Condensed Interim Consolidated Financial Statements of

GLACIER MEDIA INC.

For the three months ended March 31, 2017 and 2016
(Unaudited)

Report to Shareholders

Financial Performance

Glacier Media Inc.'s ("Glacier" or the "Company") results for the first quarter were soft. Adjusted[1] consolidated EBITDA, including the Company's share of its joint venture interests, decreased to $7.3 million for the period ended March 31, 2017 compared to $8.2 million for the same period in the prior year. Adjusted consolidated revenue was $55.4 million for the quarter compared to $58.5 million for the same period in the prior year.

The Company's commodity information operations continued to face adverse conditions in the quarter mainly due to the depressed energy, metals and agricultural prices. Adjusted revenues declined by 9.6% to $14.6 million while adjusted EBITDA declined by 16.2% to $4.2 million.

The environmental, property and financial information operations experienced another strong quarter with solid revenue growth in all operations. While the Company continues to invest in these businesses, adjusted EBITDA for these operations experienced strong growth. Adjusted revenues grew by 13.6% to $6.9 million while adjusted EBITDA grew by 12.3% to $1.7 million.

The challenged Prairies' economy weighed on the community media operations. While certain community media operations outside of the Prairies experienced EBITDA growth, overall the remaining operations had a difficult quarter. Adjusted revenues declined by 6.5% to $33.8 million while adjusted EBITDA declined by 8.5% to $3.3 million.

(1) For a reconciliation of adjusted results to results in accordance with International Financial Reporting Standards ("IFRS"), refer to the "Reconciliation of IFRS to Adjusted Results" as presented in the Company's Management Discussion & Analysis.

Operational Strategy and Focus

Glacier operates as an information and marketing solutions company pursuing growth in sectors where the provision of essential information and related services provides high customer value. The Company's "go to market" strategy is being pursued through two operational areas:

1. Data, analytics and intelligence; and
2. Content and marketing solutions

Through its brands and operations, Glacier serves clients in three segments:

Commodity Information

Agricultural Information	• Glacier FarmMedia ("GFM"): Western Producer Publications, Farm Business Communications, Canada's Outdoor Farm Show, Ag In Motion and Weather INnovations Network ("WIN")
Energy and Mining Information	• JuneWarren-Nickle's Energy Group (including CanOils) ("JWN"), Evaluate Energy, Northern Miner Group and Infomine (50% interest)

Environmental, Property and Financial Information

Environmental and Property Information	• ERIS (Environmental Risk Information Services), Specialty Technical Publishers ("STP") and REW.ca
Financial Information	• Fundata (50% interest)

Community Media

Community Media	• Local daily and weekly newspapers and related publications, websites and digital products in British Columbia, Alberta, Saskatchewan, Manitoba, Ontario, Quebec and the United States (includes direct, joint venture and other interests)

Operational Overview

Commodity Information

Agricultural Information

- Conditions in the agricultural sector remain soft with low commodity prices and increasing industry consolidation among key customers. Market conditions had a negative impact on the division resulting in lower revenues and EBITDA in the quarter.

- WIN had a very strong quarter, renewing significant contracts and continuing to expand its European footprint and operations.

Energy and Mining Information

- Market conditions in the energy sector remain very challenging. In light of the continuing challenges and uncertain outlook, the Company implemented substantial cost reductions in the energy information group late in quarter.

- The mining market appears to have finally stabilized with tangible growth in M&A and financings. The Company's mining information operations experienced stable revenues and a slight increase in EBITDA in the quarter.

Environmental, Property and Financial Information

Environmental and Property Information

- ERIS continued to expand, experiencing growth in both Canada and the U.S. During the quarter, the company launched ERIS XPlorer, a layered, map-based tool offering environmental consultants rich historical environmental information on a subject property.

- REW.ca, the Company's online real estate portal, continued to grow rapidly in terms of site features, traffic and revenues. The site now contains detailed information on over 9,000 multi-unit properties throughout the Lower Mainland of British Columbia.

Financial Information

- Fundata had another solid quarter, growing revenues while investing in new offerings such as its recently launched mutual fund Point of Sale compliance solution.

Community Media

- The revenue decline within community media was driven by the maturing nature of print advertising industry wide and the impact of continued weak commodity prices in many Western Canadian communities.

- Digital revenues experienced strong growth overall and across a number of product offerings including retargeting services, website builds and Chinese digital marketing solutions.

- A portion of the revenue decline was driven by planned closures and restructuring that took place throughout 2016. Some of this revenue decline was offset by ongoing operational efficiencies and the continued realization of savings from the restructurings implemented throughout 2016. In many cases, the restructurings have resulted in improved products for both readers and advertisers as fewer but more substantial editions are published.

Financial Position

At March 31, 2017, senior debt was $40.6 million. During the quarter, the Company made net repayments of $3.1 million of senior debt, some of which was sourced from the sale of non-core real estate assets.

On an adjusted basis, Glacier's consolidated debt net of cash outstanding before deferred financing charges was 1.50x trailing 12-months EBITDA as at March 31, 2017.

Outlook

Near-term uncertainty and market risk continues, especially given the ongoing impact of weak energy and commodity market conditions on the Western Canadian economy. The Company's agriculture, energy, mining and community media operations are continuing to be negatively impacted by these market conditions. In light of these conditions, the Company will continue to evaluate cost reduction initiatives while simultaneously improving the revenue generating operations of the businesses. The Company remains confident in the longer term outlook for the energy and mining sectors and a rebound in the mining industry appears to be underway.

The Company continues to invest in its environmental, property and commodity information operations and expects continued strong growth. Additional investment is planned for businesses such as ERIS and REW.ca that are experiencing high growth and address large potential markets. Within agricultural information, a number of operations including WIN, the agricultural exhibitions and AgDealer are performing well and are expected to expand. The Company also continues to invest in and improve the value of its energy and mining database and subscription offerings, positioning itself for when the cyclical downturn reverses.

Given the varied outlook, management plans to continue the progress of the last few years in strengthening the Company's financial position by further reducing debt. A strengthened balance sheet will mitigate risk while allowing the ongoing and planned operational and capital investments. These investments are necessary to continue the strong growth in a number of the Company's businesses that are creating real shareholder value.

First Quarter 2017 Management's Discussion & Analysis ("MD&A")

Forward-Looking Statements

In this MD&A, Glacier Media Inc. and its subsidiaries are referred to collectively as "Glacier", "us", "our", "we" or the "Company" unless the context requires otherwise.

The information in this report is as at May 11, 2017.

Glacier Media Inc.'s Interim Report, including this MD&A and the accompanying Report to Shareholders, contains forward-looking statements that relate to, among other things, our objectives, goals, strategies, intentions, plans, beliefs, expectations and estimates and can generally be identified by the use of statements that include phrases such as "believe", "expected", "anticipate", "intend", "plan", "likely", "will", "may", "could", "should", "would", "suspect", "outlook", "estimate", "forecast", "objective", "continue" (or the negative thereof) or similar words or phrases. These forward-looking statements include, among other things, statements relating to our expectations regarding revenues, expenses, cash flows, future profitability and the effect of our strategic initiatives and restructuring, including our expectations to grow our business information operations, to generate new revenues, to generate sufficient cash flow from operations to meet anticipated working capital, capital expenditures, and debt service requirements and to reduce debt levels. These forward-looking statements are based on certain assumptions, including continued economic growth and recovery and the realization of cost savings in a timely manner and in the expected amounts, which are subject to risks, uncertainties and other factors which may cause results, performance or achievements of the Company to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements, and undue reliance should not be placed on such statements.

Important factors that could cause actual results to differ materially from these expectations include failure to implement or achieve the intended results from our strategic initiatives, the failure to reduce debt and the other risk factors listed in our Annual Information Form under the heading "Risk Factors" and in our interim MD&A under the heading "Business Environment and Risks", many of which are out of our control. These other risk factors include, but are not limited to, the ability of the Company to sell advertising and subscriptions related to its publications, foreign exchange rate fluctuations, the seasonal and cyclical nature of the agricultural and energy sectors, discontinuation of the Department of Canadian Heritage's Canada Periodical Fund's Aid to Publishers, general market conditions in both Canada and the United States, changes in the prices of purchased supplies including newsprint, the effects of competition in the Company's markets, dependence on key personnel, integration of newly acquired businesses, technological changes, tax risk, financing risk and debt service risk.

The forward-looking statements made in the Company's Interim Report, including this MD&A and the accompanying Report to Shareholders, relate only to events or information as of the date on which the statements are made. Except as required by law, the Company undertakes no obligation to update or revise publicly any forward-looking statements, whether as a result of new information, future events or otherwise, after the date on which the statements are made or to reflect the occurrence of unanticipated events.

The Interim Report, this MD&A and the documents to which we refer herein should be read completely and with the understanding that our actual future results may be materially different from what we expect.

Basis of Discussion and Analysis

The following management discussion and analysis of the financial condition and results of operations of the Company and other information is dated as at March 31, 2017 and should be read in conjunction with the Company's annual consolidated financial statements and notes thereto as at and for the period ended December 31, 2016. The annual consolidated financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB").

These condensed interim consolidated financial statements include only significant events and transactions affecting the Company during the current fiscal period and do not include all disclosures normally provided in the Company's annual consolidated financial statements. As a result, these condensed interim consolidated financial statements should be read in conjunction with the Company's audited consolidated financial statements for the period ended December 31, 2016 and related MD&A which can be obtained on the

Company's website: www.glaciermedia.ca and on the System for Electronic Document Analysis and Retrieval ("SEDAR"). Interim results are not necessarily indicative of the results expected for the fiscal year.

Non-IFRS Measures

Earnings before interest, taxes, depreciation and amortization ("EBITDA"), EBITDA margin, EBITDA per share, cash flow from operations, cash flow from operations per share, net income attributable to common shareholders before non-recurring items and net income attributable to common shareholders before non-recurring items per share are not generally accepted measures of financial performance under IFRS. In addition, certain results in this MD&A stated to be "adjusted" have been presented on an adjusted basis that includes the Company's shares of revenue, expenses, assets and liabilities from its joint venture operations, which reflects the basis on which management makes its operating decisions and performance evaluation. These adjusted measures are also not generally accepted measures of financial performance under IFRS. Management utilizes these financial performance measures to assess profitability and return on equity in its decision making. In addition, the Company, its lenders and its investors use EBITDA to measure performance and value for various purposes. Investors are cautioned, however, that EBITDA should not be construed as an alternative to net income attributable to common shareholders determined in accordance with IFRS as an indicator of the Company's performance.

The Company's method of calculating these financial performance measures may differ from other companies and, accordingly, they may not be comparable to measures used by other companies. A quantitative reconciliation of these non-IFRS measures is included in the section entitled EBITDA, Cash Flow from Operations, Net Income Attributable to Common Shareholders before Non-Recurring Items and Net Income Attributable to Common Shareholders before Non-Recurring Items Reconciliation with Per Share Amounts and a reconciliation of the adjusted non-IFRS measures is included in the section entitled Reconciliation of IFRS to Adjusted Results in this MD&A.

All financial references are in millions of Canadian dollars unless otherwise noted.

Overview of the Business

Glacier operates as an information and marketing solutions company pursuing growth in sectors where the provision of essential information and related services provides high customer value. The Company's "go to market" strategy is being pursued through two operational areas:

1. Data, analytics and intelligence; and
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Community Media

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During the three months ended March 31, 2017, the Company revised its operating segments to reflect further refinement of the changes to the business and marketplace. Previously all of the Company's business information assets were included in one segment – Business Information. Community Media will continue as its own segment and will now include certain local business-to-consumer print publications previously included in the business information segment. The Company is working to transform its business and believes that further stratification of the business information segment is required to fully reflect the direction of the business and the commonalities of the vision for the future of the business information asset groupings.

For additional information on Glacier's operations see the Company's Annual Information Form as filed on SEDAR (www.sedar.com).

Significant Developments in 2017 and Outlook

Glacier's results for the first quarter were soft. Commodity driven operations continue to struggle in light of the depressed energy, metals and agricultural prices. The weak oil and gas market is having a pervasive effect on the already challenged economy in the Prairies, which continued to weigh on the related community media operations during the quarter.

The environmental, property and financial information operations experienced another strong quarter with revenue and EBITDA growth, even while the Company continues to invest in these businesses. The launch of new products and additional features to existing products are giving Glacier's environmental and property information operations a competitive edge.

Certain community media operations outside of the Prairies experienced growth during the quarter. Additionally, digital operations had continued growth with the expanding range of product offerings and digital marketing solutions.

Near-term uncertainty and market risk continues, especially given the ongoing impact of weak energy and commodity market conditions on the Western Canadian economy. The Company's agriculture, energy, mining and community media operations are continuing to be negatively impacted by these market conditions. In light of these conditions, the Company will continue to evaluate cost reduction initiatives while simultaneously improving the revenue generating operations of the businesses. The Company remains confident in the longer term outlook for the energy and mining sectors and a rebound in the mining industry appears to be underway.

The Company continues to invest in its environmental, property and commodity information operations and expects continued strong growth. Additional investment is planned for businesses such as ERIS and REW.ca that are experiencing high growth and address large potential markets. Within agricultural information, a number of operations including WIN, the agricultural exhibitions and AgDealer are performing well and are expected to expand. The Company also continues to invest in and improve the value of its energy and mining database and subscription offerings, positioning itself for when the cyclical downturn reverses.

Given the varied outlook, management plans to continue the progress of the last few years in strengthening the Company's financial position by further reducing debt. A strengthened balance sheet will mitigate risk while allowing the ongoing and planned operational and capital investments. These investments are necessary to continue the strong growth in a number of the Company's businesses that are creating real shareholder value.

Reconciliation of IFRS to Adjusted Results and Non-IFRS Measures

The following table reconciles the Company's results as reported under IFRS to the results presented on an adjusted basis that includes the Company's shares of revenue, expenses, assets and liabilities from its joint venture operations, which reflects the basis on which management makes its operating decisions and performance evaluation.

(thousands of dollars)	Three months ended March 31, 2017			Three months ended March 31, 2016		
except share and per share amounts	**Per IFRS**	**Differential**	**Adjusted** [1]	Per IFRS	Differential	Adjusted [1]
Revenue	$ 47,060	$ 8,375	$ 55,435	$ 49,331	$ 9,190	$ 58,521
Gross profit [3]	$ 15,003	$ 4,155	$ 19,158	$ 15,433	$ 4,777	$ 20,210
Gross margin	31.9%		34.6%	31.3%		34.5%
EBITDA [1][2]	$ 4,492	$ 2,759	$ 7,251	$ 4,868	$ 3,339	$ 8,207
EBITDA margin [1]	9.5%		13.1%	9.9%		14.0%
EBITDA per share [1][2]	$ 0.04	$ 0.03	$ 0.07	$ 0.05	$ 0.04	$ 0.09
Net income attributable to common shareholders before non-recurring items [1][2]	$ 1,811	$ (120)	$ 1,691	$ 1,345	$ 15	$ 1,360
Net income attributable to common shareholders before non-recurring items per share [1][2]	$ 0.02	$ -	$ 0.02	$ 0.02	$ -	$ 0.02
Net income (loss) attributable to common shareholders	$ 1,575	$ (126)	$ 1,449	$ (272)	$ 14	$ (258)
Net income (loss) attributable to common shareholders per share	$ 0.01	$ -	$ 0.01	$ 0.00	$ -	$ 0.00
Cash flow from operations before non-recurring items [1][2]	$ 3,923	$ 2,259	$ 6,182	$ 4,366	$ 2,584	$ 6,950
Cash flow from operations per share [1][2]	$ 0.04	$ 0.02	$ 0.06	$ 0.05	$ 0.03	$ 0.08
Total assets	$ 251,333	$ 16,357	$ 267,690	$ 262,047	$ 21,760	$ 283,807
Weighted average shares outstanding, net	109,828,731		109,828,731	89,083,105		89,083,105

Notes:
(1) Refer to "Non-IFRS Measures" section for discussion of non-IFRS measures used in this table.
(2) IFRS net income attributable to common shareholders and cash flow from operations have been adjusted for non-recurring items. Refer to "EBITDA, Cash Flow from Operations and Net Income Attributable to Common Shareholders Before Non-Recurring Items Reconciliation".
(3) Gross profit for these purposes excludes depreciation and amortization.

Adjusted Operational Performance[1]

Management believes that including its share of revenues, expenses and cash flows of its joint venture operations in the Company's results provides a more comprehensive basis for reflecting and assessing the overall operations of the Company. Management bases its operating decisions and performance evaluation using the adjusted results[1]. The following discussion adjusts the Company's reported results under IFRS to include the revenues, expenses and cash flows of its joint ventures.

Adjusted consolidated EBITDA decreased to $7.3 million for the period ended March 31, 2017 compared to $8.2 million in the prior year. Decreases in adjusted EBITDA were mainly the result of weaker agriculture and energy markets in Canada, which had an overall effect on Glacier's results.

Adjusted consolidated revenue was $55.4 million for the period ended March 31, 2017 compared to $58.5 million for the same period in the prior year. Revenue continues to be impacted by the maturing community media industry, along with the weak agriculture and energy markets. The total rate of revenue decline was lower in the first few months of 2017 than in prior periods and some operations within community media experienced revenue growth.

For the period ended March 31, 2017, adjusted net income attributable to common shareholders before non-recurring items increased to $1.7 million from $1.4 million. Adjusted cash flow from operations before non-recurring items decreased to $6.2 million from $7.0 million.

On an adjusted basis, Glacier's consolidated debt net of cash outstanding before deferred financing charges was 1.50x trailing 12-months EBITDA as at March 31, 2017.

The main factors affecting the comparability of the results for the year are detailed below under the IFRS Selected Financial Information.

Note:

[1] The adjusted consolidated financial results have been adjusted to include the Company's share of revenue, expenses, assets and liabilities from its joint venture operations on a proportionate accounting basis as this is the basis on which management bases its operating decisions and performance evaluation. IFRS does not allow for the inclusion of the joint ventures on a proportionate basis. These results include additional non-IFRS measures such as EBITDA, cash flow from operations and net income attributable to common shareholders before non-recurring items.

The adjusted results are not generally accepted measures of financial performance under IFRS. The Company's method of calculating these financial performance measures may differ from other companies and accordingly, they may not be comparable to measures used by other companies. Please refer to the **Reconciliation of IFRS to Adjusted Results** for a reconciliation of these non-IFRS measures and adjusted results. Management reports its results adjusted to include its share of its joint ventures in the MD&A under the heading **Adjusted Operational Performance**. Management reports its results adjusted to include its share of its joint ventures in the Report to Shareholders.

First Quarter IFRS Results and Overview of Operating Performance

Selected Financial Information

The following outlines selected financial statistics and performance measures for Glacier, on an IFRS basis (other than the non-IFRS measures noted) for the periods ended March 31, 2017 and 2016:

(thousands of dollars) except share and per share amounts	Three months ended March 31, 2017	2016
Revenue	$ 47,060	$ 49,331
Gross profit (2)	$ 15,003	$ 15,433
Gross margin	31.9%	31.3%
EBITDA (1)	$ 4,492	$ 4,868
EBITDA margin (1)	9.5%	9.9%
EBITDA per share (1)	$ 0.04	$ 0.05
Interest expense, net	$ 601	$ 1,001
Net income attributable to common shareholders before non-recurring items (1)	$ 1,811	$ 1,345
Net income attributable to common shareholder before non-recurring items per share (1)	$ 0.02	$ 0.02
Net income (loss) attributable to common shareholders	$ 1,575	$ (272)
Net income (loss) attributable to common shareholders per share	$ 0.01	$ 0.00
Cash flow from operations (1)	$ 3,923	$ 4,366
Cash flow from operations per share (1)	$ 0.04	$ 0.05
Capital expenditures	$ 879	$ 588
Total assets	$ 251,333	$ 262,047
Total non-current financial liabilities	$ 46,947	$ 68,630
Debt net of cash outstanding before deferred financing charges and other expenses	$ 45,030	$ 68,417
Equity attributable to common shareholders	$ 135,718	$ 115,972
Weighted average shares outstanding, net	109,828,731	89,083,105

Notes:
(1) Refer to "Non-IFRS Measures" and "EBITDA, Cash Flow from Operations and Net Income Attributable to Common Shareholders before Non-Recurring Items" section for calculation of non-IFRS measures used in this table.
(2) Gross profit for these purposes excludes depreciation and amortization.

The main factors affecting the comparability of the results for the quarter include:

- Operating performance of the Company's various business units and general market conditions during the reported years;
- Decreased revenues due to the weaker community media industry, the cyclical nature of certain of Glacier's businesses, including the falling price of oil and general softness in the agriculture and mining industries; and
- Fluctuations in restructuring expenses including severance payments, transaction and transition expenses, and the write-off of certain assets and other amounts related to the closure and sale of certain community media assets.

Revenue

Glacier's consolidated revenue for the period ended March 31, 2017 was $47.1 million compared to $49.3 million for the same period in the prior year.

Commodity Information

The Commodity Information group generated revenues of $14.6 million for the period ended March 31, 2017, as compared to $16.2 million for the same period in the prior year. Conditions in the agricultural sector remain soft with low commodity prices and increasing industry consolidation among key customers. WIN had a very strong quarter, renewing significant contracts and continuing to expand its European footprint and operations.

Market conditions in the energy sector remain very challenging. The mining market appears to be stabilizing and as the result, the Company's mining information operations experienced stable revenues.

Environmental, Property and Financial Information

The Environmental, Property and Financial Information group generated revenues of $4.8 million for the period ended March 31, 2017, as compared to $4.0 million for the same period in the prior year. ERIS continued to expand, experiencing revenue growth in both Canada and the U.S. Additionally, REW.ca, the Company's online real estate portal, continued to grow rapidly in terms of site features, traffic and revenues.

Community Media

The Community Media group generated $27.7 million of revenue for the period ended March 31, 2017, as compared to $29.1 million for the same period in the prior year.

The revenue decline within the Community Media group was driven by the maturing nature of print advertising industry wide and the impact of continued weak commodity prices in many Western Canadian communities. Digital revenues experienced strong growth overall and across a number of product offerings including retargeting services, website builds and Chinese digital marketing solutions. A portion of the revenue decline was driven by planned closures and restructuring that took place throughout 2016. Some of the general revenue declines were partially offset by ongoing operational efficiencies and the continued realization of savings from the restructurings. In many cases, the restructurings have resulted in improved products for both readers and advertisers as fewer but more substantial editions are published.

Gross Profit

Glacier's consolidated gross profit, being revenues less direct expenses, for the period ended March 31, 2017 was $15.0 million compared to $15.4 million for the same period in the prior year. The decrease in gross profit is largely attributable to the decrease in revenues, which is partially offset by the related decrease in direct expenses and operational efficiencies from restructurings and continued cost management.

Gross profit as a percentage of revenues ("gross profit margin") for the period ended March 31, 2017 was 31.9% as compared to 31.3% for the same period in the prior year.

General & Administrative Expenses

Glacier's consolidated general and administrative expenses were $10.5 million for the period ended March 31, 2017 as compared to $10.6 million for the same period in the prior year. The Company continues to focus on reducing administration costs.

EBITDA

EBITDA was $4.5 million for the period ended March 31, 2017 as compared to $4.9 million for the same period in the prior year. The results are due to the various reasons stated under **Revenue, Gross Profit** and **General & Administrative Expenses**.

Net Interest Expense

Glacier's consolidated net interest expense for the period ended March 31, 2017 was $0.6 million as compared to $1.0 million for the same period in the prior year, a decrease of $0.4 million. The decrease was primarily the result of debt repayments made throughout 2017 and 2016.

Depreciation and Amortization

Depreciation of property, plant and equipment for the period ended March 31, 2017 decreased $0.1 million as compared to for the same period in the prior year. Amortization of intangible and other assets increased $0.4 million as compared to the same period in the prior year mainly due to the addition of software and other intangible assets with short useful lives and the reduction of the useful lives of certain other definite life intangible assets to more accurately reflect their remaining useful lives.

Restructuring and Other Expenses (Net)

Restructuring and other expenses (net) for the period ended March 31, 2017 were $0.4 million compared to $2.1 million for the same period in the prior year. These expenses include restructuring costs, foreign exchange, other income, other expenses and net gains or losses on disposal of assets. The prior year includes additional severance expense relating to the restructuring of certain operations.

Share of Earnings from Joint Ventures and Associates

Share of earnings from joint ventures and associates, which include the Company's share of Fundata Canada Inc. ("Fundata"), Continental Newspapers Ltd. ("Continental"), Great West Newspapers Limited Partnership ("GWNLP"), the Victoria Times-Colonist, Rhode Island Suburban Newspapers, Inc. ("RISN") and other joint ventures and associates, increased $0.5 million as compared to for the same period in the prior year. This includes the Company's share of impairment expense recorded in the joint ventures and associates.

Aggregate operating results for the Company's joint ventures and associates, at the Company's proportionate share of the results, are as follows:

	As at	
(thousands of dollars)	**March 31, 2017**	December 31, 2016
	$	$
Assets	**90,206**	91,912
Liabilities	**31,441**	32,316
Net assets	**58,765**	59,596
	For the three months ended	
	March 31, 2017	March 31, 2016
	$	$
Revenues	**13,931**	14,952
Net income for the year	**1,522**	1,314
Other comprehensive income (loss)	**240**	112

Net Income Attributable to Common Shareholders

Net income attributable to common shareholders increased by $1.8 million compared to the same period in the prior year. The increase resulted from i) lower interest expense of $0.4 million, ii) lower depreciation expense of $0.1 million, iii) lower restructuring and other expenses (net) of $1.7 million and iv) higher share of earnings from joint ventures and associates of $0.5 million, which was partially offset by i) lower operating results of $0.4 million and ii) higher amortization expense of $0.4 million.

Other Comprehensive Loss (net of tax)

For the period ended March 31, 2017, Glacier recognized other comprehensive income (net of tax) of $0.8 million. The majority of the income related to the actuarial gain on defined benefit pension plans.

Cash Flow from Operations

Glacier's consolidated cash flow from operations was $3.9 million (before changes in non-cash operating accounts and non-recurring items) for the period ended March 31, 2017 as compared to $4.4 million the same period in the prior year. The change in cash flow from operations resulted from the factors stated under **Revenue**, **Gross Profit**, **General & Administrative Expenses** and **EBITDA**.

Capital expenditures were $0.9 million for the period ended March 31, 2017 compared to $0.6 million the same period in the prior year. The majority of the current year expenditures relate to software and hardware costs and leaseholds relating to office relocations made to reduce operating costs. Prior year capital expenditures related program development, IT infrastructure, and other sustaining capital expenditures.

See "**Summary of Financial Position, Financial Requirements and Liquidity**" for further details.

Related Party Transactions

During the period ended March 31, 2017, the Company and its affiliates recorded administration, consulting, interest and other expenses of $0.2 million from Madison Venture Corporation ("Madison") and its subsidiaries. Madison is a shareholder of the Company and certain of its officers and directors are officers and directors of the Company.

Madison provides strategic, financial, transactional advisory services and administrative services to the Company on an ongoing basis. These services have been provided with the intention of maintaining an efficient and cost effective corporate overhead structure, instead of i) hiring more full-time corporate and administrative staff and thereby increasing fixed overhead costs and ii) retaining outside professional advisory firms on a more extensive basis.

These services were provided in the normal course of operations and were measured at the amount of consideration established and agreed to by the related parties. In addition, Madison was required to be the guarantor of a loan relating to the acquisition of interests in certain community newspapers in 2007.

Contingency

During 2014-2016 an affiliate of the Company ("the affiliate") received, from the Canada Revenue Agency ("CRA") and provincial tax authorities, tax notices of reassessments and assessments relating to the taxation years 2008-2015. The notices deny the application of non-capital losses, capital losses, scientific research and experimental development ("SR&ED") pool deductions and SR&ED tax credits claimed. As a result additional taxes payable including interest and penalties are approximately $53.3 million.

The affiliate has filed notices of objection with the CRA and provincial taxing authorities. In connection with filing the notice of objections, the affiliate is required to make a 50% deposit of the amounts claimed by the CRA and provincial authorities as assessed. The affiliate has paid the required deposit of $21.8 million. No further amounts are due at this time for the 2008-2014 taxation years as the appeal process continues. These payments have been recorded as other assets, within non-current assets, as the Company and its affiliate expect to ultimately be successful in its objection.

The affiliate has filed a notice of objection with the CRA relating to its 2015 year. The affiliate will be required to make a $1.1 million deposit, 50% of amounts claimed by the CRA as assessed. The affiliate will pay the required deposit during 2017.

The Company, the affiliate and its counsel believe that the filing positions adopted by the affiliate in all years are appropriate and in accordance with the law. The affiliate intends to vigorously defend such positions.

If the affiliate is successful in defending its positions, the deposits made plus applicable interest will be refunded to the affiliate. There is no assurance that the affiliate's objections and appeals will be successful. If the CRA and provincial tax authorities are successful, the affiliate will be required to pay the remaining balance of taxes owing plus applicable interest, and will be required to write-off any remaining tax assets relating to reassessed amounts.

Summary of Selected Quarterly IFRS Results

The following outlines the significant financial performance measures for Glacier for the last eight quarters:

(thousands of dollars) *except share and per share amounts*	Trailing 12 Months	Q1 2017	Q4 2016	Q3 2016	Q2 2016
Revenue	$ 196,521	$ 47,060	$ 48,840	$ 49,603	$ 51,018
EBITDA [1]	$ 18,248	$ 4,492	$ 5,289	$ 4,534	$ 3,933
EBITDA margin [1]	9.3%	9.5%	10.8%	9.1%	7.7%
EBITDA per share [1]	$ 0.17	$ 0.04	$ 0.05	$ 0.04	$ 0.04
Interest expense, net	$ 3,319	$ 601	$ 1,056	$ 745	$ 917
Net income attributable to common shareholders before non-recurring items [1]	$ 9,644	$ 1,811	$ 2,841	$ 1,563	$ 3,429
Net income attributable to common shareholders before non-recurring items per share [1]	$ 0.09	$ 0.02	$ 0.03	$ 0.01	$ 0.04
Net income (loss) attributable to common shareholders	$ 3,267	$ 1,575	$ (2,587)	$ 1,784	$ 2,495
Net income (loss) attributable to common shareholders per share	$ 0.03	$ 0.01	$ (0.02)	$ 0.02	$ 0.03
Cash flow from operations [1]	$ 16,474	$ 3,923	$ 4,156	$ 4,713	$ 3,682
Cash flow from operations per share [1]	$ 0.16	$ 0.04	$ 0.04	$ 0.04	$ 0.04
Capital expenditures	$ 4,765	$ 879	$ 1,835	$ 1,232	$ 819
Debt net of cash outstanding before deferred financing charges and other expenses	$ 45,030	$ 45,030	$ 50,320	$ 51,591	$ 64,786
Equity attributable to common shareholders	$ 135,718	$ 135,718	$ 133,351	$ 131,986	$ 115,586
Weighted average shares outstanding, net	104,486,022	109,828,731	109,828,731	109,152,243	89,083,105

	Trailing 12 Months	Q1 2016	Q4 2015	Q3 2015	Q2 2015
Revenue	$ 213,960	$ 49,331	$ 53,369	$ 50,320	$ 60,940
EBITDA [1]	$ 18,572	$ 4,868	$ 5,838	$ 2,034	$ 5,832
EBITDA margin [1]	8.7%	9.9%	10.9%	4.0%	9.6%
EBITDA per share [1]	$ 0.21	$ 0.05	$ 0.07	$ 0.02	$ 0.07
Interest expense, net	$ 4,167	$ 1,001	$ 1,257	$ 926	$ 983
Net income attributable to common shareholders before non-recurring items [1]	$ 12,389	$ 1,345	$ 6,274	$ 2,537	$ 2,233
Net income attributable to common shareholders before non-recurring items per share [1]	$ 0.14	$ 0.02	$ 0.07	$ 0.03	$ 0.03
Net (loss) income attributable to common shareholders	$ (156,748)	$ (272)	$ (148,649)	$ (6,775)	$ (1,052)
Net (loss) income attributable to common shareholders per share	$ (1.76)	$ 0.00	$ (1.67)	$ (0.08)	$ (0.01)
Cash flow from operations [1]	$ 16,684	$ 4,366	$ 4,967	$ 2,138	$ 5,213
Cash flow from operations per share [1]	$ 0.19	$ 0.05	$ 0.06	$ 0.02	$ 0.06
Capital expenditures	$ 3,860	$ 588	$ 137	$ 1,272	$ 1,863
Debt net of cash outstanding before deferred financing charges and other expenses	$ 68,417	$ 68,417	$ 70,781	$ 78,041	$ 71,674
Equity attributable to common shareholders	$ 115,972	$ 115,972	$ 116,727	$ 265,737	$ 272,625
Weighted average shares outstanding, net	89,083,105	89,083,105	89,083,105	89,083,105	89,083,105

Notes:
(1) Refer to "Non-IFRS Measures" and "EBITDA, Cash Flow from Operations Reconciliation and Net Income Attributable to Common Shareholders Before Non-Recurring Items" section for calculation of non-IFRS measures used in this table.

The main factors affecting comparability of results over the last eight quarters are:

- Operating performance of the Company's various business units, including cost-reduction initiatives and general market conditions during the reported periods;
- Decreased revenues during the reported periods due to the structural changes in the community media industry and the cyclical nature of certain of Glacier's businesses, including softness in the energy and mining sectors;
- An overall impairment charge of $5.9 million in the fourth quarter of 2016 and $194.0 million in fourth quarter of 2015;
- The rights offering that was completed in July 2016 which raised proceeds of $13.2 million, all of which was used to pay down debt. A total of 20,745,626 common shares were issued;
- The Company recognized a settlement gain on pension and post-retirement benefits of $1.6 million in the fourth quarter of 2015;

- The sale of a package of real estate assets for $4.8 million in the fourth quarter of 2015. $2.7 million was generated through a sale lease-back transaction;
- The sale, closure and asset write-down of Printwest in the third quarter of 2015; and
- Decreased revenues and expenses, and quarterly fluctuations in restructuring expenses, primarily due to the restructuring, of certain community media operations in Northern B.C. throughout 2016, and the restructuring, sale and closure of certain community media assets, specifically in the Lower Mainland of B.C. in the second quarter of 2015.

EBITDA, Cash Flow from Operations and Net Income Attributable to Common Shareholders before Non-Recurring Items Reconciliation

The following tables reconciles the Company's net income attributable to common shareholders as reported under IFRS to EBITDA, cash flow from operations and net income attributable to common shareholders before non-recurring items.

(thousands of dollars) *except share and per share amounts*	Three months ended March 31, 2017		2016	
EBITDA [1]				
Net income (loss) attributable to common shareholders	**$**	**1,575**	$	(272)
Add (deduct):				
Non-controlling interests	**$**	**464**	$	461
Net interest expense	**$**	**601**	$	1,001
Depreciation of property, plant and equipment	**$**	**987**	$	1,046
Amortization of intangible assets	**$**	**1,834**	$	1,428
Restructuring and other expenses (net)	**$**	**385**	$	2,100
Share of earnings from joint ventures and associates	**$**	**(1,422)**	$	(942)
Income tax expense	**$**	**68**	$	46
EBITDA [1]	**$**	**4,492**	$	4,868

(thousands of dollars) *except share and per share amounts*	Three months ended March 31, 2017		2016	
Cash flow from operations [1]				
Net income (loss) attributable to common shareholders	**$**	**1,575**	$	(272)
Add (deduct):				
Non-controlling interests	**$**	**464**	$	461
Depreciation of property, plant and equipment	**$**	**987**	$	1,046
Amortization of intangible assets	**$**	**1,834**	$	1,428
Employee future benefit expense (less than) in excess of employer contributions	**$**	**(124)**	$	16
Deferred income tax expense	**$**	**(154)**	$	23
Interest expense	**$**	**608**	$	1,014
Share of earnings from joint ventures and associates	**$**	**(1,422)**	$	(942)
Other non-cash items	**$**	**(81)**	$	1,127
Net gain on disposal	**$**	**(245)**	$	-
Restructuring costs (net of tax)	**$**	**481**	$	184
Transaction and transition costs (net of tax)	**$**	**-**	$	281
Cash flow from operations [1]	**$**	**3,923**	$	4,366

Notes:
[1] Refer to "Non-IFRS Measures" section for discussion of non-IFRS measures used in this table.

(thousands of dollars) except share and per share amounts	Three months ended March 31, 2017	2016
Net income attributable to common shareholders before non-recurring items [1]		
Net income (loss) attributable to common shareholders	**$ 1,575**	$ (272)
Add (deduct):		
Other expenses (net)	**$ -**	$ (69)
Net gain on disposal	**$ (245)**	$ -
Restructuring costs (net of tax)	**$ 481**	$ 1,405
Transaction and transition costs (net of tax)	**$ -**	$ 281
Net income attributable to common shareholders before non-recurring items [1]	**$ 1,811**	$ 1,345
Weighted average shares outstanding, net	**109,828,731**	89,083,105
Net income (loss) attributable to common shareholders per share	**$ 0.01**	$ 0.00
EBITDA per share [1]	**$ 0.04**	$ 0.05
Cash flow from operations before non-recurring items per share [1]	**$ 0.04**	$ 0.05
Net income attributable to common shareholders before non-recurring items per share [1]	**$ 0.02**	$ 0.02

Notes:
[1] Refer to "Non-IFRS Measures" section for discussion of non-IFRS measures used in this table.

Summary of Financial Position, Financial Requirements and Liquidity

Glacier generates sufficient cash flow from operations to meet anticipated working capital, capital expenditures, and debt service requirements.

As at March 31, 2017, Glacier had consolidated cash and cash equivalents of $4.8 million, current and long-term debt of $49.8 million before adjustment for deferred financing fees attributable directly to the issuance of long-term debt, and working capital of $19.8 million excluding deferred revenue. Glacier's actual cash working capital is greater than reflected by the amounts indicated on the consolidated balance sheet due to deferred revenue relating to renewals and newspaper subscriptions that have been paid for by subscribers but not yet delivered; and the costs associated with the fulfillment of this liability are less than the amount indicated in current liabilities.

Capital expenditures were $0.9 million for the period ended March 31, 2017 compared to $0.6 million the same period in the prior year. The majority of the current year expenditures relate to software and hardware costs and leaseholds relating to office relocations made to reduce operating costs. Prior year capital expenditures related program development, IT infrastructure, and other sustaining capital expenditures.

Changes in Financial Position

(thousands of dollars)	Three months ended March 31, 2017	2016
	$	$
Cash generated from (used in)		
Operating activities	**2,956**	2,834
Investing activities	**3,102**	904
Financing activities	**(4,873)**	(3,470)
(Decrease) increase in cash	**1,185**	268

The changes in the components of cash flows during 2017 and 2016 are detailed in the consolidated statements of cash flows of the financial statements. The more significant changes are discussed below.

Operating Activities

Glacier generated cash from operations before non-recurring items and changes in non-cash operating accounts of $3.9 million compared to $4.4 million for the same period in the prior year as a result of the factors stated under **Revenue**, **Gross Profit**, **General & Administrative Expenses** and **EBITDA**. Cash flows from operations before non-recurring items and after change in non-cash working capital was $3.2 million compared to $3.3 million for the same period in the prior year.

Investing Activities

Cash generated by investing activities totalled $3.1 million for the period ended March 31, 2017 compared to $0.9 million for the same period in the prior year. Investing activities included $0.9 million of capital expenditures, distributions received of $2.6 million, $2.2 million proceeds received from disposal of assets, acquisitions of $0.4 million, net cash acquired on acquisition of $0.1 million and cash used in other investing activities of $0.3 million.

Financing Activities

Cash used for financing activities was $4.9 million for the period ended March 31, 2017 compared to $3.5 million for the same period in the prior year. The Company made net debt repayments of $4.1 million for the period ended March 31, 2017 compared to $2.1 million in the same period in the prior year, of which a portion came from the sale of non-core assets. In the period ended March 31, 2017, the Company distributed $0.2 million to its non-controlling interests and paid $0.6 million in interest.

Outstanding Share Data

As at March 31, 2017 and May 11, 2017, there were 109,828,731 common shares and 1,115,000 share purchase warrants outstanding.

The warrants outstanding allow the holder to purchase one common share per warrant at $4.48 per share. The warrants expire on June 28, 2019, unless extended.

Contractual Agreements

As at March 31, 2017, the Company has agreements with a syndicate of major Canadian banks whereby the lenders provide a revolving loan facility with no required principal repayments during its term. The lenders also provide a term loan facility which requires annual principal payments of $1.0 million, paid quarterly.

The Company has additional long-term debt with a major international bank which is held by Alta Newspaper Group Limited Partnership and is non-recourse to the Company.

The Company has entered into operating leases for premises and office equipment, which expire on various dates up to 2026.

In summary, the Company's contractual obligations due over the next five calendar years are as follows:

(thousands of dollars)	**Total**	**2017**	**2018**	**2019**	**2020**	**2021**	**Thereafter**
	$	**$**	**$**	**$**	**$**	**$**	**$**
Long-term debt	49,546	3,695	43,514	1,941	93	98	205
Operating leases	19,789	3,800	4,712	3,360	3,070	2,511	2,336
	69,335	7,495	48,226	5,301	3,163	2,609	2,541

The Company intends to renegotiate the debt facility before maturity.

Under various financing arrangements with its banks, the Company, its subsidiaries, and its affiliates are required to meet certain covenants. The Company, its subsidiaries, and its affiliates were fully in compliance with these covenants at March 31, 2017 and March 31, 2016.

Financial Instruments

The Company's activities result in exposure to a variety of financial risks, including risks relating to foreign exchange, credit, interest rate, and liquidity risk.

A small portion of the Company's products are sold at prices denominated in U.S. dollars while the majority of its operational costs and expenses are incurred in Canadian dollars. An increase in the value of the Canadian dollar relative to the U.S. dollar reduces the revenue in Canadian dollar terms realized by the Company from sales made in U.S. dollars.

The Company also has foreign operations in the United States and the United Kingdom, whose earnings are exposed to foreign exchange risk.

The Company sells its products and services to a variety of customers under various payment terms and therefore is exposed to credit risks from its trade receivables from customers. The Company has adopted policies and procedures designed to limit these risks. The carrying amounts for trade receivables are net of applicable allowances for doubtful accounts, which are estimated based on past experience, specific risks associated with the customer and other relevant information. The Company is protected against any concentration of credit risk through its products, broad clientele and geographic diversity.

The Company's interest rate risk mainly arises from the interest rate impact on cash and floating rate debt. The Company actively manages its interest rate risk through ongoing monitoring of market interest rates and the overall economic situation.

The Company is exposed to liquidity risk with respect to trade payables, long-term debt, derivatives and contractual obligations. The Company manages liquidity by maintaining adequate cash balances and by having appropriate lines of credit available. In addition, the Company continuously monitors and reviews both actual and forecasted cash flows. Management believes that future cash flows from operations and the availability under existing banking arrangements will be adequate to support its financial liabilities.

The carrying value of certain financial instruments maturing in the short-term approximates their fair value. These financial instruments include cash and cash equivalents, trade and other receivables, trade payables and other current liabilities. The fair value of the other financial instruments is determined essentially by discounting cash flows or quoted market prices. The fair values calculated approximate the amounts for which the financial instruments could be settled between consenting parties, based on current market data for similar instruments. Consequently, as estimates must be used to determine fair value, they must not be interpreted as being realizable in the event of an immediate settlement of the instruments. For fair value estimates relating to derivatives and available-for-sale securities, the Company classifies its fair value measurements within a fair value hierarchy, which reflects the significance of the inputs used in making the measurements. The fair value of all of the Company's available for sale financial instruments was determined using quoted prices in active markets.

Business Environment and Risks

A comprehensive discussion of Risks and Uncertainties was included in the 2016 Annual Report and can be found on SEDAR. The discussion is applicable for the period ended March 31, 2017.

Disclosure Controls and Internal Controls over Financial Reporting

The Company has established disclosure controls and procedures to ensure that the information disclosed in this MD&A and the related financial statements was properly recorded, processed, summarized and reported to the Audit Committee and the Board.

The Company did not make any changes to its internal controls over financial reporting ("ICFR") during the most recent period ended March 31, 2017 which materially affected, or are reasonably likely to materially affect, the Company's ICFR.

Future Accounting Policies

In May 2014, the International Accounting Standards Board and the Financial Accounting Standards Board completed its joint project to clarify the principles for recognizing revenue and to develop a common revenue standard for IFRS and United States Generally Accepted Accounting Principles. As a result of the joint project, the IASB issued IFRS 15, Revenue from Contracts with Customers. IFRS 15 establishes principles to address the nature, amount, timing and uncertainty of revenue and cash flows arising from an entity's contracts with customers.

IFRS 15 will be effective for annual periods beginning on or after January 1, 2018, with early adoption permitted. The Company expects the application of IFRS 15 will not significantly affect the financial statements, especially with regards to the timing of revenue recognition and treatment of costs incurred in acquiring customer contracts.

In July 2014, the IASB issued IFRS 9, Financial Instruments, which addresses classification and measurement of financial assets and replaces the multiple category and measurement models for debt instruments in IAS 39, Financial Instruments: Recognition and Measurement. Debt instruments will be measured with a new mixed measurement model having only two categories: amortized cost and fair value through profit and loss. The new standard also addresses financial liabilities which largely carries forward existing requirements in IAS 39, with the exception of fair value changes to credit risk for liabilities designated at fair value through profit and loss which are generally to be recorded in other comprehensive income. In addition, the new standard introduces a new hedge accounting model more closely aligned with risk management activities undertaken by entities.

The new standard is effective for annual periods beginning on or after January 1, 2018, with early adoption permitted. The Company is still in the process of assessing the impact, if any, on the financial statements of this new standard.

In January 2016, the IASB issued IFRS 16, Leases, which supersedes IAS 17, Leases. IFRS 16 sets out the principles for the recognition, measurement, presentation and disclosure of leases for both parties to a contract, i.e. the customer (“lessee”) and the supplier (“lessor”). IFRS 16 is effective for annual periods beginning on or after January 1, 2019, with early adoption permitted, but only if the Company also applies IFRS 15 Revenues from Contracts with Customers.

The most significant impacts of IFRS 16 includes the lessee’s recognition of the initial present value of future lease payments as lease assets and lease liabilities on the statement of financial position, except for those leases that meet a limited exception criteria. The presentation on the statement of operations and other comprehensive income will be affected by the new standard and will result in lease expenses being presented as depreciation and finance expenses. Net income is likely to be effected as the timing of expenses is accelerated when applying the new standard which uses a finance lease model compared to straight line recognition.

The Company is still in the process of assessing the impact, if any, on the financial statements of this new standard.

Critical Accounting Estimates

The preparation of the annual consolidated financial statements in conformity with International Financial Reporting Standards requires management to make estimates and assumptions that affect the amounts recorded in the consolidated financial statements. Management regularly reviews these estimates, including those related to useful lives for depreciation and amortization, impairment of long-lived assets, certain trade receivables, pension and other employee future benefit plans based on currently available information. While it is reasonably possible that circumstances may arise which cause actual results to differ from these estimates, management does not believe it is likely that any such differences will materially affect Glacier’s financial position.

GLACIER MEDIA INC.

INTERIM CONSOLIDATED STATEMENTS OF OPERATIONS
Three months ended March 31, 2017 and 2016

(Expressed in thousands of Canadian dollars, except share and per share amounts)
(Unaudited)

	Three months ended March 31, 2017	2016
	$	$
Revenue	**47,060**	49,331
Expenses before depreciation and amortization		
Direct expenses (Note 13)	**32,057**	33,898
General and administrative (Note 13)	**10,511**	10,565
	4,492	4,868
Interest expense, net (Note 14)	**601**	1,001
Depreciation of property, plant and equipment	**987**	1,046
Amortization of intangible assets	**1,834**	1,428
Restructuring and other expenses (net) (Note 15)	**385**	2,100
Share of earnings from joint ventures and associates (Note 7)	**(1,422)**	(942)
Net income before income taxes	**2,107**	235
Income tax expense (Notes 12)	**68**	46
Net income for the period	**2,039**	189
Net income (loss) attributable to:		
Common shareholders	**1,575**	(272)
Non-controlling interests	**464**	461
Net income (loss) per share attributable to common shareholders per share		
Basic and diluted	**0.01**	0.00
Weighted average number of common shares		
Basic and diluted	**109,828,731**	89,083,105

See accompanying condensed notes to these interim consolidated financial statements

GLACIER MEDIA INC.

INTERIM CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (LOSS)
Three months ended March 31, 2017 and 2016

(Expressed in thousands of Canadian dollars)
(Unaudited)

	Three months ended March 31, 2017	2016
	$	$
Net income for the period	**2,039**	189
Other comprehensive income (loss) (net of tax) (Note 11)		
Actuarial gain (loss) on defined benefit pension plans [1]	**560**	(634)
Currency translation adjustment [2]	**20**	24
Share of other comprehensive income from joint ventures and associates[1] (Note 7)	**237**	112
Other comprehensive income (loss) (net of tax)	**817**	(498)
Total comprehensive income (loss)	**2,856**	(309)
Total comprehensive income (loss) attributable to:		
Common shareholders	**2,367**	(755)
Non-controlling interests	**489**	446

[1] Recorded directly in retained earnings (deficit).
[2] Recycles through the consolidated statement of operations in current and future periods.

See accompanying condensed notes to these interim consolidated financial statements

GLACIER MEDIA INC.

INTERIM CONSOLIDATED BALANCE SHEETS
As at March 31, 2017 and December 31, 2016

(Expressed in thousands of Canadian dollars)
(Unaudited)

	As at	
	March 31, 2017	December 31, 2016
	$	$
Assets		
Current assets		
Cash and cash equivalents	**4,797**	3,612
Trade and other receivables	**38,407**	38,668
Inventory	**5,463**	4,079
Prepaid expenses	**2,040**	2,409
	50,707	48,768
Non-current assets		
Investments in joint ventures and associates (Note 7)	**66,308**	67,240
Other assets (Note 18)	**25,367**	24,755
Post-employment benefit asset	**2,473**	1,601
Property, plant and equipment (Note 8)	**29,758**	31,749
Intangible assets (Note 9)	**38,744**	39,914
Goodwill	**37,976**	37,976
Total assets	**251,333**	252,003
Liabilities		
Current liabilities		
Trade and other payables	**25,687**	27,738
Deferred revenue	**13,908**	11,087
Current portion of long-term debt (Note 10)	**4,923**	4,923
Other current liabilities	**264**	270
	44,782	44,018
Non-current liabilities		
Non-current portion of deferred revenue	**1,031**	1,038
Other non-current liabilities	**2,324**	2,061
Long-term debt (Note 10)	**44,623**	48,686
Deferred income taxes	**3,773**	3,726
Total liabilities	**96,533**	99,529
Equity		
Share capital	**211,802**	211,802
Contributed surplus	**8,951**	8,951
Accumulated other comprehensive income (loss) (Note 11)	**4**	(15)
Deficit	**(85,039)**	(87,387)
Total equity attributable to common shareholders	**135,718**	133,351
Non-controlling interests	**19,082**	19,123
Total equity	**154,800**	152,474
Total liabilities and equity	**251,333**	252,003

See accompanying condensed notes to these interim consolidated financial statements

INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
Three months ended March 31, 2017 and 2016

(Expressed in thousands of Canadian dollars, except share amounts)
(Unaudited)

	Attributable to common shareholders							
	Share capital		Contributed	Accumulated other comprehensive	Retained earnings		Non-controlling	Total
	Shares	Amount	surplus	(loss) income	(deficit)	Total	interest	equity
		$	$	$	$	$	$	$
Balance, December 31, 2016	109,828,731	211,802	8,951	(15)	(87,387)	133,351	19,123	152,474
Net income for the period	-	-	-	-	1,575	1,575	464	2,039
Other comprehensive income (net of tax)	-	-	-	19	773	792	25	817
Total comprehensive income for the period	-	-	-	19	2,348	2,367	489	2,856
Distributions to non-controlling interests	-	-	-	-	-	-	(530)	(530)
Balance, March 31, 2017	**109,828,731**	**211,802**	**8,951**	**4**	**(85,039)**	**135,718**	**19,082**	**154,800**
Balance, December 31, 2015	89,083,105	198,605	8,951	(69)	(90,760)	116,727	19,847	136,574
Net income for the period	-	-	-	-	(272)	(272)	461	189
Other comprehensive loss (net of tax)	-	-	-	23	(506)	(483)	(15)	(498)
Total comprehensive loss for the period	-	-	-	23	(778)	(755)	446	(309)
Distributions to non-controlling interests	-	-	-	-	-	-	(753)	(753)
Balance, March 31, 2016	89,083,105	198,605	8,951	(46)	(91,538)	115,972	19,540	135,512

See accompanying condensed notes to these interim consolidated financial statements

GLACIER MEDIA INC.

INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
Three months ended March 31, 2017 and 2016

(Expressed in thousands of Canadian dollars)
(Unaudited)

	Three months ended March 31,	
	2017	2016
	$	$
Operating activities		
Net income	**2,039**	189
Items not affecting cash		
Depreciation of property, plant and equipment	**987**	1,046
Amortization of intangible assets	**1,834**	1,428
Employee future benefit expense (less than) in excess of employer contributions	**(124)**	16
Deferred income tax (recovery) expense	**(154)**	23
Interest expense (Note 14)	**608**	1,014
Share of earnings from joint ventures and associates (Note 7)	**(1,422)**	(942)
Other non-cash items	**(81)**	1,127
Cash flow from operations before changes in non-cash operating accounts	**3,687**	3,901
Changes in non-cash operating accounts		
Trade and other receivables	**37**	64
Inventory	**(1,384)**	(1,012)
Prepaid expenses	**369**	98
Trade and other payables	**(2,567)**	(1,256)
Deferred revenue	**2,814**	1,039
Cash generated from operating activities	**2,956**	2,834
Investing activities		
Acquisitions, inclusive of assumed and related financing liabilities	**(446)**	-
Net cash acquired on acquisitions	**50**	-
Investments in joint ventures and associates (Note 7)	**-**	(10)
Other investing activities	**(326)**	(298)
Proceeds from disposal of assets (Note 8)	**2,158**	70
Distributions received from joint ventures and associates (Note 7)	**2,591**	1,899
Deposits paid (Note 18)	**(46)**	(169)
Purchase of property, plant and equipment	**(503)**	(151)
Purchase of intangible assets	**(376)**	(437)
Cash generated from investing activities	**3,102**	904
Financing activities		
Distribution to non-controlling interests	**(202)**	(416)
Interest paid	**(558)**	(949)
Net repayment of long-term debt (Note 10)	**(4,113)**	(2,105)
Cash used in financing activities	**(4,873)**	(3,470)
Net cash generated	**1,185**	268
Cash and cash equivalents, beginning of period	**3,612**	4,249
Cash and cash equivalents, end of period	**4,797**	4,517

See accompanying condensed notes to these interim consolidated financial statements

(Amounts in tables expressed in thousands of Canadian dollars, except share and per share amounts)
(Unaudited)

1. General business description

Glacier Media Inc. ("Glacier" or the "Company") is an information and marketing solutions company pursuing growth in sectors where the provision of essential information and related services provides high customer utility and value. The related "go to market" strategy is being implemented through two operational areas: content and marketing solutions; and data, analytics and intelligence

The Company is incorporated under the Canada Business Corporations Act, with common shares listed on the Toronto Stock Exchange ("TSX"). The address of its head office is 2188 Yukon Street, Vancouver, British Columbia.

2. Basis of preparation

These condensed interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") applicable to the preparation of interim consolidated financial statements, including IAS 34, Interim Financial Reporting. The condensed interim consolidated financial statements should be read in conjunction with the annual consolidated financial statements for the year ended December 31, 2016, which have been prepared in accordance with IFRS as issued by the IASB.

These consolidated financial statements have been approved by the Board of Directors for issue on May 11, 2017.

3. Significant accounting policies

The principal accounting policies adopted in the preparation of these condensed interim consolidated financial statements are the same as those applied to the consolidated financial statements for the year ended December 31, 2016. The policies applied are based on the International Financial Reporting Standards issued and outstanding as at the date the board of directors approved these consolidated financial statements.

4. New accounting standards

There were no new accounting standards that were applied for the period ended March 31, 2017.

5. Accounting standards issued but not yet applied

In May 2014, the International Accounting Standards Board ("IASB") and the Financial Accounting Standards Board completed its joint project to clarify the principles for recognizing revenue and to develop a common revenue standard for IFRS and United States Generally Accepted Accounting Principles. As a result of the joint project, the IASB issued IFRS 15, Revenue from Contracts with Customers. IFRS 15 establishes principles to address the nature, amount, timing and uncertainty of revenue and cash flows arising from an entity's contracts with customers.

IFRS 15 will be effective for annual periods beginning on or after January 1, 2018, with early adoption permitted. The Company expects the application of IFRS 15 will not significantly affect the financial statements, especially with regards to the timing of revenue recognition and treatment of costs incurred in acquiring customer contracts.

(Amounts in tables expressed in thousands of Canadian dollars, except share and per share amounts)
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5. Accounting standards issued but not yet applied (continued)

In July 2014, the IASB issued IFRS 9, Financial Instruments, which addresses classification and measurement of financial assets and replaces the multiple category and measurement models for debt instruments in IAS 39, Financial Instruments: Recognition and Measurement. Debt instruments will be measured with a new mixed measurement model having only two categories: amortized cost and fair value through profit and loss. The new standard also addresses financial liabilities which largely carries forward existing requirements in IAS 39, with the exception of fair value changes to credit risk for liabilities designated at fair value through profit and loss which are generally to be recorded in other comprehensive income. In addition, the new standard introduces a new hedge accounting model more closely aligned with risk management activities undertaken by entities.

The new standard is effective for annual periods beginning on or after January 1, 2018, with early adoption permitted. The Company is still in the process of assessing the impact, if any, on the financial statements of this new standard.

In January 2016, the IASB issued IFRS 16, Leases, which supersedes IAS 17, Leases. IFRS 16 sets out the principles for the recognition, measurement, presentation and disclosure of leases for both parties to a contract, i.e. the customer (“lessee”) and the supplier (“lessor”). IFRS 16 is effective for annual periods beginning on or after January 1, 2019, with early adoption permitted, but only if the Company also applies IFRS 15 Revenues from Contracts with Customers.

The most significant impacts of IFRS 16 includes the lessee’s recognition of the initial present value of future lease payments as lease assets and lease liabilities on the statement of financial position, except for those leases that meet a limited exception criteria. The presentation on the statement of operations and other comprehensive income will be impacted by the new standard and will result in lease expenses being presented as depreciation and finance expenses. Net income is likely to be impacted as the timing of expenses is accelerated when applying the new standard which uses a finance lease model compared to straight line recognition.

The Company is still in the process of assessing the impact, if any, on the financial statements of this new standard.

6. Critical accounting estimates and judgements

The preparation of the consolidated financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these condensed interim consolidated financial statements, the significant judgements made by management in applying the Company’s accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended December 31, 2016.

(Amounts in tables expressed in thousands of Canadian dollars, except share and per share amounts)
(Unaudited)

7. Investments in joint ventures and associates

The Company's share of the joint ventures and associates consists of the following:

(thousands of dollars)	**As at and for the period ended March 31, 2017**	As at and for the year ended December 31, 2016
	$	$
Balance, beginning of period	**67,240**	67,456
Acquisition of investments in joint ventures and associates	**-**	20
Share of earnings for the period	**1,422**	8,618
Share of other comprehensive income for the period (net of tax)	**237**	175
Distributions and dividends received and other equity movements	**(2,591)**	(9,029)
Balance, end of period	**66,308**	67,240

8. Property, plant and equipment

		As at March 31, 2017	
(thousands of dollars)	**Cost**	**Accumulated depreciation and impairment**	**Carrying amount**
	$	**$**	**$**
Land	**2,921**	**-**	**2,921**
Buildings	**12,808**	**(2,715)**	**10,093**
Production equipment	**30,463**	**(18,656)**	**11,807**
Office equipment and leaseholds	**26,472**	**(21,535)**	**4,937**
	72,664	**(42,906)**	**29,758**

		As at December 31, 2016	
(thousands of dollars)	Cost	Accumulated depreciation and impairment	Carrying amount
	$	$	$
Land	4,097	-	4,097
Buildings	13,259	(2,723)	10,536
Production equipment	35,336	(23,100)	12,236
Office equipment and leaseholds	26,041	(21,161)	4,880
	78,733	(46,984)	31,749

During the period ended March 31, 2017, the Company sold land and buildings with a net book value of $2.0 million for net cash proceeds of $2.2 million resulting in a gain of $0.2 million.

(Amounts in tables expressed in thousands of Canadian dollars, except share and per share amounts)
(Unaudited)

9. Intangible assets

The Company has various intangible assets including customer relationships, subscription lists, mastheads, software, websites, copyrights and trademarks. Of these, certain mastheads and trademarks are considered to have an indefinite life and therefore are not amortized. Intangible assets are as follows:

			As at March 31, 2017
(thousands of dollars)	**Cost**	**Accumulated amortization and impairment**	**Carrying amount**
	$	**$**	**$**
Indefinite life			
Mastheads and trademarks	**52,166**	**(29,005)**	**23,161**
Finite life			
Copyrights	**10,199**	**(10,199)**	**-**
Customer relationships	**57,568**	**(46,989)**	**10,579**
Subscription lists	**3,996**	**(3,395)**	**601**
Software and websites	**24,439**	**(20,036)**	**4,403**
	148,368	**(109,624)**	**38,744**

			As at December 31, 2016
(thousands of dollars)	Cost	Accumulated amortization and impairment	Carrying amount
	$	$	$
Indefinite life			
Mastheads and trademarks	52,166	(29,005)	23,161
Finite life			
Copyrights	10,199	(10,199)	-
Customer relationships	57,277	(45,777)	11,500
Subscription lists	3,996	(3,294)	702
Software and websites	24,066	(19,515)	4,551
	147,704	(107,790)	39,914

(Amounts in tables expressed in thousands of Canadian dollars, except share and per share amounts)
(Unaudited)

10. Long-term debt

The Company has the following long-term debt outstanding:

(thousands of dollars)	**As at March 31, 2017**	December 31, 2016
	$	$
Current		
ANGLP non-recourse debt	**3,847**	3,847
Term bank loan	**1,000**	1,000
Mortgages and other loans	**76**	76
	4,923	4,923
Non-current		
Revolving bank loan	**33,265**	33,965
Term bank loan	**6,350**	8,750
ANGLP non-recourse debt	**4,738**	5,692
Mortgages and other loans	**551**	602
Deferred financing costs	**(281)**	(323)
	44,623	48,686
	49,546	53,609

Changes to the Company's debt obligation were as follows:

(thousands of dollars)	**As at and for the period ended March 31, 2017**	As at and for the year ended December 31, 2016
	$	$
Balance, beginning of period	**53,609**	74,604
Financing charges (net)	**50**	151
Repayment of debt	**(4,113)**	(21,146)
Balance, end of period	**49,546**	53,609

Under various financing arrangements with its banks, the Company is required to meet certain covenants. The Company was in compliance with all covenants at March 31, 2017 and 2016.

(Amounts in tables expressed in thousands of Canadian dollars, except share and per share amounts)
(Unaudited)

11. Other comprehensive income

The components of other comprehensive income, net of tax, are as follows:

	Accumulated other comprehensive income	**Retained deficit**		
(thousands of dollars)	**Cumulative translation adjustment**	**Actuarial (losses) gain on defined benefit plans**	**Non-controlling interest**	**Total other comprehensive loss**
	$	$	$	$
Balance, December 31, 2016	(15)	(985)	169	(831)
Actuarial gain on defined benefit plans	-	543	17	560
Cumulative translation adjustment	19	-	1	20
Share of other comprehensive income from joint ventures and associates	-	230	7	237
Other comprehensive income for the period	19	773	25	817
Balance, March 31, 2017	**4**	**(212)**	**194**	**(14)**
Balance, December 31, 2015	(69)	(2,938)	(90)	(3,097)
Actuarial loss on defined benefit plans	-	(615)	(19)	(634)
Cumulative translation adjustment	23	-	1	24
Share of other comprehensive income from joint ventures and associates	-	109	3	112
Other comprehensive loss for the period	23	(506)	(15)	(498)
Balance, March 31, 2016	(46)	(3,444)	(105)	(3,595)

Other comprehensive income items that do not recycle through the consolidated statement of operations in future periods are recorded directly in retained earnings (deficit).

Other comprehensive income items are reported net of the following tax effects:

	Three months ended March 31,	
(thousands of dollars)	**2017**	2016
	$	$
Income tax effect of:		
Actuarial (gain) loss on defined benefit plans	**(197)**	222
Share of other comprehensive income from joint ventures and associates	**(84)**	(39)

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12. Income taxes

Income tax recovery is recognized based on management's estimate of the weighted average annual income tax rate expected for the full financial year. The estimated average annual rate used for the period ended March 31, 2017 was 26.0% (2016: 26.0%). The components of income tax expense are shown in the following table:

	Three months ended March 31,	
(thousands of dollars)	**2017**	2016
	$	$
Current tax	**222**	23
Deferred tax	**(154)**	23
Income tax expense	**68**	46

As at March 31, 2017, the Company has available unclaimed tax credits which may be used to reduce future Canadian income taxes otherwise payable.

Refer to Note 18 regarding the contingency relating to the CRA reassessment.

13. Expense by nature

	Three months ended March 31,	
(thousands of dollars)	**2017**	2016
	$	$
Wages and benefits	**23,482**	23,909
Newsprint, ink and other printing costs	**5,085**	5,686
Delivery costs	**3,777**	4,119
Rent, utilities and other property costs	**1,900**	2,077
Advertising, marketing and other promotion costs	**1,828**	2,017
Third party production and editorial costs	**2,980**	2,844
Legal, bank, insurance and professional services	**1,300**	1,302
Data services, system maintenance, telecommunications and software licences	**1,360**	1,380
Fees, licences and other services	**536**	687
Event costs	**231**	192
Other	**89**	250
	42,568	44,463
Direct expenses	**32,057**	33,898
General and administrative expenses	**10,511**	10,565
	42,568	44,463

(Amounts in tables expressed in thousands of Canadian dollars, except share and per share amounts)
(Unaudited)

14. Net interest expense

The net interest expense for the periods ended March 31, 2017 and 2016 is comprised of:

(thousands of dollars)	Three months ended March 31, 2017	2016
	$	$
Interest income	**(7)**	(13)
Interest expense	**608**	1,014
Net interest expense	**601**	1,001

15. Restructuring and other expenses (net)

(thousands of dollars)	Three months ended March 31, 2017	2016
	$	$
Restructuring expenses (a)	**653**	1,886
Transaction and transition costs (b)	**-**	281
Other expenses (income) (net)	**(23)**	(67)
Net gain on sale of assets	**(245)**	-
	385	2,100

(a) Restructuring expenses

During the period ended March 31, 2017, restructuring expenses of $0.7 million were recognized (2016: $1.9 million). Restructuring expenses includes severance costs incurred as the Company reduced its workforce.

(b) Transaction and transition costs

The Company incurred costs related to its acquisitions and divestitures. These costs include both the costs of completing the transactions and the costs of integrating these new operations into the Company. Transaction costs include legal, accounting, due diligence, consulting and general acquisition costs. Transition costs include information technology costs, transitional staffing requirements, service fees paid to the vendor during the transition period and other costs directly related to the operational integration of the newly acquired businesses, as well as any closing costs associated with the closure or divestiture of operations.

(Amounts in tables expressed in thousands of Canadian dollars, except share and per share amounts)
(Unaudited)

16. Related party transactions

During the period ended March 31, 2017, the Company and its affiliates recorded administration, consulting, interest and other expenses of $0.2 million (2016: $0.3 million) from Madison Venture Corporation ("Madison") and its subsidiaries. Madison is a shareholder of the Company and certain of its officers and directors are officers and directors of the Company.

Madison provides strategic, financial, transactional advisory services and administrative services to the Company on an ongoing basis. These services have been provided with the intention of maintaining an efficient and cost effective corporate overhead structure, instead of i) hiring more full-time corporate and administrative staff and thereby increasing fixed overhead costs and ii) retaining outside professional advisory firms on a more extensive basis.

These services were provided in the normal course of operations and were measured at the amount of consideration established and agreed to by the related parties. In addition, Madison was required to be the guarantor of a loan relating to the acquisition of interests in certain community newspapers in 2007.

17. Segment disclosure

The Company and its subsidiaries operate in three distinct operating segments mainly throughout Canada and the United States. These segments are Environmental, Property and Financial Information, Commodity Information and Community Media. Environmental, Property and Financial Information includes the Company's business to business content, marketing solutions and data information products which are environmental, property and financial related. Commodity Information includes the Company's business to business content, marketing solutions and data information products which are agriculture, energy and mining related. The Community Media segment includes the Company's community media assets and related digital and printing operations. The Company's assets are mainly located in Canada, along with some operations in the United Kingdom and a joint venture located in the United States.

During the three months ended March 31, 2017, the Company revised its operating segments to reflect further refinement of the changes to the business and marketplace. Previously all of the Company's business information assets were included in one segment – Business Information. Community Media will continue as its own segment and will now include certain local business-to-consumer print publications previously included in the business information segment. The Company is working to transform its business and believes that further stratification of the business information segment is required to fully reflect the direction of the business and the commonalities of the vision for the future of the business information asset groupings.

The Company's chief operating decision makers review operating results and base decisions on information that includes both its directly owned operations and its joint ventures. Therefore, the Company presents its segments based on its adjusted results which include its share of the revenues, expenses, assets and liabilities from its joint ventures. A reconciliation of the segment disclosure to the statements of operations and statements of cash flows is provided below.

(Amounts in tables expressed in thousands of Canadian dollars, except share and per share amounts)
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17. Segment disclosure (continued)

The following segment information is for the periods ended March 31, 2017 and 2016:

For the three months ended March 31, 2017

(thousands of dollars)	Environmental, Property and Financial Information	Commodity Information	Community Media	Total Operations	Differential[1]	IFRS Total
	$	$	$	$	$	$
Revenue						
Canada	3,945	14,429	31,405	49,779	(5,936)	43,843
United States	2,998	219	2,439	5,656	(2,439)	3,217
	6,943	14,648	33,844	55,435	(8,375)	47,060
Divisional earnings before interest, taxes, depreciation, and amortization	1,675	4,202	3,269	9,146	(2,759)	6,387
Centralized and corporate expenses				1,895	-	1,895
				7,251	(2,759)	4,492
Depreciation and amortization				3,401	(580)	2,821
Restructuring and other expense				405	(20)	385
Net interest expense				655	(54)	601
Share of (earnings) loss from joint ventures and associates				365	(1,787)	(1,422)
Income tax expense				519	(451)	68
Net income for the period				1,906	133	2,039
Depreciation and amortization	342	666	2,393	3,401	(580)	2,821
Capital expenditures	351	186	461	998	(119)	879

[1] Represent the differential between the IFRS consolidated results and the consolidated results of the Company including its share of its joint ventures.

For the three months ended March 31, 2016

(thousands of dollars)	Environmental, Property and Financial Information	Commodity Information	Community Media	Total Operations	Differential[1]	IFRS Total
	$	$	$	$	$	$
Revenue						
Canada	3,424	15,959	33,303	52,686	(6,291)	46,395
United States	2,691	246	2,898	5,835	(2,899)	2,936
	6,115	16,205	36,201	58,521	(9,190)	49,331
Divisional earnings before interest, taxes, depreciation, and amortization	1,491	5,017	3,574	10,082	(3,339)	6,743
Centralized and corporate expenses				1,875	-	1,875
				8,207	(3,339)	4,868
Depreciation and amortization				3,126	(652)	2,474
Restructuring and other expense				2,665	(565)	2,100
Net interest expense				1,082	(81)	1,001
Share of (earnings) loss from joint ventures and associates				637	(1,579)	(942)
Income tax expense				364	(318)	46
Net income for the period				333	(144)	189
Depreciation and amortization	287	647	2,192	3,126	(652)	2,474
Capital expenditures	252	83	521	856	(268)	588

[1] Represent the differential between the IFRS consolidated results and the consolidated results of the Company including its share of its joint ventures.

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18. Commitments

During 2014-2016 an affiliate of the Company ("the affiliate") received, from the Canada Revenue Agency ("CRA") and provincial tax authorities, tax notices of reassessments and assessments relating to the taxation years 2008-2015. The notices deny the application of non-capital losses, capital losses, scientific research and experimental development ("SR&ED") pool deductions and SR&ED tax credits claimed. As a result additional taxes payable including interest and penalties are approximately $53.3 million.

The affiliate has filed notices of objection with the CRA and provincial taxing authorities. In connection with filing the notice of objections, the affiliate is required to make a 50% deposit of the amounts claimed by the CRA and provincial authorities as assessed. The affiliate has paid the required deposit of $21.8 million. No further amounts are due at this time for the 2008-2014 taxation years as the appeal process continues. These payments have been recorded as other assets, within non-current assets, as the Company and its affiliate expect to ultimately be successful in its objection.

The affiliate has filed a notice of objection with the CRA relating to its 2015 year. The affiliate will be required to make a $1.1 million deposit, 50% of amounts claimed by the CRA as assessed. The affiliate will pay the required deposit during 2017.

The Company, the affiliate and its counsel believe that the filing positions adopted by the affiliate in all years are appropriate and in accordance with the law. The affiliate intends to vigorously defend such positions.

If the affiliate is successful in defending its positions, the deposits made plus applicable interest will be refunded to the affiliate. There is no assurance that the affiliate's objections and appeals will be successful. If the CRA and provincial tax authorities are successful, the affiliate will be required to pay the remaining balance of taxes owing plus applicable interest, and will be required to write-off any remaining tax assets relating to reassessed amounts.

Board of Directors

Bruce W. Aunger*	Jonathon J.L. Kennedy	
Sam Grippo	Tim McElvaine*	
S. Christopher Heming	Geoffrey L. Scott*	*Member of the Audit Committee

Officers
Sam Grippo, Chairman
Jonathon J.L. Kennedy, President & Chief Executive Officer
Orest Smysnuik, CA, Chief Financial Officer
Bruce W. Aunger, Secretary

Transfer Agent
Computershare Trust Company of Canada
Toronto, Calgary and Vancouver

Auditors
PricewaterhouseCoopers LLP

Stock Exchange Listing
The Toronto Stock Exchange
Trading symbol: GVC

Investor Relations
Institutional investors, brokers, security analysts and others requiring financial and corporate information about Glacier should visit our website *www.glaciermedia.ca* or contact: Orest Smysnuik, CA, Chief Financial Officer.

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