

Halifax Corporation
Summary Financial Data

(in 000's except per share amounts)

Statements of operations

For the three months ended September 30,
2009 2008

For the six months ended September 30,
2009 2008

Revenues	\$ 7,641	\$ 8,906	\$ 15,303	\$ 17,923
Cost of services	<u>6,561</u>	<u>7,505</u>	<u>13,130</u>	<u>15,009</u>
Gross profit	1,080	1,401	2,173	2,914
Selling, marketing, general & administrative	<u>975</u>	<u>1,054</u>	<u>1,934</u>	<u>2,250</u>
Operating Income	105	347	239	664
Other income	-	1	152	1
Interest expense	<u>(47)</u>	<u>(93)</u>	<u>(130)</u>	<u>(176)</u>
Income before income taxes	58	255	261	489
Income tax expense	<u>14</u>	<u>28</u>	<u>34</u>	<u>59</u>
Net income	<u>\$ 44</u>	<u>\$ 227</u>	<u>\$ 227</u>	<u>\$ 430</u>
Earnings per common share - basic and diluted	<u>\$ 0.01</u>	<u>\$ 0.07</u>	<u>\$.07</u>	<u>\$.14</u>
Weighted average number of common shares outstanding:				
Basic	3,175	3,175	3,175	3,175
Diluted	3,191	3,177	3,184	3,177

Balance Sheets

September 30, 2009

March 31, 2009

Current assets		
Cash	\$ 311	\$ 766
Trade accounts receivable, net	5,918	6,794
Inventory, net	2,594	2,588
Prepaid expenses and other current assets	<u>305</u>	<u>208</u>
Total current assets	9,128	10,356
Property and equipment, net	701	727
Goodwill and intangibles, net	3,149	3,292
Other assets	40	56
Total assets	<u>\$ 13,018</u>	<u>\$ 14,431</u>
Liabilities and Stockholders' Equity		
Current liabilities		
Accounts payable and accrued expenses	\$ 3,469	\$ 4,546
Income tax payable	44	67
Deferred maintenance revenue	2,737	2,072
Bank debt	1,527	2,545
Current portion of long-term debt	<u>199</u>	<u>331</u>
Total current liabilities	7,976	9,561
Other long-term debt	101	141
Subordinated debt - affiliate	1,000	1,000
Deferred income	<u>10</u>	<u>40</u>
Total liabilities	9,087	10,742
Stockholders' equity	3,931	3,689
Total liabilities and stockholders' equity	<u>\$ 13,018</u>	<u>\$ 14,431</u>