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FAB-FORM
Financial Statements
1st Quarter 2017

REPORT TO OUR SHAREHOLDERS

The cover is a screen shot of one of our projects located in Vancouver, BC. The builder, Jeff Langford of JDL Homes discusses all of our products and how they have improved the quality and efficiency of his foundations. For more information, go to: <http://www.vancouvericf.com/nudura/jdlHomes.php>.

As always, thank you Board Members, Shareholders, and progressive Dealers and Contractors for your continued support and commitment.

The Company's independent auditors have neither reviewed nor audited these Consolidated Financial Statements.

Sincerely



Richard Fearn
President and CEO
30 May 2017



Herb Bentz
Chief Financial Officer
30 May 2017

FAB-FORM INDUSTRIES LTD.

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

Unaudited

	Notes	31 Mar 2017	31 Dec 2016
ASSETS			
Current			
Cash		\$ 94,973	\$ 176,852
Accounts receivable	17	303,146	128,582
Prepaid expenses and advances		38,790	28,780
Inventory	4	229,420	299,353
Total current assets		666,328	633,567
Property and equipment	8	55,575	55,603
Deferred development	9	2,629	2,766
Patents	10	4,565	4,197
		61,768	62,566
		\$ 728,097	\$ 696,133
LIABILITIES			
Current			
Accounts payable and accrued liabilities	16	\$ 194,633	\$ 201,183
Accounts payable – related	15	148,667	148,266
Current portion of long-term debt	12	3,351	4,817
Total current liabilities		346,651	354,266
Long-term debt	12	-	-
SHAREHOLDERS' EQUITY			
Share capital	13	769,520	769,520
Deficit		(388,169)	(427,653)
		381,351	341,867
		\$ 728,002	\$ 696,133

Approved and authorized by the Board 30 May 2017

"Richard Fearn"

_____, Director

"Herb Bentz"

_____, Director

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

FAB-FORM INDUSTRIES LTD.

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

1st Quarter 2017 and 2016, unaudited

	Jan - Mar 17	Jan - Mar 16	Change	% Change
Sales	383,710	374,385	9,325	2.5%
Cost of sales	275,181	271,846	3,335	1.2%
Gross Profit	108,529	102,539	5,989	5.8%
<i>(Percent gross profit)</i>	<i>28.3%</i>	<i>27.4%</i>		
Expenses				
Admin Expenses	27,022	31,844	-4,822	-15.1%
Interest Expense	2,634	3,353	-719	-21.4%
Selling & Marketing	35,874	19,980	15,894	79.6%
Wages & Benefits	2,868	2,365	503	21.3%
	68,398	57,542	10,856	18.9%
Net Ordinary Income	40,130	44,997	-4,867	-10.8%
Other Income/Expense				
Forex loss	646	3,265	-2,620	-80.2%
Inventory Write-off	0	-30	30	100.0%
	646	3,235	-2,590	-80.0%
Comprehensive income	39,485	41,762	-2,277	-5.5%
Average shares outstanding	7,797,988	7,797,988		
Income per share	0.0051	0.0054		

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

FAB-FORM INDUSTRIES LTD.

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

First quarter 2017 and 2016

	<i>Shares</i>	<i>Share capital</i>	<i>Deficit</i>	<i>Shareholders' equity</i>
Balance, 1 January 2016	7,797,988	\$ 769,520	\$ (628,008)	\$ 141,512
Comprehensive income	-	-	41,762	41,762
Balance, 31 March 2016	7,797,988	\$ 769,520	\$ (586,246)	\$ 183,274
Balance, 1 January 2017	7,797,988	\$ 769,520	\$ (427,653)	\$ 341,867
Comprehensive income	-	-	39,485	39,485
Balance, 31 March 2017	7,797,988	\$ 769,520	\$ (388,168)	\$ 381,352

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

FAB-FORM INDUSTRIES LTD.

CONSOLIDATED STATEMENTS OF CASH FLOWS

Periods ended 31 March, unaudited

	<u>Jan - Mar 17</u>	<u>Jan - Mar 16</u>
Operations		
Net Income	39,485	41,762
Amortization	4,180	4,804
	<u>43,665</u>	<u>46,566</u>
Changes in non-cash working capital items		
Accounts Receivable	-174,564	-134,356
Inventory	70,028	11,744
Prepaid Expenses & Advances	-10,011	2,275
Accounts Payable	-6,550	37,676
Accounts Payable - related	401	-1,262
Current part of long term debt	-1,466	55
	<u>-122,162</u>	<u>-83,868</u>
Investing		
Property and equipment	-3,014	0
Patents	-368	63
	<u>-3,382</u>	<u>63</u>
Financing		
Long term debt repayment	<u>0</u>	<u>-11,407</u>
Increase in cash	-81,879	-48,647
Cash at beginning of period	176,852	90,598
Cash at end of period	<u>94,973</u>	<u>41,952</u>

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

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

31 March 2017 and 2016, unaudited

1. Reporting Entity

Fab-Form Industries Ltd. (the "Company" or "Fab-Form") is a company domiciled in Canada and incorporated under the Company Act of British Columbia. The address of the Company's head office is Unit 19, 1610 Derwent Way, Delta BC V3M 6W1. The Company develops, manufactures and distributes proprietary technology to form concrete footings, columns, foundations and walls for building structures. The Company also exclusively distributes Helix® micro rebar into the BC market and Nudura® insulating concrete form into the Lower Mainland of BC market. The Company has traded on the TSX Venture Exchange ("TSX-V" under the symbol FBF) since 2000.

2. Basis of Presentation for Interim Period Reporting

These consolidated financial statements were prepared in accordance with International Financial Reporting Standards (IFRS), as issued by the International Accounting Standard Board (IASB) and the interpretations issued by International Financial Reporting Interpretations Committee (IFRIC).

The same accounting policies and methods of computation were followed in the preparation of these interim consolidated financial statements as in the consolidated financial statements for the year ended 31 December 2016.

The disclosure contained in these interim consolidated financial statements is condensed and includes only selected explanatory notes and does not duplicate or repeat disclosure reported in the consolidated financial statements for the year ended 31 December 2016 that has not changed materially since their date of issue. Accordingly, these interim consolidated financial statements should only be read in conjunction with the consolidated financial statements of the company for the year ended 31 December 2016.

3. Product Sales

	Jan - Mar 17	Jan - Mar 16	Change	% Change
Fastbag	1,811	3,329	-1,517	-45.6%
Fastfoot	34,509	36,683	-2,173	-5.9%
Fast-Tube	2,846	3,848	-1,002	-26.0%
Helix	37,577	38,552	-976	-2.5%
Sundry Income	190	7,195	-7,005	-97.4%
Monopour	11,109	7,146	3,963	55.5%
Nudura	217,558	200,405	17,153	8.6%
Bracing	51,676	69,830	-18,154	-26.0%
ICF Accessories	26,433	7,398	19,035	257.3%
Total Sales	383,710	374,385	9,325	2.5%

FAB-FORM INDUSTRIES LTD.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

31 March 2017 and 2016, unaudited

5. Cost of Sales

	<u>Jan - Mar 17</u>	<u>Jan - Mar 16</u>	<u>Change</u>	<u>% Change</u>
Total Direct Product COGS	265,167	259,575	5,592	2.2%
Indirect Product COGS				
Packing Materials	552	251	301	119.9%
Customer Delivery VanICF	-784	0	-784	-100.0%
Brokerage	-169	0	-169	-100.0%
Amortization production equip.	1,688	3,482	-1,794	-51.5%
Production tools	0	64	-64	-100.0%
Production rental	7,639	7,259	380	5.2%
Variable Overhead	1,794	930	864	92.9%
Wages not allocated	248	264	-16	-6.1%
Customer Delivery FBF	-955	20	-975	-4,771.1%
Total Indirect Product COGS	10,014	12,270	-2,256	-18.4%
Total Cost of Goods Sold	275,181	271,846	3,335	1.2%

6. General and administration

	<u>Jan - Mar 17</u>	<u>Jan - Mar 16</u>	<u>Change</u>	<u>% Change</u>
Amortization & Depreciation	1,877	1,386	492	35.5%
Occupancy	3,031	3,124	-93	-3.0%
Patent & TM Maintenance Fees	205	205	0	0.0%
Professional Fees	1,945	3,143	-1,198	-38.1%
Pubco	3,601	2,094	1,507	72.0%
General expenses	14,721	9,593	5,129	53.5%
Management Fees	0	10,320	-10,320	-100.0%
Telecommunications	1,642	1,980	-338	-17.1%
Total Admin Expenses	27,022	31,844	-4,822	-15.1%

7. Selling and marketing

	<u>Jan - Mar 17</u>	<u>Jan - Mar 16</u>	<u>Change</u>	<u>% Change</u>
Total Selling & Marketing	35,874	19,980	15,894	79.6%

FAB-FORM INDUSTRIES LTD.

FURTHER INFORMATION

31 March 2017

FAB-FORM INDUSTRIES LTD., headquartered in Delta BC, is a manufacturer and distributor of green and cost effective concrete forming products for the building industry. Its common shares trade on the Toronto Venture Exchange under the symbol "FBF".

For additional information, please contact:

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FAB-FORM

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Shareholders and interested investors should visit:

www.fab-form.com/investor/overview.php

www.vancouvericf.com

www.helixwest.com

www.icf-expo.com