CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(Stated in thousands; unaudited)	**June 30, 2017**	December 31, 2016
ASSETS		
Current assets		
Cash and cash equivalents	**$21,554**	$20,254
Trade and other receivables	**171,527**	108,266
Current tax assets	**29,095**	16,345
Inventory	**37,718**	26,426
Prepaid expenses	**7,507**	4,056
Currency derivatives – current (note 12)	**17,425**	-
Marketable securities (note 12)	**-**	28,062
Assets held for sale (note 4)	**8,049**	8,667
	292,875	212,076
Property and equipment	**764,532**	432,401
Intangible assets	**70,438**	213
Investments in Keane (note 12)	**136,621**	230,976
Currency derivatives (note 12)	**-**	17,479
Other assets	**204**	3,041
Goodwill (note 5)	**258,970**	19,251
	$1,523,640	$915,437
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Trade and other payables	**$130,262**	$87,956
Current tax liabilities	**1,130**	-
Current portion of loans and borrowings (note 6)	**31,020**	9,790
Liabilities held for sale (note 4)	**285**	279
	162,697	98,025
Loans and borrowings (note 6)	**148,641**	211,776
Deferred tax liabilities	**81,989**	37,917
Shareholders' equity		
Share capital (note 7)	**1,265,788**	638,377
Contributed surplus	**76,458**	74,223
Accumulated other comprehensive income (note 7)	**16,608**	40,652
Deficit	**(228,541)**	(184,243)
Total equity attributable to equity holders of the Company	**1,130,313**	569,009
Non-controlling interest	**-**	(1,290)
	$1,523,640	$915,437

See accompanying notes to the condensed consolidated interim financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE LOSS

(Stated in thousands, except per share amounts; unaudited)	Three Months Ended June 30, **2017**	Three Months Ended June 30, 2016	Six Months Ended June 30, **2017**	Six Months Ended June 30, 2016
Continuing operations				
Revenue	**$137,197**	$32,518	**$286,600**	$132,366
Cost of sales (note 10)	**137,547**	61,050	**269,125**	192,184
Gross (loss) / profit	**(350)**	(28,532)	**17,475**	(59,818)
Administrative expenses (note 10)	**25,543**	18,287	**35,950**	33,519
Other income	**(694)**	(310)	**(2,629)**	(568)
Results from operating activities	**(25,199)**	(46,509)	**(15,846)**	(92,769)
Finance income	**(217)**	(249)	**(1,142)**	(459)
Finance cost	**2,867**	8,016	**6,596**	17,026
(Gain) / loss on investments in Keane (note 12)	**(46,332)**	-	**5,665**	-
Foreign exchange loss / (gain)	**3,228**	59	**1,996**	2,995
(Loss) / profit before income tax	**15,255**	(54,335)	**(28,961)**	(112,331)
Income tax (recovery) / expense (note 11)	**7,200**	(13,913)	**11,837**	(29,419)
(Loss) / profit from continuing operations	**$8,055**	($40,422)	**($40,798)**	($82,912)
Discontinued operations				
Net (loss) / profit from discontinued operations, net of taxes (note 4)	**(1,649)**	(24,508)	**(2,211)**	38,744
Profit / (loss) for the period	**$6,406**	($64,930)	**($43,009)**	($44,168)
Other comprehensive loss				
Unrealized gain / (loss) on equity interest of Keane, net of tax expense (note 12)	**167**	5,869	**(12,983)**	5,869
Reclassification of realized gain on equity interest of Keane, net of tax expense ($13,324) to net income	**(11,206)**	-	**(11,206)**	-
Foreign currency translation (loss) / gain	**214**	(1,457)	**145**	2,235
Reclassification of foreign currency translation gain / (loss) on substantial disposal or sale of foreign operations	**-**	652	**-**	(74,465)
Total comprehensive loss	**($4,419)**	($59,866)	**($67,053)**	($110,529)
Profit / (loss) attributable to:				
Owners of the Company	**5,859**	(65,077)	**(44,298)**	(44,217)
Non-controlling interest	**547**	147	**1,289**	49
Profit / (loss) for the period	**$6,406**	($64,930)	**($43,009)**	($44,168)
Total comprehensive loss attributable to:				
Owners of the Company	**(4,966)**	(60,013)	**(68,342)**	(110,578)
Non-controlling interest	**547**	147	**1,289**	49
Total comprehensive loss	**($4,419)**	($59,866)	**($67,053)**	($110,529)
(Loss) / earnings per share – basic and diluted (note 8)				
Continuing operations	**$0.03**	($0.26)	**($0.19)**	($0.55)
Discontinued operations	**($0.01)**	($0.16)	**($0.02)**	$0.26
Net loss	**$0.02**	($0.42)	**($0.21)**	($0.29)
Weighted average shares outstanding – basic	**242,267**	153,843	**218,070**	151,381
Weighted average shares outstanding – diluted	**245,050**	153,843	**218,070**	151,381

See accompanying notes to the condensed consolidated interim financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

(Stated in thousands; unaudited)	Share capital	Contributed surplus	Accumulated other comprehensive (loss) / gain	Deficit	Total	Non-controlling Interest	Total equity
Balance at January 1, 2016	$570,337	$72,082	$65,985	($154,709)	$553,695	($1,694)	$552,001
Income / (loss) for the period	-	-	-	(44,217)	(44,217)	49	(44,168)
Foreign currency translation gain	-	-	2,235	-	2,235	-	2,235
Share-based compensation expense	-	1,463	-	-	1,463	-	1,463
Share options exercised	424	(129)	-	-	295	-	295
Issuance of shares (net of issuance costs)	66,045	-	-	-	66,045	-	66,045
Reduction of non-controlling interest in Colombia	-	-	-	-	-	205	205
Unrealized gain on Equity Interest in Keane	-	-	5,869	-	5,869	-	5,869
Reclassification of foreign currency translation gain / (loss) on substantial disposition or sale of foreign operations	-	-	(74,465)	-	(74,465)	-	(74,465)
Balance at June 30, 2016	$636,806	$73,416	($376)	($198,926)	$510,920	($1,440)	$509,480
Balance at January 1, 2017	**$638,377**	**$74,223**	**$40,652**	**($184,243)**	**$569,009**	**($1,290)**	**$567,719**
Income / (loss) for the period	**-**	**-**	**-**	**(44,299)**	**(44,299)**	**54**	**(44,245)**
Foreign currency translation gain	**-**	**-**	**145**	**-**	**145**	**-**	**145**
Share-based compensation expense	**-**	**2,383**	**-**	**-**	**2,383**	**-**	**2,383**
Share options exercised	**432**	**(148)**	**-**	**-**	**284**	**-**	**284**
Issuance of shares (note 5)	**626,979**	**-**	**-**	**-**	**626,979**	**-**	**626,979**
Reduction in non-controlling interest	**-**	**-**	**-**	**-**	**-**	**1,236**	**1,236**
Unrealized loss on equity interest in Keane	**-**	**-**	**(12,983)**	**-**	**(12,983)**	**-**	**(12,983)**
Reclassification of realized gain on equity interest in Keane to net income	**-**	**-**	**(11,206)**	**-**	**(11,206)**	**-**	**(11,206)**
Balance at June 30, 2017	**$1,265,788**	**$76,458**	**$16,608**	**($228,542)**	**$1,130,313**	**$-**	**$1,130,313**

See accompanying notes to the condensed consolidated interim financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

(Stated in thousands; unaudited)	Three Months Ended June 30, **2017**	2016	Six Months Ended June 30, **2017**	2016
Cash flow from / (used in):				
Operations				
Profit / (loss) from continuing operations	**$8,055**	($40,422)	**($40,798)**	($82,912)
Charges to income not involving cash:				
Depreciation and amortization	**21,882**	17,615	**37,137**	37,735
Amortization of debt issuance costs	**653**	978	**1,305**	2,467
Share-based compensation expense (note 9)	**1,539**	675	**2,383**	1,463
Gain on disposal of property and equipment	**(525)**	(556)	**(1,814)**	(446)
Net finance costs	**2,651**	7,767	**6,127**	16,567
Unrealized foreign exchange loss / (gain)	**376**	206	**(3,839)**	985
Unrealized gain on marketable securities	**-**	-	**(673)**	-
Unrealized (gain) / loss on investments in Keane	**(46,332)**	-	**5,665**	-
Income tax expense / (recovery) (note 11)	**7,200**	(13,912)	**11,837**	(29,419)
Change in inventories	**(951)**	2,373	**1,249**	5,973
Change in trade and other receivables	**35,901**	36,635	**18,948**	100,455
Change in prepaid expenses	**(1,907)**	(1,175)	**(906)**	314
Change in trade and other payables	**(17,603)**	(7,528)	**(10,505)**	(29,580)
Interest paid	**(1,093)**	(6,887)	**(6,309)**	(16,185)
Income taxes paid / (received)	**4,055**	(403)	**5,228**	(1,339)
Continuing operations	**13,901**	(4,634)	**25,035**	6,078
Discontinued operations	**(2,434)**	10,885	**(6,954)**	(56,296)
Cash flow (used in) / from operating activities	**11,467**	6,251	**18,081**	(50,218)
Investing				
Proceeds from a loan to unrelated third-party	**3,269**	406	**3,839**	884
Purchase of property and equipment	**(6,598)**	(181)	**(9,297)**	(243)
Proceeds from the sale of property and equipment	**1,216**	4,291	**4,664**	4,749
Proceeds from sale of marketable securities	**-**	-	**28,047**	-
Proceeds from investment in Keane	**-**	-	**37,757**	-
Cash acquired on Acquisition (note 5)	**6,222**	-	**6,222**	-
Continuing operations	**4,109**	4,516	**71,232**	5,390
Consideration on sale of discontinued operations	**-**	-	**-**	264,520
Discontinued operations	**-**	(455)	**(101)**	2,605
Cash flow from / (used in) investing activities	**4,109**	4,061	**71,131**	272,515
Financing				
Net proceeds from issuance of share capital (note 7)	**241**	66,315	**284**	66,340
Debt repaid on Acquisition	**(43,000)**	-	**(43,000)**	-
Draw from / (Repayment of) Revolving Credit Facility	**30,080**	(19,726)	**(32,920)**	(80,014)
Proceeds from currency derivatives	**-**	14,066	**-**	14,066
Repayment of senior notes (note 6)	**-**	(67,685)	**(11,471)**	(209,970)
Payment of finance lease	**(269)**	-	**(269)**	-
Restricted cash on equity issuance (note 6)	**-**	(38,740)	**-**	(38,740)
Continuing operations	**(12,948)**	(45,770)	**(87,376)**	(248,318)
Discontinued operations	**-**	-	**-**	-
Cash flow (used in) / from financing activities	**(12,948)**	(45,770)	**(87,376)**	(248,318)
Effect of exchange rate changes on cash	**9**	(50)	**(536)**	(937)
(Decrease) / increase of cash and cash equivalents:				
Continuing operations	**5,062**	(45,888)	**8,891**	(236,850)
Discontinued operations	**(2,425)**	10,380	**(7,591)**	209,892
Cash and cash equivalents, beginning of period	**18,917**	57,665	**20,254**	49,117
Cash and cash equivalents, end of period	**$21,554**	$22,159	**$21,554**	$22,159

See accompanying notes to the condensed consolidated interim financial statements.

NOTE 1 – NATURE OF BUSINESS, BASIS OF PREPARATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of business

Trican Well Service Ltd. (the "Company" or "Trican") is an oilfield service company incorporated under the laws of the province of Alberta. These consolidated financial statements include the accounts of the Company and its subsidiaries, all of which are wholly owned. The Company provides a comprehensive array of specialized products, equipment, services and technology for use in the drilling, completion, stimulation and reworking of oil and gas wells primarily through its continuing pressure pumping operations in Canada. At June 30, 2017, the Company also has a minority ownership interest of Keane Group Holdings, LLC ("Keane Holdings") in the United States. Trican acquired its interest in Keane Holdings in conjunction with the sale of its US operation (see note 12). The Company purchased 100% of the common shares of Canyon Services Group Inc. ("Canyon") in Calgary, Alberta (see note 5) effective June 2, 2017.

The Company has presented the results of its pressure pumping operations in the United States ("U.S."), Australia, Kazakhstan, Colombia, Algeria and Saudi Arabia, as discontinued operations. In addition, Trican presented the results of its completion tools businesses in Canada, the U.S., Russia, and Norway as discontinued operations (see note 4).

Basis of preparation and summary of significant accounting policies

These condensed consolidated interim financial statements for the three and six month periods ended June 30, 2017, have been prepared in accordance with IAS 34 *Interim Financial Reporting*. They do not include all disclosures that would otherwise be required in a complete set of financial statements and should be read in conjunction with the Company's 2016 consolidated annual financial statements which have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB").

These condensed consolidated interim financial statements have been prepared using accounting policies consistent with those used in the Company's 2016 consolidated annual financial statements, with exception noted below.

In connection with the business combination with Canyon (see note 5), the Company reassessed and defined its cash generating units ("CGUs"). The Company's CGUs post acquisition are: Pressure Pumping, Cementing, and Fluid Management Services. In assessing its CGUs the Company examined the cash inflows for the combined entity focusing on service and product alignment and integration. Goodwill and intangible assets recognized as a result of the Canyon acquisition are allocated to the CGU that is expected to benefit from the synergies of the business combination.

The business combination with Canyon resulted in the recognition of intangible assets. The intangible assets are amortized on a straight line basis over periods ranging from 4 months (revenue backlog) and 6 years (customer relationships).

These condensed consolidated interim financial statements were authorized for issue by the Board of Directors on August 10, 2017.

NOTE 2 – CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of condensed consolidated interim financial statements in compliance with IAS 34 requires management to make certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies. The areas where significant judgment and estimates have been made in preparing the financial statements and their effect are disclosed in Note 1 of the Company's 2016 consolidated annual financial statements.

Purchase Price Allocation

The measurement of each business combination requires management estimation in determining the fair value of assets acquired and liabilities assumed as well as the fair value of any intangible assets identified. Management is required to estimate future cash flows, discount rates and market conditions at the date of the acquisition in order to determine the fair value of certain identified tangible and intangible assets.

NOTE 3 – NEW ACCOUNTING STANDARDS AND PRONOUNCEMENTS NOT YET ADOPTED

The International Accounting Standards Board (IASB) have issued the following standards that have not been applied in preparing our 2017 second quarter unaudited condensed consolidated interim financial statements and notes thereto, as their effective dates fall within annual periods beginning subsequent to the current reporting period:

In July, 2014 the IASB issued the complete IFRS 9, Financial Instruments, (IFRS 9 (2014)). Under the new standard financial assets are classified and measured based on the business model in which they are held and the characteristics of their contractual cash flows. It also amends the impairment model by introducing a new ‘expected credit loss’ model for calculating impairment. Further, IFRS 9 (2014) includes a new general hedge standard that is better aligned with companies’ risk management, expands the scope of the hedging strategies, and introduces more judgment to assess the effectiveness of the hedge relationship. The amendments to IFRS 9 (2014) are effective for annual periods beginning on or after January 1, 2018, and are available for early adoption. The Company expects IFRS 9 will impact the Company’s current policies and procedures regarding provisions on trade receivables. Trade receivables are recorded at its original invoice less any amounts estimated to be uncollectable. Under IFRS 9, the expected loss impairment model replaces the current incurred loss model and is based on forward looking approach which includes earlier recognition of losses. Given the short term nature of these receivables, the Company does not anticipate these changes to have a material financial impact. IFRS 9 also contains a new model to be used for hedge accounting. The Company does not currently apply hedge accounting.

IFRS 15, Revenue from Contracts with Customers, was issued on May 28, 2014. The Standard contains a single model that applies to contracts with customers and two approaches to recognizing revenue: at a point in time or over time. The model features a contract-based five-step analysis of transactions to determine whether, how much and when revenue is recognized. New estimates and judgmental thresholds have been introduced, which may affect the amount and/or timing of revenue recognized. The Standard replaces IAS 11, Construction Contracts, IAS 18, Revenue, IFRIC 13, Customer Loyalty Programs, IFRIC 15, Agreements for the Construction of Real Estate, IFRIC 18, Transfer of Assets from Customers, and SIC 31, Revenue – Barter Transactions Involving Advertising Services. The new standard is effective for annual periods beginning on or after January 1, 2018. Early adoption is also permitted. The Company anticipates minimal effect but continues to assess its revenue streams to determine the impact, if any, that the adoption of IFRS 15 will have on its financial statements, as well as the impact that adoption of the standard will have on disclosure.

IASB issued IFRS 16, Leases, in January 2016. The new standard replaces IAS 17, Leases. It is in effect for accounting periods beginning on or after January 1, 2019. Early adoption is permitted only if the Company has adopted IFRS 15, Revenue from Contracts with Customers. Under the new standard, more leases will be reported on the balance sheet for lessees, with the exception of leases with a term not greater than 12 months and “small value” leases. Lease accounting for lessors remains substantially the same as existing guidance. During 2017, the Company will complete an assessment documenting the potential impacts of IFRS 16 on its consolidated financial statements.

The Company’s initial assessments on the IFRS 9, IFRS 15, and IFRS 16 are based on work completed to date and may be subject to change as the assessments continue.

(Stated in thousands, except share and per share amounts)

NOTE 4 – ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS

Assets and liabilities held for sale

The Company has classified certain assets and liabilities as held for sale. As at June 30, 2017 and December 31, 2016, management was committed to a plan to sell its operating assets in Australia, Colombia, Algeria and Saudi Arabia, as well as assets relating to the discontinued microseismic division and relating to real estate assets in Canada's continuing operations.

The following table represents the assets and liabilities held for sale:

	June 30, 2017	December 31, 2016
Trade receivables	**$736**	$783
Inventory	**55**	70
Prepaid expenses	**44**	75
Current tax assets	**152**	153
Property and equipment	**7,062**	7,586
Total assets held for sale	**$8,049**	$8,667
Trade and other payables	**$285**	$279
Total liabilities held for sale	**$285**	$279

An impairment charge of $0.5 million, (June 30, 2016 - $27.4 million) was recorded during the six months ended June 30, 2017, as a result of measuring the assets held for sale at the lower of cost or fair value less cost of disposal.

The Company entered into a sales agreement for property and equipment remaining in Saudi. The sale is expected to close in the second half of 2017.

Results of Discontinued Operations

In the second quarter of 2016, the Company's completion tools business met the criteria for presentation as discontinued operations. In the first quarter of 2016, the Company's pressure pumping businesses in the U.S., Kazakhstan, Colombia and Saudi Arabia met the criteria for presentation as discontinued operations. In addition, the Company's pressure pumping business in Russia, Australia and Algeria met the criteria for presentation as discontinued operations in the third quarter of 2015.

(Stated in thousands, except share and per share amounts)

Following are the results of discontinued operations:

Canadian Operations

	Three Months Ended June 30,		Six Months Ended June 30,	
	2017	2016	**2017**	2016
Revenue	**$-**	$636	**$-**	$1,991
Cost of sales	**(66)**	2,537	**-**	5,846
Gross profit / (loss)	**66**	(1,901)	**-**	(3,855)
Administrative expenses	**64**	359	**171**	433
Other expenses / (income)	**-**	404	**(406)**	376
Results from operating activities	**2**	(2,664)	**235**	(4,664)
Foreign exchange (gain) / loss	**(168)**	169	**(196)**	173
Asset impairment	**-**	26,372	**-**	26,372
Profit / (loss) before income tax	**170**	(29,205)	**431**	(31,209)
Income tax recovery	**-**	(7,300)	**-**	(7,574)
Profit / (loss) from discontinued Canadian Operations	**$170**	($21,905)	**$431**	($23,635)

US Operations

	Three Months Ended June 30,		Six Months Ended June 30,	
	2017	2016	**2017**	2016
Revenue	**$-**	$3,135	**$-**	$66,541
Cost of sales	**(364)**	5,920	**(191)**	90,315
Gross profit / (loss)	**364**	(2,785)	**191**	(23,774)
Administrative expenses	**3,370**	1,424	**3,539**	7,299
Other income	**(305)**	(977)	**(157)**	1,458
Results from operating activities	**(2,701)**	(3,232)	**(3,191)**	(32,531)
Finance income	**(7)**	(8)	**(7)**	(22)
Foreign exchange (gain) / loss	**(2,117)**	115	**(2,044)**	116
Reclassification of foreign currency translation gain on substantial disposal of foreign operations	**-**	-	**-**	(75,116)
Loss on disposal of operations	**-**	-	**-**	4,816
(Loss) / profit before income tax	**(577)**	(3,339)	**(1,140)**	37,675
Income tax expense / (recovery)	**1**	138	**1**	(26,835)
(Loss) / profit from discontinued US Operations	**($578)**	($3,477)	**($1,141)**	$64,510

(Stated in thousands, except share and per share amounts)

International Operations

	Three Months Ended June 30,		Six Months Ended June 30,	
	2017	2016	**2017**	2016
Revenue	**$-**	$9,230	**$345**	$16,641
Cost of sales	**192**	7,823	**389**	17,194
Gross (loss) / profit	**(192)**	1,407	**(44)**	(553)
Administrative expenses	**300**	1,093	**625**	2,622
Other income	**(6)**	(243)	**(2)**	(2,345)
Results from operating activities	**(486)**	557	**(667)**	(830)
Finance income	**-**	(1)	**(6)**	(10)
Foreign exchange (gain) / loss	**229**	(574)	**314**	(100)
Asset impairment / (recovery)	**526**	(106)	**526**	999
(Loss) / profit before income tax	**(1,241)**	1,238	**(1,501)**	(1,719)
Income tax expense	**-**	364	**-**	412
(Loss) / profit from discontinued International Operations	**($1,241)**	$874	**($1,501)**	($2,131)

Total Discontinued Operations

	Three Months Ended June 30,		Six Months Ended June 30,	
	2017	2016	**2017**	2016
Revenue	**$-**	$13,001	**$345**	$85,173
Cost of sales	**(238)**	16,280	**198**	113,355
Gross profit / (loss)	**238**	(3,279)	**147**	(28,182)
Administrative expenses	**3,734**	2,876	**4,335**	10,354
Other income	**(311)**	(816)	**(565)**	(511)
Results from operating activities	**(3,185)**	(5,339)	**(3,623)**	(38,025)
Finance income	**(7)**	(9)	**(13)**	(32)
Foreign exchange (gain) / loss	**(2,056)**	(290)	**(1,926)**	189
Reclassification of foreign currency translation gain on substantial disposal of foreign operations	**-**	-	**-**	(75,116)
Loss on disposal of operations	**-**	-	**-**	4,816
Asset impairment	**526**	26,266	**526**	27,371
(Loss) / profit before income tax	**(1,648)**	(31,306)	**(2,210)**	4,747
Income tax (recovery) / expense	**1**	(6,798)	**1**	(33,997)
(Loss) / profit from discontinued Total Operations	**(1,649)**	($24,508)	**(2,211)**	$38,744

NOTE 5 – BUSINESS COMBINATION

Effective June 2, 2017, prior to the commencement of business, the Company acquired all of the issued and outstanding shares of Canyon based on 1.70 common shares of Trican for each Canyon share. Canyon is an oilfield services company that focuses operations in the Western Canadian Sedimentary Basin with two core business lines: Pressure Pumping Services and Fluid Management Services. The primary strategic reason for the business combination is to increase the Company's ability to provide fracturing services to its customers.

On June 2, 2017, the Company issued 152,549,556 common shares which were valued at the closing trading price of the Company's common shares being $4.11 per share on June 1, 2017. The fair value of the consideration transferred totaled $627.0 million.

The acquisition has been accounted for using the acquisition method, whereby the assets acquired and the liabilities assumed were recorded at their fair values with the surplus of the aggregate consideration offered relative to the fair value of the identifiable net assets recorded as goodwill. The Company assessed the fair values of the net assets acquired based on management's best estimate of the market value, which takes into consideration the condition of the assets acquired, current industry conditions and the discounted future cash flows expected to be received from the assets as well as the amount that it is expected to settle the outstanding liabilities. Canyon's operating results have been included in the Company's revenues, expenses and capital spending effective June 2, 2017.

(Stated in thousands, except share and per share amounts)

($ thousands)	
Working Capital, (including cash $6,222)	$56,327
Property and Equipment	360,621
Goodwill	239,719
Intangibles	72,538
Loans and borrowings	(47,394)
Deferred tax liability	(54,832)
Total net assets acquired	$626,979

The allocations and determinations of the consideration described above are preliminary and subject to change.

The goodwill and intangible assets arise as a result of the assembled workforce, the synergies existing within the acquired business and also the synergies expected to be achieved as a result of combining Canyon with the rest of the Company. None of the goodwill recognized is expected to be deductible for income tax purposes. The intangible assets are a result of a revenue backlog of $4.5 million and customer relationships of $68 million established by Canyon. Discount rates of 14% and 16% respectively were used in calculating these amounts.

As part of the acquisition, the Company assumed $43 million in long-term debt held by Canyon. The entire balance was settled upon closing the transaction. Therefore, for purposes of the purchase equation, the amount is included in the total assets and total liabilities assumed. The cash balance included in the Canyon acquisition have been presented separately in the consolidated statements of cash flows for the three and six months ended June 30, 2017.

From the date of acquisition on June 2, 2017, Canyon contributed $42.3 million of revenue and $1.4 million of net loss before tax to the Company. If the business combination had been completed on January 1, 2017, Canyon would have contributed revenue and net loss before income tax for the six month period ended June 30, 2017 of $255.6 million and $9.5 million, respectively. The Company's total estimated combined financial results of Trican and Canyon for the six month period ended June 30, 2017, would have been $499.9 million of consolidated revenue and a net loss before income tax of $37.1 million. The additional revenue and net loss are estimates and may not be representative of the results had the acquisition actually occurred on January 1, 2017.

The Company incurred costs related to the acquisition of Canyon for the three and six months ended June 30, 2017, of $11.9 million and of $13.8 million, respectively. These costs mainly relate to due diligence, advisory and external legal fees as well as employee related expenditures. These costs have been recognized within administrative expenses on the consolidated statement of comprehensive income.

NOTE 6 – LOANS AND BORROWINGS

Loans and borrowings (Stated in thousands)	**June 30, 2017**	December 31, 2016
Senior Notes, net of transaction costs	**$68,171**	$81,254
RCF, net of transaction costs	**107,854**	140,048
Finance lease obligations	**5,085**	981
Total	**$181,110**	$222,283
Current portion of loans and borrowings	**31,020**	9,790
Current portion of finance lease obligations[1]	**1,449**	717
Non-current	**$148,641**	$211,776

(1) Included in trade and other payables

Senior Notes
As at June 30, 2017, Trican had the following notes outstanding:

(Stated in thousands)		Canadian $ Amount		U.S. $ Denominated Amount	
	Maturity	June 30, 2017	December 31, 2016	June 30, 2017	December 31, 2016
Senior Notes					
7.05% Series A	November 19, 2017	8,562	$8,859	6,598	$6,598
9.11% Series D	April 28, 2021	3,368	3,368	-	-
8.29% Series F	April 28, 2018	19,713	25,713	15,191	19,150
8.90% Series G	April 28, 2021	26,077	33,448	20,094	24,911
8.75% Series H	September 3, 2024	4,456	4,456	-	-
Subordinated Make-Whole Senior Notes					
5.96% Series A	November 19, 2017	663	686	511	511
5.54% Series D	April 28, 2021	458	458	-	-
5.55% Series F	April 28, 2018	1,183	1,224	912	912
6.28% Series G	April 28, 2021	3,206	3,317	2,470	2,470
6.05% Series H	September 3, 2024	760	760	-	-
PIK Principal		2,254	2,072	-	-
Debt issue costs		($2,529)	($3,110)	$-	$-
Senior Notes, net of transaction costs		**$68,171**	**$81,254**	**$45,776**	**$54,552**

During the first quarter, Trican repaid US $8.8 million, retiring in advance portions of its Series F and G Senior Notes using proceeds from the sale of its marketable securities.

RCF

As at June 30, 2017, Trican has a $227.3 million (December 31, 2016 - $250 million) extendible revolving credit facility ("RCF") with a syndicate of banks that is committed until October 31, 2018. The RCF is secured and bears interest at the applicable Canadian prime rate, U.S. prime rate, Banker's Acceptance rate, or at LIBOR, plus 350 to 625 basis points (December 31, 2016 – Canadian prime rate, U.S. prime rate, Banker's

(Stated in thousands, except share and per share amounts)

Acceptance rate, or at LIBOR, plus 350 to 625 basis points), dependent on certain financial ratios of the Company. The undrawn amount of the RCF is $121.3 million of which $118.9 million is accessible as at June 30, 2017 (December 31, 2016 - $110 million).

As at June 30, 2017, Trican has a $10 million (December 31, 2016 - $10 million) Letter of Credit facility with its syndicate of banks. As at June 30, 2017, Trican had $2.4 million in letters of credit outstanding (December 31, 2016 - $5.1 million).

Covenants

The Company is required to comply with covenants that are applicable to the RCF and to the Senior Notes. Trican is required to comply with the following leverage and interest coverage ratio covenants:

For the quarter ended	Leverage Ratio	Interest Coverage Ratio	Calculation Basis
June 30, 2017	<5.0x	>2.0x	(Q1 X 3 + Q2)
September 30, 2017	<5.0x	>2.0x	((Q1 + Q3) x 3/2) + Q2
December 31, 2017	<4.0x	>2.5x	Last twelve months
Thereafter	<3.0x	>3.0x	Last twelve months

The Leverage Ratio is defined as long-term debt excluding Subordinated Make Whole Notes (net of the mark to market value of the cross currency swaps) minus cash divided by adjusted EBITDA. As at June 30, 2017, the Leverage Ratio was 0.7 (December 31, 2016 – not applicable).

The Interest Coverage Ratio is defined as adjusted EBITDA divided by interest expense minus payable in-kind interest. As at June 30, 2017, the Interest Coverage Ratio was 14.8 (December 31, 2016 – not applicable).

Certain non-cash expenses and personnel based expenses such as severance are permitted to be added back to EBITDA to arrive at adjusted EBITDA for covenant calculation purposes.

The Company is in compliance with its financial covenants for the quarter ended June 30, 2017 (2016 – no covenants applicable).

NOTE 7 - SHARE CAPITAL AND ACCUMULATED OTHER COMPREHENSIVE INCOME

Share capital

Authorized:
The Company is authorized to issue an unlimited number of common shares, issuable in series. The shares have no par value. All issued shares are fully paid.

Issued and outstanding - common shares:

	Number of Shares	Amount
Balance, January 1, 2017	193,567,847	$638,377
Exercise of stock options	194,584	284
Issued upon business combination (note 5)	152,549,556	626,979
Reclassification from contributed surplus on exercise of options	-	148
Balance, June 30, 2017	**346,311,987**	**1,265,788**

(Stated in thousands, except share and per share amounts)

Accumulated other comprehensive income

Foreign currency translation differences
The foreign currency translation differences comprise all foreign currency differences arising from the translation of the financial statements of foreign operations. At June 30, 2017, the Company had an accumulated foreign currency translation loss of $0.4 million (June 30, 2016 - $6.2 million loss).

Equity interest in Keane
The equity interest in Keane comprises the fair value movement in the Class A shares in Keane. At June 30, 2017, the Company had an accumulated unrealized gain on equity interest in Keane of $17.0 million (June 30, 2016 – $5.9 million).

NOTE 8 – EARNINGS / (LOSS) PER SHARE

	For the three months ended June 30,		For the six months ended June 30,	
	2017	2016	**2017**	2016
Basic weighted average number of common shares	**242,266,982**	153,842,584	**218,069,566**	151,381,139
Diluted effect of stock options	**2,782,842**	-	**-**	-
Diluted weighted average number of common shares	**245,049,824**	153,842,584	**218,069,566**	151,381,139

	For the three months ended, June 30,		For the six months ended June 30,	
Attributable to owners of the Company	**2017**	2016	**2017**	2016
Profit / (loss) from continuing operations	**$8,055**	($40,422)	**($40,798)**	($82,912)
Per share – basic and diluted	**$0.03**	($0.26)	**($0.19)**	($0.55)
(Loss) / profit from discontinued operations	**(2,196)**	(24,655)	**(3,500)**	38,695
Per share – basic and diluted	**($0.01)**	($0.16)	**($0.02)**	$0.26
Profit / (loss) for the period	**5,859**	(65,077)	**(44,298)**	(44,217)
Per share – basic and diluted	**$0.02**	($0.42)	**($0.21)**	($0.29)

At June 30, 2017, 2.8 million options were excluded from the diluted weighted average number of ordinary shares calculation as their effect would have been anti-dilutive (2016 – 1.5 million).

(Stated in thousands, except share and per share amounts)

NOTE 9 – SHARE-BASED PAYMENTS

The Company has four share-based compensation plans as described in the Notes to the Consolidated Financial Statements for the Year ended December 31, 2016

	For the three months ended June 30,		For the six months ended June 30,	
Expense / (Recovery)	**2017**	2016	**2017**	2016
Cash-settled share-based compensation expense				
Deferred Share Units	**($653)**	$2,206	**($1,107)**	$2,983
Restricted Share Units	**19**	563	**262**	1,227
Performance Share Units	**(245)**	702	**(168)**	911
Total cash-settled share-based compensation expense	**(879)**	3,471	**(1,013)**	5,121
Equity-settled share-based compensation expense				
Stock options	**1,539**	675	**2,383**	1,463
Total equity-settled share-based compensation expense	**1,539**	675	**2,383**	1,463
Total share-based compensation expense	**$660**	$4,146	**$1,370**	$6,584

Incentive stock option plan (equity-settled):
The weighted average grant date fair value of options granted during the six months ended June 30, 2017 has been estimated at $2.12 per option using the Black-Scholes option pricing model (six months ended June 30, 2016 - $1.08 per option). Expected volatility is estimated by considering historic average share price volatility. The Company has applied the following assumptions in determining the fair value of options for grants:

For the six months ended June 30,	**2017**
Share price	**$3.75**
Exercise price	**$3.75**
Expected life (years)	**3.41**
Expected volatility	**83%**
Risk-free interest rate	**0.9%**
Forfeitures	**10.9%**
Dividend yield	**0.0%**

The Company has reserved 32,899,639 common shares as at June 30, 2017, (December 31, 2016 – 18,388,945) for issuance under a stock option plan for officers and employees. The maximum number of options permitted to be outstanding at any point in time is limited to 9.5% of the Common Shares then outstanding. As of June 30, 2017, 11,181,144 options (December 31, 2016 – 8,793,201) were outstanding at exercise prices ranging from $0.82 to $18.03 per share with expiry dates ranging from 2017 to 2024.

The following table provides a summary of the status of the Company's stock option plan and changes during the six months ended June 30:

(Stated in thousands, except share and per share amounts)

	Six months ended June 30, 2017		Year ended December 31, 2016	
	Options	**Weighted Average Exercise Price**	Options	Weighted Average Exercise Price
Outstanding at the beginning of period	**8,793,201**	**$6.22**	10,805,206	$9.71
Granted	**3,447,500**	**3.75**	3,601,120	1.99
Exercised	**(194,584)**	**1.47**	(1,524,801)	0.95
Forfeited	**(464,818)**	**5.42**	(2,696,499)	10.50
Expired	**(400,155)**	**13.74**	(1,391,825)	19.87
Outstanding at the end of the period	**11,181,144**	**5.30**	8,793,201	6.22
Exercisable at end of the period	**4,288,797**	**9.18**	3,449,141	11.84

The weighted-average share price for the period ended June 30, 2017, was $4.26 (December 31, 2016 - $2.32).

The following table summarizes information about stock options outstanding at June 30, 2017:

			Options Outstanding			Options Exercisable	
Range of Exercise Prices			Number Outstanding	Weighted Average Remaining Life	Weighted Average Exercise Price	Number Exercisable	Weighted Average Exercisable Price
$0.00	to	$1.00	2,024,553	3.26	0.82	469,360	0.82
$1.01	to	$10.00	6,300,858	6.37	2.90	1,156,236	2.22
$10.01	to	$20.00	2,855,733	1.27	13.77	2,663,201	13.67
$0.00	to	$20.00	11,181,144	4.50	5.30	4,288,797	9.18

Share unit plans (cash-settled):
The following table provides a summary of the status of the Company's cash-settled compensation plans and changes during the six months ending June 30:

	Deferred Share Unit	Restricted Share Unit	Performance Share Unit
Balance, January 1, 2016	1,373,063	2,039,786	920,251
Granted	298,923	152,420	284,900
Exercised	(199,234)	(489,058)	-
Forfeited	-	(907,368)	(603,707)
Balance, December 31, 2016	1,472,752	795,780	601,444
Granted	**146,917**	**83,100**	**326,400**
Exercised	**-**	**(155,372)**	**-**
Forfeited	**-**	**(139,240)**	**(37,844)**
Balance, June 30, 2017	**1,619,669**	**584,268**	**890,000**
Vested at June 30, 2017	**1,619,669**	**51,302**	**-**

The outstanding liabilities for cash-settled compensation plans at June 30, 2017 of $8.3 million (December 31, 2016 - $10.6 million) are included in accounts payable and accrued liabilities. The expense related to all equity-settled and cash-settled share-based compensation plans is detailed under Administrative Expenses in Note 10 – Cost of Sales and Administrative Expenses.

(Stated in thousands, except share and per share amounts)

NOTE 10 – COST OF SALES AND ADMINISTRATIVE EXPENSES

The Company classifies the consolidated statement of comprehensive loss using the function of expense method, which presents expenses according to their function, such as cost of sales and administrative expenses. This method is more closely aligned to the Company business structure and provides more relevant information to the public.

The following table provides additional information on the nature of the expenses:

	For the three months ended June 30,		For the six months ended June 30,	
Cost of sales	**2017**	2016	**2017**	2016
Personnel expenses	**$36,329**	$20,472	**$65,503**	$62,941
Direct costs – Cost of sales	**48,161**	14,505	**107,010**	60,384
Direct costs – Other expenses	**33,688**	10,538	**62,876**	36,060
Depreciation and amortization	**19,369**	15,535	**33,736**	32,799
	$137,547	$61,050	**$269,125**	$192,184
Administrative expenses				
Personnel expenses	**$8,578**	$7,580	**$11,908**	$12,075
General organizational expenses	**13,889**	4,438	**19,086**	10,019
Bad debt (recovery) / expense	**(97)**	43	**185**	(95)
Depreciation and amortization	**2,513**	2,080	**3,401**	4,936
Expense related to share based payments	**660**	4,146	**1,370**	6,584
	$25,543	$18,287	**$35,950**	$33,519

	For the three months ended June 30,		For the six months ended June 30,	
	2017	2016	**2017**	2016
Severance costs	**$5,173**	$8,382	**$5,173**	$16,282

NOTE 11 - INCOME TAXES

Six months ended June 30,	**2017**	2016
Current income tax expense / (recovery)	**$8**	$1,110
Deferred income tax expense / (recovery)	**11,829**	(30,529)
Total tax expense / (recovery) from continuing operations	**$11,837**	($29,419)

NOTE 12 - FINANCIAL INSTRUMENTS

Fair values of financial assets and liabilities

The fair values of cash and cash equivalents, trade and other receivables, and trade and other payables included in the consolidated statement of financial position approximate their carrying amount due to the short-term maturity of these instruments.

(Stated in thousands, except share and per share amounts)

For the period ended June 30, 2017, one customer accounted for 11% of the Company's revenue (December 31, 2016 – 17%).

The fair value of the RCF was determined by calculating future cash flows, including interest at current rates. The fair value of capital lease obligations was determined by calculating the future cash flows, including interest, using market rates. The fair value of the loan to an unrelated third party is $5.1 million (December 31, 2016 - $8.6 million). The fair value was calculated using a discounted cash flow approach with an effective interest rate of 12%. The fair value of the currency derivatives has been based on the forward swap rates at the end of the period.

On January 20, 2017, Keane Group, Inc. completed its initial public offering ("IPO") and its shares became publicly traded on the New York Stock Exchange under the ticker symbol "FRAC". As a result of the IPO, Trican's ownership interests in Keane Holdings have been transferred to Keane Investor Holdings, LLC ("Keane Holding Company"). Effectively, our Class A common shares and Class C profits interest in Keane Holdings are now Class A common shares and Class C profits interests in the Keane Holding Company. At the time of IPO, the Keane Holding Company also registered a total of 15,074,000 shares at a price of US$19 which resulted in a distribution of $37.8 million (US$28.4 million) for Trican and a realized gain of $24.5 million ($11 million after tax). At June 30, 2017, the Keane Holding Company's only asset was 72.2 million shares of FRAC and it had no liabilities.

Future liquidity events will effectively be the future sale of the remaining shares of FRAC currently held by the Keane Holding Company. The proceeds from the future sales will be distributed to the owners of Keane Holding Company. Trican's portion of the future liquidity events will be calculated based on the following waterfall table:

	Trican	**Liquidity Event Cumulative Proceeds Thresholds (US $MM)**					
	Ownership	**For the Year Ending March 15**					
Tranche	**Interest**		**2017**	**2018**	**2019**	**2020**	**2021**
First	10%	Up To	$468	$468	$468	$468	$468
Second	9.2%	Between	$468 - 608	$468 - 791	$468 -1,028	$468 - 1,336	$468 - 1,737
Third	18.3%	Between	$608 - 632	$791 - 853	$1,028 - 1,151	$1,336 - 1,554	$1,737 - 2,098
Fourth	27.4%	Greater than	$632	$853	$1,151	$1,554	$2,098

The fair value of Class A and Class C shares was calculated based on an estimate of Trican's portion of future liquidity events using an estimated share price of US $16.00 per share, and a discounted cash flow model risk adjusted with rates of 16% for the Class A equity interest and 38% for the Class C profit interest. These risk adjustments considered various factors including the time value of money and take into consideration several estimates for uncertainties relating to Trican's non-controlling interest in the Keane Holding Company and the timing and price of future liquidity events. The calculation of the fair value of the Class A and Class C shares also utilized the following distribution schedule:

Year ending March 15, 2018: 25% of outstanding shares after the IPO
Year ending March 15, 2019: 50% of outstanding shares after the IPO
Year ending March 15, 2020: 25% of outstanding shares after the IPO

(Stated in thousands, except share and per share amounts)

	Equity Interest in Keane (Class A Shares)	Profits Interest in Keane (Class C Shares)	Investments in Keane
Balance at December 31, 2016	162,311	68,665	230,976
Realized liquidity event (January 20, 2017)	(37,757)	-	(37,757)
Unrealized loss on investment	(21,337)	(30,194)	(51,531)
Foreign exchange loss	(3,865)	(1,202)	(5,067)
Balance at June 30, 2017	**99,352**	**37,269**	**136,621**

During the six months ended June 30, 2017, Trican disposed of 558,221 National Oilwell Varco Inc. marketable securities, for net proceeds of $28.0 million, representing its entire balance of marketable securities (fair value as at December 31, 2016 - $28.1 million).

For the six months ended June 30, 2017, $30.2 million of unrealized loss on the Class C shares and $24.5 million of realized gain on the Class A shares, for a total loss of $5.7 million, have been recorded in net income.

The table below analyzes financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); or
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

		Fair value		
June 30, 2017	Carrying amount	Level 1	Level 2	Level 3
Financial assets				
Financial assets at amortized cost [(1)]				
Loan to unrelated third party - current	**$5,055**	**$-**	**$-**	**$5,055**
Fair value through profit and loss				
Currency Derivatives - current	**17,425**	**-**	**17,425**	**-**
Profits Interest in Keane	**37,269**	**-**	**-**	**37,269**
Available for sale security				
Equity Interest in Keane	**99,352**	**-**	**-**	**99,352**
Financial liabilities				
Financial liabilities at amortized cost				
Senior Notes - current	**30,120**	**-**	**30,120**	**-**
Senior Notes – non-current	**38,051**	**-**	**40,123**	**-**
RCF	**107,854**	**-**	**115,896**	**-**
Finance lease obligations – current	**1,449**	**-**	**1,449**	**-**
Finance lease obligations – non-current	**3,636**	**-**	**3,636**	**-**

(1) The current portion of this loan is included in Trade and Other Receivables.

(Stated in thousands, except share and per share amounts)

NOTE 13 – OTHER COMMITMENTS AND CONTINGENCIES

	Payments due by period			
June 30, 2017	1 year or less	1 to 5 years	5 years and thereafter	Total
Finance leases	**$1,449**	**$3,636**	**$-**	**$5,085**
Operating leases	**$5,002**	**$9,900**	**$9,172**	**$24,074**
Total Commitments	**$6,451**	**$13,536**	**$9,172**	**$29,159**
December 31, 2016				
Finance leases	$717	$264	$-	$981
Operating leases	$4,641	$9,838	$8,324	$22,803
Total Commitments	$5,358	$10,102	$8,324	$23,784

In addition to the above commitments, the Company has committed to capital expenditures of $5.3 million.

Indemnity Claim in connection with the sale of Trican's US operations to Keane Group ("Keane") on March 16, 2016

During Q3 2016 Keane delivered an Indemnity Claim stating that the Company owes Keane $4.0 million (US$3.0 million) due to losses incurred by Keane for assets purchased that were not in good operating condition. Management reached an agreement and settled the claim for $2.8 million (US$2.1 million) on June 16, 2017. The amount is recognized within Administrative Expenses.

Other litigation

On August 25, 2015, a class action lawsuit was filed on behalf of 31 plaintiffs against Trican Well Service, LP. The claim alleges that Trican misclassified the plaintiffs' position as "exempt" from overtime wages from February 2011 to August 2015, resulting in a loss of overtime wages during this period. The plaintiffs claim that the potential damages as a result of this claim could reach US$2.2 million.

On January 13, 2016, a class action lawsuit was filed on behalf of 11 plaintiffs against Trican Well Service, LP. The claim alleges that Trican misclassified the plaintiffs' position as "exempt", resulting in a loss of overtime. The plaintiffs claim that the potential damages as a result of this claim could reach US$3.3 million.

Given the information available at these early stages of litigation, management has not recorded any amount for this contingent liability associated with these claims based on our belief that a liability is not probable and any range of potential future charge cannot be reasonably estimated at this time.

The tax regulations and legislation in the various jurisdictions that the Company operates in are continually changing. As a result, there are usually some tax matters under review. Management believes that it has adequately met and provided for taxes based on the Company's interpretation of the relevant tax legislation and regulations.