Unaudited Condensed Interim Consolidated Financial Statements of

CERVUS EQUIPMENT CORPORATION

For the three month periods ended March 31, 2019 and 2018

CERVUS EQUIPMENT CORPORATION
Unaudited Condensed Interim Consolidated Statements of Financial Position
As at March 31, 2019 and December 31, 2018

($ thousands)	Note	March 31, 2019	December 31, 2018
Assets			
Current assets			
Cash and cash equivalents		**$ 2,562**	$ 6,106
Trade and other accounts receivable		**69,464**	71,969
Inventories	5	**378,876**	330,627
Total current assets		**450,902**	408,702
Non-current assets			
Other long-term assets		**13,582**	9,375
Property and equipment		**54,434**	58,328
Right-of-use assets	3	**82,042**	-
Intangible assets		**41,409**	42,640
Goodwill		**21,836**	21,624
Total non-current assets		**213,303**	131,967
Total assets		**$ 664,205**	$ 540,669
Liabilities			
Current liabilities			
Trade and other liabilities		**$ 73,758**	$ 78,352
Floor plan payables	6	**186,397**	157,615
Current portion of term debt	6	**13,488**	13,964
Current portion of finance lease obligation	3	**9,681**	3,770
Total current liabilities		**283,324**	253,701
Non-current liabilities			
Term debt	6	**45,995**	25,123
Finance lease obligation	3	**83,646**	7,501
Deferred income tax liability	7	**8,692**	8,843
Total non-current liabilities		**138,333**	41,467
Total liabilities		**421,657**	295,168
Equity			
Shareholders' capital	8	**86,247**	86,540
Deferred share plan		**9,807**	8,693
Other reserves		**5,195**	5,195
Accumulated other comprehensive income		**466**	506
Retained earnings		**140,833**	144,567
Total equity		**242,548**	245,501
Total liabilities and equity		**$ 664,205**	$ 540,669

Approved by the Board:
"Peter Lacey" Director   "Steven Collicutt" Director

The accompanying notes are an integral part of these consolidated financial statements.

CERVUS EQUIPMENT CORPORATION
Unaudited Condensed Interim Consolidated Statements of Comprehensive (Loss) Income
For the three month periods ended March 31, 2019 and 2018

		Three month periods ended March 31	
($ thousands)	**Note**	**2019**	**2018**
Revenue			
Equipment sales		**$ 161,241**	$ 178,725
Parts		**48,865**	45,756
Service		**21,430**	20,460
Rentals		**3,262**	3,765
Total revenue		**234,798**	248,706
Cost of sales		**(192,076)**	(206,913)
Gross profit		**42,722**	41,793
Other income	9	**1,105**	603
Selling, general and administrative expense		**(43,121)**	(41,687)
Income from operating activities		**706**	709
Finance income		**187**	136
Finance costs		**(3,037)**	(1,343)
Net finance costs	10	**(2,850)**	(1,207)
Loss before income tax expense		**(2,144)**	(498)
Income tax (expense) recovery	7	**(570)**	353
Loss for the period		**(2,714)**	(145)
Other comprehensive (loss) income			
Foreign currency translation differences for foreign operations, net of tax		**(40)**	813
Total comprehensive (loss) income for the period		**(2,754)**	668
Net loss per share attributable to shareholders of the Company:			
Basic	11	**$** (0.17)	$ (0.01)
Diluted	11	**$** (0.17)	$ (0.01)

The accompanying notes are an integral part of these consolidated financial statements.

CERVUS EQUIPMENT CORPORATION

Unaudited Condensed Interim Consolidated Statements of Changes in Equity

For the three month periods ended March 31, 2019 and 2018

Attributable to Equity Holders of the Company								
($ thousands)	Note	Share capital	Deferred share plan	Other reserves	Cumulative translation account	Retained earnings		Total
Balance December 31, 2017		**$ 88,163**	**$ 7,455**	**$ 5,195**	**$ 191**	**$ 124,249**	**$**	**$ 225,253**
Comprehensive income for the period								
(Loss)		-	-	-	-	(145)		(145)
Other comprehensive income								
Foreign currency translation adjustments, net of tax		-	-	-	813	-		813
Total comprehensive income for the period		-	-	-	813	(145)		668
Transactions with owners, recorded directly in equity								
Dividends to equity holders		-	-	-	-	(1,570)		(1,570)
Shares issued through DRIP		162	-	-	-	-		162
Shares issued through deferred share plan		117	(117)	-	-	-		-
Share-based payment transactions		-	1,094	-	-	-		1,094
Common shares repurchased		-	-	-	-	-		-
Transactions with owners		279	977	-	-	(1,570)		(314)
Balance March 31, 2018		**$ 88,442**	**$ 8,432**	**$ 5,195**	**$ 1,004**	**$ 122,534**	**$**	**$ 225,607**
Balance December 31, 2018		**$ 86,540**	**$ 8,693**	**$ 5,195**	**$ 506**	**$ 144,567**	**$**	**$ 245,501**
Balance at January 1, 2019, as previously reported		86,540	8,693	5,195	506	144,567		245,501
Impact of change in accounting policy	3	-	-	-	-	690		690
Adjusted balances at January 1, 2019		**$ 86,540**	**$ 8,693**	**$ 5,195**	**$ 506**	**$ 145,257**	**$**	**$ 246,191**
Comprehensive loss for the period								
(Loss)		-	-	-	-	(2,714)		(2,714)
Other comprehensive loss								
Foreign currency translation adjustments, net of tax		-	-	-	(40)	-		(40)
Total comprehensive loss for the period		-	-	-	(40)	(2,714)		(2,754)
Transactions with owners, recorded directly in equity								
Dividends to equity holders	8	-	-	-	-	(1,710)		(1,710)
Shares issued through DRIP	8	221	-	-	-	-		221
Shares issued through deferred share plan	8	175	(175)	-	-	-		-
Share-based payment transactions		-	1,289	-	-	-		1,289
Common shares repurchased	8	(689)	-	-	-	-		(689)
Transactions with owners		(293)	1,114	-	-	(1,710)		(889)
Balance March 31, 2019		**$ 86,247**	**$ 9,807**	**$ 5,195**	**$ 466**	**$ 140,833**	**$**	**$ 242,548**

CERVUS EQUIPMENT CORPORATION
Unaudited Condensed Interim Consolidated Statement of Cash Flows
For the three months ended March 31, 2019 and 2018

($ thousands)	Note	Three month periods ended March 31 2019	2018
Loss for the period		**$ (2,714)**	$ (145)
Adjustments for:			
Income tax expense (recovery)	7	**570**	(353)
Depreciation		**4,492**	2,735
Amortization of intangibles		**1,251**	1,211
Equity-settled share-based payment transactions		**1,289**	1,094
Net finance costs	10	**3,107**	1,552
Unrealized foreign exchange (gain) loss	9	**(598)**	635
Non-cash write-down of inventories	5	**273**	2,243
(Gain) on sale of property and equipment	9	**(163)**	(222)
(Gain) on sale of Commercial operations		**-**	(480)
Distributions from equity investments		**-**	6
Change in non-cash working capital	12	**(17,859)**	(19,168)
Cash (used in) operating activities		**(10,352)**	(10,892)
Cash taxes paid		**(4,505)**	(4,135)
Interest paid		**(3,293)**	(1,692)
Net cash (used in) operating activities		**(18,150)**	(16,719)
Cash flows from investing activities			
Interest received		**187**	136
Purchase of property and equipment		**(3,641)**	(1,625)
Payments for intangible assets		**(84)**	(92)
Proceeds from disposal of property and equipment		**327**	410
Proceeds from sale of Commercial operations		**-**	14,218
Net cash (used in) provided from investing activities		**(3,211)**	13,047
Cash flows from financing activities			
Net proceeds (repayments) of term debt		**20,513**	(5,726)
Dividends paid		**(1,334)**	(936)
(Payment) of finance lease liabilities		**(1,379)**	(1,262)
Receipt of deposits with manufacturers		**455**	104
Purchase of common shares	8	**(689)**	-
Net cash provided from (used in) financing activities		**17,566**	(7,820)
Net decrease in cash and cash equivalents		**(3,795)**	(11,492)
Effect of foreign currency translation on cash		**251**	226
Cash and cash equivalents, beginning of period		**6,106**	14,502
Cash and cash equivalents, end of period		**$ 2,562**	$ 3,236

1. Reporting Entity

Cervus Equipment Corporation ("Cervus" or the "Company") is an incorporated entity under the Canada Business Corporations Act and is domiciled in Canada. The registered office of the Company is situated at 5201 – 333, 96th Avenue N.E., Calgary, Alberta, Canada, T3K 0S3. The unaudited condensed interim consolidated financial statements of the Company as at and for the period ended March 31, 2019, comprise the Company and its subsidiaries ("the Group").

The Company is primarily involved in the sale, after-sale service and maintenance of agricultural, transportation, and industrial equipment. The Company also provides equipment rental, primarily in the transportation, and industrial equipment segments. The Company wholly owns and operates 63 dealerships in Canada, New Zealand, and Australia. The primary equipment brands represented by Cervus include John Deere agricultural equipment; Peterbilt transportation equipment; and Clark, Sellick, Doosan, JLG, and Baumann material handling equipment. The common shares of Cervus are listed on the Toronto Stock Exchange and trade under the symbol "CERV".

2. Basis of Preparation

(a) Statement of Compliance

These unaudited condensed interim consolidated financial statements have been prepared in accordance with IAS 34, "Interim Financial Reporting". The unaudited condensed interim financial information should be read in conjunction with the audited annual consolidated financial statements prepared for the year ended December 31, 2018.

This is the first set of the Company's financial statements where IFRS 16 has been applied. Changes to the significant accounting policies are described in Note 3.

The Board of Directors authorized the issue of these unaudited condensed interim consolidated financial statements on May 7, 2019.

(b) Use of Judgements and Estimates

The preparation of interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these unaudited condensed interim consolidated financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the audited annual consolidated financial statements as at and for the year ended December 31, 2018.

3. Changes in Significant Accounting Policies

Except as described below, the accounting policies applied are consistent with those of the audited annual consolidated financial statements prepared for the year ended December 31, 2018. The following changes in accounting policies will also be reflected in the Company's annual financial statements as at and for the year ended December 31, 2019.

IFRS 16 Leases

The Company adopted IFRS 16 *Leases* effective January 1, 2019. IFRS 16 replaces existing lease guidance, including IAS 17 Lease, IFRIC 4 Determining whether an Arrangement contains a Lease, SIC-15 Operating Leases – Incentives and SIC 27 Evaluating the Substance of Transactions Involving the Legal Form of a Lease.

The Company has adopted IFRS 16 using the modified retrospective approach, with the cumulative effect of initially applying this standard recognized in retained earnings on the date of initial application (i.e., January 1, 2019). Accordingly, the comparative information has not been restated, and continues to be reported under IAS 17 and IFRIC 4. The details of the changes in accounting policies are described below.

(a) Definition of a Lease

Previously, the Company determined at contract inception whether an arrangement is or contains a lease under IFRIC 4. Under IFRS 16, the Company assesses whether a contract is or contains a lease based on the definition of a lease under this standard. Under IFRS 16, a contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

On transition to IFRS 16, the Company elected to apply the practical expedient to grandfather the assessment of which transactions are leases. It applied IFRS 16 only to contracts that were previously identified as leases. Contracts that were not identified as leases under IAS 17 and IFRIC 4 were not reassessed for whether there is a lease. Therefore, the definition of a lease under IFRS 16 was applied only to contracts entered into or changed on or after January 1, 2019.

(b) Leases in which the Company is Lessee

As a lessee, the Company previously classified leases as operating or finance leases based on its assessment of whether the lease transferred significantly all of the risks and rewards incidental to ownership of the underlying asset to the Company. Under IFRS 16, the Company recognizes right-of-use assets and lease liabilities for most leases – i.e., these leases are on-balance sheet.

The Company decided to apply recognition exemptions to short-term leases of buildings, and leases of low-value office equipment. For leases of all other assets, which were classified as operating under IAS 17, the Company recognized right-of-use assets and lease liabilities.

i. Leases classified as Operating Leases under IAS 17

At transition, lease liabilities were measured at the present value of the remaining lease payments, discounted at the Company's incremental borrowing rate as at January 1, 2019. Right-of-use assets are measured at the amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments.

3. Changes in Significant Accounting Policies (continued)

(b) Leases in which the Company is Lessee (continued)

i. Leases classified as Operating Leases under IAS 17 (continued)

The Company used the following practical expedients when applying IFRS 16 to leases previously classified as operating leases under IAS 17.

- Applied a single discount rate to a portfolio of leases with similar characteristics.
- Applied the exemption not to recognize right-of-use assets and liabilities for leases with less than 12 months of lease term.
- Excluded initial direct costs from measuring the right-of-use asset at the date of initial application.
- Used hindsight when determining the lease term if the contract contains options to extend or terminate the lease.

ii. Leases previously classified as Finance Leases under IAS 17

For leases that were classified as finance leases under IAS 17, the carrying amount of the right-of-use asset and the lease liability at January 1, 2019 are determined at the carrying amount of the lease asset and lease liability under IAS 17 immediately before that date.

(c) Leases in which the Company is Lessor

The Company is not required to make any adjustments on transition to IFRS 16 for leases in which it acts as a lessor, except for a sub-lease. The Company accounted for its leases in accordance with IFRS 16 from the date of initial application.

Under IFRS 16, the Company is required to assess the classification of a sub-lease with reference to the right-of-use asset, not the underlying asset. On transition, the Company reassessed the classification of its sub-lease contracts previously classified as operating leases under IAS 17. The Company concluded that certain sub-leases are finance leases under IFRS 16.

(d) Impacts on Financial Statements

On transition to IFRS 16, the Company recognized an additional $84.2 million of right-of-use assets and $84.2 million of lease liabilities.

When measuring lease liabilities, the Company discounted lease payments using its incremental borrowing rate applicable to the assets at January 1, 2019. The weighted average rate applied is 7.8%.

$ thousands	**January 1, 2019**
Operating lease commitment at December 31, 2018 as disclosed in the Company's consolidated financial statements	$ 130,584
Discounted using the incremental borrowing rate at January 1, 2019	(57,446)
Finance lease liabilities recognized as at January 1, 2019	$ 73,138
Recognition exemption for:	
Leases of low-value assets	(25)
Extension options reasonably certain to be exercised	11,116
Lease liabilities recognized as at January 1, 2019	$ 84,229

3. Changes in Significant Accounting Policies (continued)

(d) Impacts on Financial Statements (continued)

The associated right-of-use assets for property leases were measured at the amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments relating to that lease recognized in the statement of financial position as at December 31, 2018. There were no onerous contracts that would have required an adjustment to the right-of-use assets at the date of initial application.

The recognized right-of-use assets relate to the following types of assets:

$ thousands	**March 31, 2019**	January 1, 2019
Buildings	**$ 80,551**	$ 82,748
Motor vehicles	**1,365**	1,341
Office equipment	**126**	140
Total right-of-use assets	**$ 82,042**	$ 84,229

4. Seasonality

The Canadian, New Zealand and Australian retailing of agricultural, transportation, and industrial equipment is influenced by seasonality. Sales activity for the Agricultural equipment segment is normally highest between April and September during growing seasons in Canada and July through December in New Zealand and Australia. Sales in the Transportation and Industrial equipment segments are not as heavily impacted by seasonality but do see slower sales activity in the winter months. As a result, profit or losses may not accrue uniformly from quarter to quarter.

5. Inventories

($ thousands)	**March 31, 2019**	December 31, 2018
New equipment	**$ 154,853**	$ 114,667
Used equipment	**168,564**	164,144
Parts and accessories	**53,767**	50,285
Work-in-progress	**1,692**	1,531
Total inventories	**$ 378,876**	$ 330,627

Included in costs of sales are amounts related to inventory write-downs of $273 thousand expense and $2,243 thousand expense for the three month periods ended March 31, 2019 and 2018, respectively.

6. Loans and Borrowings

Pre-Approved Credit Limits and Available Credit Facilities

The Company has various facilities, the amount available under which are limited to the lesser of pre-approved credit limits or the available unencumbered assets. A summary of the Company's maximum pre-approved credit limits on available credit facilities as at March 31, 2019, are as follows:

	March 31, 2019				December 31, 2018			
($ thousands)	Total Limits	Borrowings	Letters of Credit	Amount Available	Total Limits	Borrowings	Letters of Credit	Amount Available
Operating and other bank credit facilities	**122,838**	**41,516**	**2,400**	**78,922**	122,867	21,071	2,400	99,396
Capital facilities [(a)]		**9,760**				9,942		
Floor plan facilities and rental equipment term loan financing [(b)]		**195,100**				166,219		
Total borrowing		**246,376**				197,232		
Total current portion long term debt		**(13,488)**				(13,964)		
Total inventory floor plan facilities		**(186,397)**				(157,615)		
Deferred debt issuance costs		**(496)**				(530)		
Total long term debt		**45,995**				25,123		

(a) For capital facilities, the additional amount available under the facilities is limited to the lesser of the pre-approved credit limit of $9.8 million (December 31, 2018 - $9.9 million) or the available unencumbered assets which is estimated at $2.2 million as at March 31, 2019 (December 31, 2018 - $2.4 million).

(b) For floorplan facilities, the additional amount available under the facilities is limited to the lesser of the pre-approved credit limit of $422.8 million (December 31, 2018 - $418.4 million) or the available unencumbered assets which is estimated at $28.6 million as at March 31, 2019 (December 31, 2018 - $33.5 million).

As at March 31, 2019, the Company is in compliance with all its covenants.

7. Income Taxes

Tax Expense (Recovery)

	Three month periods ended March 31	
($ thousands)	**2019**	**2018**
Current income tax expense	**$ 721**	$ 452
Deferred income tax (recovery)	**(151)**	(805)
Income tax expense (recovery)	**$ 570**	$ (353)

8. Capital and Other Components of Equity

The Company has unlimited authorized share capital without par value for all common shares. All issued common shares have been fully paid.

Share Capital

(thousands)	Number of common shares	Total carrying amount
Balance at January 1, 2018	15,675	$ 88,163
Issued under the DRIP plan	11	162
Issued under the deferred share plan	13	117
Balance at March 31, 2018	15,699	$ 88,442
Issued under the DRIP plan	41	548
Issued under the deferred share plan	17	159
Repurchased under the NCIB	(198)	(2,609)
Balance at December 31, 2018	15,559	86,540
Issued under the DRIP plan	**19**	**221**
Issued under the deferred share plan	**14**	**175**
Repurchased under the NCIB	**(53)**	**(689)**
Balance at March 31, 2019	**15,539**	**$ 86,247**

Normal Course Issuer Bid

On September 10, 2018, the Company announced a Normal Course Issuer Bid (the “Bid”), which commenced on September 13, 2018, to purchase up to a maximum of 1,031 thousand common shares (the “Shares”) for cancellation before September 12, 2019. Cervus appointed Raymond James Ltd. as its broker, to conduct the Bid on behalf of the Company. All purchases are to be made in accordance with the September 2018 Bid at the prevailing market price of the Shares at the time of purchase.

For the three months ended March 31, 2019, the Company had repurchased and cancelled 53 thousand common shares at a weighted average price of $13.06 per share under the Bid.

9. Other Income

Other income for the three month periods ended March 31, 2019 and 2018 is comprised of the following:

	Three month periods ended March 31	
($ thousands)	**2019**	**2018**
Net gain on sale of property and equipment	**$ 163**	$ 222
Gain on sale of Commercial operations	**-**	480
Unrealized foreign exchange gain (loss) [(a)]	**598**	(635)
Other income	**344**	536
Total other income	**$ 1,105**	$ 603

(a) Unrealized foreign exchange gain (loss) is due to changes in fair value of our foreign exchange derivative and from period close translation of accounts payable and floorplan payables denominated in U.S. dollars.

10. Finance Income and Finance Costs

	Three month periods ended March 31	
($ thousands)	**2019**	**2018**
Finance income	**$ 187**	$ 136
Interest expense on mortgage and term debt obligations	**(476)**	(374)
Interest expense on financial liabilities	**(2,818)**	(1,314)
Finance costs	**$ (3,294)**	$ (1,688)
Net finance costs recognized separately	**(2,850)**	(1,207)
Net finance costs recognized in cost of sales	**(257)**	(345)
Total net finance costs	**$ (3,107)**	$ (1,552)

11. Earnings per Share

Per Share Amounts

Both basic and diluted earnings per share have been calculated using the net earnings attributable to the shareholders of the Company as the numerator. No adjustments to net earnings were necessary for the three month periods ended March 31, 2019 and 2018.

Weighted Average Number of Common Shares

The weighted average number of shares for the purposes of diluted earnings per share can be reconciled to the weighted average number of basic shares as follows:

	Three month periods ended March 31	
($ thousands)	**2019**	**2018**
Issued common shares opening	**15,559**	15,675
Effect of shares issued under the DRIP plan	**16**	9
Effect of shares issued under the deferred share plan	**1**	2
Effect of shares repurchased from NCIB	**(30)**	-
Weighted average number of common shares	**15,546**	15,686

Weighted Average Number of Diluted Shares

The calculation of diluted loss per share at March 31, 2019 and 2018 was based on the loss attributable to common shareholders and the weighted average number of common shares outstanding. All deferred share units of 960 thousand for the period ended March 31, 2019 (2018 – 809 thousand) have been excluded, as they are considered anti-dilutive.

12. Supplemental Cash Flow Information

	Three month periods ended March 31	
($ thousands)	**2019**	**2018**
Changes in non-cash working capital:		
Inventory	**(50,676)**	(90,783)
Floorplan	**28,515**	78,030
Trade and other receivables	**5,128**	(5,130)
Trade and other liabilities	**(826)**	(1,285)
Total change in non-cash working capital	**(17,859)**	(19,168)

13. Segment Information

The Company operates under three segments: Agriculture, Transportation, and Industrial based on the industries which they serve. These segments are managed separately, and strategic decisions are made on the basis of their respective operating results. These three business segments are considered to be the Company's three strategic business units. The three business segments offer different products and services and are managed separately as they operate in different markets and require separate strategies. For each of the strategic business units, the Company's key decision makers review internal management reports on a monthly basis.

Each of these business segment operations are supported by a single shared corporate head office. Certain corporate head office expenses are allocated to the business segments under either specific identification approach or a usage based metric. The corporate head office also incurs certain costs which are considered as public company costs, which are allocated to the segments based on the gross margin of the Canadian operations. Total corporate related expenditures, excluding income taxes, that have been allocated for the three month periods ended March 31, 2019 and 2018 are $830 thousand and $582 thousand, respectively.

The following is a summary of financial information for each of the reportable segments.

($ thousands)	Agricultural Equipment	Transportation Equipment	Industrial Equipment	Total
Segmented income figures				
Three months ended March 31, 2019				
Revenue				
Equipment sales	$ 123,154	$ 31,584	$ 6,503	**161,241**
Parts	20,584	25,466	2,815	**48,865**
Service	10,236	7,894	3,300	**21,430**
Rentals	1,226	952	1,084	**3,262**
Total revenue	$ 155,200	$ 65,896	$ 13,702	**234,798**
Depreciation and amortization	3,259	1,648	836	**5,743**
Finance income	116	53	18	**187**
Finance expense including amounts in costs of sales	(2,081)	(1,072)	(141)	**(3,294)**
(Loss) income for the period before income tax	(2,077)	(93)	26	**(2,144)**
Capital additions, including finance leases	2,272	1,158	210	**3,640**
Segmented assets and liabilities as at March 31, 2019				
Reportable segment assets	$ 437,780	$ 190,031	$ 36,394	**$ 664,205**
Intangible assets	26,610	10,761	4,038	**41,409**
Goodwill	18,623	2,546	667	**21,836**
Reportable segment liabilities	268,640	131,986	21,031	**421,657**

13. Segment Information (continued)

($ thousands)	Agricultural Equipment	Transportation Equipment	Industrial Equipment	Total
Segmented income figures				
Three months ended March 31, 2018				
Revenue				
Equipment sales	$ 132,107	$ 38,609	$ 8,009	178,725
Parts	17,263	23,096	5,397	45,756
Service	8,747	8,079	3,634	20,460
Rentals	1,143	1,547	1,075	3,765
Total revenue	$ 159,260	$ 71,331	$ 18,115	$ 248,706
Depreciation and amortization	1,782	1,682	482	3,946
Finance income	78	45	13	136
Finance expense including amounts in costs of sales	(728)	(896)	(64)	(1,688)
(Loss) income for the period before income tax	(1,430)	(441)	1,373	(498)
Capital additions, including finance leases	1,242	46	337	1,625
Segmented assets and liabilities as at March 31, 2018				
Reportable segment assets	$ 345,571	$ 184,726	$ 40,588	$ 570,885
Intangible assets	22,896	11,549	4,222	38,667
Goodwill	15,757	2,546	667	18,970
Reportable segment liabilities	198,930	131,495	14,853	345,278

The Company primarily operates in Canada, but includes subsidiaries in Australia (Cervus Australia Pty Ltd.) and in New Zealand (Cervus NZ Equipment Ltd.), which together operate 15 agricultural equipment dealerships. Gross revenues for the three month periods ended March 31, 2019, for the New Zealand and Australian territories were $43,833 thousand (2018 – $43,516 thousand). Non-current assets for New Zealand and Australia as at March 31, 2019, were $30,697 thousand (2018 – $21,151 thousand). The Australia and New Zealand operations are included in the Agricultural Segment.

14. Commitments and Contingencies

The Company is a defendant and plaintiff in various other legal actions that arise in the normal course of business. The Company believes that any liabilities that might arise pertaining to such matters would not have a material effect on its consolidated financial position.

Financing Arrangements

John Deere Credit Inc. ("Deere Credit") and other financing companies provide financing to certain of the Company's customers. A portion of this financing is with recourse to the Company if the amounts are uncollectible. At March 31, 2019, payments in arrears by such customers aggregated $947 thousand (2018 - $542 thousand).

In addition, the Company is responsible for assuming all lease obligations held by its customers with Deere Credit and other financing companies through recourse arrangements for the net residual value of the lease outstanding at the maturity of the contract. At March 31, 2019, the net residual value of such leases aggregated $318,112 thousand (2018 - $269,572 thousand). Management believes that the potential liability in relation to the amounts outstanding is negligible and consequently, no accrual has been made in these financial statements in relation to any potential loss on assumed lease obligations.

15. Subsequent Event

Subsequent to March 31, 2019, and prior to May 7, 2019, the Company repurchased and cancelled 88 thousand common shares under the Normal Course Issuer Bid initiated on September 13, 2018, with a weighted average price per share of $13.22.