

ONEMOVE TECHNOLOGIES INC.

**UNAUDITED INTERIM
CONSOLIDATED FINANCIAL STATEMENTS**

**FOR THE SIX MONTHS ENDED
DECEMBER 31, 2007**

SECOND QUARTER OF FINANCIAL YEAR 2008



(TSX: OM.V)

These unaudited interim consolidated financial statements of OneMove Technologies Inc. for the six month period ended December 31, 2007 have been prepared by management and approved by the Audit Committee as part of the responsibilities delegated by Board of Directors. These financial statements have not been reviewed by the Company's external auditors.



ONEMOVE TECHNOLOGIES INC.

| CONSOLIDATED BALANCE SHEETS | December 31, 2007 (Unaudited) | June 30, 2007 (Audited) |
|--|-------------------------------------|-------------------------------|
| ASSETS | | |
| Current | | |
| Cash and cash equivalents | \$ 1,457,016 | \$ 3,877,897 |
| Receivables | 188,954 | 267,386 |
| Government assistance receivable | 6,727 | 98,474 |
| Prepaid expenses and deposits | 78,435 | 76,010 |
| | 1,731,132 | 4,319,767 |
| Equipment (Note 3) | 831,802 | 843,231 |
| Intangible asset (Note 4) | 5,400 | 10,800 |
| Long term deposits | 289,538 | 299,434 |
| | \$ 2,857,872 | \$ 5,473,232 |
| LIABILITIES AND SHAREHOLDERS' EQUITY | | |
| Current | | |
| Accounts payable and accrued liabilities | \$ 701,115 | \$ 877,828 |
| Deferred income | 11,335 | 22,867 |
| Current portion of loans payable | 169,828 | 434,555 |
| Current portion of capital lease obligations | 64,133 | 33,528 |
| | 946,411 | 1,368,778 |
| Loans payable (Note 5) | 262,487 | 312,652 |
| Capital lease obligations (Note 6) | 118,600 | 72,882 |
| | 1,327,498 | 1,754,312 |
| Shareholders' equity | | |
| Capital stock (Note 7) | 18,690,662 | 18,550,451 |
| Contributed surplus (Note 7) | 1,649,939 | 1,607,344 |
| Deficit | (18,810,227) | (16,438,875) |
| | 1,530,374 | 3,718,920 |
| | \$ 2,857,872 | \$ 5,473,232 |
| Nature and continuance of operations (Note 1) | | |
| Contingencies and commitments (Note 8) | | |
| Subsequent events (Note 13) | | |

"Martin Johnson" Director

"Stuart Bonner" Director

The accompanying notes are an integral part of these consolidated financial statements.



ONEMOVE TECHNOLOGIES INC.

| CONSOLIDATED STATEMENTS OF OPERATIONS AND DEFICIT (Unaudited) | Three months ended December 31, | | Six months ended December 31, | |
|--|------------------------------------|-----------------|----------------------------------|-----------------|
| | 2007 | 2006 | 2007 | 2006 |
| REVENUES | \$ 486,287 | \$ 239,583 | \$ 984,166 | \$ 457,193 |
| EXPENSES | | | | |
| Advertising | 174,491 | 211,751 | 277,055 | 372,601 |
| Amortization of deferred development costs | - | 62,946 | - | 125,891 |
| Amortization of equipment | 103,101 | 148,792 | 195,806 | 176,766 |
| Amortization of intangible asset | 2,700 | 2,403 | 5,400 | 5,400 |
| Commissions and fees | 171,064 | 58,442 | 332,895 | 110,193 |
| Consulting fees | 22,591 | 11,160 | 22,591 | 24,140 |
| Insurance | 18,009 | 11,555 | 32,404 | 26,959 |
| Interest and bank charges | 6,957 | 6,762 | 13,670 | 20,868 |
| Interest on convertible loans | - | 12,860 | - | 67,103 |
| Interest on loans | 16,683 | 81,162 | 30,356 | 116,006 |
| Investor relations and filing fees | 53,072 | 23,544 | 101,294 | 28,641 |
| Office and general | 95,902 | 49,062 | 183,487 | 113,879 |
| Professional fees | 94,132 | 47,897 | 171,124 | 77,299 |
| Rent and utilities | 81,024 | 66,868 | 161,420 | 133,837 |
| Stock-based compensation (Note 7) | 11,925 | 204,561 | 42,595 | 259,503 |
| Salaries and wages | 746,611 | 666,947 | 1,543,496 | 1,274,329 |
| Telephone | 39,851 | 98,482 | 94,234 | 177,851 |
| Travel | 119,031 | 127,606 | 242,541 | 263,140 |
| Web site planning and design | - | - | 10,000 | - |
| | 1,757,144 | 1,892,800 | 3,460,368 | 3,374,406 |
| Loss before other items | (1,270,857) | (1,653,217) | (2,476,202) | (2,917,213) |
| OTHER ITEMS | | | | |
| Other income | 20,661 | 7,992 | 51,685 | 13,827 |
| Dividends on preferred shares | - | (6,000) | - | (12,000) |
| Foreign exchange gain (loss) | 24,528 | (254,305) | 53,165 | (246,519) |
| Loss on disposal of assets | - | (31,633) | - | (31,633) |
| | 45,189 | (283,946) | 104,850 | (276,325) |
| Net loss for the period before non-controlling interest | (1,225,668) | (1,937,163) | (2,371,352) | (3,193,538) |
| Non-controlling interest | - | - | - | 69,493 |
| Net loss for the period | (1,225,668) | (1,937,163) | (2,371,352) | (3,124,045) |
| Deficit, beginning of period | (17,584,559) | (9,417,266) | (16,438,875) | (8,230,384) |
| Deficit, end of period | \$ (18,810,227) | \$ (11,354,429) | \$ (18,810,227) | \$ (11,354,429) |
| Net loss per common share | | | | |
| Basic | \$ (0.02) | \$ (0.10) | \$ (0.05) | \$ (0.21) |
| Fully diluted | \$ (0.02) | \$ (0.10) | \$ (0.05) | \$ (0.21) |
| Weighted average number of common shares | | | | |
| Basic | 49,977,687 | 19,531,250 | 49,940,312 | 14,885,510 |
| Fully diluted | 49,977,687 | 19,531,250 | 49,940,312 | 14,885,510 |

The accompanying notes are an integral part of these consolidated financial statements.



ONEMOVE TECHNOLOGIES INC.

| CONSOLIDATED STATEMENTS OF CASH FLOW (Unaudited) | Three months ended December 31, | | Six months ended December 31, | |
|---|------------------------------------|--------------------|----------------------------------|--------------------|
| | 2007 | 2006 | 2007 | 2006 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | | |
| Loss for the period | \$ (1,225,668) | \$ (1,937,163) | \$ (2,371,352) | \$ (3,124,045) |
| Items not affecting cash: | | | | |
| Amortization of deferred development costs | - | 62,946 | - | 125,891 |
| Amortization of equipment | 103,101 | 148,792 | 195,806 | 176,766 |
| Amortization of intangible asset | 2,700 | 2,403 | 5,400 | 5,400 |
| Stock-based compensation | 11,925 | 204,561 | 42,595 | 259,503 |
| Unrealized foreign exchange | (935) | - | 5,832 | - |
| Accrued interest on convertible loans | - | 12,860 | - | 67,103 |
| Dividends on preferred shares | - | 6,000 | - | 12,000 |
| Non-controlling interest | - | - | - | (69,493) |
| Interest on loans | - | 61,077 | - | 61,077 |
| Loss on disposal of assets | - | 31,633 | - | 31,633 |
| Changes in non-cash working capital | | | | |
| (Increase) decrease in receivables | 47,482 | 225,092 | 78,433 | 171,243 |
| Decrease in government assistance receivable | - | 180,185 | 91,747 | 390,867 |
| Increase in prepaid expenses and deposits | 72,862 | (52,260) | (2,424) | (114,582) |
| Increase (decrease) in accounts payable | 112,858 | (144,321) | (161,712) | 245,832 |
| Increase in deferred revenue | (6,259) | - | (11,532) | - |
| Net cash used by operating activities | (881,934) | (1,198,195) | (2,127,207) | (1,760,805) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | | |
| Loan repayments | (72,962) | (794,509) | (150,529) | (904,427) |
| Share issuance costs | (1,962) | (531,706) | (4,589) | (531,706) |
| Capital lease payments | (12,896) | - | (20,761) | - |
| Long term deposits | 3,036 | - | 1,597 | - |
| Convertible loan proceeds | - | 2,150 | - | 424,650 |
| Loan proceeds | - | 168,586 | - | 853,797 |
| Issuance of shares for cash | - | 2,122,789 | - | 2,122,789 |
| Deferred financing fees | - | - | - | (50,995) |
| Net cash provided (used) by financing activities | (84,784) | 967,310 | (174,282) | 1,914,108 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | |
| Purchase of equipment | (27,354) | (11,108) | (80,464) | (188,584) |
| Long term deposits | - | - | - | - |
| Cash received on acquisition of OneMove Tech | - | 211,829 | - | 211,829 |
| Net cash used by investing activities | (27,354) | 200,721 | (80,464) | 23,245 |
| Effect of foreign exchange on cash and cash equivalents | (5,500) | - | (38,928) | - |
| Change in cash and cash equivalents during the period | (999,572) | (30,164) | (2,420,881) | 176,548 |
| Cash and cash equivalents, beginning of period | 2,456,588 | 209,392 | 3,877,897 | 2,680 |
| Cash and cash equivalents, end of period | \$ 1,457,016 | \$ 179,228 | \$ 1,457,016 | \$ 179,228 |
| Cash paid during the period for interest | \$ 16,683 | \$ 47,441 | \$ 30,356 | \$ 67,785 |
| Cash paid during the period for income taxes | \$ - | \$ - | \$ - | \$ - |
| Supplemental disclosure with respect to cash flows (Note 12) | | | | |

The accompanying notes are an integral part of these consolidated financial statements.

ONEMOVE TECHNOLOGIES INC.

*Notes to Interim Consolidated Financial Statements (Unaudited)
Three and six months ended December 31, 2007 and 2006*

1. NATURE AND CONTINUANCE OF OPERATIONS

OneMove Technologies Inc. (the "Company" or "OneMove Tech") was incorporated under the Business Corporations Act (B.C.) on July 18, 2005. The Company completed an initial public offering and commenced trading on the TSX Venture Exchange (the "Exchange") on February 9, 2006.

During the 2007 fiscal year, the Company completed the Exchange's requisite qualifying transaction with OneMove Online Systems Inc. ("OneMove Online").

OneMove Tech is engaged in the development and marketing of internet-based software applications and services related to the transfer of real estate in Canada and the United Kingdom.

The Company incurred an operating loss of \$2,371,352 during the six month period ended December 31, 2007 and has a deficit of \$18,810,227 as at December 31, 2007. These consolidated financial statements have been prepared on the basis of accounting principles applicable to a going concern which assumes that the Company will realize the carrying value of its assets and satisfy its obligations as they become due in the normal course of operations. The continuing operations of the Company are dependant upon its ability to continue to raise adequate financing and to commence profitable operations in the future. The consolidated financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts and classification of liabilities that might be necessary should the Company be unable to continue as a going concern.

These interim consolidated financial statements should be read in conjunction with the audited consolidated financial statements of the Company as at and for the year ended June 30, 2007. The disclosures in these interim consolidated financial statements do not meet all disclosure requirements of Canadian generally accepted accounting principals for annual consolidated financial statements.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles ("GAAP") and include the accounts of the Company and its wholly-owned subsidiaries: OneMove Online incorporated in British Columbia and One Move Limited ("OneMove UK") incorporated in the United Kingdom. All significant intercompany transactions and balances have been eliminated upon consolidation.

These unaudited interim financial statements have been prepared in accordance with GAAP for interim financial statements. Accordingly, they do not include all of the information and footnotes required by GAAP for complete financial statements. In the opinion of management, the accompanying financial information reflects all adjustments, consisting primarily of normal recurring adjustments, which are necessary for a fair presentation of results for the interim periods. Operating results for the six month period ended December 31, 2007 are not necessarily indicative of the results that may be expected for the year ending June 30, 2008. These interim consolidated financial statements follow the same accounting policies as the audited consolidated financial statements of the Company for the year ended June 30, 2007, except for the new policies disclosed below. Accordingly, these interim consolidated financial statements should be read in conjunction with the Company's June 30, 2007 annual audited consolidated financial statements and notes thereto.

ONEMOVE TECHNOLOGIES INC.

Notes to Interim Consolidated Financial Statements (Unaudited)
 Three and six months ended December 31, 2007 and 2006

2. SIGNIFICANT ACCOUNTING POLICIES (cont'd)*Accounting policy change*

Effective July 1, 2007, the Company adopted new accounting standards related to comprehensive income and financial instruments that were issued by the Canadian Institute of Chartered Accountants ("CICA"). The accounting policy changes were adopted on a prospective basis with no restatement of prior period financial statements. The new standards and accounting policy changes are as follows:

a) *Comprehensive income*

Comprehensive income is the change in shareholders' equity during a period from transactions and other events and circumstances from non-owner sources. In accordance with the new standard, the Company now reports a statement of comprehensive income and a new category, accumulated other comprehensive income, in the shareholders' equity section of the balance sheet. The components of this new category may include unrealized gains and losses on financial assets classified as available-for-sale, exchange gains and losses arising from the translation of financial statements of a self-sustaining foreign operation and the effective portion of the change in fair value of hedging instruments.

b) *Financial instruments*

In accordance with these new standards, the Company now classifies all financial instruments as either held-for-trading, available for sale, held-to-maturity, loans and receivables or other financial liabilities. Financial instruments classified as held-for-trading are measured at fair value with unrealized gains and losses recognized in operating results. Financial instruments classified as available for sale are measured at fair value with unrealized gains and losses recognized in other comprehensive income. Financial instruments classified as held-to-maturity, loans and receivables or other financial liabilities are measured at amortized cost.

The adoption of these new standards noted above had no effect on the presentation of the Company's interim consolidated financial statements for the six month period ended December 31, 2007.

3. EQUIPMENT

| | Dec. 31, 2007 | | | June 30, 2007 | | |
|------------------------|--------------------|-----------------------------|-------------------|--------------------|-----------------------------|-------------------|
| | Cost | Accumulated Amortization | Net Book Value | Cost | Accumulated Amortization | Net Book Value |
| Computer equipment | \$ 590,810 | \$ 207,962 | \$ 382,848 | \$ 433,360 | \$ 154,141 | \$ 279,219 |
| Application software | 199,860 | 187,705 | 12,155 | 198,870 | 162,653 | 36,217 |
| Computer software | 58,249 | 39,170 | 19,079 | 37,486 | 30,474 | 7,012 |
| Furniture and fixtures | 171,164 | 37,163 | 134,001 | 167,542 | 22,259 | 145,283 |
| Website development | 566,066 | 282,347 | 283,719 | 562,226 | 186,726 | 375,500 |
| | \$1,586,149 | \$ 754,347 | \$ 831,802 | \$1,399,484 | \$ 556,253 | \$ 843,231 |

ONEMOVE TECHNOLOGIES INC.

Notes to Interim Consolidated Financial Statements (Unaudited)
 Three and six months ended December 31, 2007 and 2006

4. INTANGIBLE ASSET

| | Dec. 31, 2007 | June 30, 2007 |
|--------------------------|------------------|------------------|
| Customer list | \$ 54,000 | \$ 54,000 |
| Accumulated amortization | (48,600) | (43,200) |
| | <u>\$ 5,400</u> | <u>\$ 10,800</u> |

5. LOANS PAYABLE

| | Dec. 31, 2007 | June 30, 2007 |
|--|-------------------|-------------------|
| Loan payable to National Westminster Bank Plc in U.K. pounds sterling (Dec. 2007 – £82,500, June 2007 - £87,500), bearing interest at its base rate plus 3.5% per annum, monthly payments of approximately \$1,700 maturing on February 28, 2016. The loan is secured by a charge over the assets of OneMove UK. | \$ 161,816 | \$ 185,673 |
| Loan payable to HSBC Bank Plc. in U.K. pounds sterling (Dec. 2007 – £61,297, June 2007 - £64,013), bearing interest at its base rate plus 3.5% per annum, blended monthly payments of approximately \$1,870 maturing on April 29, 2014. This loan is secured by a charge over the assets of OneMove UK and a personal guarantee of a director. | 120,228 | 135,836 |
| Loan payable to Lombard Technical Services Limited in U.K. pounds sterling (Dec. 2007 - £16,614, June 2007 - £21,611), unsecured and bearing interest at 10.5% per annum, blended monthly payments of \$2,000 maturing on July 2009. The loan was used to finance the purchase of certain equipment. | 32,587 | 45,860 |
| Loan payable in U.K. pounds sterling (Dec. 2007 - £60,000, June 2007 - £179,000) to a private corporation relating to web site development, unsecured and bearing no interest, monthly payments of approximately \$20,000 per month ending June 2008. | 117,684 | 379,838 |
| | <u>432,315</u> | <u>747,207</u> |
| Current portion | (169,828) | (434,555) |
| | <u>\$ 262,487</u> | <u>\$ 312,652</u> |

Based on the current bank base rates and exchange rates, principal payments on the loans payable are as follows:

| | |
|---------------------|-------------------|
| Dec. 30, 2008 | \$ 169,828 |
| 2009 | 43,478 |
| 2010 | 33,270 |
| 2011 | 36,035 |
| 2012 | 37,621 |
| 2013 and thereafter | 112,083 |
| | <u>\$ 432,315</u> |

The Company has a bank overdraft facility of approximately \$20,000 (£10,000) with HSBC Bank Plc bearing interest at the bank's base rate plus 5%. This facility is secured by a corporate guarantee over funds held on deposit.

ONEMOVE TECHNOLOGIES INC.

Notes to Interim Consolidated Financial Statements (Unaudited)
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6. CAPITAL LEASE OBLIGATIONS

The Company leases computer hardware under financing arrangements classified as capital leases. The gross amount of computer hardware assets and related accumulated amortization recorded under capital leases and included in equipment were as follows:

| | Dec. 31, 2007 | June 30, 2007 |
|--------------------------|-------------------|-------------------|
| Computer equipment | \$ 216,325 | \$ 119,242 |
| Accumulated amortization | (43,054) | (17,886) |
| | <u>\$ 173,271</u> | <u>\$ 101,356</u> |

Amortization expenses incurred during the period with respect to the above assets under capital lease totalled \$25,168.

The following is a schedule of the future minimum lease payments under the capital lease:

| Twelve month period ending: | Dec. 31 | June 30 |
|--|-------------------|------------------|
| 2008 | \$ 100,693 | \$ 55,111 |
| 2009 | 100,693 | 55,111 |
| 2010 | 41,027 | 32,935 |
| Total future annual lease payments | \$ 242,413 | \$ 143,157 |
| Less amount representing interest | (59,680) | (36,747) |
| Present value of capital lease obligations | 182,733 | 106,410 |
| Less current portion | (64,133) | (33,528) |
| | <u>\$ 118,600</u> | <u>\$ 72,882</u> |

With respect to the above, interest incurred during the period and included in interest expense amounted to \$16,844.

7. CAPITAL STOCK

a) **Authorized** – Unlimited number of common shares without par value.

b) Issued and Outstanding

| | Number of Common Shares | Amount |
|---|-------------------------------|----------------------|
| Balance as at June 30, 2007 | 53,204,611 | \$ 18,550,451 |
| Issue of shares upon conversion of debt | 264,500 | 144,800 |
| Share issue costs on release of escrowed shares | - | (4,589) |
| Balance as at December 31, 2007 | <u>53,469,111</u> | <u>\$ 18,690,662</u> |

ONEMOVE TECHNOLOGIES INC.

Notes to Interim Consolidated Financial Statements (Unaudited)
 Three and six months ended December 31, 2007 and 2006

7. CAPITAL STOCK (cont'd)**c) Shares Held in Escrow**

As at December 31, 2007, a total of 9,836,321 common shares of the Company were subject to an escrow agreement under which the shares may not be transferred, assigned, or otherwise dealt with without the consent of the Exchange. The escrowed shares are subject to time-based release criteria over a three year period from the closing of the reverse takeover.

In addition, 3,491,424 of the escrowed shares are subject to a voluntary escrow agreement to be released if the Company achieves certain revenue targets by June 30, 2008. These shares will be cancelled if the performance conditions are not met. Of these, 616,662 shares are considered compensatory in nature and will be fair valued when they are released from escrow.

d) Contributed Surplus

| | Amount |
|--|---------------------|
| Balance as at June 30, 2007 | \$ 1,607,344 |
| Stock-based compensation | 42,595 |
| Balance as at December 31, 2007 | \$ 1,649,939 |

e) Stock Options

The Company adopted the 2006 Stock Option Plan (the "2006 Plan") whereby the aggregate number of shares issuable under the 2006 Plan and previously granted options under the 2005 Plan may not exceed 5,000,000 shares. Under the 2006 Plan, the exercise price of each option will not be less than the market price of the Company's stock at the date of the grant. Options granted will have a term not to exceed 5 years with vesting provisions determined by the board of directors of the Company.

During the period, the Company amended the 2006 Plan such that the total amount of options may not exceed 10% of the issued and outstanding share capital.

As at December 31, 2007, the following stock options were outstanding:

| Number of Options | Exercise Price | Expiry Date |
|-------------------|----------------|-------------------|
| 1,800,000 | \$0.55 | July 31, 2008 |
| 225,000 | \$0.55 | October 14, 2008 |
| 165,000 | \$0.55 | January 31, 2009 |
| 315,000 | \$0.55 | April 23, 2009 |
| 390,000 | \$0.55 | December 1, 2009 |
| 177,000 | \$0.55 | December 18, 2009 |

Stock option transactions are summarized as follows:

| | Options outstanding | Weighted average exercise price |
|--|------------------------|------------------------------------|
| Balance as at June 30, 2007 | 3,169,000 | \$0.55 |
| Cancelled during the period | (97,000) | 0.55 |
| Balance as at December 31, 2007 | 3,072,000 | \$0.55 |
| | | |
| Currently exercisable | 2,941,417 | \$0.55 |

ONEMOVE TECHNOLOGIES INC.

Notes to Interim Consolidated Financial Statements (Unaudited)
 Three and six months ended December 31, 2007 and 2006

7. CAPITAL STOCK (cont'd)**e) Stock options (cont'd)**

The Company uses the Black-Scholes option pricing model to determine the fair value of options granted. Total stock-based compensation recognized during the period ended December 31, 2007 was \$42,595 (2006 - \$259,503).

The following weighted average assumptions were used for the Black-Scholes valuation of options vested during the period:

| | |
|---------------------------|--------------------------|
| | <u>December 31, 2007</u> |
| Expected dividend yield | 0% |
| Expected price volatility | 75% |
| Risk free interest rate | 4.66% |
| Expected life | 3 years |

f) Agent's Options

As at December 31, 2007, the following agent's options were outstanding and exercisable:

| <u>Number of Agent's Options</u> | <u>Exercise Price</u> | <u>Expiry Date</u> |
|----------------------------------|-----------------------|--------------------|
| 98,300 | \$0.30 | February 9, 2008 |
| 381,889 | \$0.55 | October 18, 2008 |
| 1,555,540 | \$0.36 | May 3, 2009 |
| 12,500 | \$0.50 | May 14, 2009 |

Agent option transactions are summarized as follows:

| | <u>Agent's Options outstanding</u> | <u>Weighted average exercise price</u> |
|---|--|--|
| Balance as at June 30 and December 31, 2007 | 2,048,229 | \$0.39 |

g) Warrants

As at December 31, 2007, the following warrants were outstanding and exercisable:

| <u>Number of Warrants</u> | <u>Exercise Price</u> | <u>Expiry Date</u> |
|---------------------------|-----------------------|--------------------|
| 4,903,443 | \$0.75 | October 18, 2008 |
| 259,375 | \$0.55 | October 18, 2008 |

Warrant transactions are summarized as follows:

| | <u>Warrants outstanding</u> | <u>Weighted average exercise price</u> |
|---|---------------------------------|--|
| Balance as at June 30 and December 31, 2007 | 5,162,818 | \$0.74 |

ONEMOVE TECHNOLOGIES INC.

Notes to Interim Consolidated Financial Statements (Unaudited)
Three and six months ended December 31, 2007 and 2006

8. CONTINGENCIES AND COMMITMENTS

Government Assistance

During the six months ended December 31, 2007, the Company recognized assistance of \$6,727 (2006 - \$66,665) from the National Research Council of Canada's Industrial Research Assistance Program ("IRAP"). Repayment of these contributions commences October 1, 2009 for a maximum of ten years and is payable quarterly based on 6.25% of gross revenues of the Company. The repayments will cease once the total amount repaid to IRAP equals 150% of the total contributions received by the Company. The government assistance is repayable, after June 2009, in whole or in part, depending on future revenues after that date. No liabilities have been recorded as at December 31, 2007 since the conditions of repayment have not been met.

The Company has recorded government assistance as a reduction of wages and benefits.

Commitments

By way of a signing bonus pursuant to a compensation agreement, the Company has committed to issuing an executive and director of the Company 250,000 common shares and allotting 1,500,000 options to purchase common shares of the Company. The issuance of shares requires regulatory approval and the Company has yet to grant the options.

The Company has entered into various premises and equipment operating leases with minimum lease payments as follows:

12 months ending December 31:

| | |
|------|---------------------|
| 2008 | \$ 296,774 |
| 2009 | 289,309 |
| 2010 | 248,945 |
| 2011 | 239,149 |
| 2012 | <u>39,558</u> |
| | <u>\$ 1,113,735</u> |

9. FINANCIAL INSTRUMENTS

a) *Foreign currency risk*

Foreign currency risk reflects the risk that the Company's foreign currency denominated net assets or operations will be negatively impacted due to fluctuations in exchange rates. The Company does not have a foreign currency hedge in place to mitigate this risk.

b) *Credit risk*

Financial instruments subjecting the Company to concentrations of credit risk consist primarily of cash and cash equivalents and accounts receivable. The Company maintains its cash with high quality financial institutions. Cash balance often exceeds federally insured limited.

ONEMOVE TECHNOLOGIES INC.

Notes to Interim Consolidated Financial Statements (Unaudited)
Three and six months ended December 31, 2007 and 2006

10. SEGMENTED INFORMATION

The Company's operations fall into one dominant industry segment, internet-based software applications and services relating to the transfer of real estate. The Company manages its operations, and accordingly determines its operating segments, on a geographical basis. The performance of geographic operating segments is monitored based on periodic operational results. Inter-segment transactions have been eliminated.

The following is a breakdown by reporting segment:

| | December 31, 2007 | | | December 31, 2006 | | |
|-------------------------------------|----------------------|-------------|-------------|----------------------|-------------|-------------|
| | Canada | UK | Total | Canada | UK | Total |
| Revenues (three months ended) | \$ 380,579 | \$ 105,708 | \$ 486,287 | \$ 179,792 | \$ 59,791 | \$ 239,583 |
| Segment losses (three months ended) | (586,289) | (639,379) | (1,225,668) | (692,779) | (1,244,384) | (1,937,163) |
| Revenues (six months ended) | \$ 809,638 | \$ 174,528 | \$ 984,166 | \$ 371,247 | \$ 85,946 | \$ 457,193 |
| Segment losses (six months ended) | (1,058,651) | (1,312,701) | (2,371,352) | (1,235,930) | (1,888,115) | (3,124,045) |
| Segment assets | 1,997,574 | 860,298 | 2,857,872 | 523,471 | 1,006,456 | 1,529,927 |
| Segment capital assets | 334,905 | 502,297 | 837,202 | 212,872 | 704,866 | 917,738 |

All significant non-cash items occurred within the Canadian segment.

11. RELATED PARTY TRANSACTIONS

During the six month period ended December 31, 2007, the Company entered into transactions with related parties not disclosed elsewhere in these financial statements as follows:

- Paid or accrued salaries and wages of \$386,377 to officers and directors of the Company.
- Repaid a \$83,263 loan that was provided by a director of the Company.

These transactions were in the normal course of operations and were measured at the exchange amount which represented the amount of consideration established and agreed to by the related parties.

12. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

The significant non-cash investing and financing transaction for the six month period ended December 31, 2007 were as follows:

- The issuance of 28,500 common shares to settle an account payable and 236,000 common shares to settle a debt payment at an aggregate value of \$144,800 to two independent companies.
- The acquisition of \$97,083 of equipment through a capital lease.

ONEMOVE TECHNOLOGIES INC.

Notes to Interim Consolidated Financial Statements (Unaudited)

Three and six months ended December 31, 2007 and 2006

13. SUBSEQUENT EVENT

Subsequent to December 31, 2007, the Company entered into a binding Memorandum of Understanding with a Director of the Company to sell 100% of OneMove UK in exchange for the 5,584,169 common shares of the Company which were issued as consideration for the original purchase of OneMove UK. Upon completion of transaction, the common shares of the Company will be returned to treasury. In addition, the Company will receive a debenture for approximately \$2,600,000 along with a General Security Agreement over the assets of OneMove UK. Included within the Memorandum of Understanding are general terms for a software licence agreement, a debt agreement and a brand licensing agreement.

ONEMOVE TECHNOLOGIES INC.

Notes to Interim Consolidated Financial Statements (Unaudited)
Three and six months ended December 31, 2007 and 2006

CORPORATE INFORMATION

Board of Directors and Corporate Officers

| | |
|------------------|---|
| Martin Johnson | Chairman, President and Chief Executive Officer |
| Stuart Bonner | Director, Secretary, Audit and Compensation Committee |
| Neil Patel | Director |
| Tejinder Grewal | Director, Audit and Compensation Committee |
| Derek Wasson | Director |
| Darren Battersby | Chief Financial Officer |
| Parminder Virk | Chief Technology Officer |

Corporate Office

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www.econveyance.com

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www.onemove.com

Auditor

Davidson & Company LLP
Vancouver, BC Canada

Counsel, Registered and Record Offices

Kim M. Heath, CA, LL.B. (in-house counsel)
Suite 1080 – 1140 West Pender Street
Vancouver, British Columbia
V6E 4G1

Investment Information

Shares Listed

TSX Venture Exchange (“TSX-V”)
Trading Symbol – “OM”

Transfer Agent

Pacific Corporate Trust Company

Investor Relations

The Equicom Group Inc.
Toronto, Ont. Canada
1-888-385-5481
www.equicomgroup.com

Corporate information available on the Company's website www.onemovetech.com and www.sedar.com