

**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>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
<b>TOTAL REVENUE</b>	<b>\$ 81,191</b>	\$ 82,637	<b>\$ 305,718</b>	\$ 354,946
<b>DIRECT COSTS</b>	<b>60,484</b>	61,113	<b>239,822</b>	250,519
<b>GROSS PROFIT</b>	<b><u>20,707</u></b>	<u>21,524</u>	<b><u>65,896</u></b>	<u>104,427</u>
<b>OPERATING EXPENSES</b>				
General and administrative	11,006	12,701	44,913	50,087
Other expenses	1,892	905	5,872	3,624
(Gain) loss on disposal of property, plant and equipment	(179)	358	(1,740)	1,617
Loss on short-term investments	-	61	-	368
Foreign exchange loss (gain)	1,157	(918)	3,479	4,377
Finance costs	114	266	686	1,002
Depreciation of property, plant and equipment	12,973	13,085	51,080	51,947
Amortization of intangible assets	959	332	3,158	1,359
Impairment of goodwill	-	2,269	-	14,326
Restructuring charge	784	17,234	4,610	20,454
	<b><u>28,706</u></b>	<u>46,293</u>	<b><u>112,058</u></b>	<u>149,161</u>
<b>LOSS BEFORE INCOME TAX</b>	<b><u>(7,999)</u></b>	<u>(24,769)</u>	<b><u>(46,162)</u></b>	<u>(44,734)</u>
<b>INCOME TAX - PROVISION (RECOVERY)</b>				
Current	2,977	3,488	7,297	12,849
Deferred	2,111	(3,322)	(3,894)	(2,273)
	<b><u>5,088</u></b>	<u>166</u>	<b><u>3,403</u></b>	<u>10,576</u>
<b>NET LOSS</b>	<b><u>\$ (13,087)</u></b>	<u>\$ (24,935)</u>	<b><u>\$ (49,565)</u></b>	<u>\$ (55,310)</u>
<b>LOSS PER SHARE</b>				
<b>Basic</b>	<b><u>\$ (0.16)</u></b>	<u>\$ (0.31)</u>	<b><u>\$ (0.62)</u></b>	<u>\$ (0.70)</u>
<b>Diluted</b>	<b><u>\$ (0.16)</u></b>	<u>\$ (0.31)</u>	<b><u>\$ (0.62)</u></b>	<u>\$ (0.70)</u>

**Major Drilling Group International Inc.**  
**Condensed Consolidated Statements of Comprehensive Loss**

(in thousands of Canadian dollars)

	Three months ended April 30 (unaudited)		Twelve months ended April 30	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
<b>NET LOSS</b>	<b>\$ (13,087)</b>	<b>\$ (24,935)</b>	<b>\$ (49,565)</b>	<b>\$ (55,310)</b>
<b>OTHER COMPREHENSIVE LOSS</b>				
Items that may be reclassified subsequently to profit or loss				
Unrealized (loss) gains on foreign currency translations (net of tax)	<u>(18,435)</u>	<u>(6,230)</u>	<u>25,188</u>	<u>15,428</u>
<b>COMPREHENSIVE LOSS</b>	<b><u>\$ (31,522)</u></b>	<b><u>\$ (31,165)</u></b>	<b><u>\$ (24,377)</u></b>	<b><u>\$ (39,882)</u></b>

**Major Drilling Group International Inc.**  
**Condensed Consolidated Statements of Changes in Equity**

For the twelve months ended April 30, 2014 and 2015  
(in thousands of Canadian dollars)

	<u>Share capital</u>	<u>Share-based payments reserve</u>	<u>Retained earnings</u>	<u>Foreign currency translation reserve</u>	<u>Total</u>
<b>BALANCE AS AT MAY 1, 2013</b>	\$ 230,985	\$ 14,204	\$283,088	\$ 10,052	\$538,329
Share-based payments reserve	-	1,733	-	-	1,733
Dividends	-	-	(15,833)	-	(15,833)
	<u>230,985</u>	<u>15,937</u>	<u>267,255</u>	<u>10,052</u>	<u>524,229</u>
<b>Comprehensive loss:</b>					
Net loss	-	-	(55,310)	-	(55,310)
Unrealized gains on foreign currency translations	-	-	-	15,428	15,428
Total comprehensive loss	<u>-</u>	<u>-</u>	<u>(55,310)</u>	<u>15,428</u>	<u>(39,882)</u>
<b>BALANCE AS AT APRIL 30, 2014</b>	<u>\$ 230,985</u>	<u>\$ 15,937</u>	<u>\$211,945</u>	<u>\$ 25,480</u>	<u>\$484,347</u>
<b>BALANCE AS AT MAY 1, 2014</b>	<b>\$ 230,985</b>	<b>\$ 15,937</b>	<b>\$211,945</b>	<b>\$ 25,480</b>	<b>\$484,347</b>
Exercise of stock options	52	(13)	-	-	39
Share issue	8,689	-	-	-	8,689
Share-based payments reserve	-	1,310	-	-	1,310
Dividends	-	-	(9,616)	-	(9,616)
	<u>239,726</u>	<u>17,234</u>	<u>202,329</u>	<u>25,480</u>	<u>484,769</u>
<b>Comprehensive loss:</b>					
Net loss	-	-	(49,565)	-	(49,565)
Unrealized gains on foreign currency translations	-	-	-	25,188	25,188
Total comprehensive loss	<u>-</u>	<u>-</u>	<u>(49,565)</u>	<u>25,188</u>	<u>(24,377)</u>
<b>BALANCE AS AT APRIL 30, 2015</b>	<u><b>\$ 239,726</b></u>	<u><b>\$ 17,234</b></u>	<u><b>\$152,764</b></u>	<u><b>\$ 50,668</b></u>	<u><b>\$460,392</b></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	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
<b>OPERATING ACTIVITIES</b>				
Loss before income tax	\$ (7,999)	\$ (24,769)	\$ (46,162)	\$ (44,734)
Operating items not involving cash				
Depreciation and amortization	13,932	13,417	54,238	53,306
(Gain) loss on disposal of property, plant and equipment	(179)	358	(1,740)	1,617
Loss on short-term investments	-	61	-	368
Share-based payments reserve	295	361	1,310	1,733
Impairment of goodwill	-	2,269	-	14,326
Restructuring charge	-	9,716	1,953	10,381
Finance costs recognized in loss before income tax	114	266	686	1,002
	<u>6,163</u>	<u>1,679</u>	<u>10,285</u>	<u>37,999</u>
Changes in non-cash operating working capital items	(5,684)	18,535	12,731	20,532
Finance costs paid	(121)	(261)	(670)	(983)
Income taxes paid	(837)	(4,742)	(7,776)	(16,624)
Cash flow (used in) from operating activities	<u>(479)</u>	<u>15,211</u>	<u>14,570</u>	<u>40,924</u>
<b>FINANCING ACTIVITIES</b>				
(Decrease) increase in demand loan	(2,714)	-	(4,038)	4,066
Repayment of long-term debt	(1,683)	(1,740)	(9,837)	(20,457)
Issuance of common shares	5	-	39	-
Dividends paid	-	-	(15,930)	(15,832)
Cash flow used in financing activities	<u>(4,392)</u>	<u>(1,740)</u>	<u>(29,766)</u>	<u>(32,223)</u>
<b>INVESTING ACTIVITIES</b>				
Business acquisition	-	-	(20,834)	(205)
Acquisition of short-term investments	-	-	-	(3,587)
Proceeds from disposal of short-term investments	-	3,074	-	3,074
Acquisition of property, plant and equipment (net of direct financing)	(1,161)	(5,190)	(14,754)	(22,626)
Proceeds from disposal of property, plant and equipment	1,875	1,990	18,717	5,375
Cash flow from (used in) investing activities	<u>714</u>	<u>(126)</u>	<u>(16,871)</u>	<u>(17,969)</u>
Effect of exchange rate changes	<u>(1,692)</u>	<u>(1,512)</u>	<u>2,720</u>	<u>1,201</u>
<b>(DECREASE) INCREASE IN CASH</b>	<b>(5,849)</b>	<b>11,833</b>	<b>(29,347)</b>	<b>(8,067)</b>
<b>CASH, BEGINNING OF THE PERIOD</b>	<b>50,746</b>	<b>62,411</b>	<b>74,244</b>	<b>82,311</b>
<b>CASH, END OF THE PERIOD</b>	<b>\$ 44,897</b>	<b>\$ 74,244</b>	<b>\$ 44,897</b>	<b>\$ 74,244</b>

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

As at April 30, 2015 and 2014  
(in thousands of Canadian dollars)

	2015	2014
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash	\$ 44,897	\$ 74,244
Trade and other receivables	58,559	66,211
Income tax receivable	12,182	12,179
Inventories	79,248	81,308
Prepaid expenses	2,968	4,690
	197,854	238,632
<b>PROPERTY, PLANT AND EQUIPMENT</b>	276,594	307,288
<b>DEFERRED INCOME TAX ASSETS</b>	4,722	5,825
<b>GOODWILL</b>	57,274	38,056
<b>INTANGIBLE ASSETS</b>	6,260	1,923
	\$ 542,704	\$ 591,724
<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
Demand loan	\$ -	\$ 3,909
Trade and other payables	33,820	52,155
Income tax payable	2,388	3,416
Current portion of contingent consideration	2,735	-
Current portion of long-term debt	6,776	9,655
	45,719	69,135
<b>CONTINGENT CONSIDERATION</b>	7,395	-
<b>LONG-TERM DEBT</b>	8,569	14,187
<b>DEFERRED INCOME TAX LIABILITIES</b>	20,629	24,055
	82,312	107,377
<b>SHAREHOLDERS' EQUITY</b>		
Share capital	239,726	230,985
Share-based payments reserve	17,234	15,937
Retained earnings	152,764	211,945
Foreign currency translation reserve	50,668	25,480
	460,392	484,347
	\$ 542,704	\$ 591,724

**MAJOR DRILLING GROUP INTERNATIONAL INC.**  
**SELECTED FINANCIAL INFORMATION**  
**FOR THE THREE AND TWELVE MONTHS ENDED APRIL 30, 2015 AND 2014**  
(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, 2015. 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:

	<u>Q4 2015</u>	<u>Q4 2014</u>	<u>YTD 2015</u>	<u>YTD 2014</u>
	(unaudited)	(unaudited)		
<b>Revenue</b>				
Canada - U.S.	\$ 49,863	\$ 46,462	\$ 177,210	\$ 175,882
South and Central America	20,989	15,688	75,604	73,583
Australia, Asia and Africa	10,339	20,487	52,904	105,481
	<u>\$ 81,191</u>	<u>\$ 82,637</u>	<u>\$ 305,718</u>	<u>\$ 354,946</u>
<b>(Loss) earnings from operations</b>				
Canada - U.S.*	\$ 316	\$ 2,070	\$ (5,250)	\$ 9,315
South and Central America**	(28)	(2,821)	(10,828)	(25,125)
Australia, Asia and Africa***	(4,850)	(21,539)	(18,871)	(19,776)
	<u>(4,562)</u>	<u>(22,290)</u>	<u>(34,949)</u>	<u>(35,586)</u>
<b>Eliminations</b>	-	(135)	-	(554)
	<u>(4,562)</u>	<u>(22,425)</u>	<u>(34,949)</u>	<u>(36,140)</u>
<b>Finance costs</b>	114	266	686	1,002
<b>General and corporate expenses ****</b>	3,323	2,078	10,527	7,592
<b>Income tax</b>	5,088	166	3,403	10,576
<b>Net loss</b>	<u>\$ (13,087)</u>	<u>\$ (24,935)</u>	<u>\$ (49,565)</u>	<u>\$ (55,310)</u>
<b>Depreciation and amortization</b>				
Canada - U.S.	\$ 7,057	\$ 5,730	\$ 26,755	\$ 22,928
South and Central America	3,138	3,149	12,749	12,072
Australia, Asia and Africa	3,140	4,015	12,996	16,161
Unallocated and corporate assets	597	523	1,738	2,145
	<u>\$ 13,932</u>	<u>\$ 13,417</u>	<u>\$ 54,238</u>	<u>\$ 53,306</u>

\*Canada - U.S. includes restructuring charges for the current quarter of \$149 (2014 - \$123) and the current year of \$367 (2014 - \$503).

\*\* South and Central America includes goodwill and intangible asset impairment charges in the previous year of \$12,057 as well as restructuring charges in the current quarter of \$269 (2014 - \$201) and the current year of \$882 (2014 - \$1,665).

\*\*\* Australia, Asia and Africa includes goodwill and intangible asset impairment charges in the previous quarter and year of \$2,269 as well as restructuring charges in the current quarter of \$226 (2014 - \$16,910) and the current year of \$3,221 (2014 - \$18,286).

\*\*\*\* General and corporate expenses include expenses for corporate offices, stock options and certain unallocated costs and restructure charges for the current quarter of \$140 (2014 - nil) and the current year of \$140 (2014 - nil).