

For immediate release

GENDIS INC. ANNOUNCES FIRST QUARTER PROFIT

Winnipeg, Manitoba (June 4, 2010) - Gendis Inc. (TSX:GDS) today announced its financial results for the 1st quarter ended April 30, 2010 of the fiscal year ending January 31, 2011.

Revenue for the 1st quarter was \$1,083,000 compared to \$945,000 last year. The increase in revenue is primarily attributable to percentage participating rents from retail tenants.

Net earnings from operations for the 1st quarter was \$235,000 (\$0.02 per share) compared to \$108,000 (\$0.01 per share) last year. The increase in net earnings from operations was due to the increase in revenue. Other comprehensive income was \$681,000 compared to a loss of \$369,000 last year. The increase in other comprehensive income is primarily attributable to the substantial increase in the market value of the Company's investment in Fort Chicago.

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Gendis Inc.
Consolidated Balance Sheet

	Apr. 30	Jan. 31
(unaudited - in thousands of dollars)	2010	2010
Assets		
Cash	125	261
Receivables	396	263
Income and capital taxes recoverable	-	2
Prepaid expenses	16	40
	537	566
Investments (note 3)		
at fair value	20,904	20,542
at cost	4,946	4,946
Property and equipment	12,032	12,125
Future tax asset	3,172	3,172
	<u>41,591</u>	<u>41,351</u>
Liabilities		
Credit facilities (note 4)	10,498	11,398
Payables and accrued liabilities	1,102	879
Income and capital taxes payable	1	-
	11,601	12,277
Post employment benefit obligations	872	872
Shareholders' equity	29,118	28,202
	<u>41,591</u>	<u>41,351</u>
Commitments and Contingencies (note 2)		

Gendis Inc.
Consolidated Statement of Operations
For the quarter ended April 30

<u>(unaudited - in thousands of dollars, except per share)</u>	2010	2009
Revenue		
Real estate rental	914	764
Investment	169	181
	<u>1,083</u>	<u>945</u>
Expenses		
Property and administrative expenses	699	730
Amortization of property and equipment	135	131
Interest and finance expenses	71	65
	<u>905</u>	<u>926</u>
Earnings before the undernoted	178	19
Gain (loss) on sale of investments:		
Held-for-trading	(9)	-
Available-for-sale	-	(25)
Change in fair value of investments held-for-trading	66	53
Gain on sale of real estate properties	-	79
	<u>235</u>	<u>126</u>
Earnings before taxes	235	126
Provision for income taxes	-	18
	<u>235</u>	<u>108</u>
Net earnings from operations	<u>235</u>	<u>108</u>
Earnings from operations per share	<u>0.02</u>	<u>0.01</u>

Gendis Inc.

Consolidated Statement of Comprehensive Income (Loss)
For the quarter ended April 30

(unaudited - in thousands of dollars)	2010	2009
Other comprehensive income (loss)		
Investments available-for-sale:		
Change in fair value	681	(369)
Loss on sale	-	(25)
Transfer loss on sale to the Statement of Operations	-	25
Other comprehensive income (loss)	681	(369)
Net earnings from operations	235	108
Comprehensive income (loss)	916	(261)

Consolidated Statement of Shareholders' Equity

(unaudited - in thousands of dollars)	Share Capital	Retained Earnings	AOCI	Total
Balance - January 31, 2010	14,650	9,296	4,256	28,202
Net earnings	-	235	681	916
Balance - April 30, 2010	14,650	9,531	4,937	29,118
Balance - January 31, 2009	14,796	8,414	(2,447)	20,763
Net earnings (loss)	-	108	(369)	(261)
Shares purchased for cancellation	(28)	8	-	(20)
Balance - April 30, 2009	14,768	8,530	(2,816)	20,482

"AOCI" refers to Accumulated Other Comprehensive Income

Gendis Inc.
Consolidated Statement of Cash Flows
For the quarter ended April 30

(unaudited - in thousands of dollars)	2010	2009
By operations:		
Net earnings from operations	235	108
add (deduct) items not affecting cash:		
Amortization of property and equipment	135	131
Gain on sale of properties	-	(79)
Loss on sale of investments	9	25
Change in fair value of investments held-for-trading	(66)	(53)
Cash flow from earnings	313	132
Change in working capital	117	221
	430	353
By investing activities:		
Proceeds on sale of investments	55	559
Reduction to the cost of investments from a return of capital	320	320
Proceeds from property sales	-	339
Expenditure for property and equipment	(41)	(5)
	334	1,213
By financing activities:		
Reduction to credit facilities	(900)	(1,600)
Purchase and cancellation of share capital	-	(20)
Refundable dividend tax	-	(20)
	(900)	(1,640)
Decrease in cash	(136)	(74)
Cash - beginning of period	261	199
Cash - end of period	125	125
Supplementary information:		
Taxes paid	-	38
Interest paid	71	60

Gendis Inc.

Notes to Consolidated Interim Financial Statements - unaudited

April 30, 2010

(in thousands of dollars unless otherwise stated)

1. Significant Accounting Policies and Basis of Presentation

These unaudited consolidated interim financial statements are prepared in accordance with accounting principles generally accepted in Canada. However, these interim financial statements do not contain all the disclosures that would be required under generally accepted accounting principles for annual financial statements. These interim financial statements follow the same accounting policies and methods of application as the audited annual consolidated financial statements at January 31, 2010. Certain disclosures required for annual financial statements have been condensed or omitted in these interim financial statements. Accordingly, these interim financial statements should be read in conjunction with the annual consolidated financial statements and notes thereto as presented in the Company's Annual Report for the fiscal year ended January 31, 2010. The following notes to the interim financial statements are supplemental to the notes to the annual consolidated financial statements.

2. Commitments & Contingencies

There have been no material developments in the lawsuits that were disclosed in the annual financial statements for the year ended January 31, 2010.

3. Investments

(# of shares in thousands)	Fair value	
	Apr. 30 2010	Jan. 31 2010
Exchange-traded investments:		
Available-for-sale:		
Flow-through entities:		
Fort Chicago - 1,915 shares	20,260	19,915
Other investments	68	53
Held-for-trading:		
Other equity investments	576	574
	<u>20,904</u>	<u>20,542</u>

(# of shares in thousands)	Cost	
	Apr. 30 2010	Jan. 31 2010
Private investments, available-for-sale:		
OSUM - 2,047 shares	4,946	4,946

Investments are referenced as follows - "Fort Chicago" refers to Fort Chicago Energy Partners LP; "OSUM" refers to OSUM Oil Sands Corp.

4. CREDIT FACILITIES

	Borrowing balance		Remaining borrowing availability		Carrying value of collateral	
	Apr. 30 2010	Jan. 31 2010	Apr. 30 2010	Jan. 31 2010	Apr. 30 2010	Jan. 31 2010
Banker's acceptances	10,498	10,998				
Bank demand loan	—	400				
Total bank borrowing	10,498	11,398	1,500	600	19,613	19,260
Broker's margin account	—	—	493	465	1,291	1,282
	10,498	11,398	1,993	1,065	20,904	20,542

The available borrowing capacity for bank borrowings is determined by 70% of the market value of marketable securities, namely Fort Chicago, lodged as collateral and a \$3.5-million guarantee that a related party has provided to Gendis Inc.'s banker.

5. Segment Information

	quarter ended April 30	Realty	Corporate	Inter- segment	Total
Revenue	2010	929	256	(102)	1,083
	2009	779	283	(117)	945
Expenses	2010	389	355	(45)	699
	2009	360	415	(45)	730
Amortization	2010	130	5	—	135
	2009	127	4	—	131
Interest	2010	57	71	(57)	71
	2009	72	65	(72)	65
Gain (loss) & fair value change	2010	—	57	—	57
	2009	79	28	—	107
Provision for (recovery of) income taxes	2010	124	(124)	—	—
	2009	105	(87)	—	18
Net earnings (loss) from operations	2010	229	6	—	235
	2009	194	(86)	—	108
Expenditure on property & equipment	2010	33	8	—	41
	2009	5	—	—	5
Total Assets	2010	12,876	37,149	(8,434)	41,591
	2009	13,224	31,378	(9,267)	35,335

"Gain (loss) and fair value change" is gain (loss) on sale of investments, changes in fair value of investments held-for-trading and gain on sale of properties.