



THE CALDWELL PARTNERS INTERNATIONAL INC.

CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION

(unaudited - in \$Canadian)

	<i>As at</i>	<i>As at</i>
	<i>February 28</i>	<i>August 31</i>
	<i>2018</i>	<i>2017</i>
Assets		
Current assets		
Cash and cash-equivalents	5,578	10,917
Marketable securities	5,637	5,048
Accounts receivable	9,998	9,393
Prepaid expenses and other assets	1,746	1,848
	22,959	27,206
Non-current assets		
Restricted cash	136	133
Marketable securities	176	172
Advances	272	503
Property and equipment	1,536	1,699
Intangible assets	136	178
Goodwill	2,930	2,761
Deferred income taxes	1,475	1,650
Total assets	29,620	34,302
Liabilities		
Current liabilities		
Accounts payable	2,510	2,044
Compensation payable	11,219	15,896
Dividends payable	408	408
Income taxes payable	609	636
Deferred revenue	471	1,107
	15,217	20,091
Non-current liabilities		
Compensation payable	966	958
Provisions	114	133
	16,297	21,182
Equity attributable to owners of the Company		
Share Capital	7,515	7,515
Contributed surplus	14,997	14,992
Accumulated other comprehensive income	1,184	850
Deficit	(10,373)	(10,237)
Total equity	13,323	13,120
Total liabilities and equity	29,620	34,302

THE CALDWELL PARTNERS INTERNATIONAL INC.

CONSOLIDATED INTERIM STATEMENTS OF EARNINGS

(unaudited - in \$Canadian)

	Three months ended		Six months ended	
	February 28		February 28	
	2018	2017	2018	2017
Revenues				
Professional fees	14,854	13,665	29,827	27,294
License fees	67	62	143	137
	14,921	13,727	29,970	27,431
Cost of sales	11,244	9,725	22,317	19,946
Gross profit	3,677	4,002	7,653	7,485
Expenses				
General and administrative	2,735	3,116	5,548	5,372
Sales and marketing	240	262	569	439
Foreign exchange (gain) loss	(5)	18	(75)	(31)
	2,970	3,396	6,042	5,780
Operating profit	707	606	1,611	1,705
Investment income	2	-	4	-
Earnings before income tax	709	606	1,615	1,705
Income tax expense	439	339	935	676
Net earnings for the period attributable to owners of the Company	270	267	680	1,029
Earnings per share				
Basic and diluted	\$0.013	\$0.013	\$0.033	\$0.051

CONSOLIDATED INTERIM STATEMENTS OF COMPREHENSIVE EARNINGS

(unaudited - in \$Canadian)

	Three months ended		Six months ended	
	February 28		February 28	
	2018	2017	2018	2017
Net earnings for the period	270	267	680	1,029
Other comprehensive income (loss):				
Unrealized gain on marketable securities	30	115	89	153
Cumulative translation adjustment	(33)	(113)	245	(28)
Comprehensive earnings for the period attributable to owners of the Company	267	269	1,014	1,154

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CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN EQUITY

(unaudited - in \$Canadian)

	Deficit	Capital Stock	Contributed Surplus	Accumulated Translation Adjustment	Other Comprehensive Income (Loss) Unrealized Gains on Marketable Securities	Total Equity
Balance - September 1, 2016	(10,572)	7,295	15,025	841	338	12,927
Net earnings for the six month period ended February 28, 2017	1,029	-	-	-	-	1,029
Dividend payments declared	(806)	-	-	-	-	(806)
Employee share option plan share issue	-	220	(33)	-	-	187
Change in unrealized loss on marketable securities available for sale	-	-	-	-	153	153
Change in cumulative translation adjustment	-	-	-	(28)	-	(28)
Balance - February 28, 2017	(10,349)	7,515	14,992	813	491	13,462
Balance - September 1, 2017	(10,237)	7,515	14,992	428	422	13,120
Net earnings for the six month period ended February 28, 2018	680	-	-	-	-	680
Dividend payments declared	(816)	-	-	-	-	(816)
Share based payment expense	-	-	5	-	-	5
Change in unrealized gains on marketable securities available for sale	-	-	-	-	89	89
Change in cumulative translation adjustment	-	-	-	245	-	245
Balance - February 28, 2018	(10,373)	7,515	14,997	673	511	13,323

THE CALDWELL PARTNERS INTERNATIONAL INC.

CONSOLIDATED INTERIM STATEMENTS OF CASH FLOW

(unaudited - in \$Canadian)

	<i>Six months ended</i>	
	<i>February 28</i>	
	<i>2018</i>	<i>2017</i>
Cash flow provided by (used in)		
Operating Activities		
Net earnings for the period	680	1,029
Add (deduct) items not affecting cash		
Depreciation	262	265
Amortization	45	47
Amortization of advances	416	337
Share based payment expense	5	-
Unrealized foreign exchange on subsidiary loans	(97)	(27)
Reduction in marketable securities following assignment to partner	-	432
Decrease in provisions	(19)	(19)
Decrease in deferred taxes	204	-
Change in fair value of contingent consideration	-	(108)
Decrease in deferred revenue	(642)	(999)
Increase (decrease) in cash settled share-based compensation payable	8	(74)
(Increase) decrease in accounts receivable	(464)	1,285
(Increase) decrease in prepaid expenses and other assets	(39)	454
Increase in accounts payable	438	300
(Decrease) increase in income taxes payable	(30)	102
Decrease in compensation payable	(4,251)	(5,583)
Payment of contingent consideration	-	(181)
Payment of cash settled share-based compensation	(553)	(709)
Net cash used in operating activities	(4,037)	(3,449)
Investment Activities		
Increase in marketable securities	(500)	-
Repayment of advances	-	350
Decrease in restricted cash	-	48
Additions to property and equipment	(75)	(326)
Net cash (used in) provided by investing activities	(575)	72
Financing Activities		
Share issuance from employee share option plan	-	187
Dividend payments	(816)	(806)
Net cash used in financing activities	(816)	(619)
Effect of exchange rate changes on cash and cash equivalents	89	41
Net decrease in cash and cash equivalents	(5,339)	(3,955)
Cash and cash equivalents, beginning of period	10,917	8,422
Cash and cash equivalents, end of period	5,578	4,467