

**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	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
<b>TOTAL REVENUE</b>	<b>\$ 135,537</b>	\$ 237,238	<b>\$ 695,928</b>	\$ 797,432
<b>DIRECT COSTS</b>	<b>92,450</b>	158,786	<b>475,589</b>	546,306
<b>GROSS PROFIT</b>	<b><u>43,087</u></b>	<u>78,452</u>	<b><u>220,339</u></b>	<u>251,126</u>
<b>OPERATING EXPENSES</b>				
General and administrative	15,318	16,024	63,827	57,980
Other expenses	411	4,019	10,585	16,055
Loss on disposal of property, plant and equipment	1,232	54	2,452	1,370
Foreign exchange loss (gain)	699	1,338	(1,311)	1,319
Finance costs	346	707	2,316	3,367
Depreciation of property, plant and equipment	12,575	11,587	49,997	39,975
Amortization of intangible assets	412	1,054	2,840	2,629
Impairment of goodwill and intangible assets	3,324	-	3,324	-
Restructuring charge	5,440	-	5,440	-
	<b><u>39,757</u></b>	<u>34,783</u>	<b><u>139,470</u></b>	<u>122,695</u>
<b>EARNINGS BEFORE INCOME TAX</b>	<b><u>3,330</u></b>	<u>43,669</u>	<b><u>80,869</u></b>	<u>128,431</u>
<b>INCOME TAX - PROVISION (RECOVERY)</b>				
Current	3,590	11,215	32,077	24,592
Deferred	(2,434)	1,723	(3,318)	14,090
	<b><u>1,156</u></b>	<u>12,938</u>	<b><u>28,759</u></b>	<u>38,682</u>
<b>NET EARNINGS</b>	<b><u>\$ 2,174</u></b>	<u>\$ 30,731</u>	<b><u>\$ 52,110</u></b>	<u>\$ 89,749</u>
<b><u>EARNINGS PER SHARE</u></b>				
Basic	<b><u>\$ 0.03</u></b>	<u>\$ 0.39</u>	<b><u>\$ 0.66</u></b>	<u>\$ 1.18</u>
Diluted	<b><u>\$ 0.03</u></b>	<u>\$ 0.38</u>	<b><u>\$ 0.65</u></b>	<u>\$ 1.16</u>

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

	Three months ended April 30 (unaudited)		Twelve months ended April 30	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
<b>NET EARNINGS</b>	<b>\$ 2,174</b>	<b>\$ 30,731</b>	<b>\$ 52,110</b>	<b>\$ 89,749</b>
<b>OTHER COMPREHENSIVE EARNINGS</b>				
Unrealized gains (losses) on foreign currency translations (net of tax)	<b>4,362</b>	(7,989)	<b>11,803</b>	1,871
Unrealized gain (loss) on interest swap (net of tax)	<b>47</b>	240	<b>(81)</b>	121
<b>COMPREHENSIVE EARNINGS</b>	<b>\$ 6,583</b>	<b>\$ 22,982</b>	<b>\$ 63,832</b>	<b>\$ 91,741</b>

**Major Drilling Group International Inc.**  
**Condensed Consolidated Statements of Changes in Equity**  
For the twelve months ended April 30, 2012 and 2013  
(in thousands of Canadian dollars)

	Share capital	Reserves	Share-based payments reserve	Retained earnings	Foreign currency translation reserve	Total
<b>BALANCE AS AT MAY 1, 2011</b>	\$ 150,642	\$ -	\$ 10,280	\$170,425	\$ (3,662)	\$327,685
Exercise of stock options	2,932	-	(909)	-	-	2,023
Share issue (net of issue costs)	77,189	-	-	-	-	77,189
Share-based payments reserve	-	-	2,426	-	-	2,426
Dividends	-	-	-	(13,365)	-	(13,365)
	<u>230,763</u>	<u>-</u>	<u>11,797</u>	<u>157,060</u>	<u>(3,662)</u>	<u>395,958</u>
<b>Comprehensive earnings:</b>						
Net earnings	-	-	-	89,749	-	89,749
Unrealized gains on foreign currency translations	-	-	-	-	1,871	1,871
Unrealized gain on interest swap	-	121	-	-	-	121
Total comprehensive earnings	<u>-</u>	<u>121</u>	<u>-</u>	<u>89,749</u>	<u>1,871</u>	<u>91,741</u>
<b>BALANCE AS AT APRIL 30, 2012</b>	<u>\$ 230,763</u>	<u>\$ 121</u>	<u>\$ 11,797</u>	<u>\$246,809</u>	<u>\$ (1,791)</u>	<u>\$487,699</u>
<b>BALANCE AS AT MAY 1, 2012</b>	<b>\$ 230,763</b>	<b>\$ 121</b>	<b>\$ 11,797</b>	<b>\$246,809</b>	<b>\$ (1,791)</b>	<b>\$487,699</b>
Exercise of stock options	222	-	(114)	-	-	108
Share-based payments reserve	-	-	2,521	-	-	2,521
Dividends	-	-	-	(15,831)	-	(15,831)
	<u>230,985</u>	<u>121</u>	<u>14,204</u>	<u>230,978</u>	<u>(1,791)</u>	<u>474,497</u>
<b>Comprehensive earnings:</b>						
Net earnings	-	-	-	52,110	-	52,110
Unrealized gains on foreign currency translations	-	-	-	-	11,803	11,803
Unrealized loss on interest swap	-	(81)	-	-	-	(81)
Total comprehensive earnings	<u>-</u>	<u>(81)</u>	<u>-</u>	<u>52,110</u>	<u>11,803</u>	<u>63,832</u>
<b>BALANCE AS AT APRIL 30, 2013</b>	<u>\$ 230,985</u>	<u>\$ 40</u>	<u>\$ 14,204</u>	<u>\$283,088</u>	<u>\$ 10,012</u>	<u>\$538,329</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	
	2013	2012	2013	2012
<b>OPERATING ACTIVITIES</b>				
Earnings before income tax	\$ 3,330	\$ 43,669	\$ 80,869	\$ 128,431
Operating items not involving cash				
Depreciation and amortization	12,987	12,641	52,837	42,604
Loss on disposal of property, plant and equipment	1,232	54	2,452	1,370
Share-based payments reserve	444	660	2,521	2,426
Impairment of goodwill and intangible assets	3,324	-	3,324	-
Restructuring charge	1,425	-	1,425	-
Finance costs recognized in earnings before income tax	346	707	2,316	3,367
	<u>23,088</u>	<u>57,731</u>	<u>145,744</u>	<u>178,198</u>
Changes in non-cash operating working capital items	5,305	(28,158)	30,456	(32,787)
Finance costs paid	(345)	(708)	(2,306)	(3,432)
Income taxes paid	(11,081)	(11,262)	(36,962)	(27,502)
Cash flow from operating activities	<u>16,967</u>	<u>17,603</u>	<u>136,932</u>	<u>114,477</u>
<b>FINANCING ACTIVITIES</b>				
Repayment of long-term debt	(1,716)	(1,573)	(9,296)	(17,390)
Proceeds from long-term debt	-	-	-	25,000
Repayment of short-term debt	-	(7,847)	-	(12,988)
Issuance of common shares	108	1,073	108	79,212
Dividends paid	-	-	(15,038)	(11,525)
Cash flow (used in) from financing activities	<u>(1,608)</u>	<u>(8,347)</u>	<u>(24,226)</u>	<u>62,309</u>
<b>INVESTING ACTIVITIES</b>				
Business acquisitions (net of cash acquired)	-	(1,825)	(1,698)	(76,304)
Acquisition of property, plant and equipment (net of direct financing)	(9,487)	(21,097)	(69,005)	(81,129)
Proceeds from disposal of property, plant and equipment	884	517	3,409	2,228
Cash flow used in investing activities	<u>(8,603)</u>	<u>(22,405)</u>	<u>(67,294)</u>	<u>(155,205)</u>
Effect of exchange rate changes	<u>72</u>	<u>269</u>	<u>(338)</u>	<u>(559)</u>
<b>INCREASE (DECREASE) IN CASH</b>	<b>6,828</b>	<b>(12,880)</b>	<b>45,074</b>	<b>21,022</b>
<b>CASH, BEGINNING OF THE PERIOD</b>	<b>75,483</b>	<b>50,117</b>	<b>37,237</b>	<b>16,215</b>
<b>CASH, END OF THE PERIOD</b>	<b>\$ 82,311</b>	<b>\$ 37,237</b>	<b>\$ 82,311</b>	<b>\$ 37,237</b>

**Major Drilling Group International Inc.**  
**Condensed Consolidated Balance Sheets**

As at April 30, 2013 and 2012  
(in thousands of Canadian dollars)

	2013	2012
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash	\$ 82,311	\$ 37,237
Trade and other receivables	98,079	159,770
Income tax receivable	10,013	3,314
Inventories	88,118	95,905
Prepaid expenses	6,119	7,476
	<b>284,640</b>	<b>303,702</b>
<b>PROPERTY, PLANT AND EQUIPMENT</b>	<b>339,971</b>	<b>318,171</b>
<b>DEFERRED INCOME TAX ASSETS</b>	<b>5,601</b>	<b>2,859</b>
<b>GOODWILL</b>	<b>52,736</b>	<b>54,946</b>
<b>INTANGIBLE ASSETS</b>	<b>3,279</b>	<b>6,295</b>
	<b>\$ 686,227</b>	<b>\$ 685,973</b>
<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
Trade and other payables	\$ 73,315	\$ 115,805
Income tax payable	5,020	3,142
Current portion of long-term debt	9,097	8,712
	<b>87,432</b>	<b>127,659</b>
<b>CONTINGENT CONSIDERATION</b>	<b>231</b>	<b>2,760</b>
<b>LONG-TERM DEBT</b>	<b>34,497</b>	<b>42,274</b>
<b>DEFERRED INCOME TAX LIABILITIES</b>	<b>25,738</b>	<b>25,581</b>
	<b>147,898</b>	<b>198,274</b>
<b>SHAREHOLDERS' EQUITY</b>		
Share capital	230,985	230,763
Reserves	40	121
Share-based payments reserve	14,204	11,797
Retained earnings	283,088	246,809
Foreign currency translation reserve	10,012	(1,791)
	<b>538,329</b>	<b>487,699</b>
	<b>\$ 686,227</b>	<b>\$ 685,973</b>

**MAJOR DRILLING GROUP INTERNATIONAL INC.**  
**SELECTED FINANCIAL INFORMATION**  
**FOR THE THREE AND TWELVE MONTHS ENDED APRIL 30, 2013 AND 2012**  
(in thousands of Canadian dollars)

**SEGMENTED INFORMATION**

The Company's operations are divided into three geographic segments corresponding to its management structure, Canada - U.S., South and Central America, and Australia, Asia and Africa. The services provided in each of the reportable segments are essentially the same. The accounting policies of the segments are the same as those described in Note 4 presented in the Notes to Consolidated Financial Statements for the year ended April 30, 2013. Management evaluates performance based on earnings from operations in these three geographic segments before finance costs and income tax. Data relating to each of the Company's reportable segments is presented as follows:

	Three months ended April 30 (unaudited)		Twelve months ended April 30	
	2013	2012	2013	2012
Revenue				
Canada - U.S.	\$ 61,827	\$ 106,653	\$ 317,091	\$ 322,047
South and Central America	43,489	73,311	203,233	251,833
Australia, Asia and Africa	30,221	57,274	175,604	223,552
	<u>\$ 135,537</u>	<u>\$ 237,238</u>	<u>\$ 695,928</u>	<u>\$ 797,432</u>
Earnings from operations				
Canada - U.S.	\$ 2,874	\$ 23,375	\$ 47,020	\$ 57,629
South and Central America	7,629	19,061	36,114	55,790
Australia, Asia and Africa	(5,112)	6,553	12,945	36,365
	<u>5,391</u>	<u>48,989</u>	<u>96,079</u>	<u>149,784</u>
Eliminations	<u>(13)</u>	<u>(235)</u>	<u>(987)</u>	<u>(939)</u>
	<u>5,378</u>	<u>48,754</u>	<u>95,092</u>	<u>148,845</u>
Finance costs	346	707	2,316	3,367
General corporate expenses *	1,702	4,378	11,907	17,047
Income tax	1,156	12,938	28,759	38,682
Net earnings	<u>\$ 2,174</u>	<u>\$ 30,731</u>	<u>\$ 52,110</u>	<u>\$ 89,749</u>

\* General corporate expenses include expenses for corporate offices, stock options and certain un-allocated costs

Depreciation and amortization				
Canada - U.S.	\$ 5,849	\$ 5,448	\$ 22,713	\$ 17,813
South and Central America	2,928	2,406	11,493	9,877
Australia, Asia and Africa	4,003	3,428	15,522	11,672
Unallocated and corporate assets	207	1,359	3,109	3,242
	<u>\$ 12,987</u>	<u>\$ 12,641</u>	<u>\$ 52,837</u>	<u>\$ 42,604</u>