



2014 Annual Shareholders Meeting

September 17, 2014



Reader Advisory

This presentation contains forward-looking statements, within the meaning of applicable securities legislation, concerning Empire's business and affairs. In certain cases, forward-looking statements can be identified by the use of words such as "plans", "expects" or "does not expect", "budget", "scheduled", "estimates", "forecasts", "intends", "anticipates" or variations of such words and phrases or state that certain actions, events or results "may", "could", "would", "might" or "will be taken", "occur" or "be achieved". These forward looking statements are based on current expectations, and are naturally subject to uncertainty and changes in circumstances that may cause actual results to differ materially. Readers are cautioned not to place undue reliance on such forward-looking statements. Forward-looking information is provided as of the date of this presentation, and Empire assumes no obligation to update or revise them to reflect new events or circumstances, except as may be required under applicable securities laws. Neither the TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this presentation.



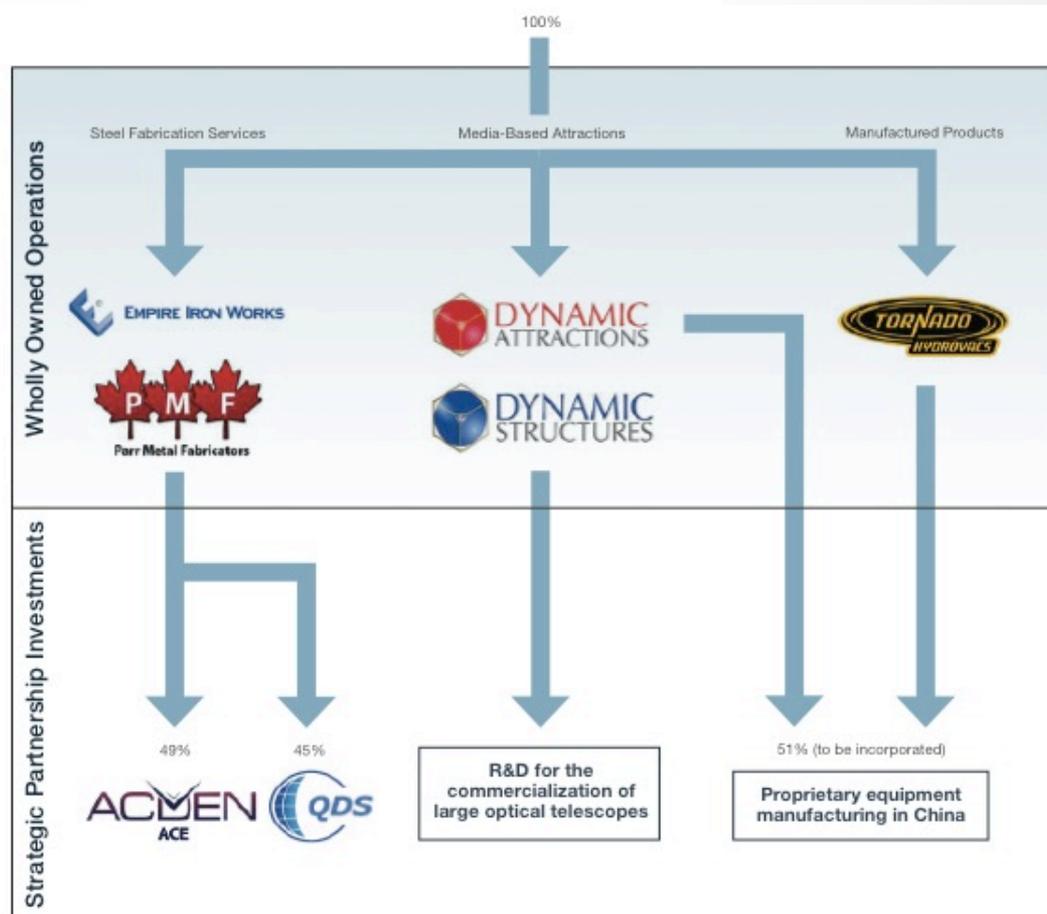
Empire Industries operates 3 business segments:

- Media based attractions
- Manufactured products
- Steel fabrication services

It has strategic partnerships to add value to these business segments.



Corporate Structure





Empire Industries Ltd.	September 16, 2014	August 16, 2013
Price per share	\$0.125	\$0.055
Shares Issued - Basic	256 million	253 million
Market Cap	\$32 million	\$14 million
52 Week - High/Low	\$0.21 / \$0.06	\$0.07 / \$0.035
Insider Ownership	50%	52%
Average Daily trading Volume (3 months)	161,043	319,228
Book Value per share (last quarter)	\$0.072	\$0.043





Tracking EPS of \$0.02 per share

Selected Quarterly Financial Information	2014	2014	2013	2013	2013	2013
For the quarters ended	Q2	Q1	Q4	Q3	Q2	Q1
(\$000's, except for per share amounts) unaudited						
Sales	34,912	33,598	31,495	34,120	28,400	23,780
Adjusted EBITDA	1,523	2,370	1,192	2,090	1,506	1,530
Profit (loss) from continuing operations (net of tax)	1,649	1,211	681	1,648	1,016	1,074
Profit (loss) from discontinued operations (net of tax)	-	-	45	(23)	(26)	4
Profit (loss)	1,649	1,211	726	1,625	990	1,078
Profit (loss) per share						
Basic	0.005	0.005	0.005	0.005	0.005	0.005
Diluted	0.005	0.005	0.005	0.005	0.005	0.005



Overall Operating Results (\$000)

	2014 (6 months)	2013	2012	2011
Revenue	68,510	117,795	83,690	54,058
Direct Costs	49,912	85,946	61,102	38,141
Job Margin	18,598	31,849	22,588	15,917
	27.1%	27.0%	27.0%	29.4%
Indirect salaries & benefits	3,376	6,599	6,091	3,779
Indirect production costs	4,048	5,554	5,200	7,520
Gross Profit	11,174	19,696	11,297	4,618
	16.3%	16.7%	13.5%	8.5%
Salaries & benefits	4,035	8,666	5,566	4,978
General, Sales & Administration	3,246	4,712	3,691	3,508
Selling & Administration	7,281	13,378	9,257	8,486
EBITDA	3,893	6,318	2,040	(3,868)
	5.7%	5.4%	2.4%	-7.2%

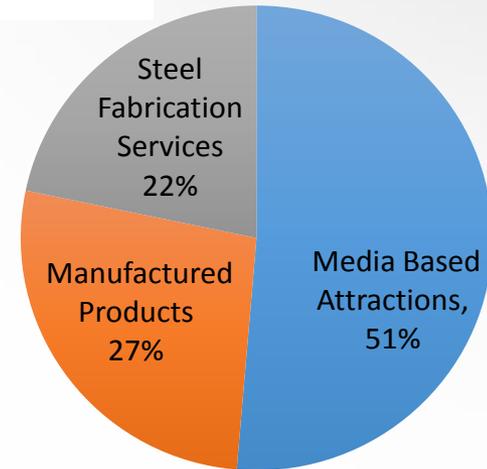
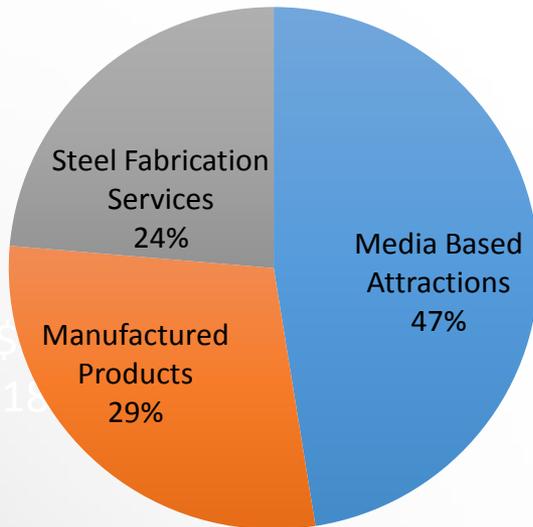
Increasing our investment in intellectual capital is driving Revenue and EBITDA growth



Gross Profit *

2014 (6 months)
\$11.2 million

2013 (6 months)
\$8.7 million



Gross Profit for YTD June 2014 increased 29% to \$11.2 million from \$8.7 million in 2013. The mix of Gross Profit has changed slightly with Manufactured Products and Steel Fabrication Services increasing their total contribution to Gross Profit to 53% from 49%



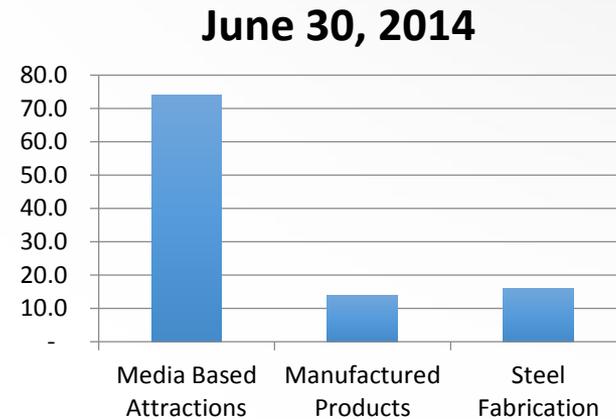
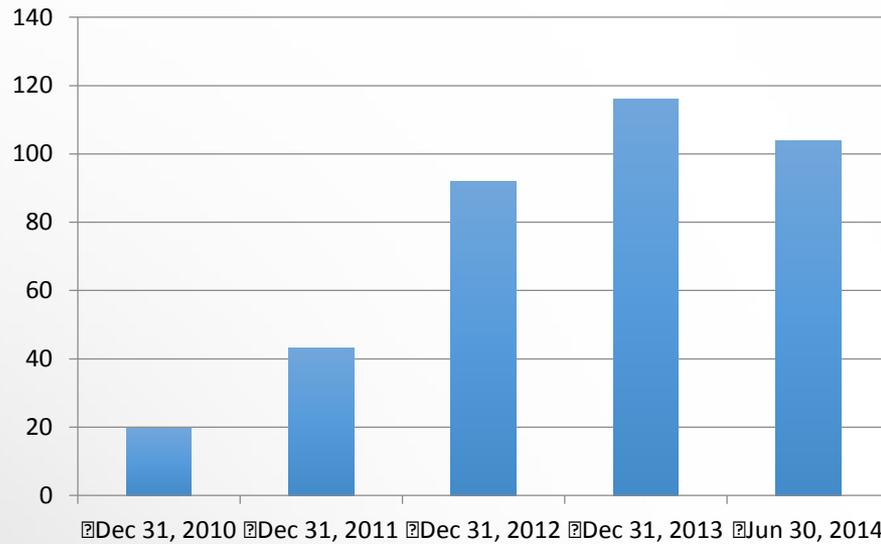
Long Term Funded Debt to Capitalization

For the periods ended	June 30, 2014 \$	Dec 31, 2013 \$	June 30, 2013 \$
Current portion of long-term debt	826	826	224
Long-term debt	2,467	2,881	1,326
Long-term funded debt	3,293	3,707	1,550
Shareholders' equity	18,321	15,335	9,296
Convertible debentures	957	957	929
Limited recourse loan and subordinate note payable	756	756	1,408
Less: intangible assets	(935)	(735)	-
Tangible net worth	19,099	16,313	11,633
Capitalization	22,392	20,020	13,183
Long-term funded debt : Capitalization	14.7%	18.5%	11.8%

Increasing Tangible net worth and prudent use of Long-term funded debt to Total Capitalization



Backlog (\$ millions)



The backlog of unfinished contract amounts reduced in Q2 2014 largely because of the strong performance of Steel Fabrication during Q2 2014.



Chinese Strategic Initiatives

- We continue to add to our fabrication capacity through our JV with QDS.
- Last year Empire announced plans for a new Chinese JV: Zhejiang Zhoufa Investment Co., Ltd would exclusively help exploit Empire's intellectual property (IP). However, this JV is unlikely to be consummated in the format envisioned.
- Empire has determined that it is better to focus on leveraging its IP in China with the appropriate partner for each initiative.
- Zhoufa continues to be a major shareholder of Empire, and we continue to look for specific Chinese opportunities together.



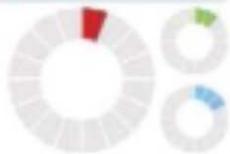


Asia Pacific Middle Class becoming a Force and Empire has committed to be there

NUMBERS (MILLIONS) AND SHARE (PERCENT) OF THE GLOBAL MIDDLE CLASS

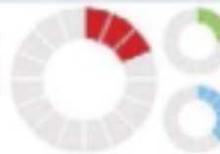
NORTH AMERICA

2009: 338 | 18%
 2020: 333 | 10%
 2030: 322 | 07%



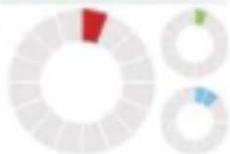
EUROPE

2009: 664 | 36%
 2020: 703 | 22%
 2030: 680 | 14%



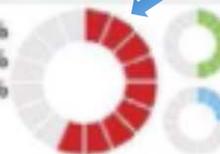
CENTRAL/SOUTH AMERICA

2009: 181 | 10%
 2020: 251 | 08%
 2030: 313 | 06%



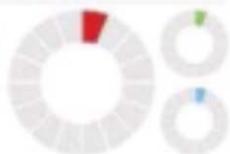
ASIA PACIFIC

2009: 525 | 28%
 2020: 1740 | 54%
 2030: 3228 | 66%



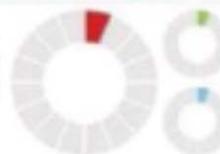
SUB-SAHARAN AFRICA

2009: 32 | 02%
 2020: 57 | 02%
 2030: 107 | 02%



MIDDLE EAST/NORTH AFRICA

2009: 105 | 06%
 2020: 165 | 05%
 2030: 234 | 05%



A 2010 report from the OECD estimates that Asia Pacific will have 66% of the world's middle class population by 2030 (3.2 billion) and constitute 59% of global spending. This is an increase from 0.5 billion in 2009 (9% CAGR).

Financial Post
 September 11, 2014

Thirty Meter Telescope (TMT)

- TMT is a mega-optical telescope whose component parts will be built around the world by industry and installed in Hawaii and owned by universities and governments.
- Currently the largest optical telescope has a 10 meter mirror.
- The Canadian government has been working with the Canadian astronomy community for many years on this initiative. Canada has the opportunity to own 20% of TMT by investing \$300 million into the \$1.5 billion program.
- Empire continues to work with Canadian astronomy community and industry to ensure the Canadian Government understands the benefits to Canada and its world class astronomy community. Empire designed the enclosure for TMT. It is well positioned to receive a contract to build the enclosure if the Canadian government makes the investment.





Telescope Mirror Strategic Initiative

- I am pleased to announce that we have entered into a joint venture, owned equally, between Empire Industries and Harlingen Center for Innovative Optics.
- Currently, astronomical telescopes are massive undertakings, so large that they can only be funded by consortiums of governments, charitable foundations, universities, etc. As such, these projects can be decades from conception to completion.
- Mirrors represent a major component of the total cost of a telescope. Mirrors are very heavy, which means the telescope structure must be designed to bear the weight of the mirrors and hold them in place with the extreme accuracy required.
- This new mirror business will focus on developing and commercializing potential industry-disrupting manufacturing and polishing technologies for these mirrors. By making mirrors that are lighter in weight and significantly faster to produce at dramatically less cost, we are aiming to commercialize our own line of astronomical telescopes that are affordable for a much broader market of individual universities, governments and astronomical research centers.
- We have capitalized \$0.1 million and expensed \$0.1 million in 2013 and capitalized \$0.3 million and expensed \$0.2 million YTD June 30, 2014. We are tracking our earlier estimate of a total of \$1.0 million being invested in this new joint venture.



Near Term Outlook

Continue to improve operating performance for the balance of 2014 as a result of the following:

- Fulfill its contracts to deliver media based attractions backlog;
- Obtain additional contracts in its media based attraction pipeline;
- Improve throughput and profitability of its hydrovac truck manufacturing operation;
- Execute its steel fabrication and installation backlog;
- Strive to replace the backlog of steel fabrication and installation contracts as it is produced; and
- Continue to drive more subcontracted fabrication work from Empire to its Chinese Joint Venture, positively impacting Empire's margins.



Long Term Strategic Focus

1. **Leverage** our ability to design and manufacture the best **media based attractions** in the world by creating our own proprietary products targeted at the rapidly growing Asian middle class
2. **Leverage** the value of our best of class, **hydrovac truck** operation
3. **Operationalize** our cost competitive, **global steel supply chain** to realize material cost savings for oil sands clients, in search of effective solutions
4. **Provide** the required **support services** from Canada to leverage our **Chinese fabrication operations**
5. **Capitalize on** specific business opportunities in **the oil sands industry**; and
6. Attempt to **commercialize disruptive turn-key, telescope products** being developed by Dynamic Structures
7. **Capitalize on** intrinsic value when the market value masks **hidden value**



In summary, Empire Industries;

- is a diversified company;
- produces complex, highly engineered products;
- provides differentiated industrial services;
- operates in rapidly growing, market niches in Western Canada and globally;



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Thank-you