(IN THOUSANDS OF CANADIAN DOLLARS, EXCEPT PER SHARE AMOUNTS)

Interest is paid monthly in arrears. Borrowings under the facility bear interest at a rate per annum equal to the bankers' acceptance rate plus a spread. As part of the loan facility, the Company entered into an interest rate swap agreement that effectively fixes the interest rate at 3.29%. The interest rate swap was executed on August 17, 2018 and expires on January 4, 2021. The notional amounts of the interest rate swap agreement match the estimated draws under the loan facility. The interest rate swap agreement is not designated as a hedge, and changes in the fair market value are recorded in the statement of income. At June 30, 2019, the interest rate swap liability is $1,118 (December 31, 2018 – $613). Interest expense on the loan during the period ended June 30, 2019 of $547 (June 30, 2018 – n/a) is included in finance costs.

(b) Moncton Downtown Centre

i. Background information:

During 2015, the Company was awarded a fixed-price build-finance contract to construct the Moncton Downtown Centre. The project obtained substantial completion during the second quarter of 2018. The Company had a $77,478 loan facility related to the project and the loan was repaid in full upon substantial completion in the second quarter of 2018.

8. Accounts receivable

		June 30, 2019		December 31, 2018
Progress billings on construction contracts	$	**242,534**	$	221,259
Holdbacks receivable (due within one operating cycle)		**92,435**		108,632
Other		**4,397**		7,772
	$	**339,366**	$	337,663

Accounts receivable are reported net of an allowance for doubtful accounts of $1,265 as at June 30, 2019 (December 31, 2018 - $1,271).

Holdbacks receivable represent amounts billed on construction contracts which are not due until the contract work is substantially complete and the applicable lien period has expired.

9. Other assets

		June 30, 2019		December 31, 2018
Subcontractor/Supplier insurance deposits	$	**3,437**	$	5,727
Notes receivable		**1,626**		1,125
Total return swap derivatives		**-**		-
Other assets	$	**5,063**	$	6,852
Less: current portion - total return swap derivatives		**-**		-
Non-current portion	$	**5,063**	$	6,852

(IN THOUSANDS OF CANADIAN DOLLARS, EXCEPT PER SHARE AMOUNTS)

Subcontractor/Supplier insurance deposits relate to the Company's insurance policies which provide Bird with comprehensive coverage, subject to a deductible, in respect of subcontractor or supplier default on certain projects where the subcontractor or supplier is enrolled in the program.

The Company entered into Total Return Swap ("TRS") derivative contracts for the purpose of managing its exposure to changes in the fair value of its MTIP, EIP and DSU share-based compensation plans, due to changes in the fair value of the Company's common shares. The TRS derivative contracts are not designated as a hedge, and changes in the fair market value are recorded as compensation expense in the statement of income. As at June 30, 2019, the Company recorded a derivative liability of $2,590 (December 31, 2018 – $2,218 derivative liability in other liabilities).

10. Projects and entities accounted for using the equity method

The Company performs some construction and concession related projects through joint ventures and associates which are accounted for using the equity method. The Company's joint ventures and associates are private entities and there is no quoted market value available for their shares.

The movement in the investment in projects and entities accounted for using the equity method is as follows:

Projects and entities accounted for using the equity method - December 31, 2018	$	12,517
Share of net income for the period		1,676
Share of other comprehensive income (loss) for the period		31
Distributions from projects and entities accounted for using the equity method		(137)
Investments in equity accounted entities		112
Projects and entities accounted for using the equity method - June 30, 2019	$	**14,199**

The Company recognizes the income and losses related to its investments in associates and joint ventures, as the Company has an obligation to fund its proportionate share of the net liabilities of these entities.

The carrying amount of investments in equity accounted entities may not always equal the Company's share of the net assets or net liabilities of these joint ventures and associates, due to fair value adjustments including goodwill, and the timing of capital contributions or distributions in accordance with contract terms.

Investments in equity accounted entities classified as held for sale:

The Company has initiated a plan to sell its investments in two entities accounted for using the equity method. These investments have been classified as investments held for sale on the Consolidated Statements of Financial Position.

(IN THOUSANDS OF CANADIAN DOLLARS, EXCEPT PER SHARE AMOUNTS)

11. Property and equipment

	June 30, 2019					
	Land	Buildings	Building improvements	Equipment, trucks and automotive	Furniture and office equipment	Total
Cost						
Balance December 31, 2018	$ 1,716	12,432	8,041	88,148	2,592	$ 112,929
Additions	-	30	124	7,283	80	7,517
Disposals	-	-	-	(5,657)	-	(5,657)
Balance June 30, 2019	$ 1,716	12,462	8,165	89,774	2,672	114,789
Accumulated depreciation						
Balance December 31, 2018	$ -	5,583	3,844	58,473	1,876	$ 69,776
Disposals	-	-	-	(4,953)	-	(4,953)
Depreciation expense	-	315	316	3,636	85	4,352
Balance June 30, 2019	$ -	5,898	4,160	57,156	1,961	69,175
Net book value	$ 1,716	6,564	4,005	32,618	711	$ 45,614

Right-of-use assets:

The Company leases several assets including land and buildings, vehicles and furniture and equipment presented below:

	June 30, 2019				
	Land	Buildings	Equipment, trucks and automotive	Furniture and office equipment	Total
Cost					
Balance December 31, 2018	$ 53	-	17,030	16	$ 17,099
January 1, 2019 ROU assets	-	15,569	381	124	16,074
Balance January 1, 2019	53	15,569	17,411	140	33,173
Additions	-	1,848	1,369	-	3,217
Disposals	-	-	(40)	-	(40)
Balance June 30, 2019	$ 53	17,417	18,740	140	$ 36,350
Accumulated depreciation					
Balance December 31, 2018	$ -	-	4,017	9	$ 4,026
Disposals	-	-	(29)	-	(29)
Depreciation expense	-	1,278	605	94	1,977
Balance June 30, 2019	$ -	1,278	4,593	103	$ 5,974
Net book value	$ 53	16,139	14,147	37	$ 30,376

The statement of cash flows for the period ended June 30, 2019 excludes additions of ROU assets totalling $3,217 (June 30, 2018 - $3,321) acquired by finance leases.

(IN THOUSANDS OF CANADIAN DOLLARS, EXCEPT PER SHARE AMOUNTS)

12. Intangible assets and goodwill

	June 30, 2019 Computer Software	Goodwill
Cost		
Balance January 1, 2019	$ **7,760**	$ **30,540**
Additions	**173**	**-**
Disposals	**-**	**-**
Balance June 30, 2019	$ **7,933**	$ **30,540**
Accumulated amortization		
Balance January 1, 2019	$ **5,185**	$ **14,151**
Disposals	**-**	**-**
Amortization expense	**449**	**-**
Balance June 30, 2019	$ **5,634**	$ **14,151**
Net book value	$ **2,299**	$ **16,389**

13. Loans and borrowings, credit facilities and right-of-use liabilities

Loans and Borrowings and Credit facilities:

	Maturity	Interest Rate		June 30, 2019	December 31, 2018
Revolving credit facility	December 31, 2021	Variable		$ **15,000**	$ 15,000
Equipment financing					
Term loans	2020-2024	Fixed	2.40% to 3.73%	**18,674**	6,198
				33,674	21,198
Current portion of loans and borrowings				**5,986**	2,151
Non-current portion of loans and borrowings				$ **27,688**	$ 19,047

Committed revolving operating credit facilities:
The Company has a committed revolving credit facility of up to $85,000, maturing December 31, 2021. As part of the agreement, the Company provides a general secured interest in the assets of the Company. At June 30, 2019, the Company has $24,476 letters of credit outstanding on the facility (December 31, 2018 – $24,291) and has drawn $15,000 on the facility (December 31, 2018 - $15,000). The full amount is recorded as non-current, as the facility is due and payable December 31, 2021. Borrowings under the facility bear interest at a rate per annum equal to the Canadian prime rate plus a spread. A commitment fee that varies depending on certain consolidated financial ratios is due on the unutilized portion of the facility. The Company is in compliance with the working capital, minimum equity and debt-to-equity covenants of this facility.

Committed revolving term loan facility:
The Company has a committed revolving term loan facility totalling $35,000 for the purpose of financing acquisitions and for working capital advances in support of major projects. The facility matures on

(IN THOUSANDS OF CANADIAN DOLLARS, EXCEPT PER SHARE AMOUNTS)

December 31, 2020. As of June 30, 2019, the Company has drawn $nil (December 31, 2018 - $nil) on the facility. Borrowings under the facility bear interest at a rate per annum equal to the Canadian prime rate plus a spread. A commitment fee that varies depending on certain consolidated financial ratios is due on the unutilized portion of the facility. The Company is in compliance with the working capital, minimum equity and debt-to-equity covenants of this facility.

Equipment financing:
The Company and its subsidiaries have committed term credit facilities of up to $45,000 to be used to finance equipment purchases. Borrowings under the facilities are secured by a first charge against the equipment financed using the facilities. As of June 30, 2019, the Company has $14,715 outstanding on the facilities (December 31, 2018 - $6,656). Interest on the facilities is charged at a fixed rate based on the Bank of Canada bond rate plus a spread. Interest is paid monthly in arrears.

The Company and its subsidiaries obtained multiple fixed interest rate term loans which were used to finance equipment purchases. Principal repayments and interest are payable monthly, and these term loans are secured by specific equipment of the Company and its subsidiaries.

Letters of credit facilities:
The Company has authorized operating lines of credit totalling $80,000, at June 30, 2019, the lines were drawn for outstanding letters of credit of $9,156 (December 31, 2018 - $8,468).

The Company also has an agreement with Export Development Canada ("EDC") to provide performance security guarantees for letters of credit issued by financial institutions on behalf of the Company. The Company can only use this facility when letters of credit have been issued as contract security for projects that meet the EDC criteria. EDC has issued performance security guarantees totalling $8,315 (December 31, 2018 - $5,948).

The letters of credit represent performance guarantees primarily issued in connection with design-build construction contracts related to Public Private Partnerships ("PPP") and other major construction projects. These letters of credit are supported through the hypothecation of certain financial instruments having a market value at June 30, 2019 of $843 (December 31, 2018 - $2,645).

ROU liabilities:

	Maturity	**June 30, 2019**	December 31, 2018
ROU liabilities	2020-2034	$ **27,367**	**$** 8,759
		27,367	8,759
Current portion of ROU liabilities		**7,058**	3,053
Non-current portion of ROU liabilities		$ **20,309**	$ 5,706

Subsidiaries of the Company have established operating lease lines of credit of $32,500 with the financing arms of major heavy equipment suppliers to finance equipment leases. Draws under these facilities are generally recognized as right of use liabilities, with the lease obligations being secured by the specific leased equipment (see note 22). At June 30, 2019, the subsidiaries had used $6,295 under these facilities.

(IN THOUSANDS OF CANADIAN DOLLARS, EXCEPT PER SHARE AMOUNTS)

The following table provides details of the changes in the Company's Loans and Borrowings and ROU liabilities during the six month period ended June 30, 2019.

	Revolving Credit Facility	Equipment financing	ROU liabilities	**Total**
Balance December 31, 2018	$ 15,000	$ 6,198	$ 8,759	**$ 29,957**
January 1, 2019 ROU liabilities	-	-	18,270	**18,270**
Balance January 1, 2019	15,000	6,198	27,029	**48,227**
Proceeds	-	14,536	-	**14,536**
Additions to ROU liabilities	-	-	3,217	**3,217**
Repayment	-	(2,060)	(3,239)	**(5,299)**
Interest on ROU liabilities	-	-	360	**360**
Balance June 30, 2019	$ 15,000	$ 18,674	$ 27,367	**$ 61,041**

The aggregate amount of principal repayments and future minimum lease payments for all loans and borrowings and ROU liabilities is as follows:

	Revolving Credit Facility	Equipment financing	ROU liabilities	**Total**
Within 1 year	$ -	5,986	7,012	**$ 12,998**
Year 2	-	5,675	6,484	**12,159**
Year 3	15,000	4,516	4,012	**23,528**
Year 4	-	2,118	2,674	**4,792**
Year 5	-	379	2,020	**2,399**
More than 5 years	-	-	9,125	**9,125**
Balance June 30, 2019	$ 15,000	18,674	31,327	**$ 65,001**
Less interest	-	-	(3,960)	**(3,960)**
	$ 15,000	18,674	27,367	**$ 61,041**

(IN THOUSANDS OF CANADIAN DOLLARS, EXCEPT PER SHARE AMOUNTS)

14. Income taxes

	Six months ended June 30, 2019	2018
Provision for income taxes		
Income tax expense (recovery) is comprised of:		
Current income taxes	$ **(1,573)**	$ (998)
Deferred income taxes	**(342)**	(3,541)
	$ **(1,915)**	$ (4,539)
Income tax rate reconciliation		
Combined federal and provincial income tax rate	**27.3%**	27.0%
Increases (reductions) applicable to:		
Non-taxable items	**(0.2%)**	(0.5%)
Other	**(1.2%)**	1.3%
Effective rate	**25.9%**	27.8%

The Company's statutory tax rate is the combined federal and provincial tax rates in the jurisdictions in which the Company operates.

15. Other liabilities

	June 30, 2019	December 31, 2018
Liabilities for cash-settled share-based compensation plans (note 16(b))	$ **5,724**	$ 4,374
Leasehold inducement	**2,094**	2,224
Deferred payment	**756**	756
Total return swap derivatives (note 9)	**2,590**	2,218
Interest rate swaps	**110**	54
	$ **11,274**	$ 9,626
Less: current portion - cash-settled share-based compensation plans (note 16(b))	**1,952**	917
Less: current portion - leasehold inducement	**261**	218
Less: current portion - deferred payment	**756**	756
Less: current portion - total return swap derivatives	**1,324**	389
	$ **4,293**	$ 2,280
Non-current portion	$ **6,981**	$ 7,346

(IN THOUSANDS OF CANADIAN DOLLARS, EXCEPT PER SHARE AMOUNTS)

16. Share-based compensation plans

(a) Stock option plan:

Details of changes in the balance of stock options outstanding are as follows:

	Number of share options outstanding		Weighted average exercise price
Outstanding at December 31, 2018	490,000	$	13.55
Expired during the period	(390,000)		13.98
Outstanding at June 30, 2019	100,000	$	11.87

The following table summarizes information about stock options outstanding and exercisable as at June 30, 2019:

	Number of stock options issued and outstanding	Number of stock options exercisable		Exercise price		Weighted average fair value of the option	Expiry date	Remaining contractual life (years)
January 1, 2015 Grant	100,000	100,000	$	11.87	$	1.16	January 1, 2022	2.5

All outstanding options have fully vested. There was no stock-based compensation expense recognized during the six month period ended June 30, 2019. This compares to an expense of $4 during the first six months of 2018.

(b) Medium term incentive plan (“MTIP”), Equity incentive plan (“EIP”) and Deferred share unit plan (“DSU Plan”):

		June 30, 2019		December 31, 2018
MTIP liability	**$**	**1,403**	$	1,226
EIP liability		**2,143**		1,336
DSU liability		**2,178**		1,812
Liabilities for cash-settled share-based compensation plans	**$**	**5,724**	$	4,374
Less: current portion - MTIP liability		**978**		917
Less: current portion - EIP liability		**974**		-
	$	**1,952**	$	**917**
Non-current portion	**$**	**3,772**	$	3,457

The Company has recognized a loss of $372 on its TRS derivatives for the six month period ended June 30, 2019 (June 30, 2018 - $2,977 loss).

(IN THOUSANDS OF CANADIAN DOLLARS, EXCEPT PER SHARE AMOUNTS)

17. Shareholders' capital

The Company is authorized to issue an unlimited number of common shares and has 42,516,853 issued and outstanding common shares as at June 30, 2019. The Company is authorized to issue preference shares in series with rights set by the Board of Directors, up to a balance not to exceed 35% of the outstanding common shares.

	Number of shares	Amount
Balance, June 30, 2019 and December 31, 2018	**42,516,853**	$ 42,527

18. Earnings per share

Details of the calculation of earnings per share are as follows:

	Three months ended June 30,		Six months ended June 30,	
	2019	2018	**2019**	2018
Profit (loss) attributable to shareholders (basic and diluted)	**$ 1,001**	$ (5,344)	**$ (5,465)**	$ (11,752)
Average number of common shares outstanding	**42,516,853**	42,516,853	**42,516,853**	42,516,853
Effect of stock options on issue	**-**	-	**-**	-
Weighted average number of common shares (diluted)	**42,516,853**	42,516,853	**42,516,853**	42,516,853
Basic and diluted earnings (loss) per share	**$ 0.02**	$ (0.13)	**$ (0.13)**	$ (0.28)

At June 30, 2019, 100,000 options (December 31, 2018 - 490,000 options) were excluded from the diluted weighted average number of common shares calculation as their effect would have been anti-dilutive.

19. Provisions

	June 30, 2019	December 31, 2018
Warranty claims and other	**$ 5,543**	$ 6,666
Legal claims	**2,396**	1,927
	$ 7,939	$ 8,593

Various claims and litigation arise in the normal course of the construction business. It is management's opinion that adequate provision has been made for any potential settlements relating to such matters and that they will not materially affect the financial position or future operations of the Company.

(IN THOUSANDS OF CANADIAN DOLLARS, EXCEPT PER SHARE AMOUNTS)

20. Finance income

	Six months ended June 30,	
	2019	2018
Interest income	$ **1,129**	$ 607
	$ **1,129**	$ 607

21. Finance and other costs

	Six months ended June 30,	
	2019	2018
Interest on loans and borrowings	$ **800**	$ 816
Interest on ROU liabilities	**467**	-
Loss on interest rate swaps (note 7 and note 15)	**561**	224
Interest on non-recourse project financing (note 7)	**547**	668
Other	**393**	274
	$ **2,768**	$ 1,982

For the prior period certain borrowing costs included in general and administrative expenses were reclassified to finance and other costs to conform to the presentation adopted in the current period.

22. Commitments and contingencies

(a) Commitments:

Outstanding surety lien bonds issued on behalf of the Company in connection with liens by subcontractors and suppliers at June 30, 2019 totalled $62,435 (December 31, 2018 - $43,301).

The Company has acquired minority equity interests in a number of PPP concession entities (note 10), which requires the Company to make $5,859 in future capital injections. These commitments have been secured by letters of credit totalling $5,859 (December 31, 2018 - $5,859).

(b) Contingencies:

The Company is contingently liable for the usual contractor's obligations relating to performance and completion of construction contracts. These include the Company's contingent liability for the performance obligations of its subcontractors. Where possible and appropriate, the Company obtains performance bonds, subcontract/supplier insurance or alternative security from subcontractors. However, where this is not possible, the Company is exposed to the risk that subcontractors will fail to meet their performance obligations. In that eventuality, the Company would be obliged to complete the subcontractor's contract, generally by engaging another subcontractor, and the cost of completing the work could exceed the original subcontract price. The Company makes appropriate provisions in the financial statements for all known liabilities relating to subcontractor defaults.

(IN THOUSANDS OF CANADIAN DOLLARS, EXCEPT PER SHARE AMOUNTS)

23. Other cash flow information

	Six months ended June 30, 2019	2018
Changes in non-cash working capital relating to operating activities		
Accounts receivable	**$ (1,685)**	$ (96,153)
Contract assets	**(3,311)**	4,114
Contract assets - alternative finance projects	**(19,728)**	73,951
Prepaid expenses	**1,195**	799
Inventory and other assets	**190**	26
Accounts payable	**(73,834)**	(32,722)
Contract liabilities	**30,008**	(137)
Provisions	**(654)**	(2,747)
Medium term incentive plan and other	**(25)**	(892)
	$ (67,844)	$ (53,761)

Contract assets - alternative finance project changes are driven by design build finance projects. Refer to note 7 for loan proceeds to fund contract assets - alternative finance projects.

	June 30, 2019	December 31, 2018
Cash and cash equivalents		
Cash	**$ 38,484**	$ 113,993
Cash held for joint operations	**56,801**	43,158
Bankers' acceptances and short-term deposits	**6,725**	1,769
	$ 102,010	$ 158,920

Cash, bankers' acceptances and short-term deposits include restricted cash and cash equivalents that were deposited as collateral for letters of credit issued by the Company. As such, these amounts are not available for general operating purposes.

Restricted cash and cash equivalents		
Cash and cash equivalents held to support letters of credit (note 13)	**$ 843**	$ 2,645
Cash deposited in restricted accounts for special projects (note 7)	**7,395**	1,870
	$ 8,238	$ 4,515

Support for Letters of Credit:
In the normal course of business, the Company issues letters of credit on certain projects to guarantee its performance. These projects are typically design-build contracts relating to PPP arrangements and other major construction projects. In certain instances, the letters of credit are supported by the hypothecation of cash and cash equivalents that are not available for general corporate purposes (note 13).

Blocked Accounts:
The terms of non-recourse project financing require scheduled loan advances to be deposited in a blocked bank account which cannot be accessed directly by the Company for general corporate purposes. Upon recommendation by the lender's technical advisor, cash is released monthly from the blocked account and paid to the Company based on the progress made on the related construction project. Once PPP projects that only involve short term financing reach final completion and the debt is repaid, any remaining amounts in the project accounts become unrestricted and available for general corporate purposes.

(IN THOUSANDS OF CANADIAN DOLLARS, EXCEPT PER SHARE AMOUNTS)

24. Financial instruments

A. Classification and fair value of financial instruments:

		June 30, 2019		December 31, 2018
Financial instruments at fair value through profit or loss				
Non-recourse project financing - interest rate swaps	$	**(1,118)**	$	(613)
Interest rate swaps		**(110)**		(54)
TRS derivatives		**(2,590)**		(2,218)
	$	**(3,818)**	$	(2,885)
Financial assets and financial liabilities				
Financial assets				
Cash and cash equivalents	$	**102,010**	$	158,920
Accounts receivable		**339,366**		337,663
Other non-current assets		**5,063**		6,852
Short-term investments		**-**		1,705
	$	**446,439**	$	505,140
Financial liabilities				
Accounts payable	$	**(309,600)**	$	(383,608)
Dividends payable to shareholders		**(1,382)**		(1,382)
Non-recourse project financing - loan facilities (note 7)		**(27,074)**		(11,211)
Loans and borrowings		**(33,674)**		(21,198)
Right-of-use liabilities		**(27,367)**		(8,759)
Deferred payment		**(756)**		(756)
	$	**(399,853)**	$	(426,914)
Total financial instruments	$	**42,768**	$	75,341

The fair value of the loans and borrowings approximate their carrying values on a discounted cash flow basis as the majority of these obligations bear interest at market rates. The fair values of the remaining financial instruments approximate their carrying value due to their relatively short periods to maturity.

B. Risk Management:

In the normal course of business, the Company is exposed to several risks related to financial instruments that can affect its operating performance. These risks and the actions taken to manage them are as follows:

i. Credit Risk:
Credit risk relates to the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet their contractual obligation.

With respect to accounts receivable, concentration of credit risk is limited due to the geographic dispersion of revenues and a diversified customer base. Before entering into any construction contract and during the course of the construction project, the Company goes to considerable lengths to satisfy itself that the customer has adequate resources to fulfil its contractual payment obligations as construction work is completed. If a customer was unable or unwilling to pay the amount owing, the

(IN THOUSANDS OF CANADIAN DOLLARS, EXCEPT PER SHARE AMOUNTS)

Company will generally have a right to register a lien against the project that will normally provide some security that the amount owed would be realized.

Bankers' acceptances, short-term deposits and short-term investments are subject to minimal credit risk as they are placed with only major Canadian financial institutions. As is reasonably practical, these investments are placed with several different Canadian financial institutions, thereby reducing the Company's exposure to a default by any one financial institution.

Accounts receivable outstanding for greater than 90 days and considered past due by the Company's management represent 11.7% (December 31, 2018 – 13.0%) of the balance of progress billings on construction contracts receivable at June 30, 2019. Management has recorded an allowance of $1,265 (December 31, 2018 - $1,271) against these past due receivables, net of amounts recoverable from others.

	Amounts past due			
	Up to 12 months	Over 12 months	**June 30, 2019**	December 31, 2018
Trade receivables	$ **13,305**	$ **15,312**	$ **28,617**	$ 28,847
Impairment	**-**	**(1,265)**	**(1,265)**	(1,271)
Total trade receivables	$ **13,305**	$ **14,047**	$ **27,352**	$ 27,576

The movement in the allowance for impairment in respect of loans and receivables during the period was as follows:

	June 30, 2019	December 31, 2018
Balance, beginning of period	$ **1,271**	$ 1,672
Impairment loss recognized	**-**	140
Amounts written off	**-**	(396)
Impairment loss reversed	**(6)**	(145)
	$ **1,265**	$ 1,271

ii. Liquidity risk:

Liquidity risk relates to the risk that the Company will not be able to meet its financial obligations as they fall due.

The Company has working capital of $57,663 which is available to support surety requirements related to construction projects. As a component of working capital, the Company maintains significant balances of cash and cash equivalents and investments in liquid securities. These investments, less $843 hypothecated to support outstanding letters of credit and $7,395 held in blocked accounts, are available to meet the financial obligations of the Company as they come due.

The Company has a committed line of credit of $85,000 available to finance operations and issue letters of credit. As at June 30, 2019, the Company has drawn $15,000 on the facility and has $24,476 letters of credit outstanding on the facility. The Company has a committed revolving term loan facility totalling $35,000 for the purpose of financing acquisitions and for working capital advances in support of major projects. The facility matures on December 31, 2020. As of June 30, 2019, the Company has drawn $nil on the facility. Also, the Company and its subsidiaries have $45,000 in equipment facilities, of which $14,715 is outstanding at June 30, 2019. Subsidiaries of the Company have established operating lease lines of credit for $32,500 with the financing arms of major heavy equipment suppliers to finance operating equipment leases. At June 30, 2019, the subsidiaries have used $6,295 under these facilities. In addition, the Company has lines of credit totalling $80,000 available for issuing letters of credit for which $9,156 was drawn at June 30, 2019. Additional draws on this line require hypothecation of additional securities or cash deposits. Cash collateralization may not be required for certain letters of credit with an export component as the Company has entered into an agreement with EDC to provide performance security guarantees for letters of credit issued that meet their criteria. The Company believes it has access to sufficient funding through the use of these facilities to meet foreseeable operating requirements.

(IN THOUSANDS OF CANADIAN DOLLARS, EXCEPT PER SHARE AMOUNTS)

Principal repayments due on the loans and borrowings and non-recourse project financing are disclosed in notes 13 and 7, respectively. As disclosed in notes 15 and 16, payments required pursuant to the Company's MTIP granted in 2016, 2017 and 2018 are due on the vesting dates of November 2019, November 2020 and November 2021, respectively, or upon retirement, if earlier. Payments pursuant to the Company's EIP granted in 2017, 2018 and 2019 are due by December 2020, December 2021 and December 2022 respectively. Payments pursuant to the Company's DSU Plan are cash settled when the eligible Director ceases to hold any position within the Company.

iii. Market risk:

Market risk is the risk that changes in market prices, such as interest rates and equity prices, will affect the Company's income or the value of its holdings in liquid securities.

At June 30, 2019, the interest rate profile of the Company's long-term debt and non-recourse project financing was as follows:

		June 30, 2019
Fixed-rate facilities	$	18,674
Variable-rate facilities		15,000
Non-recourse project financing facilities		27,935
Total long-term debt and non-recourse project financing	$	61,609

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is exposed to interest rate risk to the extent that its credit facilities and TRS derivatives are based on variable rates of interest. The Company has the option to convert all variable-rate term facilities to fixed-rate term facilities. Interest rate risk on the non-recourse project financing is managed with the objective of reducing the cash flow interest rate risk through the use of interest rate swaps.

As at June 30, 2019, a one percent change in the interest rate applied to the Company's variable rate long-term debt will change annual income before income taxes by approximately $150.

The Company has certain share-based compensation plans, whereby the values are based on the common share price of the Company. The Company has fixed a portion of the settlement costs of these plans by entering into various TRS derivatives maturing between 2019 and 2022. The TRS derivatives are not designated as a hedge. The change in the value of the TRS derivatives is recorded each quarter based on the difference between the fixed price and the market price of the Company's common shares at the end of each quarter.

As at June 30, 2019, a 10 percent change in the share price applied to the Company's TRS derivatives will change income before income taxes by approximately $755.

iv. Currency risk:
Currency risk is the risk that fluctuations in currency exchange rates will affect the Company's net income. The Company uses foreign currency to settle payments to vendors and subcontractors in the foreign currency.

A 10% movement in the Canadian and U.S. dollar exchange rate would have changed annual income by approximately $906.

25. Eligible dividends declared with a record date subsequent to the financial statement date

As of the date of the approval of these financial statements, the Board of Directors has declared eligible dividends for the following months:

i. The July dividend of $0.0325 per share will be paid on August 20, 2019 to the Shareholders of record as of the close of business on July 31, 2019.

ii. The August dividend of $0.0325 per share will be paid on September 20, 2019 to the Shareholders of record as of the close of business on August 30, 2019.

iii. The September dividend of $0.0325 per share will be paid on October 18, 2019 to the Shareholders of record as of the close of business on September 30, 2019.

iv. The October dividend of $0.0325 per share will be paid on November 20, 2019 to the Shareholders of record as of the close of business on October 31, 2019.

26. Comparative figures

Certain comparative figures for the prior period have been reclassified to conform to the presentation adopted in the current period.