

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	
	2022	2021	2022	2021
TOTAL REVENUE	\$ 189,975	\$ 128,117	\$ 650,415	\$ 432,076
DIRECT COSTS	141,527	113,064	510,642	367,988
GROSS PROFIT	48,448	15,053	139,773	64,088
OPERATING EXPENSES				
General and administrative	15,219	12,547	57,043	47,083
Other expenses	3,419	769	11,767	4,110
(Gain) loss on disposal of property, plant and equipment	(135)	57	(546)	(394)
Foreign exchange (gain) loss	656	(1,160)	1,396	(1,465)
Finance costs	385	207	1,629	1,168
	19,544	12,420	71,289	50,502
EARNINGS BEFORE INCOME TAX	28,904	2,633	68,484	13,586
INCOME TAX EXPENSE (RECOVERY)				
Current	5,833	(938)	13,285	3,822
Deferred	638	1,227	1,740	(270)
	6,471	289	15,025	3,552
NET EARNINGS	\$ 22,433	\$ 2,344	\$ 53,459	\$ 10,034
EARNINGS PER SHARE				
Basic	\$ 0.27	\$ 0.03	\$ 0.65	\$ 0.12
Diluted	\$ 0.27	\$ 0.03	\$ 0.65	\$ 0.12

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>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
NET EARNINGS	\$ 22,433	\$ 2,344	\$ 53,459	\$ 10,034
OTHER COMPREHENSIVE EARNINGS				
Items that may be reclassified subsequently to profit or loss				
Unrealized gain (loss) on foreign currency translations	3,523	(8,816)	7,407	(29,026)
Unrealized gain (loss) on derivatives (net of tax)	854	(157)	469	1,678
COMPREHENSIVE EARNINGS (LOSS)	<u>\$ 26,810</u>	<u>\$ (6,629)</u>	<u>\$ 61,335</u>	<u>\$ (17,314)</u>

Major Drilling Group International Inc.
Condensed Consolidated Statements of Changes in Equity
For the twelve months ended April 30, 2022 and 2021
(in thousands of Canadian dollars)

	Share capital	Retained earnings (deficit)	Other reserves	Share-based payments reserve	Foreign currency translation reserve	Total
BALANCE AS AT MAY 1, 2020	\$ 243,189	\$ (35,691)	\$ (611)	\$ 8,519	\$ 81,640	\$ 297,046
Exercise of stock options	190	-	-	(55)	-	135
Share-based compensation	-	-	-	296	-	296
Stock options expired/forfeited	-	3,201	-	(3,201)	-	-
	<u>243,379</u>	<u>(32,490)</u>	<u>(611)</u>	<u>5,559</u>	<u>81,640</u>	<u>297,477</u>
Comprehensive earnings:						
Net earnings	-	10,034	-	-	-	10,034
Unrealized gain (loss) on foreign currency translations	-	-	-	-	(29,026)	(29,026)
Unrealized gain (loss) on derivatives	-	-	1,678	-	-	1,678
Total comprehensive loss	<u>-</u>	<u>10,034</u>	<u>1,678</u>	<u>-</u>	<u>(29,026)</u>	<u>(17,314)</u>
BALANCE AS AT APRIL 30, 2021	243,379	(22,456)	1,067	5,559	52,614	280,163
Share issue	12,911	-	-	-	-	12,911
Exercise of stock options	6,893	-	-	(1,913)	-	4,980
Share-based compensation	-	-	-	369	-	369
Stock options expired/forfeited	-	19	-	(19)	-	-
	<u>263,183</u>	<u>(22,437)</u>	<u>1,067</u>	<u>3,996</u>	<u>52,614</u>	<u>298,423</u>
Comprehensive earnings:						
Net earnings	-	53,459	-	-	-	53,459
Unrealized gain (loss) on foreign currency translations	-	-	-	-	7,407	7,407
Unrealized gain (loss) on derivatives	-	-	469	-	-	469
Total comprehensive earnings	<u>-</u>	<u>53,459</u>	<u>469</u>	<u>-</u>	<u>7,407</u>	<u>61,335</u>
BALANCE AS AT APRIL 30, 2022	<u>\$ 263,183</u>	<u>\$ 31,022</u>	<u>\$ 1,536</u>	<u>\$ 3,996</u>	<u>\$ 60,021</u>	<u>\$ 359,758</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	
	2022	2021	2022	2021
OPERATING ACTIVITIES				
Earnings before income tax	\$ 28,904	\$ 2,633	\$ 68,484	\$ 13,586
Operating items not involving cash				
Depreciation and amortization	11,440	9,112	43,981	39,160
(Gain) loss on disposal of property, plant and equipment	(135)	57	(546)	(394)
Share-based compensation	96	74	369	296
Finance costs recognized in earnings before income tax	385	207	1,629	1,168
	<u>40,690</u>	<u>12,083</u>	<u>113,917</u>	<u>53,816</u>
Changes in non-cash operating working capital items	(33,210)	(6,335)	(11,601)	(13,138)
Finance costs paid	(385)	(207)	(1,629)	(1,168)
Income taxes paid	(2,146)	(1,364)	(5,814)	(5,062)
Cash flow from (used in) operating activities	<u>4,949</u>	<u>4,177</u>	<u>94,873</u>	<u>34,448</u>
FINANCING ACTIVITIES				
Repayment of lease liabilities	(363)	(395)	(1,371)	(1,362)
Repayment of long-term debt	-	(252)	(355)	(36,004)
Issuance of common shares due to exercise of stock options	2,079	94	4,980	135
Proceeds from draw on long-term debt	-	-	35,000	-
Cash flow from (used in) financing activities	<u>1,716</u>	<u>(553)</u>	<u>38,254</u>	<u>(37,231)</u>
INVESTING ACTIVITIES				
Business acquisitions (net of cash acquired)	-	-	(38,050)	-
Acquisition of property, plant and equipment	(14,958)	(10,690)	(49,939)	(31,303)
Proceeds from disposal of property, plant and equipment	242	892	2,144	1,925
Cash flow from (used in) investing activities	<u>(14,716)</u>	<u>(9,798)</u>	<u>(85,845)</u>	<u>(29,378)</u>
Effect of exchange rate changes	1,005	(1,418)	1,619	(3,913)
INCREASE (DECREASE) IN CASH	(7,046)	(7,592)	48,901	(36,074)
CASH AND CASH EQUIVALENTS, BEGINNING OF THE PERIOD	78,306	29,951	22,359	58,433
CASH AND CASH EQUIVALENTS, END OF THE PERIOD	\$ 71,260	\$ 22,359	\$ 71,260	\$ 22,359

Major Drilling Group International Inc.

Condensed Consolidated Balance Sheets

As at April 30, 2022 and April 30, 2021

(in thousands of Canadian dollars)

	April 30, 2022	April 30, 2021
ASSETS		
CURRENT ASSETS		
Cash	\$ 71,260	\$ 22,359
Trade and other receivables	142,621	102,571
Income tax receivable	2,037	5,973
Inventories	96,782	85,585
Prepaid expenses	8,960	6,710
	321,660	223,198
PROPERTY, PLANT AND EQUIPMENT	198,196	144,382
RIGHT-OF-USE ASSETS	5,479	3,773
DEFERRED INCOME TAX ASSETS	4,351	8,903
GOODWILL	22,798	7,708
INTANGIBLE ASSETS	4,596	568
	\$ 557,080	\$ 388,532
LIABILITIES		
CURRENT LIABILITIES		
Trade and other payables	\$ 102,596	\$ 73,083
Income tax payable	5,022	1,639
Current portion of lease liabilities	1,502	803
Current portion of contingent consideration	8,619	-
Current portion of long-term debt	-	356
	117,739	75,881
LEASE LIABILITIES	3,885	2,943
CONTINGENT CONSIDERATION	14,288	1,907
LONG-TERM DEBT	50,000	15,106
DEFERRED INCOME TAX LIABILITIES	11,410	12,532
	197,322	108,369
SHAREHOLDERS' EQUITY		
Share capital	263,183	243,379
Retained earnings (deficit)	31,022	(22,456)
Other reserves	1,536	1,067
Share-based payments reserve	3,996	5,559
Foreign currency translation reserve	60,021	52,614
	359,758	280,163
	\$ 557,080	\$ 388,532