

Onex Corporation
CONSOLIDATED BALANCE SHEETS

<i>(Unaudited)</i> <i>(in millions of U.S. dollars)</i>	As at June 30, 2017	As at December 31, 2016
Assets		
Current assets		
Cash and cash equivalents	\$ 2,679	\$ 2,371
Short-term investments	271	154
Accounts receivable	3,029	3,868
Inventories	2,468	2,731
Other current assets	1,214	1,190
	9,661	10,314
Property, plant and equipment	5,094	4,275
Long-term investments	10,491	8,672
Other non-current assets	898	1,192
Intangible assets	7,742	9,286
Goodwill	8,026	9,174
	\$ 41,912	\$ 42,913
Liabilities and Equity		
Current liabilities		
Accounts payable and accrued liabilities	\$ 4,061	\$ 4,324
Current portion of provisions	218	305
Other current liabilities	1,477	1,550
Current portion of long-term debt of operating companies, without recourse to Onex Corporation	590	407
Current portion of Limited Partners' Interests	40	89
	6,386	6,675
Non-current portion of provisions	270	340
Long-term debt of operating companies, without recourse to Onex Corporation	19,884	22,456
Other non-current liabilities	1,917	2,169
Deferred income taxes	1,387	1,537
Limited Partners' Interests	7,939	8,385
	37,783	41,562
Equity		
Share capital	322	324
Non-controlling interests	2,049	1,841
Retained earnings (deficit) and accumulated other comprehensive loss	1,758	(814)
	4,129	1,351
	\$ 41,912	\$ 42,913

Onex Corporation

CONSOLIDATED STATEMENTS OF EARNINGS

<i>(Unaudited)</i> <i>(in millions of U.S. dollars except per share data)</i>	Three months ended June 30		Six months ended June 30	
	2017	2016	2017	2016
Revenues	\$ 6,198	\$ 4,190	\$ 11,867	\$ 8,116
Cost of sales (excluding amortization of property, plant and equipment, intangible assets and deferred charges)	(4,551)	(3,051)	(8,743)	(5,872)
Operating expenses	(1,057)	(718)	(2,067)	(1,424)
Interest income	89	80	175	157
Amortization of property, plant and equipment	(162)	(108)	(313)	(209)
Amortization of intangible assets and deferred charges	(167)	(109)	(329)	(221)
Interest expense of operating companies	(304)	(205)	(581)	(402)
Increase in value of investments in joint ventures and associates at fair value, net	95	17	120	37
Stock-based compensation expense	(116)	(16)	(178)	(33)
Other income (expense)	(141)	23	(330)	17
Impairment of goodwill, intangible assets and long-lived assets, net	(8)	(226)	(29)	(234)
Limited Partners' Interests charge	(357)	(44)	(876)	(203)
Loss before income taxes and discontinued operations	(481)	(167)	(1,284)	(271)
Provision for income taxes	(24)	(12)	(26)	(39)
Loss from continuing operations	(505)	(179)	(1,310)	(310)
Earnings from discontinued operations	3,174	546	3,042	502
Net Earnings for the Period	\$ 2,669	\$ 367	\$ 1,732	\$ 192

Earnings (Loss) from Continuing Operations attributable to:

Equity holders of Onex Corporation	\$ (516)	\$ (183)	\$ (1,308)	\$ (331)
Non-controlling Interests	11	4	(2)	21
Loss from Continuing Operations for the Period	\$ (505)	\$ (179)	\$ (1,310)	\$ (310)

Net Earnings (Loss) attributable to:

Equity holders of Onex Corporation	\$ 2,713	\$ 322	\$ 1,801	\$ 135
Non-controlling Interests	(44)	45	(69)	57
Net Earnings for the Period	\$ 2,669	\$ 367	\$ 1,732	\$ 192

Net Earnings (Loss) per Subordinate Voting Share of Onex Corporation

Basic and Diluted:				
Continuing operations	\$ (5.04)	\$ (1.76)	\$ (12.77)	\$ (3.18)
Discontinued operations	31.65	4.88	30.37	4.48
Net Earnings per Subordinate Voting Share for the Period	\$ 26.61	\$ 3.12	\$ 17.60	\$ 1.30

Onex Corporation

CONSOLIDATED STATEMENTS OF CASH FLOWS

<i>(Unaudited)</i>	Six months ended June 30	
<i>(in millions of U.S. dollars)</i>	2017	2016
Operating Activities		
Loss for the period from continuing operations	\$ (1,310)	\$ (310)
Adjustments to loss from continuing operations:		
Provision for income taxes	26	39
Interest income	(175)	(157)
Interest expense of operating companies	581	402
Loss before interest and provision for income taxes	(878)	(26)
Cash taxes paid	(112)	(88)
Items not affecting cash and cash equivalents:		
Amortization of property, plant and equipment	313	209
Amortization of intangible assets and deferred charges	329	221
Increase in value of investments in joint ventures and associates at fair value, net	(120)	(37)
Stock-based compensation expense	127	23
Foreign exchange gain	(56)	(18)
Impairment of goodwill, intangible assets and long-lived assets, net	29	234
Limited Partners' Interests charge	876	203
Change in provisions	47	29
Change in carried interest	(61)	(11)
Other	117	(59)
	611	680
Changes in non-cash working capital items:		
Accounts receivable	144	(23)
Inventories	(26)	(242)
Other current assets	17	(12)
Accounts payable, accrued liabilities and other current liabilities	(173)	(12)
Decrease in cash and cash equivalents due to changes in non-cash working capital items	(38)	(289)
Increase in other operating activities	27	29
Cash flows from operating activities of discontinued operations	10	149
	610	569
Financing Activities		
Issuance of long-term debt	1,400	951
Repayment of long-term debt	(1,587)	(408)
Cash interest paid	(504)	(356)
Cash dividends paid	(10)	(10)
Repurchase of share capital of Onex Corporation	(58)	(149)
Repurchase of share capital of operating companies	(15)	(40)
Contributions by Limited Partners	459	24
Issuance of share capital by operating companies	196	5
Proceeds from sale of interests in operating companies under continuing control	259	-
Distributions paid to non-controlling interests and Limited Partners	(1,836)	(693)
Increase (decrease) due to other financing activities	14	(4)
Cash flows from (used in) financing activities of discontinued operations	26	(100)
	(1,656)	(780)
Investing Activities		
Acquisitions, net of cash and cash equivalents in acquired companies of \$62 (2016 – \$4)	(621)	(144)
Purchase of property, plant and equipment	(311)	(207)
Proceeds from sales of operating companies and businesses no longer controlled	2,355	815
Distributions received from investments in joint ventures and associates	46	39
Purchase of investments in joint ventures and associates	(6)	(35)
Cash interest received	181	154
Net sales (purchases) of investments and securities for credit strategies	46	(624)
Net purchases of investments and securities at parent company and operating companies	(148)	(30)
Increase due to other investing activities	31	23
Cash flows used in investing activities of discontinued operations	(240)	(193)
	1,333	(202)
Increase (Decrease) in Cash and Cash Equivalents for the Period	287	(413)
Increase in cash due to changes in foreign exchange rates	23	8
Cash and cash equivalents, beginning of the period – continuing operations	2,169	2,115
Cash and cash equivalents, beginning of the period – discontinued operations	202	311
Cash and Cash Equivalents	2,681	2,021
Cash and cash equivalents held by disposal group	2	169
Cash and Cash Equivalents Held by Continuing Operations	\$ 2,679	\$ 1,852

Onex Corporation

INFORMATION BY INDUSTRY SEGMENT

FOR THE THREE MONTHS ENDED JUNE 30, 2017

<i>(Unaudited)</i> <i>(in millions of U.S. dollars)</i>	Electronics Manufacturing Services	Healthcare Imaging	Health and Human Services	Insurance Services	Packaging Products and Services	Business and Information Services	Food Retail and Restaurants	Credit Strategies	Other^(a)	Consolidated Total
Revenues	\$ 1,558	\$ 504	\$ 448	\$ 191	\$ 571	\$ 299	\$ 1,196	\$ 1	\$ 1,430	\$ 6,198
Cost of sales (excluding amortization of property, plant and equipment, intangible assets and deferred charges)	(1,431)	(288)	(338)	-	(370)	(125)	(1,003)	-	(996)	(4,551)
Operating expenses	(54)	(131)	(80)	(167)	(74)	(96)	(139)	(16)	(300)	(1,057)
Interest income	1	-	-	-	2	-	-	83	3	89
Amortization of property, plant and equipment	(17)	(15)	(8)	(2)	(49)	(2)	(26)	-	(43)	(162)
Amortization of intangible assets and deferred charges	(3)	(11)	(3)	(11)	(37)	(64)	(5)	(2)	(31)	(167)
Interest expense of operating companies	(3)	(39)	(5)	(18)	(50)	(50)	(20)	(51)	(68)	(304)
Increase in value of investments in joint ventures and associates at fair value, net	-	-	-	-	-	-	-	-	95	95
Stock-based compensation expense	(6)	(2)	(1)	-	-	(7)	(1)	-	(99)	(116)
Other income (expense)	(7)	(8)	-	(2)	3	(45)	(11)	(36)	(35)	(141)
Impairment of goodwill, intangible assets and long-lived assets, net	-	-	(1)	-	(1)	-	(6)	-	-	(8)
Limited Partners' Interests charge	-	-	-	-	-	-	-	(3)	(354)	(357)
Earnings (loss) before income taxes and discontinued operations	38	10	12	(9)	(5)	(90)	(15)	(24)	(398)	(481)
Recovery of (provision for) income taxes	(4)	(10)	(4)	3	(3)	-	7	-	(13)	(24)
Earnings (loss) from continuing operations	34	-	8	(6)	(8)	(90)	(8)	(24)	(411)	(505)
Earnings from discontinued operations ^(b)	-	-	-	-	-	-	-	-	3,174	3,174
Net earnings (loss) for the period	\$ 34	\$ -	\$ 8	\$ (6)	\$ (8)	\$ (90)	\$ (8)	\$ (24)	\$ 2,763	\$ 2,669
Net earnings (loss) attributable to:										
Equity holders of Onex Corporation	\$ 4	\$ -	\$ 8	\$ (6)	\$ (8)	\$ (71)	\$ (8)	\$ (24)	\$ 2,818	\$ 2,713
Non-controlling interests	30	-	-	-	-	(19)	-	-	(55)	(44)
Net earnings (loss) for the period	\$ 34	\$ -	\$ 8	\$ (6)	\$ (8)	\$ (90)	\$ (8)	\$ (24)	\$ 2,763	\$ 2,669

(a) Includes Survitec, Schumacher, WireCo, ONCAP II, III and IV, Flushing Town Center, Meridian Aviation, Parkdean Resorts and the parent company. Investments in joint ventures and associates recorded at fair value include AIT, BBAM, Incline Aviation Fund, ITG JELD-WEN (since May 2017) and Mavis Discount Tire.

(b) Represents the after-tax results of JELD-WEN and USI.

Onex Corporation

INFORMATION BY INDUSTRY SEGMENT FOR THE THREE MONTHS ENDED JUNE 30, 2016

<i>(Unaudited)</i> <i>(in millions of U.S. dollars)</i>	Electronics Manufacturing Services	Healthcare Imaging	Health and Human Services	Insurance Services	Packaging Products and Services	Business and Information Services	Food Retail and Restaurants	Credit Strategies	Other ^(a)	Consolidated Total
Revenues	\$ 1,486	\$ 503	\$ 448	\$ 189	\$ 598	\$ 65	\$ 93	\$ 1	\$ 807	\$ 4,190
Cost of sales (excluding amortization of property, plant and equipment, intangible assets and deferred charges)	(1,355)	(287)	(342)	–	(391)	(19)	(74)	–	(583)	(3,051)
Operating expenses	(54)	(134)	(80)	(167)	(72)	(21)	(4)	(11)	(175)	(718)
Interest income	–	–	–	–	–	–	–	75	5	80
Amortization of property, plant and equipment	(17)	(16)	(8)	(2)	(47)	(1)	(2)	–	(15)	(108)
Amortization of intangible assets and deferred charges	(3)	(18)	(4)	(11)	(37)	(9)	–	(2)	(25)	(109)
Interest expense of operating companies	(3)	(37)	(6)	(15)	(55)	(13)	(4)	(38)	(34)	(205)
Increase in value of investments in joint ventures and associates at fair value, net	–	–	–	–	–	–	–	–	17	17
Stock-based compensation expense	(7)	(1)	(1)	–	–	(1)	(1)	–	(5)	(16)
Other income (expense)	1	(17)	8	(3)	(11)	(1)	(1)	54	(7)	23
Impairment of goodwill, intangible assets and long-lived assets, net	–	–	–	(226)	–	–	–	–	–	(226)
Limited Partners' Interests charge	–	–	–	–	–	–	–	(15)	(29)	(44)
Earnings (loss) before income taxes and discontinued operations	48	(7)	15	(235)	(15)	–	7	64	(44)	(167)
Recovery of (provision for) income taxes	(12)	(8)	(6)	19	(7)	5	–	–	(3)	(12)
Earnings (loss) from continuing operations	36	(15)	9	(216)	(22)	5	7	64	(47)	(179)
Earnings from discontinued operations ^(b)	–	–	–	–	–	–	–	–	546	546
Net earnings (loss) for the period	\$ 36	\$ (15)	\$ 9	\$ (216)	\$ (22)	\$ 5	\$ 7	\$ 64	\$ 499	\$ 367
Net earnings (loss) attributable to:										
Equity holders of Onex Corporation	\$ 4	\$ (13)	\$ 9	\$ (190)	\$ (22)	\$ 5	\$ 7	\$ 64	\$ 458	\$ 322
Non-controlling interests	32	(2)	–	(26)	–	–	–	–	41	45
Net earnings (loss) for the period	\$ 36	\$ (15)	\$ 9	\$ (216)	\$ (22)	\$ 5	\$ 7	\$ 64	\$ 499	\$ 367

(a) Includes Survitec, Schumacher, ONCAP II and III, Flushing Town Center, Meridian Aviation and the parent company. Investments in joint ventures and associates recorded at fair value include AIT, BBAM, Incline Aviation Fund, ITG and Mavis Discount Tire.

(b) Represents the after-tax results of JELD-WEN, KraussMaffei, Sitel Worldwide and USI.

Onex Corporation

INFORMATION BY INDUSTRY SEGMENT FOR THE SIX MONTHS ENDED JUNE 30, 2017

<i>(Unaudited)</i> <i>(in millions of U.S. dollars)</i>	Electronics Manufacturing Services	Healthcare Imaging	Health and Human Services	Insurance Services	Packaging Products and Services	Business and Information Services	Food Retail and Restaurants	Credit Strategies	Other ^(a)	Consolidated Total
Revenues	\$ 3,028	\$ 925	\$ 886	\$ 379	\$ 1,069	\$ 645	\$ 2,316	\$ 2	\$ 2,617	\$ 11,867
Cost of sales (excluding amortization of property, plant and equipment, intangible assets and deferred charges)	(2,777)	(540)	(669)	–	(697)	(263)	(1,942)	–	(1,855)	(8,743)
Operating expenses	(107)	(265)	(158)	(333)	(150)	(208)	(275)	(25)	(546)	(2,067)
Interest income	1	1	–	–	2	–	–	163	8	175
Amortization of property, plant and equipment	(33)	(31)	(15)	(4)	(97)	(5)	(50)	–	(78)	(313)
Amortization of intangible assets and deferred charges	(5)	(26)	(7)	(22)	(73)	(117)	(9)	(3)	(67)	(329)
Interest expense of operating companies	(6)	(76)	(10)	(36)	(101)	(92)	(38)	(99)	(123)	(581)
Increase in value of investments in joint ventures and associates at fair value, net	–	–	–	–	–	–	–	–	120	120
Stock-based compensation expense	(17)	(3)	–	(1)	(1)	(9)	(2)	–	(145)	(178)
Other income (expense)	(15)	(3)	(2)	(5)	27	(65)	(46)	(67)	(154)	(330)
Impairment of goodwill, intangible assets and long-lived assets, net	–	–	(1)	–	(1)	–	(25)	–	(2)	(29)
Limited Partners' Interests charge	–	–	–	–	–	–	–	(13)	(863)	(876)
Earnings (loss) before income taxes and discontinued operations	69	(18)	24	(22)	(22)	(114)	(71)	(42)	(1,088)	(1,284)
Recovery of (provision for) income taxes	(12)	(13)	(8)	7	(1)	(17)	31	–	(13)	(26)
Earnings (loss) from continuing operations	57	(31)	16	(15)	(23)	(131)	(40)	(42)	(1,101)	(1,310)
Earnings from discontinued operations ^(b)	–	–	–	–	–	–	–	–	3,042	3,042
Net earnings (loss) for the period	\$ 57	\$ (31)	\$ 16	\$ (15)	\$ (23)	\$ (131)	\$ (40)	\$ (42)	\$ 1,941	\$ 1,732

Net earnings (loss) attributable to:

Equity holders of Onex Corporation	\$ 7	\$ (27)	\$ 16	\$ (14)	\$ (23)	\$ (93)	\$ (40)	\$ (42)	\$ 2,017	\$ 1,801
Non-controlling interests	50	(4)	–	(1)	–	(38)	–	–	(76)	(69)
Net earnings (loss) for the period	\$ 57	\$ (31)	\$ 16	\$ (15)	\$ (23)	\$ (131)	\$ (40)	\$ (42)	\$ 1,941	\$ 1,732

<i>(Unaudited)</i> <i>(in millions of U.S. dollars)</i> As at June 30, 2017	Electronics Manufacturing Services	Healthcare Imaging	Health and Human Services	Insurance Services	Packaging Products and Services	Business and Information Services	Food Retail and Restaurants	Credit Strategies	Other ^(a)	Consolidated Total
Total assets	\$ 2,857	\$ 1,411	\$ 992	\$ 1,530	\$ 6,267	\$ 5,719	\$ 2,173	\$ 8,195	\$ 12,768	\$ 41,912
Long-term debt ^(c)	\$ 199	\$ 1,901	\$ 403	\$ 939	\$ 3,587	\$ 2,521	\$ 963	\$ 6,128	\$ 3,833	\$ 20,474

- (a) Includes Survitec, Schumacher, WireCo, ONCAP II, III and IV, Flushing Town Center, Meridian Aviation, Parkdean Resorts (since March 2017) and the parent company. Investments in joint ventures and associates recorded at fair value include AIT, BBAM, Incline Aviation Fund, ITG JELD-WEN (since May 2017) and Mavis Discount Tire.
- (b) Represents the after-tax results of JELD-WEN and USI.
- (c) Long-term debt includes current portion, excludes finance leases and is net of financing charges.

INFORMATION BY INDUSTRY SEGMENT FOR THE SIX MONTHS ENDED JUNE 30, 2016

<i>(Unaudited)</i> <i>(in millions of U.S. dollars)</i>	Electronics Manufacturing Services	Healthcare Imaging	Health and Human Services	Insurance Services	Packaging Products and Services	Business and Information Services	Food Retail and Restaurants	Credit Strategies	Other ^(a)	Consolidated Total
Revenues	\$ 2,839	\$ 940	\$ 901	\$ 367	\$ 1,120	\$ 193	\$ 179	\$ 2	\$ 1,575	\$ 8,116
Cost of sales (excluding amortization of property, plant and equipment, intangible assets and deferred charges)	(2,596)	(539)	(688)	–	(737)	(51)	(144)	–	(1,117)	(5,872)
Operating expenses	(105)	(274)	(169)	(326)	(141)	(45)	(8)	(18)	(338)	(1,424)
Interest income	–	1	–	–	1	–	–	146	9	157
Amortization of property, plant and equipment	(32)	(32)	(15)	(4)	(92)	(1)	(4)	–	(29)	(209)
Amortization of intangible assets and deferred charges	(5)	(42)	(8)	(21)	(74)	(19)	(1)	(3)	(48)	(221)
Interest expense of operating companies	(5)	(73)	(12)	(32)	(109)	(25)	(8)	(75)	(63)	(402)
Increase in value of investments in joint ventures and associates at fair value, net	–	–	–	–	–	–	–	–	37	37
Stock-based compensation expense	(16)	(2)	(1)	(1)	(1)	(2)	(1)	–	(9)	(33)
Other income (expense)	(2)	(23)	10	(1)	(20)	(3)	(2)	138	(80)	17
Impairment of goodwill, intangible assets and long-lived assets, net	–	(8)	–	(226)	–	–	–	–	–	(234)
Limited Partners' Interests charge	–	–	–	–	–	–	–	(21)	(182)	(203)
Earnings (loss) before income taxes and discontinued operations	78	(52)	18	(244)	(53)	47	11	169	(245)	(271)
Recovery of (provision for) income taxes	(16)	(6)	(7)	19	2	(15)	–	–	(16)	(39)
Earnings (loss) from continuing operations	62	(58)	11	(225)	(51)	32	11	169	(261)	(310)
Earnings from discontinued operations ^(b)	–	–	–	–	–	–	–	–	502	502
Net earnings (loss) for the period	\$ 62	\$ (58)	\$ 11	\$ (225)	\$ (51)	\$ 32	\$ 11	\$ 169	\$ 241	\$ 192

Net earnings (loss) attributable to:

Equity holders of Onex Corporation	\$ 8	\$ (52)	\$ 11	\$ (198)	\$ (51)	\$ 32	\$ 11	\$ 169	\$ 205	\$ 135
Non-controlling interests	54	(6)	–	(27)	–	–	–	–	36	57
Net earnings (loss) for the period	\$ 62	\$ (58)	\$ 11	\$ (225)	\$ (51)	\$ 32	\$ 11	\$ 169	\$ 241	\$ 192

<i>(Unaudited)</i> <i>(in millions of U.S. dollars)</i>	Electronics Manufacturing Services	Healthcare Imaging	Health and Human Services	Insurance Services	Packaging Products and Services	Business and Information Services	Food Retail and Restaurants	Credit Strategies	Other ^(a)	Consolidated Total
As at December 31, 2016										
Total assets ^(c)	\$ 2,822	\$ 1,473	\$ 995	\$ 1,545	\$ 6,144	\$ 5,765	\$ 2,185	\$ 7,624	\$ 14,360	\$ 42,913
Long-term debt ^{(c)(d)}	\$ 226	\$ 1,920	\$ 421	\$ 939	\$ 3,447	\$ 2,667	\$ 886	\$ 5,912	\$ 6,445	\$ 22,863

- (a) Includes Survitec, Schumacher, ONCAP II and III, Flushing Town Center, Meridian Aviation and the parent company. Investments in joint ventures and associates recorded at fair value include AIT, BBAM, Incline Aviation Fund (since March 2016), ITG and Mavis Discount Tire.
- (b) Represents the after-tax results of JELD-WEN, KraussMaffei, Sitel Worldwide and USI.
- (c) The other segment includes JELD-WEN and USI, which are discontinued operations.
- (d) Long-term debt includes current portion, excludes finance leases and is net of financing charges.