

Consolidated Statements of Deficit

Year ended December 31 (thousands of dollars)	2003	2002
Deficit, beginning of year	\$ (85,757)	\$ (69,324)
Net income for the year	44,026	29,634
Interest and accretion on equity component of convertible debentures (net of tax of \$10,288; 2002 – \$10,632)	(21,877)	(17,159)
Issuance of rights to acquire warrants	–	(10,210)
Dividends	(30,507)	(18,698)
Deficit, end of year	\$ (94,115)	\$ (85,757)
See accompanying notes to the consolidated financial statements		