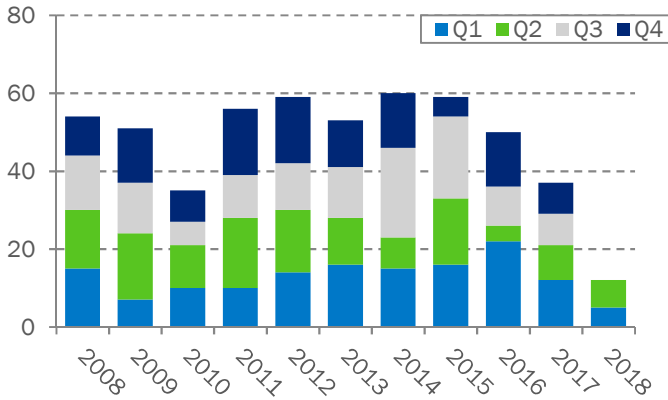


Quarterly Industry Snapshot

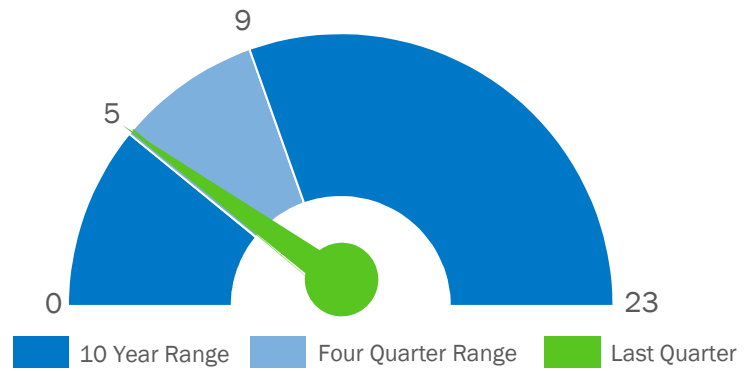
Auto Parts and Equipment

- The U.S. has enacted tariffs of 25% and 10% on certain Canadian steel and aluminum products, respectively. This will increase the costs of the approximately 1.7 million vehicles and \$17 billion worth of parts shipped to the U.S. each year
- Canada's auto sales dipped 0.7% in May, with robust sales of light trucks failing to offset slowing demand for passenger cars. General Motors has edged out Ford for the overall sales lead on a year-to-date basis
- Unifor, representing nearly 50,000 members across the Canadian Automotive Industry, has taken a more aggressive approach in recent labour talks amid stagnant wages and the impact of globalization

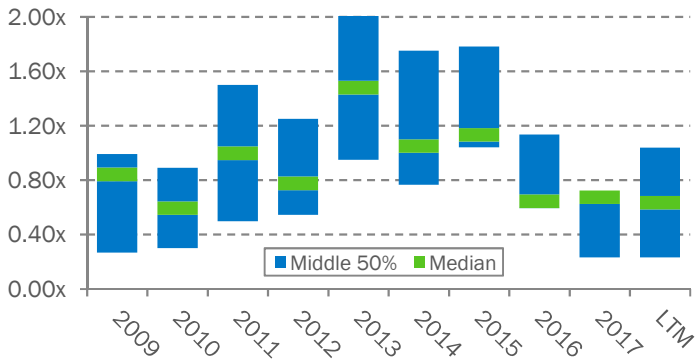
M&A Deal Count



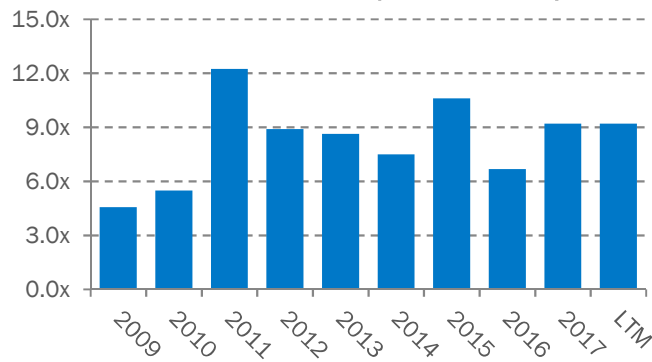
Comparative Quarterly M&A Activity



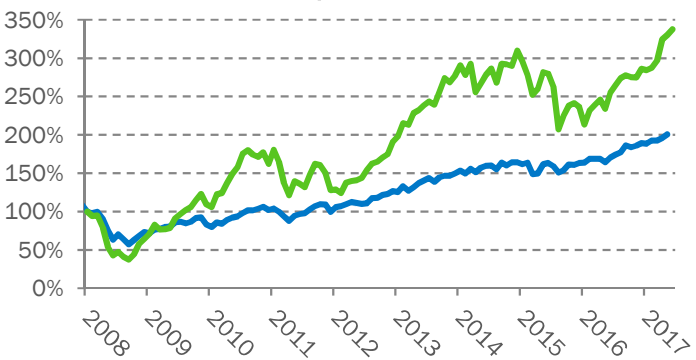
Median TEV/Revenue Multiples



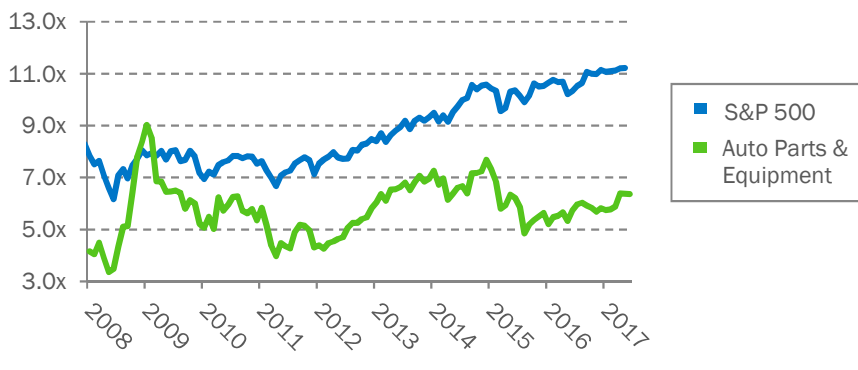
Median TEV/EBITDA Multiples



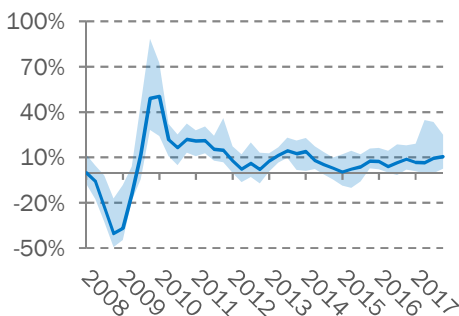
Composite Index



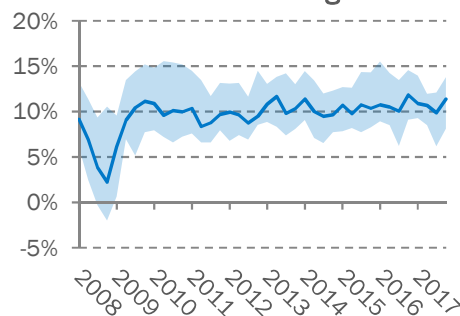
Composite TEV/Forward EBITDA



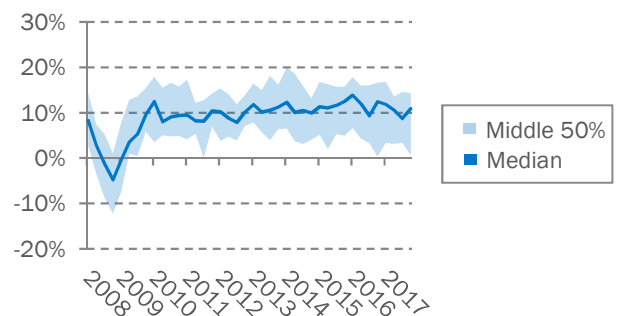
Revenue Growth



EBITDA Margin



Return on Assets



Auto Parts and Equipment Announced M&A Deals (US\$ in millions)

| Date | Target | Buyer | Transaction Value | EBITDA Multiple |
|----------|----------------------------------|----------------------------------|-------------------|-----------------|
| 08-28-17 | Hewitt Equipment Limited | Toromont Industries Ltd. | 1,018.7 | - |
| 10-05-16 | Taiga Building Products Ltd. | UPP Investments Canada Limited | 235.3 | 6.1x |
| 02-29-16 | Joe Johnson Equipment Inc. | Sirit, Inc. | 118.5 | - |
| 05-06-15 | Kramer Ltd. | Finning International Inc. | 233.0 | - |
| 02-10-15 | Spicers Canada Limited | Central National-Gottesman Inc. | 63.0 | - |
| 12-02-13 | Commercial Solutions Inc. | Motion Industries (Canada), Inc. | 38.2 | 16.0x |
| 06-20-13 | Noble Corporation | EMCO Corporation | 214.0 | - |
| 07-04-13 | Simark Controls Ltd. | SFC Energy AG | 24.4 | - |
| 04-17-13 | National Process Equipment, Inc. | DXP Canada Enterprises Ltd | 47.3 | - |
| 10-17-12 | Eecol Electric CORP. | WDCC Enterprises Inc. | 1,140.0 | - |
| 05-24-12 | Wesco Aircraft Canada Inc. | Wesco Aircraft Europe, Ltd. | 134.0 | - |
| 05-24-12 | Alberta Industrial Metals Ltd. | Russel Metals Inc. | 30.0 | - |
| 03-14-12 | Carrier Enterprise Canada, L.P. | Watsco, Inc. | 171.8 | - |
| 05-02-11 | Harper Power Products, Inc. | Wajax Power Systems | 21.6 | - |
| 12-13-10 | Franco-Nevada GLW Holdings Corp. | Franco-Nevada Corporation | 627.0 | 12.4x |
| 12-13-10 | Franco-Nevada GLW Holdings Corp. | Franco-Nevada Corporation | 262.6 | 11.2x |
| 11-24-09 | FLOCOR, Inc. | Groupe Deschênes Inc. | 48.8 | - |
| 12-08-09 | DC Energy Services, LP | Total Energy Services Inc. | 44.4 | - |
| 07-24-08 | Cummins Western Canada Ltd. | Cummins Inc. | 10.7 | - |
| 08-19-08 | Bri-Steel Corporation | Bri-Chem Corp. | 38.7 | - |

Auto Parts and Equipment - 15 Largest Public Companies (US\$ in millions)

| Company Name | TEV | TEV/EBITDA | | | EBITDA Margin | 3-year CAGR | Debt / EBITDA |
|--|----------|------------|-------|-------|---------------|-------------|---------------|
| | | LTM | 2017E | 2019E | | | |
| Magna International Inc. | \$34,234 | 5.9x | 5.6x | 5.3x | 7.1% | 7.2% | 0.8x |
| Autoliv, Inc. | \$14,515 | 11.6x | 10.0x | 8.8x | 8.3% | 9.3% | 1.1x |
| Lear Corporation | \$14,383 | 6.4x | 6.2x | 5.9x | 8.2% | 17.0% | 0.9x |
| BorgWarner Inc. | \$12,188 | 7.0x | 6.6x | 6.3x | 12.5% | 6.9% | 1.4x |
| Gentex Corporation | \$6,250 | 10.1x | 9.5x | 9.1x | 28.6% | 8.3% | 0.1x |
| Linamar Corporation | \$6,244 | 5.9x | 5.0x | 4.6x | 11.0% | 13.3% | 2.5x |
| American Axle & Manufacturing Holdings, Inc. | \$5,600 | 4.7x | 4.5x | 4.5x | 10.5% | 31.2% | 3.4x |
| Dana Incorporated | \$4,837 | 5.7x | 5.0x | 4.7x | 7.6% | 5.7% | 2.4x |
| Visteon Corporation | \$3,881 | n.m. | 10.1x | 9.3x | 6.7% | n.m. | n.m. |
| Amulair Thermal Technology, Inc. | \$3,826 | n.m. | n.m. | n.m. | 3.0% | n.m. | n.m. |
| Tenneco Inc. | \$3,671 | 5.1x | 4.0x | 3.8x | 5.4% | (0.5%) | 2.0x |
| Cooper-Standard Holdings Inc. | \$2,853 | 6.2x | 6.0x | 6.0x | 8.6% | 14.8% | 1.7x |
| LCI Industries | \$2,531 | 9.2x | 8.2x | 7.1x | 9.4% | 25.4% | 0.8x |
| Dorman Products, Inc. | \$2,229 | 11.3x | 10.8x | 10.0x | 19.1% | 9.6% | 0.0x |
| Martinrea International Inc. | \$1,928 | 4.7x | 4.4x | 4.0x | 7.1% | 17.1% | 1.6x |

⁴Forecasted compound annual growth rate of revenue

| | | | | | | | |
|--------|----------|-------|-------|-------|-------|--------|------|
| High | \$34,234 | 11.6x | 10.8x | 10.0x | 28.6% | 31.2% | 3.4x |
| Low | \$1,928 | 4.7x | 4.0x | 3.8x | 3.0% | (0.5%) | 0.0x |
| Median | \$4,837 | 6.2x | 6.0x | 5.9x | 8.3% | 9.6% | 1.4x |
| Mean | \$7,945 | 7.2x | 6.4x | 6.0x | 10.2% | 12.7% | 1.4x |