Tornado Global Hydrovacs Ltd.

Unaudited Condensed Consolidated Interim Financial Statements

For the three month period ended March 31, 2018

Notice to Reader

These interim condensed consolidated financial statements have been prepared by the Management of Tornado Global Hydrovacs Ltd. and have not been audited or reviewed by the external auditor.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
(unaudited)

	Notes	March 31, 2018	December 31, 2017
(In $000's CAD)			
ASSETS			
Current assets			
Cash and equivalents		$ **4,684**	$ 5,633
Accounts receivable		**2,052**	2,538
Inventory	**3**	**9,072**	6,490
Prepaid expenses and other assets		**177**	210
Total current assets		**15,985**	14,871
Non-current assets			
Finance lease receivable		**307**	335
Property and equipment, net	**8**	**3,111**	3,194
Goodwill and intangible assets, net	**9**	**3,646**	3,662
Total non-current assets		**7,064**	7,191
Total assets		$ **23,049**	$ 22,062
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current liabilities			
Accounts payable and accrued liabilities		$ **4,298**	$ 3,329
Equipment buyback option	**10**	**375**	—
Fair value of foreign currency forward contracts		**4**	—
Current portion of finance leases obligation	**11**	**153**	151
Current tax payable		**24**	57
Total current liabilities		**4,854**	3,537
Non-current liabilities			
Deferred tax		**77**	88
Finance leases obligation	**11**	**545**	584
Total liabilities		**5,476**	4,209
Shareholders' Equity			
Share capital	**12**	**20,893**	20,893
Common share purchase warrants	**13**	**144**	144
Contributed surplus		**280**	213
Deficit		**(4,142)**	(3,507)
Accumulated other comprehensive income		**398**	110
Total shareholders' equity		**17,573**	17,853
Total liabilities and equity		$ **23,049**	$ 22,062

See accompanying notes to condensed consolidated financial statements

On behalf of the Board of Directors:

"Guy Nelson"
Non-Executive Chairman
Tornado Global Hydrovacs Ltd.

"Darrick Evong"
Chair of Audit Committee
Tornado Global Hydrovacs Ltd.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE LOSS
(unaudited)

	Notes	Three Months ended March 31 2018	March 31 2017
(In $000's CAD, except per share amounts)			
Revenues			
Revenue		**$ 4,802**	$ 5,967
Other income - foreign exchange		**29**	22
		4,831	5,989
Cost of sales (1)	**5**	**3,943**	5,092
Gross Profit		**888**	897
Selling and general administrative expenses	**6**	**1,244**	973
Loss before depreciation, amortization and other items		**(356)**	(76)
Depreciation of property and equipment		**130**	116
Depreciation of inventory		**2**	17
Amortization of intangible assets		**124**	123
Loss on disposal of fixed assets		**4**	—
		260	256
Loss before the undernoted		**(616)**	(332)
Stock based compensation		**68**	—
Finance income		**(31)**	(13)
Finance costs		**22**	30
Change in fair value of derivative financial instruments		**4**	(27)
		63	(10)
Loss before tax		**(679)**	(322)
Income tax recovery			
Current		**33**	—
Deferred		**11**	—
		44	—
Net loss		**(635)**	(322)
Other comprehensive income			
Translation of foreign subsidiaries		**288**	4
Comprehensive loss		**$ (347)**	$ (318)
Net loss per share			
Basic	**4**	**$ -**	$ (0.01)
Diluted	**4**	**$ -**	$ (0.01)

(1) Cost of sales including depreciation and amortization was $4,154 for the three month period ended March 31, 2018 (2017 - $5,334)

See accompanying notes to condensed consolidated financial statements

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
(unaudited)

	Notes	Three Months ended March 31 2018	March 31 2017
(In $000's CAD)			
OPERATING ACTIVITIES			
Net loss		**$ (635)**	$ (322)
Add (deduct) items not affecting cash:			
Depreciation of property and equipment		**130**	116
Depreciation of inventory		**2**	—
Amortization of intangible assets		**124**	123
Change in fair value of foreign currency forward contracts		**4**	(27)
Loss on sale of fixed assets		**4**	—
Stock based compensation		**68**	—
Deferred income taxes		**(11)**	—
		(314)	(110)
Change in non-cash working capital	**19**	**(1,127)**	(923)
Proceeds from equipment buyback option	**10**	**375**	—
Cash flow used in operating activities		**(1,066)**	(1,033)
INVESTING ACTIVITIES			
Acquisition of property and equipment	**8**	**(51)**	(25)
Acquisition of intangible assets	**9**	**(108)**	—
Cash flow used in investing activities		**(159)**	(25)
FINANCING ACTIVITIES			
Net proceeds (repayment) from finance leases	**18**	**(9)**	(9)
Repayment of note payable		**—**	(60)
Cash flow from financing activities		**(9)**	(69)
Effect of exchange rate changes on cash and cash equivalents		**285**	4
Net decrease in cash and equivalents during the year		**(949)**	(1,123)
Cash and cash equivalents, beginning of period		**5,633**	4,444
Cash and cash equivalents, end of period		**$ 4,684**	$ 3,321

See accompanying notes to condensed consolidated financial statements

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
(unaudited)

As at March 31, 2018

(In $000's CAD)	Common Shares	Common Share Purchase Warrants	Deficit	Accumulated Other Comprehensive Income	Contributed Surplus	Total Equity
As at December 31, 2017	**$ 20,893**	**$ 144**	**$ (3,507)**	**$ 110**	**$ 213**	**$ 17,853**
Stock based compensation	**-**	**-**	**-**	**-**	**67**	**67**
Loss for the period	**-**	**-**	**(635)**	**-**	**-**	**(635)**
Other comprehensive income for the period	**-**	**-**	**-**	**288**	**-**	**288**
As at March 31, 2018	**$ 20,893**	**$ 144**	**$ (4,142)**	**$ 398**	**$ 280**	**$ 17,573**

As at March 31, 2017

(In $000's CAD)	Common Shares	Common Share Purchase Warrants	Deficit	Accumulated Other Comprehensive Income	Contributed Surplus	Total Equity
As at December 31, 2016	$ 15,283	$ -	$ (1,928)	$ -	$ -	$ 13,355
Loss for the period	-	-	(322)	-	-	(322)
Other comprehensive income for the period	-	-	-	4	-	4
As at March 31, 2017	$ 15,283	$ -	$ (2,250)	$ 4	$ -	$ 13,037

See accompanying notes to condensed consolidated financial statements

1. Corporate information

Tornado Global Hydrovacs Ltd. ("TGHL" or the "Company") is incorporated in Alberta, Canada and through its subsidiaries, designs, fabricates, manufactures and sells hydrovac trucks to excavation service providers in the oil and gas and municipal markets in North America and is in the process of expanding into China. TGHL's corporate office is located at Suite 510, 7105 MacLeod Trail, SW, Calgary, Alberta, T2H 2K6, and was incorporated under the Business Corporations Act (Alberta) on April 27, 2016. Since July 8, 2016, TGHL's shares have been traded on the TSX Venture Exchange under the symbol "TGH".

These financial statements were recommended for approval by the Company's audit committee and were approved and authorized for issue by the Board of Directors on May 22, 2018.

2. Summary of significant accounting policies

The interim condensed consolidated financial statements are condensed and have been prepared in accordance with International Accounting Standard 34 Interim Financial Reporting as issued by the International Accounting Standards Board ("IASB"). Except as discussed below, the same accounting policies and methods of computation were followed in the preparation of these interim condensed consolidated financial statements as disclosed in the TGHL's consolidated financial statements for the year ended December 31, 2017. TGHL's 2017 annual consolidated financial statements include incremental annual IFRS disclosures that may be helpful to readers of the interim results and therefore should be read in conjunction with these interim condensed consolidated financial statements.

Adoption of new accounting standards

Effective January 1, 2018, the Company adopted the following standards, interpretations and/or amendments thereto, which had no material impact on the Company 's financial statements:

IFRS 9 Financial instruments

Effective January 1, 2018, the Company retrospectively adopted IFRS 9, as well as consequential amendments to IFRS 7 Financial Instruments: Disclosures. The standard supersedes earlier versions of IFRS 9 and completes the IASB's project to replace IAS 39 Financial Instruments: Recognition and Measurement. The adoption of IFRS 9 did not result in any adjustments to the amounts recognized in the Company's consolidated financial statements for the year ended December 31, 2017.

Classification and Measurement of Financial Instruments

The Company measures its financial assets and financial liabilities at fair value on initial recognition, which is typically the transaction price unless a financial instrument contains a significant financing component. Subsequent measurement is dependent on the financial instrument's classification which in the case of financial assets, is determined by the context of the Company's business model and the contractual cash flow characteristics of the financial asset. Financial assets are classified into two categories: (1) measured at amortized cost and (2) fair value through profit and loss ("FVTPL"). Financial liabilities are subsequently measured at amortized cost, other than financial liabilities that are measured at FVTPL or designated as FVTPL where any change in fair value resulting from an entity's own credit risk is recorded as other comprehensive income ("OCI"). The Company does not employ hedge accounting for its risk management contracts currently in place.

Amortized Cost

The Company classifies its cash and equivalents, accounts receivable, accounts payable and accrued liabilities as measured at amortized cost. The contractual cash flows received from the financial assets are solely payments of principal and interest and are held within a business model whose objective is to collect the contractual cash flows. These financial assets and financial liabilities are subsequently measured at amortized cost using the effective interest method. The carrying values of the Company's cash and equivalents, accounts receivable, accounts payable and accrued liabilities approximate their fair values.

FVTPL NTD

The Company classifies its risk management contracts as measured at FVTPL. Financial assets and liabilities classified as FVTPL are subsequently measured at fair value with changes in fair value charged immediately to the statements of income. The adoption of IFRS 9 has resulted in changes to the classification of some of the Company's financial assets but did not change the classification of the Company's financial liabilities. There is no difference in the measurement of these instruments under IFRS 9 due to the short-term and liquid nature of these financial assets. The following table summarizes the classification categories for the Company's financial assets and liabilities by financial statement line item under the superseded IAS 39 standard and the newly adopted IFRS 9.

Financial Assets	**IAS 39**	**IFRS 9**
Cash and equivalents	Loans and receivables (Amortized cost)	Amortized cost
Accounts receivable	Loans and receivables (Amortized cost)	Amortized cost
Risk management assets	Held-for-trading (FVTPL)	FVTPL
Financial Liabilities	**IAS 39**	**IFRS 9**
Accounts payable and accrued liabilities	Amortized cost	Amortized cost
Equipment buyback option (1)	-	Amortized cost
Risk management liabilities	Held-for-trading (FVTPL)	FVTPL

(1) Recorded as an operating lease contract.

Impairment of Financial Assets

IFRS 9 also introduces a new model for the measurement of impairment of financial assets based on expected credit losses which replaces the incurred losses impairment model applied under IAS 39. Under this new model, the Company's accounts receivable are considered collectible within one year or less; therefore, these financial assets are not considered to have a significant financing component and a lifetime expected credit loss ("ECL") is measured at the date of initial recognition of the accounts receivable. ECL allowances have not been recognized for cash and cash equivalents and deposits due to the virtual certainty associated with their collectability.

The Company's trade and other receivables are subject to the expected credit loss model under IFRS 9. For the trade and other receivables, the Company applies the simplified approach to providing for expected credit losses prescribed by IFRS 9, which requires the use of the lifetime expected loss provision for all trade receivables. In estimating the lifetime expected loss provision, the Company considered historical industry default rates as well as credit ratings of major customers.

There were no material adjustments to the carrying value of any of the Company's financial instruments following the adoption of IFRS 9.

IFRS 15 Revenue from contracts with customers

Effective January 1, 2018, the Company adopted IFRS 15 on a modified retrospective basis. The standard supersedes IAS 18 Revenue, IAS 11 Construction Contracts and related interpretations. The Company principally generates revenue from the sale of hydrovac trucks. Revenue is recognized when control is transferred from the Company to its customers. The Company considers its performance obligations to be satisfied and control to be transferred when all the following conditions are satisfied:

- The Company has transferred title and physical possession of the truck to the buyer;
- The Company has transferred significant risks and rewards of ownership of the asset to the buyer; and
- The Company has the present right to payment.

However, if the sale of the truck is combined with residual value commitment and there is a significant economic incentive for the customer to exercise the option, the control has not been transferred to the customer and the transaction is accounted for as an operating lease transaction in accordance with IAS 17. Revenue, in these transactions, is recognized over the residual value commitment period.

Revenue is measured based on the consideration specified in a contract with the customer.

The Company enters into contracts with customers that can have performance obligations that are unsatisfied (or partially unsatisfied) at the reporting date. The Company applies a practical expedient of IFRS 15 and does not disclose information about remaining performance obligations that have original expected durations of one year or less, or for performance obligations where the Company has a right to consideration from a customer in an amount that corresponds directly with the value to the customer of the Company's performance completed to date.

Contract modifications with the Company's customers could change the scope of the contract, the price of the contract, or both. A contract modification exists when the parties to the contract approve the modification either in writing, orally, or based on the parties' customary business practices. Contract modifications are accounted for either as a separate contract when there is an additional product at a stand-alone selling price, or as part of the existing contract, through either a cumulative catch-up adjustment or prospectively over the remaining term of the contract, depending on the nature of the modification and whether the remaining products are distinct.

In its modified retrospective adoption of IFRS 15, the Company applied a practical expedient that allows the Company to avoid re-considering the accounting for any sales contracts that were completed prior to January 1, 2018 and were previously accounted for under its previous revenue accounting policy.

The adoption of IFRS 15 did not result in any adjustments to the amounts recognized in the Company's consolidated financial statements for the year ended December 31, 2017.

Statement of compliance

These condensed consolidated financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") and International Financial Reporting Interpretations Committee ("IFRIC") interpretations as issued by the International Accounting Standards Board ("IASB").

Basis of presentation

These interim condensed consolidated financial statements are prepared for the three month period ended March 31, 2018 and includes the results for the comparative period in 2017. The condensed consolidated financial statements include the accounts of Tornado Global Hydrovacs Ltd. and its direct and indirect wholly owned subsidiaries Tornado Global Hydrovacs (North America) Inc., Tornado Hydrovacs Asia Pacific Holdings Ltd. and its subsidiary Tornado Global Hydrovacs (Beijing) Ltd.

Subsidiaries are fully consolidated from the date of acquisition, being the date of incorporation or the date which TGHL obtains control and continue to be consolidated until the date that such control ceases. The financial statements of the subsidiaries are prepared for the same reporting period as TGHL, using consistent accounting policies. All inter-company balances, income and expenses and unrealized gains and losses resulting from inter-company transactions are eliminated.

Amounts reported in thousands ($000's CAD) except per share amounts

Use of estimates

Accounting measurements at interim dates inherently involve a greater reliance on estimates than at year-end. In the opinion of management, the unaudited interim condensed consolidated financial statements include all adjustments of a normal recurring nature to present fairly, the condensed consolidated financial position of the TGHL as at March 31, 2018. Except as described below, there have been no changes to the Company's significant accounting estimates and judgments as of March 31, 2018.

The Company may enter into contracts which provide for an option for the customer to sell back the truck to the Company at an agreed price. The Company assesses the likelihood of such option being exercised when determining the appropriate accounting treatment.

3. Inventory

Inventory comprises:

		March 31, 2018		December 31, 2017
Work-in-process	**$**	**1,292**	$	2,180
Raw materials		**3,858**		3,093
Finished goods		**3,131**		1,217
Rental inventory		**791**		-
	$	**9,072**	$	6,490

Finished goods inventory consists of three demonstration hydrovac trucks with respect to China and other hydrovac trucks and equipment for sale in North America. Rental inventory consists of hydrovac trucks that are currently rented to third-party customers on a month to month basis.

Amounts reported in thousands ($000's CAD) except per share amounts

4. Net loss per share

Basic:

Three Months ended March 31, 2018			
	Net loss	Weighted average number of shares	Net loss per share
$	(635)	126,716,519	$ -

Three Months ended March 31, 2017			
	Net loss	Weighted average number of shares	Net loss per share
$	(322)	59,480,843	$ (0.01)

Diluted:

Three Months ended March 31, 2018			
	Net Loss	Weighted average number of shares	Net loss per share
$	(635)	126,716,519	$ -

Three Months ended March 31, 2017			
	Net Loss	Weighted average number of shares	Net loss per share
$	(322)	59,480,843	$ (0.01)

The effects of dilution from 8,400,000 stock options and 3,100,000 warrants were excluded in the calculation of weighted average shares outstanding for diluted earnings per share for the three months ended March 31, 2018 as they are anti-dilutive.

5. Cost of sales

	Three Months ended March 31	
	2018	2017
Direct construction costs	**$ 3,412**	$ 4,315
Indirect salaries and benefits	**216**	97
Indirect production costs	**315**	680
	$ 3,943	$ 5,092

6. Selling and general administrative expenses

	Three Months ended March 31	
	2018	2017
Salaries and benefits	**$ 840**	$ 547
Selling, general and administrative expense	**404**	426
	$ 1,244	$ 973

7. Operating segments

TGHL has two geographic operating segments; its North American manufacturing and sales operations and its China operation. It also has a Corporate segment which comprises expenses incurred at its head office in Calgary. The China operating segment is in the early stage phase with only selling, general and administrative expenses incurred during the three months ended March 31, 2018 and the comparative period.

The tables below show the North America, China and Corporate segments for the three months ended March 31, 2018 and 2017 respectively (presented in $000's):

Three Months ended March 31, 2018	**North America**	**China**	**Corporate**	**Total**
Revenue	**$ 4,831**	**$ -**	**$ -**	**$ 4,831**
Cost of sales	**3,943**	**-**	**-**	**3,943**
Selling and general administrative	**792**	**287**	**165**	**1,244**
	96	**(287)**	**(165)**	**(356)**
Depreciation and amortization	**130**	**2**	**124**	**256**
Loss on disposal of assets	**4**	**-**	**-**	**4**
(Loss) before other items of income	**$ (38)**	**$ (289)**	**$ (289)**	**$ (616)**
Total assets	**$ 13,658**	**$ 5,128**	**$ 4,263**	**$ 23,049**
Capital Expenditures	**$ 49**	**$ 2**	**$ 108**	**$ 159**

Three Months ended March 31, 2017	North America	China	Corporate	Total
Revenue	$ 5,989	$ -	$ -	$ 5,989
Cost of sales	5,092	-	-	5,092
Selling and general administrative	560	223	190	973
	337	(223)	(190)	(76)
Depreciation and amortization	133	-	123	256
Income (loss) before other items of income	$ 204	$ (223)	$ (313)	$ (332)
Total assets	$ 12,734	$ 2,367	$ 3,913	$ 19,014
Capital Expenditures	$ 25	$ -	$ -	$ 25

Note 1 – Assets in China consist of two demonstration hydrovac trucks of $1,138, cash of $3,774 and other assets of $216. Assets in Corporate consist of intangible assets of $3,633, cash of $172 and other assets of $458.

Amounts reported in thousands ($000's CAD) except per share amounts

8. Property and equipment

Cost	M&E	Office Equip	Leaseholds	Rental Equipment and Vehicles	Total
Balance, December 31, 2017	$ 1,723	$ 211	$ 1,066	$ 893	$ 3,893
Additions	**9**	**12**	**30**	**-**	**51**
Disposals	**-**	**-**	**-**	**(7)**	**(7)**
Balance, March 31, 2018	**$ 1,732**	**$ 223**	**$ 1,096**	**$ 886**	**$ 3,937**

Accumulated Depreciation	M&E	Office Equip	Leaseholds	Rental Equipment and Vehicles	Total
Balance, December 31, 2017	$ 268	$ 84	$ 311	$ 36	$ 699
Depreciation for the period	**46**	**11**	**53**	**20**	**130**
Reversal of Depreciation on disposals	**-**	**-**	**-**	**(3)**	**(3)**
Balance, March 31, 2018	**$ 314**	**$ 95**	**$ 364**	**$ 53**	**$ 826**

Net book value					
Balance, December 31, 2017	$ 1,455	$ 127	$ 755	$ 857	$ 3,194
Balance, March 31, 2018	**$ 1,418**	**$ 128**	**$ 732**	**$ 833**	**$ 3,111**

9. Goodwill and intangible assets

Cost	Goodwill	Patents	Computer Software	Total
Balance, December 31, 2017	$ 833	$ 3,529	$ 41	$ 4,403
Additions	**-**	**99**	**9**	**108**
Balance, March 31, 2018	**$ 833**	**$ 3,628**	**$ 50**	**$ 4,511**

Accumulated Amortization				
Balance, December 31, 2017	$ -	$ 739	$ 2	$ 741
Amortization for Q1 2018	**-**	**123**	**1**	**124**
Balance, March 31, 2018	**$ -**	**$ 862**	**$ 3**	**$ 865**

Net book value				
Balance, December 31, 2017	$ 833	$ 2,790	$ 39	$ 3,662
Balance, March 31, 2018	**$ 833**	**$ 2,766**	**$ 47**	**$ 3,646**

Amounts reported in thousands ($000's CAD) except per share amounts

10. Equipment buyback option

	March 31, 2018	December 31, 2017
Equipment buyback option	$ 375	$ -
	$ 375	$ -

As at March 31, 2018, the Company had a buyback arrangement relating to a truck that the Company sold to a customer with an option for the customer to sell it back to the Company at an agreed price within the next six months.

11. Finance leases obligation

As at March 31, 2018, the Company had one Hydrovac truck lease, one other financial obligation and a computer equipment lease, repayable in monthly installments totalling of $16 with final installments totalling $152, bearing interest at rates between 2% and 7%.

	March 31, 2018	December 31, 2017
Finance leases obligation	$ 698	$ 735
Less: current portion of finance leases	(153)	(151)
	$ 545	$ 584

Amounts due on the Hydrovac truck leases and computer equipment lease in the next four years are as follows:

2018	$ 144
2019	193
2020	192
2021	262
2022	-
Total minimum lease payments	791
Amount representing interest	(93)
Present value of minimum lease payments	698
Less current portion of finance lease	(153)
	$ 545

The Hydrovac truck leases resulted from two sale and leaseback transactions where the Company sold the trucks to a third party and leased them back under terms requiring treatment as finance leases.

12. Share capital

The Company is authorized to issue an unlimited number of Class "A" Common Shares ("Common Shares") without nominal or par value.

Amounts reported in thousands ($000's CAD) except per share amounts

As at March 31, 2018 there were 126,716,519 Common Shares outstanding. No shares were issued during the period.

As of December 31, 2017, 9.0 million shares were held in escrow as a result of the spin-out transaction in 2016. These shares were released from escrow on January 7, 2018.

No dividends were declared during the period.

13. Common share purchase warrants

As at March 31, 2018 there were 3,100,000 Warrants outstanding.

14. Stock options

As at March 31, 2018, there were 8,400,000 stock options outstanding with a weighted average exercise price of $0.11 and weighted average remaining contractual life of 4.6 years. 2,700,001 options were exercisable at a weighted average exercise price of $0.11. No options were granted during the period.

15. Contractual obligations and commitments

Operating lease commitments

The Company rents premises in Stettler, Canada, under an operating lease that requires annual payments of $234 which expires June 30, 2021. This lease may be canceled upon 6 months' notice. The Company also rents office space in Calgary, Canada, under a sub-lease which expires on July 31, 2019 that requires annual payments of $75. The Company also rents premises in Calgary under an operating lease that requires annual payments of $78 which expires on November 30, 2019. The Company rents premises in Beijing, China, under an operating lease that requires annual payments of $79 which expires in August 2019.

TGHL has the following lease commitments, which will be funded from ongoing operations over the next 5 years:

Stettler	$ 176	$ 234	$ 234	$ 117	$ -
Calgary Office	56	44	-	-	-
Calgary Other	59	72	-	-	-
Beijing Office	60	53	-	-	-
	$ 351	**$ 403**	**$ 234**	**$ 117**	**$ -**

16. Capital disclosure and management

TGHL does not have any externally imposed restrictions on its capital. TGHL considers its net free cash to be its capital and manages the amounts based upon the projected needs of its geographic operating segments. TGHL monitors these amounts to ensure there is adequate cash to support the North American operations and the planned expansion in China. Should the projected requirements not be fulfilled, TGHL expects to raise additional cash through either the issuance of additional equity, acquisition of additional debt, or a combination thereof. As at March 31, 2018, TGHL had $4,684 cash which is expected to meet the budgeted requirements for the next 12 months.

17. Related party transactions

The Company did not have any related party transactions for the three month period ended March 31, 2018.

Amounts reported in thousands ($000's CAD) except per share amounts

18. Cash flow changes from financing activities

Details of changes in financing activities for the three months ended March 31, 2018 are as follows:

			Fair Value / Amortization	
Finance lease receivable	503	28	-	475
Finance leases obligation	735	(37)	-	698
Foreign currency forward contracts	-	-	4	4
Total	**$ 1,238**	**$ (9)**	**$ 4**	**$ 1,177**

19. Changes in non-cash working capital

	Three Months ended March 31	
	2018	2017
Cash provided by (used for):		
Accounts receivable	**$ 486**	$ (554)
Inventory	**(2,582)**	(278)
Prepaid expenses and other assets	**33**	20
Accounts payable and accrued liabilities	**969**	(111)
Current tax payable	**(33)**	-
Total cash used for operating activities	**$ (1,127)**	$ (923)