



Symbility Solutions Inc.

Interim Condensed Consolidated Financial Statements
(Unaudited)

Quarter ended September 30, 2014

Symbility Solutions Inc.
Interim Consolidated Statements of Financial Position
(Unaudited - In thousands of Canadian dollars)

	<u>Note</u>	As at	
		September 30, 2014	December 31, 2013
Assets			
Current assets			
Cash and cash equivalents	8	12,922	12,173
Accounts receivable and other assets	8	6,708	4,153
Prepaid expenses and other assets		750	791
		<u>20,380</u>	<u>17,117</u>
Long-term assets			
Security deposits		50	33
Property and equipment		796	675
Intangible assets	3, 6	8,820	9,017
Goodwill	3	6,948	6,771
		<u>36,994</u>	<u>33,613</u>
Liabilities			
Current liabilities			
Accounts payable and accrued liabilities	4, 8	4,687	3,755
Deferred revenue	5	4,648	3,032
		<u>9,335</u>	<u>6,787</u>
Long-term liabilities			
Finance lease obligations		1	5
Customer deposits		345	345
		<u>9,681</u>	<u>7,137</u>
Shareholders' equity		<u>27,313</u>	<u>26,476</u>
		<u>36,994</u>	<u>33,613</u>

See accompanying notes

Symbility Solutions Inc.

Interim Consolidated Statements of Loss and Comprehensive Loss

(Unaudited - In thousands of Canadian dollars, except per share data)

	Note	Three-month period ended		Nine-month period ended	
		September 30,		September 30,	
		2014	2013	2014	2013
Revenue	8, 9	6,608	5,430	20,856	16,424
Cost of sales		1,222	1,104	3,781	3,207
		5,386	4,326	17,075	13,217
Expenses					
Sales and marketing	7	2,377	2,482	7,994	7,617
General and administration	7	1,689	1,744	5,338	5,735
Research and development	7	1,299	1,079	4,609	3,092
Transaction related	3	139	-	139	-
Other operating	11	169	81	158	198
		5,673	5,386	18,238	16,642
Loss before finance income, net and income tax expense		(287)	(1,060)	(1,163)	(3,425)
Finance income, net		(37)	(28)	(117)	(89)
Income tax expense		9	-	12	3
Net loss and comprehensive loss for the period		(259)	(1,032)	(1,058)	(3,339)
Basic and diluted loss and comprehensive loss per common share		(0.00)	(0.01)	(0.01)	(0.02)
Weighted average number of common shares outstanding					
Basic and diluted		209,675,404	205,153,725	208,170,608	204,735,861

See accompanying notes

Symbility Solutions Inc.

Interim Consolidated Statements of Changes in Shareholders' Equity

(Unaudited - In thousands of Canadian dollars)

	Note	Common shares	Broker warrants	Contributed surplus	Deficit	Total shareholders' equity
December 31, 2012		47,611	235	9,443	(29,359)	27,930
Issuance of shares for services		50	-	-	-	50
Share options exercised		85	-	(37)	-	48
Restricted shares released		381	-	(381)	-	-
Share issuance costs		22	-	-	-	22
Stock-based compensation	7	-	-	2,555	-	2,555
Net loss for the period		-	-	-	(3,339)	(3,339)
September 30, 2013		48,149	235	11,580	(32,698)	27,266
December 31, 2013		48,224	235	12,063	(34,046)	26,476
Issuance of shares for services	7	66	-	-	-	66
Share options exercised	7	344	-	(151)	-	193
Restricted shares released	7	1,102	-	(1,102)	-	-
Share issuance costs	7	(1)	-	-	-	(1)
Stock-based compensation	7	-	-	1,637	-	1,637
Net loss for the period		-	-	-	(1,058)	(1,058)
September 30, 2014		49,735	235	12,447	(35,104)	27,313

See accompanying notes

Symbility Solutions Inc.
Interim Consolidated Statements of Cash Flows
(Unaudited - In thousands of Canadian dollars)

	Note	Three-month period ended September 30,		Nine-month period ended September 30,	
		2014	2013	2014	2013
Operating activities					
Net loss for the period		(259)	(1,032)	(1,058)	(3,339)
Items not affecting cash					
Stock-based compensation	7	263	538	1,637	2,555
Issuance of shares for services	7	33	-	66	50
Depreciation and amortization	6	482	410	1,400	1,193
		519	(84)	2,045	459
Changes in non-cash working capital items					
Accounts receivable and other assets		(2,334)	(1,832)	(2,466)	(2,118)
Prepaid expenses and other assets		(111)	(244)	52	(352)
Accounts payable and accrued liabilities		809	420	898	(674)
Deferred revenue	5	(1,415)	1,476	1,852	(546)
Customer deposits		-	-	-	121
		(3,051)	(180)	336	(3,569)
Cash provided by (used in) operating activities					
		(2,532)	(264)	2,381	(3,110)
Investing activities					
Purchase of property and equipment		-	(127)	(353)	(466)
Purchase of intangible assets	6	(261)	(117)	(799)	(228)
Loans receivable		-	-	-	148
Security deposits		-	-	(17)	-
Business combination	3	(354)	-	(354)	-
Cash used in investing activities		(615)	(244)	(1,523)	(546)
Financing activities					
Proceeds from exercise of share options		1	6	193	47
Share issuance costs		(1)	-	(1)	(1)
Long-term finance lease payments		(13)	(13)	(40)	(37)
Cash provided by (used in) financing activities		(13)	(7)	152	9
Effect of exchange rate changes on cash and cash equivalents		(27)	-	(261)	-
Net increase (decrease) in cash and cash equivalents		(3,187)	(515)	749	(3,647)
Cash and cash equivalents, beginning of period		16,109	11,876	12,173	15,008
Cash and cash equivalents, end of period		12,922	11,361	12,922	11,361
Supplementary cash flow information	10				
<i>See accompanying notes</i>					

Symbility Solutions Inc.

Notes to Interim Condensed Consolidated Financial Statements

(Unaudited - In thousands of Canadian dollars unless otherwise stated)

September 30, 2014

1) Nature of operations and corporate information

Symbility Solutions Inc. (the "Corporation") develops and markets software designed to improve effectiveness and reduce costs of administration of claims in both the employee benefits and property and casualty insurance markets. The Corporation was incorporated under the Alberta Business Corporations Act on July 15, 1999 and commenced operations on January 1, 2000. The Corporation is a publicly traded company domiciled in Canada with common shares listed on the TSX Venture Exchange under the stock symbol "SY".

The Corporation's registered office is located at 3400 First Canadian Centre, 350 - 7th Avenue SW, Calgary, Alberta, T2P 3N9. The Corporation has executive and operating offices in Toronto, Ontario, and operating offices in Montreal, Québec, Milwaukee, Wisconsin, Tyler, Texas, and Stuttgart, Baden-Württemberg.

The Corporation has three wholly owned subsidiaries, Symbility Health Inc. which is incorporated in the Province of Alberta, Canada, Symbility Solutions Corp. which is incorporated in the State of Delaware, United States and Symbility Solutions GmbH which is incorporated in the State of Bavaria, Germany. Symbility Health Inc. has a wholly owned subsidiary, Automated Benefits Ltd., incorporated in the Province of Alberta, Canada.

As at September 30, 2014, CoreLogic, Inc. and its affiliates (collectively "CoreLogic") own 61,404,748 common shares representing approximately 29% of the outstanding shares of the Corporation. Marshall & Swift/Boeckh ("MSB"), a wholly owned subsidiary of CoreLogic, is a related party as a result of a common significant shareholder (see note 4).

2) Significant accounting policies

a) Statement of compliance

These interim condensed consolidated financial statements for the three-month and nine-month periods ended September 30, 2014 of the Corporation were prepared in accordance with International Accounting Standard 34, Interim Financial Reporting ("IAS 34"), as issued by the International Accounting Standards Board ("IASB").

The same accounting policies and methods of computation were followed in the preparation of these interim condensed consolidated financial statements as were followed in the preparation of the annual consolidated financial statements for the year ended December 31, 2013, prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the IASB. Accordingly, these interim condensed consolidated financial statements for the three-month and nine-month periods ended September 30, 2014 should be read together with the annual consolidated financial statements for the year ended December 31, 2013.

The timely preparation of the interim condensed consolidated financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingencies, if any, as at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. By their nature, estimates are subject to measurement uncertainty and changes in such estimates in future years could require a material change in the interim condensed consolidated financial statements.

These interim condensed consolidated financial statements were approved and authorized for issue by the Board of Directors (the "Board") of the Corporation on November 18, 2014.

Symbility Solutions Inc.

Notes to Interim Condensed Consolidated Financial Statements

(Unaudited - In thousands of Canadian dollars unless otherwise stated)

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b) New standards, interpretations and amendments adopted by the Corporation

The accounting policies followed in these unaudited interim condensed consolidated financial statements are consistent with those used to prepare the annual consolidated financial statements for the year ended December 31, 2013, except as described below.

i) IAS 32 Financial Instruments: Presentation ("IAS 32")

Amendments to IAS 32 clarify the criteria that should be considered in determining whether an entity has a legally enforceable right of set off in respect of its financial statements. Amendments to IAS 32 are applicable to annual periods beginning on or after January 1, 2014, with retrospective application required. This amendment had no material impact on the Corporation's financial position or performance.

c) Changes in accounting policies not yet adopted

The following accounting pronouncements have been released but have not yet been adopted by the Corporation:

i) IFRS 9 Financial Instruments ("IFRS 9")

In July 2014, the IASB issued the final amendments to IFRS 9, which provides guidance on the classification and measurement of financial assets and liabilities, impairment of financial assets, and general hedge accounting. The Classification and measurement portion of the standard determines how financial assets and financial liabilities are accounted for in financial statements and, in particular, how they are measured on an ongoing basis. The amended IFRS 9 introduced a new, expected-loss impairment model that will require more timely recognition of expected credit losses. In addition, the amended IFRS 9 includes a substantially-reformed model for hedge accounting, with enhanced disclosures about risk management activity. The new standard is effective for annual periods beginning on or after January 1, 2018, with earlier adoption permitted. The Corporation is in the process of evaluating the impact of adopting these amendments on the Corporation's consolidated financial statements.

ii) IFRS 15 Revenue from Contracts with Customers ("IFRS 15")

In May 2014, the IASB issued IFRS 15, which covers principles for reporting about the nature, amount, timing and uncertainty of revenue and cash flows arising from contracts with customers. The core principle of the new standard is that an entity recognizes revenue to represent the transfer of goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. The standard also provides a model for the recognition and measurement of gains or losses from sale of non-financial assets. IFRS 15 is effective for annual periods beginning on or after January 1, 2017. The standard permits the use of either the retrospective or cumulative effect transition method. This new accounting guidance will also result in enhanced disclosures about revenue. The Corporation is evaluating the effect that IFRS 15 will have on its consolidated financial statements, and related disclosures, as well as the transition method to apply the new standard.

Symbility Solutions Inc.

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3) Business combinations

On September 30, 2014, the Corporation completed the acquisition of Haus360, a division of Innovation Group Holdings GmbH's business (the "Acquisition"). Haus360 operates a business engaged in the license of the Corporation's estimating software and provides consulting services in Germany. Haus360 had a pre-existing relationship prior to the business combination as the exclusive reseller in Germany. Under the terms of the Acquisition Agreement, the Corporation acquired the Haus360 staff, contracts, prospects and terminated the pre-existing relationship. No other assets or liabilities were assumed. On September 30, 2014, the Corporation paid \$354 for the Acquisition, a portion of which may be identified as associated with the pre-existing relationship in the final purchase equation.

The preliminary purchase equation is summarized below:

Fair value recognized on acquisition	Total
Assets	
Intangible assets	177
Net identifiable assets	177
Goodwill arising on acquisition	177
Purchase consideration transferred	354

The purchase price allocation for the Acquisition is preliminary and adjustments to the allocations may occur as a result of obtaining more information regarding asset valuation.

The Corporation identified intangible assets of \$177 for customer relationships and other intangible assets, which the Corporation expects to amortize over 24 months. Goodwill of \$177 relates to workforce, expected synergies and other assets that are not individually identified and separately recognized. Goodwill is not expected to be deductible for tax purposes. For the three-month and nine-month periods ended September 30, 2014, acquisition costs of \$139 (2013 - nil) have been accounted for as period expenses when the costs were incurred.

For the three-month and nine-month periods ended September 30, 2014, no revenue or expenses have been included in these interim Condensed Consolidated Financial Statements. If the acquisition had taken place at the beginning of the year, revenue would have been \$21,486, expenses of \$22,522, and the net loss for the period would have been \$(1,036).

4) Related party transactions

A summary of the significant related party transactions is provided here:

For the three-month and nine-month periods ended September 30, 2014, the Corporation expensed \$568 and \$1,879 respectively (September 30, 2013 - \$606 and \$1,804) for services under the four-year transition services agreement and database license agreement with MSB. The termination of the transition services agreement is subject to the earlier of i) the time when no customers are using certain existing MSB products, and ii) four (4) years following the effective date, which is on April 10, 2012 and iii) portions of the agreement upon 90 days' notice. For the three-month and nine-month periods ended September 30, 2014, the Corporation earned nil and \$14, respectively, (September 30, 2013 - \$43 and \$309) for services provided to MSB. As at September 30, 2014, the Corporation owed \$194 (December 31, 2013 - \$322) to MSB, net of services provided.

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September 30, 2014

Compensation of key management personnel

Key management personnel includes the Chief Executive Officer, Chief Financial Officer, Chief Operating Officer, Chief Technology Officer, Vice Presidents, and Directors. The compensation paid or payable to key management is shown in the following tables:

	Three-month period ended September 30,		Nine-month period ended September 30,	
	2014	2013	2014	2013
Short-term remuneration and benefits	704	684	2,174	2,054
Share-based payments	160	339	1,006	1,521
Total	864	1,023	3,180	3,575

Stock options held by key management personnel under the stock option plan to purchase ordinary shares have the following expiry dates and exercise prices:

Issuance date	Expiry date	Exercise price	September 30, 2014	December 31, 2013
		\$	Number outstanding	Number outstanding
2009	2014	0.12 - 0.19	-	950,000
2010	2015 - 2020	0.11 - 0.20	333,932	333,932
2011	2021	0.22 - 0.26	1,321,000	1,321,000
2012	2022	0.34 - 0.46	2,800,000	2,800,000
2013	2023	0.45 - 0.50	5,053,500	5,053,500
2014	2024	0.31 - 0.38	1,268,185	-
Total			10,776,617	10,458,432

On September 30, 2014, there were no restricted shares (December 31, 2013 - 2,164,507) outstanding under the Canadian Restricted Share Plan (the "Canadian RS Plan") and United States Restricted Shares Plan (the "United States RS Plan") to certain Directors and officers of the Corporation. For the three-month and nine-month periods ended September 30, 2014, nil and 188,215 restricted shares were forfeited. For the three-month and nine-month periods ended September 30, 2014, nil and 1,976,292 restricted shares were released to certain Directors and officers of the Corporation.

5) Deferred revenue

The Corporation records deferred revenue when it receives payments in advance of the performance of services. During the first quarter of 2014, the Corporation received a cash payment of \$8,624 from one customer for license and services to be provided over the 12-month period in fiscal 2014. The Corporation recorded the full amount as deferred revenue upon receipt of the payment. As at September 30, 2014, \$6,477 has been recognized into income.

Symbility Solutions Inc.

Notes to Interim Condensed Consolidated Financial Statements

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September 30, 2014

6) Intangible assets

	Computer software ⁽¹⁾	Trademarks and patent	Customer relationships and other intangible assets	Database and technology licenses	Total
Cost					
As at January 1, 2014	381	93	2,175	8,798	11,447
Additions (see note 3)	46	2	177	750	975
As at September 30, 2014	427	95	2,352	9,548	12,422
Accumulated amortization					
As at January 1, 2014	147	13	755	1,515	2,430
Amortization expense	73	-	357	742	1,172
As at September 30, 2014	220	13	1,112	2,257	3,602
Net book value					
As at January 1, 2014	234	80	1,420	7,283	9,017
As at September 30, 2014	207	82	1,240	7,291	8,820

⁽¹⁾ Includes computer software under financial lease with a cost of \$17 (January 1, 2014 - \$17), accumulated amortization of \$15 (January 1, 2014 - \$11) and net book value of \$2 (January 1, 2014 - \$6).

The Corporation acquired customer relationships and other intangible assets on September 30, 2014 with a preliminary estimated fair value of \$177 (see note 3).

The Corporation acquired a technology license providing for exclusive distributing rights for a 5-year period subject to certain conditions. These conditions include minimum annual financial commitments to maintain exclusivity, but are not required to maintain the technology license. The cost of the technology license has been capitalized and will be amortized over the 5-year period.

7) Issued capital

Authorized

Unlimited common shares, no par value

Unlimited preferred shares, no par value

Issued (excluding Restricted Shares described below)

	Common shares	
	#	\$
Share Capital Balance - December 31, 2013	205,486,334	48,224
Issuance of shares for services	200,614	66
Share options exercised	1,156,667	344
Restricted Shares released	2,900,321	1,102
Share issuance costs	-	(1)
Share Capital Balance - September 30, 2014	209,743,936	49,735

Symbility Solutions Inc.

Notes to Interim Condensed Consolidated Financial Statements

(Unaudited - In thousands of Canadian dollars unless otherwise stated)

September 30, 2014

Restricted Share Plans

On March 27, 2012, the shareholders approved the Canadian RS Plan and the United States RS Plan (collectively the "RS Plans"). Awards granted pursuant to the RS Plans, together with all other security-based compensation granted by the Corporation, shall not exceed 10% of the issued and outstanding common shares on the date of grant.

The following table summarizes activity related to the RS Plans for the nine-month period ended September 30, 2014 and for the twelve-month period ended December 31, 2013:

	<u>September 30, 2014</u>	<u>December 31, 2013</u>
	Restricted Shares outstanding	Restricted Shares outstanding
	#	#
Balance - beginning of period	3,253,193	4,293,265
Forfeited	(352,872)	(38,334)
Released	(2,900,321)	(1,001,738)
Balance - end of period	<u>-</u>	<u>3,253,193</u>

Stock option plan

The Corporation has a stock option plan (the "Plan"), which provides that the Board may grant from time to time, at its discretion, stock options to purchase common shares of the Corporation to Directors, senior officers, employees, and consultants.

Stock-based compensation

The total stock-based compensation expense for the stock option plan and the RS Plans for the three-month and nine-month periods ended September 30, 2014 was \$263 and \$1,637 respectively (September 30, 2013 – \$538 and \$2,555) with a corresponding credit to contributed surplus.

	<u>Three-month period ended</u>		<u>Nine-month period ended</u>	
	<u>September 30,</u>		<u>September 30,</u>	
	2014	2013	2014	2013
Sales and marketing	109	179	544	745
General and administration	87	233	699	1,273
Research and development	67	126	394	537
Total	263	538	1,637	2,555

Symbility Solutions Inc.

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The Corporation used the Black-Scholes option valuation model to estimate the fair value of the options granted based on the following weighted average assumptions:

	Three-month period ended September 30,		Nine-month period ended September 30,	
	2014	2013	2014	2013
Risk-free interest rate	1.89%	2.13%	1.94%	1.52%
Expected life	6.0 years	5.5 years	6.0 years	5.5 years
Volatility	98%	110%	105%	113%
Expected dividends	Nil	Nil	Nil	Nil
Weighted average				
Share price	\$0.27	\$0.44	\$0.37	\$0.49
Exercised price	\$0.29	\$0.43	\$0.36	\$0.49
Fair value	\$0.21	\$0.36	\$0.30	\$0.40

The following table summarizes activity related to stock options for the nine-month period ended September 30, 2014 and for the twelve-month period ended December 31, 2013:

	September 30, 2014		December 31, 2013	
	Stock options outstanding #	Weighted average exercise price \$	Stock options outstanding #	Weighted average exercise price \$
Balance – Beginning of period	15,963,399	0.41	8,638,399	0.32
Granted	2,679,935	0.36	8,365,000	0.49
Exercised	(1,156,667)	0.17	(499,999)	0.22
Forfeited	(116,060)	0.46	(355,007)	0.45
Expired	(491,440)	0.40	(184,994)	0.43
Balance – End of period	16,879,167	0.42	15,963,399	0.41
Exercisable – End of period	10,194,579	0.41	8,647,290	0.35

The weighted average remaining contractual life for the stock options outstanding as at September 30, 2014 is 8.12 years (December 31, 2013 – 8.03 years). The weighted average share price of options exercised during the nine-month period ended September 30, 2014 was \$0.34 (September 30, 2013 - \$0.41).

8) Financial Instruments and Risk Management

Market risk and foreign currency risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, will affect the Corporation's income or the value of its financial instruments.

The Corporation's activities that result in exposure to fluctuations in foreign currency exchange rates consist of the sale of products and services to customers invoiced in foreign currencies and the purchase of services invoiced in foreign currencies.

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Notes to Interim Condensed Consolidated Financial Statements

(Unaudited - In thousands of Canadian dollars unless otherwise stated)

September 30, 2014

The Corporation's accounts receivable and accounts payable by foreign currency as at September 30, 2014 and December 31, 2013 are as follows:

	<u>September 30, 2014</u>	<u>December 31, 2013</u>
Accounts receivable		
U.K. pound sterling	35%	36%
U.S. dollars	34%	22%
Accounts payable		
U.S. dollars	27%	33%

The Corporation's revenue and expense by foreign currency for the three-month and nine-month periods ended September 30, 2014 and September 30, 2013 are as follows:

	<u>Three-month period ended</u> <u>September 30,</u>		<u>Nine-month period ended</u> <u>September 30,</u>	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Revenue				
U.K. pound sterling	13%	8%	14%	9%
U.S. dollars	64%	68%	63%	68%
Expenses				
U.S. dollars	32%	31%	31%	36%

Credit risk

As at September 30, 2014, the largest amounts due from two customers accounted for 39% and 21% of the Corporation's total accounts receivable (December 31, 2013 - one customer - 41%). Subsequent to September 30, 2014, these customers had paid \$3,052, including their balances greater than 90 days.

The following table sets out details of the aging of accounts receivable that are outstanding and related allowance for doubtful accounts:

	<u>September 30, 2014</u>	<u>December 31, 2013</u>
Current	4,457	2,596
31 - 60 days	41	682
61 - 90 days	757	193
Over 91 days	1,498	711
Less: allowance for doubtful accounts	(45)	(29)
Total accounts receivable, net	<u>6,708</u>	<u>4,153</u>

The carrying amount of accounts receivable is reduced through the use of an allowance account and the amount of the loss is recognized in the interim condensed consolidated statements of loss and comprehensive loss within other operating expenses. When a receivable balance is considered uncollectible, it is written off against the allowance for doubtful accounts. Subsequent recoveries of amounts previously written off are credited against other operating expenses in the interim condensed consolidated statements of loss and comprehensive loss.

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Liquidity risk

Liquidity risk arises through the excess of financial obligations over available financial assets due at any point in time. The Corporation's objective in managing liquidity risk is to maintain sufficient readily available cash reserves in order to meet its liquidity requirements at any point in time. The Corporation achieves this by maintaining sufficient cash and cash equivalents, managing cash from operations and through the raising of equity financing. As at September 30, 2014, the Corporation was holding cash and cash equivalents of \$12,922 (December 31, 2013 - \$12,173).

9) Segmented information

The Corporation has two reportable segments which offer different products and services: Symbility Property and Symbility Health.

- Symbility Property (property and casualty software) provides powerful, accurate and easy-to-use claims processing and estimating software for property and casualty insurers.
- Symbility Health (group insurance software) provides an advanced and practical software solution to a network of employee benefits brokers and third party administrator partners in the adjudication of health and dental claims.

Revenue is generated from external customers in Canada, the United States, and other countries outside of North America. All material assets are located in Canada and the United States.

During the three-month period ended September 30, 2014, there were two customers who accounted for more than 10%, or \$977 and \$2,394, respectively, (September 30, 2013 - one customer - \$1,508) of the Corporation's revenue. These customers are in the Symbility Property segment.

In the nine-month period ended September 30, 2014, there were two customers who accounted for more than 10%, or \$3,448 and \$7,135, respectively, (September 30, 2013 - two customers - \$1,570 and \$4,553) of the Corporation's revenue. These customers are in the Symbility Property segment.

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September 30, 2014

	Three-month period ended September 30, 2014			
	Symbility Health	Symbility Property	Head office	Total
Revenue	1,123	5,485	-	6,608
Cost of sales	531	691	-	1,222
	592	4,794	-	5,386
Expenses	768	4,905	-	5,673
Segment loss before finance income, net and income tax expense	(176)	(111)	-	(287)
Finance income, net	-	-	(37)	(37)
Income tax expense	-	9	-	9
Segment net income (loss)	(176)	(120)	37	(259)

	Nine-month period ended September 30, 2014			
	Symbility Health	Symbility Property	Head office	Total
Revenue	3,407	17,449	-	20,856
Cost of sales	1,580	2,201	-	3,781
	1,827	15,248	-	17,075
Expenses	2,522	15,716	-	18,238
Segment loss before finance income, net and income tax expense	(695)	(468)	-	(1,163)
Finance income, net	-	-	(117)	(117)
Income tax expense	-	12	-	12
Segment net income (loss)	(695)	(480)	117	(1,058)

	As at September 30, 2014			
	Symbility Health	Symbility Property	Head office	Total
Operating assets	1,946	22,126	-	24,072
Assets not allocated to segments				
Cash and cash equivalents	-	-	12,922	12,922
Total operating assets	1,946	22,126	12,922	36,994
Carrying value of intangible assets	36	8,784	-	8,820
Carrying value of goodwill	-	6,948	-	6,948
Total liabilities	1,868	7,813	-	9,681
Additions to property and equipment, and intangible assets	6	1,323	-	1,329

Symbility Solutions Inc.

Notes to Interim Condensed Consolidated Financial Statements

(Unaudited - In thousands of Canadian dollars unless otherwise stated)

September 30, 2014

	Three-month period ended September 30, 2013			
	Symbility Health	Symbility Property	Head office	Total
Revenue	956	4,474	-	5,430
Cost of sales	450	654	-	1,104
	506	3,820	-	4,326
Expenses	664	4,722	-	5,386
Segment loss before finance income, net	(158)	(902)	-	(1,060)
Finance income, net	-	-	(28)	(28)
Segment net income (loss)	(158)	(902)	28	(1,032)

	Nine-month period ended September 30, 2013			
	Symbility Health	Symbility Property	Head office	Total
Revenue	2,950	13,474	-	16,424
Cost of sales	1,351	1,856	-	3,207
	1,599	11,618	-	13,217
Expenses	1,816	14,826	-	16,642
Segment loss before finance income, net and income tax expense	(217)	(3,208)	-	(3,425)
Finance income, net	-	-	(89)	(89)
Income tax expense	-	3	-	3
Segment net income (loss)	(217)	(3,211)	89	(3,339)

	As at December 31, 2013			
	Symbility Health	Symbility Property	Head office	Total
Operating assets	1,497	19,943	-	21,440
Assets not allocated to segments				
Cash and cash equivalents	-	-	12,173	12,173
Total operating assets	1,497	19,943	12,173	33,613
Carrying value of intangible assets	33	8,984	-	9,017
Carrying value of goodwill	-	6,771	-	6,771
Total liabilities	1,345	5,792	-	7,137
Additions to property and equipment, intangible assets and goodwill	36	716	-	752

Symbility Solutions Inc.

Notes to Interim Condensed Consolidated Financial Statements

(Unaudited - In thousands of Canadian dollars unless otherwise stated)

September 30, 2014

Geographic Information

The Corporation's revenue by geographic area for the three-month and nine-month periods ended September 30, 2014 and September 30, 2013 and non-current asset by geographic area as at September 30, 2014 and December 31, 2013 are as follows:

	Revenue for three-month period ended September 30,		Revenue for nine-month period ended September 30,		Non-current assets as at	
	2014	2013	2014	2013	September 30, 2014	December 31, 2013
Canada	1,365	1,225	4,149	3,699	8,225	8,079
United States	4,243	3,672	13,180	11,092	8,035	8,417
International	1,000	533	3,527	1,633	354	-
Total	6,608	5,430	20,856	16,424	16,614	16,496

Seasonality

Historically, Symbility Property revenue was based in part on claims volumes and typically had higher claims in the second and third quarters based on seasonal weather effects. As a result of the growth in breadth and depth of the customer base and the evolution of the pricing model to annual enterprise licenses, this seasonality is expected to be reduced in the future.

10) Supplementary cash flow information

	Three-month period ended September 30,		Nine-month period ended September 30,	
	2014	2013	2014	2013
Interest paid	-	1	1	6
Interest received	36	29	120	93
Income taxes paid	9	-	21	10

11) Other operating expenses

	Three-month period ended September 30,		Nine-month period ended September 30,	
	2014	2013	2014	2013
Depreciation and amortization	107	78	322	200
Foreign exchange loss (gain), net	62	3	(164)	(2)
Total other operating expenses	169	81	158	198

Symbility Solutions Inc.

Notes to Interim Condensed Consolidated Financial Statements

(Unaudited - In thousands of Canadian dollars unless otherwise stated)

September 30, 2014

12) Comparative interim condensed consolidated financial statements

The comparative interim condensed consolidated financial statements have been reclassified from statements previously presented to conform to the presentation of the 2014 interim condensed consolidated financial statements.