

## GENDIS INC. ANNOUNCES FOURTH QUARTER EARNINGS AND ANNUAL EARNINGS

Winnipeg, Manitoba (April 10, 2015) - Gendis Inc. (TSX:GDS) today announced its financial results for the 4<sup>th</sup> quarter and fiscal year ended January 31, 2015.

Revenue for the 4<sup>th</sup> quarter was \$1,528,000 compared to \$1,513,000 for last year's 4<sup>th</sup> quarter. Revenue less expense for the 4<sup>th</sup> quarter was \$188,000 compared to \$807,000 for last year's 4<sup>th</sup> quarter. The net loss for the 4<sup>th</sup> quarter was \$7,423,000 (\$0.57 per share) compared to net earnings of \$5,640,000 (\$0.41 per share) for last year's 4th quarter.

Revenue for the year was \$5,849,000 compared to \$6,072,000 last year. Revenue less expense for the year was \$2,203,000 compared to \$2,845,000 last year. The net loss for the year was \$1,481,000 (\$0.11 per share) compared to net earnings of \$5,092,000 (\$0.37 per share) for last year.

The volatility in net earnings quarter over quarter and for the year over year is primarily due to the change in fair value of security investments and investment properties with the attendant effect on deferred income taxes.

Condensed summarized information is as follows:

in millions of Canadian dollars except per share	quarter ended		year ended	
	Jan 31 2015	Jan 31 2014	Jan 31 2015	Jan 31 2014
Revenue				
Lease rental revenue	1.0	1.0	3.8	4.1
Dividends	0.5	0.5	2.0	2.0
Total revenue	1.5	1.5	5.8	6.1
Expense				
Property	0.9	0.4	2.1	1.8
Administration & finance	0.4	0.3	1.5	1.4
Total expense	1.3	0.7	3.6	3.2
Total revenue less total expense	0.2	0.8	2.2	2.9
Fair value change:				
Veresen	(3.2)	4.0	2.4	4.1
Osum	(4.1)	—	(5.3)	(2.0)
Other security investments	—	0.3	(0.6)	0.6
Investment properties	(1.5)	1.4	(0.3)	0.4
Total fair value change	(8.8)	5.7	(3.8)	3.1
Income tax recovery (expense)	1.2	(0.9)	0.1	(0.9)
Net earnings (loss)	(7.4)	5.6	(1.5)	5.1
Net earnings (loss) per share	(0.57)	0.41	(0.11)	0.37

in millions of Canadian dollars	Jan 31 2015	Jan 31 2014
Fair value of investments:		
Veresen	32.1	29.7
Osum	6.2	11.5
Other security investments	4.1	3.7
Investment properties	30.5	30.4
Other assets	1.0	1.0
Debt & payables	5.7	3.3
Deferred tax payable	0.8	1.2
Shareholders' equity	67.3	71.8

in millions of Canadian dollars	quarter ended		year-to-date	
	Jan 31 2015	Jan 31 2014	Jan 31 2015	Jan 31 2014
Cash flow from:				
Operations				
Cash receipts	1.2	1.2	6.4	6.0
Cash disbursements & finance expense	(1.1)	(0.6)	(3.7)	(3.4)
Income taxes recovered (paid)	-	-	(0.2)	(0.2)
Investing				
Proceeds on sales of investments	-	-	-	2.1
Purchase of investments	-	-	(0.9)	-
Expenditures on investment properties	(0.1)	-	(0.6)	(0.2)
Financing				
Debt reduction	0.4	-	2.0	(1.9)
Purchase of share capital for cancellation	(0.1)	(0.3)	(1.7)	(1.1)
Dividends paid	(0.3)	(0.3)	(1.3)	(1.4)

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Gendis Inc. holds a portfolio of commercial and industrial real estate properties in Canada, investments in exchange-traded securities and investments in private enterprises. Investments in securities are primarily in companies involved in pipelines and power plants, oil and gas development, canola crop marketing, fertilizer production and waste management solutions. The investments are held for income generation and long-term capital growth.

GENDIS INC.  
INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION  
At JANUARY 31

unaudited - in thousands of Canadian dollars	2015	2014
<b>ASSETS</b>		
Current assets		
Cash	36	47
Receivables	818	995
<b>Total current assets</b>	<b>854</b>	<b>1,042</b>
Non-current assets		
Investment in securities (note 2)	42,358	44,927
Investment properties	30,577	30,385
Furnishings and equipment	159	61
<b>Total non-current assets</b>	<b>73,094</b>	<b>75,373</b>
<b>Total assets</b>	<b>73,948</b>	<b>76,415</b>
<b>LIABILITIES</b>		
Current liabilities		
Credit facilities (note 3)	3,597	1,599
Payables	1,099	806
<b>Total current liabilities</b>	<b>4,696</b>	<b>2,405</b>
Non-current liabilities		
Post employment benefit obligation	1,012	937
Deferred income tax payable	860	1,231
<b>Total non-current liabilities</b>	<b>1,872</b>	<b>2,168</b>
<b>Total liabilities</b>	<b>6,568</b>	<b>4,573</b>
<b>SHAREHOLDERS' EQUITY</b>	<b>67,380</b>	<b>71,842</b>
<b>Total liabilities and shareholders' equity</b>	<b>73,948</b>	<b>76,415</b>

GENDIS INC.  
INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE PERIODS ENDED JANUARY 31

unaudited - in thousands of Canadian dollars except share data	quarter ended		year-to-date	
	2015	2014	2015	2014
Revenue				
Lease rentals	1,002	1,013	3,800	4,059
Dividends & other income	526	500	2,049	2,013
<b>Total revenue</b>	<b>1,528</b>	<b>1,513</b>	<b>5,849</b>	<b>6,072</b>
Expense				
Property	898	382	2,073	1,833
Administration	411	305	1,472	1,323
Finance	31	19	101	71
<b>Total expense</b>	<b>1,340</b>	<b>706</b>	<b>3,646</b>	<b>3,227</b>
<b>Total revenue less total expense</b>	<b>188</b>	<b>807</b>	<b>2,203</b>	<b>2,845</b>
Fair value change				
Investment properties	(1,517)	1,416	(314)	378
Investment in securities	(7,313)	4,317	(3,517)	2,733
<b>Total fair value change</b>	<b>(8,830)</b>	<b>5,733</b>	<b>(3,831)</b>	<b>3,111</b>
Earnings (loss) before income tax	(8,642)	6,540	(1,628)	5,956
Income tax (expense) recovery	1,219	(900)	147	(864)
<b>Net earnings (loss) from operations and comprehensive income (loss)</b>	<b>(7,423)</b>	<b>5,640</b>	<b>(1,481)</b>	<b>5,092</b>
<b>Net earnings (loss) from operations per share</b>	<b>(0.57)</b>	<b>0.41</b>	<b>(0.11)</b>	<b>0.37</b>

## GENDIS INC.

## INTERIM CONDENSED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

unaudited - in thousands - shares & Canadian dollars as applicable	Share Capital		Retained	Total
	#	\$	earnings	\$
Balance - January 31, 2013	13,816	14,523	54,660	69,183
Comprehensive loss to October 31, 2013			(548)	(548)
Purchase of share capital for cancellation	(244)	(257)	(510)	(767)
Dividends			(1,030)	(1,030)
Balance - October 31, 2013	13,572	14,266	52,572	66,838
Comprehensive income for the quarter ended January 31, 2014			5,640	5,640
Purchase of share capital for cancellation	(91)	(96)	(202)	(298)
Dividend			(338)	(338)
Balance - January 31, 2014	13,481	14,170	57,672	71,842
Comprehensive income to October 31, 2014			5,942	5,942
Purchase of share capital for cancellation	(396)	(415)	(1,090)	(1,505)
Dividends			(1,000)	(1,000)
Balance - October 31, 2014	13,085	13,755	61,524	75,279
Comprehensive loss for the quarter ended January 31, 2015			(7,423)	(7,423)
Purchase of share capital for cancellation	(39)	(42)	(108)	(150)
Dividend			(326)	(326)
Balance - January 31, 2015	13,046	13,713	53,667	67,380

GENDIS INC.  
INTERIM CONDENSED STATEMENT OF CASH FLOWS  
FOR THE PERIODS ENDED JANUARY 31

unaudited - in thousands of Canadian Dollars	quarter ended		year to date	
	2015	2014	2015	2014
Changes in cash position				
By operations				
Cash receipts	1,232	1,192	6,466	6,029
Cash disbursements	(1,122)	(580)	(3,621)	(3,331)
Income taxes paid	-	-	(211)	(203)
Finance expense paid	(31)	(18)	(99)	(73)
<b>Total by operations</b>	<b>79</b>	<b>594</b>	<b>2,535</b>	<b>2,422</b>
By investing activities				
Proceeds from sale of investment in securities	-	-	-	2,144
Acquisition of investment in securities	-	-	(927)	-
Expenditures on investment properties	(120)	(4)	(506)	(232)
Expenditures on furnishings and equipment	(4)	(6)	(130)	(30)
<b>Total by investing activities</b>	<b>(124)</b>	<b>(10)</b>	<b>(1,563)</b>	<b>1,882</b>
By financing activities				
Net advance (repayment) of credit facilities	400	-	1,998	(1,901)
Purchase of share capital for cancellation	(149)	(298)	(1,655)	(1,065)
Dividends paid	(326)	(338)	(1,326)	(1,368)
<b>Total by financing activities</b>	<b>(75)</b>	<b>(636)</b>	<b>(983)</b>	<b>(4,334)</b>
Decrease in cash	(120)	(52)	(11)	(30)
Cash - beginning of period	156	99	47	77
<b>Cash - end of period</b>	<b>36</b>	<b>47</b>	<b>36</b>	<b>47</b>

Gendis Inc.

Notes to the unaudited Interim condensed Financial Statements

For the periods ended January 31

(All tabular amounts in thousands of Canadian dollars unless otherwise stated)

1. General information

General information on Gendis Inc. is the same as disclosed in Note 1 to the complete audited annual financial statements for the year ended January 31, 2015, which have been prepared in accordance with International Financial Reporting Standards. These interim condensed financial statements are presented in Canadian dollars, which is the Company's functional and presentation currency. The principal accounting policies applied in the preparation of these interim condensed financial statements are the same as set out in Note 2 to the complete audited annual financial statements for the year ended January 31, 2015. These policies have been consistently applied to all periods presented.

2. Investments

	2015	2014
Veresen	32,120	29,740
Osum	6,187	11,502
Other security investments	4,051	3,685
	42,358	44,927

3. Credit facilities

	Borrowing Balance		Remaining borrowing availability		Carrying value of collateral	
	2015	2014	2015	2014	2015	2014
Banker's acceptances	3,497	1,499				
Bank demand loan	100	100				
	3,597	1,599	6,400	8,400	29,742	27,538
Broker's margin account	—	—	1,189	1,101	2,457	2,547
	3,597	1,599	7,589	9,501	32,199	30,085

4. Subsequent Event

On March 5, 2015, the Company declared a regular dividend of 2.5¢ per share to shareholders of record March 27, 2015, payable April 10, 2015.

## 5. Operating segments

	Quarter	Realty	Corporate	Inter-	Total
	Ended Jan 31				
Revenue	2015	1,019	755	(246)	1,528
	2014	1,030	708	(225)	1,513
Property & administration expense	2015	952	428	(71)	1,309
	2014	436	322	(71)	687
Finance expense	2015	175	31	(175)	31
	2014	154	19	(154)	19
Total revenue less total expense	2015	(108)	296	—	188
	2014	440	367	—	807
Fair value change	2015	(1,517)	(7,313)	—	(8,830)
	2014	1,416	4,317	—	5,733
Income tax recovery (expense)	2015	192	1,027	—	1,219
	2014	(597)	(303)	—	(900)
Net earnings (loss) & Comprehensive income (loss)	2015	(1,433)	(5,990)	—	(7,423)
	2014	1,259	4,381	—	5,640

  

	Year	Realty	Corporate	Inter-	Total
	Ended Jan 31				
Revenue	2015	3,869	2,960	(980)	5,849
	2014	4,128	2,852	(908)	6,072
Property & administration expense	2015	2,289	1,541	(285)	3,545
	2014	2,049	1,392	(285)	3,156
Finance expense	2015	695	101	(695)	101
	2014	623	71	(623)	71
Total revenue less total expense	2015	885	1,318	—	2,203
	2014	1,456	1,389	—	2,845
Fair value change	2015	(314)	(3,517)	—	(3,831)
	2014	378	2,733	—	3,111
Income tax recovery (expense)	2015	(238)	385	—	147
	2014	(592)	(272)	—	(864)
Net earnings (loss) & Comprehensive income (loss)	2015	333	(1,814)	—	(1,481)
	2014	1,242	3,850	—	5,092
Total assets	2015	31,181	65,825	(23,058)	73,948
	2014	30,975	68,354	(22,914)	76,415
Total liabilities	2015	24,550	5,076	(23,058)	6,568
	2014	24,677	2,810	(22,914)	4,573