

LINAMAR CORPORATION

Notes to Consolidated Interim Financial Statements

For the nine months ended September 30, 2020 and September 30, 2019 (Unaudited)
(in thousands of Canadian dollars, except where otherwise noted)

Net earnings (loss) before income taxes reconciles to earnings before interest, taxes and amortization ("EBITDA") as follows:

	Three Months Ended		Nine Months Ended	
	September 30		September 30	
	2020	2019	2020	2019
	\$	\$	\$	\$
Net earnings (loss) before income taxes	170,195	128,855	226,118	500,210
Amortization of property, plant and equipment	98,977	90,465	298,113	263,857
Amortization of other intangible assets	11,065	10,034	32,570	30,958
Property, plant and equipment impairment provision	11,725	-	11,725	-
Finance costs	7,734	15,989	38,140	52,969
Other interest	889	405	2,950	891
EBITDA	300,585	245,748	609,616	848,885
Transportation	243,323	192,482	452,402	592,028
Industrial	57,262	53,266	157,214	256,857
	300,585	245,748	609,616	848,885

14 Subsequent Events

During the first nine months of 2020, the outbreak of the novel strain of coronavirus, specifically identified as COVID-19, spread across the globe impacting worldwide economic activity. The extent to which the financial results and condition of the Company in future periods may be affected depends on future developments and cannot be reliably determined at the date of these interim financial statements. The Company is constantly evaluating the situation and monitoring any impacts or potential impacts to its business.