Unaudited Condensed Consolidated Interim Financial Statements

Black Diamond Group Limited

For the three and nine month periods ended September 30, 2012 and 2011

Black Diamond Group Limited
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
(Unaudited)

(Expressed in thousands)

As at	September 30, 2012	December 31, 2011
	$	$
ASSETS		
Current		
Cash and cash equivalents	18,989	22,990
Trade and accrued receivables *(note 3)*	70,280	47,641
Due from related parties	-	1,313
Prepaid expenses and other current assets	11,908	7,978
	101,177	79,922
Non-Current		
Long term receivables *(note 3)*	4,504	-
Property and equipment *(note 4)*	387,197	301,073
Intangible assets and other non-current assets	9,946	10,778
Goodwill	34,525	34,657
	537,349	426,430
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current		
Accounts payable and accrued liabilities *(note 8)*	38,509	24,708
Due to related parties	973	1,415
Dividends payable *(note 12)*	2,469	1,771
Income taxes payable	7,157	44
	49,108	27,938
Non-Current		
Long-term debt *(notes 6 and 14)*	86,300	86,130
Deferred revenue *(note 8)*	65	80
Risk management liability *(note 14)*	1,498	2,074
Asset retirement obligations	1,945	1,907
Deferred income taxes	43,235	38,892
	182,151	157,021
Shareholders' equity		
Share capital *(note 9)*	308,439	240,350
Non-controlling interest	4,442	1,359
Contributed surplus *(note 11)*	3,688	4,778
Accumulated other comprehensive income	(3,909)	(2,889)
Retained earnings	42,538	25,811
	355,198	269,409
	537,349	426,430

See accompanying notes to the unaudited condensed consolidated interim financial statements

Black Diamond Group Limited
CONSOLIDATED STATEMENT OF NET INCOME
(Unaudited)

(Expressed in thousands, except per share amounts)

	Three month period ended		Nine month period ended	
	September 30, 2012	September 30, 2011	September 30, 2012	September 30, 2011
	$	$	$	$
Revenue *(note 15)*	74,901	63,070	195,832	175,602
Direct costs *(note 16)*	35,497	31,582	88,530	87,607
Gross Profit	39,404	31,488	107,302	87,995
Expenses				
Administrative expenses *(notes 9 and 16)*	9,176	6,802	25,550	20,796
Depreciation of property and equipment *(note 16)*	9,412	6,912	24,621	19,567
Amortization of intangible assets *(note 16)*	219	375	659	1,138
	18,807	14,089	50,830	41,501
Operating profit	20,597	17,399	56,472	46,494
Finance costs *(note 17)*	1,426	1,466	4,171	3,507
Income before income taxes	19,171	15,933	52,301	42,987
Income tax				
Current	2,377	12	7,114	48
Deferred	2,230	3,724	5,622	10,517
	4,607	3,736	12,736	10,565
Net income	14,564	12,197	39,565	32,422
Net income attributable to non-controlling interest	1,582	1,186	2,564	2,131
Net income attributable to Black Diamond Group Limited	**12,982**	**11,011**	**37,001**	**30,291**
Net income per share *(note 10)*				
Basic	0.32	0.30	0.96	0.84
Diluted	0.32	0.29	0.94	0.82

See accompanying notes to the unaudited condensed consolidated interim financial statements

Black Diamond Group Limited
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
(Unaudited)

(Expressed in thousands)

	Three month period ended		Nine month period ended	
	September 30, 2012	**September 30, 2011**	**September 30, 2012**	**September 30, 2011**
	$	**$**	**$**	**$**
Net income attributable to Black Diamond Group Limited	12,982	11,011	37,001	30,291
Realized portion of derivative designated as cash flow hedge (net of tax)	(113)	(74)	(340)	(645)
Unrealized gain/(loss) in derivative financial instruments designated as cash flow hedges (net of tax)	233	(518)	772	22
Cumulative translation adjustment	(1,102)	1,959	(1,452)	(5)
Comprehensive income attributable to Black Diamond Group Limited	**12,020**	**12,378**	**36,001**	**29,663**

Black Diamond Group Limited
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
(Unaudited)

(Expressed in thousands)

	Share capital	Contributed surplus	Non-controlling interest	Accumulated other comprehensive income	Retained earnings	Total
Balance as at 12/31/2010	**187,925**	**4,246**	**348**	**(3,151)**	**5,260**	**194,628**
Net income for the period	-	-	2,131	-	30,291	32,422
Realized derivative loss (net)	-	-	-	(645)	-	(645)
Unrealized loss on derivative instrument (net)	-	-	-	22	-	22
Cumulative translation adjustment	-	-	-	(5)	-	(5)
Dividends declared *(note 12)*	-	-	-	-	(15,117)	(15,117)
Distribution to partners	-	-	(1,483)	-	-	(1,483)
Share capital issued	49,470	-	-	-	-	49,470
Share capital issued on exercise of options *(note 9)*	2,814	(1,259)	-	-	-	1,555
Purchase of shares in trust	(74)	-	-	-	-	(74)
Share based compensation *(note 9)*	-	1,390	-	-	-	1,390
Balance as at 9/30/2011	**240,135**	**4,377**	**996**	**(3,779)**	**20,434**	**262,163**
Balance as at 31/12/2011	**240,350**	**4,778**	**1,359**	**(2,889)**	**25,811**	**269,409**
Net income for the period	-	-	2,564	-	37,001	39,565
Realized derivative loss (net)	-	-	-	(340)	-	(340)
Unrealized loss on derivative instrument (net)	-	-	-	772	-	772
Cumulative translation adjustment	-	-	-	(1,452)	-	(1,452)
Dividends declared *(note 12)*	-	-	-	-	(20,274)	(20,274)
Capital transactions with partners	-	-	519	-	-	519
Share capital issued *(note 9)*	57,465	-	-	-		57,465
Share capital issued on exercise of options *(note 9)*	10,533	(3,387)	-	-	-	7,146
Tax savings from share issuance costs *(note 9)*	858	-	-	-	-	858
Purchase of shares in trust	(993)	-	-	-	-	(993)
Vesting of shares in trust	136	(136)	-	-	-	-
Sale of shares in trust	90	10	-	-	-	100
Share based compensation *(note 9)*	-	2,423	-	-	-	2,423
Balance as at 9/30/2012	**308,439**	**3,688**	**4,442**	**(3,909)**	**42,538**	**355,198**

See accompanying notes to the unaudited condensed consolidated interim financial statements

Black Diamond Group Limited
CONSOLIDATED STATEMENT OF CASH FLOWS
(Unaudited)

(Expressed in thousands)	Three month period ended September 30, 2012	Three month period ended September 30, 2011	Nine month period ended September 30, 2012	Nine month period ended September 30, 2011
	$	$	$	$
Operating activities				
Net income attributable to Black Diamond Group Limited	12,982	11,011	37,001	30,291
Add (deduct) non-cash items:				
Depreciation of property and equipment *(note 4)*	9,412	6,912	24,621	19,567
Amortization of intangible assets	219	375	659	1,138
Net income attributable to non-controlling interest	1,582	1,186	2,564	2,131
Unrealized foreign exchange (gain)/loss *(note 16)*	15	(9)	(27)	(13)
Finance costs	1,426	1,466	4,171	3,507
Deferred income taxes	2,230	3,724	5,622	10,517
Share-based compensation expense *(notes 9 and 11)*	967	489	2,423	1,390
	28,833	25,154	77,034	68,528
Book value of used fleet sales in operating activities	1,968	7,727	5,426	11,125
Long term trade receivables *(note 3)*	(4,504)	-	(4,504)	-
Change in non-cash working capital related to operating activities *(note 13)*	(1,046)	(14,080)	(9,465)	(51,095)
Net cash from/ (used in) operating activities	25,251	18,801	68,491	28,558
Investing activities				
Purchase of property and equipment	(49,407)	(17,551)	(117,012)	(66,084)
Change in non-cash working capital related to investing activities *(note 13)*	(1,993)	4,015	4,965	10,301
Net cash used in investing activities	(51,400)	(13,536)	(112,047)	(55,783)
Financing activities				
Proceeds from long-term debt *(note 6)*	-	40,072	-	86,072
Repayment of long-term debt	-	(16,969)	-	(66,000)
Sale of shares held in trust	-	-	100	-
Repayment of finance lease	-	(157)	-	(504)
Interest in period *(note 17)*	(1,365)	(1,447)	(3,962)	(3,453)
Net proceeds from issuance of shares *(note 9)*	57,465	(117)	57,465	48,772
Dividend payments *(note 12)*	(7,230)	(5,304)	(19,576)	(14,830)
Distribution to non-controlling interests	-	(557)	(393)	(1,483)
Purchase of shares in trust *(note 9)*	-	-	(993)	(74)
Share options exercised *(note 9)*	1,072	286	7,146	1,555
Advances/(repayment) of operating facility	(4,239)	(5,036)	-	(6,776)
Change in non-cash working capital related to financing activities *(note 13)*	(555)	-	(174)	-
Net cash from/(used in) financing activites	45,148	10,771	39,613	43,279
Increase/ (decrease) in cash and cash equivalents	18,999	16,036	(3,943)	16,054
Cash and cash equivalents, beginning of period	-	-	22,990	-
Effect of foreign currency rate changes on cash and cash equivalents	(10)	13	(58)	(5)
Cash and cash equivalents, end of period	**18,989**	**16,049**	**18,989**	**16,049**

See accompanying notes to the unaudited condensed consolidated interim financial statements

For the three and nine month periods ended September 30, 2012 and 2011
(Amounts expressed in thousands, except share and per share amounts)

1. GENERAL INFORMATION

The unaudited condensed consolidated interim financial statements of Black Diamond Group Limited for the three and nine months ended September 30, 2012 were authorized for issue in accordance with a resolution of the Board of Directors on November 5, 2012. Black Diamond Group Limited and its controlled limited partnerships ("Black Diamond" and the "Company") are headquartered in Calgary, Alberta. The address of the Company's head office is Suite 2000, 715 – 5th Avenue S.W., Calgary, Alberta, Canada. The business of Black Diamond, through its indirect subsidiary companies, BOXX Modular Holdings Inc., Nortex Modular Leasing and Construction Company, Black Diamond Energy Services Inc. and Black Diamond Limited Partnership, and limited partnerships with third parties, Black Diamond Dene Limited Partnership, Black Diamond West Moberly Limited Partnership, and Black Diamond Nehiyawak Limited Partnership, is to rent modular structures for use as workforce accommodation and temporary workspace, rent various types of oilfield equipment used in the exploration and production of oil and gas and to provide complementary services including transportation, installation, dismantling, repair and maintenance of modular structures and oilfield rental equipment. The business of Black Diamond is conducted through three reportable segments: Camps and Logistics, Space Rentals and Energy Services.

The common shares of the Company are listed on the Toronto Stock Exchange.

All comparative share capital and earnings per share amounts have been adjusted from amounts previously reported for the two for one share split that occurred August 25, 2011.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation

These unaudited consolidated interim financial statements are in accordance with IAS 34 – Interim Financial Reporting, as issued by the International Accounting Standards Board (IASB) and its interpretations. Accordingly, these unaudited consolidated interim financial statements do not include all of the information and footnotes required by International Financial Reporting Standards (IFRS) for complete financial statements for year-end reporting purposes.

The same accounting policies and methods of computation were followed in the preparation of these unaudited consolidated interim financial statements as were followed in the preparation of the annual consolidated financial statements for the years ended December 31, 2011 and 2010. Accordingly, these unaudited consolidated interim financial statements for the three and nine months ended September 30, 2012 and 2011 should be read together with the annual consolidated financial statements for the years ended December 31, 2011 and 2010.

The unaudited consolidated interim financial statements are presented in Canadian dollars and all amounts are rounded to the nearest thousand ($'000), except where otherwise indicated. Certain figures in the prior year's financial statements have been reclassified to conform to the current year's presentation.

2. SIGNIFICANT ACCOUNTING POLICES (continued)

Significant accounting judgments, estimates and assumptions

The nature of the business and timely preparation of consolidated financial statements in conformity with IFRS requires management to make estimates and assumptions, and use judgment regarding assets, liabilities, revenues and expenses. Such estimates primarily relate to the accrual of unsettled transactions, collectability of accounts receivable, recognition of provisions and contingent obligations, the estimated useful lives of property and equipment, useful lives of intangible assets, percentage complete for certain types of revenue recognition, the fair value of share-based compensation awards and the future cash flows used to estimate the fair value of cash-generating units for goodwill impairment purposes. Accordingly, actual results may differ from estimated amounts. Management has also used judgment in the determination of control, definition of a business, determination of cash generating units, effectiveness of hedging relationships and determination of functional currency.

If the underlying estimates and assumptions, upon which the condensed consolidated interim financial statements are based, change in future periods, actual amounts may differ from those included in the accompanying condensed consolidated interim financial statements.

Basis of consolidation

Included in these condensed consolidated interim financial statements are the financial statements of Black Diamond and all of its subsidiary companies and limited partnerships. Certain of these entities have non-controlling interests presented separately in these condensed consolidated interim financial statements. The results of combined business operations are included in these condensed consolidated interim financial statements from their effective dates of combination. All inter-entity balances, transactions and unrealized gains or losses have been eliminated upon consolidation.

Management determines control to exist where the Company has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. Where the Company has control but the Company's interest is less than one hundred percent, the interest attributable to partners is reflected in non-controlling interests.

(Amounts expressed in thousands, except share and per share amounts)

3. TRADE AND ACCRUED RECEIVABLES

	As at September 30, 2012	**As at December 31, 2011**
Trade and accrued receivables	70,575	47,879
Provision for doubtful debts	(295)	(238)
Net trade receivables	**70,280**	**47,641**

Movement in provision for doubtful accounts	**As at September 30, 2012**	**As at December 31, 2011**
Balance at January 1, 2012 and 2011	238	72
Amount provided in the period	168	269
Collected in period	-	32
Written off in period	(111)	(135)
Balance at end of period	**295**	**238**

Credit risk arises from the possibility that the entities for which Black Diamond provides rentals and/or services are unable to meet their payment obligations. Black Diamond manages this risk by assessing the creditworthiness of its customers on an ongoing basis and by monitoring the age of receivable balances outstanding. To date, Black Diamond's bad debts have been within expectations and are limited to specific customer circumstances.

Provisions for doubtful debts are made and have two components:

- A provision for amounts that have been individually determined not to be collectible in full, because of known financial difficulties of the debtor or evidence of default or delinquency in payment; and
- A provision based on historic experience of non-collectability of receivables.

As at September 30, 2012, 27% of Black Diamond's consolidated accounts receivable is due from two customers, each with an outstanding balance greater than 10% of the consolidated total. These customers are significant in the oil and gas industry and are considered to have high creditworthiness, with the revenue recognized in both the Space Rentals and Camps and Logistics segments.

(Amounts expressed in thousands, except share and per share amounts)

3. TRADE AND ACCRUED RECEIVABLES (continued)

Trade receivables are aged from the date of invoicing, with normal payment terms being net 30 days.

Revenue recognized for multiple services delivered within certain contracts are billable over the term of the contract. The related amounts due in more than one year are recorded as long term. The amount recorded as long term receivable consists of amounts to be invoiced in one year, with the services having been completed and the revenue recognized during current or previous periods; pursuant to agreements with significant customers which are considered to have high credit worthiness. The aging of the trade and accrued receivables is as follows:

Trade Accounts Receivable As at	**September 30, 2012**	**December 31, 2011**
Amounts not yet due	61,316	42,781
Past due not more than 30 days	2,300	2,521
Past due not more than 60 days	3,283	207
Past due not more than 90 days	1,899	925
Past due greater than 90 days	1,482	1,207
	70,280	47,641

Long Term Receivable As at	**September 30, 2012**	**December 31, 2011**
Amounts not yet due	4,504	-
	4,504	-

4. PROPERTY AND EQUIPMENT

Net book value	**As at September 30, 2012**	**As at December 31, 2011**
Computers, furniture and service equipment	3,597	3,940
Space rentals fleet equipment	89,352	78,403
Camps and workforce housing fleet equipment	225,576	159,514
Surface rental equipment	40,933	33,012
Carry-on options	2,039	1,834
Land	8,271	6,805
Building	1,551	-
Leasehold improvements	7,910	8,180
Deposits on equipment	6,687	7,985
Asset retirement obligation	1,281	1,400
	387,197	301,073

For the three and nine month periods ended September 30, 2012 and 2011
(Amounts expressed in thousands, except share and per share amounts)

4. PROPERTY AND EQUIPMENT (continued)

Cost	As at 1/1/2012	Additions	Disposals	Transfers	Exchange rate adjustment	As at 9/30/2012
Computers, furniture and service equipment	7,419	919	(127)	(560)	(79)	7,572
Space rentals fleet equipment	90,593	17,340	(2,808)	1,383	(1,241)	105,267
Camps and workforce housing fleet equipment	200,088	75,781	(4,504)	6,218	-	277,583
Surface rental equipment	39,118	12,792	(621)	(966)	-	50,323
Carry-on options	4,266	1,563	(19)	(43)	(5)	5,762
Land	6,805	1,502	-	-	(36)	8,271
Building	-	277	-	1,300	-	1,577
Leasehold improvements	10,377	145	-	650	(13)	11,159
Deposits on equipment	7,985	6,693	(2)	(7,982)	(7)	6,687
Asset retirement obligation	1,780	-			2	1,782
	368,431	117,012	(8,081)	-	(1,379)	475,983

Accumulated Depreciation	As at 1/1/2012	Charge for the period	Disposals	Transfers	Exchange rate adjustment	As at 9/30/2012
Computers, furniture and service equipment	3,479	756	(92)	(109)	(59)	3,975
Space rentals fleet equipment	12,190	4,524	(763)	107	(143)	15,915
Camps and workforce housing fleet equipment	40,574	12,868	(1,924)	489	-	52,007
Surface rental equipment	6,106	3,908	(182)	(442)	-	9,390
Carry-on options	2,432	1,359	(19)	(45)	(4)	3,723
Building	-	26	-	-	-	26
Leasehold improvements	2,197	1,059	-	-	(7)	3,249
Asset retirement obligation	380	121	-	-	-	501
	67,358	24,621	(2,980)	-	(213)	88,786

Included in Disposals in 2012 is a non-cash disposal of $325 relating to previously written off assets.

For the three and nine month periods ended September 30, 2012 and 2011
(Amounts expressed in thousands, except share and per share amounts)

4. PROPERTY AND EQUIPMENT (continued)

Cost	As at 1/1/2011	Additions	Disposals	Transfers	Exchange rate adjustment	As at 12/31/2011
Computers, furniture and service equipment	5,796	1,411	(248)	409	51	7,419
Space rentals fleet equipment	80,687	13,303	(4,761)	758	606	90,593
Camps and workforce housing fleet equipment	168,018	44,174	(10,897)	(1,309)	102	200,088
Surface rental equipment	18,634	20,989	(3,069)	2,564	-	39,118
Carry-on options	4,102	1,279	(1,217)	100	2	4,266
Land	2,278	4,509	-	-	18	6,805
Leasehold improvements	9,607	996	-	(223)	(3)	10,377
Deposits on equipment	2,299	7,985	-	(2,299)	-	7,985
Asset retirement obligation	1,692	88				1,780
	293,113	94,734	(20,192)	-	776	368,431

Accumulated Depreciation	As at 1/1/2011	Charge for the period	Disposals	Transfers	Exchange rate adjustment	As at 12/31/2011
Computers, furniture and service equipment	2,589	861	(71)	67	33	3,479
Space rentals fleet equipment	7,789	5,101	(699)	(102)	101	12,190
Camps and workforce housing fleet equipment	28,682	15,396	(2,843)	(661)	-	40,574
Surface rental equipment	3,740	2,916	(1,207)	657	-	6,106
Carry-on options	2,037	1,556	(1,201)	39	1	2,432
Leasehold improvements	960	1,231	-	-	6	2,197
Asset retirement obligation	156	224	-	-	-	380
	45,953	27,285	(6,021)	-	141	67,358

Land and deposits on equipment are not subject to depreciation.

5. OPERATING FACILITY

Black Diamond has a committed revolving operating loan facility authorized to a maximum of the lesser of (i) $10,000 and (ii) 75% of Canadian trade accounts receivable and 60% of US trade accounts receivable, in each case, less than 90 days old. The operating facility is accessible in multiples of $100 and matures on December 31, 2013. By December 31, 2012, the Company may elect to request a one year extension. As at September 30, 2012, $10,000 was available under the facility and the Company had drawn $nil (December 31, 2011 - $10,000 available and $nil drawn). The facility bears interest at a rate that is on a sliding scale depending on the ratio of funded debt to EBITDA (1) and is established in concert with each of the Company's quarterly financial statements. At September 30, 2012, the rate charged on this facility is bank prime plus 1.00% (December 31, 2011 – bank prime plus 1.25%) for an effective rate of 4% (December 31, 2011 - 4.25%). The facility is collateralized by a general security agreement from Black Diamond, a guarantee and general security agreement from each of its material subsidiaries and a pledge of the shares or equity interests of such material subsidiaries.

Black Diamond also has a hedging credit facility with its lenders authorizing it to enter into non-speculative interest rate hedges and/or foreign currency hedges with its lenders, and providing credit against losses on the hedge instruments up to a maximum of $5,000. All hedges subject to this arrangement are collateralized by the same security and guarantees as the operating and committed revolving capital expenditure facilities *(note 6)*.

Black Diamond, through a wholly owned US subsidiary, also has a US $3,000 committed revolving loan facility to fund working capital requirements of the subsidiary. The facility bears interest at a rate of US prime plus 1% subject to a 5% minimum rate. At September 30, 2012, the effective rate was 5% (December 31, 2011 – 5%). Interest on drawings is to be paid monthly with any principal outstanding to be repaid upon maturity. The facility is collateralized by a letter of credit issued by the Company's Canadian lenders under the committed revolving capital expenditure facility. At September 30, 2012 there was $nil (December 31, 2011 - $nil) drawn on the US $3,000 committed revolving loan facility.

(1) EBITDA is not a recognized measure under GAAP. Management believes that in addition to net earnings, EBITDA is a useful supplemental measure as it provides an indication of the Company's ability to generate cash flow in order to fund working capital, service debt and fund capital programs, and it is regularly provided to the Chief Operating Decision Maker. The Company's method of calculating EBITDA may differ from other entities and accordingly, may not be comparable to measures used by other entities.

(Amounts expressed in thousands, except share and per share amounts)

6. LONG-TERM DEBT

	September 30, 2012 $	December 31, 2011 $
Committed revolving capital expenditure facility of Black Diamond bearing interest at an effective variable rate of 4.00%, as at September 30, 2012. The interest rate is determined using a sliding scale depending on the ratio of funded debt to EBITDA and is established in concert with each of the Company's quarterly financial statements. The committed facility of $115,000 (December 31, 2011- $115,000) is available to December 31, 2013 and may not exceed 60% of the net book value of tangible capital property and equipment less the principal and any accrued and unpaid interest on the Senior Secured Notes of the Company. As at September 30, 2012, $115,000 (December 31, 2011- $106,580) was available. The facility is interest only payable monthly in arrears until December 31, 2013 and, if not extended by one year by December 31, 2012, the facility in aggregate will be reduced beginning in 2014 by equal quarterly reductions in an amount equal to 1/16th of the commitment on December 31, 2012. The facility is collateralized by a general security agreement from Black Diamond, a guarantee and general security agreement from each of its material subsidiaries and a pledge of the shares or equity interests of such material subsidiaries.	25,000	25,000
Senior Secured Notes of the Company, ranking pari passu with the senior credit facilities with the same collateral, at an interest rate of 5.44% per annum and maturing on July 8, 2019. The amortizing scheduled annual repayment of the notes begins on July 7, 2015.	62,000	62,000
Costs associated with the issue of the senior secured notes	(949)	(949)
Amortization of costs associated with issue	249	79
	86,300	86,130
Amounts payable within one year	—	—
	86,300	**86,130**

At September 30, 2012, Black Diamond was in compliance with all of its debt covenants. Breach of any term or condition of the facilities described above and in Note 5 would result in an event of default in which case Black Diamond may have available specific cure periods to remedy such default. If the default is not remedied or waived, the lenders have the option to declare the obligations of Black Diamond under the credit facilities to be immediately due and payable without presentment, demand, protest or further notice of any kind.

At September 30, 2012, the Company issued and has outstanding letters of credit in the amount of US $3,000 (December 31, 2011 – US $3,000) which mature December 31, 2012.

(Amounts expressed in thousands, except share and per share amounts)

7. CAPITAL DISCLOSURE

Black Diamond's objectives when managing capital are:

- to maintain the strength of its statement of financial position, ensuring Black Diamond's strategic objectives are met, while retaining an appropriate amount of leverage;
- to provide an appropriate return to shareholders relative to the risk of Black Diamond's underlying assets; and
- to maintain a credit rating that Black Diamond considers appropriate for its circumstances.

Black Diamond manages its capital structure within guidelines approved by the Board of Directors of the Company. Black Diamond considers its capital structure to include shareholders' equity, short and long term credit facilities and working capital. Black Diamond makes adjustments to its capital structure based on changes in economic conditions and Black Diamond's planned requirements. Black Diamond has the ability to adjust its capital structure by issuing new equity or debt, selling assets to reduce debt, controlling the amount it dividends to the shareholders and making adjustments to its capital expenditure program. The only restriction Black Diamond has on its capital is in respect of certain financial covenants with regards to the credit facilities disclosed in Notes 5 and 6.

Black Diamond monitors capital using the Funded Debt/annualized EBITDA [(1)] ratio, and the Dividends/annualized (EBITDA – interest expense) ratio. The first ratio is calculated using interest bearing debt net of cash and cash equivalents per the Consolidated Statement of Financial Position and EBITDA[(1)], which is defined as follows:

	Three month period ended		Nine month period ended	
	September 30, 2012 $	September 30, 2011 $	September 30, 2012 $	September 30, 2011 $
Net income attributable to Black Diamond Group Limited	12,982	11,011	37,001	30,291
Add:				
Depreciation and amortization	9,631	7,287	25,280	20,705
Finance costs	1,426	1,466	4,171	3,507
Foreign exchange loss/(gain)	15	(9)	(27)	(13)
Deferred income taxes	2,230	3,724	5,622	10,517
Current income taxes	2,377	12	7,114	48
Non-controlling interest	1,582	1,186	2,564	2,131
Share-based compensation	967	489	2,423	1,390
EBITDA	31,210	25,166	84,148	68,576

(Amounts expressed in thousands, except share and per share amounts)

7. CAPITAL DISCLOSURE (continued)

The Company targets to maintain the first ratio at a level below 2.0. At September 30, 2012, the ratio was 0.79 (December 31, 2011 - 0.67). The second ratio uses dividends per Note 12, EBITDA[1] as defined below, and interest on long-term debt per Note 17. Black Diamond targets to maintain this ratio below a level of 0.6. For the three and nine month periods ended September 30, 2012 the ratios were 0.24 and 0.24, respectively (year ended December 31, 2011 - 0.27).

(1) EBITDA is not a recognized measure under GAAP. Management believes that in addition to net earnings, EBITDA is a useful supplemental measure as it provides an indication of the Company's ability to generate cash flow in order to fund working capital, service debt and fund capital programs, and it is regularly provided to the chief operating decision maker. The Company's method of calculating EBITDA may differ from other entities and accordingly, may not be comparable to measures used by other entities.

8. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	As at September 30, 2012	As at December 31, 2012
Current	$	$
Trade payables	12,801	8,624
Accrued liabilities	20,317	12,330
Deferred revenue	3,166	1,992
Other payables	2,225	1,762
	38,509	24,708
Non-current		
Deferred revenue	65	80

Terms and conditions of the above financial liabilities:

- Trade payables are non-interest bearing and are normally settled on 30-day terms
- Accrued liabilities are estimates of payables of amounts due for goods and services that have been received but not yet invoiced.
- Deferred revenue is non-interest bearing and has an average term of six months
- Other payables are non-interest bearing and are normally settled within six months.

(Amounts expressed in thousands, except share and per share amounts)

9. SHARE CAPITAL

a) Share capital

Authorized: An unlimited number of voting common shares with nominal or no par value and an unlimited number of preferred shares.

Balance January 1, 2011	**16,429,439**	**$**	**187,925**
Issued on public offering, net of costs	1,980,000		48,772
Tax savings from share issuance costs	-		698
Issued on exercise of options *(note 9 (b))*	175,431		1,528
Purchase of shares in Trust *(note 9 (c))*	(7,718)		(220)
Sale of shares in trust	8,483		74
Vesting of shares in trust	21,758		153
Transfer from contributed surplus	-		1,218
Effect of share split	18,607,393		-
Balance after share split	**37,214,786**	**$**	**240,148**
Issued on exercise of options *(note 9 (b))*	26,800		127
Transfer from contributed surplus	-		75
Balance December 31, 2011	**37,241,586**	**$**	**240,350**
Issued on public offering, net of costs	2,750,000		57,465
Tax savings from share issuance costs	-		858
Issued on exercise of options *(note 9 (b))*	1,128,271		7,146
Purchase of shares in Trust *(note 9 (c))*	(47,300)		(993)
Vesting of shares in trust	22,640		136
Sale of shares in trust	4,649		90
Transfer from contributed surplus *(note 11)*	-		3,387
Balance, September 30, 2012	**41,099,846**	**$**	**308,439**

On August 25, 2011, the Company completed a split of all of the issued and outstanding common shares on a basis of two common shares for every one existing common share held.

As at September 30, 2012, there are 40,000 shares held in escrow as a result of the terms of the Nortex acquisition completed in January 2010.

b) Share Option Plan

Black Diamond has established a share option plan (the "Plan") pursuant to which options may be granted to directors, officers, employees and consultants of Black Diamond in order to provide an opportunity for these individuals to obtain a proprietary interest in Black Diamond's long-term success.

(Amounts expressed in thousands, except share and per share amounts)

9. SHARE CAPITAL (continued)

Due to the share split mentioned previously, the number of options outstanding at the time of the split, their fair value and their exercise price were also adjusted on a basis of two options for every one existing option held, as reflected in the table below.

The aggregate number of common shares that may be issued pursuant to the exercise of options granted under the Plan and all other share compensation arrangements of Black Diamond shall not exceed 10% of the outstanding common shares from time to time. At September 30, 2012, there were 3,438,713 common shares reserved for issuance upon the exercise of options granted pursuant to the Plan. The exercise price of each option equals the weighted average trading price of the common shares for the five trading days preceding the date of the grant. This exercise price is not substantially different than the market value on the date of the grant. Options granted under the Plan to date vest on a straight line basis over three years and the option term is five years from the date of grant. Option holders, when exercising their options, have the election, if permitted by the Board of Directors of Black Diamond, to receive the net difference between the exercise price and the then market value of the common shares issued to them in cash.

Black Diamond recorded the following share option activity during 2012 and 2011:

	Number of options outsanding	**Weighted average exercise price**
Balance, December 31, 2010	**2,327,602**	**$6.71**
Granted	1,022,000	$12.97
Exercised	(377,662)	$4.38
Balance, December 31, 2011	**2,971,940**	**$9.16**
Granted	1,674,377	$20.47
Exercised	(1,128,271)	$6.30
Cancelled	(79,333)	$11.77
Balance, September 30, 2012	**3,438,713**	**$15.54**

During the three and nine month periods ended September 30, 2012, the Company recorded share-based compensation expense of $797 and $1,949, respectively (2011 – $426 and $1,241) related to options granted under the Plan. Options granted in the nine month period ended September 30, 2012 have an estimated fair value of $2.55 per option (2011 - $1.73).

The Black-Scholes option pricing model was used in determining the fair values of these options using a forfeiture rate of 5%, based on historical experience, and the following assumptions:

(Amounts expressed in thousands, except share and per share amounts)

9. SHARE CAPITAL (continued)

Date of grant	Dividend yield %	Expected average volatility %	Average risk-free rate %	Expected life (years)
April 1, 2010	5.51	30	1.62	3.00
March 25, 2011	4.41	30	1.69	3.00
March 22, 2012	3.34	30	1.24	3.00
April 5, 2012	3.61	34	1.19	3.00
May 15, 2012	3.66	34	1.42	3.00
June 6, 2012	3.19	36	1.10	3.00

The expected life of the options is based on historical data and current expectations and is not necessarily indicative of exercise patterns that may occur. The expected volatility reflects the assumption that the historical volatility over a period similar to the life of the options is indicative of future trends, which may not necessarily be the actual outcome.

c) Long Term Incentive Plan (“LTIP”)

Black Diamond has implemented an LTIP pursuant to which common shares are purchased in trust for the participants. One-third of the shares that are the subject of a right granted under the LTIP will vest on each anniversary of the grant over a three year period. During the three and nine month period ended September 30, 2012, the Company recorded share-based compensation expense of $170 and $474 (2011 – $63 and $149) related to the graded vesting of shares granted under the LTIP, with a corresponding increase to contributed surplus.

To satisfy the Company’s obligation to deliver shares, the Company purchased 47,300 common shares (2011- 7,718) on the open market for $993 (2011 - $200) during the nine month period ended September 30, 2012.

These common shares are held in trust until the common shares vest to the participants. The Company is not exposed to fluctuations in the stock price in respect of the common shares held by the trustee, except when unvested shares are forfeited by the employee and sold in the open market. The Company sold 4,649 common shares for $100, with $90 being recorded to share capital and $10 to contributed surplus, as a result of these forfeitures (2011 - $nil). During the nine months ended September 30, 2012, 22,640 shares vested, and were granted to participants. The granting of these shares triggered a transfer from contributed surplus to share capital in the amount of $136.

For accounting purposes, the cost of the purchase of common shares held in trust has been accounted for as a reduction in outstanding common shares and the trust has been consolidated as it meets the definition of a special purpose entity with the Company as the primary beneficiary.

(Amounts expressed in thousands, except share and per share amounts)

10. EARNINGS PER SHARE

Basic and diluted earnings per share from continuing operations are calculated on the net income attributable to Black Diamond per the Consolidated Statement of Net Income for the period.

Reconciliation of weighted average number of shares

	Three month period ended		Nine month period ended	
	September 30, 2012	**September 30, 2011**	**September 30, 2012**	**September 30, 2011**
Weighted average common shares outstanding- basic	40,315,080	37,159,541	38,577,651	36,149,779
Effect of share option plan	821,016	941,138	788,923	858,950
Weighted average common shares outstanding- diluted	41,136,096	38,100,679	39,366,574	37,008,729

Excluded from diluted weighted average number of shares are anti-dilutive options of 1,674,377 for the three and nine month periods ended September 30, 2012 (1,022,000 – September 30, 2011).

11. CONTRIBUTED SURPLUS

	$
Balance, January 1, 2011	**4,246**
Share-based compensation	1,668
Vesting of LTIP	175
Transfer of LTIP shares held in trust	(153)
LTIP resale	135
Options exercised in the period	(1,293)
Balance, December 31, 2011	**4,778**
Share-based compensation	1,949
Vesting of LTIP	474
Transfer of LTIP shares held in trust	(136)
LTIP resale	10
Options exercised in the period *(note 9)*	(3,387)
Balance, September 30, 2012	**3,688**

(Amounts expressed in thousands, except share and per share amounts)

12. DIVIDENDS

At the Board of Directors' discretion, cash dividends are paid by Black Diamond on a monthly basis to shareholders of record on the last business day of each month. Dividends are payable on or about the 15th day of the month following the record date. All per share amounts have been adjusted for the share split that occurred on August 25, 2011, including prior year amounts. During the nine month period ended September 30, 2012 and 2011, Black Diamond's dividends on common shares of record were as follows:

	2012		2011	
Record date	Dividend per share $	Dividends $	Dividends per share $	Dividends $
January 31	0.055	2,052	0.0475	1,567
February 28	0.055	2,052	0.0475	1,567
March 31	0.055	2,083	0.0475	1,571
April 30	0.055	2,093	0.0475	1,573
May 31	0.060	2,296	0.0475	1,765
June 30	0.060	2,296	0.0475	1,767
July 31	0.060	2,464	0.0475	1,768
August 31	0.060	2,469	0.0475	1,769
September 30	0.060	2,469	0.0475	1,770
Total dividends declared		20,274		15,117

13. SUPPLEMENTAL CASH FLOW INFORMATION

Changes in non-cash working capital were as follows:

	Three month period ended		Nine month period ended	
	September 30, 2012 $	September 30, 2011 $	September 30, 2012 $	September 30, 2011 $
Trade and accrued receivables	(13,586)	(6,343)	(21,429)	(29,265)
Prepaid expenses and other current assets	(135)	(1,918)	(4,018)	(9,922)
Accounts payable and accrued liabilities	7,968	(1,815)	14,102	(1,570)
Due to related parties	(213)	-	(442)	-
Income taxes payable	2,372	11	7,113	(37)
	(3,594)	(10,065)	(4,674)	(40,794)
Attributable to operating activities	(1,046)	(14,080)	(9,465)	(51,095)
Attributable to investing activities	(1,993)	4,015	4,965	10,301
Attributable to financing activities	(555)	-	(174)	-

(Amounts expressed in thousands, except share and per share amounts)

14. FINANCIAL INSTRUMENTS

a) Analysis of financial assets and liabilities

Financial instruments classified as loans and receivables, and other financial liabilities are measured at amortized cost. Derivatives held for hedging are recorded on the Consolidated Statement of Financial Position at fair value, with changes in the fair values recognized in other comprehensive income. Black Diamond had no held to maturity investments, available for sale financial assets or liabilities at fair value through profit or loss at September 30, 2012 or December 31, 2011.

As at September 30, 2012	Loans and receivables at amortized cost	Financial liabilities measured at amortized cost	Derivatives used for hedging
Long term debt	-	86,300	-
Trade and accrued receivables *(note 3)*	70,280	-	-
Long term receivable	4,504		
Accounts payable *(note 8)*	-	35,343	-
Due to related parties	-	973	-
Dividends payable	-	2,469	-
Risk management liability	-	-	1,498
	74,784	125,085	1,498

As at December 31, 2011	Loans and receivables at amortized cost	Financial liabilities measured at amortized cost	Derivatives used for hedging
Long term debt	-	86,130	-
Trade and accrued receivables *(note 3)*	47,641	-	-
Due from related parties	1,313	-	-
Accounts payable *(note 8)*	-	22,716	-
Due to related parties	-	1,415	
Dividends payable	-	1,771	-
Risk management liability	-	-	2,074
	48,954	112,032	2,074

(Amounts expressed in thousands, except share and per share amounts)

14. FINANCIAL INSTRUMENTS (continued)

b) Fair value of financial instruments

There are no significant differences in the carrying amounts of those instruments classified as loans and receivables or financial liabilities measured at amortized cost and their estimated fair values due to their short-term nature, except for long term receivables and long-term debt at fixed interest. The difference between the fair value and the carrying value is immaterial.

Financial instruments classified as derivatives used for hedging are measured in the Statement of Financial Position at fair value and by using the following fair value measurement hierarchy:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1)
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (level 2)
- Inputs for the asset or liability that are not based on observable market data (level 3).

As at each reporting date, financial instruments classified as derivatives used for hedging were level 2 on the hierarchy. Those assets classified as loans and receivables and financial liabilities measured at amortized cost do not require input into the hierarchy analysis.

c) Interest rate risk

Interest rate risk arises from the possibility of the future cash flows of a financial instrument fluctuating as a result of changes in the market rates of interest. Black Diamond is subject to both cash flow interest rate risk on its committed revolving capital expenditure facility, and fair value risk on the senior secured notes based on their fixed rate of interest.

The required cash flow to service certain credit facilities will fluctuate as a result of changes in market rates. Black Diamond has entered into an interest rate swap contract to fix its floating rate interest on long-term debt. The interest rate swap contract requires the periodic exchange of payments without the exchange of the notional principal amounts on which the payment is based. At September 30, 2012, Black Diamond had the following interest rate swap contract outstanding:

	Remaining term	Notional amount	Fixed rate	Floating rate
Swaps - floating to fixed	October 2012 - April 2015	$25,000	3.63%	30 day CDOR

All interest rate related derivative financial instruments designated as hedges at September 30, 2012 were classified as cash flow hedges.

(Amounts expressed in thousands, except share and per share amounts)

14. FINANCIAL INSTRUMENTS (continued)

d) Liquidity risk

Black Diamond is exposed to liquidity risk, which is the risk that the Company may be unable to generate or obtain sufficient cash resources to meet its commitments as they come due. Black Diamond mitigates this risk through its management of cash, debt and its level of dividends.

The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments.

As at September 30, 2012	On demand	Less than 3 months	3-12 months	1-5 years	Greater than 5 years	Total
Trade and accrued payables	-	35,343	-	-	-	35,343
Due to related parties	-	973	-	-	-	973
Long term debt	-	-	-	52,125	34,175	86,300
Asset retirement obligation	-	-	-	-	1,945	1,945
Risk management liability	-	-	-	1,498	-	1,498
	-	36,316	-	53,623	36,120	126,059

As at December 31, 2011	On demand	Less than 3 months	3-12 months	1-5 years	Greater than 5 years	Total
Trade and accrued payables	-	22,716	-	-	-	22,716
Due to related parties	-	1,415	-	-	-	1,415
Long term debt	-	-	-	49,800	36,330	86,130
Asset retirement obligation	-	-	-	-	1,907	1,907
Risk management liability	-	-	-	2,074	-	2,074
	-	24,131	-	51,874	38,237	114,242

Black Diamond maintains sufficient unused capacity in its revolving credit facilities to meet short-term working capital requirements. Black Diamond manages its liquidity requirements through the use of short and long-term cash forecasts, maintaining conservative working capital balances, as well as a conservative payout ratio in respect of its dividends.

On a regular basis management monitors its ability to meet long-term debt, capital lease and asset retirement obligations as well as the commitments as disclosed in Note 19. Due to the nature of contracted revenue Black Diamond has in future periods and the unused capacity in the committed revolving capital expenditure facility, management is confident the Company has the liquidity to meet these obligations.

For the three and nine month periods ended September 30, 2012 and 2011
(Amounts expressed in thousands, except share and per share amounts)

15. REVENUE

	Three month period ended		Nine month period ended	
	September 30, 2012	September 30, 2011	September 30, 2012	September 30, 2011
Rental revenue	29,300	20,359	77,844	57,897
Lodging revenue	15,087	13,935	43,187	37,702
Non-rental revenue	30,514	28,776	74,801	80,003
	74,901	63,070	195,832	175,602

16. AMOUNTS CHARGED IN ARRIVING AT OPERATING PROFIT

	Three month period ended		Nine month period ended	
	September 30, 2012	September 30, 2011	September 30, 2012	September 30, 2011
Direct costs of operations	35,497	31,582	88,530	87,607
Administrative expenses				
Personnel costs	4,304	3,734	13,099	11,425
Office and other expenses	2,744	1,811	6,730	5,592
Occupancy and insurance	1,146	777	3,325	2,402
Share-based compensation	967	489	2,423	1,390
Foreign exchange (gain)/loss - (unrealized)	15	(9)	(27)	(13)
Total Administrative expenses	9,176	6,802	25,550	20,796
Depreciation of property and equipment	9,412	6,912	24,621	19,567
Amortization of intangible assets	219	375	659	1,138
	54,304	**45,671**	**139,360**	**129,108**

(Amounts expressed in thousands, except share and per share amounts)

17. FINANCE COSTS

	Three month period ended		Nine month period ended	
	September 30, 2012	**September 30, 2011**	**September 30, 2012**	**September 30, 2011**
Interest related to				
- Operating facility	-	3	2	79
- Long term debt	1,365	1,442	3,960	3,359
- Capital lease	-	2	-	15
Total interest expense	1,365	1,447	3,962	3,453
Amortization of senior secured note set-up costs	51	-	170	-
Accretion of asset retirement obligation	10	19	39	54
	1,426	1,466	4,171	3,507

18. SEGMENTED INFORMATION

Black Diamond determines its reportable segments based on the structure of its operations in a manner consistent with the internal reporting provided to the chief operating decision maker. Operations are primarily focused in three business segments – Camps and Logistics, Space Rentals, and Energy Services. This determination is based primarily on product offering.

Camps and Logistics provides modular structures designed for remote site accommodation. The structures, when assembled together, form large dormitories, kitchen/dining facilities and recreation complexes. Within this segment, Black Diamond also owns and operates remote lodging facilities. The majority of the business activity within this segment occurs in Western Canada.

Space Rentals rents and sells a broad range of modular workspace solutions to a diverse customer base in Canada and the United States (“USA”). The structures provided include office units, storage units, office complexes, training facilities, lavatories and custom manufactured structures.

Energy Services provides an accommodations fleet for drill camps, geologist/engineer quarters and staff quarters. Energy Services also provides a complement of surface rental assets that would typically support a drilling or completions operation such as solid and liquids containment, rig matting, and support equipment. Activity levels of Energy Services have been directly impacted by the seasonality of drilling operations, whereby activity is traditionally higher in the first and fourth quarters of the year and lower in the second and third quarters.

The Company has assets and operations in the USA. As such, segmentation by principal business as well as geographic region is presented.

(Amounts expressed in thousands, except share and per share amounts)

18. SEGMENTED INFORMATION (continued)

For the three month period ended	**September 30, 2012**			**September 30, 2011**		
	Canada	**USA**	**Total**	**Canada**	**USA**	**Total**
	$	**$**	**$**	**$**	**$**	**$**
Revenue						
Camps and Logistics	52,511	-	52,511	36,177	-	36,177
Space Rentals	9,469	3,744	13,213	12,189	5,906	18,095
Energy Services	9,222	-	9,222	9,243	84	9,327
Intersegment eliminations [1]	(45)	-	(45)	(529)	-	(529)
	71,157	3,744	74,901	57,080	5,990	63,070

[1] All intersegment revenue eliminated is in respect to inter-divisional services provided within the Company.

Depreciation of Property and Equipment						
Camps and Logistics	5,522	-	5,522	4,294	-	4,294
Space Rentals	1,297	731	2,028	740	733	1,473
Energy Services	1,561	-	1,561	910	-	910
Corporate	301	-	301	235	-	235
	8,681	731	9,412	6,179	733	6,912
Finance costs						
Camps and Logistics	1,092	-	1,092	841	-	841
Space Rentals	164	72	236	216	203	419
Energy Services	98	-	98	206	-	206
	1,354	72	1,426	1,263	203	1,466
Net Income (Loss) attributable to Black Diamond Group Limited						
Camps and Logistics	16,644	-	16,644	10,188	-	10,188
Space Rentals	3,219	92	3,311	3,160	(364)	2,796
Energy Services	1,734	-	1,734	1,731	-	1,731
Corporate	(8,707)	-	(8,707)	(3,704)	-	(3,704)
	12,890	92	12,982	11,375	(364)	11,011
Capital Expenditures						
Camps and Logistics	39,274	-	39,274	11,670	-	11,670
Space Rentals	3,656	191	3,847	1,199	1,709	2,908
Energy Services	3,938	-	3,938	2,420	-	2,420
Corporate	2,348	-	2,348	553	-	553
	49,216	191	49,407	15,842	1,709	17,551

(Amounts expressed in thousands, except share and per share amounts)

18. SEGMENTED INFORMATION (continued)

For the nine month period ended	September 30, 2012			September 30, 2011		
	Canada	USA	Total	Canada	USA	Total
	$	$	$	$	$	$
Revenue						
Camps and Logistics	126,408	-	126,408	107,108	-	107,108
Space Rentals	29,363	11,360	40,723	28,321	17,773	46,094
Energy Services	28,884		28,884	23,849	166	24,015
Intersegment eliminations [1]	(183)	-	(183)	(1,615)	-	(1,615)
	184,472	11,360	195,832	157,663	17,939	175,602
Depreciation of Property and Equipment						
Camps and Logistics	14,492	-	14,492	12,200	-	12,200
Space Rentals	2,948	2,157	5,105	2,147	2,130	4,277
Energy Services	4,195	-	4,195	2,537	-	2,537
Corporate	829	-	829	553	-	553
	22,464	2,157	24,621	17,437	2,130	19,567
Finance costs						
Camps and Logistics	2,630	-	2,630	2,024	-	2,024
Space Rentals	616	369	985	546	463	1,009
Energy Services	556	-	556	474	-	474
	3,802	369	4,171	3,044	463	3,507
Net Income (Loss) attributable to Black Diamond Group Limited						
Camps and Logistics	45,434	-	45,434	29,029	-	29,029
Space Rentals	9,874	(342)	9,532	7,092	(38)	7,054
Energy Services	6,276	-	6,276	4,187	-	4,187
Corporate	(24,241)	-	(24,241)	(9,979)	-	(9,979)
	37,343	(342)	37,001	30,329	(38)	30,291
Capital Expenditures						
Camps and Logistics	79,727	-	79,727	40,291	-	40,291
Space Rentals	13,708	3,650	17,358	5,461	3,519	8,980
Energy Services	15,715	-	15,715	10,360	-	10,360
Corporate	4,212	-	4,212	6,453	-	6,453
	113,362	3,650	117,012	62,565	3,519	66,084

(Amounts expressed in thousands, except share and per share amounts)

18. SEGMENTED INFORMATION (continued)

As at	September 30, 2012			December 31, 2011		
	Canada	USA	Total	Canada	USA	Total
	$	$	$	$	$	$
Property and Equipment						
Camps and Logistics	223,676	-	223,676	159,677	-	159,677
Space Rentals	57,613	34,163	91,776	47,087	35,448	82,535
Energy Services	57,756	-	57,756	47,661	-	47,661
Corporate	13,989	-	13,989	11,200	-	11,200
	353,034	34,163	387,197	265,625	35,448	301,073
Intangible Assets						
Camps and Logistics	7,522	-	7,522	7,924	-	7,924
Space Rentals	-	2,336	2,336	-	2,758	2,758
Energy Services	83	-	83	90	-	90
Corporate	5	-	5	6	-	6
	7,610	2,336	9,946	8,020	2,758	10,778
Goodwill						
Camps and Logistics	24,471	-	24,471	24,471	-	24,471
Space Rentals	4,845	3,840	8,685	4,845	3,972	8,817
Energy Services	1,369	-	1,369	1,369	-	1,369
	30,685	3,840	34,525	30,685	3,972	34,657
Total Assets						
Camps and Logistics	315,331		315,331	221,860	-	221,860
Space Rentals	74,048	44,374	118,422	60,647	45,112	105,759
Energy Services	66,960		66,960	62,201	-	62,201
Corporate	36,636		36,636	36,610	-	36,610
	492,975	44,374	537,349	381,318	45,112	426,430

(Amounts expressed in thousands, except share and per share amounts)

19. COMMITMENTS

Black Diamond rents premises and vehicles under multiple operating leases with varying expiration dates. No arrangements have been entered into for contingent rental payments. The minimum lease payments over the next five fiscal years and thereafter are as follows:

As at	September 30, 2012 $	December 31, 2011 $
Due within one year	1,785	2,009
Due later than one year and less than five	3,880	5,163
Due after five years	232	232
	5,897	7,404

Black Diamond has committed to purchase $30,681 of fleet equipment for delivery in 2012 and into early 2013. These purchases will be financed through a combination of operating cash flow and draws on Black Diamond's credit facilities.