NOTE TO READER

In accordance with National Instrument 51-102 *Continuous Disclosure Obligations*, part 4, subsection 4.3(3)(a) released by the Canadian Securities Administrators, Questor Technology Inc. discloses that the Company's independent auditor has not reviewed the unaudited condensed consolidated financial statements for the three-month periods ended March 31, 2019 and 2018.

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

Stated in Canadian dollars

As at	Notes	***Unaudited*** **March 31, 2019**	*Audited* December 31, 2018
ASSETS			
Current assets			
Cash		**$7,185,267**	$8,809,644
Trade and other receivables		**6,089,181**	4,698,093
Inventories		**1,100,041**	1,070,541
Prepaid expenses and deposits		**1,087,947**	1,382,581
Current tax assets		**216,323**	530,158
Total current assets		**15,678,759**	16,491,017
Non-current assets			
Property and equipment	4,12	**16,421,909**	13,419,524
Right-of-use assets	3,5	**478,095**	-
Intangible assets	6	**635,019**	692,535
Deferred tax assets		**-**	339,169
Total non-current assets		**17,535,023**	14,451,228
Total assets		**$33,213,782**	$30,942,245
LIABILITIES AND EQUITY			
Current liabilities			
Trade payables, accrued liabilities and provisions		**$2,548,852**	$1,955,019
Customer deposits		**$59,668**	$1,169,780
Current portion of lease inducement		**-**	45,200
Current portion of lease obligations	3,5	**244,224**	-
Current tax liabilities		**164,830**	216,093
Total current liabilities		**3,017,574**	3,386,092
Non-current liabilities			
Long-term portion of lease obligations	3,5	**463,235**	-
Lease inducement		**-**	258,233
Deferred tax liabilities		**644,537**	918,465
Total non-current liabilities		**1,107,772**	1,176,698
Total liabilities		**4,125,346**	4,562,790
Capital and reserves			
Issued capital	7	**6,878,865**	6,381,520
Reserves		**1,551,976**	1,702,303
Retained earnings		**20,652,938**	18,265,088
Cumulative translation adjustment		**4,657**	30,544
Total equity		**29,088,436**	26,379,455
Total liabilities and equity		**$33,213,782**	$30,942,245

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

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

Stated in Canadian dollars
Unaudited

For the Months Ended March 31,	Notes	**2019**	2018
Revenue	12	**$7,720,488**	$5,996,936
Cost of sales		**3,301,705**	2,156,592
Gross profit		**4,418,783**	3,840,344
Administration expenses		**1,140,594**	892,619
Depreciation of properties and right-of-use assets	4,5	**32,154**	9,089
Amortization of intangible assets	6	**57,516**	89,552
Net foreign exchange losses (gains)		**64,184**	(127,012)
Other (income)		**(28,216)**	(28)
Profit before tax		**3,152,551**	2,976,124
Income tax expense		**816,482**	879,377
Profit for the period, net of income tax		**$2,336,069**	$2,096,747
Exchange differences on translating foreign operations		**25,887**	(171,261)
Total comprehensive income		**$2,361,956**	$1,925,486
Earnings per share	14		
Basic		**$0.09**	$0.07
Diluted		**$0.09**	$0.07

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

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

Stated in Canadian dollars
Unaudited

	Notes	Issued capital	Reserves	Retained earnings	Cumulative Translation Adjustment	Total equity
Balance at December 31, 2017		$6,262,931	$1,395,010	$11,127,564	$(6,286)	$18,779,219
Profit for the year		-	-	7,137,524	-	7,137,524
Share-based payments	7,8	-	353,543	-	-	353,543
Stock options exercised	7,8	118,589	(46,250)	-	-	72,339
Translation of foreign operations		-	-	-	36,830	36,830
Balance at December 31, 2018		$6,381,520	$1,702,303	$18,265,088	$30,544	$26,379,455
Impact of change in accounting policy		-	-	51,781	-	$51,781
January 1, 2019		$6,381,520	$1,702,303	$18,316,869	$30,544	$26,431,236
Profit for the period		**-**	**-**	**2,336,069**	**-**	**2,336,069**
Share-based payments	**7,8**	**-**	**51,080**	**-**	**-**	**51,080**
Stock options exercised	**7,8**	**497,345**	**(201,407)**	**-**	**-**	**295,938**
Translation of foreign operations		**-**	**-**	**-**	**(25,887)**	**(25,887)**
Balance at March 31, 2019		**$6,878,865**	**$1,551,976**	**$20,652,938**	**$4,657**	**$29,088,436**

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

CONSOLIDATED STATEMENTS OF CASH FLOWS

Stated in Canadian dollars
Unaudited

For the three months ended March 31,	Notes	**2019**	2018
Cash flows from operating activities			
Profit for the period		**$2,336,069**	$2,096,747
Adjustments for:			
Income tax expense		**816,482**	879,377
Depreciation of property and equipment and right-of-use assets	4,5	**481,027**	321,795
Lease Inducement		-	11,200
Amortization of intangible assets	6	**57,516**	89,552
Share-based payments	7,8	**51,081**	105,312
Lease interest		**11,976**	-
Movements in non-cash working capital	15	**(1,612,577)**	61,083
Income taxes (paid)		**(510,180)**	(1,660,788)
Net cash generated from operating activities		**1,631,394**	1,904,278
Cash used in investing activities			
Payments for property and equipment	4	**(3,468,854)**	(2,821,522)
Proceeds of disposition of PPE	4	**30,900**	-
Net cash used in investing activities		**(3,437,954)**	(2,821,522)
Cash from financing activities			
Proceeds from exercise of stock options	7,8	**295,938**	-
Lease obligation principal payments	5	**(72,368)**	-
Net cash from financing activities		**223,570**	-
Net increase (decrease) in cash		**(1,582,990)**	(917,244)
Cash at beginning of the period		**8,809,644**	3,847,863
Effects of exchange rate changes on the balance of cash held in foreign currencies		**(41,387)**	57,252
Cash at end of the period		**$7,185,267**	$2,987,871

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

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2019

Stated in Canadian dollars unless otherwise specified
Unaudited

1. DESCRIPTION OF BUSINESS

Questor Technology Inc. ("Questor" or the "Company") is incorporated in Canada under the Business Companies Act (*Alberta*). Questor is a public, environmental Cleantech company founded in 1994 and headquartered in Calgary, Alberta, with field offices located in; Grande Prairie, Alberta; Brighton, Colorado; Watford City, North Dakota and Brooksville, Florida. The Company is active in Canada and the United States and is focused on clean air technologies that safely and cost effectively improves air quality, support energy efficiency and greenhouse gas emission reductions. Questor designs, manufactures and services high efficiency waste gas combustion systems. The Company's proprietary incinerator technology is utilized in the effective management of Methane, Hydrogen Sulphide gas, Volatile Organic Hydrocarbons, Hazardous Air Pollutants and BTEX gases ensuring sustainable development, community acceptance and regulatory compliance. Questor and its subsidiary, ClearPower Systems Inc. has developed heat to power generation technology and is currently marketing the power generation solutions to various markets including landfill biogas, syngas, waste engine exhaust, geothermal and solar, cement plant waste heat in addition to a wide variety of oil and gas projects.

The Company's common shares are traded on the TSX Venture Exchange under the symbol "QST". The address of the Company's corporate and registered office is 2240, 140 – 4 Avenue S.W. Calgary, Alberta, Canada, T2P 3N3.

2. BASIS OF PREPARATION

These unaudited condensed interim consolidated financial statements (the "financial statements") have been prepared in accordance with International Accounting Standard ("IAS") 34 Interim Financial Reporting using accounting policies consistent with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"). These financial statements are condensed as they do not include all of the information required by IFRS for annual financial statements and therefore should be read in conjunction with the Company's audited consolidated financial statements for the year ended December 31, 2018. All financial information is reported Canadian dollars, unless otherwise noted.

The financial statements have been prepared on a historical cost basis, except as detailed in the accounting policies disclosed in Note 3 "Summary of Significant Accounting Policies" of the Company's audited consolidated financial statements for the year ended December 31, 2018. All accounting policies and methods of computation followed in the preparation of these financial statements are consistent with those of the previous financial year, except as noted in Note 3 "Changes in Accounting Policies". There have been no significant changes to the use of estimate or judgments since December 31, 2018.

All inter-entity transactions have been eliminated upon consolidation between the Company and any subsidiaries in these financial statements. The Company's operations are viewed as a single operating segment by the chief operating decision maker of the Company for the purpose of resource allocation and assessing performance.

These financial statements were authorized for issue by the Company's Board of Directors on May 14, 2019.

3. CHANGES IN ACCOUNTING POLICIES

The IASB issued IFRS 16 Leases, which requires that lessees recognize lease liabilities and right-of-use (ROU) assets related to its lease commitments on the balance sheet. IFRS 16 is effective for annual periods beginning on or after January 1, 2019.

Initial Adoption
The Company has elected to apply IFRS 16 using a modified retrospective approach which does not require the restatement of prior period financial information. Modified retrospective application recognizes the cumulative effect of IFRS 16 as an adjustment to opening retained earnings at January 1, 2019 and applies the standard prospectively. The following table details the impact of the adoption of IFRS 16 on the Company's balance sheet, as at January 1, 2019:

Impact on Balance Sheet Item		$
ROU assets	Increase	535,421
Current portion of lease obligations	Increase	244,224
Long-term portion of lease obligations	Increase	463,235
Other deferred liabilities	Decrease	303,433
Deferred tax liability	Increase	19,152
Retained earnings	Increase	51,781

At January 1, 2019, the Company applied the following optional expedients permitted under the standard:

Leases whose terms end within 12 months of initial adoption have been recognized as short-term leases;

Leases having similar characteristics are measured on transition as a portfolio by applying a single discount rate;

Account for lease payments as an expense and not recognize a ROU asset if the underlying asset is of low dollar value;

Use hindsight in determining the lease term where a contract contains terms to extend or terminate the lease.

On transition to IFRS 16 under the modified retrospective approach, lease payments are discounted using the Company's incremental borrowing rate as of January 1, 2019. The Company used a weighted average incremental borrowing rate of 4.95 per cent to measure the present value of the future lease payments on January 1, 2019.

The adoption of IFRS 16 had an immaterial impact on the Company’s reported bank covenants.

Ongoing Recognition and Measurement
On the date that the leased asset becomes available for use, the Company recognizes an ROU asset and a corresponding lease obligation. Interest expense associated with the lease obligation is charged to the statement of income over the lease period with a corresponding increase to the lease obligation. The lease obligation is reduced as payments are made against the principal portion of the lease. The ROU asset is depreciated over the shorter of the asset's useful life and the lease term on a straight-line basis. Depreciation of the ROU asset is recognized in depreciation of property and equipment expense.

ROU assets and lease obligations are initially measured on a present value basis. Lease obligations are measured as the net present value of the lease payments which may include: fixed lease payments and payments to exercise an extension or termination option, if the Company is reasonably certain to exercise either of those options. ROU assets are measured at cost, which is composed of the amount of the initial measurement of the lease obligation, less any incentives received, plus any lease payments made at, or before, the commencement date and initial direct costs and asset restoration costs, if any. The rate implicit in the lease is used to determine the present value of the liability and ROU asset arising from a lease, unless this rate is not readily determinable, in which case the Company's incremental borrowing rate is used.

4. PROPERTY AND EQUIPMENT

Cost	Rental incinerators and trailers	Light vehicles, tools & equipment	Waste heat to power generator	Office equipment & leasehold improvements	Total
Balance at December 31, 2017	$13,134,166	$796,138	$159,268	$427,077	$14,516,649
Additions	3,434,313	161,510	-	$28,659	3,624,482
Disposals	(142,188)	-	-	-	(142,188)
Foreign operation adjustments	-	11,035	-	(222)	10,813
Balance at December 31, 2018	$16,426,291	$968,683	$159,268	$455,514	$18,009,756
Additions	**3,445,715**	**13,942**	**-**	**9,220**	**3,468,877**
Disposals	**(48,736)**	**-**	**-**	**-**	**(48,736)**
Foreign operation adjustments	**-**	**(11,679)**	**-**	**(215)**	**(11,894)**
Balance at March 31, 2019	**$19,823,270**	**$970,946**	**$159,268**	**$464,519**	**$21,418,003**
Accumulated depreciation					
Balance at December 31, 2017	$2,620,223	$393,241	$31,854	$114,868	$3,160,186
Depreciation charges included in:					
Cost of sales	1,334,740	103,229	-	-	1,437,969
Disposal	(61,240)	-	-	-	(61,240)
Depreciation expense	-	-	-	53,317	53,317
Balance at December 31, 2018	$3,893,723	$496,470	$31,854	$168,185	$4,590,232
Depreciation charges included in:					
Cost of sales	**385,871**	**16,159**	**-**	**-**	**402,030**
Disposals	**(17,839)**	**-**	**-**	**-**	**(17,839)**
Depreciation expense	**-**	**9,539**	**-**	**12,132**	**21,671**
Balance at March 31, 2019	**$4,261,755**	**$522,168**	**$31,854**	**$180,317**	**$4,996,094**
Carrying amounts					
At December 31, 2018	$12,532,568	$472,213	$127,414	$287,329	$13,419,524
At March 31, 2019	**$15,561,515**	**$448,778**	**$127,414**	**$284,202**	**$16,421,909**

5. RIGHT OF USE ASSETS

Cost	**Buildings Use Rights**	**Total**
Balance, January 1, 2019	535,421	535,421
Additions	-	-
Foreign operation adjustments		
Balance at March 31, 2019	**535,421**	**535,421**

Accumulated Depreciation		
Balance, January 1, 2019		-
Depreciation on right-of-use assets expensed	(57,326)	(57,326)
Balance at March 31, 2019	**(57,326)**	**(57,326)**

Carrying Amounts		
Balance, January 1, 2019	-	
Balance at March 31, 2019	**478,095**	**478,095**

Lease Obligations		
Balance, January 1, 2019	767,921	767,921
Interest	11,976	11,976
Repayments	(72,449)	(72,449)
Foreign operation adjustments	11	11
Balance at March 31, 2019	**707,459**	**707,459**
Lease obligations due within one year	244,224	244,224
Lease obligations due beyond one year	463,235	463,235

6. INTANGIBLE ASSETS

Cost	Waste heat to power development	Design Drawings	Patents	Total
Balance at December 31, 2018 and March 31, 2019	**$1,732,839**	**$341,952**	**$15,225**	**$2,090,016**
Accumulated Amortization				
Balance at December 31, 2017	827,074	327,353	12,992	1,167,419
Amortization expense	226,444	2,400	1,218	230,062
Balance at December 31, 2018	$1,053,518	$329,753	$14,210	$1,397,481
Amortization expense	**56,611**	**600**	**305**	**57,516**
Balance at March 31, 2019	**$1,110,129**	**$330,353**	**$14,515**	**$1,454,997**
Carrying Amounts				
At December 31, 2018	679,321	12,199	1,015	692,535
At March 31, 2019	**$622,710**	**$11,599**	**$710**	**$635,019**

7. ISSUED CAPITAL

Authorized

The Company is authorized to issue an unlimited number of common shares without nominal or par value.

Shares issued and outstanding	Number of shares	Share capital
Shares issued and outstanding December 31, 2018	26,502,870	$6,381,520
Stock options exercised	326,250	497,345
Shares issued and outstanding, March 31, 2019	**26,829,120**	**$6,878,865**

Share options granted under the Company's employee share option plan

The Company's did not grant employee share options during the period ended March 31, 2019.

Share-based payments for the three months ended March 31, 2019 were $51,081 (2018 - $105,312).

8. SHARE-BASED PAYMENTS

The Board of Directors has adopted and approved a share option plan for the directors, officers, consultants and key employees and affiliates of the Company. The share option plan was approved by the shareholders of the Company on June 15, 2001 and as amended on September 15, 2016. The maximum number of common shares reserved for issuance is fixed at 10% of the number of common shares of the Company issued and outstanding.

Each share option converts into one common share of the Company on exercise. No amounts are paid or payable by the recipient on receipt of the option. The options carry neither rights to dividends nor voting rights. Options may be exercised at any time from the date of vesting to the date of their expiry. Options granted under the plan have a term of five years to expiry and one quarter of the options vest on each of the first, second, third and fourth anniversary dates of the grant date on a cumulative basis.

The share options outstanding and exercisable at March 31, 2019 are as follows:

	Number	Exercise price(1)
Balance at beginning of the year	**1,563,000**	**$1.43**
Granted	**-**	**-**
Exercised	**(326,250)**	**0.91**
At March 31, 2019	**1,236,750**	**$1.56**
Exercisable at March 31, 2019	**500,750**	**$1.86**

(1) *Weighted average.*

The following share-based payment arrangements were in existence at March 31, 2019:

At March 31, 2019

Number outstanding	Grant date	Expiry date	Remaining contractual life		Exercise price		Fair value at grant date	Number exercisable
252,500	**15-Apr-14**	**15-Apr-19**	**0.04**		**$ 2.48**		**$ 1.76**	**252,500**
20,000	**09-Jun-14**	**09-Jun-19**	**0.19**		**3.99**		**2.78**	**20,000**
50,000	**20-Jan-16**	**20-Jan-21**	**1.81**		**0.77**		**0.56**	**-**
502,500	**7-Dec-16**	**7-Dec-21**	**2.69**		**0.65**		**0.44**	**182,500**
112,500	**10-Oct-17**	**10-Oct-22**	**3.52**		**1.40**		**0.86**	**-**
299,250	**1-Dec-17**	**1-Dec-22**	**3.67**		**2.35**		**1.44**	**45,750**
1,236,750			**2.39**	**(1)**	**$ 1.56**	**(1)**		**500,750**

At December 31, 2018

Number outstanding	Grant date	Expiry date	Remaining contractual life		Exercise price		Fair value at grant date	Number exercisable
252,500	15-Apr-14	15-Apr-19	0.29		$ 2.48		$ 1.76	252,500
20,000	09-Jun-14	09-Jun-19	0.44		3.99		2.78	20,000
200,000	20-Jan-16	20-Jan-21	2.06		0.77		0.56	100,000
640,000	7-Dec-16	7-Dec-21	2.94		0.65		0.44	320,000
112,500	10-Oct-17	10-Oct-22	3.77		1.40		0.86	-
338,000	1-Dec-17	1-Dec-22	3.92		2.35		1.44	84,500
1,563,000			2.64	(1)	$ 1.43	(1)		777,000

(1) *Weighted average*

9. CAPITAL MANAGEMENT

The Company's objectives when managing capital are to:

- Deploy capital to provide an appropriate return on investment to its shareholders;
- Maintain financial flexibility in order to preserve the Company's ability to meet financial obligations; and
- Maintain a capital structure that provides financial flexibility to execute on strategic opportunities.

The Company's strategy is formulated to maintain a flexible capital structure consistent with the objectives as stated above and to respond to changes in economic conditions and the risk characteristics of the underlying assets. The Board of Directors does not establish quantitative return on capital criteria for management, but rather promotes year-over-year sustainable profitable growth. The Company is not subject to any externally imposed capital requirements other than the financial tests and covenants associated with its credit facilities as described in note 10. At March 31, 2019, Questor was in compliance with these covenants.

The Company's capital structure consists of equity and cash. In order to maintain or alter the capital structure, the Company may adjust capital spending, refinance existing credit facilities, raise new debt and issue common shares. It is expected, however, that Questor's funds generated from operations and cash amounts will provide sufficient capital resources and liquidity to fund existing operations in 2019 and anticipated capital expenditures.

A key measure the Company utilizes in evaluating its capital structure is the ratio of debt-to-total capitalization. Debt-to-total capitalization is calculated as debt divided by total capitalization. Debt is defined as total short- and long-term borrowings unadjusted for cash balances. Equity is defined as capital and reserves attributable to equity holders. Total capitalization is defined as the sum of debt unadjusted for cash balances and the book value of equity.

The debt-to-total capitalization ratio was as follows:

As at March 31, 2019		
Short-term borrowings	**$**	**-**
Long-term borrowings		-
Debt		**-**
Equity		**29,088,436**
Total capitalization		**$29,088,436**
Debt-to-total capitalization ratio		**0.00%**

10. SHORT-TERM BORROWINGS

The Company has in place an Operating Loan Facility, Capital Loan Facility and an Export Development Canada ("EDC") Secured Letter of Guarantee Facility.

Operating Loan Facility

The Company's revolving demand operating facility is $1,000,000, the availability of which is subject to specified margin requirements. The revolving demand operating loan bears interest at bank prime plus 1 percent per annum. Up to $100,000 of this loan is available to secure the issue of letters of credit and/or letters of guarantee for suppliers.

Capital Loan Facility

The capital loan facility was secured to assist in the financing of capital expenditures. The facility makes available a revolving demand capital loan to a maximum of $5,000,000. The revolving demand capital loan bears interest at bank prime plus 1.25 percent per annum.

The capital loan is available by way of multiple advances, (the "capital loan") by delivery of a required notice to the bank. The initial advance can be made available and completed based on the net book value ("NBV)" of existing fixed assets. Fixed assets are defined as rental fleet, equipment and vehicles/trailers, to a maximum amount of 60% of NBV.

SHORT-TERM BORROWINGS (continued)

Subsequent advances are to be supported by a true and complete summary of capital expenditures, to a maximum amount of 100% of costs incurred.

The combined advances of the capital loan facility cannot, at any time, exceed 60% loan to value ("LTV") of the combination of i) NBV of fixed assets, as per the most recent fiscal year-end financial reporting, and ii) the aggregate amount of all invoices funded under the capital loan facility subsequent to the most recent fiscal year end reporting but prior to an updated reporting being received. Should advances exceed 60% LTV, the Company is to pay down the capital loan by an amount equal to or greater than that which is required to reduce LTV to less than or equal to 60%, based on the then most recent reporting.

Export Development Canada ("EDC") Secured Letter of Guarantee Facility

The EDC facility is secured to assist in the financing of the day to day operations of the Company through the issuance by the Bank of letters of guarantee, standby letters of credit, performance bonds, counter guarantees, counter standby letters of credit or similar credits from time to time (each an "LG") upon the instructions of the Company. The EDC facility is available to maximum of $2,000,000 and bears interest at bank prime plus 1.0 percent per annum. The availability of each LG shall be at the discretion of the Bank and subject to the various stated conditions. LGs are available for terms of up to 12 months and require satisfactory the performance security guarantees ("PSG") from EDC (or guarantees from private insurance companies acceptable to the Bank) in the amount and terms of the obligation. In the event EDC (or private insurance company) does not extend coverage under the PSG, the Company is required to provide security in form and substance satisfactory to the Bank. At the time of issuance by the Bank of each Performance LG, a fee equal to 1.50% per annum calculated against the face amount and over the term of the Performance LG.

Borrowing Facilities

All of the borrowing facilities have financial tests and other covenants customary for these types of facilities. At the end of each fiscal quarter the Company's debt-to-tangible-net-worth must be less than 2.5 and the Company's working capital ratio must be greater than 1.25. At the end of each fiscal year, Questor's debt service coverage ratio must be in excess of 1.25

None of the borrowing facilities are subject to standby fees and there is no specified facility expiration or renewal date. The Company has provided a general security agreement and an assignment of insurance proceeds as security.

11. FINANCIAL INSTRUMENTS

The Company's financial instruments consist, from time to time, of cash and cash equivalents, short-term investments, trade and other receivables, short-term and long-term borrowings and trade payables, accrued liabilities and provisions. The carrying amounts of the current financial assets and current financial liabilities recognized in the Company's consolidated financial statements at the end of each reporting period approximate their fair value due to their short period to maturity. At March 31, 2019, there were no investments, short-term or long-term borrowings outstanding. The Company did not hold or issue any derivative financial instruments during the period.

IFRS 9 Financial Instruments requires an entity to estimate its expected credit loss for all trade accounts receivable even when they are not past due based on the expectation that certain receivables will be uncollectible. Based on the Company's assessment, an allowance for doubtful accounts of approximately 1% of outstanding receivables has beens recorded using the lifetime expected credit loss model. The expected credit loss rate is based on the Company's actual credit loss experience over the past 5 years. The analysis was consistent when compared to the Company's actual credit loss experience over the past 8 years and 10 years.

12. SEGMENTED INFORMATION

The Company reports its financial results as one reportable segment.

The following table provides information regarding the location of the Company's property and equipment on a geographic basis as determined by the location of the customer or third party. All other of the Company's non-current assets are located in Canada.

For the three months ended March 31, 2019	**Canada**	**United States**	**International**	**Consolidated**
Incinerator sales	**$568,275**	**$36,968**	**$1,882,678**	**$2,487,920**
Incinerator rentals	**21,400**	**4,441,004**	**-**	**4,462,404**
Services & repairs	**88,985**	**651,156**	**30,022**	**770,163**
	$678,660	**$5,129,128**	**$1,912,700**	**$7,720,488**

For the three months ended March 31, 2018	Canada	United States	International	Consolidated
Incinerator sales	$91,077	$1,024,266	$-	$1,115,343
Incinerator rentals	95,450	4,219,890	-	4,315,340
Services & repairs	44,311	504,086	17,856	566,253
	$230,838	$5,748,242	$17,856	$5,996,936

Property and equipment

As at	**March 31,2019**	December 31, 2018
Canada	**$3,083,107**	$1,099,763
United States	**13,338,802**	12,319,761
	$16,421,909	$13,419,524

Intangible assets

As at	**March 31,2019**	December 31, 2018
Canada	**$635,019**	$692,535
United States	**-**	-
	$635,019	$692,535

13. INFORMATION ABOUT MAJOR CUSTOMERS

During the months ended March 31,2019, considering individual customers comprising greater than 10% of total revenues, three customers (2018 – two) comprised 58% (2018 – 78%) of the Company's total revenue.

As at March 31,2019, 55% (2018 - 58%) of the Company's accounts receivable are due from three (2018 – three) customers.

14. EARNINGS PER SHARE

Basic earnings per share

For the three months ended March 31	**2019**	2018
Profit for the period attributable to ordinary equity holders	**$2,336,069**	$1,925,486
Weighted average number of ordinary shares for the purposes of basic earnings per share	**26,745,745**	26,457,370
Basic earnings per share	**$0.09**	$0.07

Diluted earnings per share

For the three months ended March 31	**2019**	2018
Profit for the period attributable to ordinary equity holders	**$2,336,069**	$1,925,486
Weighted average number of ordinary shares for the purposes of diluted earnings per share	**27,535,906**	27,253,499
Diluted earnings per share	**$0.09**	$0.07

The weighted average number of ordinary shares for the purposes of diluted earnings per share reconciles to the weighted average number of ordinary shares used in the calculation of basic earnings per share as follows:

For the three months ended March 31	**2019**	2018
Weighted average number of ordinary shares for the purposes of basic earnings per share	**26,745,745**	26,457,370
Shares deemed to be issued for no consideration in respect of employee options	**790,161**	796,129
Weighted average number of ordinary shares for the purposes of diluted earnings per share	**27,535,906**	27,253,499

15. MOVEMENTS IN NON-CASH WORKING CAPITAL

For three months ended March 31	**2019**	2018
Trade and other receivables	**$(1,229,624)**	$(790,676)
Inventories	**(29,498)**	233,749
Prepaid expenses and deposits	**294,634**	445,114
Trade payables, accrued liabilities and provisions	**427,778**	(449,934)
Deferred revenue and deposits	**(1,110,112)**	611,630
Lease inducements	**34,245**	11,200
	$(1,612,577)	$61,083

17. RELATED PARTY TRANSACTIONS

In the normal course of business, the Company may transact with related parties. There are no related party transactions as at March 31, 2018 and 2019.

18. SEASONALITY AND CYCLICALITY OF OPERATIONS

There are a number of factors contributing to quarterly variations that may not be reflective of the Company's future performance. A significant portion of the Company's operations are carried on in Western Canada and Northern United States where activity levels in the oilfield services industry are subject to a degree of seasonality due to volatility in the weather and temperatures. Oilfield services demand is driven by customer capital spending and drilling programs which are affected by oil and natural gas commodity prices, changes in legislation and seasonal behaviours. Other factors causing variation include the Company's mix of products and services delivered, and the currency in which the sales are transacted.

19. CONTINGENCIES

From time to time, the Company is subject to costs and other effects of legal proceedings, settlements, investigations, claims and actions. The Company determines whether an estimated loss from a contingency should be accrued by assessing whether a loss is deemed probable and can be reasonably estimated. The Company assesses potential liabilities by analyzing the claims using available information. The Company develops its views on estimated losses in consultation with outside counsel handling our defense in these matters. Should developments in any of these matters cause a change in our determination as to an unfavorable outcome and result in the need to recognize a material accrual, or should any of these matters result in a final adverse judgment or be settled for significant amounts, they could have a material adverse effect on our results of operations, cash flows and financial position in the period or periods in which such change in determination, judgment or settlement occurs.

Notwithstanding the uncertainty as to the final outcome, based on the information currently available to it, the Company does not currently believe these matters in aggregate will have a material adverse effect on its consolidated financial position.