

Major Drilling Group International Inc.
Condensed Consolidated Statements of Operations
(in thousands of Canadian dollars, except per share information)

	Three months ended April 30 (unaudited)		Twelve months ended April 30	
	2017	2016	2017	2016
TOTAL REVENUE	\$ 81,469	\$ 64,133	\$ 300,588	\$ 304,621
DIRECT COSTS	61,860	52,082	240,370	234,660
GROSS PROFIT	19,609	12,051	60,218	69,961
OPERATING EXPENSES				
General and administrative	11,678	11,302	44,594	44,081
Other expenses	2,627	577	5,239	4,079
(Gain) loss on disposal of property, plant and equipment	(316)	32	48	(2,149)
Foreign exchange loss	780	491	390	3,638
Finance costs	90	113	331	554
Depreciation of property, plant and equipment	12,104	12,141	48,955	49,702
Amortization of intangible assets	660	660	2,625	3,265
Restructuring charge	-	377	-	8,377
	27,623	25,693	102,182	111,547
LOSS BEFORE INCOME TAX	(8,014)	(13,642)	(41,964)	(41,586)
INCOME TAX - PROVISION (RECOVERY)				
Current	2,858	1,965	8,999	8,652
Deferred	(2,641)	(2,748)	(8,899)	(4,953)
	217	(783)	100	3,699
NET LOSS	\$ (8,231)	\$ (12,859)	\$ (42,064)	\$ (45,285)
LOSS PER SHARE				
Basic	\$ (0.10)	\$ (0.16)	\$ (0.52)	\$ (0.57)
Diluted	\$ (0.10)	\$ (0.16)	\$ (0.52)	\$ (0.57)

Major Drilling Group International Inc.
Condensed Consolidated Statements of Comprehensive Earnings (Loss)
(in thousands of Canadian dollars)

	Three months ended April 30 (unaudited)		Twelve months ended April 30	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
NET LOSS	\$ (8,231)	\$ (12,859)	\$ (42,064)	\$ (45,285)
OTHER COMPREHENSIVE EARNINGS (LOSS)				
Items that may be reclassified subsequently to profit or loss				
Unrealized gain (loss) on foreign currency translations (net of tax)	11,724	(28,757)	24,891	11,252
Unrealized (loss) gain on derivatives (net of tax)	<u>(86)</u>	<u>318</u>	<u>(163)</u>	<u>302</u>
COMPREHENSIVE EARNINGS (LOSS)	<u>\$ 3,407</u>	<u>\$ (41,298)</u>	<u>\$ (17,336)</u>	<u>\$ (33,731)</u>

Major Drilling Group International Inc.
Condensed Consolidated Statements of Changes in Equity
For the twelve months ended April 30, 2016 and 2017
(in thousands of Canadian dollars)

	Share capital	Reserves	Share-based payments reserve	Retained earnings	Foreign currency translation reserve	Total
BALANCE AS AT MAY 1, 2015	\$ 239,726	\$ 24	\$ 17,234	\$ 152,764	\$ 50,644	\$ 460,392
Share-based payments reserve	-	-	1,083	-	-	1,083
Dividend	-	-	-	(1,603)	-	(1,603)
	<u>239,726</u>	<u>24</u>	<u>18,317</u>	<u>151,161</u>	<u>50,644</u>	<u>459,872</u>
Comprehensive loss:						
Net loss	-	-	-	(45,285)	-	(45,285)
Unrealized gain on foreign currency translations	-	-	-	-	11,252	11,252
Unrealized gain on derivatives	-	302	-	-	-	302
Total comprehensive loss	<u>-</u>	<u>302</u>	<u>-</u>	<u>(45,285)</u>	<u>11,252</u>	<u>(33,731)</u>
BALANCE AS AT APRIL 30, 2016	239,726	326	18,317	105,876	61,896	426,141
Exercise of stock options	25	-	(4)	-	-	21
Share-based payments reserve	-	-	937	-	-	937
	<u>239,751</u>	<u>326</u>	<u>19,250</u>	<u>105,876</u>	<u>61,896</u>	<u>427,099</u>
Comprehensive loss:						
Net loss	-	-	-	(42,064)	-	(42,064)
Unrealized gain on foreign currency translations	-	-	-	-	24,891	24,891
Unrealized loss on derivatives	-	(163)	-	-	-	(163)
Total comprehensive loss	<u>-</u>	<u>(163)</u>	<u>-</u>	<u>(42,064)</u>	<u>24,891</u>	<u>(17,336)</u>
BALANCE AS AT APRIL 30, 2017	<u>\$ 239,751</u>	<u>\$ 163</u>	<u>\$ 19,250</u>	<u>\$ 63,812</u>	<u>\$ 86,787</u>	<u>\$409,763</u>

Major Drilling Group International Inc.
Condensed Consolidated Statements of Cash Flows
(in thousands of Canadian dollars)

	Three months ended April 30 (unaudited)		Twelve months ended April 30	
	2017	2016	2017	2016
OPERATING ACTIVITIES				
Loss before income tax	\$ (8,014)	\$ (13,642)	\$ (41,964)	\$ (41,586)
Operating items not involving cash				
Depreciation and amortization	12,764	12,801	51,580	52,967
(Gain) loss on disposal of property, plant and equipment	(316)	32	48	(2,149)
Share-based payments reserve	232	276	937	1,083
Restructuring charge	-	-	-	6,554
Finance costs recognized in loss before income tax	90	113	331	554
	<u>4,756</u>	<u>(420)</u>	<u>10,932</u>	<u>17,423</u>
Changes in non-cash operating working capital items	(7,783)	5,041	(8,036)	9,277
Finance costs paid	(90)	(113)	(331)	(554)
Income taxes (paid) recovered	(1,581)	1,543	(5,810)	(3,816)
Cash flow (used in) from operating activities	<u>(4,698)</u>	<u>6,051</u>	<u>(3,245)</u>	<u>22,330</u>
FINANCING ACTIVITIES				
Repayment of long-term debt	(829)	(2,088)	(5,445)	(7,858)
Issuance of common shares	-	-	21	-
Dividends paid	-	-	-	(3,206)
Cash flow used in financing activities	<u>(829)</u>	<u>(2,088)</u>	<u>(5,424)</u>	<u>(11,064)</u>
INVESTING ACTIVITIES				
Business acquisition	-	-	(3,881)	(1,783)
Acquisition of property, plant and equipment (net of direct financing)	(7,267)	(973)	(17,652)	(12,125)
Proceeds from disposal of property, plant and equipment	1,666	660	3,223	6,997
Cash flow used in investing activities	<u>(5,601)</u>	<u>(313)</u>	<u>(18,310)</u>	<u>(6,911)</u>
Effect of exchange rate changes	1,560	(2,782)	2,726	976
(DECREASE) INCREASE IN CASH	(9,568)	868	(24,253)	5,331
CASH, BEGINNING OF THE PERIOD	<u>35,543</u>	<u>49,360</u>	<u>50,228</u>	<u>44,897</u>
CASH, END OF THE PERIOD	<u>\$ 25,975</u>	<u>\$ 50,228</u>	<u>\$ 25,975</u>	<u>\$ 50,228</u>

Major Drilling Group International Inc.

Condensed Consolidated Balance Sheets

As at April 30, 2017 and 2016
(in thousands of Canadian dollars)

	2017	2016
ASSETS		
CURRENT ASSETS		
Cash	\$ 25,975	\$ 50,228
Trade and other receivables	72,385	55,829
Note receivable	476	457
Income tax receivable	5,771	7,513
Inventories	88,047	74,144
Prepaid expenses	3,210	2,498
	195,864	190,669
NOTE RECEIVABLE	1,055	1,531
PROPERTY, PLANT AND EQUIPMENT	221,524	240,703
DEFERRED INCOME TAX ASSETS	17,026	9,564
GOODWILL	58,432	57,641
INTANGIBLE ASSETS	669	3,193
	\$ 494,570	\$ 503,301
LIABILITIES		
CURRENT LIABILITIES		
Trade and other payables	\$ 48,359	\$ 34,068
Income tax payable	3,036	1,859
Current portion of contingent consideration	5,135	3,000
Current portion of long-term debt	3,291	5,288
	59,821	44,215
CONTINGENT CONSIDERATION	-	5,347
LONG-TERM DEBT	4,544	6,936
DEFERRED INCOME TAX LIABILITIES	20,442	20,662
	84,807	77,160
SHAREHOLDERS' EQUITY		
Share capital	239,751	239,726
Reserves	163	326
Share-based payments reserve	19,250	18,317
Retained earnings	63,812	105,876
Foreign currency translation reserve	86,787	61,896
	409,763	426,141
	\$ 494,570	\$ 503,301