



ZAIO CORPORATION

ZAIO Files First Quarter Financial Statements

TSX Venture Exchange Symbol: ZAO

CALGARY, June 1 /CNW/ - Zaio Corporation (TSX-V ZAO) announced today that it has filed its financial statements for the first quarter ended March 31, 2009. Audited financial statements for the year ended December 31, 2008 have not yet been filed and accordingly amounts appearing as comparative numbers in the current financial statements are noted as unaudited. While the field work related to the 2008 audit has been completed, the internal review process is nearing completion and the Company anticipates filing these statements very soon.

During the first quarter the Company continued its efforts to restructure and settle liabilities and obligations arising from its decision last year to close the US offices and wind down the US subsidiary. As of the date of this report the subsidiary has been substantially wound down and virtually all of the assets have been liquidated and proceeds distributed to creditors.

The recent announcement of a letter of intent with Zone Appraisers has sparked renewed interest from potential investors which will allow the Company to revise its business plan and focus on raising new capital to implement the plan.

The Company did not carry on any revenue generating activities during the first quarter as management was focused on restructuring and negotiations with the Zone Appraisers. Revenue in the first quarter of 2008 amounted to \$1.4.

Selling, General and Administrative expense in the first quarter of 2009 was \$265,000 compared to \$1.4 million in the prior year from continuing operations. The 2009 expense includes amounts related to data acquisition and software development. In prior years these costs would have been capitalized, however, all database development costs incurred since the Company's inception were written off at the end of 2008 as it was determined that the costs do not meet the existing CICA requirements for capitalization.

Net loss from continuing operations for the first quarter amounted to \$432,000 or \$0.01 per share compared to a loss of \$500,000 or \$0.01 per share for 2008.

In the opinion of management, the write down of the database containing 20 million photographs and related property data and the patent pending valuation technology does not in any way reflect the real value of this asset. Its underlying value will be realized from future revenues once the recently announced transaction with the Zone Appraisers is finalized.

Management remains confident that new capital will be invested in the Company in the near future. In addition, the Company expects the current Cease Trade Order to be lifted once the year end audited financial statements are filed.

About Zaio

Zaio develops and maintains a site-verified database of photos, valuations and property information of virtually every property in entire cities, using a proprietary "GeoScore" property rating system. Zaio and its network of premiere, local appraiser experts photograph and appraise entire cities, one building at a time from the street. Zaio is a public Company that trades under the symbol "ZAO" on the TSX Venture Exchange in Canada. Zaio shares are also available in the U.S. under the trading symbol "ZAOFF". For more company information, visit www.zaio.com.

The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this news release.

This news release contains forward-looking statements which may include financial and business prospects, as well as statements regarding the Company's future plans, objectives or economic performance and financial outlooks. Such statements are subject to risk factors associated with the real estate industry, and the overall economy in both Canada and the United States. The Company believes that the expectations reflected in this news release are reasonable but actual results may be affected by a variety of variables and may be materially different from the results or events predicted in the forward-looking statements. Readers are therefore cautioned not to place undue reliance on these forward-looking statements.

In evaluating forward-looking statements readers should consider the risk factors which could cause actual results or events to differ materially from those indicated by such forward-looking statements. These forward-looking statements are made as of the date hereof, and unless otherwise required by applicable securities laws, the Company does not intend nor does it undertake any obligation to update or revise any forward-looking statements.

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