

REPORT TO SHAREHOLDERS

We are pleased to provide shareholders of The Boyd Group Inc. with this interim report, which summarizes the activities of the Company during the most recent quarter and provides financial results for the quarter and the nine months ended September 30, 2000.

We continue to make significant progress toward achieving our goals and advancing our business plan. Although no acquisitions were finalized during the third quarter, we continue to actively search for collision repair facilities meeting our exacting financial and operating criteria, and expect to complete and announce additional acquisitions in our fourth quarter. We remain highly confident in our ability to successfully execute our acquisition strategy.

The eleven U.S. locations acquired during the first nine months of 2000, along with the same number of locations acquired or opened throughout 1999, contributed to year-to-date sales increasing to \$70.0 million (\$25.3 million for the 3rd quarter) in 2000 from \$38.0 million (\$14.1 million – 3rd quarter) in the same period last year, an increase of approximately 84%. The Company's annualized sales are now estimated to be \$105 million.

In addition to reporting strong sales growth, earnings before interest, taxes, depreciation and amortization ("EBITDA") for the nine months ended September 30th increased to \$7,326,296 (\$2,529,578 – 3rd quarter) from \$4,204,093 (\$1,522,419 – 3rd quarter) in the same period of 1999, an increase of approximately 74%. Net earnings climbed to \$2,045,406 for the nine months (\$657,740 – 3rd quarter), compared to \$1,109,279 for the first nine months (\$403,179 – 3rd quarter) of 1999, an increase of approximately 84%. Earnings per share increased to \$0.135 per share (\$0.042 – 3rd quarter) in 2000 from \$0.067 (\$0.025 – 3rd quarter) in 1999, reflecting earnings per share growth of 100%.

Recognizing that our Class A (Subordinate Restricted Voting) Shares ("Shares") have been trading in a price range that does not adequately reflect their value, on September 6, 2000 we initiated a Share Repurchase Program through a Normal Course Issuer Bid on the Toronto Stock Exchange ("TSE"), with the intent of repurchasing up to 644,830 or 5% of our issued and outstanding Shares over the subsequent twelve months. A copy of the Notice of Intention to make a Normal Course Issuer Bid filed with the TSE can be obtained by contacting the Company. Although the Share Repurchase Program was initiated on September 6th, due to TSE regulated Company policy with regard to Insider Trading, the Company entered a Closed Period on October 1, 2000 which extends until after two business days have elapsed from the date on which the Company's press release announcing the results for the three month fiscal quarter has been issued. During Closed Periods, the Company does not engage in the repurchase of its shares.

Moving beyond the third quarter into the fourth quarter, we continue to work hard at achieving aggressive growth objectives, focusing on the successful integration of acquired businesses, and achieving excellence in the operations of our Company as a whole. We remain committed to our strategy of profitable growth and enhancing shareholder value through consolidation of the North American collision repair industry.

Terry Smith
President & Chief Executive Officer
November 16, 2000

THE BOYD GROUP INC. Interim Consolidated Statement of Earnings and Retained Earnings Nine Months Ended September 30

	2000	1999
	(Unaudited)	(Unaudited)
Sales	\$ 70,007,558	\$ 38,002,152
Cost of sales	38,337,471	20,560,706
Gross margin	31,670,087	17,441,446
Operating expenses	24,343,791	13,237,353
Earnings before interest, taxes, depreciation and amortization	7,326,296	4,204,093
Depreciation and amortization	(2,341,895)	(1,506,615)
Interest expense	(1,805,218)	(631,529)
Interest income	8,088	2,822
	(4,139,025)	(2,135,322)
Earnings before income taxes	3,187,271	2,068,771
Income taxes	(1,141,865)	(959,492)
Net earnings	2,045,406	1,109,279
Dividends on Class E shares	(354,768)	(354,769)
Retained earnings, beginning of period	1,468,417	395,087
Retained earnings, end of period	\$ 3,159,055	\$ 1,149,597
Average number of shares outstanding	12,569,733	11,198,089
Basic earnings per share	0.1345	\$ 0.0674
Fully diluted earnings per share	\$ 0.1170	\$ 0.0605

THE BOYD GROUP INC. Interim Consolidated Statement of Earnings and Retained Earnings Three Months Ended September 30

	2000	1999
	(Unaudited)	(Unaudited)
Sales	\$ 25,284,908	\$ 14,053,954
Cost of sales	13,808,641	7,642,348
Gross margin	11,476,267	6,411,606
Operating expenses	8,946,689	4,889,187
Earnings before interest, taxes, depreciation and amortization	2,529,578	1,522,419
Depreciation and amortization	(884,988)	(560,366)
Interest expense	(785,011)	(230,029)
Interest income	3,399	2,335
	(1,666,600)	(788,060)
Earnings before income taxes	862,978	734,359
Income taxes	(205,238)	(331,180)
Net earnings	657,740	403,179
Dividends on Class E shares	(118,256)	(118,256)
Retained earnings, beginning of period	2,619,571	864,674
Retained earnings, end of period	\$ 3,159,055	\$ 1,149,597
Average number of shares outstanding	12,883,020	11,394,054
Basic earnings per share	\$ 0.0419	\$ 0.0250
Fully diluted earnings per share	\$ 0.0367	\$ 0.0222

THE BOYD GROUP INC.
Interim Consolidated Balance Sheet
September 30

	2000 (Unaudited)	1999 (Unaudited)
Assets		
Current		
Accounts receivable	\$ 10,018,154	\$ 6,107,453
Income taxes recoverable	1,376,592	-
Due from related parties	7,179	12,216
Inventory	2,806,426	1,505,059
Prepaid expenses	1,403,324	1,141,616
	15,611,675	8,766,344
Capital assets	16,331,455	11,578,214
Deferred costs	520,626	450,027
Other assets	32,340,120	11,970,509
	\$ 64,803,876	\$ 32,765,094
Liabilities		
Current		
Bank indebtedness	\$ 1,223,856	\$ 1,268,563
Accounts payable and accrued liabilities	8,390,639	5,294,251
Income taxes payable	-	445,196
Current portion of long-term debt	2,244,800	484,404
Current portion of obligations under capital leases	605,906	491,073
	12,465,201	7,983,487
Long-term debt	25,285,105	8,790,430
Obligations under capital leases	1,412,848	1,434,259
Convertible debentures - debt component	1,678,485	1,861,119
Future taxes	808,602	178,894
Unearned income	4,359,439	993,176
Other long-term liabilities	353,714	-
Non-controlling interest	13,906	15,885
	46,377,300	21,257,250
Equity		
Share capital (Notes 1 and 2)	14,768,149	10,128,457
Convertible debentures - equity component	288,232	312,598
Retained earnings	3,159,055	1,149,597
Cumulative translation adjustment	211,140	(82,808)
	18,426,576	11,507,844
	\$ 64,803,876	\$ 32,765,094

THE BOYD GROUP INC.
Interim Consolidated Cash Flow Statement
Nine Months Ended September 30

	2000 (Unaudited)	1999 (Unaudited)
Cash flows from operating activities		
Net earnings	\$ 2,045,406	\$ 1,109,279
Items not affecting cash		
Future taxes	189,180	38,466
Depreciation and amortization	2,341,895	1,506,615
Amortization of unearned income	(429,382)	-
Gain on disposal of capital assets	(30,556)	(17,264)
Non-controlling interest	5,970	9,124
	4,122,513	2,646,220
Changes in non-cash working capital items	(3,979,207)	(1,289,372)
	143,306	1,356,848
Cash flows from financing activities		
Issue of share capital	43,655	9,625
Increase in obligations under long-term debt	20,016,114	8,178,687
Repayment of long-term debt	(4,014,437)	(3,987,111)
Repayment of obligations under capital leases	(522,009)	(386,487)
Increase in unearned income	3,261,938	993,176
Increase in other long-term liabilities	353,714	-
Dividends paid	(354,768)	(354,769)
	18,784,207	4,453,121
Cash flows from investing activities		
Proceeds on sale of capital assets	133,888	142,357
Acquisition of capital assets	(1,222,500)	(1,297,974)
Acquisition and development of businesses	(3,495,622)	(1,733,956)
Deferred costs	(173,536)	(36,567)
Acquisition of other assets	(15,016,001)	(5,526,728)
	(19,773,771)	(8,452,868)
Foreign exchange	39,379	13,924
Net increase (decrease) in cash position	(806,879)	(2,628,975)
Cash position, beginning of period	(416,977)	1,360,412
Cash position, end of period	\$ (1,223,856)	\$ (1,268,563)

THE BOYD GROUP INC.
Interim Consolidated Cash Flow Statement
Three Months Ended September 30

	2000 (Unaudited)	1999 (Unaudited)
Cash flows from operating activities		
Net earnings	\$ 657,740	\$ 403,179
Items not affecting cash		
Future taxes	45,593	(293,751)
Depreciation and amortization	884,988	560,366
Amortization of unearned income	(176,664)	-
Gain on disposal of capital assets	(4,330)	(13,687)
Non-controlling interest	953	1,225
	1,408,280	657,332
Changes in non-cash working capital items	(3,399,589)	(153,771)
	(1,991,309)	503,561
Cash flows from financing activities		
Issue of share capital	1,240	9,625
Increase in obligations under long-term debt	-	5,796,794
Repayment of long-term debt	(679,164)	(3,868,714)
Repayment of obligations under capital leases	(183,484)	(165,659)
Increase in unearned income	-	993,176
Increase in other long-term liabilities	153,714	-
Dividends paid	(118,256)	(118,256)
	(825,950)	2,646,966
Cash flows from investing activities		
Proceeds on sale of capital assets	53,482	33,601
Acquisition of capital assets	(374,543)	(602,000)
Acquisition and development of businesses	(200,786)	(388,407)
Deferred costs	(147,694)	(13,966)
Acquisition of other assets	(640,821)	(1,883,021)
	(1,310,362)	(2,853,793)
Foreign exchange	117,483	79,840
Net increase (decrease) in cash position	(4,010,138)	376,574
Cash position, beginning of period	2,786,282	(1,645,137)
Cash position, end of period	\$ (1,223,856)	\$ (1,268,563)

Notes to the Interim Consolidated Financial Statements
September 30, 2000

- September 30, 2000 share capital includes 7.95% cumulative redeemable convertible Class E shares having an aggregate redemption value of \$5,950,000. Given the nature of the transaction giving rise to the issuance of these Class E shares, they have been recorded in Boyd's accounts at \$1, in accordance with generally accepted accounting principles.
- Effective September 6, 2000, the Company initiated a Share Repurchase Program through a Normal Course Issuer Bid on the Toronto Stock Exchange, with the intent of repurchasing up to 644,830 or 5% of the issued and outstanding Class A (Subordinate Restricted Voting) shares. To September 30, 2000, the Company has repurchased 8,400 shares at an average price of \$2.50 per share.

The Boyd Group Inc.



QUARTERLY REPORT
September 30, 2000

TSE: BYD.A