Selected Quarterly Financial Information

July 17, 2015

Titanium Transportation Group Inc.

Consolidated Interim Statements of Financial Position

(unaudited)

(in Canadian dollars)

	Mar 31 2015	Dec 31 2014	Sep 30 2014	Jun 30 2014	Mar 31 2014	Dec 31 2013
Assets						
Current						
Cash	-	-	-	550,998	175,704	-
Trade and other receivables	16,205,251	14,793,088	12,580,635	10,356,663	8,189,186	7,320,372
Current taxes recoverable	-	-	9,066	33,549	33,549	33,549
Finance lease receivables	569,534	504,052	383,781	392,099	408,227	237,689
Prepaid expenses and deposits	946,557	569,514	314,587	165,400	433,511	914,635
Restricted cash	5,632,165	5,632,165	-	-	-	-
	23,353,507	21,498,819	13,288,069	11,498,709	9,240,177	8,506,245
Finance lease receivables	1,120,503	921,372	759,250	796,079	867,482	537,950
Property and equipment	33,366,524	16,566,433	14,312,888	11,554,513	11,368,372	9,210,280
Deferred tax assets	145,779	31,361	34,176	36,986	29,285	32,261
Goodwill	2,858,909	2,698,511	2,688,606	2,172,910	2,172,910	2,172,910
	60,845,222	41,716,496	31,082,989	26,059,197	23,678,226	20,459,646
Liabilities						
Current						
Bank indebtedness	14,270,109	1,120,541	227,206	-	-	480,952
Trade and other payables	9,814,678	5,140,975	6,518,469	5,547,671	4,346,547	2,803,061
Current taxes payable	200,534	414,037	43,997	407,240	170,347	210,862
Loans payable	2,274,137	2,469,109	1,691,753	1,116,518	963,188	1,165,112
Finance lease liabilities	3,407,698	1,508,992	1,754,029	1,560,216	1,681,171	821,772
Due to corporate shareholder	-	9,000,000	5,000,000	-	-	-
Due to related parties	250,000	250,000	1,130,000	250,000	317,629	298,000
Private placement funds held in trust	5,632,165	5,632,165	-	-	-	-
	35,849,321	25,535,819	16,365,454	8,881,645	7,478,882	5,779,759
Loans payable	5,348,700	5,001,163	3,335,662	2,266,870	2,046,775	2,535,769
Finance lease liabilities	9,230,076	3,212,625	3,803,245	3,315,458	3,572,489	1,820,622
Due to corporate shareholder	-	-	-	4,000,000	3,700,000	4,000,000
Due to related parties	200,000	200,000	200,000	1,280,000	1,330,000	1,280,000
Deferred tax liabilities	2,258,869	1,018,203	1,079,977	853,215	809,198	667,252
	52,886,966	34,967,810	24,784,338	20,597,188	18,937,344	16,083,402
Shareholders' Equity						
Share capital	2,547,848	2,080,000	2,080,000	1,680,000	1,680,000	1,680,000
Retained earnings	5,410,408	4,668,686	4,218,651	3,782,009	3,060,882	2,696,244
	7,958,256	6,748,686	6,298,651	5,462,009	4,740,882	4,376,244
	60,845,222	41,716,496	31,082,989	26,059,197	23,678,226	20,459,646

Titanium Transportation Group Inc.

Consolidated Segmented Interim Statements of Comprehensive Income

three months ended (unaudited)

(in Canadian dollars)

Truck Transportation	**Mar 31 2015**	**Dec 31 2014**	**Sep 30 2014**	**Jun 30 2014**	**Mar 31 2014**
Revenue*	13,443,269	11,177,371	11,371,640	8,765,417	8,029,045
Fuel surcharge	1,236,617	1,039,257	1,004,651	861,526	961,804
	14,679,886	12,216,628	12,376,291	9,626,943	8,990,849
Operating expenses					
Carriers and independent contractors	4,103,649	4,003,780	4,514,238	3,976,673	3,671,095
Vehicle operating	4,129,359	3,245,743	3,422,352	2,378,136	2,402,343
Wages and casual labour**	3,342,079	2,514,273	2,816,219	1,784,311	1,597,949
Other operating**	965,752	942,123	572,225	369,138	393,756
	12,540,839	10,705,919	11,325,034	8,508,258	8,065,143
Income before the following	2,139,047	1,510,709	1,051,257	1,118,685	925,706
Depreciation	1,204,501	863,077	754,871	504,446	579,499
Gain on sale of property and equipment	(109,958)	(95,516)	-	(64,514)	(65,801)
Finance costs	321,381	215,526	206,315	157,114	160,770
Finance income	(39,654)	(34,168)	(25,626)	(17,084)	(8,542)
	1,376,270	948,919	935,560	579,962	665,926
Income before income taxes	762,777	561,790	115,697	538,723	259,780
Income tax expense**	224,325	182,296	42,154	164,888	46,747
Net income	538,452	379,494	73,543	373,835	213,033

Logistics	**Mar 31 2015**	**Dec 31 2014**	**Sep 30 2014**	**Jun 30 2014**	**Mar 31 2014**
Revenue	9,098,395	8,445,992	6,904,219	6,975,120	5,069,272
Fuel surcharge	347,327	352,540	285,592	576,903	359,189
	9,445,722	8,798,532	7,189,811	7,552,023	5,428,461
Operating expenses					
Carriers and independent contractors*	7,059,875	6,708,900	5,771,255	6,078,812	4,338,502
Wages and casual labour**	1,080,815	729,993	630,041	670,672	582,482
Other operating**	346,623	326,319	235,156	278,867	192,806
	8,487,313	7,765,212	6,636,452	7,028,351	5,113,790
Income before the following	958,409	1,033,320	553,359	523,672	314,671
Depreciation	-	9,895	9,895	9,895	9,895
Income before income taxes	958,409	1,023,425	543,464	513,777	304,776
Income tax expense**	255,396	364,143	144,018	136,151	80,766
Net income	703,013	659,282	399,446	377,626	224,010

*Interdivisional revenues/expenses have not been eliminated

**Corporate expenses have not been disclosed

Titanium Transportation Group Inc.

Consolidated Interim Statements of Cash Flows

three months ended (unaudited)

(in Canadian dollars)

	Mar 31 2015	Dec 31 2014	Sep 30 2014	Jun 30 2014	Mar 31 2014
Cash flows from operating activities					
Net income	741,722	450,035	436,642	721,127	364,638
Adjustments:					
Depreciation	1,204,501	872,972	764,766	514,341	589,394
Gain on sale of property and equipment	(109,958)	(95,516)	-	(64,514)	(65,801)
Finance costs	321,381	215,526	206,315	157,114	160,770
Finance income	(39,654)	(34,168)	(25,626)	(17,084)	(8,542)
Reverse takeover costs	380,589	392,799	-	-	-
Income tax expense	299,541	388,594	118,645	290,102	101,408
	2,798,122	2,190,242	1,500,742	1,601,086	1,141,867
Net change in non-cash operating working capital	1,311,776	(3,567,518)	(114,834)	(610,711)	1,195,165
	4,109,898	(1,377,276)	1,385,908	990,375	2,337,032
Interest paid	(321,381)	(215,526)	(206,315)	(157,114)	(160,770)
Interest received	39,654	34,168	25,626	17,084	8,542
Income taxes	(460,800)	-	(217,337)	(16,893)	-
	3,367,371	(1,558,634)	987,882	833,452	2,184,804
Cash flows from investing activities					
Acquisition of property and equipment	-	-	-	(277,234)	(155,705)
Disposition of property and equipment	255,029	416,544	60,574	215,649	28,300
Acquisition of subsidiaries	(2,000,000)	(149,888)	(1,875,543)	-	-
	(1,744,971)	266,656	(1,814,969)	(61,585)	(127,405)
Cash flows from financing activities					
Bank indebtedness	12,784,117	893,335	227,206	-	(480,952)
Demand loans	(914,580)	-	-	-	-
Loans payable	(1,589,799)	(883,732)	(306,352)	(200,958)	(790,918)
Finance lease liabilities	(2,809,300)	(940,528)	(444,765)	(377,986)	(379,454)
Due to corporate shareholder	(9,000,000)	4,000,000	1,000,000	300,000	(300,000)
Due to related parties	-	(1,673,394)	(200,000)	(117,629)	69,629
Private placement	-	5,632,165	-	-	-
Reverse takeover costs	(92,838)	(103,703)	-	-	-
	(1,622,400)	6,924,143	276,089	(396,573)	(1,881,695)
Increase (decrease) in cash	-	5,632,165	(550,998)	375,294	175,704
Cash, beginning	5,632,165	-	550,998	175,704	-
Cash, ending	5,632,165	5,632,165	-	550,998	175,704

Titanium Transportation Group Inc.

Selected Quarterly Financial Information

three months ended (unaudited)

(in millions of Canadian dollars)

	Mar 31 2015	Dec 31 2014	Sep 30 2014	Jun 30 2014	Mar 31 2014
Total revenue	24.01	20.93	19.41	17.08	14.32
Revenue before fuel surcharge	22.43	19.54	18.12	15.64	13.00
EBITDA(1)	2.80	2.19	1.50	1.60	1.14
EBITDA margin(1)	12.5 %	11.2 %	8.3 %	10.2 %	8.8 %
EBIT(1)	1.70	1.41	0.74	1.15	0.62
EBIT margin(1)	7.6 %	7.2 %	4.1 %	7.4 %	4.8 %

(1) Refer to "Non-IFRS Financial Measures".

Cautionary Statement

All information included in this document has been prepared by and is the sole responsibility of the Company's management. The Company's independent auditors have not performed a review of these financial figures in accordance with the standards established by the Canadian Institute of Chartered Professional Accountants of Canada. In addition, the financial information contained is not to be interpreted as financial statements of the Company as it is not in accordance with International Financial Reporting Standards ("IFRS"). This document should be read in conjunction with the Company's audited consolidated financial statements for the year ended December 31, 2014 and the Company's unaudited condensed consolidated interim financial statements for the first quarter ended March 31, 2015, which can be found on www.sedar.com.

Non-IFRS Financial Measures

The following financial measures do not have any standardized meaning under IFRS and may not be comparable to similar measures employed by other companies:

"**Earnings before interest, income taxes, depreciation and amortization**" ("**EBITDA**") is calculated as net income before finance income and costs, income tax expense, depreciation, amortization, asset impairments, gains or losses on the sale of equipment and reverse takeover costs.

"**EBITDA margin**" is calculated as EBITDA as a percentage of revenue before fuel surcharge.

"**Earnings before interest and income taxes**" ("**EBIT**") is calculated as net income before finance income and costs, income tax expense and reverse takeover costs.

"**EBIT margin**" is calculated as EBIT as a percentage of revenue before fuel surcharge.

Management of the Company believes that these financial measures are useful for investors and other readers when used in conjunction with other IFRS financial measures. However, these financial measures are intended to provide additional information and should not be considered in isolation or as a substitute for measures of financial performance prepared in accordance with IFRS.