

Monthly Report – May 2011

CNSX Form 7

CNSX ISSUER	TRADING SYMBOL	NUMBER OF OUTSTANDING SECURITIES	DATE
Glenbriar Technologies Inc.	GTI	47,036,150	June 2, 2011

Report on Business

1. *General Overview and Discussion*

Glenbriar Technologies Inc. (CNSX:GTI) has been a leading provider of Enterprise IT Managed Services, Software and Telephony solutions to some of Canada's largest manufacturing and distribution companies for over 20 years. From its offices in Calgary, Vancouver and Waterloo, Glenbriar's staff of IT professionals manage and support the IT needs of over 250 companies. From its early roots in developing and supporting ERP systems, Glenbriar has branched out to support all things technical under a client's roof, from complete infrastructure and business applications to telephony solutions.

Glenbriar's software activities are conducted through its wholly owned subsidiary, **Peartree Software Inc.** See www.glenbriar.com for more details.

2. *Activities of Management*

Glenbriar is still seeking additional funds for strategic acquisitions and reduction of long term obligations.

Glenbriar and Peartree relocated their Ontario office to 100A Lodge Street, Waterloo, ON N2J 2V6 in late February 2011. The new location is more centrally located near Wilfrid Laurier University facing Lodge Street and Weber Street, a main artery in Waterloo. Lease costs are 25% lower in the new space. Fully renovated, the new office space provides a spacious training and meeting room, individual offices for quiet innovation and R&D, open concept areas for collaboration and room to accommodate growth. The state-of-the-art support desk will be integrated with our Calgary and Vancouver branches to provide seamless support across time zones.

The Canadian Institute of Chartered Accountants (CICA) has been harmonizing Canadian GAAP with International Financial Reporting Standards (IFRS), which will become the new reporting standard for Canadian public companies in 2011. These changes are applied retrospectively, which has major effects on the financial statements from fiscal 2008 through 2011. Glenbriar's first financial period under IFRS will be for the period starting October 1, 2011. See the 2010 Annual Report and 2011 2nd Quarter Report for details relating to this transition.

3. *New Products or Services Developed or Offered*

IT Services. In May 2011, Glenbriar commenced a major cabling and IT infrastructure upgrade and upgraded the WAN infrastructure for a private technology college for BC clients. In Ontario, Glenbriar added an industrial fastener supplier as a new managed services client, performed server migration projects for a heavy metal perforation company and a nursery and greenhouse supplier, installed a new terminal server for a plumbing contractor, implemented a new server and domain controller for a law firm, and provided design services for a SharePoint project for a non-profit and a major server upgrade

at an engineering company during the month. In Alberta, Glenbriar added 2 managed services clients and conducted the initial phases for proof of concept for some major upgrades and virtualized environments for existing clients.

Communications. Glenbriar completed a ShoreTel install for a financial services company in Edmonton and received an order for a further system from an Ontario manufacturer. Further installs were scheduled for the third quarter.

Glenbriar continues to acquire new clients who are existing ShoreTel customers that are seeking to fully realize all of the extended benefits of their investments by switching to Glenbriar for their ongoing support and expansion. Glenbriar is currently designing multisite, single image redeployments for three such clients with operations in Western Canada, Northwest Territories and the US.

Software. Peartree's Select Web order entry application is now live, and will be updated in the coming month to incorporate client requests for additional functionality. This application provides online order, review and inventory requirements for clients of greenhouse and nursery businesses through a portal. The portal integrates Peartree's web-based software tools and database with its ORDX order entry module to allow the customers of the greenhouse and nursery supplier to conduct their business online, while being a fully integrated part of the supplier's ERP system. Peartree is working with a major client to consider opportunities for creating a market for this application in the coming months.

Peartree is continuing to implement new Dealership rollouts, including server upgrades, database conversions and training. Peartree's next software release is scheduled for October 2011. Peartree's website for its Dealership product may be viewed at www.peartreedealetership.com, which includes self-guided online demos. Peartree has developed a cloud pricing model for clients who may be interested in online delivery of its Dealership product.

Peartree continues to expand its base of opportunities for multivalue application database consulting. Peartree has developed specialized expertise using numerous tools common to both its MMS ERP manufacturing and distribution product and its Web based Dealership/SMB product, such as Harvest Reports for customized output and Web based middleware for providing graphical user interfaces. These tools can be leveraged to enhance the functionality of third party multivalue applications as well.

Peartree's Lineside Labeling product has now been deployed to 25 production lines, with more than 20 additional lines scheduled for deployment. This product has now been live for a few months, and was created out of OEM (original equipment manufacturer) mandated inventory and shipping accuracy requirements, particularly from Toyota and Honda. Users of this software are now able to capture the data required for industry performance tracking OEE (overall equipment effectiveness) reporting. Once fully deployed, this product will replace existing third party solutions that had been implemented to deal with preventive maintenance and other plant tracking software. Peartree is currently interfacing the inventory enhancements with the general ledger module, and is considering marketing strategies for this new product.

Peartree has completed updates to its ERP software to conform to the electronic data initiative mandated by the Mexican government. This initiative uses digital technology to create, process, transmit and store digital fiscal documents to eliminate the issuance and managing of paper invoices and other records. Invoices must be on preprinted forms from authorized print houses, must contain specific information, and must be stored in hard copy for five years. The regulations also require electronic signatures, automated electronic accounting systems, simultaneous accounting records

created at the time of sale, use of a specified XML format, monthly electronic reporting to government, and electronic archiving and retrieval.

4. *Discontinued Products or Services*

Glenbriar did not discontinue any operations in May 2011.

5. *New Business Relationships*

Glenbriar did not enter any new business relationships in May 2011.

6. *Expiry or Termination of Contracts or Financing Arrangements*

Glenbriar's prior revolving credit facility with a chartered bank was termed out in April 2009, with 9 months remaining in the term (current balance – \$101,000). Glenbriar is repaying a \$41,710 obligation relating to a prior acquisition, based on a 48 month amortization period with 9 months remaining in the term, subject to accelerated repayment obligations if certain funding levels or capital transactions are entered into prior to the end of the term. A \$45,000 charge relating to a previous acquisition is subject to legal resolution of liabilities predating the acquisition.

7. *Acquisitions or Dispositions of Assets*

There were no acquisitions or dispositions of significant assets in May 2011.

8. *Acquisition or Loss of Customers*

Peartree's manufacturing clients supply mainly Honda and Toyota. These clients have survived the industry contraction and are now gearing up for expansion. In addition, Peartree's active ERP software clients outside the automotive parts industry are actively investing in their infrastructure and have been growing their businesses over the last few years. Please see item 3 above for more details.

9. *New Developments or Effects on Intangible Products or Intellectual Property*

Peartree owns the intellectual property rights to its software products. See item 3 above regarding enhancements to those products.

10. *Employee Hirings and Terminations*

There were no employees added or terminated in May 2011.

11. *Labour Disputes and Resolutions*

This item is not applicable.

12. *Legal Proceedings*

Glenbriar was made party to a legal proceeding in Ontario in February 2010, relating to an alleged wrongful dismissal of an employee who once worked for a company that became a subsidiary of Glenbriar after his dismissal. Management believes Glenbriar has been improperly included in the claim, and that adequate provision has been made in the financial statements regarding any potential liability relating to the proceeding. Legal proceedings have commenced to resolve the outstanding charge referenced in the last

sentence of item 6 above. Management intends to counterclaim, and believes that adequate provision has been made for this claim.

13. *Indebtedness Incurred or Repaid*

Glenbriar's bank loan balance stood at approximately \$111,000 at May 31, 2011. The outstanding balance on the loan relating to a prior acquisition stood at \$41,710 at May 31, 2011.

14. *Securities Issued and Options or Warrants Granted*

Security	Number Issued	Details of Issuance	Use of Proceeds
Common Shares	144,560	Private placement	Employee purchase plan

On May 31, 2011, Glenbriar issued 144,560 common shares for \$0.05 per share under the employee share purchase plan. The last CNSX closing price prior to each issuance was \$0.05 per share.

No options or warrants were granted in May 2011.

15. *Loans to or by Related Persons*

The Glenbriar management advance was \$320,000 as of May 31, 2011, the same as last month.

16. *Changes in Officers, Directors or Committee Members*

There were no changes in directors or committee members in May 2011. In anticipation of the amalgamation of Peartree and Glenbriar on September 30, 2011, David Moser's title was changed to Vice-President, Enterprise Software Consulting for Glenbriar from President of Peartree and Vice-President, Ontario Region for Glenbriar. Mr. Moser's position will change from full-time employee to independent contractor on October 1, 2011.

17. *Market, Political and Regulatory Trends Affecting Glenbriar*

While Glenbriar's client base was strongly affected by the global recession, the economy has recovered most of the ground lost during the last two years. Glenbriar's cost reductions and increased emphasis on marketing the total cost of ownership through effective use of its IT Services, Communications and Enterprise Software are starting to show positive results.

Certificate of Compliance

The undersigned hereby certifies that:

1. The undersigned is a director and senior officer of the Issuer and has been duly authorized by a resolution of the board of directors of the Issuer to sign this Certificate of Compliance.
2. As of the date hereof there is no material information concerning the Issuer which has not been publicly disclosed.
3. The undersigned hereby certifies to CNSX that the Issuer is in compliance with the requirements of applicable securities legislation (as such term is defined in National Instrument 14-101) and all CNSX Requirements (as defined in CNSX Policy 1).
4. All of the information in this Form 7 Monthly Progress Report is true.

NAME OF ISSUER Glenbriar Technologies Inc.		FOR MONTH END May 2011	DATE OF REPORT YY/MM/DD 2011/06/02
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DIRECTOR OR SENIOR OFFICER Robert Matheson	SIGNATURE <i>"Robert Matheson"</i>		CAPACITY President