

Consolidated (Loss) Income Statement

<i>(Unaudited)</i> <i>(amounts in millions of Canadian dollars, except per share amounts)</i>	Three months ended September 30		Six months ended September 30	
	2020	2019	2020	2019
Revenue	\$ 704.7	\$ 896.8	\$ 1,255.2	\$ 1,722.4
Cost of sales	513.7	660.1	956.2	1,242.0
Gross profit	\$ 191.0	\$ 236.7	\$ 299.0	\$ 480.4
Research and development expenses	25.6	35.8	45.7	67.7
Selling, general and administrative expenses	88.2	98.0	182.1	211.3
Other (gains) and losses	(2.7)	(11.5)	93.9	(11.8)
Share of after-tax loss (profit) of equity accounted investees	0.6	(10.4)	8.3	(22.5)
Restructuring costs	51.1	—	51.1	—
Operating profit (loss)	\$ 28.2	\$ 124.8	\$ (82.1)	\$ 235.7
Finance expense – net	35.2	34.3	70.3	69.2
(Loss) earnings before income taxes	\$ (7.0)	\$ 90.5	\$ (152.4)	\$ 166.5
Income tax (recovery) expense	(1.0)	15.5	(36.4)	28.5
Net (loss) income	\$ (6.0)	\$ 75.0	\$ (116.0)	\$ 138.0
Attributable to:				
Equity holders of the Company	\$ (5.2)	\$ 73.8	\$ (115.8)	\$ 135.3
Non-controlling interests	(0.8)	1.2	(0.2)	2.7
(Loss) earnings per share attributable to equity holders of the Company				
Basic and diluted	\$ (0.02)	\$ 0.28	\$ (0.44)	\$ 0.51

Consolidated Statement of Comprehensive Income (Loss)

<i>(Unaudited)</i> <i>(amounts in millions of Canadian dollars)</i>	Three months ended September 30		Six months ended September 30	
	2020	2019	2020	2019
Net (loss) income	\$ (6.0)	\$ 75.0	\$ (116.0)	\$ 138.0
Items that may be reclassified to net (loss) income				
Foreign currency exchange differences on translation of foreign operations	\$ (13.7)	\$ (18.7)	\$ (119.6)	\$ (88.0)
Reclassification to income of foreign currency exchange differences	(10.7)	(10.0)	(16.5)	(11.9)
Net gain (loss) on cash flow hedges	13.1	(3.0)	43.4	9.5
Reclassification to income of losses on cash flow hedges	(7.4)	(2.4)	(12.4)	(3.1)
Net gain (loss) on hedges of net investment in foreign operations	25.1	(12.6)	72.2	9.9
Income taxes	(3.6)	10.6	(11.0)	9.8
	\$ 2.8	\$ (36.1)	\$ (43.9)	\$ (73.8)
Items that will never be reclassified to net (loss) income				
Remeasurement of defined benefit pension plan obligations	\$ 15.1	\$ (16.8)	\$ (107.9)	\$ (60.4)
Net gain (loss) on financial assets carried at fair value through OCI	0.1	—	—	(0.1)
Income taxes	(3.8)	4.5	28.5	16.0
	\$ 11.4	\$ (12.3)	\$ (79.4)	\$ (44.5)
Other comprehensive income (loss)	\$ 14.2	\$ (48.4)	\$ (123.3)	\$ (118.3)
Total comprehensive income (loss)	\$ 8.2	\$ 26.6	\$ (239.3)	\$ 19.7
Attributable to:				
Equity holders of the Company	\$ 9.4	\$ 25.5	\$ (236.3)	\$ 18.4
Non-controlling interests	(1.2)	1.1	(3.0)	1.3

Consolidated Statement of Financial Position

<i>(Unaudited)</i>	September 30	March 31
<i>(amounts in millions of Canadian dollars)</i>	2020	2020
Assets		
Cash and cash equivalents	\$ 258.0	\$ 946.5
Accounts receivable	547.6	566.1
Contract assets	501.1	569.3
Inventories	711.6	616.2
Prepayments	60.0	55.1
Income taxes recoverable	30.5	30.4
Derivative financial assets	21.7	25.0
Total current assets	\$ 2,130.5	\$ 2,808.6
Property, plant and equipment	1,951.7	2,154.0
Right-of-use assets	367.6	395.9
Intangible assets	1,950.6	2,056.5
Investment in equity accounted investees	416.6	460.6
Deferred tax assets	108.9	84.5
Derivative financial assets	8.5	13.1
Other non-current assets	507.2	510.4
Total assets	\$ 7,441.6	\$ 8,483.6
Liabilities and equity		
Accounts payable and accrued liabilities	\$ 871.4	\$ 934.4
Provisions	41.7	29.2
Income taxes payable	28.5	26.4
Contract liabilities	689.4	746.2
Current portion of long-term debt	229.5	206.2
Derivative financial liabilities	48.3	119.9
Total current liabilities	\$ 1,908.8	\$ 2,062.3
Provisions	30.6	28.6
Long-term debt	2,387.4	3,106.0
Royalty obligations	136.6	141.1
Employee benefits obligations	330.6	212.8
Deferred tax liabilities	104.1	150.6
Derivative financial liabilities	5.1	12.8
Other non-current liabilities	189.5	191.1
Total liabilities	\$ 5,092.7	\$ 5,905.3
Equity		
Share capital	\$ 682.3	\$ 679.5
Contributed surplus	34.0	26.9
Accumulated other comprehensive income	152.1	193.2
Retained earnings	1,394.9	1,590.1
Equity attributable to equity holders of the Company	\$ 2,263.3	\$ 2,489.7
Non-controlling interests	85.6	88.6
Total equity	\$ 2,348.9	\$ 2,578.3
Total liabilities and equity	\$ 7,441.6	\$ 8,483.6

Consolidated Statement of Changes in Equity

(Unaudited)

Attributable to equity holders of the Company

Six months ended September 30, 2020
(amounts in millions of Canadian dollars,
except number of shares)

	Common shares		Contributed surplus	Accumulated other comprehensive income		Retained earnings	Total	Non-controlling interests	Total equity
	Number of shares	Stated value							
Balances as at March 31, 2020	265,619,627	\$ 679.5	\$ 26.9	\$ 193.2	\$ 1,590.1	\$ 2,489.7	\$ 88.6	\$ 2,578.3	
Net loss	—	\$ —	\$ —	\$ —	\$ (115.8)	\$ (115.8)	\$ (0.2)	\$ (116.0)	
Other comprehensive loss	—	—	—	(41.1)	(79.4)	(120.5)	(2.8)	(123.3)	
Total comprehensive loss	—	\$ —	\$ —	\$ (41.1)	\$ (195.2)	\$ (236.3)	\$ (3.0)	\$ (239.3)	
Exercise of stock options	167,500	2.8	(0.4)	—	—	2.4	—	2.4	
Share-based payments expense	—	—	7.5	—	—	7.5	—	7.5	
Balances as at September 30, 2020	265,787,127	\$ 682.3	\$ 34.0	\$ 152.1	\$ 1,394.9	\$ 2,263.3	\$ 85.6	\$ 2,348.9	

Attributable to equity holders of the Company

Six months ended September 30, 2019
(amounts in millions of Canadian dollars,
except number of shares)

	Common shares		Contributed surplus	Accumulated other comprehensive income		Retained earnings	Total	Non-controlling interests	Total equity
	Number of shares	Stated value							
Balances as at April 1, 2019	265,447,603	\$ 649.6	\$ 24.8	\$ 199.0	\$ 1,430.4	\$ 2,303.8	\$ 78.7	\$ 2,382.5	
Net income	—	\$ —	\$ —	\$ —	\$ 135.3	\$ 135.3	\$ 2.7	\$ 138.0	
Other comprehensive loss	—	—	—	(72.5)	(44.4)	(116.9)	(1.4)	(118.3)	
Total comprehensive (loss) income	—	\$ —	\$ —	\$ (72.5)	\$ 90.9	\$ 18.4	\$ 1.3	\$ 19.7	
Exercise of stock options	981,405	19.6	(2.4)	—	—	17.2	—	17.2	
Optional cash purchase of common shares	981	—	—	—	—	—	—	—	
Repurchase and cancellation of common shares	(591,731)	(1.5)	—	—	(18.7)	(20.2)	—	(20.2)	
Share-based payments expense	—	—	4.5	—	—	4.5	—	4.5	
Transactions with non-controlling interests	—	—	—	—	—	—	1.5	1.5	
Stock dividends	59,028	2.0	—	—	(2.0)	—	—	—	
Cash dividends	—	—	—	—	(53.9)	(53.9)	—	(53.9)	
Balances as at September 30, 2019	265,897,286	\$ 669.7	\$ 26.9	\$ 126.5	\$ 1,446.7	\$ 2,269.8	\$ 81.5	\$ 2,351.3	

Consolidated Statement of Cash Flows

(Unaudited)

Six months ended September 30

(amounts in millions of Canadian dollars)

	2020	2019
Operating activities		
Net (loss) income	\$ (116.0)	\$ 138.0
Adjustments for:		
Depreciation and amortization	161.8	149.2
Impairment of non-financial assets	128.3	—
Share of after-tax loss (profit) of equity accounted investees	8.3	(22.5)
Deferred income taxes	(46.1)	12.8
Investment tax credits	(8.6)	(6.0)
Share-based payments expense	12.9	11.3
Defined benefit pension plans	9.6	9.0
Other non-current liabilities	(9.2)	(19.0)
Derivative financial assets and liabilities – net	(30.1)	(8.0)
Other	29.9	25.6
Changes in non-cash working capital	(183.6)	(313.7)
Net cash used in operating activities	\$ (42.8)	\$ (23.3)
Investing activities		
Business combinations, net of cash acquired	\$ —	\$ (9.2)
Additions to property, plant and equipment	(33.2)	(147.8)
Proceeds from disposal of property, plant and equipment	0.2	0.4
Additions to intangible assets	(28.7)	(48.4)
Net proceeds from equity accounted investees	0.9	—
Dividends received from equity accounted investees	10.0	8.6
Other	(0.1)	1.5
Net cash used in investing activities	\$ (50.9)	\$ (194.9)
Financing activities		
Net (repayment) proceeds from borrowing under revolving credit facilities	\$ (555.4)	\$ 197.9
Proceeds from long-term debt	17.3	16.2
Repayment of long-term debt	(11.7)	(108.8)
Repayment of lease liabilities	(39.0)	(39.6)
Dividends paid	—	(53.9)
Issuance of common shares	2.4	17.2
Repurchase and cancellation of common shares	—	(20.2)
Other	(0.7)	(1.4)
Net cash (used in) provided by financing activities	\$ (587.1)	\$ 7.4
Effect of foreign currency exchange differences on cash and cash equivalents	\$ (7.7)	\$ (12.8)
Net decrease in cash and cash equivalents	\$ (688.5)	\$ (223.6)
Cash and cash equivalents, beginning of period	946.5	446.1
Cash and cash equivalents, end of period	\$ 258.0	\$ 222.5