the canam manac group

Quarterly Report 2

June 30, 2002

www.canammanac.com

Message to Shareholders and Employees

The Canam Manac Group today announced a net income from continuing operations of $659,000 or $0.02 per share for the second quarter of 2002, compared with a net income of $9,528,000 or $0.28 per share for the corresponding period in 2001. For the first six months of 2002, net income for continuing operations was $1,411,000 or $0.04 per share, compared with $18,827,000 or $0.56 per share in 2001.

Including discontinued operations in France, the net loss for the second quarter was $10,617,000 or $0.31 per share compared with a net income of $8,268,000 or $0.25 per share for the same period in 2001. For the first six months of the year, the net loss was $12,212,000 or $0.36 per share compared with a net income of $15,708,000 or $0.47 per share in 2001.

Consolidated sales for the second quarter ended June 30, 2002, decreased by 4.9% to reach $230,450,000, compared with $242,298,000 in 2001. For the first half of 2002, sales totaled $449,870,000, compared with $485,575,000 in 2001, a decrease of 7.4%.

The steel components sector had total sales of $334,501,000, compared with $377,679,000 in 2001, a decrease of 11.4%. Net income was $5,951,000, compared with $24,877,000 in 2001. The 16 plants of the steel components sector processed 208,550 tons of steel, compared with 240,736 tons for the same period in 2001. This decrease is primarily attributed to the slowdown in commercial and industrial construction activity that affected the sales of steel joists and steel deck.

In the semitrailer and forestry equipment sectors, sales for Manac and Tanguay Industries were $114,019,000 compared with $106,650,000 in 2001, an increase of 6.9% that resulted from a recovery in the semitrailer industry. The net loss for the six-month period was reduced to $1,780,000 compared with $2,332,000 in 2001 in the semitrailer sector and was $431,000 in the forestry equipment sector compared with an income of $181,000 in 2001. Manac manufactured 3,130 semitrailers, compared with 3,133 last year.

The Group’s gross profit was $66,752,000, compared with $97,440,000 in 2001. Operating income (EBITDA) for the period was $23,340,000, compared with $50,835,000 for the same period last year.

The backlog in the steel components sector in North America was 146,459 tons as at June 30, 2002, compared with 135,920 tons for the first quarter of 2002, an increase of 7.8%. These figures include the contract valued at US$17,500,000 announced this week for the construction of the Connecticut Convention Center in Hartford. Steel Plus Network® currently has 119 members, compared with 100 in the second quarter of last year. The semitrailer sector backlog is 2,753 units, compared with 984 in 2001. This increase reflects the stronger demand throughout the transportation industry that began in the first half of 2002.

We ended the second quarter on June 30, 2002 with a decision that led to the complete divestiture of our French subsidiary and implies that the results of operations in France are considered as discontinued operations.

The discontinuation of operations in France will result in the sale of 66% of the Company's holdings in Canam S.A. for a symbolic value and the Group assumes the cost of losses up to $3,400,000. For the remainder of the investment, the Group will retain a seller's option exercisable over a period of seven years. The balance of this long-term investment has no book value. No results will be consolidated. The loss of $13,623,000 for the discontinued operations for the six-month period includes the losses accumulated since the beginning of the current year plus an exceptional provision of $10,609,000 to cover expenses incurred and future expenses as well as the required write offs.

On July 31, 2002, The Canam Manac Group reached an agreement with the Caisse de Dépôt et Placement du Québec for a long-term line of credit of $90,000,000. This loan is due in 2009 and repayment of this liability will begin in 2007.

The continuing Canada-U.S. dispute over softwood lumber combined with the significant slowdown in the forestry equipment sector have led the management of The Canam Manac Group and Quadco Trans-Gesco to end their discussions concerning a possible merger of companies including Tanguay Industries. The results of Tanguay Industries will continue to be combined with those of The Canam Manac Group.

The Board of Directors approved a quarterly dividend of $0.04 per Class "A" subordinate voting share, payable on September 27, 2002 to shareholders of record as of September 13, 2002.

Ville de Saint-Georges, Beauce
August 7, 2002

Marcel Dutil C.M.
Chairman of the Board
President and Chief Executive Officer

Management's Discussion and Analysis

The results for 2001 and the first quarter of 2002 were adjusted to allow readers to focus on the continuing activities of The Canam Manac Group, which include the steel components, Steel Plus Network, semitrailer and forestry equipment sectors. Operations in France will be presented as discontinued operations.

Consolidated quarterly results

For the second quarter of 2002, consolidated sales for continuing operations of The Canam Manac Group reached $230,450,000 a decrease of 4.9% compared with sales of $242,298,000 for the corresponding quarter of last year. For the first six months, sales were $449,870,000 or a decrease of 7.4% compared with sales for the first half of 2001.

Sales in the steel components sector were $169,874,000 for the second quarter, a decrease of 10.1% compared with the same period in 2001. Since the beginning of the year, sales in this sector have decreased by 11.4% to reach 334,501,000. Sales in Canada decreased by 25.1% while sales in the United States grew by 8.6%. These results are attributed to the general slowdown in the economy, particularly the difficult situation of the commercial and industrial construction industry.

In the semitrailer sector, Manac experienced a recovery with an increase in its market share. In the first six months of 2002, sales for Manac increased by 9.5%, compared with last year, to reach $108,354,000.

The Group's profit margin in the second quarter was $33,182,000 and represents 14.4% of sales. For the first six months of 2002, the profit margin was 14.8%.

Sales and administration charges increased by 6.2% during the second quarter compared with 2001, for a slight decrease for the first six months when compared with last year. During the second quarter, sales teams were maintained at their current level and the Company incurred certain expenses related to due diligence as well as charges related to layoffs.

The quarterly report of The Canam Manac Group Inc. now includes operating income (EBITDA). This amount, issued for financial analysis, indicates management's ability to control variables under its direct influence.

The EBITDA of $23,340,000 recorded since the beginning of the year represents 5.2% of sales, compared with 10.5% for the same period last year. Lower selling prices are responsible for this significant cyclical decrease. Depreciation of fixed assets reflects the Company's investments over the past several years, while there were no charges related to the goodwill assigned to Manac for 2002.

The net income from continuing operations for the second quarter was $659,000, or $0.02 per share, compared with $9,528,000, or $0.28 per share for the same quarter in 2001. Since the beginning of 2002, The Canam Manac Group has generated a net income of $1,411,000 from continuing operations, compared with $18,827,000 for the first six months of 2001. Including the discontinued operations in France, the net loss for the first six months was $12,212,000, or $0.36 per share.

Operations in France

The Company will sell 66% of its holding in Canam S.A. for a symbolic amount and The Canam Manac Group will assume losses up to $3,400,000. The Canam Manac Group will also maintain a seller's option exercisable over seven years on the remaining 34%.

Note 4 in the quarterly financial statements details the impact of the sale of The Canam Manac Group's operations in Niort. Further to the permanent closing of the Jarny plant in April 2002, The Canam Manac Group ended its manufacturing activities in France. For the second quarter, accounting standards applied to the operations in France consider them as discontinued operations as defined by the Canadian Institute of Chartered Accountants (CICA). Management considers that the exceptional provision of $10,609,000 is sufficient to cover past and future expenses incurred as well as the required write offs.

New long-term financing

The revolving line of credit of CAN$100,000,000, obtained in 1997 from a group of Canadian financial institutions, is due in May 2003. Consequently, the used portion of this credit was entered on the balance sheet of the Company under the heading "Long-term debt due within one year." An amount of $80,498,000 caused an increase in short-term debt, technically unbalancing the working capital during the second quarter.

On July 31, 2002, The Canam Manac Group and the Caisse de Dépôt et Placement du Québec reached an agreement for a long-term line of credit of $90,000,000 for the Company. This loan is due in 2009 and repayment of this debt will begin in 2007.

This new long-term debt was entirely used to repay short-term loans. The short-term liabilities of The Canam Manac Group have decreased by $90,000,000 and the working capital of the Group has been reestablished.

Consolidated statement of cash flows

During the second quarter, the cash flow from operating activities of The Canam Manac Group was $17,679,000. The Company used $9,791,000 of the deposit on contract for the Boston Convention and Exhibition Center, leaving an unused balance of $8,654,000. Over this quarter, the cash flow from debtors matched cash flow to creditors.

Financing activities include an increase in short-term debt that was replaced by a long-term debt on July 31 (see page 4).

Since the beginning of the year, investment activities totaled $25,802,000. An amount of $14,225,000 was devoted to new capital expenditures and equipment improvement. The Company invested a total of $20,974,000 in strategic minority holdings related to the steel component industry. Finally, over the same period, Aviation CMP inc. financed an airplane and benefited shareholders, including The Canam Manac Group, for $6,816,000.

Capital structure and financial resources

The negative working capital of $45,200,000 on the balance sheet as at June 30, 2002, became positive on July 31, 2002, with the signature of a long-term line of credit.

Outlook

At the end of the second quarter of 2002, the backlog in the steel sector represented a volume of 146,459 tons, or 7.8% more than the previous quarter, but 18.1% less than the same quarter last year.

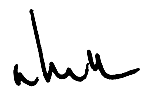
In the semitrailer sector, the backlog was 2,753 units or 2.8 times the figures for June 2001.

Option-based remuneration and payments

The Canam Manac Group agrees with suggestions made by certain institutional investors, shareholders and non-shareholders, for full and complete disclosure of the cost of share-based remuneration and payments.

In 2001, no options were granted. The Company generally grants options during the last quarter of the year or during the hiring of new executives. As soon as the number of granted options is significant for the current year they will be subject to the appropriate disclosure.

Marcel Dutil C.M.
Chairman of the Board
President and Chief Executive Officer



Daniel Paillé
Vice President and
Chief Financial Officer

Quarterly Results

(in thousands of dollars, except per share amounts) (unaudited)

		1999		2000		2001		**2002**	
	Quarter	Total	Per share	Total	Per share	Total	Per share	**Total**	**Per share**
Net income (net loss)	1st	$ 4,288	$ 0.12	$ 9,336	$ 0.27	$ 7,440	$ 0.22	**$ (1,595)**	**$ (0.05)**
	2nd	9,114	0.26	11,841	0.33	8,268	0.25	**(10,617)**	**(0.31)**
	3rd	15,356	0.43	17,113	0.50	6,918	0.21		
	4th	18,835	0.54	17,272	0.51	4,977	0.14		
	Total	$ 47,593	$ 1.35	$ 55,562	$ 1.61	$ 27,603	$ 0.82		
Sales	1st	$ 215,999		$ 243,163		$ 243,277		**$ 219,420**	
	2nd	221,228		241,862		242,298		**230,450**	
	3rd	278,571		292,632		258,821			
	4th	292,830		299,770		269,019			
	Total	$ 1,008,628		$ 1,077,427		$ 1,013,415			

Consolidated Statements of Earnings

Periods ended June 30 (in thousands of dollars, except per share amounts) (unaudited)	Three months **2002**	 2001	Six months **2002**	 2001
Sales	**$ 230,450**	$ 242,298	**$ 449,870**	$ 485,575
Cost of goods sold	**197,268**	194,623	**383,118**	388,135
Gross profit	**33,182**	47,675	**66,752**	97,440
Selling and administrative expenses	**21,281**	20,033	**42,244**	42,578
Exchange loss (gain)	**(419)**	(284)	**329**	1,001
Profit sharing	**629**	1,471	**839**	3,026
Operating income (EBITDA)	**11,691**	26,455	**23,340**	50,835
Depreciation of fixed assets and amortization of goodwill	**7,270**	7,199	**14,844**	13,686
Financial expenses	**4,465**	5,279	**8,844**	10,383
Other revenues	**(157)**	(663)	**(164)**	(1,114)
Gain on disposal of investment	**- -**	- -	**- -**	(1,319)
Earnings before income tax expenses and undernoted items	**113**	14,640	**(184)**	29,199
Income tax expense				
Current	**(20)**	5,397	**(1,065)**	10,144
Future	**(526)**	(285)	**(526)**	(428)
	(546)	5,112	**(1,591)**	9,716
Earnings before undermentioned items	**659**	9,528	**1,407**	19,483
Share of earnings (loss) of related companies	**- -**	- -	**4**	(656)
Net earnings from continuing operations	**659**	9,528	**1,411**	18,827
Net loss from discontinued operation (note 4)	**(11,276)**	(1,260)	**(13,623)**	(3,119)
Net earnings (net loss)	**$ (10,617)**	$ 8,268	**$ (12,212)**	$ 15,708
Net earnings (net loss) per Class “A” subordinate share				
Basic:				
From continuing operations	**$ 0.02**	$ 0.28	**$ 0.04**	$ 0.56
From discontinued operation	**(0.33)**	(0.03)	**(0.40)**	(0.09)
Total	**$ (0.31)**	$ 0.25	**$ (0.36)**	$ 0.47
Diluted:				
From continuing operations	**$ 0.02**	$ 0.27	**$ 0.04**	$ 0.55
From discontinued operation	**(0.33)**	(0.03)	**(0.39)**	(0.09)
Total	**$ (0.31)**	$ 0.24	**$ (0.35)**	$ 0.46
Weighted average number of Class “A” subordinate shares				
Basic	**34,043**	33,450	**34,026**	33,472
Diluted	**34,497**	34,348	**34,496**	34,300
Number of Class “A” subordinate shares			**34,050**	33,453
Number of Class “C” shares			**5,150**	5,150

Consolidated Statements of Retained Earnings

Periods ended June 30 (in thousands of dollars) (unaudited)	Three months **2002**	 2001	Six months **2002**	 2001
Opening balance before adjustment	**$ 155,023**	$ 169,918	**$ 160,543**	$ 164,727
Deferred exchange loss (note 2)	- -	- -	**(2,565)**	- -
Adjusted	**155,023**	169,918	**157,978**	164,727
Net earnings (net loss)	**(10,617)**	8,268	**(12,212)**	15,708
Dividends	**(1,363)**	(1,311)	**(2,723)**	(2,649)
Premium on redemption of shares	**- -**	- -	**- -**	(911)
Closing balance	**$ 143,043**	$ 176,875	**$ 143,043**	$ 176,875

Consolidated Balance Sheets

(in thousands of dollars) (unaudited)	**2002 As at June 30**	2001 As at December 31
Assets		
Current assets		
Cash	**$ 2,267**	$ 1,776
Short-term investments	**1,204**	2,292
Accounts receivable	**142,495**	144,893
Inventories	**138,927**	132,361
Income taxes recoverable	**4,131**	1,640
Future income tax assets	**9,750**	10,454
Prepaid expenses	**3,676**	4,244
Current assets of discontinued operation (note 4)	**11,298**	14,398
Total current assets	**313,748**	312,058
Investments	**111,200**	98,125
Fixed assets	**293,303**	301,267
Fixed assets of discontinued operation (note 4)	**11,543**	15,490
Future income tax assets	**2,901**	3,499
Other assets	**14,697**	15,041
	$ 747,392	$ 745,480
Liabilities		
Current liabilities		
Bank loans	**$ 66,739**	$ 24,161
Accounts payable and accrued liabilities	**164,842**	182,394
Income taxes payable	**1,091**	1,597
Future income tax liabilities	**433**	1,365
Long-term debt due within one year	**106,028**	26,543
Current liabilities of discontinued operation (note 4)	**19,815**	14,658
Total current liabilities	**358,948**	250,718
Long-term debt	**107,071**	193,724
Deferred credits	**6,427**	5,676
Future income tax liabilities	**9,799**	9,816
Long-term liabilities of discontinued operation (note 4)	**4,032**	5,245
Class “C” shares	**2,105**	2,105
	488,382	467,284
Shareholders' Equity		
Share capital	**114,558**	114,374
Retained earnings	**143,043**	157,978
Contributed surplus	**824**	824
Cumulative translation adjustments	**585**	5,020
	259,010	278,196
	$ 747,392	$ 745,480

Consolidated Statements of Cash Flows

Periods ended June 30 (in thousands of dollars) (unaudited)	Three months 2002	Three months 2001	Six months 2002	Six months 2001
Cash flows related to the following activities:				
Operations				
Net earnings from continuing operations	**$ 659**	$ 9,528	**$ 1,411**	$ 18,827
Items not affecting cash				
Depreciation and amortization	**7,328**	7,786	**14,902**	14,448
Future income tax recovery	**(526)**	(285)	**(526)**	(428)
Loss (gain) on disposal of fixed assets	**(115)**	50	**(137)**	47
Other revenues	**(157)**	(663)	**(164)**	(1,114)
Deficiency in pension contributions over pension expense	**118**	- -	**235**	- -
Share of loss (earnings) of related companies	**- -**	- -	**(4)**	656
	7,307	16,416	**15,717**	32,436
Net change in non-cash operating working capital items				
Decrease (increase) in accounts receivable	**(16,964)**	21,674	**(3,630)**	34,787
Decrease (increase) in inventories	**(7,182)**	(7,437)	**(9,192)**	(12,482)
Decrease (increase) in income taxes receivable	**(1,383)**	(1,131)	**(2,506)**	(972)
Decrease (increase) in prepaid expenses	**1,914**	1,924	**433**	877
Increase (decrease) in trade payable	**43,364**	3,377	**32,486**	3,173
Increase (decrease) in deposit on contract	**(9,791)**	(3,328)	**(19,165)**	(4,727)
Increase (decrease) in interest payable	**(93)**	134	**(111)**	236
Increase (decrease) in income taxes payable	**507**	(11)	**(506)**	(5,614)
	10,372	15,202	**(2,191)**	15,278
Cash flows related to operating activities of continuing operations	**17,679**	31,618	**13,526**	47,714
Financing				
Redemption of shares	**- -**	- -	**- -**	(1,742)
Proceeds from issuance of shares	**158**	16	**184**	18
Dividends paid	**(1,363)**	(1,311)	**(28,229)**	(2,649)
Increase in long-term debt and bank loans	**28,368**	8,283	**68,020**	23,208
Repayment of long-term debt and bank loans	**(24,720)**	(24,184)	**(25,481)**	(34,459)
Variation in long-term receivables	**(74)**	(574)	**60**	(637)
Other	**290**	174	**583**	214
Cash flows related to financing activities of continuing operations	**2,659**	(17,596)	**15,137**	(16,047)
Investment				
Proceeds from disposal of fixed assets	**206**	307	**249**	371
Acquisition of fixed assets	**(8,162)**	(13,173)	**(14,225)**	(31,745)
Proceeds from disposal of investments	**9,053**	2,149	**9,148**	3,747
Acquisition of investments	**(20,974)**	(166)	**(20,974)**	(4,559)
Distribution from limited partnerships	**- -**	116	**- -**	116
Cash flows related to investing activities of continuing operations	**(19,877)**	(10,767)	**(25,802)**	(32,070)
Effect of foreign exchange rates changes on cash	**(159)**	(127)	**(140)**	233
Net increase (decrease) in cash related to operating activities	**302**	3,128	**2,721**	(170)
Net increase (decrease) in cash related to the discontinued operation (note 4)	**(470)**	(2,640)	**(2,230)**	(3,485)
Cash at beginning of years	**2,435**	3,024	**1,776**	7,167
Cash at end of years	**$ 2,267**	$ 3,512	**$ 2,267**	$ 3,512
Supplementary information				
Interest paid	**$ 4,627**	$ 4,818	**$ 9,136**	$ 10,163
Income taxes paid	**$ 30**	$ 5,152	**$ 1,012**	$ 15,579

1. Significant accounting policies

The interim unaudited consolidated financial statements of the Company, as at June 30, 2002, have been prepared in accordance with Canadian generally accepted accounting principles. These principles are according to those found in the 2001 Annual Report.

2. Change in accounting policies

Foreign currency translation

In January 2002, the Company adopted the new recommendations of the Canadian Institute of Chartered Accountants ("CICA") relating to the accounting for foreign currency translations. These new recommendations no longer allow the amortization of unrealized translation gains and losses on foreign currency denominated monetary items that have a fixed or ascertainable life extending beyond the end of the fiscal year following the current reporting period. The amendment is effective for the year beginning January 1, 2002 and must be applied retroactively with restatement of prior years. The Company did not adjust results for the first six months of 2001 due to the low importance of the amount. The Company adjusted the comparable balance sheet of December 31, 2001 to eliminate the deferred exchange loss of $2,565,000 and adjust the retained earnings of December 31, 2001.

Goodwill

In January 2002, the Company adopted the new "Goodwill and other intangible assets" recommendations of the CICA to be applied on a prospective basis. Under the new recommendations, goodwill is no longer amortized but tested for impairment on an annual basis and the excess of the carrying amount over the fair value of goodwill is charged to earnings. The Company tested goodwill amounting to $5,400,000 of its Manac division and considers that there is no loss in value to recognize.

3. Segmented information

Historically, the steel components sector generally has lower performance in the first six months of the year. The following statements do not included the discontinued operation.

Periods ended June 30 (in thousands) (unaudited)		Three months: Steel components	Semitrailers	Forestry equipment	Head office	Total
Third party sales	**2002**	**$ 169,874**	**$ 55,789**	**$ 4,162**	**$ 625**	**$ 230,450**
	2001	$ 188,958	$ 49,865	$ 3,379	$ 96	$ 242,298
Segmented net earnings (loss)	**2002**	**$ 2,243**	**$ (470)**	**$ (99)**	**$ (1,015)**	**$ 659**
	2001	$ 12,302	$ (1,296)	$ (16)	$ (1,462)	$ 9,528

		Six months: Steel components	Semitrailers	Forestry equipment	Head office	Total
Third party sales	**2002**	**$ 334,501**	**$108,354**	**$ 5,665**	**$ 1,350**	**$ 449,870**
	2001	$ 377,679	$ 98,976	$ 7,674	$ 1,246	$ 485,575
Segmented net earnings (loss)	**2002**	**$ 5,951**	**$ (1,780)**	**$ (431)**	**$ (2,329)**	**$ 1,411**
	2001	$ 24,877	$ (2,332)	$ 181	$ (3,899)	$ 18,827

	Three months		Six months	
Net loss - Head office	**2002**	2001	**2002**	2001
Financial charges	**$ (2,557)**	$ (2,857)	**$ (4,993)**	$ (5,768)
Income taxes recovery	**1,033**	1,333	**2,516**	3,139
Other revenues (expenses)	**509**	62	**148**	(1,270)
	$ (1,015)	$ (1,462)	**$ (2,329)**	$ (3,899)

	Three months		Six months	
Information by geographic area	**2002**	2001	**2002**	2001
Canada	**$ 95,166**	$ 113,433	**$ 171,233**	$ 228,506
United States	**129,958**	122,742	**267,751**	246,489
Mexico	**5,326**	6,123	**10,886**	10,580
	$ 230,450	$ 242,298	**$ 449,870**	$ 485,575

(1) Sales are attributed to different countries according to their origin.

4. Discontinued operation

On April 15, 2002, the Board of Directors of The Canam Manac Group Inc. approved a plan to sell the operations of Canam S.A. which operates the structural steel plant in Niort. The first plant located in Jarny ceased operations on April 19.

The company signed an agreement in principle for the sale of 66% of its shares in Canam S.A. while the remaining 34% will be sold at the discretion of the company by February 28, 2009.

Management considers the operations of both plants in France as a discontinued operation. This allows the readers of the financial statements to compare results of continuing operations. In accordance with the recommendations of Chapter 3475 of the CICA, with respect to discontinued operations, sales, the cost of sales and expenses, assets and liabilities, as well as the cash flow related to operations in France are presented separately.

The results of the discontinued operation are as follows:

Periods ended June 30	Three months		Six months	
(in thousands of dollars) (unaudited)	**2002**	2001	**2002**	2001
Sales	**$ 5,684**	$ 6,450	**$ 11,311**	$ 13,459
Operating net loss(1)	**(667)**	(1,260)	**(3,014)**	(3,119)
Net loss on disposal of operation(1)	**(10,609)**	- -	**(10,609)**	- -
Net loss from discontinued operation	**$ (11,276)**	$ (1,260)	**$ (13,623)**	$ (3,119)

The net loss on the disposal of operations reflects the estimated expenses related to the plan of disposal. The net loss is composed of the writeoff of fixed assets of $7,220 (5,113 euros), and the maximal insurance for losses for the acquiring company.

(1) No income tax expense applicable.

The assets and liabilities of the discontinued operation, presented on the balance sheet are as follows:

(in thousands of dollars) (unaudited)	**2002** **As at June 30**	2001 As at December 31
Assets		
Current assets		
Accounts receivable	**$ 7,067**	$ 7,990
Inventories	**3,823**	6,340
Other short-term assets	**408**	68
Total short-termt assets of discontinued operation	**11,298**	14,398
Fixed assets of discontinued operation	**11,543**	15,490
Total assets of discontinued operation	**$ 22,841**	$ 29,888
Liabilities		
Current liabilities		
Bank loans	**$ 3,871**	$ 4,366
Accounts payable	**15,285**	9,656
Other short-term liabilities	**659**	636
Total short-term liabilities of discontinued operation	**19,815**	14,658
Long-term debt	**4,032**	2,464
Deferred credit	**- -**	2,781
Lont-term liabilities of discontinued operation	**4,032**	5,245
Total liabilities of discontinued operation	**$ 23,847**	$ 19,903

The net cash flow amounts for the discontinued operation are as follows:

Periods ended June 30	Three months		Six months	
(in thousands of dollars) (unaudited)	**2002**	2001	**2002**	2001
Cash flow related to the discontinued operation:				
Operating activities	**$ 430**	$ (3,145)	**$ (2,340)**	$ (3,618)
Financing activities	**127**	1,394	**723**	1,815
Investing activities	**(1,027)**	(889)	**(613)**	(1,682)
Net decrease in cash related to the discontinued operation	**$ (470)**	$ (2,640)	**$ (2,230)**	$ (3,485)

SHAREHOLDERS INFORMATION

Stock Exchange Listing

Class "A" surbordinate shares
The Toronto Stock Exchange
Trading symbol: CAM.A

CUSIP NUMBER

Class "A" subordinate shares: 13710C107

Dividends

Dividends on Class "A" subordinate shares are usually payable on the last working day of quarters ending March 31, June 30, September 30 and December 31 of each year.

the canam manac group

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