



EXCO TECHNOLOGIES LIMITED  
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Unaudited Condensed Interim Report  
to the shareholders  
for the three and twelve months ended  
September 30, 2024

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## **NOTICE TO READER**

*The attached unaudited condensed interim consolidated financial statements have been prepared by management of the Company. The condensed interim consolidated financial statements for the three - and twelve - month periods ended September 30, 2024 and 2023 have not been reviewed by the auditors of the Company.*

**EXCO TECHNOLOGIES LIMITED**  
**CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
**(Unaudited)**  
\$ (000)'s

	As at September 30, 2024	As at September 30, 2023
<b>ASSETS</b>		
<b>Current</b>		
Cash and cash equivalents	31,637	\$15,796
Accounts receivable	111,428	128,449
Inventories	110,231	111,166
Prepaid expenses and deposits	5,395	4,660
Derivative instruments	-	5,401
Income taxes recoverable	-	711
<b>Total current assets</b>	<b>258,691</b>	<b>266,183</b>
Property, plant and equipment, net (note 4)	225,433	222,429
Intangible assets, net (note 5)	27,829	30,601
Goodwill (note 5)	93,961	91,330
Deferred tax assets	1,087	1,528
<b>Total assets</b>	<b>\$607,001</b>	<b>\$612,071</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
<b>Current</b>		
Bank indebtedness	-	\$4,964
Trade accounts payable	46,483	54,043
Accrued payroll liabilities	17,684	17,823
Other accrued liabilities	12,587	18,061
Derivative instruments	858	-
Provisions	8,633	7,191
Income taxes payable	3,716	-
Customer advance payments	4,752	5,152
<b>Total current liabilities</b>	<b>94,713</b>	<b>107,234</b>
Lease liabilities- long-term portion	7,251	6,396
Long-term debt (note 7)	105,000	105,000
Deferred tax liabilities	18,765	22,421
<b>Total liabilities</b>	<b>225,729</b>	<b>241,051</b>
<b>Shareholders' equity</b>		
Share capital (note 8)	48,315	48,767
Contributed surplus	6,010	5,791
Accumulated other comprehensive income	16,248	16,829
Retained earnings	310,699	299,633
<b>Total shareholders' equity</b>	<b>381,272</b>	<b>371,020</b>
<b>Total liabilities and shareholders' equity</b>	<b>\$607,001</b>	<b>\$612,071</b>

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

**EXCO TECHNOLOGIES LIMITED**  
**CONDENSED INTERIM CONSOLIDATED STATEMENTS OF INCOME AND COMPREHENSIVE INCOME**  
**(Unaudited)**

\$ (000)'s except for income per common share

	Three months ended		Twelve months ended	
	September 30		September 30	
	2024	2023	2024	2023
<b>Sales</b>	<b>155,447</b>	<b>\$160,152</b>	<b>\$637,791</b>	<b>\$619,303</b>
Cost of sales	120,888	124,421	502,679	488,709
Selling, general and administrative expenses	13,782	12,827	52,901	56,271
Depreciation (note 4)	7,848	7,221	30,237	27,231
Amortization (note 5)	580	1,172	4,113	4,686
Loss (Gain) on disposal of property, plant and equipment	157	3	50	(167)
Interest expense, net	1,772	2,275	8,278	8,068
	<b>145,027</b>	<b>147,919</b>	<b>598,258</b>	<b>584,798</b>
Income before income taxes	10,420	12,233	39,533	34,505
Provision for income taxes (note 11)	2,686	3,023	9,915	8,221
<b>Net income for the period</b>	<b>7,734</b>	<b>9,210</b>	<b>29,618</b>	<b>26,284</b>
Other comprehensive income				
Items that may be reclassified to profit or loss in subsequent periods:				
Net unrealized gain (loss) on derivatives designated as cash flow hedges (a)	(1,907)	(674)	(4,612)	2,458
Unrealized gain (loss) on foreign currency translation	(480)	2,394	4,031	9,753
	<b>(2,387)</b>	<b>1,720</b>	<b>(581)</b>	<b>12,211</b>
<b>Comprehensive income</b>	<b>\$5,347</b>	<b>\$10,930</b>	<b>\$29,037</b>	<b>\$38,495</b>
<b>Income per common share</b>				
Basic	\$0.20	\$0.24	\$0.76	\$0.68
Diluted	\$0.20	\$0.24	\$0.76	\$0.68
<b>Weighted average number of common shares outstanding (.000)'s</b>				
Basic	38,616	38,912	38,750	38,912
Diluted	38,616	38,912	38,750	38,912

(a) Net of income tax receivable of \$681 and \$1,646 for the three- and twelve- month periods ended September 30, 2024 (2023 - net of income tax receivable of \$240 and income tax payable of \$877 for the three- and twelve- month periods ended September 30, 2023)

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

EXCO TECHNOLOGIES LIMITED  
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY  
(Unaudited)  
\$ (000)'s

	Accumulated other comprehensive income						
	Share capital	Contributed surplus	Retained earnings	Net unrealized gain (loss) on derivatives designated as cash flow hedges	Unrealized gain (loss) on foreign currency translation	Total accumulated other comprehensive income (loss)	Total shareholders' equity
Balance, October 1, 2023	\$48,767	\$5,791	\$299,633	\$3,978	\$12,851	\$16,829	\$371,020
Net income for the period	-	-	5,642	-	-	-	5,642
Dividend paid (note 3)	-	-	(4,082)	-	-	-	(4,082)
Stock option expense	-	75	-	-	-	-	75
Repurchase of share capital (note 8)	(64)	-	(320)	-	-	-	(384)
Other comprehensive income	-	-	-	82	177	259	259
<b>Balance, December 31, 2023</b>	<b>\$48,703</b>	<b>\$5,866</b>	<b>\$300,873</b>	<b>\$4,060</b>	<b>\$13,028</b>	<b>\$17,088</b>	<b>\$372,530</b>
Net income for the period	-	-	8,066	-	-	-	8,066
Dividend paid (note 3)	-	-	(4,073)	-	-	-	(4,073)
Stock option expense	-	48	-	-	-	-	48
Repurchase of share capital (note 8)	(123)	-	(607)	-	-	-	(730)
Other comprehensive income (loss)	-	-	-	(10)	5,047	5,037	5,037
<b>Balance, March 31, 2024</b>	<b>\$48,580</b>	<b>\$5,914</b>	<b>\$304,259</b>	<b>\$4,050</b>	<b>\$18,075</b>	<b>\$22,125</b>	<b>\$380,878</b>
Net income for the period	-	-	8,176	-	-	-	8,176
Dividends paid (note 3)	-	-	(4,056)	-	-	-	(4,056)
Stock option expense	-	47	-	-	-	-	47
Repurchase of share capital (note 8)	(172)	-	(883)	-	-	-	(1,055)
Other comprehensive (loss)	-	-	-	(2,777)	(713)	(3,490)	(3,490)
<b>Balance, June 30, 2024</b>	<b>\$48,408</b>	<b>\$5,961</b>	<b>\$307,496</b>	<b>\$1,273</b>	<b>\$17,362</b>	<b>\$18,635</b>	<b>\$380,500</b>
Net income for the period	-	-	7,734	-	-	-	7,734
Dividends (note 3)	-	-	(4,048)	-	-	-	(4,048)
Stock option expense	-	49	-	-	-	-	49
Repurchase of share capital (note 8)	(93)	-	(483)	-	-	-	(576)
Other comprehensive (loss)	-	-	-	(1,907)	(480)	(2,387)	(2,387)
<b>Balance, September 30, 2024</b>	<b>\$48,315</b>	<b>\$6,010</b>	<b>\$310,699</b>	<b>(\$634)</b>	<b>\$16,882</b>	<b>\$16,248</b>	<b>\$381,272</b>

	Accumulated other comprehensive income						
	Share capital	Contributed surplus	Retained earnings	Net unrealized gain (loss) on derivatives designated as cash flow hedges	Unrealized gain (loss) on foreign currency translation	Total accumulated other comprehensive income (loss)	Total shareholders' equity
Balance, October 1, 2022	\$48,767	\$5,431	\$289,693	\$1,520	\$3,098	\$4,618	\$348,509
Net income for the period	-	-	4,523	-	-	-	4,523
Dividend paid (note 3)	-	-	(4,086)	-	-	-	(4,086)
Stock option expense	-	101	-	-	-	-	101
Other comprehensive (loss)	-	-	-	652	7,679	8,331	8,331
<b>Balance, December 31, 2022</b>	<b>\$48,767</b>	<b>\$5,532</b>	<b>\$290,130</b>	<b>\$2,172</b>	<b>\$10,777</b>	<b>\$12,949</b>	<b>\$357,378</b>
Net income for the period	-	-	6,288	-	-	-	6,288
Dividend paid (note 3)	-	-	(4,086)	-	-	-	(4,086)
Stock option expense	-	85	-	-	-	-	85
Other comprehensive (loss)	-	-	-	1,539	4,116	5,655	5,655
<b>Balance, March 31, 2023</b>	<b>\$48,767</b>	<b>\$5,617</b>	<b>\$292,332</b>	<b>\$3,711</b>	<b>\$14,893</b>	<b>\$18,604</b>	<b>\$365,320</b>
Net income for the period	-	-	6,263	-	-	-	6,263
Dividends paid (note 3)	-	-	(4,086)	-	-	-	(4,086)
Stock option expense	-	86	-	-	-	-	86
Other comprehensive income (loss)	-	-	-	941	(4,436)	(3,495)	(3,495)
<b>Balance, June 30, 2023</b>	<b>\$48,767</b>	<b>\$5,703</b>	<b>\$294,509</b>	<b>\$4,652</b>	<b>\$10,457</b>	<b>\$15,109</b>	<b>\$364,088</b>
Net income for the period	-	-	9,210	-	-	-	9,210
Dividends (note 3)	-	-	(4,086)	-	-	-	(4,086)
Stock option expense	-	88	-	-	-	-	88
Other comprehensive income (loss)	-	-	-	(674)	2,394	1,720	1,720
<b>Balance, September 30, 2023</b>	<b>\$48,767</b>	<b>\$5,791</b>	<b>\$299,633</b>	<b>\$3,978</b>	<b>\$12,851</b>	<b>\$16,829</b>	<b>\$371,020</b>

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

**EXCO TECHNOLOGIES LIMITED**  
**CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS**  
(Unaudited)  
\$ (000)'s

	Three months ended		Twelve months ended	
	September 30		September 30	
	2024	2023	2024	2023
<b>OPERATING ACTIVITIES:</b>				
Net income for the period	\$7,734	\$9,210	\$29,618	\$26,284
Add non-operating and items not involving a current outlay of cash				
Depreciation (note 4)	7,848	7,221	30,237	27,231
Amortization (note 5)	580	1,172	4,113	4,686
Stock-based compensation expense	263	250	902	684
Deferred income taxes	(1,628)	3,337	(1,549)	3,462
Net interest expense	1,772	2,275	8,278	8,068
Loss (gain) on disposal of property, plant and equipment	157	3	50	(167)
	16,726	23,468	71,649	70,248
Net change in non-cash working capital (note 10)	12,211	(5,893)	10,095	(12,079)
<b>Cash provided by operating activities</b>	<b>28,937</b>	<b>17,575</b>	<b>81,744</b>	<b>58,169</b>
<b>FINANCING ACTIVITIES:</b>				
Increase (decrease) in bank indebtedness	(2,492)	(7,641)	(4,964)	(7,399)
Financing from long-term debt	-	-	-	10,000
Interest paid, net	(1,772)	(2,275)	(8,278)	(8,068)
Dividends paid (note 3)	(4,048)	(4,086)	(16,259)	(16,344)
Repurchase of share capital	(576)	-	(2,745)	-
<b>Cash provided by (used in) financing activities</b>	<b>(8,888)</b>	<b>(14,002)</b>	<b>(32,246)</b>	<b>(21,811)</b>
<b>INVESTING ACTIVITIES:</b>				
Purchase of property, plant and equipment (note 4)	(8,468)	(9,339)	(33,047)	(38,449)
Purchase of intangible assets (note 5)	(223)	(230)	(858)	(534)
Proceeds from disposal of property, plant and equipment	40	839	187	1,192
<b>Cash used in investing activities</b>	<b>(8,651)</b>	<b>(8,730)</b>	<b>(33,718)</b>	<b>(37,791)</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>(24)</b>	<b>24</b>	<b>61</b>	<b>205</b>
<b>Net increase in cash during the period</b>	<b>11,374</b>	<b>(5,133)</b>	<b>15,841</b>	<b>(1,228)</b>
Cash, beginning of period	20,263	20,929	15,796	17,024
<b>Cash, end of period</b>	<b>\$31,637</b>	<b>\$15,796</b>	<b>\$31,637</b>	<b>\$15,796</b>

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

**EXCO TECHNOLOGIES LIMITED**  
**NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

**(Unaudited)**

*\$(000)'s except per share amounts*

**1. CORPORATE INFORMATION**

Exco Technologies Limited (the “Company”) is a global designer, developer and manufacturer of dies, moulds, components and assemblies, and consumable equipment for the die-cast, extrusion and automotive industries. Through 21 strategic locations in 9 countries, the Company services a diverse and broad customer base. The Company is incorporated and domiciled in Canada. The registered office is located at 130 Spy Court, Markham, Ontario, Canada.

**2. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION**

**Basis of preparation**

These unaudited condensed interim consolidated financial statements present the Company’s financial results of operations and financial position as at and for the three- and nine- month periods ended June 30, 2024 and have been prepared in accordance with International Accounting Standard (“IAS”) 34, *Interim Financial Reporting* as issued by the International Accounting Standards Board (“IASB”). The accounting policies used in preparing these unaudited condensed interim financial statements are consistent with those used in the preparation of the 2023 audited annual consolidated financial statements.

The Company’s preparation of unaudited condensed interim financial statements in accordance with IAS 34 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in the application of the Company’s accounting policies. The Company’s critical accounting estimates are affected as a result of the various ongoing economic, geopolitical and social impacts, including the global pandemic, Russian invasion of Ukraine, Israeli/Palestine conflict and recessionary conditions. There continues to be significant uncertainty as to the likely effects these items which may, among other things, impact our employees, suppliers, and customers. It is not possible to predict the impact these items will have on the Company, its financial position and the results of operations in the future. The Company is monitoring the future impact of all these items on all aspects of its business. Each reporting period, management carries out this assessment for indications that goodwill and other long-lived assets may be impaired. As required, management will continue to assess these assumptions as the situation changes.

These unaudited condensed interim consolidated financial statements should be read in conjunction with the Company’s 2023 audited annual consolidated financial statements, which are available at [www.sedarplus.ca](http://www.sedarplus.ca) and on the Corporation’s website at [www.excocorp.com](http://www.excocorp.com). The unaudited condensed interim consolidated financial statements and accompanying notes for the three- and twelve- month periods ended September 30, 2024 were authorized for issue by the Board of Directors on November 27, 2024.

**Accounting standards adopted in fiscal year 2024**

*IFRS 1, Presentation of Financial Statements (“IFRS 1”), IFRS 8 Definition of Accounting Estimates (“IFRS 8”)*

Effective for interim and annual financial statements relating to fiscal years beginning on or after January 1, 2023 the IASB issued amendments to IFRS 1 to allow a more general approach in classification of liabilities as current and non- current and IFRS 8 to distinguish between accounting policies and accounting estimates. The adoption of these amendments to IFRS 1 and IFRS 8 did not have any impact on the disclosures of the Company.

*Amendments to IAS 1, Classification of Liabilities as Current or Non-current (“IAS 1”)*

The amendments to paragraphs 69 to 76 of IAS 1 specify the requirements for classifying liabilities as current or non-current. The amendments are effective for annual reporting periods beginning on or after January 1, 2023 and must be applied retrospectively. The adoption of this amendments to IAS 1 did not have any impact on the disclosures of the Company.

*Amendments to IAS 1 and IFRS Practice Statement 2*

In February 2021, the IASB issued amendments to IAS 1 and IFRS Practice Statement 2 in which it provided guidance and examples to help entities apply materiality judgements to account policy disclosures. The amendments require the disclosure of material accounting policy information rather than disclosing significant accounting policies and provided guidance on how entities apply the concept of materiality in making decisions about accounting policy disclosures.

**EXCO TECHNOLOGIES LIMITED**  
**NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

**(Unaudited)**

*\$(000)'s except per share amounts*

The amendments are applicable for annual periods beginning on or after January 1, 2023, with early adoption permitted. Since the amendments to IFRS Practice Statement 2 provide non-mandatory guidance, an effective date for these amendments is not necessary.

The amendments have resulted in the disclosure of only material accounting policy information in the Company's disclosures, but did not impact the measurement, recognition or presentation of any items in the Company's consolidated financial statements.

*Amendments to IAS 12, Deferred Tax Related to Assets and Liabilities Arising from a Single Transaction ("IAS 12")*

The amendment narrowed the scope of certain recognition exemptions so that it no longer applies to transactions that, on initial recognition, give rise to equal taxable and deductible temporary differences. An entity applies the amendments to transactions that occur on or after the beginning of the earliest comparative period presented. It also, at the beginning of the earliest comparative period presented, recognizes deferred tax for all temporary differences related to leases and decommissioning obligations and recognizes the cumulative effect of initially applying the amendments as an adjustment to the opening balance of retained earnings (or other component of equity, as appropriate) at that date. The amendment is effective for annual periods beginning on or after January 1, 2023 with early application permitted. The adoption of this amendment to IAS 12 did not have any impact on the disclosures of the Company.

*Amendments to IAS 12, International Tax Reform-Pillar Two Model Rules ("IAS 12")*

In May 2023, the IASB issued narrow-scope amendments to IAS 12 that aim to provide temporary relief from the requirement to recognize and disclose deferred taxes arising from enacted or substantively enacted tax law that implements the Pillar Two model rules published by the Organization for Economic Co-operation and Development ("OECD"), including tax law that implements qualified domestic minimum top-up taxes described in those rules. The amendments also introduce targeted disclosure requirements for affected companies, and they require entities to disclose:

- The fact that they have applied the exception to recognizing and disclosing information about deferred tax assets and liabilities related to Pillar Two income taxes;
- Their current tax expense (if any) related to the Pillar Two income taxes; and
- During the period between the legislation being enacted or substantially enacted and the legislation becoming effective, entities will be required to disclose known or reasonably estimable information that would help users of financial statements to understand an entity's exposure to Pillar Two income taxes arising from that legislation. If this information is not known or reasonably estimable, entities are instead required to disclose a statement to that effect and information about their progress in assessing the exposure.

The amendments to IAS 12 are required to be applied immediately (subject to any local endorsement processes) and retrospectively in accordance with IAS 8, including the requirement to disclose the fact that the exception has been applied if the entity's income taxes will be affected by enacted or substantively enacted tax law that implements the OECD's Pillar Two model rules. The disclosures relating to the known or reasonably estimable exposure to Pillar Two income taxes are required for annual reporting periods beginning on or after January 1, 2023, but they are not required to be disclosed in interim financial reports for any interim period ending on or before December 31, 2023. The adoption of this amendment to IAS 12 did not have any impact on the disclosures of the Company.

**Accounting standards issued but not yet adopted**

*IFRS 18, Presentation and Disclosure in Financial Statements*

The IASB has issued IFRS 18, The new standard on presentation and disclosure in financial statements, with a focus on updates to the statement of profit or loss. The key new concepts introduced in IFRS 18 relate to:

- the structure of the statement of profit or loss;
- required disclosures in the financial statements for certain profit or loss performance measures that are reported outside an entity's financial statements ( that is, management-defined performance measures); and
- enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes in general.



**EXCO TECHNOLOGIES LIMITED**  
**NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

**(Unaudited)**

*\$(000)'s except per share amounts*

IFRS 18 will replace IAS 1; many of the other existing principles in IAS 1 are retained, with limited changes. IFRS 18 will not impact the recognition or measurement of items in the financial statements, but it might change what an entity reports as its “operating profit or loss”. IFRS 18 will apply for reporting periods beginning on or after January 1, 2027 and also applies to comparative information. Management is currently assessing the impact of this standard.

**3. CASH DIVIDEND**

During the three- and twelve- month periods ended September 30, 2024, the Company paid quarterly cash dividends totaling \$4,048 and \$16,259 (2023 - \$4,086 and \$16,344). The quarterly dividend rate in the fourth quarter of 2024 was \$0.105 per common share (2023 - \$0.105).

**4. PROPERTY, PLANT AND EQUIPMENT**

	<b>Machinery and Equipment</b>	<b>Tools</b>	<b>Buildings</b>	<b>Land</b>	<b>Assets under Construction</b>	<b>Right of Use Assets</b>	<b>TOTAL</b>
<b>Cost</b>							
Balance as at September 30, 2023	\$291,057	\$26,495	\$105,655	\$14,824	\$20,709	\$8,713	\$467,453
Additions	5,717	1,544	1,518	-	22,663	1,605	33,047
Less: disposals	(4,736)	(1,970)	(32)	-	-	(208)	(6,946)
Reclassification	24,117	1,679	8,655	-	(34,451)	-	-
Foreign exchange movement	(807)	(139)	234	(6)	(21)	364	(375)
<b>Balance as at September 30, 2024</b>	<b>\$315,348</b>	<b>\$27,609</b>	<b>\$116,030</b>	<b>\$14,818</b>	<b>\$8,900</b>	<b>\$10,474</b>	<b>\$493,179</b>

	<b>Machinery and Equipment</b>	<b>Tools</b>	<b>Buildings</b>	<b>Land</b>	<b>Assets under Construction</b>	<b>Right of Use Assets</b>	<b>TOTAL</b>
<b>Accumulated depreciation and impairment losses</b>							
Balance as at September 30, 2023	\$173,387	\$20,053	\$49,852	\$0	\$0	\$1,732	\$245,024
Depreciation	22,125	2,583	4,648	-	-	881	30,237
Less: disposals	(4,622)	(1,854)	(31)	-	-	(202)	(6,709)
Foreign exchange movement	(727)	(116)	(3)	-	-	40	(806)
<b>Balance as at September 30, 2024</b>	<b>\$190,170</b>	<b>\$20,659</b>	<b>\$54,466</b>	<b>\$-</b>	<b>\$-</b>	<b>\$2,451</b>	<b>\$267,746</b>

<b>Carrying amounts</b>	<b>Machinery and Equipment</b>	<b>Tools</b>	<b>Buildings</b>	<b>Land</b>	<b>Assets under Construction</b>	<b>Right of Use Assets</b>	<b>TOTAL</b>
As at September 30, 2023	\$117,670	\$6,442	\$55,803	\$14,824	\$20,709	\$6,981	\$222,429
<b>As at September 30, 2024</b>	<b>\$125,178</b>	<b>\$6,950</b>	<b>\$61,564</b>	<b>\$14,818</b>	<b>\$8,900</b>	<b>\$8,023</b>	<b>\$225,433</b>

**EXCO TECHNOLOGIES LIMITED**  
**NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

**(Unaudited)**

*\$(000)'s except per share amounts*

**5. INTANGIBLE ASSETS AND GOODWILL**

	Computer Software and Other	Acquisition Intangibles*	Assets under Construction (Software)	Total Intangible Assets	Goodwill
<b>Cost</b>					
Balance as at September 30, 2023	\$9,335	\$58,162	\$83	\$67,580	\$91,330
Additions	631	-	227	858	-
Less: disposals	(664)	-	-	(664)	-
Reclassification	129	-	(129)	-	-
Foreign exchange movement	(12)	474	1	463	2,631
<b>Balance as at September 30, 2024</b>	<b>\$9,419</b>	<b>\$58,636</b>	<b>\$182</b>	<b>\$68,237</b>	<b>\$93,961</b>

	Computer Software and Other	Acquisition Intangibles*	Assets under Construction (Software)	Total Intangible Assets	Goodwill
<b>Accumulated amortization and impairment losses</b>					
Balance as at September 30, 2023	\$7,773	\$29,206	\$-	\$36,979	\$-
Amortization for the period	729	3,384	-	4,113	-
Less: disposals	(664)	-	-	(664)	-
Foreign exchange movement	(26)	6	-	(20)	-
<b>Balance as at June 30, 2024</b>	<b>\$7,812</b>	<b>\$32,596</b>	<b>\$-</b>	<b>\$40,408</b>	<b>\$-</b>

**Carrying amounts**

As at September 30, 2023	\$1,562	\$28,956	\$83	\$30,601	\$91,330
<b>As at September 30, 2024</b>	<b>\$1,607</b>	<b>\$26,040</b>	<b>\$182</b>	<b>\$27,829</b>	<b>\$93,961</b>

\*Acquisition intangibles are composed of customer relationships and trade names resulting from business acquisitions and the purchase price allocation thereof.

**6. FINANCIAL INSTRUMENTS**

Fair value represents point-in-time estimates that may change in subsequent reporting periods due to market conditions or other factors. Presented below is a comparison of the fair value of each financial instrument to its carrying value.

The fair value of cash and cash equivalents, bank indebtedness, trade and other receivables and trade and other payables approximates their carrying amounts due to the short-term maturities of these instruments. The estimated fair value of long-term debt approximates its carrying value since debt is subject to terms and conditions similar to those available to the Company for instruments with comparable terms, and the interest rates are variable and a reflection of market-based rates.

The fair value of derivative instruments that are not traded in an active market such as over-the-counter foreign exchange options and collars is determined using quoted forward exchange rates at the consolidated statement of financial position dates and are Level 2 instruments.

During the three- and twelve- month periods ended September 30, 2024 there were no transfers between Level 1 and Level 2 fair value measurements.

**EXCO TECHNOLOGIES LIMITED**  
**NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

**(Unaudited)**

*\$(000)'s except per share amounts*

The carrying value and fair value of all financial instruments are as follows:

	September 30, 2024		September 30, 2023	
	Carrying Amount of Asset (Liability)	Fair Value of Asset (Liability)	Carrying Amount of Asset (Liability)	Fair Value of Asset (Liability)
Cash and cash equivalents	\$31,637	\$31,637	\$15,796	\$15,796
Accounts receivable	111,428	111,428	128,449	128,449
Trade accounts payable	(46,483)	(46,483)	(54,043)	(54,043)
Bank indebtedness	-	-	(4,964)	(4,964)
Customer advance payments	(4,752)	(4,752)	(5,152)	(5,152)
Accrued liabilities	(30,271)	(30,271)	(35,884)	(35,884)
Derivative instruments	(858)	(858)	5,401	5,401
Long-term debt	(\$105,000)	(\$105,000)	(\$105,000)	(\$105,000)

## 7. LONG-TERM DEBT

On March 25, 2024, the Company renewed the Committed Revolving Credit Facility (“the Credit Facility”) of \$150,000 to extend the maturity date to March 25, 2027. As at September 30, 2024, \$105,000 was utilized (September 30, 2023 - \$109,964). The facility is collateralized by a general security agreement covering all assets of the Company’s subsidiaries located in Canada and the US, with the exception of real property.

The Credit Facility is available to fund working capital, capital expenditures and other general corporate purposes of the Company and its subsidiaries, including acquisitions. Interest rates vary based on prime, bankers’ acceptance or CDOR base rates plus a relevant margin depending on the level of the Company’s net leverage ratio and as at September 30, 2024 average interest rate was 6.4%.

Pursuant to the terms of the Credit Facility, Exco is required to maintain compliance with certain financial covenants. The Company was in compliance with these covenants as at September 30, 2024.

## 8. SHARE CAPITAL

In each of February 2024 and 2023 the Company received approval from the Toronto Stock Exchange for a normal course issuer bid for the following 12-month period. The Company’s Board of Directors authorized the purchase of up to 1,780,000 and 1,785,000 common shares under each of these normal course issuer bids, respectively, which represented approximately 5% of the Company’s outstanding common shares at each approval date. During the fourth quarter and year-to-date 49,325 and 360,702 common shares were repurchased (2023- nil, nil).

As at September 30, 2024 the Company had 38,551,762 common shares issued and outstanding.

## 9. SEGMENTED INFORMATION

### Business segments

The Company operates in two business segments: Casting and Extrusion Technology (“Casting and Extrusion”) and Automotive Solutions.

The Casting and Extrusion segment designs and engineers tooling and other manufacturing equipment. Its operations are substantially for automotive and other industrial markets in North America and Europe.

**EXCO TECHNOLOGIES LIMITED**  
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**(Unaudited)**

*\$(000)'s except per share amounts*

The Automotive Solutions segment produces automotive interior components and assemblies primarily for seating, cargo storage and restraint for sale to automotive manufacturers and Tier 1 suppliers (suppliers to automakers).

The Company evaluates the performance of its operating segments primarily based on pre-tax income before interest.

The Corporate segment involves administrative expenses that are not directly related to the business activities of the above two operating segments.

<b>Three Months Ended September 30, 2024</b>				
	<b>Casting and Extrusion</b>	<b>Automotive Solutions</b>	<b>Corporate</b>	<b>Total</b>
Sales	\$82,025	\$79,721	\$-	\$161,746
Intercompany sales	(5,740)	(559)	-	(6,299)
Net sales	76,285	79,162	-	155,447
Depreciation	6,645	1,181	22	7,848
Amortization	357	223	-	580
Segment pre-tax income (loss) before interest	6,312	7,836	(1,956)	12,192
Net interest expense				(1,772)
Income before income taxes				10,420
Property, plant and equipment additions	6,133	2,335	-	8,468
Property, plant and equipment, net	186,930	37,310	1,193	225,433
Intangible asset additions	195	28	-	223
Intangible assets, net	10,375	17,454	-	27,829
Goodwill	29,346	64,615	-	93,961
Total assets	402,252	236,101	(31,352)	607,001
Total liabilities	55,703	57,396	112,630	225,729

**EXCO TECHNOLOGIES LIMITED**  
**NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

**(Unaudited)**

*\$(000)'s except per share amounts*

Three Months Ended September 30, 2023				
	Casting and Extrusion	Automotive Solutions	Corporate	Total
Sales	\$79,364	\$88,180	\$-	\$167,544
Intercompany sales	(6,797)	(595)	-	(7,392)
Net sales	72,567	87,585	-	160,152
Depreciation	6,137	1,064	20	7,221
Amortization	334	838	-	1,172
Segment pre-tax income (loss) before interest	5,331	9,985	(808)	14,508
Net interest expense				(2,275)
Income before income taxes				12,233
Property, plant and equipment additions	6,632	2,707	-	9,339
Property, plant and equipment, net	186,273	34,879	1,277	222,429
Intangible asset additions	194	36	-	230
Intangible assets, net	10,487	20,114	-	30,601
Goodwill	27,844	63,486	-	91,330
Total assets	391,920	235,567	(15,416)	612,071
Total liabilities	66,801	68,074	106,176	241,051

Twelve Months Ended September 30, 2024				
	Casting and Extrusion	Automotive Solutions	Corporate	Total
Sales	<b>\$332,900</b>	<b>\$333,511</b>	\$-	<b>\$666,411</b>
Intercompany sales	<b>(25,994)</b>	<b>(2,626)</b>	-	<b>(28,620)</b>
Net sales	<b>306,906</b>	<b>330,885</b>	-	<b>637,791</b>
Depreciation	<b>25,809</b>	<b>4,344</b>	<b>84</b>	<b>30,237</b>
Amortization	<b>1,370</b>	<b>2,743</b>	-	<b>4,113</b>
Segment pre-tax income (loss) before interest	<b>22,470</b>	<b>32,503</b>	<b>(7,162)</b>	<b>47,811</b>
Net interest expense				<b>(8,278)</b>
Income before income taxes				<b>39,533</b>
Property, plant and equipment additions	<b>26,749</b>	<b>6,298</b>	-	<b>33,047</b>
Property, plant and equipment, net	<b>186,930</b>	<b>37,310</b>	<b>1,193</b>	<b>225,433</b>
Intangible asset additions	<b>774</b>	<b>84</b>	-	<b>858</b>
Intangible assets, net	<b>10,375</b>	<b>17,454</b>	-	<b>27,829</b>
Goodwill	<b>29,346</b>	<b>64,615</b>	-	<b>93,961</b>
Total assets	<b>402,252</b>	<b>236,101</b>	<b>(31,352)</b>	<b>607,001</b>
Total liabilities	<b>55,703</b>	<b>57,396</b>	<b>112,630</b>	<b>225,729</b>

**EXCO TECHNOLOGIES LIMITED**  
**NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

**(Unaudited)**

*\$(000)'s except per share amounts*

Twelve Months Ended September 30, 2023				
	Casting and Extrusion	Automotive Solutions	Corporate	Total
Sales	\$321,567	\$329,767	\$-	\$651,334
Intercompany sales	(29,374)	(2,657)	-	(32,031)
Net sales	292,193	327,110	-	619,303
Depreciation	23,141	4,006	84	27,231
Amortization	1,305	3,381	-	4,686
Pre-tax income (loss) before interest	15,142	34,851	(7,420)	42,573
Net interest expense				(8,068)
Income before income taxes				34,505
Property, plant and equipment additions	31,980	6,455	14	38,449
Property, plant and equipment, net	186,273	34,879	1,277	222,429
Intangible asset additions	444	90	-	534
Intangible assets, net	10,487	20,114	-	30,601
Goodwill	27,844	63,486	-	91,330
Total assets	391,920	235,567	(15,416)	612,071
Total liabilities	66,801	68,074	106,176	241,051

**10. NET CHANGE IN NON-CASH WORKING CAPITAL**

	Twelve months ended September 30	
	2024	2023
Accounts receivable	<b>\$17,303</b>	(\$7,445)
Inventories	<b>1,184</b>	(11,745)
Prepaid expenses and deposits	<b>(721)</b>	(252)
Trade accounts payable	<b>(7,680)</b>	1,640
Accrued payroll liabilities	<b>(178)</b>	1,710
Other accrued liabilities	<b>(5,287)</b>	(6,921)
Provisions	<b>1,442</b>	746
Customer advance payments	<b>(396)</b>	1,872
Income taxes recoverable	<b>4,428</b>	8,316
	<b>\$10,095</b>	(\$12,079)

**11. INCOME TAXES**

The consolidated effective income tax rates for the three- and twelve- month periods ended September 30, 2024 was 25.8% and 25.1% (three- and twelve month periods ended September 30, 2023 – 24.7% and 23.8%). The income tax rate in the current quarter and year to date were impacted by geographic distribution and foreign rate differentials.

## **CORPORATE INFORMATION**

Exco Technologies Limited is a global supplier of innovative technologies servicing the die-cast, extrusion and automotive industries. Through our 21 strategic locations in 9 countries, we employ approximately 5,000 people and service a diverse and broad customer base.

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## **TORONTO STOCK EXCHANGE LISTING**

TSX:XTC

## **DIRECTORS**

Edward H. Kernaghan

Darren M. Kirk, President and CEO

Robert B. Magee, Lead Director

Colleen M. McMorrow

Brian A. Robbins, Executive Chairman

Tommy J. Skudutis

## **CORPORATE OFFICERS**

Brian A. Robbins, PEng

Executive Chairman

Darren M. Kirk, CFA, MBA

President and CEO

Matthew Posno, CPA, CA, MBA

Vice President Finance, CFO and Secretary

## **TRANSFER AGENT**

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