915)	67,748	(9,167)
Net income/(loss) for the	638,598	(634,433)	4,165	(876,913)	(872,748)

Genesis Worldwide Inc.

Notes To Interim Consolidated Financial Statements

[unaudited]

September 30, 2008

period

Nine months ended September 30, 2008	Licensing	Structural Products	Total Operations	Corporate	Consolidated
Revenues	7,311,009	9,498,735	16,809,744	—	16,809,744
Direct cost of revenues	3,223,480	8,468,404	11,691,884	—	11,691,884
Contribution margin	4,087,529	1,030,331	5,117,860		5,117,860
Expenses before the undernoted	(3,945,272)	(3,146,857)	(7,092,129)	(2,452,621)	(9,544,750)
Income/(oss) before the following	142,257	(2,116,526)	(1,974,269)	(2,452,621)	(4,426,890)
Amortization	(263,565)	(582,767)	(846,332)	(13,007)	(859,339)
Foreign exchange gain/(loss)	27,942	(7,592)	20,350	1,170	21,520
Interest and minimum Royalty accretion	(245,870)	(97,464)	(343,334)	72,054	(271,280)
Net loss for the period	(339,236)	(2,804,349)	(3,143,585)	(2,392,404)	(5,535,989)

Nine months ended September 30, 2007	Licensing	Structural Products	Total Operations	Corporate	Consolidated
Revenues	6,875,689	9,169,696	16,045,385	—	16,045,385
Direct cost of revenues	3,526,635	7,159,767	10,686,402	—	10,686,402
Contribution margin	3,349,054	2,009,929	5,358,983	—	5,358,983
Expenses before the undernoted	(2,403,708)	(3,717,576)	(6,121,284)	(1,991,809)	(8,113,093)
Income/(loss) before the following	945,346	(1,707,647)	(762,301)	(1,991,809)	(2,754,110)
Amortization	(49,592)	(653,091)	(702,683)	(8,646)	(711,329)
Foreign exchange gain/(loss)	13,353	21,610	34,963	(21,632)	13,331
Interest and minimum royalty accretion	25,719	(232,095)	(206,376)	(1,040,211)	(1,246,587)
Net income/(loss) for the period	934,826	(2,571,223)	(1,636,397)	(776,854)	(4,698,695)

Genesis Worldwide Inc.

Notes To Interim Consolidated Financial Statements

[unaudited]

September 30, 2008

As at September 30, 2008	Licensing \$	Structural Products \$	Total Operations \$	Corporate \$	Consolidated \$
Total assets	3,737,720	13,718,666	17,456,386	385,162	17,841,548
Capital expenditures	45,683	1,230,004	1,275,677	4,205	1,279,982
Property, plant and equipment	250,945	4,857,570	5,108,515	44,844	5,153,359
Intangible asset	1,848,310	—	1,848,310	—	1,848,310

As at September 30, 2007	Licensing \$	Structural Products \$	Total Operations \$	Corporate \$	Consolidated \$
Total assets	4,071,394	8,415,603	12,486,997	3,507,777	15,994,774
Capital expenditures	166,341	1,837,588	2,003,929	50,000	2,053,929
Property, plant and equipment	269,597	3,119,965	3,389,562	52,232	3,441,794
Intangible asset	2,186,564	68,605	2,255,169	—	2,255,169

Geographical distribution of revenues for the nine months ended September 30 is as follows:

	Canada \$	U.S \$	International \$	Consolidated \$
2008	9,628,408	1,167,750	6,013,586	16,809,744
2007	9,263,676	3,515,000	3,267,159	16,045,835

13. COMPARATIVE FIGURES

The Company has reclassified certain prior period information to conform with the current year's presentation.