

CONSOLIDATED STATEMENTS OF INCOME

(\$000s, except per share amounts)	Notes	For the year ended	
		Dec 31, 2012	Dec 31, 2011
Revenue		357,610	215,967
Operating expenses	23	(195,178)	(122,086)
Administrative expenses	23	(11,070)	(29,677)
Project development costs	23	(365)	(8,289)
Equity accounted income (loss)	11a	2,294	(5,276)
Interest income	9b	4,886	6,443
Other gains and (losses), net	24	1,294	(21,742)
Foreign exchange gain (loss)		1,620	(3,274)
Earnings before interest expense, taxes, depreciation and amortization		161,091	32,066
Interest expense	9b	(49,707)	(31,668)
Depreciation of capital assets	12	(47,432)	(31,006)
Amortization of intangible assets	13	(10,120)	(8,413)
Earnings before income taxes		53,832	(39,021)
Income tax recovery (expense)			
Current		239	(187)
Deferred		(10,347)	35,945
Total income tax recovery (expense)	15d	(10,108)	35,758
Net income (loss)		43,724	(3,263)
Net income (loss) attributable to:			
Shareholders of Capstone		26,978	(5,712)
Non-controlling interest		16,746	2,449
		43,724	(3,263)
Earnings per share			
Basic and diluted	21	0.298	(0.108)

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	Notes	For the year ended	
		Dec 31, 2012	Dec 31, 2011
Cumulative differences on translation of foreign operations		6,478	(6,890)
Other comprehensive income (loss) on equity accounted investments	11a	702	(724)
Losses on financial instruments designated as cash flow hedges (net of tax in 2012 – \$13, 2011 – \$20)		(642)	(60)
Actuarial gains (losses) recognized in respect of retirement benefit obligations (net of tax in 2012 – \$6,826, 2011 – \$3,123, respectively)	14	(17,838)	9,370
Other comprehensive income (loss)		(11,300)	1,696
Net income (loss)		43,724	(3,263)
Total comprehensive income (loss)		32,424	(1,567)
Comprehensive income (loss) attributable to:			
Shareholders of Capstone		21,611	(5,882)
Non-controlling interest		10,813	4,315
		32,424	(1,567)

See accompanying notes to these consolidated financial statements