

exactEarth Ltd.
Interim Consolidated Statement of Financial Position
(in thousands of Canadian Dollars)
Unaudited

	As at January 31, 2016	As at October 31, 2015
	<u>\$</u>	<u>\$</u>
ASSETS		
Current assets		
Cash	1,676	2,365
Trade accounts receivable	4,581	3,865
Due from related party	62	-
Unbilled revenue	1,590	1,954
Prepaid expenses and other assets	887	676
Total current assets	<u>8,796</u>	<u>8,860</u>
Property, plant and equipment	48,484	48,538
Intangible assets	<u>26,622</u>	<u>24,646</u>
Total assets	<u><u>83,902</u></u>	<u><u>82,044</u></u>
LIABILITIES & EQUITY		
Current liabilities		
Accounts payable and accrued liabilities	9,672	10,966
Due to related parties	49,036	295
Deferred revenue	1,305	1,037
Current portion of government loan	368	361
Total current liabilities	<u>60,381</u>	<u>12,659</u>
Government loan	1,342	1,436
Due to related parties	-	44,801
Long-term profit sharing plan liability	102	82
Total liabilities	<u>61,825</u>	<u>58,978</u>
Shareholders' equity		
Share capital	55,120	55,120
Contributed surplus	249	249
Accumulated other comprehensive loss	(284)	(296)
Deficit	(33,008)	(32,007)
Total shareholders' equity	<u>22,077</u>	<u>23,066</u>
Total liabilities and equity	<u><u>83,902</u></u>	<u><u>82,044</u></u>

See accompanying notes

On behalf of the Board:

Maria Izurieta, Director - exactEarth Ltd.

Peter Mabson, Director - exactEarth Ltd.

exactEarth Ltd.
Interim Consolidated Statement of Comprehensive Loss
(in thousands of Canadian Dollars)
Unaudited

For the three months ended	January 31, 2016 \$	January 30, 2015 \$
Revenue	6,380	5,418
Cost of revenue	2,628	2,583
Gross margin	3,752	2,835
Operating expenses		
Research and development	10	15
Selling, general and administrative	1,941	1,551
Product development	453	329
Depreciation and amortization	1,377	1,369
Loss from operations	(29)	(429)
Other (income) expense		
Other expense	-	56
Foreign exchange loss	678	149
Interest expense	294	320
Total other expense	972	525
Income tax expense	-	-
Net loss	(1,001)	(954)
Other comprehensive loss		
Items that may be subsequently reclassified to net income:		
Foreign currency translation, net of income tax expense	12	(124)
Total other comprehensive loss	12	(124)
Comprehensive loss	(989)	(1,078)
Basic and diluted loss per share	(0.09)	(0.09)

exactEarth Ltd.
Interim Consolidated Statement of Cash Flows
(in thousands of Canadian Dollars)
Unaudited

For the three months ended	<u>January 31,</u> <u>2016</u> \$	<u>January 30,</u> <u>2015</u> \$
Net loss	(1,001)	(954)
Add (deduct) items not involving cash		
Imputed interest on government loan	36	40
Depreciation and amortization	1,377	1,369
Settlement of long term incentive plan	-	(1)
Foreign exchange loss on revaluation of foreign currency shareholder loans	224	204
Long-term profit sharing plan liability	20	203
Change in non-cash working capital balances	<u>(1,036)</u>	<u>(2,330)</u>
Cash flows used in operations	<u>(380)</u>	<u>(1,469)</u>
 Investing activities		
Acquisition of property, plant, and equipment	(987)	(3,577)
Acquisition of intangible assets	<u>(2,320)</u>	<u>(197)</u>
Cash flows used in investing activities	<u>(3,307)</u>	<u>(3,774)</u>
 Financing activities		
Government loan repayment	(123)	-
Shareholder loan advances	<u>3,000</u>	<u>4,000</u>
Cash flows from financing activities	<u>2,877</u>	<u>4,000</u>
 Effect of exchange rate changes on cash	121	15
 Net decrease in cash	(689)	(1,228)
Cash, beginning of the period	<u>2,365</u>	<u>2,403</u>
Cash, end of the period	<u><u>1,676</u></u>	<u><u>1,175</u></u>
 Supplemental cash flow information		
Interest paid	<u>334</u>	<u>802</u>
Interest received	<u>4</u>	<u>18</u>
Taxes paid	<u>-</u>	<u>-</u>

exactEarth Ltd.
Interim Consolidated Statement of Changes in Equity
(in thousands of Canadian Dollars)
Unaudited

For the Three Months Ended January 31, 2016	Total	Deficit	Accumulated Other Comprehensive Loss	Share Capital	Contributed Surplus
	\$	\$	\$	\$	\$
Balance October 31, 2015	23,066	(32,007)	(296)	55,120	249
Comprehensive loss	(989)	(1,001)	12	-	-
Balance January 31, 2016	<u>22,077</u>	<u>(33,008)</u>	<u>(284)</u>	<u>55,120</u>	<u>249</u>
For the Three Months Ended January 30, 2015					
Balance October 31, 2014	24,356	(30,952)	(62)	55,120	250
Settlement of long-term incentive plans	(1)	-	-	-	(1)
Comprehensive loss	(1,078)	(954)	(124)	-	-
Balance January 30, 2015	<u>23,277</u>	<u>(31,906)</u>	<u>(186)</u>	<u>55,120</u>	<u>249</u>