

PFN Group of Companies Inc.
Consolidated Financial Statements
December 31, 2016

PFN Group of Companies Inc.

Contents

For the year ended December 31, 2016

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Management's Responsibility

To the Members of Pasqua First Nation:

Management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgments and estimates in accordance with International Financial Reporting Standards. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

The Board of Directors is composed entirely of Directors who are neither management nor employees of the Company. The Board is responsible for overseeing management in the performance of its financial reporting responsibilities. The Board fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors. The Board is also responsible for recommending the appointment of the Company's external auditors.

MNP LLP is appointed by the directors to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to, and may meet periodically and separately with, both the Board and management to discuss their audit findings.

October 27, 2017

"Original signed by management"

Business Development Manager

Finance Manager

Independent Auditors' Report

To the Shareholder of PFN Group of Companies Inc.:

We have audited the accompanying consolidated financial statements of PFN Group of Companies Inc., which comprise the statement of financial position as at December 31, 2016, and the statements of comprehensive loss, changes in shareholders' equity and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with International Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis for Qualified Opinion

At the acquisition date of Pro Metal Industries Ltd., we were unable to obtain sufficient appropriate audit evidence over the completeness, existence, rights and obligations, and valuation of the assets and liabilities acquired. Since the acquisition cost of assets and liabilities can enter into the determination of the results of comprehensive loss, changes in shareholders' equity and cash flows, we were unable to determine whether adjustments might have been necessary in the current year in respect to the results of comprehensive loss, changes in shareholders' equity and cash flows. Our opinion on the current year's financial statements is modified because of the possible effect of this matter.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the consolidated financial statements present fairly, in all material respects, the financial position of PFN Group of Companies Inc. as at December 31, 2016 and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

Other Matter

The financial statements of PFN Group of Companies Inc. for the year ended December 31, 2015 were audited by another auditor who expressed an unqualified opinion in their report which was dated August 9, 2016.

Regina, Saskatchewan

October 27, 2017



Chartered Professional Accountants

PFN Group of Companies Inc.
Consolidated Statement of Financial Position

As at December 31, 2016

	2016	2015
Assets		
Current		
Cash and cash equivalents	921,939	-
Accounts receivable (Note 7)	927,217	131,040
Income tax recoverable (Note 8)	110,919	-
Inventories (Note 9)	352,062	-
Prepaid expenses	57,216	-
Advances to Pasqua First Nation (Note 10)	33,715	-
	2,403,068	131,040
Non-current		
Property and equipment (Note 11)	2,268,090	-
Goodwill (Note 6)	476,872	-
	5,148,030	131,040
Liabilities		
Current		
Bank indebtedness (Note 12)	541,562	1,419
Accounts payable and accrued liabilities (Note 13)	549,125	76,861
Advances from Pasqua First Nation	-	52,760
	1,090,687	131,040
Non-current		
Deferred tax liabilities	74,130	-
	1,164,817	131,040
Commitments (Note 14)		
Guarantees (Note 15)		
Non-compliance (Note 16)		
Equity		
Deficit	(275,251)	-
Contributed surplus (Note 17)	4,258,464	-
	3,983,213	-
	5,148,030	131,040

Approved on behalf of the Board

"Original signed by Board of Directors"

Director

Director

PFN Group of Companies Inc.
Consolidated Statement of Comprehensive Loss
For the year ended December 31, 2016

	2016	2015
Revenue		
Contract revenue - metal fabrication	2,758,172	-
Contract revenue - other		
Site Energy	624,864	126,323
Enbridge	95,000	95,000
Safway Services	36,763	44,338
Park Derochie	8,122	4,618
Clean Harbors Canada Inc.	1,500	39,598
Trans Canada Pipelines	-	64,361
Canada Pacific Railway	-	146,000
Athabasca Basin Security	-	41,512
Grant revenue	206,789	-
Other	32,691	31,166
Total revenue	3,763,901	592,916
Cost of sales - metal fabrication		
Direct labour	835,780	-
Purchases	749,143	-
Management salaries	250,230	-
Shop supplies and small tools	184,924	-
Freight in	19,166	-
Subcontracts	12,657	-
	2,051,900	-
Expenses		
Amortization	258,595	-
Professional fees	221,503	31,773
Rental	198,749	-
Training	193,752	1,100
Wages and benefits	78,734	49,920
Bad debts	77,659	-
Tools	59,881	-
Utilities	56,062	-
Repairs and maintenance	45,261	-
Consultants and contractors	44,337	289,561
Insurance	35,057	8,000
Travel	23,477	107,463
Advertising and promotion	19,468	-
Vehicle expenses	18,636	-
Bank charges	18,048	723
Interest on related party loan (Note 17)	16,738	-
Property taxes	13,458	-
Interest on long-term debt	13,414	-
Office	12,769	-
Courier and delivery	9,708	-
Telephone	9,126	1,482
Supplies	5,280	45,976
Meals and entertainment	3,638	-
Dues and memberships	3,107	929
	1,436,457	536,927
Operating profit	275,544	55,989

Continued on next page

PFN Group of Companies Inc.
Consolidated Statement of Comprehensive Loss
For the year ended December 31, 2016

	2016	2015
Operating profit <i>(Continued from previous page)</i>	275,544	55,989
Other expense		
Management fees <i>(Note 19)</i>	(641,879)	(55,989)
Loss before income taxes	(366,335)	-
Provision for (recovery of) income taxes		
Current <i>(Note 18)</i>	(138,192)	-
Deferred	47,108	-
	(91,084)	-
Comprehensive loss	(275,251)	-

The accompanying notes are an integral part of these financial statements

PFN Group of Companies Inc.
Consolidated Statement of Changes in Shareholders' Equity
For the year ended December 31, 2016

	<i>Deficit</i>	<i>Contributed surplus</i>	<i>Total equity</i>
Balance December 31, 2015	-	-	-
Comprehensive loss	(275,251)	-	(275,251)
Shareholder contributions <i>(Note 17)</i>	-	4,759,547	4,759,547
Shareholder withdrawals <i>(Note 17)</i>	-	(501,083)	(501,083)
Balance December 31, 2016	(275,251)	4,258,464	3,983,213

The accompanying notes are an integral part of these financial statements

PFN Group of Companies Inc.
Consolidated Statement of Cash Flows
For the year ended December 31, 2016

	2016	2015
Cash provided by (used for) the following activities		
Operating activities		
Comprehensive loss	(275,251)	-
Amortization	258,595	-
Deferred income taxes	47,108	-
Bad debts	77,659	-
	108,111	-
Changes in working capital accounts		
Accounts receivable	(83,788)	(119,219)
Income taxes recoverable	(76,471)	-
Inventories	(10,360)	-
Prepaid expenses	721	-
Accounts payable and accrued liabilities	279,422	72,618
	217,635	(46,601)
Financing activities		
Amounts advanced from related parties	388,945	45,182
Repayments to related parties	(475,420)	-
Contribution from shareholder	4,759,547	-
Withdrawal to shareholder	(501,084)	-
	4,171,988	45,182
Investing activities		
Purchases of property and equipment	(1,719,992)	-
Acquisition of Pro Metal Industries Ltd.	(2,114,634)	-
Cash received upon acquisition of Pro Metal Industries Ltd.	(173,201)	-
	(4,007,827)	-
Increase (decrease) in cash resources	381,796	(1,419)
Cash deficiency, beginning of year	(1,419)	-
Cash resources (deficiency), end of year	380,377	(1,419)
Cash resources are composed of:		
Cash and cash equivalents	921,939	-
Bank indebtedness	(541,562)	(1,419)
	380,377	(1,419)

The accompanying notes are an integral part of these financial statements

PFN Group of Companies Inc.
Notes to the Consolidated Financial Statements
For the year ended December 31, 2016

1. General

PFN Group of Companies Inc. (the "Company") was incorporated under the Business Corporations Act of Saskatchewan on June 9, 2012. The Company is wholly owned by Pasqua First Nation and carries out business development activities for the Pasqua First Nation. The financial statements of the Company as at and for the year ended comprise of the Company and its subsidiary Pro Metal Industries Ltd.

The address of the Company's registered office is Box 79, Pasqua, Saskatchewan, S0G 5M0.

The consolidated financial statements were approved by the Board of Directors and authorized for issue on October 27, 2017.

These consolidated financial statements are presented in Canadian dollars, which is the Company's functional currency.

The Company is wholly owned by the Pasqua First Nation.

2. Statement of compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRSs") and interpretations adopted by the International Accounting Standards Board ("IASB").

3. Change in accounting policies

Standards and Interpretations effective in the current period

The Company adopted amendments to the following standards, effective January 1, 2016. Adoption of these amendments had no effect on the Company's financial statements.

- IAS 1 Presentation of financial statements

4. Significant accounting policies

The principle accounting policies adopted in the preparation of the consolidated financial statements are set out below. The policies have been consistently applied to all the years presented, unless otherwise stated.

Basis of presentation

Sources of revenue and expenses are recorded on the accrual basis of accounting. The accrual basis of accounting recognizes revenue as it becomes available and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay.

Basis of measurement

The financial statements were prepared on the historical cost basis, except for certain financial instruments.

Basis of consolidation

The financial statements consolidate the financial statements of the Company and its subsidiary, Pro Metal Industries Ltd. (the "subsidiary"). The subsidiary was acquired on February 8, 2016 and are involved in custom metal fabrication. The Company owns 100% of the common voting shares of Pro Metal Industries Ltd.

Control is achieved where the Company is exposed, or has rights, to variable returns from its involvement with the investee and it has the ability to affect those returns through its power over the investee. In assessing control, only rights which give the Company the current ability to direct the relevant activities and that the Company has the practical ability to exercise, is considered.

The results of subsidiary acquired of during the year are included in these consolidated financial statements from the effective date of acquisition.

4. Significant accounting policies *(Continued from previous page)*

The consolidated financial statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances. Where necessary, adjustments are made to the financial statements of the subsidiary to ensure consistency.

Any balances, unrealized gains and losses or income and expenses arising from intra-Company transactions, are eliminated upon consolidation.

Cash and cash equivalents

Cash and cash equivalents comprise cash and term deposits with maturities of three months or less that are readily convertible into to known amounts of cash and which are subject to an insignificant risk of changes in value.

Inventory

The Company's inventory of raw materials is recorded at the lower of cost and net realizable value. Work in process and finished goods are valued at the lower of cost (including an appropriate portion of overhead based on normal operating capacity) and net realizable value. Cost is determined by the first-in, first-out method. Cost of items of inventories that are segregated for specific projects is assigned by using specific identification of their individual costs. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and selling costs.

Property and equipment

Property and equipment are stated at cost or deemed cost less accumulated amortization. Property and equipment is amortized over its estimated useful life at the following rates and methods:

Buildings	declining balance	10 %
Equipment	declining balance	20 %
Vehicles	declining balance	20 %
Computer equipment	declining balance	20 %
Leasehold improvements	straight-line	5 years
Computer software	straight line	5 years

The residual value, useful life and amortization method applied to each class of assets are reassessed at each reporting date.

Impairment of non-financial assets

At the end of each reporting period, the Company reviews the carrying amounts of its fixed assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit ("CGU") to which the asset belongs. Where a reasonable and consistent basis of allocation can be allocated to the smallest group of CGUs for which a reasonable and consistent allocation basis can be identified.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing values in use, the estimated future cash flows are discounts to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset or CGU is esimated to be less than its carrying amount, the carrying amount of the asset or CGU is reduced to its recoverable amount. An impairment loss is recognized immediately in profit or loss.

Where an impairment loss subsequently reverses, the carrying amount of an asset or CGU is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset or CGU in prior years. A reversal of an impairment loss is recognized immediately in profit or loss.

4. Significant accounting policies *(Continued from previous page)*

Financial instruments

Financial assets at fair value through profit or loss:

The Company has classified the following financial assets and liabilities at fair value through profit (loss): cash and cash equivalents and bank indebtedness. Any gains/losses arising as a result of the difference between the carrying amount and fair value is recognized in total comprehensive income.

Financial assets and liabilities at fair value through profit (loss) are subsequently measured at their fair value.

Loans and receivables:

The Company has classified accounts receivable and advances to Pasqua First Nation as loans and receivables.

Loans and receivables are subsequently measured at their amortized cost, using the effective interest method. Under this method, estimated future cash receipts are exactly discounted over the asset's expected life, or other appropriate period, to its net carrying value. Amortized cost is the amount at which the financial asset is measured at initial recognition less principal repayments, plus or minus the cumulative amortization using the effective interest method of any difference between that initial amount and the maturity amount, and less any reduction for impairment or uncollectability. Net gains and losses arising from changes in fair value are recognized in profit (loss) upon derecognition or impairment.

Financial liabilities measured at amortized cost:

The Company has classified accounts payable and accrued liabilities as financial liabilities measured at amortized cost.

Financial liabilities measured at amortized cost are subsequently measured at amortized cost using the effective interest method. Under this method, estimated future cash payments are exactly discounted over the liability's expected life, or other appropriate period, to its net carrying value. Amortized cost is the amount at which the financial liability is measured at initial recognition less principal repayments, and plus or minus the cumulative amortization using the effective interest method of any difference between that initial amount and the maturity amount. Net gains and losses arising from changes in fair value are recognized in profit (loss) upon de-recognition or impairment.

Financial asset impairment

The Company assesses impairment of all its financial assets, except those classified at fair value through profit (loss). Management considers whether there has been a breach in contract, such as a default or delinquency in interest or principal payments in determining whether objective evidence of impairment exists. Impairment is measured as the difference between the asset's carrying value and its fair value. Any impairment, which is not considered temporary, is included in current year profit (loss).

Fair value measurements

The Company classifies fair value measurements recognized in the statement of financial position using a three-tier fair value hierarchy, which prioritizes the inputs used in measuring fair value as follows:

- Level 1: Quoted prices (unadjusted) are available in active markets for identical assets or liabilities;
- Level 2: Inputs other than quoted prices in active markets that are observable for the asset or liability, either directly or indirectly; and
- Level 3: Unobservable inputs in which there is little or no market data, which require the Company to develop its own assumptions.

Fair value measurements are classified in the fair value hierarchy based on the lowest level input that is significant to that fair value measurement. This assessment requires judgment, considering factors specific to an asset or a liability and may affect placement within the fair value hierarchy.

Goodwill

Goodwill, arising on the acquisition of a business, represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets and liabilities of the business recognized at the date of acquisition. Goodwill is initially recognized at cost and is subsequently measured at cost less any impairment losses. Goodwill is tested for impairment annually or more frequently, if events and circumstances indicate that there may be impairment.

4. Significant accounting policies *(Continued from previous page)*

Upon reassessment, if the Company's interest in the fair value of the acquiree's identifiable net assets exceeds the sum of: the consideration transferred and the fair value of the Company's previously held equity interest in the acquiree, the excess is recognized immediately in profit or loss as a bargain purchase gain.

Comprehensive loss

Comprehensive loss includes all changes in equity of the Company, except those resulting from investments by owners and distributions to owners. Comprehensive loss is the total of profit and other comprehensive income. Other comprehensive income comprises revenues, expenses, gains and losses that, in accordance with International Financial Reporting Standards, require recognition, but are excluded from profit (loss).

Revenue recognition

Revenue is recognized when it is probable that the economic benefits associated with a transaction will flow to the Company, and when the amount of revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable, excluding trade discounts, volume rebates, and amounts collected on behalf of third parties.

Interest earned on cash and cash equivalents and accounts receivable is recognized in the period earned.

When the outcome of a contract can be estimated reliably, contract revenue and costs associated with the contract are recognized as revenue and expenses respectively by reference to the stage of completion of the contract at the reporting date. Stage of completion is determined as costs incurred to date in comparison with total expected contract costs. Revenue is measured at the fair value of consideration received or receivable in relation to the contract.

Government grant revenue is recognized on a systematic basis over the periods in which the company recognizes expenses as related costs. Government grants are recognized when there is reasonable assurance that the company will comply with the terms and conditions associated with the grants and that the grants will be received for which the funded expenses were incurred.

Income taxes

Taxation on the profit or loss for the year comprises of current and deferred tax.

Taxation is recognized in profit or loss except to the extent that the tax arises from a transaction or event which is recognized either in other comprehensive income or directly in equity, or a business combination.

Deferred taxes

Deferred taxes are calculated using the liability method on temporary differences between the carrying amounts of assets and liabilities and their tax bases. Deferred tax is not provided on the initial recognition of goodwill or on the initial recognition of an asset or liability unless the related transaction is a business combination or affects tax or accounting profit. Where an asset has no deductible or depreciable amount for income tax purposes, but has a deductible amount on sale or abandonment for capital gains purposes, the amount is included in the determination of temporary differences.

Standards issued but not yet effective

The Company has not yet applied the following new standards, interpretations and amendments to standards that have been issued as at December 31, 2016 but are not yet effective. Unless otherwise stated, the Company does not plan to early adopt any of these new or amended standards and interpretations.

IFRS 9 Financial instruments

The final version of IFRS 9 (2014) was issued in July 2014 as a complete standard including the requirements for classification and measurement of financial instruments, the new expected loss impairment model and the new hedge accounting model. IFRS 9 (2014) will replace IAS 39 *Financial instruments: recognition and measurement*. IFRS 9 (2014) is effective for reporting periods beginning on or after January 1, 2018. The Company has not yet determined the impact of the standard on its financial statements.

4. Significant accounting policies (Continued from previous page)

IFRS 10 Consolidated financial statements and IAS 28 Investments in associates and joint ventures

Amendments to IFRS 10 and IAS 28, issued in September 2014. The amendments include requiring a full gain or loss to be recognized when a transaction between an investor and its associate or joint venture involves assets that constitute a business. The amendments also require that a partial gain or loss be recognized when a transaction between an investor and its associate or joint venture involves assets that do not constitute a business. In December 2015, the IASB issued final amendments to defer the effective date to these standards indefinitely until a research project on the equity method has been included. The Company has not yet determined the impact of these amendments on its financial statements.

IFRS 15 Revenue from contracts with customers

IFRS 15, issued in May 2014, specifies how and when entities recognize, measure, and disclose revenue. The standard supersedes all current standards dealing with revenue recognition, including IAS 11 *Construction contracts*, IAS 18 *Revenue*, IFRIC 13 *Customer loyalty programmes*, IFRIC 15 *Agreements for the construction of real estate*, IFRIC 18 *Transfers of assets from customers*, and SIC 31 *Revenue – barter transactions involving advertising services*.

Amendments to IFRS 15, issued in April 2016, clarify some requirements and provide additional transition relief for when an entity first applies IFRS 15.

IFRS 15, and the amendments, are effective for annual periods beginning on or after January 1, 2018. The Company has not yet determined the impact of this standard on its financial statements.

IFRS 16 Leases

IFRS 16, issued in January 2016, introduces a single lessee accounting model that requires a lessee to recognize assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. The standard will supersede IAS 17 *Leases*, IFRIC 4 *Determining Whether an Arrangement Contains a Lease*, SIC-15 *Operating Leases - Incentives* and SIC-27 *Evaluating the Substance of Transactions Involving the Legal Form of a Lease*.

IFRS 16 is effective for annual periods beginning on or after January 1, 2019. The Company has not yet determined the impact of this standard on its financial statements.

IAS 12 Income Taxes

Amendments to IAS 12, issued in January 2016, provide clarification on how to account for deferred tax assets related to debt instruments measured at fair value.

IAS 12 is effective for annual periods beginning on or after January 1, 2017. The Company has not yet determined the impact of this standard on its financial statements

PFN Group of Companies Inc.
Notes to the Consolidated Financial Statements
For the year ended December 31, 2016

5. Critical judgments and accounting estimates

The preparation of consolidated financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenue and expenses during the reporting period. However, uncertainties about these assumptions and estimates could result in outcomes that would require a material adjustment to the carrying amount of the asset or liability affected in the future.

Key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date are discussed below:

- Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary;
- Goodwill is stated after considering any adverse circumstances that may affect the carrying amount;
- Deferred tax liabilities is primarily based on differences between the accounting and tax bases of property and equipment;
- Amortization is based on the estimated useful lives of property and equipment;
- Impairment of property and equipment is based on the estimated recoverable amount of the assets; and,
- The estimated fair value of financial assets and liabilities, by their very nature, are subject to measurement uncertainty.

These assumptions are reviewed periodically and, as adjustments become necessary, they are reported in the records in periods in which they become known.

6. Business combinations

Business acquisitions are accounted for using the acquisition method. The results of the acquired business is included in the consolidated financial statements as from the respective dates of acquisition.

On February 6, 2016 the Company acquired 100% of the outstanding shares of Pro-Metal Industries Ltd. Acquisition costs amounted to \$17,753. Acquisition-related costs have been excluded from the consideration transferred and have been recognized as an expense in the year in the statement of comprehensive loss.

The purchase price of the acquired shares was settled in cash.

The amounts of revenue and comprehensive loss of the acquiree since the acquisition date included in the consolidated statement of comprehensive income for the reporting period are \$2,922,989 and \$275,251, respectively.

Goodwill arising on this acquisition totalled \$476,872.

The acquisition had the following effect on the Company's assets and liabilities on acquisition date:

	Pre-acquisition carrying amount	Fair-value adjustment	Fair value at the acquisition date
Acquired assets and assumed liabilities			
Bank indebtedness	(172,696)	-	(172,696)
Accounts receivable	794,617	-	794,617
Property, plant and equipment	806,692	-	806,692
Inventories	341,702	-	341,702
Other current assets	91,663	-	91,663
Financial liabilities	(197,194)	-	(197,194)
Deferred taxes	(27,022)	-	(27,022)
Net identifiable asset and liabilities	1,637,762	-	1,637,762
Goodwill on acquisition recognized			(476,872)
Cash outflow for the acquisition			2,114,634

PFN Group of Companies Inc.
Notes to the Consolidated Financial Statements
For the year ended December 31, 2016

7. Accounts receivable

	2016	2015
Trade receivables	1,004,373	131,040
Less: allowance for doubtful accounts	77,156	-
	927,217	131,040

In determining the recoverability of trade receivables, the Company performs a risk analysis considering the type and age of the outstanding receivable and the credit worthiness of the counterparties. Trade receivables are non-interest bearing and are generally on terms of 30 to 90 days.

8. Income taxes recoverable

The Company reported non-capital losses for tax purposes of \$853,224. This loss can be carried forward and applied to future earnings to reduce the income taxes payable until 2026. The recoverable amount of income taxes is \$110,919 and this amount has been recorded as a receivable.

9. Inventories

	2016	2015
Work-in-progress	121,487	-
Raw materials	230,575	-
	352,062	-

The cost of inventories recognized as an expense and included in cost of sales amounted to \$2,051,900 (2015 – \$nil).

10. Advances to Pasqua First Nation

Amounts due to Pasqua First Nation are unsecured, non-interest bearing and have no fixed terms of repayment. The Company is wholly owned by Pasqua First Nation.

	2016	2015
Pasqua First Nation	33,715	-

PFN Group of Companies Inc.
Notes to the Consolidated Financial Statements
For the year ended December 31, 2016

11. Property and equipment

	<i>Automotive</i>	<i>Computer equipment</i>	<i>Computer software</i>	<i>Equipment</i>	<i>Leasehold improvements</i>	<i>Office equipment</i>	<i>Assets under construction</i>	<i>Total</i>
Cost								
Balance at December 31, 2015	-	-	-	-	-	-	-	-
Additions	12,699	30,013	773,198	289,409	165,966	6,373	442,334	1,719,992
Acquisitions through business combination	247,808	67,238	-	2,241,684	679,545	61,018	-	3,297,293
Balance at December 31, 2016	260,507	97,251	773,198	2,531,093	845,511	67,391	442,334	5,017,285
Accumulated amortization								
Balance at December 31, 2015	-	-	-	-	-	-	-	-
Amortization charge for the year	15,866	5,341	77,320	101,633	55,424	3,011	-	258,595
Acquisitions through business combination	185,072	63,102	-	1,752,252	452,028	38,146	-	2,490,600
Balance at December 31, 2016	200,938	68,443	77,320	1,853,885	507,452	41,157	-	2,749,195
Net book value								
At December 31, 2016	59,569	28,808	695,878	677,208	338,059	26,234	442,334	2,268,090

PFN Group of Companies Inc.
Notes to the Consolidated Financial Statements
For the year ended December 31, 2016

12. Bank indebtedness

The subsidiary of the Company has a \$1,000,000 revolving line of credit of which advances on the credit line are payable on demand and bear interest at prime plus 1%. The credit line is secured by a general security agreement.

13. Accounts payable and accrued liabilities

	2016	2015
Trade accounts payable	447,031	78,969
Accrued wages payable	21,464	3,668
Goods and Services Tax payable (receivable)	54,097	(5,776)
Vacation payable	11,431	-
Provincial Sales Tax payable	15,102	-
	549,125	76,861

14. Commitments

Pro Metal Industries Ltd. entered into a lease for office and warehouse space effective May 15, 2013 that runs to October 31, 2018 with an option to renew for another 5 year term. The lease rate per month is \$16,357 for the 2017 year and \$23,367 for the 2018 year. The tenant is responsible for all operating costs.

15. Guarantees

The Company together with others, has guaranteed the banks loans and notes payable of related entities to a maximum of \$3,698,916. It is not possible at this time to determine the liability, if any, that may result from this guarantee.

16. Non-compliance

The Company has not filed corporate income tax returns since inception. The tax liability related to these filings, if any, will be recorded in the period in which the liability is known.

17. Contributed surplus

During the year the shareholder provided a contribution of \$4,166,547 to the Company to purchase the shares of Pro Metal Industries Ltd. in addition to increasing the working capital. It is the intent of the shareholder that this contribution will be later withdrawn by the parent over time in line with the underlying loan terms. No contractual obligation currently exists in this regard. In 2016, \$501,083 was withdrawn by the parent with an additional \$16,738 recorded as interest expense.

In addition to this, the parent contributed \$593,000 in government funding relating to the Pro Metal Industries Ltd. expansion.

18. Income taxes

The current tax recovery recorded on the statement of loss and comprehensive loss has been calculated as follows:

Loss before income taxes	366,335
Combined federal and provincial income tax rate	13%
Recovery based on the above rate	47,624
Increase due to:	
Temporary differences	47,221
Permanent differences	16,074
Tax recoverable	110,919
Add: received unrecorded prior year tax refund	27,273
	138,192

19. Related party transactions

Key management compensation of the Company

The president of Pro Metal Industries Ltd. received remuneration by way of payments to 101247444 Saskatchewan Ltd. which is fully controlled by this individual. In the current year \$323,488 was paid to 101247444 Saskatchewan Ltd.

Transactions with the parent of the Company

During the current year, the Company made loan payments of \$517,822 to its shareholder and management fees of \$641,879.

20. Financial instruments

The Company as part of its operations carries a number of financial instruments. It is management's opinion that the Company is not exposed to significant interest, currency or credit risks arising from these financial instruments except as otherwise disclosed.

Risk management policy

The Company observes an informal risk management policy by maintaining the majority of the company's capital in liquid assets.

There has been no changes in risk exposures from prior years.

Fair value of financial instruments

The carrying amount of cash and cash equivalents, bank indebtedness, accounts receivable, accounts payable and accrued liabilities, and advances to Pasqua First Nation are approximated by their fair value due to their short term nature.

Financial assets at fair value through profit or loss:

Cash and cash equivalents are recorded at fair value, which is approximated by the initial carrying value, due to their short-term nature. Cash and cash equivalents are measured at level 1 in the fair value hierarchy.

Loans and receivables:

Accounts receivable and advances to Pasqua First Nation are recorded at their amortized cost.

Financial liabilities measured at amortized cost:

Accounts payable and accrued liabilities are recorded at their amortized cost.

Credit risk

Credit risk is the risk of financial loss because a counter party to a financial instrument fails to discharge its contractual obligations.

The carrying amount of the Company's accounts receivable best represents the maximum exposure to credit risk.

The Company manages its credit risk by performing regular credit assessments of its customers, providing allowances for potentially uncollectible accounts receivable and considering credit ratings of counter parties. The Company does not require collateral or other security relating to accounts receivable.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. Changes in market interest rates may have an effect on the cash flows associated with some financial assets and liabilities, known as cash flow risk, and on the fair value of other financial assets or liabilities, known as price risk. In seeking to minimize the risks from interest rate fluctuations, the Company manages exposure through diversification of both investments and maturity dates of investments.

The Company is exposed to interest rate risk with respect to bank indebtedness.

19. Financial instruments *(Continued from previous page)*

Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivery of cash or another financial asset. The Company enters into transactions to purchase goods and services or credit for which repayment is required at various maturity dates. Liquidity risk is measured by reviewing the Company's future net cash flows for the possibility of negative cash flow.

The Company manages the liquidity risk resulting from its accounts payable by maintaining liquid assets.

21. Capital management

The Company's objectives when managing capital is to safeguard the entity's ability to continue as a going concern, so that it can continue to provide returns to Pasqua First Nation and its members.

The Company sets the amount of capital in proportion to risk and manages the capital structure and makes adjustments to it in light of changes to economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may adjust contributions to the shareholder, Pasqua First Nation.

There were no changes in the Company's approach to capital management during the year.

Pasqua First Nation TLE Revenue Account
Financial Statements
December 31, 2016

Pasqua First Nation TLE Revenue Account
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For the year ended December 31, 2016

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MANAGEMENT'S RESPONSIBILITY

To the Members of Pasqua First Nation:

The accompanying financial statements of Pasqua First Nation TLE Revenue Account are the responsibility of management and have been approved by the Chief and Council.

Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with the reporting requirements of the Pasqua First Nation TLE Trust Agreement. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the financial statements. The Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors.

MNP LLP ("MNP") an independent firm of Chartered Professional Accountants, is appointed by Council to audit the financial statements and report directly to the Members of Pasqua First Nation; their report follows. The external auditors have full and free access to, and may meet periodically and separately with, both the Council and management to discuss their audit findings.

October 27, 2017

"Original signed by management"
_____ Management

INDEPENDENT AUDITORS' REPORT

To the Members of Pasqua First Nation:

We have audited the accompanying financial statements of Pasqua First Nation TLE Revenue Account, which comprise the balance sheet as at December 31, 2016 and the statements of operations, changes in net assets, and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information. The financial statements have been prepared by management of Pasqua First Nation in accordance with the financial reporting requirements of the Pasqua First Nation Treaty Land Entitlement Trust Agreement ("Trust Agreement").

Management's Responsibility for Financial Statements

Management is responsible for the preparation of these financial statements in accordance with the financial reporting requirements of the Trust Agreement, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe the audit evidence obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements of Pasqua First Nation TLE Revenue Account for the year ended December 31, 2016, are prepared, in all material respects, in accordance with the reporting requirements of the Pasqua First Nation Treaty Land Entitlement Trust Agreement.

Basis of Accounting and Restriction on Distribution and Use

Without modifying our opinion, we draw attention to Note 2 to the financial statements, which describes the basis of accounting. The financial statements are prepared to assist Pasqua First Nation to comply with the financial reporting requirements of the Trust Agreement. As a result, the financial statements may not be suitable for another purpose. Our report is intended solely for the Members of Pasqua First Nation and should not be distributed to, or used by parties other than the Members of Pasqua First Nation.

Other Matter

The financial statements of Pasqua First Nation TLE Revenue Account for the year ended December 31, 2015 were audited by another auditor who expressed an unqualified opinion on those financial statements on August 9, 2016.

Regina, Canada
October 27, 2017



Chartered Professional Accountants

**Pasqua First Nation TLE Revenue Account
BALANCE SHEET
As at December 31, 2016**

	<u>2016</u>	<u>2015</u>
<u>ASSETS</u>		
Current		
Cash	\$ 198,766	71,104
Accounts receivable	324	624
Due from related parties - note 3 & 4	<u>98,643</u>	<u>175,125</u>
	<u>\$ 297,733</u>	<u>246,853</u>
<u>LIABILITIES</u>		
Current		
Accounts payable and accrued liabilities	\$ 21,341	10,785
Due to related parties - note 5	<u>16,924</u>	<u>5,483</u>
	<u>\$ 38,265</u>	<u>16,268</u>
<u>NET ASSETS</u>		
Net assets	<u>259,468</u>	<u>230,585</u>
	<u>\$ 297,733</u>	<u>246,853</u>

Approved on behalf of Council

"Original signed by Chief and Council"

Pasqua First Nation TLE Revenue Account
STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS
For the year ended December 31, 2016

	<u>2016</u>	<u>2015</u>
Revenue		
Admin fees	\$ 625	-
Interest	68	54
Pasqua First Nation TLE Trust annual income	62,677	84,253
Pasqua TLE Holdings Inc. annual income	130,641	147,481
User fees	160	-
	<u>\$ 194,171</u>	<u>231,788</u>
Expenses		
Administration	-	32,500
Band developments	43,788	35,000
Bank charges	384	512
Consultants and contractors	16,100	15,200
Equipment purchases	19,150	-
Land and building purchase	-	1,960
Office	11,010	9,507
Per diems	18,256	13,500
Professional fees	15,508	16,080
Salaries and benefits	17,666	49,451
Sports and recreation	3,418	15,213
Travel	20,008	4,823
	<u>\$ 165,288</u>	<u>193,746</u>
Excess of revenue over expenses	28,883	38,042
Net assets, beginning of year	<u>230,585</u>	<u>192,543</u>
Net assets, end of year	<u><u>\$ 259,468</u></u>	<u><u>230,585</u></u>

Pasqua First Nation TLE Revenue Account
STATEMENT OF CASH FLOWS
For the year end December 31, 2016

	2016	2015
Cash provided by (used in) the following activities:		
Operating		
Excess of revenue over expenses	\$ 28,883	38,042
Changes in working capital accounts		
Accounts receivable	300	(96)
Accounts payable and accrued liabilities	10,556	10,414
	39,739	48,360
Financing		
Advances from (to) related parties	87,923	(128,538)
Increase (decrease) in cash	127,662	(80,178)
Cash, beginning of year	71,104	151,282
Cash, end of year	\$ 198,766	71,104

Pasqua First Nation TLE Revenue Account
NOTES TO FINANCIAL STATEMENTS
For the year ended December 31, 2016

DESCRIPTION OF REPORTING ENTITY

The Pasqua First Nation Treaty Land Entitlement Trust was established to manage funds received pursuant to a Settlement Agreement dated May 18, 2008. Royal Trust Corporation of Canada is the appointed Trustee of the Pasqua First Nation Treaty Land Entitlement Trust.

The agreement stipulates that the First Nation is to establish a "TLE Revenue Account." The TLE Revenue Account does not form part of the Trust, but is instead the personal property of the First Nation. The purpose of the TLE Revenue Account is to receive and disburse monies transferred from the TLE Trust Capital Account in accordance with the trust agreement, and to receive and disburse one hundred percent of the "Annual Income" of the TLE Trust.

These financial statements also include the net income as reported in the financial statements of Pasqua TLE Holdings Inc. Pasqua TLE Holdings Inc. holds title to the land that is purchased by the Pasqua TLE Trust until it is converted to reserve status.

The agreement requires that a separate audit of the TLE Revenue Account be completed and provides further details on the administration of the TLE Revenue Account.

These financial statements include only the financial transactions of the TLE Revenue Account.

1. Significant accounting policies

These financial statements have been prepared in accordance with the significant accounting policies set out below to comply with the reporting requirements prescribed by the Pasqua First Nation Treaty Land Entitlement Trust Agreement.

(a) Basis of Presentation

These financial statements include only the operations of Pasqua First Nation TLE Revenue Account. They do not include revenues, expenditures, assets or liabilities related to other operations of the Pasqua First Nation.

Sources of financing and expenditures are recorded on the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they become receivable and measurable; expenditures are recognized as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay.

(b) Revenue Recognition

Income is recognized on an accrual basis. Annual income is recognized once it is determined and collectibility is reasonably assured. Interest and other income is recognized as it is earned.

(c) Band Development

Band development is recorded as an expenditure in the year in which the expenditure occurred.

d) Cash and cash equivalents

Cash and cash equivalents include balances with banks and short-term investments with maturities of three months or less.

**Pasqua First Nation TLE Revenue Account
NOTES TO FINANCIAL STATEMENTS
For the year ended December 31, 2016**

1. Significant accounting policies (continued)

(d) Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. These estimates and assumptions are reviewed periodically, and as adjustments become necessary, they are reported in earnings in the periods in which they become known.

2. Financial instruments

The TLE Revenue Account as part of its operations carries a number of financial instruments. It is management's opinion that the TLE Revenue Account is not exposed to significant interest, currency or credit risks arising from these financial instruments.

Fair value of financial instruments

The carrying value of cash, accounts receivable, due from related parties and accounts payable and accrued liabilities approximates their fair value due to the short-term nature of these items.

Interest rate risk

Interest rate risk is the risk that the value of financial instrument might be adversely affected by a change in the interest rates. Changes in market interest rates may have an effect on the cash flows associated with some financial assets and liabilities, known as cash flow risk, and on the fair value of other financial assets or liabilities, known as price risk.

Risk management

The Revenue Account manages risk by following the guidelines set out by the Trust Agreement.

3. Receivable from the Capital and Revenue Trust Accounts

One hundred percent of the "Annual Income" of the TLE Trust less authorized expenses is due to the TLE Revenue Account as per the Trust Agreement. The December 31, 2016 financial statements of the TLE Trust recorded a payable of \$62,677 (2015 - \$84,254) to the TLE Revenue Account.

4. Due from related parties

	2016	2015
Due from Pasqua First Nation	\$ 35,966	90,871
Due from Pasqua First Nation TLE Trust	62,677	84,254
	\$ 98,643	175,125

Amounts due from related parties are non-interest bearing, are unsecured, and with no fixed terms of repayment. The Revenue Account is related through common control. All transactions are measured at the exchange amount.

**Pasqua First Nation TLE Revenue Account
NOTES TO FINANCIAL STATEMENTS
For the year ended December 31, 2016**

5. Due to related parties

	2016	2015
Due to Pasqua TLE Holdings Inc.	14,450	5,483
Due to CMHC	2,474	-
	\$ 16,924	5,483

Amounts due to related parties are non-interest bearing, are unsecured, and with no fixed terms of repayment. The Revenue Account is related through common control. All transactions are measured at the exchange amount.

6. Net assets externally restricted

Use of the Trust Assets is externally restricted by terms contained within the Trust Agreement.

7. Income taxes

Based on advance tax rulings issued by Canada Revenue Agency to similar entities, it is the Pasqua First Nation TLE Revenue Account's position that it does not have any taxable income.

8. Economic dependence

Pasqua First Nation TLE Revenue Account is economically dependent on Pasqua First Nation TLE Trust and Pasqua TLE Holdings Inc. to transfer "Annual Income" pursuant to the Pasqua First Nation TLE Trust Agreement.

9. Comparative figures

Certain comparative figures have been reclassified to conform with current year presentation.

**Pasqua First Nation TLE Revenue Account
Schedule of TLE Revenue Account
For the year ended December 31, 2016**

	<u>2016</u>	<u>2015</u>
Revenue		
Interest	\$ 68	54
Pasqua TLE Holdings Inc. annual income	130,641	147,481
Pasqua First Nation TLE Trust annual income	<u>62,677</u>	<u>84,253</u>
	<u>\$ 193,386</u>	<u>231,788</u>
Expenditures		
Administration	\$ -	26,500
Band developments	43,788	35,000
Bank charges	384	512
Consultants and contractors	16,100	15,200
Equipment purchase	19,150	-
Land and building purchase	-	1,960
Sports and recreation	<u>3,418</u>	<u>15,213</u>
	<u>\$ 82,840</u>	<u>94,385</u>
Excess of revenue over expenditures before transfers	\$ 110,546	137,403
Transfer to Operating - Schedule 2	<u>(100,000)</u>	<u>(272,500)</u>
Excess (deficiency) of revenue over expenditures	<u>\$ 10,546</u>	<u>(135,097)</u>

Schedule 2

**Pasqua First Nation TLE Revenue Account
Schedule of Operating Activities
For the year ended December 31, 2016**

	<u>2016</u>	<u>2015</u>
Revenue		
Admin fees	\$ 625	-
User fees	160	-
	<u>785</u>	<u>-</u>
	\$	-
Expenditures		
Administration	\$ -	6,000
Office	11,010	9,507
Per diems	18,256	13,500
Professional fees	15,508	16,080
Salaries and benefits	17,666	49,451
Travel	20,008	4,823
	<u>82,448</u>	<u>99,361</u>
	\$	99,361
Deficiency of revenue over expenditures before transfers	\$ (81,663)	(99,361)
Transfer from Revenue Account - Schedule 1	<u>100,000</u>	<u>272,500</u>
Excess of revenue over expenditures	<u>18,337</u>	<u>173,139</u>
	\$	173,139

**PASQUA FIRST NATION
CMHC HOUSING (SECTION 95)
FINANCIAL STATEMENTS**
March 31, 2017

PASQUA FIRST NATION CMHC HOUSING (SECTION 95)
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MARCH 31, 2017

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MANAGEMENT'S RESPONSIBILITY

To the Members of Pasqua First Nation:

The accompanying financial statements of Pasqua First Nation CMHC Housing (Section 95) are the responsibility of management and have been approved by the Chief and Council.

Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with accounting principles as required by Canada Mortgage and Housing Corporation. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

The First Nation's Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the financial statements. The Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors.

MNP LLP ("MNP"), an independent firm of Chartered Professional Accountants, is appointed by Council to audit the financial statements and report directly to the Members of Pasqua First Nation; their report follows. The external auditors have full and free access to, and may meet periodically and separately with, both the Council and management to discuss their audit findings.

August 31, 2017

" Original signed by management"

INDEPENDENT AUDITORS' REPORT



To the Members of Pasqua First Nation and CMHC:

We have audited the accompanying financial statements of Pasqua First Nation CMHC Housing (Section 95), which comprise the balance sheet as at March 31, 2017 and the related statements of operations and deficit, cash flows, and schedule of reserves for the year then ended, and a summary of significant accounting policies and other explanatory information. The financial statements have been prepared by management of Pasqua First Nations based on the funding agreements between Pasqua First Nation CMHC Housing (Section 95) and Canada Mortgage and Housing Corporation (CMHC).

Management's Responsibility for Financial Statements

Management is responsible for the preparation of these financial statements in accordance with the funding agreements between Pasqua First Nation CMHC Housing (Section 95) and CMHC, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe the audit evidence obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Pasqua First Nation CMHC Housing (Section 95) as at March 31, 2017, and the results of its operations and its cash flows for the year then ended in accordance with the financial reporting requirements of the funding agreements between Pasqua First Nation CMHC Housing (Section 95) and CMHC.

Basis of Accounting and Restriction on Use

Without modifying our opinion, we draw attention to Note 1 to the financial statements, which describes the basis of accounting. The financial statements are prepared to assist Pasqua First Nation CMHC Housing (Section 95) to comply with the reporting requirements of the funding agreements referred to above. As a result, the financial statements may not be suitable for another purpose. Our report is intended solely for the Members of Pasqua First Nations and CMHC and should not be used by parties other than the Members of Pasqua First Nation and CMHC.

Report on Other Agreement Obligations

We verify that income verifications are not performed for the pre-97 program. A financial contribution from the First Nations was required to cover program expenses. The replacement and operating reserve are maintained in interest bearing accounts as required by the operating agreements and are fully funded.

Other Matter

The financial statements of Pasqua First Nation CMHC Housing (Section 95) for the year ended March 31, 2016, were audited by another auditor who expressed an unqualified opinion in their report which was dated July 29, 2016.

Regina, Saskatchewan
August 31, 2017

MNP LLP

Chartered Professional Accountants



PASQUA FIRST NATION CMHC HOUSING (SECTION 95)
BALANCE SHEET
MARCH 31, 2017

	2017	2016
<u>ASSETS</u>		
Current		
Cash	\$ 87,135	\$ 14,447
CMHC subsidy receivable	50,482	35,491
Retrofit initiative receivable (Note 3)	98,115	-
Replacement reserve fund - bank	25,320	9,728
Replacement reserve fund - GICs - current (Note 4)	183,975	-
Operating reserve fund - bank	9,668	6,073
	454,695	65,739
Replacement reserve fund - GICs - long-term (Note 4)	598,421	782,395
Houses (Note 5)	7,355,357	5,189,592
	\$ 8,408,473	\$ 6,037,726
<u>LIABILITIES</u>		
Current		
Accounts payable and accrued liabilities	10,000	15,178
Due to Pasqua First Nations (Note 2)	179,377	151,788
Deferred retrofit initiative	154,112	-
CMHC Mortgages - current portion (Note 6)	502,675	343,494
	846,164	510,460
CMHC Mortgages (Note 6)	6,844,939	4,846,098
	7,691,103	5,356,558
<u>RESERVES</u>		
Replacement reserve fund (Schedule)	770,402	714,802
Operating reserve fund (Schedule)	-	3,660
	770,401	718,462
<u>DEFICIENCY</u>		
Deficit	(53,031)	(37,294)
	\$ 8,408,473	\$ 6,037,726

See accompanying notes to financial statements.

Approved on behalf of Council

"Original signed by Chief and Council"

PASQUA FIRST NATION CMHC HOUSING (SECTION 95)
STATEMENT OF OPERATIONS AND DEFICIT
YEAR ENDED MARCH 31, 2017

	2017			2016
	Pre	Post	Total	Total
Revenue				
CMHC subsidy	\$ 43,471	555,678	599,149	\$ 426,495
Rent collected	42,438	152,196	194,634	221,402
Minimum Rent Charged adjustment	-	166,450	166,450	85,182
Contribution from Pasqua First Nation (Note 2)	124,983	-	124,983	48,582
Retrofit initiative (Note 3)	183,339	-	183,339	-
Retrofit initiative - deferred	(154,112)	-	(154,112)	-
Other	13	65	78	-
Total revenue	240,132	874,389	1,114,521	781,661
Expenditures				
Mortgage	73,549	526,746	600,294	448,278
Repairs and maintenance	98,702	105,703	204,405	168,764
Retrofit initiative	29,227	-	29,227	-
Replacement reserve	7,960	101,520	109,480	91,080
Insurance	21,714	98,828	120,542	88,860
Administration	5,945	52,009	57,954	48,070
Professional fees	3,036	12,141	15,177	15,177
Total expenditures	240,132	896,947	1,137,079	860,229
Current deficit before transfer from operating reserve	-	(22,558)	(22,558)	(78,568)
Transfer from operating reserve fund	-	6,821	6,821	78,568
Current deficit	-	(15,737)	(15,737)	-
Deficit, beginning of year	(37,294)	-	(37,294)	(37,294)
Deficit, end of year	\$ (37,294)	(15,737)	(53,031)	\$ (37,294)

See accompanying notes to financial statements.

PASQUA FIRST NATION CMHC HOUSING (SECTION 95)
STATEMENT OF CASH FLOWS - OPERATING FUND
MARCH 31, 2017

	2017	2016
Operating activities		
Current deficit	\$ (15,737)	-
Transfer to replacement reserve fund	109,480	91,080
Interest transferred to the replacement reserve fund	15,686	8,925
Payout of Phase II from the replacement reserve fund	(29,463)	-
Transfer from operating reserve fund	(6,821)	(78,568)
Interest transferred to the operating reserve fund	3,161	-
	76,306	21,437
Changes in working capital accounts		
CMHC subsidy receivable	(14,991)	1,223
Retrofit initiative receivable	(98,115)	-
Accounts payable and accrued liabilities	(5,179)	161
Deferred retrofit initiative	154,112	-
Cash provided by operating activities	112,133	22,821
Financing activities		
Advances of CMHC mortgages	2,647,924	12,825
Increase in due to Pasqua First Nation	27,589	308,431
	2,675,513	321,256
Investing activities		
Purchases of houses	(2,655,667)	(12,825)
Interest earned on replacement reserve fund and GICs	(15,686)	(8,925)
Withdrawals (deposits) from (in) replacement reserve bank and GICs	93	(337,409)
Replacement reserve expenditures	(40,103)	(12,694)
Interest earned on operating reserve bank	(3,161)	-
(Deposits) withdrawals (in) from operating reserve bank	(434)	31,741
	(2,714,958)	(340,112)
Increase in cash	72,688	3,965
Cash, beginning of year	14,447	10,482
Cash, end of year	\$ 87,135	14,447

See accompanying notes to financial statements.

PASQUA FIRST NATION CMHC HOUSING (SECTION 95)
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2017

DESCRIPTION OF REPORTING ENTITY

Pasqua First Nation CMHC Housing (Section 95) provides assisted rental housing to members of Pasqua First Nation. Pasqua First Nation CMHC Housing (Section 95) presently operates 98 (2016 - 86) units.

1. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with the reporting requirements of the funding agreements with CMHC, and include the following significant accounting policies:

(a) Basis of Presentation

These financial statements include only the operations of Pasqua First Nation CMHC Housing (Section 95) that are funded by CMHC and are administered by Pasqua First Nations. They do not include revenue, expenditures, assets or liabilities related to other operations of the Pasqua First Nations.

Sources of financing and expenditures are recorded on the accrual basis of accounting. The accrual basis of accounting recognizes revenue as they become receivable and measurable; expenditures are recognized as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay.

(b) Houses

Houses are recorded at cost less accumulated amortization on the balance sheet. Amortization is recorded commencing in the year CMHC subsidy is received. This has the effect of reducing the carrying value of the houses and the corresponding capital equity to zero over the amortization of each phase. The amortization is equal to the principal reduction in mortgages.

(c) Replacement Reserve Fund

A replacement reserve has been established for replacement of capital equipment and for major repairs to the houses. Pursuant to CMHC agreements, operating provisions of \$40 per unit per month are made for phases I through III, \$90 for phases IV through VI, \$105 for phase VII through X, and \$100 for phase XI through XVII. Any applicable expenditure is charged against the reserve.

Interest income attributable to this fund is credited directly to the replacement reserve fund.

PASQUA FIRST NATION CMHC HOUSING (SECTION 95)
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2017

1. SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

(d) Operating Fund Reserve

For phases IV through XVIII (post 1997 - fixed subsidy program), after the payment of all costs and expenses, any surplus revenue is to be retained within an operating reserve fund.

Future years' deficits may be recovered from the operating reserve fund. Interest income attributable to the fund is credited directly to the operating reserve fund.

(e) Loan Payments

Loan payments including principal and interest are charged to current operations. The principal reduction is reflected on the balance sheet as a reduction in loans payable and a corresponding increase in capital equity.

(f) Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. These estimates and assumptions are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the periods in which they become known.

2. DUE TO PASQUA FIRST NATION

Amounts payable to Pasqua First Nation, which is related through common control, are unsecured, non-interest bearing and with no fixed repayment terms. Transactions with Pasqua First Nations were conducted in the normal course of operations and measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties. The due to/from Pasqua First Nation account is comprised of amounts paid by Pasqua First Nation on behalf of Pasqua First Nation CMHC Housing (Section 95) such as mortgage payments, repairs and maintenance, and insurance premiums.

Rent receivable under CMHC operating agreements is due from the First Nation if it is not collected from the members.

The First Nation is required to make a financial contribution to the CMHC program for the pre-1997 projects, if necessary, to bring the program to a break-even position if revenue has not been sufficient to cover expenditures.

3. RETROFIT INITIATIVE

Retrofit initiative receivable does not reconcile to the confirmed amount from CMHC as the uncollected portion of funding relating to Phase II (\$37,125) was transferred to the First Nation on March 1, 2017 upon pay out of the loan.

Retrofit initiative revenue does not reconcile to the confirmed amount from CMHC as only the expended portion of funding allocated to Phase II was recognized in the year (\$10,089), with the difference being transferred to the First Nation on March 31, 2017 upon pay out of the loan (\$64,161).

PASQUA FIRST NATION CMHC HOUSING (SECTION 95)
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2017

4. REPLACEMENT RESERVE FUND - GICs

GICs have interest rates ranging between 1% and 2.75% and maturity dates ranging from March 13, 2018 to March 13, 2022.

5. HOUSES

Phase	2017		2016	
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
I	646,473	592,601	53,872	85,645
II	-	-	-	19,350
III	342,025	322,700	19,325	36,307
IV	150,960	128,202	22,758	30,173
V	157,352	133,247	24,105	31,959
VI	477,002	324,353	152,649	170,407
VII	243,000	128,939	114,061	124,168
VIII	240,000	111,047	128,953	139,864
IX	462,626	283,482	179,144	192,242
X	879,586	501,319	378,267	418,160
XI	1,603,243	756,803	846,440	901,068
XII	441,273	144,813	296,460	313,895
XIII	872,139	279,114	593,025	627,894
XIV	2,283,135	490,044	1,793,091	1,860,980
XV	250,000	21,086	228,914	237,480
XVI	1,536,637	76,534	1,460,103	-
XVII	889,514	44,522	844,992	-
XVIII	229,516	10,318	219,198	-
	<u>11,704,481</u>	<u>4,349,124</u>	<u>7,355,357</u>	<u>5,189,592</u>

Amortization expense during the year was \$489,902 (2016 - \$335,475).

**PASQUA FIRST NATION CMHC HOUSING (SECTION 95)
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2017**

6. LONG-TERM DEBT

The loans are secured by government guarantees and are repayable as follows:

<u>Phase</u>	<u>Loan Amount 2017</u>	<u>Loan Amount 2016</u>	<u>Monthly Payment Including Interest</u>	<u>Interest Rate</u>	<u>Maturity Date</u>
I	53,872	85,645	2,948	5.34%	November 1, 2018
II	-	19,350	1,645	5.24%	March 1, 2017
III	19,326	36,307	1,530	5.14%	April 1, 2018
IV	22,758	30,173	646	1.39%	March 1, 2020
V	24,105	31,959	648	1.39%	March 1, 2020
VI	152,649	170,407	1,612	1.08%	June 1, 2025
VII	114,061	124,168	997	1.71%	September 1, 2027
VIII	128,953	139,864	1,074	1.62%	March 1, 2028
IX	179,144	192,242	1,249	1.12%	January 1, 2030
X	378,267	418,160	3,687	1.14%	March 1, 2026
XI	846,440	901,068	5,336	1.14%	August 1, 2031
XII	296,460	313,895	1,835	1.65%	June 1, 2032
XIII	593,025	627,894	3,669	1.65%	June 1, 2032
XIV	1,793,091	1,860,980	8,576	2.11%	December 1, 2038
XV	228,914	237,480	1,041	1.85%	August 1, 2039
XVI	1,454,402	-	9,312	1.21%	June 1, 2031
XVII	843,619	-	5,401	1.21%	June 1, 2031
XVIII	218,528	-	1,385	1.14%	June 1, 2031
XIX					
	<u>\$ 7,347,614</u>	<u>5,189,592</u>	<u>52,590</u>		
Current Portion	<u>(502,675)</u>	<u>(343,494)</u>			
	<u>\$ 6,844,939</u>	<u>\$ 4,846,098</u>			

Expected principal repayment (assuming renewal at similar rates and terms) for the next five years are as follows:

2018	502,675
2019	480,085
2020	464,467
2021	454,991
2022	461,452

**PASQUA FIRST NATION CMHC HOUSING (SECTION 95)
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2017**

7. CONTINGENT LIABILITIES

These financial statements are subject to review by CMHC. It is possible that adjustments could be made based on the results of their review.

8. FUNDING OF RESERVES

At March 31, 2017 the replacement reserve fund is over-funded by \$37,314 (2016 - over-funded by \$77,322), the operating reserve fund is over-funded by \$9,668 (2016 - over-funded by \$2,413).

9. ECONOMIC DEPENDENCE

Pasqua First Nation CMHC Housing (Section 95) is economically dependent on the subsidy it receives from Canada Mortgage and Housing Corporation, as well as the rent revenue it receives from Pasqua First Nation. Continued receipt of the subsidies from CMHC is dependent upon the Projects being managed and operated within the terms and conditions of the operating agreements that have been made with CMHC.

10. CAPITAL DISCLOSURE

The Organization does not have a formal capital management policy. Canada Mortgage and Housing Corporation requires the Program's capital to be used for on reserve housing.

11. RELATED PARTY TRANSACTIONS

The Authority had the following transactions with Pasqua First Nation:

Rent paid by Pasqua First Nation on behalf of members	\$	194,634
Administration fee paid to Pasqua First Nation	\$	(53,237)
Contribution from Pasqua First Nation for shortfall of rent in Post-Portfolio phases	\$	166,450
CMHC retrofit items expensed through the Pasqua First Nation	\$	(29,227)
Insurance paid by Pasqua First Nation	\$	(120,542)
Repairs and maintenance paid by Pasqua First Nation	\$	(194,403)
Transfer of Phase II replacement reserve balance to Pasqua First Nation	\$	(29,463)

These transactions are recorded at the exchange amounts, which is the amount agreed to by the related parties. The Pasqua First Nation is related by common ownership.

12. SUBSEQUENT EVENTS

Pasqua First Nation CMHC Housing has been approved for 5 housing units in Phase 20 on March 23, 2017. CMHC has approved a loan of \$975,000 to fund the construction of the units. Construction has not begun on these units and no funds have been advanced as of March 31, 2017.

**PASQUA FIRST NATIONS C.M.H.C. HOUSING
SCHEDULE OF RESERVE FUNDS
MARCH 31, 2017**

Replacement Reserve Fund

Phase	Balance, Beginning of Year	Interest	Provision	Expenditures	Adjustments	Balance, End of Year
I	\$ 38,444	844	3,360	-	-	42,648
II	27,460	602	2,200	(799)	(29,463)	-
III	27,460	603	2,400	(5,018)	-	25,445
IV	14,452	317	2,160	-	-	16,929
V	14,452	317	2,160	-	-	16,929
VI	43,356	952	6,480	(3,260)	-	47,528
VII	28,904	634	5,040	(16,717)	-	17,861
VIII	28,904	634	5,040	(4,093)	-	30,485
IX	36,130	793	6,300	(2,423)	-	40,800
X	65,034	1,427	11,340	(4,998)	-	72,803
XI	72,261	1,586	12,000	(599)	-	85,248
XII	21,678	476	3,600	-	-	25,754
XIII	43,356	951	7,200	-	-	51,507
XIV	115,617	2,537	19,200	(2,196)	-	135,158
XV	14,452	317	2,400	-	-	17,169
XVI	72,260	1,586	11,000	-	-	84,846
XVII	43,356	951	6,600	-	-	50,907
XVIII	7,226	159	1,000	-	-	8,385
	<u>\$ 714,802</u>	<u>15,686</u>	<u>109,480</u>	<u>(40,103)</u>	<u>(29,463)</u>	<u>770,402</u>

Operating Reserve

	<u>2017</u>	<u>2016</u>
Balance, beginning of year	\$ 3,660	82,228
Interest	3,161	-
Transfer from operating reserve	<u>(6,821)</u>	<u>(78,568)</u>
Balance, end of year	<u>\$ -</u>	<u>3,660</u>

Pasqua First Nation
Schedule of Remuneration and Expenses - Elected Officials
March 31, 2017

Management's Responsibility

To Members of Pasqua First Nation:

Management is responsible for the preparation and presentation of the accompanying Schedule of Remuneration and Expenses - Elected Officials, including responsibility for significant accounting judgements and estimates in accordance with the Indigenous and Northern Affairs Canada's Financial Reporting Requirements. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgement is required.

In discharging its responsibilities for the integrity and fairness of the schedule of remuneration and expenses, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial information.

Chief and Council are responsible for overseeing management in the performance of its financial reporting responsibilities. Chief and Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external accountants. Chief and Council is also responsible for recommending the appointment of the First Nation's external accountants.

MNP LLP, an independent firm of Chartered Professional Accountants, is appointed by Chief and Council to review the Schedule of Remuneration and Other Expenses - Elected Officials and report directly to the Members; their report follows. The external accountants have full and free access to, and may meet periodically and separately with, both Chief and Council and management to discuss their review engagement results.

"Original signed by management"

Review Engagement Report

To Members of Pasqua First Nation:

We have been engaged to review the Schedule of Remuneration and Other Expenses - Elected Officials of Pasqua First Nation for the year ending March 31, 2017. Our review was made in accordance with Canadian generally accepted standards for review engagements and, accordingly, consisted primarily of enquiry, analytical procedures and discussion related to information supplied to us by Pasqua First Nation.

A review does not constitute an audit and, consequently, we do not express an audit opinion on this financial information.

Based on our review, nothing has come to our attention that causes us to believe that this financial information is not, in all material respects, in accordance with the Indigenous and Northern Affairs Canada's Financial Reporting Requirements.

Regina, Saskatchewan

October 27, 2017

MNP LLP

Chartered Professional Accountants

Pasqua First Nation
Schedule 1 - Schedule of Remuneration and Expenses – Elected Officials - Unaudited
For the year ended March 31, 2017

	<i>Title</i>	<i>Number of months</i> ⁽¹⁾	<i>Remuneration</i> ⁽²⁾	<i>Other</i>	<i>Expenses</i> ⁽³⁾	<i>Total</i>
Mathew Todd Peigan	Chief	12	80,000	750	38,026	118,776
Beverly Chicoose	Councilor	12	36,000	1,821	39,122	76,943
Lindsay Cyr	Councilor	12	36,000	1,701	37,493	75,194
Fabian Ironeagle	Councilor	12	36,000	8,350	41,334	85,684
Janova Pasqua	Councilor	12	36,000	3,377	35,964	75,341
Leroy Obey	Councilor	12	36,000	4,851	33,690	74,541
Lyle Peigan	Councilor	11.3	33,391	6,372	15,464	55,227
Kevin Missens	Councilor	11.3	33,391	11,132	35,257	79,780
Don Strongeagle	Councilor	11.3	33,391	5,216	30,083	68,690
Travis Cyr	Councilor	0.7	2,739	-	2,010	4,749
Jessica Gordon	Councilor	0.7	2,739	-	3,013	5,752
Lindsay Kahnpace	Councilor	0.7	2,739	-	1,352	4,091
			368,390	43,570	312,808	724,768

(1) The number of months during the fiscal year the individual was a senior official or was on staff.

(2) "Remuneration" means any salaries, wages, commissions, bonuses, fees, honoraria and dividends and any other monetary benefits, other than the reimbursement of expenses and non-monetary benefits.

(3) "Expenses" include the costs of transportation, accommodation, meals, hospitality, per diems and incidental expenses.

Details of the above amounts may be obtained from the administration office.

Pasqua First Nation
Consolidated Financial Statement Schedules
Unaudited - See Notice to Reader
March 31, 2017

Notice to Reader

On the basis of information provided by management, we have compiled the schedule of excess (deficiency) of funding over expenses and tangible capital asset purchases by program and the schedules of revenue and expenses by program of Pasqua First Nation for the year ended March 31, 2017. We have not performed an audit or a review engagement in respect of this financial information and, accordingly, we express no assurance thereon. Readers are cautioned that these statements may not be appropriate for their purposes.

Regina, Saskatchewan
October 27, 2017

MNP LLP
Chartered Professional Accountants

Pasqua First Nation
Excess (Deficiency) of Funding over Expenses and Tangible Capital Asset Purchases by Program

Unaudited - See Notice to Reader
For the year ended March 31, 2017

Page #		<i>Surplus (deficit) as reported</i>	<i>Amortization of tangible capital assets</i>	<i>Tangible capital asset purchases net of capital loan proceeds</i>	<i>(Gain) Loss on disposal of Tangible capital assets</i>	<i>Proceeds on disposal of Tangible Capital Assets</i>	<i>Interest on Long-term Capital Debt</i>	<i>Capital loan payments</i>	<i>Transfers to other Equity Funds and Reserves</i>	<i>Adjusted Operating Surplus (Deficit) for government reporting</i>
	Claims and Band Government									
6	551 - 1906 Land Claim	(36,024)	-	-	-	-	-	-	-	(36,024)
7	552 - 1910 Railway Claim	-	-	-	-	-	-	-	-	-
8	612 - Last Mountain IR #80A Claim	18,129	-	-	-	-	-	-	-	18,129
		<u>(17,895)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(17,895)</u>
	Community Infrastructure									
9	700- Roads	(272,773)	40,991	-	-	-	-	-	-	(231,782)
10	701 - Sanitation	(51,601)	53,761	-	-	-	-	-	-	2,160
11	702 - Water	(44,512)	68,846	-	-	-	-	-	-	24,334
12	702A - Water Operator Salary	-	-	-	-	-	-	-	-	-
13	703 - Community Buildings	(91,326)	24,602	-	-	-	-	-	-	(66,724)
14	704 - Electrical Systems - O&M	(720)	-	-	-	-	-	-	-	(720)
15	706 - Other Protection	(8,193)	-	-	-	-	-	-	-	(8,193)
16	705 - Fire Protection - O&M	-	-	-	-	-	-	-	-	-
17	707 - Public Works	(56,187)	-	-	-	-	-	-	-	(56,187)
18	804 - Sub Division Project	(50,691)	50,691	-	-	-	-	-	-	(0)
19	902 - High School Construction	24	-	-	-	-	-	-	-	24
20	903 - Lagoon Expansion	195,985	-	(196,977)	-	-	-	-	-	(992)
21	907 - Pasqua School Addition	-	-	-	-	-	-	-	-	-
22	905 - Road/Flood Repairs	-	-	-	-	-	-	-	-	-
23	815 - CEAP	-	-	-	-	-	-	-	-	-
24	906 - School Drainage	-	-	-	-	-	-	-	-	-
25	908 - Pasqua Subdivision Expansion	152,131	-	(152,131)	-	-	-	-	-	-
26	RRAP	22,414	-	-	-	-	-	-	-	22,414
27	800 - Housing Admin	(161,475)	-	-	-	-	-	-	-	(161,475)
28	810 - Band Based Capital	(514,521)	514,521	(14,000)	-	-	-	-	-	(14,000)
29	801 - Site Servicing	-	-	-	-	-	-	-	-	-
30	802 - Immediate Assistance	13,861	-	-	-	-	-	-	-	13,861
31	803 - Capacity Development	-	-	-	-	-	-	-	-	-
32	451 - Solid Waste Feasibility Study	23,250	-	-	-	-	-	-	-	23,250
33	452 - Household Hazardous Waste	-	-	-	-	-	-	-	-	-
34	145 - Youth Facility	750,000	-	(766,779)	-	-	-	-	-	(16,779)
		<u>(94,335)</u>	<u>753,412</u>	<u>(1,129,887)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(470,810)</u>

Pasqua First Nation
Excess (Deficiency) of Funding over Expenses and Tangible Capital Asset Purchases by Program

Unaudited - See Notice to Reader

For the year ended March 31, 2017

Page #		<i>Surplus (deficit) as reported</i>	<i>Amortization of tangible capital assets</i>	<i>Tangible capital asset purchases net of capital loan proceeds</i>	<i>(Gain) Loss on disposal of Tangible capital assets</i>	<i>Proceeds on disposal of Tangible Capital Assets</i>	<i>Interest on Long-term Capital Debt</i>	<i>Capital loan payments</i>	<i>Transfers to other Equity Funds and Reserves</i>	<i>Adjusted Operating Surplus (Deficit) for government reporting</i>
Economic Development										
35	600 - Economic Development	-	-	-	-	-	-	-	-	-
36	601 - Asham's Beach Project	-	-	-	-	-	-	-	-	-
37	609 - CORP Economic Development Infrastructure	-	-	-	-	-	-	-	-	-
38	610 - CORP Capitalisation	-	-	-	-	-	-	-	-	-
39	620 - CORP Business Planning	(8,250)	-	-	-	-	-	-	-	(8,250)
		(8,250)	-	-	-	-	-	-	-	(8,250)
Education										
40	201 - Instructional Services	161,162	-	-	-	-	-	-	-	161,162
41	211 - Enhanced Teacher Salaries	-	-	-	-	-	-	-	-	-
42	209 - Comprehensive Education	101	-	-	-	-	-	-	-	101
43	223 - Low Cost Education	-	-	-	-	-	-	-	-	-
44	202 - Special Education - High Cost	176,639	-	-	-	-	-	-	-	176,639
45	208 - Student Transportation	(933)	-	-	-	-	-	-	-	(933)
46	206 - Student Transportation - Special Needs	-	-	-	-	-	-	-	-	-
47	200 - Band School O & M	(229,035)	223,629	-	-	-	-	-	-	(5,406)
48	203 - Comprehensive Education - Ancillary Support	(2,583)	-	-	-	-	-	-	-	(2,583)
49	204 - Post Secondary Education	(403,603)	-	-	-	-	-	-	-	(403,603)
50	219 - Youth Work Experience	(5,753)	-	-	-	-	-	-	-	(5,753)
51	210 - Trades Training Partnership	-	-	-	-	-	-	-	-	-
52	221 - Summer Students / Post Secondary	-	-	-	-	-	-	-	-	-
53	222 - Summer Students / High School	(19,728)	-	-	-	-	-	-	-	(19,728)
54	207 - Comp Edu Support SRC - Provincial	(9,111)	-	-	-	-	-	-	-	(9,111)
		(332,846)	223,629	-	-	-	-	-	-	(109,217)

Pasqua First Nation
Excess (Deficiency) of Funding over Expenses and Tangible Capital Asset Purchases by Program

Unaudited - See Notice to Reader

For the year ended March 31, 2017

Page #

		<i>Surplus (deficit) as reported</i>	<i>Amortization of tangible capital assets</i>	<i>Tangible capital asset purchases net of capital loan proceeds</i>	<i>(Gain) Loss on disposal of Tangible capital assets</i>	<i>Proceeds on disposal of Tangible Capital Assets</i>	<i>Interest on Long-term Capital Debt</i>	<i>Capital loan payments</i>	<i>Transfers to other Equity Funds and Reserves</i>	<i>Adjusted Operating Surplus (Deficit) for government reporting</i>
Band Government Support										
55	105 - Band Support	(552,480)	14,588	-	-	-	-	-	-	(537,892)
56	115 - Employee Benefits - Statutory	-	-	-	-	-	-	-	-	-
57	115 - Employee Benefits - Non Statutory	9,115	-	-	-	-	-	-	-	9,115
58	106 - P&ID Financial Management	-	-	-	-	-	-	-	-	-
59	195 - P&ID - Policy Development	12,495	-	-	-	-	-	-	-	12,495
		<u>(530,870)</u>	<u>14,588</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(516,282)</u>
Land Management										
60	556 - RLEMP	27,632	-	-	-	-	-	-	-	27,632
Social Development										
61	302 - Basic Needs	13,463	-	-	-	-	-	-	-	13,463
62	303 - Special Needs	(19,051)	-	-	-	-	-	-	-	(19,051)
63	300 - Welfare Administrator	(7)	-	-	-	-	-	-	-	(7)
64	301 - In-Home Care	(940)	-	-	-	-	-	-	-	(940)
65	307 - Assisted Living	(9,598)	-	-	-	-	-	-	-	(9,598)
66	305 - NCBR	(1)	-	-	-	-	-	-	-	(1)
		<u>(16,134)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(16,134)</u>
Membership Registry										
67	100 - Membership Registry	-	-	-	-	-	-	-	-	-

Pasqua First Nation
Excess (Deficiency) of Funding over Expenses and Tangible Capital Asset Purchases by Program

Unaudited - See Notice to Reader

For the year ended March 31, 2017

Page #

	<i>Surplus (deficit) as reported</i>	<i>Amortization of tangible capital assets</i>	<i>Tangible capital asset purchases net of capital loan proceeds</i>	<i>(Gain) Loss on disposal of Tangible capital assets</i>	<i>Proceeds on disposal of Tangible Capital Assets</i>	<i>Interest on Long-term Capital Debt</i>	<i>Capital loan payments</i>	<i>Transfers to other Equity Funds and Reserves</i>	<i>Adjusted Operating Surplus (Deficit) for government reporting</i>
Health Canada									
68	400 - Prenatal	-	-	-	-	-	-	-	-
69	405 - FASD	-	-	-	-	-	-	-	-
70	410 - COHI	-	-	-	-	-	-	-	-
71	429 - Brighter Futures	(1)	-	-	-	-	-	-	(1)
72	430 - Mental Health	(1)	-	-	-	-	-	-	(1)
73	431 - Solvent Abuse	(1)	-	-	-	-	-	-	(1)
74	426 - NNADAP	3	-	-	-	-	-	-	3
75	425 - Community Health Rep	-	-	-	-	-	-	-	-
76	436 - Support Services	-	-	-	-	-	-	-	-
77	403 - Medical Transportation	(15,762)	-	-	-	-	-	-	(15,762)
78	411 - Medical Transportation Clerk	(4,001)	-	-	-	-	-	-	(4,001)
79	437 - Management and Support	1	-	-	-	-	-	-	1
80	427 - Clinic Operations	(37,918)	43,579	-	-	-	-	-	5,661
81	432 - National Anti Drug Strategy	-	-	-	-	-	-	-	-
		<u>(57,680)</u>	<u>43,579</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(14,101)</u>
CMHC Operations									
82	951 - 963 - CMHC Housing Operations	(2,027)	478,759	5,132	-	110,394	(600,296)	(51,940)	(59,978)

Pasqua First Nation
Excess (Deficiency) of Funding over Expenses and Tangible Capital Asset Purchases by Program

Unaudited - See Notice to Reader

For the year ended March 31, 2017

Page #		<i>Surplus (deficit) as reported</i>	<i>Amortization of tangible capital assets</i>	<i>Tangible capital asset purchases net of capital loan proceeds</i>	<i>(Gain) Loss on disposal of Tangible capital assets</i>	<i>Proceeds on disposal of Tangible Capital Assets</i>	<i>Interest on Long-term Capital Debt</i>	<i>Capital loan payments</i>	<i>Transfers to other Equity Funds and Reserves</i>	<i>Adjusted Operating Surplus (Deficit) for government reporting</i>
	Band Projects									
83	409 - Daycare	(6,557)	2,904	-	-	-	-	-	-	(3,653)
84	402 - Head Start	(14,190)	-	-	-	-	-	-	-	(14,190)
85	401 - Parent Mentor Program	3,080	-	-	-	-	-	-	-	3,080
86	306 - Essential Skills Development	619	-	-	-	-	-	-	-	619
87	135 - First Nations Trust	383,848	-	-	-	-	-	-	-	383,848
88	136 - North Battleford Casino	30,508	-	-	-	-	-	-	-	30,508
89	502 - Police Management Board	-	-	-	-	-	-	-	-	-
90	120 - Ottawa Trust Funds	10,733	-	-	-	-	-	(10,733)	-	-
91	107 - Paskwa Pit Stop	51,183	23,223	-	-	-	1,502	(23,192)	-	52,716
92	137 - Other Band Revenue	(103,075)	12,764	-	-	-	796	(3,190)	335,587	242,882
93	101 - Christmas Fund	1,750	-	-	-	-	-	-	-	1,750
94	102 - Cultural Gathering	-	-	-	-	-	-	-	-	-
95	650 - Recreation	(90,224)	-	-	-	-	-	-	-	(90,224)
96	555 - PFN TLE - Revenue Trust	12,442	-	-	-	-	-	-	-	12,442
97	554 - TLE Administration	35,792	-	-	-	-	-	-	-	35,792
98	670 - Flood Legacy Trust Operating	531,194	-	-	-	-	-	-	-	531,194
99	501 - Special Projects	(15,359)	-	-	-	-	-	-	-	(15,359)
100	876 - Emergency Management Assistance	(370)	-	-	-	-	-	-	-	(370)
101	150 - Pictograph/Museum	(1,636)	-	-	-	-	-	-	-	(1,636)
102	151 - PFN Woman's Council 2015	(11,419)	-	-	-	-	-	-	-	(11,419)
103	155 - Youth Excursion	(6)	-	-	-	-	-	-	-	(6)
104	160 - Pow Wow	(1,485)	-	-	-	-	-	-	-	(1,485)
105	161 - Round Dance	-	-	-	-	-	-	-	-	-
106	162 - Tobacco Strategy	-	-	-	-	-	-	-	-	-
107	199 - AACL Grant	14,625	-	-	-	-	-	-	-	14,625
108	500 - Justice	-	-	-	-	-	-	-	-	-
109	653 - PFN Youth Council	-	-	-	-	-	-	-	-	-
		<u>831,453</u>	<u>38,891</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,298</u>	<u>(26,382)</u>	<u>324,854</u>	<u>1,171,114</u>
	Total	<u>(200,952)</u>	<u>1,552,858</u>	<u>(1,124,755)</u>	<u>-</u>	<u>-</u>	<u>112,692</u>	<u>(626,678)</u>	<u>272,914</u>	<u>(13,921)</u>
								Deficit, beginning of year		<u>(2,974,318)</u>
								Deficit, end of year		<u>(2,988,239)</u>

Pasqua First Nation
551 - 1906 Land Claim
Schedule 1 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017</i>	<i>2017</i>	<i>2016</i>
	<i>Budget</i>		
Expenses			
Travel, meetings, per diems	-	29,244	-
Supplies	-	6,780	-
Deficit	-	(36,024)	-

Pasqua First Nation
552 - 1910 Railway Claim
Schedule 2 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Set	35,200	31,400	-
Expenses			
Professional fees	-	31,400	26,679
Interest on long-term debt	-	-	83
	-	31,400	26,762
Surplus (deficit)	35,200	-	(26,762)

Pasqua First Nation
612 - Last Mountain IR #80A Claim
Schedule 3 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Set	-	82,383	105,787
Expenses			
Professional fees	-	51,256	97,214
Travel, meetings, per diems	-	8,552	11,799
Program expense	-	3,750	2,250
Supplies	-	665	560
Bank charges and interest	-	31	184
	-	64,254	112,007
Surplus (deficit)	-	18,129	(6,220)

Pasqua First Nation
700 - Roads

Schedule 4 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada			
Fixed	98,350	98,350	98,350
Other	18,000	237	2,350
	116,350	98,587	100,700
Expenses			
Salaries and benefits	142,886	176,843	3,528
Repairs and maintenance	42,664	100,207	53,328
Amortization	59,799	40,991	53,399
Vehicle fuel	43,000	40,200	35,247
Insurance	7,800	12,766	8,597
Contracted services	8,100	353	-
	304,249	371,360	154,099
Deficit	(187,899)	(272,773)	(53,399)

Pasqua First Nation
701 - Sanitation
Schedule 5 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada			
Fixed	34,906	34,906	35,500
Other	21,000	10,742	10,452
	55,906	45,648	45,952
Expenses			
Amortization	41,338	53,761	43,724
Salaries and benefits	30,597	25,572	19,016
Vehicle fuel	8,000	8,985	4,972
Repairs and maintenance	2,500	5,137	5,152
Insurance	4,000	3,590	5,174
Travel, meetings, per diems	-	204	-
Contracted services	2,000	-	11,638
	88,435	97,249	89,676
Deficit	(32,529)	(51,601)	(43,724)

Pasqua First Nation
702 - Water

Schedule 6 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Fixed	198,261	198,261	196,757
Expenses			
Salaries and benefits	83,131	73,465	70,454
Repairs and maintenance	71,730	73,143	99,398
Amortization	20,000	68,846	64,431
Vehicle fuel	15,000	12,108	11,351
Contracted services	-	8,071	10,103
Travel, meetings, per diems	3,200	5,307	2,420
Insurance	2,000	891	1,596
Telephone	1,200	600	570
Supplies	2,000	342	865
	198,261	242,773	261,188
Deficit	-	(44,512)	(64,431)

Pasqua First Nation
710 - Water Operator Salary
Schedule 7 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Fixed	27,000	27,000	27,000
Expenses			
Salaries and benefits	27,000	27,000	27,000
Surplus (deficit)	-	-	-

Pasqua First Nation
703 - Community Buildings
Schedule 8 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada			
Fixed	52,386	28,643	26,967
Flexible	6,504	-	-
Other	2,000	2,657	175
	60,890	31,300	27,142
Expenses			
Utilities	63,000	78,471	12,321
Amortization	-	24,602	21,828
Supplies	11,610	6,857	3,438
Vehicle fuel	4,000	6,688	3,831
Repairs and maintenance	35,247	4,808	7,224
Contracted services	2,500	1,200	328
	116,357	122,626	48,970
Deficit	(55,467)	(91,326)	(21,828)

Pasqua First Nation
704 - Electrical Systems - O&M
Schedule 9 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Fixed	-	10,080	10,080
Expenses			
Repairs and maintenance	-	10,800	5,080
Administration	-	-	5,000
	-	10,800	10,080
Deficit	-	(720)	-

Pasqua First Nation
706 - Other Protection
Schedule 10 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada			
Fixed	-	6,504	6,437
Expenses			
Repairs and maintenance	-	14,697	6,437
Deficit	-	(8,193)	-

Pasqua First Nation
705 - Fire Protection - O&M
Schedule 11 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada			
Fixed	-	12,943	12,943
Expenses			
Contracted services	-	12,943	12,647
Travel, meetings, per diems	-	-	114
Administration	-	-	182
	-	12,943	12,943
Surplus (deficit)	-	-	-

Pasqua First Nation
707 - Public Works
Schedule 12 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Expenses			
Salaries and benefits	-	46,154	-
Travel, meetings, per diems	-	9,383	-
Telephone	-	650	-
Deficit	-	(56,187)	-

Pasqua First Nation
804 - Sub Division Project
Schedule 13 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Expenses			
Amortization	-	50,691	44,474
Deficit	-	(50,691)	(44,474)

Pasqua First Nation
902 - High School Construction
Schedule 14 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Expenses			
Bank charges and interest (recovery)	-	(24)	-
Surplus	-	24	-

Pasqua First Nation
903 - Lagoon Expansion
Schedule 15 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada			
Flexible	-	1,500,000	1,431,000
Deferred revenue, beginning of year	-	702,461	-
Deferred revenue, end of year	-	(2,006,611)	(702,461)
Interest income	-	135	17
	-	195,985	728,556
Expenses			
Bank charges and interest	-	-	5
Contracted services	-	-	723,069
Transfer to capital assets	-	-	(723,074)
	-	-	-
Surplus	-	195,985	728,556

Pasqua First Nation
907 - Pasqua School Addition
Schedule 16 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada			
Flexible	-	80,000	-
Deferred revenue, end of year	-	(80,000)	-
Surplus (deficit)	-	-	-

Pasqua First Nation
905 - Road/Flood Repairs
Schedule 17 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada	-	-	25,335
Surplus	-	-	25,335

Pasqua First Nation
815 - CEAP

Schedule 18 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Canada Mortgage and Housing Corporation	-	-	6,300
Expenses			
Contracted services	-	-	6,300
Surplus (deficit)	-	-	-

Pasqua First Nation
906 - School Drainage
Schedule 19 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada	-	-	45,690
Surplus	-	-	45,690

Pasqua First Nation
908 - Pasqua Subdivision Expansion
Schedule 20 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada			
Flexible	-	200,000	-
Deferred revenue, end of year	-	(47,869)	-
Surplus	-	152,131	-

Pasqua First Nation
RRAP

Schedule 21 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Canada Mortgage and Housing Corporation	46,120	120,328	131,559
Insurance proceeds	-	-	100,563
	46,120	120,328	232,122
Expenses			
Contracted services	43,153	59,880	79,196
Supplies	-	35,384	110,248
Repairs and maintenance	-	2,650	1,950
	43,153	97,914	191,394
Surplus	2,967	22,414	40,728

Pasqua First Nation
800 - Housing Admin
Schedule 22 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Canada Mortgage and Housing Corporation	46,630	44,491	-
Indigenous and Northern Affairs Canada			
Fixed	31,744	-	-
Interest income	200	6,461	8,925
Other	1,000	1,887	-
	79,574	52,839	8,925
Expenses			
Salaries and benefits	163,963	134,531	3,873
Contracted services	20,000	47,943	-
Travel, meetings, per diems	42,640	25,554	3,776
Repairs and maintenance	-	4,395	-
Telephone	2,400	1,800	2,050
Bank charges and interest	200	91	268
Training	8,000	-	1,070
	237,203	214,314	11,037
Deficit	(157,629)	(161,475)	(2,112)

Pasqua First Nation
810 - Band Based Capital
Schedule 23 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada			
Flexible	317,741	317,741	317,741
Deferred revenue, end of year	-	(107,934)	-
Canada Mortgage and Housing Corporation	238,305	-	15,803
Other	-	-	(408)
	556,046	209,807	333,136
Expenses			
Amortization	-	514,521	114,158
Repairs and maintenance	260,997	164,609	238,863
Salaries and benefits	-	31,744	-
Contracted services	31,744	13,454	11,404
Transfer to capital assets	-	-	(4,800)
Supplies	25,000	-	-
	317,741	724,328	359,625
(Deficit) surplus	238,305	(514,521)	(26,489)

Pasqua First Nation
801 - Site Servicing
Schedule 24 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada			
Flexible	-	125,823	-
Deferred revenue, end of year	-	(88,903)	-
	-	36,920	-
Expenses			
Contracted services	-	36,920	-
Surplus (deficit)	-	-	-

Pasqua First Nation
802 - Immediate Assistance
Schedule 25 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Flexible	-	250,000	-
Expenses			
Contracted services	-	236,089	-
Travel, meetings, per diems	-	50	-
	-	236,139	-
Surplus	-	13,861	-

Pasqua First Nation
803 - Capacity Development
Schedule 26 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada			
Flexible	-	182,650	-
Deferred revenue, end of year	-	(101,765)	-
	-	80,885	-
Expenses			
Contracted services	-	39,970	-
Training	-	33,067	-
Travel, meetings, per diems	-	7,848	-
	-	80,885	-
Surplus (deficit)	-	-	-

Pasqua First Nation
451 - Solid Waste Feasibility Study
Schedule 27 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Set	-	30,000	-
Expenses			
Contracted services	-	6,750	-
Surplus (deficit)	-	23,250	-

Pasqua First Nation
452 - Household Hazardous Waste
Schedule 28 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Set	-	11,354	-
Expenses			
Contracted services	-	10,638	-
Administration	-	401	-
Supplies	-	315	-
	-	11,354	-
Surplus (deficit)	-	-	-

Pasqua First Nation
145 - Youth Facility
Schedule 29 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Flexible	-	750,000	-
Surplus	-	750,000	-

Pasqua First Nation
600 - Economic Development
Schedule 30 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
FHQ Tribal Council	86,411	86,411	86,411
Expenses			
Assistance to band members	15,270	41,370	42,136
Contracted services	59,800	36,400	39,879
Administration	8,641	8,641	-
Supplies	2,700	-	4,396
	86,411	86,411	86,411
Deficit	-	-	-

Pasqua First Nation
601 - Asham's Beach Project
Schedule 31 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Other	-	27,300	-
Expenses			
Contracted services	-	27,300	-
Surplus (deficit)	-	-	-

Pasqua First Nation
609 - CORP Economic Development Infrastructure
Schedule 32 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Set	-	-	10,000
Expenses			
Contracted services	-	-	10,000
Surplus (deficit)	-	-	-

Pasqua First Nation
610 - CORP Capitalisation
Schedule 33 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Fixed	-	433,000	-
Expenses			
Contribution to PFN Group of Companies	-	433,000	-
Surplus (deficit)	-	-	-

Pasqua First Nation
620 - CORP Business Planning
Schedule 34 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Fixed	-	160,000	41,600
Expenses			
Contribution to PFN Group of Companies	-	160,000	-
Travel, meetings, per diems	-	4,561	-
Contracted services	-	2,478	41,600
Program expense	-	750	-
Supplies	-	356	-
Tuition	-	105	-
	-	168,250	41,600
Deficit	-	(8,250)	-

Pasqua First Nation
201 - Instructional Services
Schedule 35 - Schedule of Revenue and Expenses Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Fixed	664,927	822,016	609,697
Expenses			
Salaries and benefits	735,673	520,652	572,869
Administration	-	82,212	-
Supplies	12,000	29,980	9,606
Travel, meetings, per diems	8,000	13,505	9,850
Contracted services	9,750	9,750	-
Graduation, awards, prizes	3,603	3,307	2,076
Cultural programs	848	848	999
Telephone	600	600	500
Program expense	-	-	4,220
Training	-	-	9,577
	770,474	660,854	609,697
Surplus (deficit)	(105,547)	161,162	-

Pasqua First Nation
211 - Enhanced Teacher Salaries
Schedule 36 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Set	-	27,490	21,528
Expenses			
Salaries and benefits	-	27,490	21,528
Surplus (deficit)	-	-	-

Pasqua First Nation
209 - Comprehensive Education
Schedule 37 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Fixed	45,311	58,665	46,363
Expenses			
Salaries and benefits	20,500	22,205	12,464
Student allowance	6,500	10,210	8,164
Supplies	4,249	6,747	4,804
Administration	900	5,866	-
Travel, meetings, per diems	7,800	5,736	6,174
Graduation, awards, prizes	5,274	5,274	10,799
Contracted services	-	1,336	650
Telephone	600	650	363
Cultural programs	-	540	-
Tuition	540	-	2,945
	46,363	58,564	46,363
Surplus (deficit)	(1,052)	101	-

Pasqua First Nation
223 - Low Cost Education
Schedule 38 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada			
Fixed	-	66,400	52,000
Expenses			
Salaries and benefits	-	66,400	52,000
Surplus (deficit)	-	-	-

Pasqua First Nation
202 - Special Education - High Cost
Schedule 39 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada			
Fixed	-	582,088	-
Set	291,044	-	316,066
Recovery of unexpended funds	-	(16,766)	(48,922)
	291,044	565,322	267,144
Expenses			
Salaries and benefits	269,452	311,336	264,847
Supplies	5,000	77,034	51,219
Contracted services	-	313	-
	274,452	388,683	316,066
Surplus (deficit)	16,592	176,639	(48,922)

Pasqua First Nation
208 - Student Transportation
Schedule 40 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Fixed	174,420	188,820	174,420
Expenses			
Contracted services	160,000	187,885	156,978
Vehicle fuel	-	1,085	-
Travel, meetings, per diems	-	615	-
Insurance	-	168	-
Administration	14,420	-	17,442
	174,420	189,753	174,420
Deficit	-	(933)	-

Pasqua First Nation
206 - Student Transportation - Special Needs
Schedule 41 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Set	-	3,500	-
Expenses			
Contracted services	-	3,500	-
Surplus (deficit)	-	-	-

Pasqua First Nation
200 - Band School O&M
Schedule 42 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Fixed	174,548	174,548	171,536
Expenses			
Amortization	-	223,629	218,009
Salaries and benefits	73,600	70,636	68,926
Utilities	44,000	42,768	50,425
Repairs and maintenance	17,602	41,337	30,388
Supplies	12,000	12,374	9,204
Insurance	5,500	5,500	5,500
Contracted services	-	5,135	4,330
Travel, meetings, per diems	1,900	2,204	2,717
Administration	15,896	-	-
Vehicle fuel	400	-	178
	170,898	403,583	389,677
(Deficit) surplus	3,650	(229,035)	(218,141)

Pasqua First Nation
203 - Comprehensive Ed - Ancillary Support
Schedule 43 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Fixed	9,813	7,230	7,929
Expenses			
Supplies	9,813	9,813	7,929
Deficit	-	(2,583)	-

Pasqua First Nation
204 - Post Secondary Education
Schedule 44 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Fixed	698,654	738,761	698,654
Expenses			
Student allowance	-	637,686	280,112
Tuition	-	379,454	359,064
Supplies	13,000	44,996	45,910
Salaries and benefits	33,620	33,847	32,329
Travel, meetings, per diems	12,400	28,241	5,244
Graduation, awards, prizes	19,704	15,439	15,040
Miscellaneous	-	1,400	-
Telephone	600	700	450
Assistance to band members	605,000	400	-
Training	2,980	201	-
Administration	11,350	-	-
	698,654	1,142,364	738,149
(Deficit) surplus	-	(403,603)	(39,495)

Pasqua First Nation
219 - Youth Work Experience
Schedule 45 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Fixed	25,501	48,651	30,891
Expenses			
Salaries and benefits	30,891	54,404	26,077
Administration	-	-	3,089
Supplies	-	-	1,725
	30,891	54,404	30,891
Deficit	(5,390)	(5,753)	-

Pasqua First Nation
210 - Trades Training Partnership
Schedule 46 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Other	-	-	5,000
Surplus	-	-	5,000

Pasqua First Nation
221 - Summer Student - Post Secondary
Schedule 47 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Fixed	-	34,596	15,979
Expenses			
Salaries and benefits	-	28,610	15,979
Supplies	-	5,930	-
Travel, meetings, per diems	-	56	-
	-	34,596	15,979
Surplus (deficit)	-	-	-

Pasqua First Nation
222 - Summer Student - High School
Schedule 48 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
FHQ Tribal Council	-	-	19,728
Expenses			
Salaries and benefits	-	19,728	19,728
Deficit	-	(19,728)	-

Pasqua First Nation
207 - Comprehensive Edu Support SRC - Provincial
Schedule 49 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Fixed	22,513	20,369	22,513
Expenses			
Salaries and benefits	10,000	10,000	12,513
Supplies	9,884	7,393	2,933
Student allowance	5,000	5,773	3,000
Graduation, awards, prizes	4,513	5,269	4,000
Travel, meetings, per diems	1,200	1,045	-
Administration	-	-	67
	30,597	29,480	22,513
Deficit	(8,084)	(9,111)	-

Pasqua First Nation
105 - Band Support
Schedule 50 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Grant	382,988	475,706	382,998
Other	40,000	39,469	7,720
Interest income	-	-	17
	422,988	515,175	390,735
Expenses			
Travel, meetings, per diems	167,725	333,244	139,351
Honourariums	288,000	291,891	167,157
Salaries and benefits	382,480	262,574	167,077
Insurance	95,867	37,340	114,760
Repairs and maintenance	22,000	29,825	24,498
Bank charges and interest	25,000	29,253	34,447
Supplies	24,238	26,827	34,184
Bad debts	-	24,569	7,209
Amortization	-	14,588	14,643
Telephone	12,800	11,963	6,911
Training	-	5,000	823
Tuition	-	450	-
Contracted services	26,280	131	78,688
Miscellaneous	-	-	7,623
Administration	-	-	384
Professional fees	44,000	-	35,129
	1,088,390	1,067,655	832,884
Deficit	(665,402)	(552,480)	(442,149)

Pasqua First Nation
115 - Employee Benefits - Statutory
Schedule 51 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada			
Set	67,278	73,824	74,753
Fixed	-	-	26,496
Repayment (recovery) of funding	-	9,115	(929)
	67,278	82,939	100,320
Expenses			
Salaries and benefits	100,818	82,939	101,249
Deficit	(33,540)	-	(929)

Pasqua First Nation
115A - Employee Benefits - Non Statutory
Schedule 52 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Fixed	23,856	26,685	-
Expenses			
Salaries and benefits	23,856	17,570	-
Surplus (deficit)	-	9,115	-

Pasqua First Nation
106 - P&ID - Financial Management
Schedule 53 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Set	-	10,860	40,000
Expenses			
Contracted services	-	10,860	25,000
Surplus	-	-	15,000

Pasqua First Nation
195 - P&ID - Policy Development
Schedule 54 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Fixed	85,000	85,000	120,000
Expenses			
Salaries and benefits	40,907	37,146	18,819
Travel, meetings, per diems	26,543	14,848	8,241
Administration	8,500	8,500	12,000
Contracted services	6,050	5,981	80,940
Program expense	180	3,011	-
Supplies	1,320	2,554	-
Telephone	-	250	-
Miscellaneous	1,500	215	-
	85,000	72,505	120,000
Surplus	-	12,495	-

Pasqua First Nation
556 - RLEMP

Schedule 55 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada			
Fixed	-	110,893	128,528
Deferred revenue, beginning (end) of year	-	27,282	(27,282)
	-	138,175	101,246
Expenses			
Salaries and benefits	-	76,724	59,272
Contracted services	-	21,842	2,975
Travel, meetings, per diems	-	9,774	8,003
Telephone	-	2,203	600
Repairs and maintenance	-	-	5,544
Administration	-	-	12,853
Supplies	-	-	3,309
Rent	-	-	6,000
Program expense	-	-	2,690
	-	110,543	101,246
Surplus	-	27,632	-

Pasqua First Nation
302 - Basic Needs
Schedule 56 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada			
Set	473,278	611,962	579,636
Repayment (recovery) of funding	-	35,042	(2,327)
	473,278	647,004	577,309
Expenses			
Assistance - social development	559,636	633,541	609,774
Surplus (deficit)	(86,358)	13,463	(32,465)

Pasqua First Nation
303 - Special Needs
Schedule 57 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada			
Set	44,698	44,698	46,441
Recovery of unexpended funds	-	(17,673)	(13,846)
Other	-	-	40
	44,698	27,025	32,635
Expenses			
Assistance - social development	44,698	46,076	36,857
Deficit	-	(19,051)	(4,222)

Pasqua First Nation
300 - Welfare Administration
Schedule 58 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Fixed	55,368	55,368	49,022
Expenses			
Salaries and benefits	36,160	39,055	34,592
Travel, meetings, per diems	3,000	5,173	2,912
Administration	4,983	4,983	4,902
Training	1,986	3,574	5,624
Supplies	2,293	2,040	392
Telephone	600	550	600
	49,022	55,375	49,022
(Deficit) surplus	6,346	(7)	-

Pasqua First Nation
301 - In-Home Care
Schedule 59 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Set	27,684	27,684	27,684
Expenses			
Salaries and benefits	25,084	26,667	25,421
Travel, meetings, per diems	2,000	1,157	1,976
Telephone	600	800	-
Administration	-	-	287
	27,684	28,624	27,684
Deficit	-	(940)	-

Pasqua First Nation
307 - Assisted Living
Schedule 60 - Schedule of Revenue and Expenses Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada			
Set	231,272	206,844	211,763
Recovery of unexpended funds	-	(11,293)	-
	231,272	195,551	211,763
Expenses			
Contracted services	231,272	205,149	186,408
(Deficit) surplus	-	(9,598)	25,355

Pasqua First Nation
305 - NCBR

Schedule 61 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Set	139,851	139,851	139,851
Expenses			
Program expense	104,000	107,422	97,137
Cultural programs	20,400	14,112	27,195
Administration	13,431	12,839	13,985
Supplies	2,020	2,504	1,328
Training	-	2,496	-
Salaries and benefits	-	479	-
Travel, meetings, per diems	-	-	206
	139,851	139,852	139,851
Deficit	-	(1)	-

Pasqua First Nation
100 - Membership Registry
Schedule 62 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Indigenous and Northern Affairs Canada Fixed	15,289	16,024	15,654
Expenses			
Supplies	1,500	10,096	1,000
Contracted services	-	3,600	-
Administration	-	1,602	1,067
Travel, meetings, per diems	670	726	837
Telephone	-	-	300
Salaries and benefits	13,119	-	12,450
	15,289	16,024	15,654
Surplus (deficit)	-	-	-

Pasqua First Nation
400 - Prenatal
Schedule 63 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Health Canada			
Healthy Child Development	14,316	14,665	14,316
Other	-	-	750
	14,316	14,665	15,066
Expenses			
Cultural programs	8,800	6,218	12,534
Supplies	2,950	5,199	-
Administration	699	1,431	1,432
Utilities	760	760	500
Telephone	600	550	600
Travel, meetings, per diems	150	507	-
	13,959	14,665	15,066
Surplus	357	-	-

Pasqua First Nation
405 - FASD

Schedule 64 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Health Canada			
Healthy Child Development	3,000	3,000	3,000
Expenses			
Cultural programs	3,000	2,700	2,200
Administration	-	300	300
Utilities	-	-	500
Contracted services	3,510	-	-
	6,510	3,000	3,000
Deficit	(3,510)	-	-

Pasqua First Nation
410 - COHI

Schedule 65 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Health Canada			
Healthy Child Development	6,510	4,110	3,510
Expenses			
Contracted services	3,510	3,759	3,159
Administration	3,000	351	351
	6,510	4,110	3,510
Surplus (deficit)	-	-	-

Pasqua First Nation
429 - Brighter Futures
Schedule 66 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Health Canada			
Mental Wellness	97,468	99,844	97,468
FHQ Tribal Council	-	-	1,900
	97,468	99,844	99,368
Expenses			
Cultural programs	45,766	42,969	69,842
Salaries and benefits	36,717	30,438	14,654
Travel, meetings, per diems	3,000	11,160	2,536
Administration	4,752	9,746	9,746
Supplies	2,500	3,070	182
Utilities	2,000	2,000	1,479
Contracted services	-	412	822
Telephone	-	50	-
Miscellaneous	300	-	106
	95,035	99,845	99,367
(Deficit) surplus	2,433	(1)	1

Pasqua First Nation
430 - Mental Health
Schedule 67 - Schedule of Revenue and Expenses Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Health Canada			
Mental Wellness	75,309	77,145	75,309
Expenses			
Salaries and benefits	36,771	36,537	33,708
Cultural programs	22,686	23,318	30,439
Administration	3,672	7,589	7,530
Supplies	2,500	4,196	-
Travel, meetings, per diems	5,500	2,500	2,731
Utilities	2,000	2,000	500
Telephone	-	600	250
Miscellaneous	300	406	-
Contracted services	-	-	150
	73,429	77,146	75,308
(Deficit) surplus	1,880	(1)	1

Pasqua First Nation
431 - Solvent Abuse
Schedule 68 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Health Canada			
Mental Wellness	14,363	15,090	14,731
Expenses			
Cultural programs	10,004	10,715	12,781
Utilities	1,640	1,640	500
Administration	719	1,436	1,450
Supplies	-	1,000	-
Travel, meetings, per diems	2,000	300	-
	14,363	15,091	14,731
Deficit	-	(1)	-

Pasqua First Nation
426 - NNADAP

Schedule 69 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Health Canada			
Mental Wellness	68,183	69,845	68,183
Other	-	-	1,240
	68,183	69,845	69,423
Expenses			
Salaries and benefits	43,047	44,426	42,942
Cultural programs	13,010	13,395	9,121
Administration	-	6,583	6,818
Travel, meetings, per diems	4,500	2,560	9,200
Supplies	1,000	1,278	-
Utilities	1,000	1,000	942
Telephone	600	600	400
	63,157	69,842	69,423
Surplus	5,026	3	-

Pasqua First Nation
425 - Community Health Rep
Schedule 70 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Health Canada			
Healthy living	49,001	50,196	49,001
Expenses			
Salaries and benefits	30,905	40,697	13,003
Cultural programs	9,380	6,382	24,341
Travel, meetings, per diems	2,600	1,863	3,325
Utilities	-	1,000	622
Telephone	-	200	-
Supplies	1,500	54	2,810
Administration	2,393	-	4,900
	46,778	50,196	49,001
Surplus	2,223	-	-

Pasqua First Nation
436 - Support Services
Schedule 71 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Health Canada			
Communicable disease control and management	14,727	15,085	14,727
Expenses			
Cultural programs	7,040	7,428	-
Salaries and benefits	5,000	4,585	14,359
Utilities	1,600	1,600	-
Administration	719	1,472	368
	14,359	15,085	14,727
Surplus	368	-	-

Pasqua First Nation
403 - Medical Transportation
Schedule 72 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Health Canada			
Non-insured health benefits	14,160	14,160	14,160
Recovery of unexpended funds	-	(1,200)	-
	14,160	12,960	14,160
Expenses			
Assistance to band members	14,160	28,723	14,160
Contracted services (recovery)	-	(1)	-
	14,160	28,722	14,160
Deficit	-	(15,762)	-

Pasqua First Nation
411 - Medical Transportation Clerk
Schedule 73 - Schedule of Revenue and Expenses Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Health Canada			
Non-insured health benefits	12,000	12,000	12,000
Expenses			
Salaries and benefits	12,000	15,373	12,000
Contracted services	-	628	-
	12,000	16,001	12,000
Deficit	-	(4,001)	-

Pasqua First Nation
437 - Management and Support
Schedule 74 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Health Canada			
Health Planning and Quality Management	81,254	83,235	81,254
Unexpended funding owing	-	-	(3,887)
	81,254	83,235	77,367
Expenses			
Salaries and benefits	66,808	53,681	67,203
Cultural programs	2,850	10,606	-
Administration	3,968	8,379	4,113
Travel, meetings, per diems	3,000	5,286	2,596
Contracted services	-	2,536	84
Supplies	1,000	1,196	1,459
Utilities	1,000	1,000	1,362
Telephone	600	550	550
	79,226	83,234	77,367
Surplus	2,028	1	-

Pasqua First Nation
427 - Clinic Operations
Schedule 75 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Health Canada			
Health facilities	34,559	35,401	34,559
Expenses			
Amortization	-	43,579	43,579
Salaries and benefits	27,704	17,793	19,302
Administration	1,692	3,540	2,086
Contracted services	-	3,085	-
Supplies	2,300	2,722	-
Utilities	2,000	2,000	12,893
Telephone	-	600	-
Travel, meetings, per diems	-	-	278
	33,696	73,319	78,138
(Deficit) surplus	863	(37,918)	(43,579)

Pasqua First Nation
432 - National Anti Drug Strategy
Schedule 76 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Health Canada			
Mental Wellness	-	4,000	-
Expenses			
Cultural programs	-	4,000	-
Surplus (deficit)	-	-	-

Pasqua First Nation
951-968 - CMHC Housing Operations
Schedule 77 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Canada Mortgage and Housing Corporation	959,242	628,376	426,495
Rental income	147,177	361,084	221,402
Interest income	-	12,362	320
Other	184,575	99	-
	1,290,994	1,001,921	648,217
Expenses			
Amortization	-	478,759	376,370
Repairs and maintenance	138,964	199,359	153,681
Insurance	57,404	120,543	24,781
Interest on long-term debt	448,980	110,394	114,198
Contracted services	134,110	74,426	2,043,105
Professional fees	19,270	15,177	15,017
Bank charges and interest	46,967	5,345	11,414
Transfer to capital assets	-	-	(2,016,577)
Supplies (recovery)	3,400	(52)	-
	849,095	1,003,951	721,989
(Deficit) surplus	441,899	(2,030)	(73,772)

Pasqua First Nation
409 - Daycare

Schedule 78 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
FHQ Tribal Council	57,600	57,600	58,484
Other	12,000	12,576	11,163
	69,600	70,176	69,647
Expenses			
Salaries and benefits	65,416	66,844	67,084
Amortization	-	2,904	2,904
Supplies	2,400	2,800	591
Cultural programs	1,784	2,444	554
Repairs and maintenance	-	1,007	940
Contracted services	-	734	-
Training	-	-	97
Travel, meetings, per diems	-	-	947
Telephone	-	-	50
	69,600	76,733	73,167
Deficit	-	(6,557)	(3,520)

Pasqua First Nation
402 - Head Start
Schedule 79 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
FHQ Tribal Council	80,777	66,588	78,224
Expenses			
Salaries and benefits	57,092	46,519	55,640
Utilities	2,400	8,154	-
Administration	-	8,077	4,595
Cultural programs	5,135	5,075	6,273
Repairs and maintenance	-	4,809	376
Travel, meetings, per diems	10,750	3,577	1,628
Contracted services	-	2,800	2,400
Insurance	-	817	2,217
Supplies	4,800	700	2,936
Telephone	600	250	-
Program expense	-	-	600
Training	-	-	1,559
Amortization	-	-	589
	80,777	80,778	78,813
Deficit	-	(14,190)	(589)

Pasqua First Nation
401 - Parent Mentor Program
Schedule 80 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
FHQ Tribal Council	20,808	23,888	23,888
Expenses			
Salaries and benefits	18,126	19,469	19,673
Administration	-	488	2,389
Cultural programs	-	451	-
Telephone	600	400	-
Supplies	-	-	906
Travel, meetings, per diems	2,082	-	921
	20,808	20,808	23,889
Surplus (deficit)	-	3,080	(1)

Pasqua First Nation
306 - Essential Skills Development
Schedule 81 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
FHQ Tribal Council	20,000	25,600	23,267
Expenses			
Salaries and benefits	11,855	12,945	-
Travel, meetings, per diems	2,097	3,342	5,066
Administration	-	2,500	2,020
Training	5,430	2,193	5,189
Supplies	18	1,797	1,716
Contracted services	-	1,604	8,291
Telephone	600	600	-
	20,000	24,981	22,282
Surplus	-	619	985

Pasqua First Nation
135 - First Nations Trust
Schedule 82 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
First Nations Trust	726,603	687,523	726,603
Expenses			
Recreational activities	138,000	109,996	194,642
Interest on long-term debt	452,600	95,252	91,958
Honourariums	-	62,333	95,080
Salaries and benefits	-	28,004	78,031
Cultural programs	1,500	6,090	-
Professional fees	-	2,000	1,500
Bank charges and interest	-	-	9,000
	592,100	303,675	470,211
Surplus before transfers	134,503	383,848	256,392
Transfers between programs			
Transfer to loan payments	-	-	(256,392)
Surplus	134,503	383,848	-

Pasqua First Nation
136 - North Battleford Casino
Schedule 83 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
CDC revenue	83,032	93,210	122,698
Expenses			
Salaries and benefits	47,332	46,472	29,045
Cultural programs	35,700	16,230	113,527
Contracted services	-	-	18,477
	83,032	62,702	161,049
Surplus (deficit)	-	30,508	(38,351)

Pasqua First Nation
502 - Police Management Board
Schedule 84 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Expenses			
Insurance	-	-	2,050
Deficit	-	-	(2,050)

Pasqua First Nation
120 - Ottawa Trust Funds
Schedule 85 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Lease income	-	135,262	7,411
Interest income	-	2,221	1,774
Surplus before transfers	-	137,483	9,185
Transfers between programs			
Transfer to Christmas Fund	-	(126,750)	(95,445)
Surplus (deficit)	-	10,733	(86,260)

Pasqua First Nation
107 - Paskwa Pit Stop
Schedule 86 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Sales	-	1,708,585	1,822,233
Expenses			
Cost of sales	-	1,306,816	1,383,644
Salaries and benefits	-	221,496	203,009
Amortization	-	23,223	27,147
Repairs and maintenance	-	19,276	11,983
Utilities	-	15,694	14,570
Telephone	-	13,167	12,306
Travel, meetings, per diems	-	10,528	11,426
Supplies	-	10,235	10,184
Insurance	-	10,217	10,468
Bank charges and interest	-	9,798	11,646
Professional fees	-	7,842	8,295
Advertising	-	6,305	970
Community donations	-	4,660	4,991
Contracted services	-	398	3,613
Miscellaneous	-	11	1,589
Bad debts (recovery)	-	(2,264)	-
	-	1,657,402	1,715,841
Surplus before transfers	-	51,183	106,392
Transfers between programs			
Transfer to Other Band Revenue	-	-	(60,000)
Surplus	-	51,183	46,392

Pasqua First Nation
137 - Other Band Revenue
Schedule 87 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Contributions	-	641,879	55,989
Other	319,066	252,639	124,009
Gain on disposal of investments	-	141,144	-
Investment income	-	60,000	60,000
FHQ Tribal Council	-	16,954	-
Loss from investment in Nation business entities	-	(275,251)	-
	319,066	837,365	239,998
Expenses			
Contracted services	150,000	567,329	110,309
Assistance to band members	145,000	195,380	132,866
Program expense	8,827	120,749	1,233,779
Salaries and benefits	-	119,814	-
Professional fees	-	56,424	-
Cultural programs	50,000	24,131	-
Amortization	-	12,764	7,280
Supplies	-	9,875	-
Recreational activities	-	6,244	-
Travel, meetings, per diems	-	3,102	1,005
Bank charges and interest	-	1,572	-
Repairs and maintenance	-	92	-
Administration (recovery)	-	(177,036)	(114,965)
	353,827	940,440	1,370,274
Deficit before transfers	(34,761)	(103,075)	(1,130,276)
Transfers between programs			
Transfer from Paskwa Pit Stop and First Nations Trust	-	-	316,392
Deficit	(34,761)	(103,075)	(813,884)

Pasqua First Nation
101 - Christmas Fund
Schedule 88 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Other	-	2,500	10,000
Expenses			
Cultural programs	-	127,500	105,445
Deficit before transfers	-	(125,000)	(95,445)
Transfers between programs			
Transfer from First Nations Trust	-	126,750	95,445
Surplus	-	1,750	-

Pasqua First Nation
102 - Cultural Gathering
Schedule 89 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Other	-	-	8,000
Expenses			
Administration	-	-	800
Contracted services	-	-	7,200
	-	-	8,000
Surplus (deficit)	-	-	-

Pasqua First Nation
650 - Recreation
Schedule 90 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Other	24,498	17,020	18,486
Expenses			
Recreational activities	115,600	75,434	196
Miscellaneous	5,000	13,300	13,217
Travel, meetings, per diems	9,000	8,070	1,688
Supplies	-	4,850	-
Insurance	3,000	3,057	2,821
Repairs and maintenance	6,000	1,333	564
Salaries and benefits	87,330	750	-
Telephone	-	450	-
Amortization	-	-	12,262
	225,930	107,244	30,748
Deficit	(201,432)	(90,224)	(12,262)

Pasqua First Nation
555 - PFN TLE - Revenue Account
Schedule 91 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Pasqua TLE Holdings Inc. - annual income	-	130,641	147,481
Pasqua Treaty Land Entitlement - annual income	-	62,677	84,253
Interest income	-	59	26
	-	193,377	231,760
Expenses			
Band development	-	64,538	35,000
Contracted services	-	16,100	15,200
Bank charges and interest	-	297	477
Recreational activities	-	-	16,402
Transfer to capital assets	-	-	(35,000)
	-	80,935	32,079
Surplus before transfers	-	112,442	199,681
Transfers between programs			
Transfer to TLE Administration	-	(100,000)	(272,500)
Surplus (deficit)	-	12,442	(72,819)

Pasqua First Nation
554 - TLE Administration
Schedule 92 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Pasqua Treaty Land Entitlement - annual income	-	430	-
Expenses			
Travel, meetings, per diems	-	27,750	8,452
Professional fees	-	12,808	9,000
Salaries and benefits	-	10,742	38,698
Supplies	-	9,475	781
Contracted services	-	1,800	582
Program expense	-	1,227	2,311
Tuition	-	600	3,160
Bank charges and interest	-	136	937
Telephone	-	100	600
Repairs and maintenance	-	-	369
	-	64,638	64,890
(Deficit) surplus before transfers	-	(64,208)	(64,890)
Transfers between programs			
Transfer from PFN TLE - Revenue Account	-	100,000	272,500
Surplus	-	35,792	207,610

Pasqua First Nation
670 - Flood Legacy Trust Operating
Schedule 93 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Pasqua Legacy Trust - annual income	-	675,052	682,638
PFN Legacy Trust - contributed loan proceeds	-	-	4,177,138
	-	675,052	4,859,776
Expenses			
Professional fees	-	115,533	189,233
Interest on long-term debt	-	28,238	42,028
Bank charges and interest	-	87	1,775
Contribution to PFN Group of Companies	-	-	4,166,647
	-	143,858	4,399,683
Surplus	-	531,194	460,093

Pasqua First Nation
501 - Special Projects
Schedule 94 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Other	-	-	462,000
Expenses			
Contracted services	-	15,288	450,481
Travel, meetings, per diems	-	71	528
Supplies	-	-	6,204
Salaries and benefits	-	-	4,787
	-	15,359	462,000
Deficit	-	(15,359)	-

Pasqua First Nation
876 - Emergency Management Assistance
Schedule 95 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Other	-	-	25,757
Expenses			
Contracted services	-	370	25,208
Repairs and maintenance	-	-	549
	-	370	25,757
Deficit	-	(370)	-

Pasqua First Nation
150 - Pictograph/Museum
Schedule 96 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Expenses			
Travel, meetings, per diems	-	1,096	-
Contracted services	-	540	-
Deficit	-	(1,636)	-

Pasqua First Nation
151 - PFN Women's Council 2015
Schedule 97 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Other	12,000	100	837
FHQ Tribal Council	-	-	1,200
	12,000	100	2,037
Expenses			
Travel, meetings, per diems	-	6,769	-
Contracted services	12,000	4,750	2,037
	12,000	11,519	2,037
Deficit	-	(11,419)	-

Pasqua First Nation
155 - Youth Excursion
Schedule 98 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Other	22,470	22,270	-
Expenses			
Supplies	22,470	10,491	-
Contracted services	-	7,912	-
Travel, meetings, per diems	-	3,873	-
	22,470	22,276	-
Deficit	-	(6)	-

Pasqua First Nation
160 - Pow Wow
Schedule 99 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Other	15,512	15,646	-
Expenses			
Recreational activities	-	9,931	-
Miscellaneous	15,512	5,150	-
Contracted services	-	2,050	-
	15,512	17,131	-
Deficit	-	(1,485)	-

Pasqua First Nation
161 - Round Dance
Schedule 100 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Other	-	7,274	-
Expenses			
Contracted services	-	6,364	-
Supplies	-	910	-
	-	7,274	-
Surplus (deficit)	-	-	-

Pasqua First Nation
162 - Tobacco Strategy
Schedule 101 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
FHQ Tribal Council	-	1,500	-
Expenses			
Travel, meetings, per diems	-	1,400	-
Administration	-	100	-
	-	1,500	-
Surplus (deficit)	-	-	-

Pasqua First Nation
199 - AACL Grant
Schedule 102 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Other	-	14,625	-
Surplus	-	14,625	-

Pasqua First Nation
500 - Justice

Schedule 103 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
Other	200,000	240	-
Expenses			
Travel, meetings, per diems	20,000	240	-
Surplus (deficit)	180,000	-	-

Pasqua First Nation
653 - PFN Youth Council
Schedule 104 - Schedule of Revenue and Expenses - Unaudited
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue			
FHQ Tribal Council	-	-	5,000
Expenses			
Administration	-	-	500
Cultural programs	-	-	2,270
Travel, meetings, per diems	-	-	2,230
	-	-	5,000
Surplus (deficit)	-	-	-

Pasqua First Nation
Consolidated Financial Statements
March 31, 2017

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Management's Responsibility

To the Members of Pasqua First Nation:

Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

The Pasqua First Nation Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the financial statements. The Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors. The Council is also responsible for recommending the appointment of the Nation's external auditors.

MNP LLP, an independent firm of Chartered Professional Accountants, is appointed by the Members to audit the financial statements and report directly to them; their report follows. The external auditors have full and free access to, and may meet periodically and separately with, both the Council and management to discuss their audit findings.

October 27, 2017

"Original signed by management"

Finance Manager

Independent Auditors' Report

To the Members of Pasqua First Nation:

We have audited the accompanying consolidated financial statements of Pasqua First Nation, which comprise the consolidated statement of financial position as at March 31, 2017, and the consolidated statements of operations and accumulated surplus changes in net debt, cash flows and the related schedules for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of Pasqua First Nation as at March 31, 2017 and the results of its operations, changes in net debt and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Other Matter

The financial statements of Pasqua First Nation for the year ended March 31, 2016, were audited by another firm of Chartered Professional Accountants who expressed an unmodified opinion in their audit report dated August 9, 2017.

Regina, Saskatchewan

October 27, 2017



Chartered Professional Accountants

Pasqua First Nation
Consolidated Statement of Financial Position
As at March 31, 2017

	2017	2016
Financial assets		
Current		
Cash and cash equivalents <i>(Note 7)</i>	1,465,715	105,730
Accounts receivable <i>(Note 4)</i>	804,756	263,562
Portfolio investments <i>(Note 5)</i>	71,319	81,519
	2,341,790	450,811
Restricted cash - capital projects <i>(Note 3)</i>	491,101	745,720
Restricted cash and temporary investments - CMHC reserves <i>(Note 3)</i>	817,385	798,196
Investment in Nation business entities <i>(Note 12)</i>	-	60,336
Funds held in trust <i>(Note 6)</i>	37,513	26,780
	3,687,789	2,081,843
Total financial assets	3,687,789	2,081,843

The accompanying notes are an integral part of these financial statements

Pasqua First Nation
Consolidated Statement of Financial Position
As at March 31, 2017

	2017	2016
Liabilities		
Current		
Accounts payable and accruals	633,463	459,616
Advances from related Nation business entities (Note 9)	88,043	513,710
Deferred revenue (Note 10)	2,659,255	764,943
Current portion of long-term debt (Note 11)	1,603,883	1,344,436
	4,984,644	3,082,705
Long-term debt (Note 11)	9,016,607	8,385,197
Liabilities of controlled business entities (Note 12)	275,251	-
Total liabilities	14,276,502	11,467,902
Net debt	(10,588,713)	(9,386,059)
Contingencies (Note 13)		
Guarantees (Note 14)		
Subsequent events (Note 16)		
Non-financial assets		
Tangible capital assets (Note 17)	28,307,791	27,284,895
Inventory	70,854	93,196
Prepaid expenses	19,696	18,548
Total non-financial assets	28,398,341	27,396,639
Accumulated surplus (Note 18)	17,809,628	18,010,580
Approved on behalf of the Council		
"Original signed by Chief and Council"		
_____	Chief	_____ Councillor

The accompanying notes are an integral part of these financial statements

Pasqua First Nation

Consolidated Statement of Operations and Accumulated Surplus

For the year ended March 31, 2017

	Schedules	2017 Budget (Note 22)	2017 Actual	2016 Actual
Revenue				
Indigenous and Northern Affairs Canada (Note 20)		4,693,690	7,497,375	5,640,821
Canada Mortgage and Housing Corporation		1,051,992	793,196	580,156
Health Canada (Note 21)		484,850	496,576	478,331
Paskwa Pit Stop		-	1,708,585	1,822,233
First Nations Trust		726,603	687,523	726,603
Pasqua Legacy Trust - annual income		-	675,052	682,638
Other		872,121	454,562	660,289
Rental income (CMHC)		147,177	361,084	221,402
Contributions		-	641,879	55,989
FHQ Tribal Council		265,596	278,540	298,103
Gain on disposal of investments		-	141,144	-
Lease income		-	135,262	7,411
Pasqua TLE Holdings Inc. - annual income		-	130,641	147,481
Living Sky CDC		83,032	93,210	122,698
Pasqua Treaty Land Entitlement - annual income		-	63,107	84,253
Investment income		-	60,000	60,000
Interest income		200	21,238	11,079
PFN Legacy Trust - contributed loan proceeds		-	-	4,177,138
Insurance proceeds		-	-	100,563
Loss from investment in Nation business entities (Note 12)		-	(275,251)	-
		8,325,261	13,963,723	15,877,188
Program expenses				
Claims and Band Government	3	-	131,679	138,769
Community Infrastructure	4	1,332,399	2,414,905	1,223,221
Economic Development	5	86,411	714,962	138,011
Education	6	2,206,562	3,089,213	2,444,939
Band Government Support	7	1,298,064	1,251,529	1,079,133
Land Management	8	-	110,543	101,246
Social Development	9	1,052,163	1,108,619	1,049,596
Membership Registry	10	15,289	16,024	15,654
Health Canada	11	473,182	554,255	525,798
CMHC Operations	12	849,095	1,003,951	721,989
Band Projects	13	1,516,056	3,768,995	9,053,214
Total expenditures		8,829,221	14,164,675	16,491,570
Annual deficit		(503,960)	(200,952)	(614,382)
Accumulated surplus, beginning of year		18,010,580	18,010,580	18,624,962
Accumulated surplus, end of year (Note 18)		17,506,620	17,809,628	18,010,580

The accompanying notes are an integral part of these financial statements

Pasqua First Nation
Consolidated Statement of Changes in Net Debt
For the year ended March 31, 2017

	<i>2017 Budget (Note 22)</i>	<i>2017 Actual</i>	<i>2016 Actual</i>
Annual deficit	(503,960)	(200,952)	(614,382)
Purchases of tangible capital assets	-	(2,575,756)	(2,785,032)
Amortization of tangible capital assets	121,137	1,552,858	1,044,797
	121,137	(1,022,898)	(1,740,235)
Acquisition of prepaid expenses	-	(19,696)	(18,548)
Use of prepaid expenses	-	18,548	59,747
Acquisition of inventory	-	(70,853)	(93,196)
Use of inventory	-	93,197	64,137
	-	21,196	12,140
Increase in net debt	(382,823)	(1,202,654)	(2,342,477)
Net debt, beginning of year	(9,386,059)	(9,386,059)	(7,043,582)
Net debt, end of year	(9,768,882)	(10,588,713)	(9,386,059)

The accompanying notes are an integral part of these financial statements

Pasqua First Nation
Consolidated Statement of Cash Flows
For the year ended March 31, 2017

	2017	2016
Cash provided by (used for) the following activities		
Operating activities		
Annual deficit	(200,952)	(614,382)
Non-cash items		
Amortization	1,552,858	1,044,797
Bad debts	22,304	-
Gain on sale of portfolio investments	(141,144)	-
Loss from investment in Nation business entities	275,251	-
	1,508,317	430,415
Changes in working capital accounts		
Accounts receivable	(563,498)	52,197
Inventory	22,343	(29,059)
Prepaid expenses	(1,148)	41,199
Accounts payable and accruals	173,847	34,095
Deferred revenue	1,894,312	646,001
	3,034,173	1,174,848
Financing activities		
Advances of long-term debt	1,970,311	4,225,720
Repayment of long-term debt	(1,079,454)	(1,985,569)
Net (repayment) advances from related Nation business entities	(365,330)	559,933
	525,527	2,800,084
Capital activities		
Purchases of tangible capital assets	(2,575,756)	(2,785,032)
Investing activities		
Increase in CMHC reserves cash and temporary investments	(19,189)	(314,592)
Decrease (increase) in capital projects cash	254,619	(633,562)
(Increase) decrease in funds held in trust	(10,733)	86,260
Proceeds on disposal of portfolio investments	151,344	-
	376,041	(861,894)
Increase in cash resources	1,359,985	328,006
Cash resources (deficiency), beginning of year	105,730	(222,276)
Cash resources, end of year	1,465,715	105,730

The accompanying notes are an integral part of these financial statements

1. Operations

The Pasqua First Nation (the "Nation") is located in the province of Saskatchewan, and provides various services to its members. Pasqua First Nation includes the Nation's members, government and all related entities that are accountable to the Nation and are either owned or controlled by the Nation.

2. Significant accounting policies

These financial statements are the representations of management, prepared in accordance with Canadian public sector accounting standards and including the following significant accounting policies:

Reporting entity

The financial statements consolidate the financial activities of all entities and departments comprising the First Nation reporting entity, except for Nation business entities.

The First Nation has consolidated the assets, liabilities, revenue and expenses of the following entities and departments:

- Pasqua First Nation
- Paskwa Pit Stop
- Pasqua First Nation TLE Revenue Account
- Pasqua First Nation CMHC Housing (Section 95)

All inter-entity balances have been eliminated on consolidation. Pasqua First Nation TLE Revenue Account has a year end of December 31, 2016 which is not coterminous with the Nation's year end. There were no significant events which would have affected the statement of financial position and statement of operations in the intervening period to the Nation's year end date. Paskwa Pit Stop does not meet the definition of a government business enterprise and as such, has been consolidated.

Pasqua First Nation business entities, owned or controlled by the First Nation's Council but not dependent on the First Nation for their continuing operations, are included in the financial statements using the modified equity method. Under the modified equity method, the equity method of accounting is modified only to the extent that the business entity accounting principles are not adjusted to conform to those of the First Nation. Thus, the First Nation's investment in these entities is recorded at acquisition cost and is increased for the proportionate share of post acquisition earnings and decreased by post acquisition losses and distributions received. Entities accounted for by the modified equity basis include:

- Pasqua TLE Holdings Inc.
- PFN Group of Companies Inc.

Separate audits are performed on the above entities' financial statements. These entities are related by common ownership.

The financial statements of Pasqua First Nation Legacy Trust and Pasqua Treaty Land Entitlement Trust are not included in the consolidated financial statement as the entity is administered and controlled by Trustees of the Trusts.

Portfolio investments

Long-term investments in entities that are not owned, controlled or influenced by the First Nation reporting entity are accounted for using the cost method. They are recorded at cost, less any provision for other than temporary impairment.

Other economic interests

The First Nation is a member of several other entities. The First Nation does not share in the profit or loss of these entities. As a result these entities have not been reported in these consolidated financial statements.

2. **Significant accounting policies** *(Continued from previous page)*

Basis of presentation

Sources of financing and expenditures are recorded on the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay.

Cash resources

Cash resources includes balances with banks and short-term investments with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

Temporary investments

Temporary investments include GICs and are valued at the lower of cost and market value. Market value at March 31, 2017 was \$792,065 (2016 - \$788,468).

Loans receivable

Loans (advances) are recorded at principal amounts, less any allowance for anticipated losses, plus accrued interest. Interest revenue is recorded on the accrual basis. Loan and administration fees are amortized over the term of the loan.

Funds held in Ottawa Trust Fund

Funds held in trust on behalf of First Nation members by the Government of Canada in the Ottawa Trust Fund. Trust moneys consist of:

- Capital trust moneys derived from non-renewable resource transactions on the sale of land or other First Nation tangible capital assets; and
- Revenue trust moneys generated primarily through land leasing transactions or interest earned on deposits held in trust.

Tangible capital assets

Tangible capital assets are initially recorded at cost based on historical cost accounting records. Contributed tangible assets are recorded at their fair value at the date of contribution.

Amortization

Amortization for other tangible capital assets is provided using the straight-line method at rates intended to amortize the cost of the assets over their estimated useful lives. In the year of acquisition, amortization is taken 1/2 of the annual amount.

	Rate
Buildings	25 years
Band houses	20 years
CMHC houses	25 years
Equipment	5 years
Vehicles	3 years
Roads	40 years
Infrastructure	40 years

Intangible assets

The First Nation owns mineral rights, water resources and crown lands inherited from Crown. These items are not recognized in the First Nation's financial statements in accordance with PS 1200 *Financial Statement Presentation*.

Long-lived assets

Long-lived assets consist of tangible capital assets. Long-lived assets held for use are measured and amortized as described in the applicable accounting policies.

2. Significant accounting policies *(Continued from previous page)*

The Nation performs impairment testing on long-lived assets held for use whenever events or changes in circumstances indicate that the carrying amount of an asset, or group of assets, may not be recoverable. Impairment losses are recognized when undiscounted future cash flows from its use and disposal are less than the asset's carrying amount. Impairment is measured as the amount by which the asset's carrying value exceeds its fair value. Any impairment is included in annual deficit for the year.

Asset classification

Assets are classified as either financial or non-financial. Financial assets are assets that could be used to discharge existing liabilities or finance future operations. Non-financial assets are acquired, constructed or developed assets that do not normally provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale in the normal course of operations. Non-financial assets include tangible capital assets, inventory, and prepaid expenses.

Net debt

The First Nation's financial statements are presented so as to highlight net debt as the measurement of financial position. The net debt of the First Nation is determined by its financial assets less its liabilities. Net debt combined with non-financial assets comprise a second indicator of financial position, accumulated annual deficit.

Revenue recognition

Government Transfers

The First Nation recognizes a government transfer as revenue when the transfer is authorized and all eligibility criteria, if any, have been met. A government transfer with stipulations giving rise to an obligation that meets the definition of a liability is recognized as a liability. In such circumstances, the First Nation recognizes revenue as the liability is settled. Transfers of non-depreciable assets are recognized in revenue when received or receivable.

Other revenue

Rental revenue is recognized over the rental term. Investment income is recognized as it is earned. Other revenue are earned from other services provided by the First Nation and are recognized when the service has been provided.

The Nation recognizes externally restricted inflows as revenue in the period the resources are used for the purpose specified in accordance with an agreement or legislation. Until this time, the Nation records externally restricted inflows in deferred revenue.

Measurement uncertainty

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the reporting period.

Accounts receivable and amounts due from related Nation entities, are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of tangible capital assets. Liabilities for contaminated sites are estimated based on the best information available regarding potentially contaminated sites that the First Nation is responsible for.

These assumptions are reviewed periodically and, as adjustments become necessary, they are reported in the records in the periods in which they become known.

2. **Significant accounting policies** *(Continued from previous page)*

Segments

The First Nation conducts its business through 11 reportable segments as identified in the attached schedules. These operating segments are established by senior management to facilitate the achievement of the First Nation's long-term objectives to aid in resource allocation decisions, to assess operational performance and as part of its funding requirements.

For each reported segment, revenue and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information and are apportioned based on a percentage of budgeted revenue, where permitted by funding agencies.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements.

Liability for contaminated site

A liability for remediation of contaminated sites is recognized at the best estimate of the amount required to remediate the contaminated sites when contamination exceeding an environmental standard exists, the First Nation is either directly responsible or accepts responsibility, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount is determinable. The best estimate of the liability includes all costs directly attributable to remediation activities and is reduced by expected net recoveries based on information available at year end.

At each financial reporting date, the First Nation reviews the carrying amount of the liability. Any revisions required to the amount previously recognized is accounted for in the period revisions are made. The First Nation continues to recognize the liability until it is settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made. No liability for remediation of contaminated sites exists at March 31, 2017.

2. **Significant accounting policies** *(Continued from previous page)*

Recent Accounting Pronouncements

Financial Instruments

In June 2011, the Public Sector Accounting Board (PSAB) issued PS 3450 Financial Instruments to establish standards for recognition, measurement, presentation and disclosure of financial assets, financial liabilities and non-financial derivatives. As a result of issuance of PS 3450, there have been numerous consequential amendments made to other Sections. PS 3450 is effective for fiscal years beginning on or after April 1, 2019.

PS 3450 is applied prospectively in the fiscal year of initial adoption; therefore, financial statements of prior periods including comparative information, are not restated. The First Nation has not yet determined the effect of these new standards on its financial statements.

Related Party Disclosures and Inter-Entity Transactions

In March 2015, the Public Sector Accounting Board (PSAB) issued PS 2200 Related Party Disclosures and PS 3420 Inter-Entity Transactions. These new Sections define related parties and establish disclosures required for related party transactions. Disclosure is required when related party transactions have occurred at a value different from that which would have been arrived at if the parties were unrelated, and they have, or could have, a material financial effect on the financial statements.

They also establish standards on how to account for and report transactions between public sector entities that comprise a government's reporting entity from both a provider and recipient perspective.

These standards are effective for fiscal years beginning on or after April 1, 2017. Early adoption is permitted. The First Nation has not yet determined the effect of these new standards on its financial statements.

Assets

In June 2015, the PSAB issued PS 3210 Assets. The new Section provides guidance for applying the definition of assets set out in PS 1000 Financial Statement Concepts. Assets are defined as economic resources controlled by a government as a result of past transactions or events and from which future economic benefits are expected to be obtained.

An economic resource may meet the definition of an asset, but would not be recognized if there is no appropriate basis for measurement and a reasonable estimate cannot be made, or if another Handbook Section prohibits its recognition. Information about assets not recognized should be disclosed in the notes.

The standard is effective for fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted. The First Nation has not yet determined the effect of these new standards on its financial statements.

Contractual Rights

In June 2015, the PSAB issued PS 3380 Contractual Rights. Contractual rights are rights to economic resources arising from contracts or agreements that will result in both an asset and revenue in the future. Until a transaction or event occurs under a contract or agreement, an entity only has a contractual right to an economic resource. Once the entity has received an asset, it no longer has a contractual right. Contractual rights are distinct from contingent assets as there is no uncertainty related to the existence of the contractual right.

Disclosures should include descriptions about nature, extent and timing. The standard is effective for fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted. The First Nation has not yet determined the effect of these new standards on its financial statements.

Contingent Assets

In June 2015, the PSAB issued PS 3320 Contingent Assets. Contingent assets are possible assets arising from

Pasqua First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

2. Significant accounting policies *(Continued from previous page)*

existing conditions or situations involving uncertainty. That uncertainty will ultimately be resolved when one or more future events not wholly within the public sector entity's control occurs or fails to occur. Resolution of the uncertainty will confirm the existence or non-existence of an asset. Disclosures should include existence, nature and extent of contingent assets, as well as the reasons for any non-disclosure of extent and the bases for any estimates of extent made.

When a reasonable estimate can be made, disclosure should include a best estimate and a range of possible amounts (or a narrower range of more likely amounts), unless such disclosure would have an adverse impact on the outcome. The standard is effective for fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted. The First Nation has not yet determined the effect of these new standards on its financial statements

3. Restricted cash and temporary investments

Restricted cash consists of cash managed by capital project managers who are responsible for payment of expenses relating to capital projects funded by INAC. At March 31, 2017 this amounted to \$491,101 (2016 - \$745,720).

Restricted cash also consists of amounts relating to the CMHC operating and replacement reserves of \$817,385 (2016 - \$798,196). Included in this balance are GICs of \$792,065 (2016 - \$788,468) that have interest rates ranging between 1% and 2.75% and maturity dates ranging from March 13, 2018 to March 13, 2022.

4. Accounts receivable

	2017	2016
Indigenous and Northern Affairs Canada	286,268	-
CMHC	185,723	35,491
Members	80,625	27,230
Other	217,982	272,673
File Hills Qu'Appelle Tribal Council	130,559	-
	901,157	335,394
Less: allowance for doubtful accounts	96,401	71,832
	804,756	263,562

Receivables from members are non-interest bearing with no set terms of repayment and are unsecured.

5. Portfolio investments

	2017	2016
Measured at cost:		
Kinookimaw Beach Association	579	579
IMI Brokerage Company Ltd. (4.5% ownership)	9,800	20,000
First Nations Bank	940	940
Keseechiwan Holdings LP (8.3% ownership)	60,000	60,000
	71,319	81,519

Pasqua First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

6. Funds held in trust

Capital and revenue trust monies are transferred to the First Nation on the authorization of the Minister of Indigenous and Northern Affairs Canada, with the consent of the First Nation's Council.

During the current year, \$126,750 was transferred to Pasqua First Nation through requests for funds held in trust. The transfer of funds is recorded in the following segments:

Band Projects - Christmas Fund	\$126,750		
		2017	2016
Capital Trust			
Balance, beginning and end of year		11,545	11,545
Revenue Trust			
Balance, beginning of year		15,235	101,494
Interest		2,221	1,774
Land leases		135,262	7,412
		152,718	110,680
Less: Transfers to Nation		126,750	95,445
Balance, end of year		25,968	15,235
		37,513	26,780

7. Bank indebtedness

At March 31, 2017, the First Nation had unsecured lines of credit totaling \$520,000 (2016 – \$520,000), of which \$126,618 was drawn. \$500,000 of the available line of credit has an interest rate of prime + 2%, while the remaining \$20,000 has an interest rate of 8%.

8. CMHC Reserves

Operating Reserve

The First Nation CMHC Housing Program receives funding pursuant to the Post 1997 - Fixed Subsidy Program. Any surpluses are externally restricted and reserved for future operating losses that relate to the operation of houses under this program.

Replacement Reserves

A replacement reserve fund has been established for replacement of capital equipment and for major repairs to the houses. Pursuant to CMHC agreements, operating provisions of \$40 per unit per month are provided for in the statement of operations for Phases I through III, \$90 for Phases IV through VI, \$105 for Phases VII through X, and \$100 for Phase XI through XVIII. Any applicable expenditure is charged against the reserve.

At March 31, 2017, the replacement reserve fund is over-funded by \$37,314 (2016 - over-funded by \$77,322) and the operating reserve fund is over-funded by \$9,668 (2016 - over-funded by \$2,413).

Pasqua First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

9. Advances from related Nation business entities

Advances to related Nation business entities are unsecured, non-interest bearing and without fixed terms of repayment. All transactions with related parties are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

	2017	2016
Advances from (to) Pasqua TLE Holdings Inc.	14,638	(74,517)
Advances from PFN Group of Companies Inc.	73,405	588,227
	88,043	513,710

10. Deferred revenue

	2017	2016
Other	7,900	62,482
INAC	2,433,082	702,461
CMHC Retrofit Initiative	218,273	-
	2,659,255	764,943

	Deferred revenue, beginning of year	Funds received	Revenue recognized	Deferred revenue, end of year
RLEMP	27,282	-	27,282	-
Other - Asham's Beach Project	35,200	-	27,300	7,900
INAC - Lagoon expansion	702,461	1,500,000	195,850	2,006,611
INAC - School expansion	-	80,000	-	80,000
INAC - Subdivision	-	200,000	152,131	47,869
INAC - Site servicing	-	125,823	36,920	88,903
INAC - Capacity Development	-	182,650	80,884	101,766
INAC - Band Based Capital	-	317,741	209,808	107,933
CMHC Retrofit Initiative	-	247,500	29,227	218,273
Total	764,943	2,653,714	759,402	2,659,255

Pasqua First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

11. Long-term debt

The following CMHC loans are secured by government guarantees, and relate to the construction of on reserve housing. The First Nation receives a subsidy from Canada Mortgage and Housing Corporation to assist with the payment of principal and interest on the following loans:

Phase	Interest Rate	Monthly Payment, Including Interest	Maturity Date	2017	2016
I	5.34%	2,948	Nov 1, 2018	53,872	85,645
II	5.24%	1,645	Mar 1, 2017	-	19,350
III	5.14%	1,530	Apr 1, 2018	19,326	36,307
IV	1.39%	646	Mar 1, 2020	22,758	30,173
V	1.39%	648	Mar 1, 2020	24,105	31,959
VI	1.08%	1,612	Jun 1, 2025	152,649	170,407
VII	1.71%	997	Sep 1, 2027	114,061	124,168
VIII	1.62%	1,074	Mar 1, 2028	128,953	139,864
IX	1.12%	1,249	Jan 1, 2030	179,144	192,242
X	1.14%	3,687	Mar 1, 2026	378,267	418,160
XI	1.14%	5,336	Aug 1, 2031	846,440	901,068
XII	1.65%	1,835	Jun 1, 2032	296,460	313,895
XIII	1.65%	3,669	Jun 1, 2032	593,025	627,894
XIV	2.11%	8,576	Dec 1, 2038	1,793,091	1,860,980
XV	1.85%	1,041	Aug 1, 2039	228,914	237,480
XVI	1.21%	9,312	Jun 1, 2031	1,454,402	1,324,974
XVII	1.21%	5,401	Jun 1, 2031	843,619	467,594
XVIII	1.14%	1,385	Jun 1, 2031	218,528	86,622
XIX	1.53%	32,653	Sep 1, 2019	598,648	-

7,946,262 7,068,782

Peace Hills Trust #40 - Loan to fund CMHC account and payables - bearing interest at 6.00%, quarterly blended payments of \$108,750, maturing October 1, 2020, secured by assignment of First Nations Trust, INAC and assets of Paskwa Pit Stop.

1,351,084 1,803,101

Peace Hills Trust #37 - Surrender Claim and Debt Consolidation Term Loan - approved facility agreement \$675,000, partially disbursed, bearing interest at 3.75%, monthly interest only payments, maturing September 1, 2017, secured by assignment of First Nations Trust, INAC, and assets of Paskwa Pit Stop.

520,869 419,673

Peace Hills Trust #39 - Bridge legal costs regarding TLE litigation - bearing interest at 3.75%, monthly interest payments and annual principal payment of \$103,500 beginning May 1, 2017, maturing May 1, 2020, secured by assignment of First Nations Trust, INAC and assets of Paskwa Pit Stop.

307,107 191,574

Peace Hills Trust #42 - Term Loan for Post Secondary - bearing interest at 5%, monthly interest only payments, maturing April 1, 2019, secured by assignment of First Nations Trust, INAC, and assets of Paskwa Pit Stop.

300,000 -

Peace Hills Trust #43 - Term Loan for Vehicle Purchases - bearing interest at 5%, monthly blended payments of \$1,770, maturing April 1, 2020, secured by assignment of First Nations Trust, INAC, and assets of Paskwa Pit Stop.

56,198 -

Peace Hills Trust #30 - CMHC Replacement Reserve Term Loan - bearing interest at 4.50%, quarterly blended payment of \$11,150, maturing July 1, 2018, secured by assignment of First Nations Trust, INAC, FHQ Tribal Council and assets of Paskwa Pit Stop.

54,274 106,506

Pasqua First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

11. Long-term debt *(Continued from previous page)*

Peace Hills Trust #36 - Railway Claim and Debt Consolidation Term Loan - approved facility agreement \$300,000, partially disbursed, bearing interest at 3.75%, monthly interest only payments, maturing September 1, 2017, secured by assignment of First Nations Trust, INAC, and assets of Paskwa Pit Stop.	44,567	44,567
RBC demand loan bearing interest at 5.99%, monthly blended payments of \$530, maturing September 30, 2021.	25,026	-
Peace Hills Trust #32 - Premium Gas Tank Term Loan - bearing interest at 6.00%, monthly blended payments of \$1,933, maturing December 1, 2017, secured by assignment of First Nations Trust, INAC, FHQ Tribal Council and assets of Pasqua Pit Stop.	15,103	36,794
Peace Hills Trust #35 - Flood Claim and Debt Consolidation Term Loan - bearing interest at 3.75%, monthly blended payments of \$5,050, matured March 1, 2017, secured by assignment of First Nations Trust, INAC, and assets of Paskwa Pit Stop.	-	58,636
	10,620,490	9,729,633
Less: current portion	1,603,883	1,344,436
	9,016,607	8,385,197

Principal repayments on long-term debt in each of the next five years, assuming all term debt is subject to contractual terms of repayment and long-term debt subject to refinancing is renewed, are estimated as follows:

2018	1,603,883
2019	1,700,184
2020	1,214,929
2021	670,448
2022	464,584

Pasqua First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

12. Liabilities of controlled business entities

The First Nation has investments in the following entities:

	2017	2016
Wholly-owned Business - Modified Equity		
Pasqua TLE Holdings Inc.	-	-
PFN Group of Companies Inc.	275,251	(60,336)
	275,251	(60,336)

Pasqua TLE Holdings Inc. and PFN Group of Companies Inc. have a December 31, 2016 year end. The First Nation uses the business entities year end financial statements to account for its investment in these investees. There were no significant events during the intervening period.

Summary financial information for each First Nation business entity accounted for using the modified equity method, for their respective year-end is as follows:

	<i>Pasqua TLE Holdings Inc. As at December 31, 2016</i>	<i>PFN Group of Companies Inc. As at December 31, 2016</i>
Assets		
Cash	66	921,939
Accounts receivable	-	927,217
Inventory	-	352,062
Other current assets	-	168,135
Property, plant and equipment	-	2,268,090
Due from related parties	14,638	33,715
Goodwill	-	476,872
Total assets	14,704	5,148,030
Liabilities		
Accounts payable and accruals	14,704	549,125
Band indebtedness	-	541,562
Deferred tax liabilities	-	74,130
Total liabilities	14,704	1,164,817
Net assets	-	3,983,213
Total revenue	196,116	3,763,901
Total expenses	196,116	4,039,152
Net income (loss)	-	(275,251)

An adjustment to net assets of \$4,258,464, resulting from net contributions made by the First Nation relating to the share purchase of Pro Metal Industries Ltd. has been recorded in the financial statement of PFN Group of Companies Inc., to arrive at the amount included in the First Nation's financial statements.

Subsequent to year end, the First Nation has guaranteed the following debt on behalf of its First Nation business enterprise:

- PFN Group of Companies Inc. has a term loan due to Peace Hills Trust of \$800,000, payable in monthly instalments of \$15,285 at an interest rate of 5.50%, maturing April 1, 2022. The First Nation has guaranteed \$800,000 of this long-term debt. Payment under this guarantee, which will remain in place until April 1, 2022, is required when the borrower is in default of the minimum debt service coverage.

The above assets, liabilities, net assets (liabilities), revenue, expenses and earnings (loss) are as reported for each company's financial statements. The investment balance was adjusted for any inter-organizational gains and losses and for the First Nation's portion of ownership interest.

13. Contingent liabilities

In the normal course of its operations, Pasqua First Nation becomes involved in legal actions. Some of these potential liabilities may become actual liabilities when one or more future events occur or fail to occur. The First Nation is currently not involved in any legal actions that are likely to result in a potential liability and no liabilities have been recorded as at March 31, 2017.

The First Nation enters into contribution agreements with various government departments and agencies and may be liable to repay some of the funding based upon the results of the audits conducted by those funding agencies.

14. Guarantees

The First Nation together with others, has guaranteed the bank loan of a related entity to a maximum of \$3,698,916.

As at March 31, 2017, no liability has been recorded associated with this guarantee.

15. Employee future benefits

The First Nation has a defined contribution plan under which both the First Nation and employees make contributions. The First Nation contributions and corresponding expense totalled \$65,632.

16. Subsequent events

Subsequent to March 31, 2017, the First Nation obtained a loan from Peace Hills Trust for legal fees in the amount of \$500,000, with a fixed interest rate of 5%, interest only payable monthly, secured by assignment of First Nations Trust, INAC, and assets of Paskwa Pit Stop. Principal is due April 1, 2019 upon expiry.

In addition to this, subsequent to year end the First Nation has guaranteed the full amount of a loan of PFN Group of Companies Inc. in the amount of \$800,000.

Pasqua First Nation CMHC Housing has been approved for 5 housing units in Phase 20 on March 23, 2017. CMHC has approved a loan of \$975,000 to fund the construction of the units. Construction has not begun on these units and no funds have been advanced as of March 31, 2017.

17. Tangible capital assets

The tangible capital assets reconciliation is included in Schedule 1.

Assets under construction consist of the lagoon project, subdivision project, youth facility, and construction of CMHC Phase 19. No amortization of these assets have been recorded during the year because they are currently under construction.

Pasqua First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

18. Accumulated surplus

Pasqua First Nation does not have moveable asset reserve.

Accumulated surplus consists of the following:

	2017	2016
Equity in funds held in trust	37,513	26,780
Equity in CMHC operating reserve	-	3,660
Equity in CMHC replacement reserve	770,402	714,802
Equity in controlled business entities	(275,251)	60,336
Equity in tangible capital assets	20,265,203	20,179,320
Deficit	(2,988,239)	(2,974,318)
	17,809,628	18,010,580

19. Economic dependence

Pasqua First Nation receives a significant portion of its revenue from Indigenous and Northern Affairs Canada (INAC) as a result of Treaties entered into with the Government of Canada. These Treaties are administered by INAC under the terms and conditions of the Indian Act. The ability of the Nation to continue operations is dependent upon the Government of Canada's continued financial commitments as guaranteed by these Treaties.

20. Reconciliation of funding from Indigenous an Northern Affairs Canada

	2017	2016
INAC confirmation	9,229,571	6,330,564
Deferred revenue - prior year	702,461	78,742
Deferred revenue - current year	(2,433,082)	(702,461)
	7,498,950	5,706,845
Less: recoveries		
Special needs	(17,673)	(13,846)
Special education - high cost	(16,766)	(48,922)
Assisted living	(11,292)	-
Basic needs	-	(2,327)
Band employee benefits	-	(929)
	(45,731)	(66,024)
Add: repayments		
Basic needs	35,041	-
Band employee benefits	9,115	-
	44,156	-
	7,497,375	5,640,821

Pasqua First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

21. Reconciliation of funding from Health Canada

	2017	2016
Health confirmation	497,776	482,218
Less: recoveries		
Management and support	-	(3,887)
Medical transportation	(1,200)	-
	(1,200)	(3,887)
	496,576	478,331

22. Budget information

The disclosed budget information was approved by the Chief and Council of Pasqua First Nation.

23. Segments

The First Nation has 11 reportable segments. These segments are differentiated by the major activities or services they provide. The First Nation's segment are as follows:

Claims and Indian Government - includes activities related to special claims and self-government agreements.

Community Development - includes activities for the maintenance of the community and its infrastructure.

Economic Development - includes activities for the development of the First Nation's land and resources.

Education - includes the operations of education programs.

Band Government Support - includes support to develop financial management and development.

Land Management - includes costs associated with land transactions.

Social Development - activities include delivering social programs.

Membership Registry - includes activities related to registration of members.

Health Canada - includes the operations of health care programs.

CMHC Operations - includes activities related to CMHC housing programs within the community.

Band Projects - other band programs which do not meet the criteria for the other segments.

Inter-segment transfers are recorded at their exchange amount. The accounting policies of the segments are the same as those described in Note 2.

24. Comparative figures

Certain comparative figures have been reclassified to conform with current year's presentation.

25. Issuance of financial statements after July 29, 2017

Under the FNFTA, the First Nation is required to post its consolidated financial statements on a website by July 29, 2017. As the audit report is dated after this date, the First Nation is in violation of this requirement. The possible effect of this violation has not yet been determined.

Pasqua First Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets

For the year ended March 31, 2017

	<i>Land</i>	<i>Buildings</i>	<i>Equipment</i>	<i>Vehicles</i>	<i>CMHC houses</i>	<i>Roads</i>	<i>Subtotal</i>
Cost							
Balance, beginning of year	8,209,300	10,024,525	678,043	380,625	11,329,887	1,639,635	32,262,015
Acquisition of tangible capital assets	-	-	14,000	83,619	639,090	-	736,709
Disposal of tangible capital assets	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	-
Balance, end of year	8,209,300	10,024,525	692,043	464,244	11,968,977	1,639,635	32,998,724
Accumulated amortization							
Balance, beginning of year	-	5,288,297	629,261	357,291	3,302,415	237,024	9,814,288
Annual amortization	-	368,188	14,913	22,770	478,759	40,991	925,621
Accumulated amortization on disposals	-	-	-	-	-	-	-
Balance, end of year	-	5,656,485	644,174	380,061	3,781,174	278,015	10,739,909
Net book value of tangible capital assets	8,209,300	4,368,040	47,869	84,183	8,187,803	1,361,620	22,258,815
	2016						
Net book value of tangible capital assets	8,209,300	4,736,228	48,782	23,334	8,027,472	1,402,611	22,447,727

Pasqua First Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets

For the year ended March 31, 2017

	<i>Subtotal</i>	<i>Infrastructure</i>	<i>Band houses</i>	<i>Paskwa Pit Stop</i>	<i>Assets under construction</i>	<i>2017</i>	<i>2016</i>	
Cost								
Balance, beginning of year	32,262,015	4,348,996	10,224,556	585,324	-	47,420,891	44,650,984	
Acquisition of tangible capital assets	736,709	-	-	-	1,839,047	2,575,756	2,785,032	
Disposal of tangible capital assets	-	-	-	(1,349)	-	(1,349)	(15,125)	
Transfers	-	(723,074)	-	-	723,074	-	-	
Balance, end of year	32,998,724	3,625,922	10,224,556	583,975	2,562,121	49,995,298	47,420,891	
Accumulated amortization								
Balance, beginning of year	9,814,288	1,163,707	8,752,986	405,015	-	20,135,996	19,106,322	
Annual amortization	925,621	92,786	511,228	23,223	-	1,552,858	1,017,650	
Accumulated amortization on disposals	-	-	-	(1,347)	-	(1,347)	12,024	
Balance, end of year	10,739,909	1,256,493	9,264,214	426,891	-	21,687,507	20,135,996	
Net book value of tangible capital assets	22,258,815	2,369,429	960,342	157,084	2,562,121	28,307,791	27,284,895	
Net book value of tangible capital assets		2016	22,447,727	3,185,289	1,471,569	180,310	-	27,284,895

Pasqua First Nation
Schedule 2 - Schedule of Consolidated Expenses by Object
For the year ended March 31, 2017

	2017 Budget (Note 22)	2017 Actual	2016 Actual
Consolidated expenses by object			
Salaries and benefits	2,789,840	3,040,358	2,355,149
Contracted services	903,779	1,708,756	1,393,799
Amortization	121,137	1,552,858	1,044,797
Paskwa Pit Stop - cost of sales	-	1,306,816	1,383,644
Assistance - social development	604,334	679,618	646,631
Repairs and maintenance	597,704	677,484	646,323
Student allowance	11,500	653,668	291,277
Contribution to PFN Group of Companies Inc.	-	593,000	4,166,647
Travel, meetings, per diems	341,757	601,020	258,176
Tuition	540	380,609	365,169
Supplies	185,465	358,782	320,817
Honourariums	288,000	354,224	262,237
Cultural programs	237,903	325,151	417,522
Professional fees	63,270	292,439	382,067
Assistance to band members	779,430	265,874	189,162
Program expense	113,007	236,908	1,342,988
Interest on long-term debt	901,580	233,884	248,267
Recreational activities	253,600	201,604	211,240
Insurance	175,571	194,890	177,964
Utilities	121,400	158,087	96,613
Vehicle fuel	70,400	69,066	55,579
Band development	-	64,538	35,000
Bank charges and interest	72,167	46,585	70,154
Training	18,396	46,530	23,940
Telephone	23,000	38,882	27,100
Graduation, awards, prizes	33,094	29,290	31,916
Bad debts	-	22,304	7,209
Miscellaneous	22,612	20,485	22,531
Advertising	-	6,305	970
Community donations	-	4,660	4,991
Administration	99,735	-	5,691
Rent	-	-	6,000
	8,829,221	14,164,675	16,491,570

Pasqua First Nation
Claims and Band Government
Schedule 3 - Schedule of Revenue and Expenses
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017 Actual</i>	<i>2016 Actual</i>
Revenue			
Indigenous and Northern Affairs Canada	-	113,783	105,787
Expenses			
Professional fees	-	82,656	123,893
Travel, meetings, per diems	-	37,797	11,799
Supplies	-	7,445	560
Program expense	-	3,750	2,250
Bank charges and interest	-	31	184
Interest on long-term debt	-	-	83
	-	131,679	138,769
Deficit	-	(17,896)	(32,982)

Pasqua First Nation
Community Infrastructure
Schedule 4 - Schedule of Revenue and Expenses
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017 Actual</i>	<i>2016 Actual</i>
Revenue			
Indigenous and Northern Affairs Canada	1,005,197	2,133,634	1,539,056
Canada Mortgage and Housing Corporation	92,750	164,819	153,662
Other	42,000	15,522	12,569
Interest income	200	6,596	8,942
Insurance proceeds	-	-	100,563
	1,140,147	2,320,571	1,814,792
Expenses			
Amortization	121,137	753,412	342,014
Salaries and benefits	447,577	515,310	123,870
Contracted services	107,497	474,210	854,684
Repairs and maintenance	413,138	380,446	417,431
Utilities	63,000	78,471	12,321
Vehicle fuel	70,000	67,981	55,401
Travel, meetings, per diems	45,840	48,345	6,310
Supplies	38,610	42,898	114,551
Training	8,000	33,067	1,070
Insurance	13,800	17,247	15,368
Telephone	3,600	3,050	2,620
Administration	-	401	5,182
Bank charges and interest	200	67	273
Transfer to capital assets	-	-	(727,874)
	1,332,399	2,414,905	1,223,221
(Deficit) surplus	(192,252)	(94,334)	591,571

Pasqua First Nation
Economic Development
Schedule 5 - Schedule of Revenue and Expenses
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017 Actual</i>	<i>2016 Actual</i>
Revenue			
Indigenous and Northern Affairs Canada	-	593,000	51,600
FHQ Tribal Council	86,411	86,411	86,411
Other	-	27,300	-
	86,411	706,711	138,011
Expenses			
Contribution to PFN Group of Companies Inc.	-	593,000	-
Contracted services	59,800	66,179	91,479
Assistance to band members	15,270	41,370	42,136
Administration	8,641	8,641	-
Travel, meetings, per diems	-	4,561	-
Program expense	-	750	-
Supplies	2,700	356	4,396
Tuition	-	105	-
	86,411	714,962	138,011
Deficit	-	(8,251)	-

Pasqua First Nation
Education
Schedule 6 - Schedule of Revenue and Expenses
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017 Actual</i>	<i>2016 Actual</i>
Revenue			
Indigenous and Northern Affairs Canada	2,106,731	2,756,368	2,118,654
FHQ Tribal Council	-	-	19,728
	2,106,731	2,756,368	2,138,382
Expenses			
Salaries and benefits	1,173,736	1,165,309	1,099,259
Student allowance	11,500	653,668	291,277
Tuition	540	379,454	362,009
Amortization	-	223,629	218,009
Contracted services	169,750	207,919	161,958
Supplies	65,946	194,267	133,329
Administration	42,566	88,078	20,598
Travel, meetings, per diems	31,300	51,402	23,984
Utilities	44,000	42,768	50,425
Repairs and maintenance	17,602	41,337	30,388
Graduation, awards, prizes	33,094	29,290	31,916
Insurance	5,500	5,668	5,500
Telephone	1,800	1,950	1,313
Miscellaneous	-	1,400	-
Cultural programs	848	1,388	999
Vehicle fuel	400	1,085	178
Assistance to band members	605,000	400	-
Training	2,980	201	9,577
Program expense	-	-	4,220
	2,206,562	3,089,213	2,444,939
Deficit	(99,831)	(332,845)	(306,557)

Pasqua First Nation
Band Government Support
Schedule 7 - Schedule of Revenue and Expenses
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017 Actual</i>	<i>2016 Actual</i>
Revenue			
Indigenous and Northern Affairs Canada	559,122	681,190	643,318
Other	40,000	39,469	7,720
Interest income	-	-	17
	599,122	720,659	651,055
Expenses			
Salaries and benefits	548,061	400,229	287,145
Travel, meetings, per diems	194,268	348,092	147,592
Honourariums	288,000	291,891	167,157
Insurance	95,867	37,340	114,760
Repairs and maintenance	22,000	29,825	24,498
Supplies	25,558	29,381	34,184
Bank charges and interest	25,000	29,253	34,447
Bad debts	-	24,569	7,209
Contracted services	32,330	16,972	184,628
Amortization	-	14,588	14,643
Telephone	12,800	12,213	6,911
Administration	8,500	8,500	12,384
Training	-	5,000	823
Program expense	180	3,011	-
Tuition	-	450	-
Miscellaneous	1,500	215	7,623
Professional fees	44,000	-	35,129
	1,298,064	1,251,529	1,079,133
Deficit	(698,942)	(530,870)	(428,078)

Pasqua First Nation
Land Management
Schedule 8 - Schedule of Revenue and Expenses
For the year ended March 31, 2017

	2017 <i>Budget</i>	2017 <i>Actual</i>	2016 <i>Actual</i>
Revenue			
Indigenous and Northern Affairs Canada	-	110,893	128,528
Deferred revenue, beginning (end) of year	-	27,282	(27,282)
	-	138,175	101,246
Expenses			
Salaries and benefits	-	76,724	59,272
Contracted services	-	21,842	2,975
Travel, meetings, per diems	-	9,774	8,003
Telephone	-	2,203	600
Repairs and maintenance	-	-	5,544
Administration	-	-	12,853
Supplies	-	-	3,309
Rent	-	-	6,000
Program expense	-	-	2,690
	-	110,543	101,246
Surplus	-	27,632	-

Pasqua First Nation
Social Development
Schedule 9 - Schedule of Revenue and Expenses
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017 Actual</i>	<i>2016 Actual</i>
Revenue			
Indigenous and Northern Affairs Canada	972,151	1,092,483	1,038,224
Other	-	-	40
	972,151	1,092,483	1,038,264
Expenses			
Assistance - social development	604,334	679,618	646,631
Contracted services	231,272	205,149	186,408
Program expense	104,000	107,422	97,137
Salaries and benefits	61,244	66,201	60,013
Administration	18,414	17,822	19,174
Cultural programs	20,400	14,112	27,195
Travel, meetings, per diems	5,000	6,331	5,094
Training	1,986	6,070	5,624
Supplies	4,313	4,544	1,720
Telephone	1,200	1,350	600
	1,052,163	1,108,619	1,049,596
Deficit	(80,012)	(16,136)	(11,332)

**Pasqua First Nation
Membership Registry**
Schedule 10 - Schedule of Revenue and Expenses
For the year ended March 31, 2017

	2017 Budget	2017 Actual	2016 Actual
Revenue			
Indigenous and Northern Affairs Canada	15,289	16,024	15,654
Expenses			
Supplies	1,500	10,096	1,000
Contracted services	-	3,600	-
Administration	-	1,602	1,067
Travel, meetings, per diems	670	726	837
Salaries and benefits	13,119	-	12,450
Telephone	-	-	300
	15,289	16,024	15,654
Surplus (deficit)	-	-	-

Pasqua First Nation
Health Canada
Schedule 11 - Schedule of Revenue and Expenses
For the year ended March 31, 2017

	2017 <i>Budget</i>	2017 <i>Actual</i>	2016 <i>Actual</i>
Revenue			
Health Canada	484,850	496,576	478,331
Other	-	-	1,990
FHQ Tribal Council	-	-	1,900
	484,850	496,576	482,221
Expenses			
Salaries and benefits	258,952	243,530	217,172
Cultural programs	122,536	127,731	161,259
Amortization	-	43,579	43,579
Administration	21,614	40,827	39,094
Assistance to band members	14,160	28,723	14,160
Travel, meetings, per diems	20,750	24,176	20,666
Supplies	13,750	18,714	4,450
Utilities	12,000	13,000	19,297
Contracted services	7,020	10,419	4,215
Telephone	1,800	3,150	1,800
Miscellaneous	600	406	106
	473,182	554,255	525,798
Deficit	11,668	(57,679)	(43,577)

Pasqua First Nation
CMHC Operations
Schedule 12 - Schedule of Revenue and Expenses
For the year ended March 31, 2017

	<i>2017 Budget</i>	<i>2017 Actual</i>	<i>2016 Actual</i>
Revenue			
Canada Mortgage and Housing Corporation	959,242	628,376	426,495
Rental income	147,177	361,084	221,402
Interest income	-	12,362	320
Other	184,575	99	-
	1,290,994	1,001,921	648,217
Expenses			
Amortization	-	478,759	376,370
Repairs and maintenance	138,964	199,359	153,681
Insurance	57,404	120,543	24,781
Interest on long-term debt	448,980	110,394	114,198
Contracted services	134,110	74,426	2,043,105
Professional fees	19,270	15,177	15,017
Bank charges and interest	46,967	5,345	11,414
Transfer to capital assets	-	-	(2,016,577)
Supplies (recovery)	3,400	(52)	-
	849,095	1,003,951	721,989
Deficit	441,899	(2,030)	(73,772)

Pasqua First Nation
Band Projects
Schedule 13 - Schedule of Revenue and Expenses
For the year ended March 31, 2017

	<i>2017</i> <i>Budget</i>	<i>2017</i> <i>Actual</i>	<i>2016</i> <i>Actual</i>
Revenue			
Paskwa Pit Stop - sales	-	1,708,585	1,822,233
First Nations Trust	726,603	687,523	726,603
Pasqua Legacy Trust - annual income	-	675,052	682,638
Contributions	-	641,879	55,989
Other	605,546	344,890	660,252
FHQ Tribal Council	179,185	192,130	190,064
Gain on disposal of investments	-	141,144	-
Lease income	-	135,262	7,411
Pasqua TLE Holdings Inc. - annual income	-	130,641	147,481
CDC revenue	83,032	93,210	122,698
Pasqua Treaty Land Entitlement - annual income	-	63,107	84,253
Investment income	-	60,000	60,000
Interest income	-	2,280	1,800
PFN Legacy Trust - contributed loan proceeds	-	-	4,177,138
Loss from investment in Nation business entities (Note 12)	-	(275,251)	-
	1,594,366	4,600,452	8,738,560
Expenses			
Paskwa Pit Stop - cost of sales	-	1,306,816	1,383,644
Contracted services	162,000	628,039	643,798
Salaries and benefits	287,151	573,056	495,966
Recreational activities	253,600	201,604	211,240
Assistance to band members	145,000	195,380	132,866
Professional fees	-	194,606	208,028
Cultural programs	94,119	181,921	228,069
Interest on long-term debt	452,600	123,490	133,986
Program expense	8,827	121,976	1,236,690
Travel, meetings, per diems	43,929	69,817	33,891
Band development	-	64,538	35,000
Honourariums	-	62,333	95,080
Supplies	29,688	51,133	23,318
Amortization	-	38,891	50,182
Repairs and maintenance	6,000	26,516	14,781
Utilities	2,400	23,848	14,570
Miscellaneous	20,512	18,461	14,806
Telephone	1,800	14,967	12,956
Insurance	3,000	14,091	17,556
Bank charges and interest	-	11,889	23,835
Advertising	-	6,305	970
Community donations	-	4,660	4,991
Training	5,430	2,193	6,845
Tuition	-	600	3,160
Transfer to capital assets	-	-	(35,000)
Contribution to PFN Group of Companies	-	-	4,166,647
Bad debts (recovery)	-	(2,264)	-
Administration (recovery)	-	(165,871)	(104,661)
	1,516,056	3,768,995	9,053,214
Surplus (deficit)	78,310	831,457	(314,654)

Pasqua First Nation
Schedule of Remuneration and Expenses - Unelected Officials
March 31, 2017

Management's Responsibility

To Members of Pasqua First Nation:

Management is responsible for the preparation and presentation of the accompanying Schedule of Remuneration and Other Expenses - Unelected Officials, including responsibility for significant accounting judgements and estimates in accordance with Section 7.3 of the 2017 Indigenous and Northern Affairs Canada's Financial Reporting Guide. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgement is required.

In discharging its responsibilities for the integrity and fairness of the schedule of remuneration and expenses, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial information.

Chief and Council are responsible for overseeing management in the performance of its financial reporting responsibilities. Chief and Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external accountants. Chief and Council is also responsible for recommending the appointment of the First Nation's external accountants.

MNP LLP, an independent firm of Chartered Professional Accountants, is appointed by Chief and Council to review the Schedule of Remuneration and Other Expenses - Unelected Officials and report directly to the Members; their report follows. The external accountants have full and free access to, and may meet periodically and separately with, both Chief and Council and management to discuss their review engagement results.

"Original signed by Management"

Review Engagement Report

To Members of Pasqua First Nation:

We have been engaged to review the Schedule of Remuneration and Expenses - Unelected Officials of Pasqua First Nation for the year ending March 31, 2017 as required in accordance with Section 7.3 of the Indigenous and Northern Affairs Canada's Financial Reporting Guide. Our review was made in accordance with Canadian generally accepted standards for review engagements and, accordingly, consisted primarily of enquiry, analytical procedures and discussion related to information supplied to us by Pasqua First Nation.

A review does not constitute an audit and, consequently, we do not express an audit opinion on this financial information.

Based on our review, nothing has come to our attention that causes us to believe that this financial information is not, in all material respects, in accordance with Section 7.3 of the 2017 Indigenous and Northern Affairs Canada's Financial Reporting Guide.

This financial information is solely for the information and use of the Department of Indigenous and Northern Affairs Canada. The financial information is not intended to be and should not be used by anyone other than the specified users for any other purpose.

Regina, Saskatchewan

October 27, 2017

MNP LLP

Chartered Professional Accountants

Pasqua First Nation
Schedule of Remuneration and Other Expenses - Unelected Officials - Unaudited
For the year ended March 31, 2017

	<i>Number of months</i> ⁽¹⁾	<i>Salary</i> ⁽²⁾	<i>Other</i>	<i>Expenses</i> ⁽³⁾	<i>Total</i>
Public Works Manager	12	45,000	1,756	10,144	56,900
Executive Assistant	12	32,954	1,820	7,265	42,039
Stay In School Coordinator	12	30,000	2,500	7,247	39,747
Post Secondary Coordinator	12	33,000	2,709	11,066	46,775
Income Assistance Coordinator	12	34,079	4,553	8,219	46,851
Health Manager	12	45,975	8,795	5,960	60,730
Finance Manager	12	71,310	13,421	15,629	100,360
Principal	10	89,040	200	6,881	96,121
Housing Coordinator	12	8,669	60,999	8,616	78,284
Human Resource Manager	12	40,823	1,529	11,403	53,755
Daycare Coordinator/Director	12	37,639	250	2,754	40,643
Business Manager	12	54,933	600	10,427	65,960
		523,422	99,132	105,611	728,165

(1) The number of months during the fiscal year the individual was a senior official or was on staff.

(2) "Remuneration" means any salaries, wages, commissions, bonuses, fees, honoraria and dividends and any other monetary benefits, other than the reimbursement of expenses and non-monetary benefits.

(3) "Expenses" include the costs of transportation, accommodation, meals, hospitality, per diems and incidental expenses.

Details of the above amounts may be obtained from the administration office.

Pasqua First Nation – First Nations Trust Funding
Schedule of Revenue and Expenditures
March 31, 2017

INDEPENDENT AUDITORS' REPORT

To: The Trustees of First Nations Trust

We have audited the accompanying First Nations Trust Funding Schedule of Revenue and Expenditures of Pasqua First Nation for the year ended March 31, 2017. The schedule has been prepared by management of Pasqua First Nation based on the financial reporting provisions of Section 5.01 of the First Nations Trust Indenture dated May 26, 2003.

Management's Responsibility for the Schedule

Management is responsible for the preparation and fair presentation of the schedule in accordance with the financial reporting provisions of Section 5.01 of the First Nations Trust Indenture dated May 26, 2003, and for such internal control as management determines is necessary to enable the preparation of the schedule that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on the schedule based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the schedule is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the schedule. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the schedule, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the schedule in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the First Nations internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the schedule.

We believe that the audit evidence we have obtained in our audit is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the First Nations Trust Funding Schedule of Revenue and Expenditures of Pasqua First Nation for the year ended March 31, 2017 is prepared, in all material respects, in accordance with the financial reporting provisions of Section 5.01 of the First Nations Trust Indenture dated May 26, 2003.

Basis of Accounting and Restriction on Distribution and Use

Without modifying our opinion, we draw attention that the basis of accounting used is in accordance with the financial reporting provisions of Section 5.01 of the First Nations Trust Indenture dated May 26, 2003. The schedule is prepared to assist Pasqua First Nation to comply with the financial reporting provisions of the Trust Indenture referred to above. As a result, the schedule may not be suitable for another purpose. Our report is intended solely for First Nations Trust.

Regina, Saskatchewan
September 14, 2017



Chartered Professional Accountants

PASQUA FIRST NATION – FIRST NATIONS TRUST FUNDING
SCHEDULE OF REVENUE AND EXPENDITURES

YEAR ENDED MARCH 31, 2017

Revenues	
First Nations Trust	\$ 687,523
Expenditures	
Social programs	479,100
Recreation	109,996
Governance	90,337
Cultural events	6,090
Audit	<u>2,000</u>
Total expenditures	<u>687,523</u>
Current and cumulative surplus	\$ <u> ---</u>

Approved by:

"Original signed by Chief and Council"

Chief

Councilor

Paskwa Pit Stop
Financial Statements
March 31, 2017

Paskwa Pit Stop Contents

For the year ended March 31, 2017

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Management's Responsibility

To the Members of Pasqua First Nation:

The accompanying financial statements of Paskwa Pit Stop are the responsibility of management and have been approved by the Chief and Council.

Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

The First Nation's Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the financial statements. The Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors. The Council is also responsible for recommending the appointment of the Enterprise's external auditors.

MNP LLP is appointed by the Members to audit the financial statements and report directly to them; their report follows. The external auditors have full and free access to, and may meet periodically and separately with, both Council and management to discuss their audit findings.

October 27, 2017

"Original signed by management"

General Manager

To the Members of Pasqua First Nation:

We have audited the accompanying financial statements of Paskwa Pit Stop, which comprise the statement of financial position as at March 31, 2017, and the statements of comprehensive income, changes in equity and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Paskwa Pit Stop as at March 31, 2017 and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

Other Matter

The financial statements of Paskwa Pit Stop for the year ended March 31, 2016 were audited by another auditor who expressed an unqualified opinion in their report which was dated August 9, 2016.

Regina, Saskatchewan

October 27, 2017



Chartered Professional Accountants

Paskwa Pit Stop
Statement of Financial Position
As at March 31, 2017

	2017	2016
Assets		
Current		
Cash and cash equivalents	141,588	154,054
Accounts receivable (Note 4)	41,531	28,613
Goods and services tax receivable	3,389	3,153
Inventory (Note 5)	70,854	93,197
Prepaid expenses	6,241	5,093
	263,603	284,110
Non-current		
Property and equipment (Note 6)	157,086	180,310
Total assets	420,691	464,420
Liabilities		
Current		
Accounts payable and accrued liabilities (Note 7)	17,767	90,988
Current portion of long-term debt (Note 8)	15,103	21,564
	32,870	112,552
Non-current		
Long-term debt (Note 8)	-	15,230
	32,870	127,782
Members' equity	387,821	336,638
	420,691	464,420

Approved on behalf of Chief and Council

"Original signed by Chief and Council"

Paskwa Pit Stop
Statement of Comprehensive Income
For the year ended March 31, 2017

	2017	2016
Sales	1,708,585	1,820,584
Cost of sales	1,306,816	1,383,644
Gross profit	401,769	436,940
<i>Gross profit as a percentage of sales</i>	<i>23.5 %</i>	<i>24.0 %</i>
Expenses		
Salaries, wages and benefits	220,866	206,139
Amortization	23,223	27,147
Repairs and maintenance	19,276	11,983
Utilities	15,694	16,259
Telephone, fax and internet	13,167	12,306
Travel	10,528	11,025
Office	10,235	8,449
Insurance	10,217	10,468
Interest and bank charges	8,296	8,884
Professional fees	7,842	8,295
Advertising and promotion	6,305	970
Donations	4,660	4,991
Interest on long-term debt	1,502	2,762
Professional development	630	400
Security	398	483
Miscellaneous	11	(12)
Bad debt recovery	(2,264)	-
	350,586	330,549
Operating profit	51,183	106,391
Other expense		
Contribution to Pasqua First Nation	-	(60,000)
Comprehensive income	51,183	46,391

The accompanying notes are an integral part of these financial statements

Paskwa Pit Stop
Statement of Members' Equity
For year ended March 31, 2017

	<i>2017</i>	<i>2016</i>
Equity, beginning of year	336,638	290,247
Comprehensive income	51,183	46,391
Equity, end of year	387,821	336,638

The accompanying notes are an integral part of these financial statements

Paskwa Pit Stop
Statement of Cash Flows
For the year ended March 31, 2017

	2017	2016
Cash used for the following activities		
Operating activities		
Comprehensive income	51,183	46,391
Amortization	23,223	27,147
	74,406	73,538
Changes in working capital accounts		
Accounts receivable	(13,154)	(13,794)
Inventory	22,343	(29,059)
Prepaid expenses	(1,148)	129
Accounts payable and accrued liabilities	(73,222)	(15,675)
	9,225	15,139
Financing activities		
Repayment of long-term debt	(21,691)	(20,430)
Investing activities		
Purchases of property and equipment	-	(5,580)
Decrease in cash resources	(12,466)	(10,871)
Cash resources, beginning of year	154,054	164,925
Cash resources, end of year	141,588	154,054

The accompanying notes are an integral part of these financial statements

1. Reporting entity

Paskwa Pit Stop (the "Enterprise") is an unincorporated business enterprise, wholly owned by the Pasqua First Nation. The Enterprise sells fuel, tobacco and other convenience items.

The address of the Enterprise's registered office is Box 123, Pasqua, Saskatchewan, S0G 5M0.

The financial statements were approved by Chief and Council of Pasqua First Nation and authorized for issue October 27, 2017.

These financial statements are presented in Canadian dollars, which is the Enterprise's functional currency.

2. Statement of compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRSs") and interpretations adopted by the International Accounting Standards Board ("IASB").

3. Significant accounting policies

The principle accounting policies adopted in the preparation of the financial statements are set out below. The policies have been consistently applied to all the years presented, unless otherwise stated.

Basis of measurement

These financial statements were prepared on the historical cost basis, except for certain financial instruments.

Cash and cash equivalents

Cash and cash equivalents include cash and term deposits with maturities of three months or less from their date of acquisition, which are readily convertible into a known amount of cash, and are subject to an insignificant risk to changes in their fair value.

Inventories

Inventory is valued at the lower of cost and net realizable value. Cost is determined by the first-in, first-out method. Net realizable value is the estimated selling price in the ordinary course of business. Inventory consists of merchandise for resale.

Property and equipment

Property and equipment are initially recorded at cost. Depreciation is provided using the following methods and rates intended to depreciate the cost of assets over their estimated useful lives.

	Rate
Buildings	25 years
Parking lot	5 years
Computer equipment	3 years
Fuel tanks	10 years
Store equipment and furnishings	5 years
Software	2 years
Fibre cable	8 years

The residual value, useful life and depreciation method applied to each class of assets are reassessed at each reporting date.

3. Significant accounting policies *(Continued from previous page)*

Impairment of non-financial assets

At the end of each reporting period, the Enterprise reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the Enterprise estimates the recoverable amount of the cash-generating unit ("CGU") to which the asset belongs. Where a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual CGUs, or otherwise they are allocated to the smallest group of CGUs for which a reasonable and consistent allocation basis can be identified.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset or CGU is estimated to be less than its carrying amount, the carrying amount of the asset or CGU is reduced to its recoverable amount. An impairment loss is recognized immediately in profit or loss. Where an impairment loss subsequently reverses, the carrying amount of the asset or CGU is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset or CGU in prior years. A reversal of an impairment loss is recognized immediately in profit or loss.

Revenue recognition

Revenue comprises all sales of goods and rendering of services at the fair value of consideration received excluding sales taxes. Revenue is recognized when it can be reliably measured and the significant risks and rewards are transferred to the customer.

Revenue from the sale of merchandise and services, including fuel, tobacco, food, and miscellaneous small consumer items, is recognized at the point of sale. Revenue from advertising and sponsorships is recognized of the period to which it relates. Revenue from investments is recognized when earned.

Financial instruments

Financial assets at fair value through profit or loss:

The Enterprise has classified its cash and cash equivalents as financial assets at fair value through profit. The Enterprise's financial assets at fair value through profit are initially recognized at their fair value. Fair value is determined by the instrument's initial cost in a transaction between unrelated parties. Transactions to purchase or sell these items are recorded on the trade date.

Financial assets at fair value through profit are carried in the statement of financial position at fair value with changes in fair value recognized in the statement of comprehensive income. Transaction costs are expensed as incurred.

Loans and receivables:

The Enterprise has classified its accounts receivable as loans and receivables. These assets are initially recognized at their fair value. Fair value is determined by the instrument's initial cost in a transaction between unrelated parties. Transactions to purchase or sell these items are recorded on the trade date. Total interest income, calculated using the effective interest rate method, is recognized in profit.

Loans and receivables are subsequently measured at their amortized cost. Amortized cost is the amount at which the financial asset is measured at initial recognition less principal repayments, plus or minus the cumulative amortization using the effective interest method of any difference between that initial amount and the maturity amount, plus or minus any reduction for impairment or uncollectability. Gains and losses arising from changes in fair value are recognized in total comprehensive income upon derecognition or impairment.

3. Significant accounting policies *(Continued from previous page)*

Financial liabilities measured at amortized cost:

The Enterprise has classified the following financial liabilities as financial liabilities measured at amortized cost: accounts payable and accrued liabilities and long-term debt. These liabilities are initially recognized at their fair value. Fair value is determined by the instrument's initial cost in a transaction between unrelated parties. Transactions to purchase or sell these items are recorded on the trade date. Total interest expense, calculated using the effective interest rate method, is recognized in profit.

They are measured at their amortized cost subsequent to initial recognition. Amortized cost is the amount at which the financial liability is measured at initial recognition less principal repayments, plus or minus the cumulative amortisation using the effective interest method of any difference between that initial amount and the maturity amount, and plus or minus any reduction for impairment or uncollectability. Gains and losses arising from changes in fair value are recognized in total comprehensive income upon derecognition or impairment.

Financial asset impairment

The Enterprise assesses impairment of all its financial assets, except those classified at fair value through profit. Management considers whether there has been a breach in contract, such as a default or delinquency in interest or principal payments in determining whether objective evidence of impairment exists. Impairment is measured as the difference between the asset's carrying value and its fair value. Any impairment, which is not considered temporary, is included in current year profit.

The Enterprise reverses impairment losses on financial assets carried at amortized cost when the decrease in impairment can be objectively related to an event occurring after the impairment loss was recognized.

Fair value measurements

The Enterprise classifies fair value measurements recognized in the statement of financial position using a three-tier fair value hierarchy, which prioritizes the inputs used in measuring fair value as follows:

- Level 1: Quoted prices (unadjusted) are available in active markets for identical assets or liabilities;
- Level 2: Inputs other than quoted prices in active markets that are observable for the asset or liability, either directly or indirectly; and
- Level 3: Unobservable inputs in which there is little or no market data, which require the Enterprise to develop its own assumptions.

Fair value measurements are classified in the fair value hierarchy based on the lowest level input that is significant to that fair value measurement. This assessment requires judgment, considering factors specific to an asset or a liability and may affect placement within the fair value hierarchy.

3. **Significant accounting policies** (Continued from previous page)

Significant accounting judgments and estimates

The preparation of the financial statements in conformity with IFRS requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities and contingent liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Estimates and judgments are continuously evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual outcomes can differ from these estimates. The key sources of estimation uncertainty that have a significant risk of causing material adjustment to the amounts recognized in the financial statements are:

Fair value of financial instruments

The estimated fair value of financial assets and liabilities, by their very nature, are subject to measurement uncertainty.

Collectability of accounts receivable

Receivables are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

Property and equipment

All of the Enterprise's property and equipment have finite useful lives. Consequently, the depreciable amount of these assets is allocated on a systematic basis over their useful lives. Judgment is therefore required on:

- The determination of the useful lives, as this is based on the management's estimates regarding the period over which the assets are expected to produce; and
- The determination of the amortization method.

Both the amortization period and method have an impact on the amortization expense that is recorded in each period.

Standards issued but not yet effective

The Enterprise has not yet applied the following new standards, interpretations and amendments to standards that have been issued as at March 31, 2017 but are not yet effective. Unless otherwise stated, the Enterprise does not plan to early adopt any of these new or amended standards and interpretations.

IFRS 9 Financial instruments

The final version of IFRS 9 (2014) was issued in July 2014 as a complete standard including the requirements for classification and measurement of financial instruments, the new expected loss impairment model and the new hedge accounting model. IFRS 9 (2014) will replace IAS 39 *Financial instruments: recognition and measurement*. IFRS 9 (2014) is effective for reporting periods beginning on or after January 1, 2018. The Enterprise has not yet determined the impact of the standard on its financial statements.

IFRS 15 Revenue from contracts with customers

IFRS 15, issued in May 2014, specifies how and when entities recognize, measure, and disclose revenue. The standard supersedes all current standards dealing with revenue recognition, including IAS 11 *Construction contracts*, IAS 18 *Revenue*, IFRIC 13 *Customer loyalty programmes*, IFRIC 15 *Agreements for the construction of real estate*, IFRIC 18 *Transfers of assets from customers*, and SIC 31 *Revenue – barter transactions involving advertising services*.

Amendments to IFRS 15, issued in April 2016, clarify some requirements and provide additional transition relief for when an entity first applies IFRS 15.

IFRS 15, and the amendments, are effective for annual periods beginning on or after January 1, 2018. The Enterprise has not yet determined the impact of this standard on its financial statements.

Paskwa Pit Stop
Notes to the Financial Statements
For the year ended March 31, 2017

4. Accounts receivable

	2017	2016
Sask Finance Rebates	9,706	15,711
Trade receivables	35,825	17,916
Advances	-	1,250
Allowance for doubtful accounts	(4,000)	(6,264)
	41,531	28,613

In determining the recoverability of a trade or other receivable, the Enterprise performs a risk analysis considering the type and age of the outstanding receivable and the credit worthiness of the counterparties.

Included in the above trade and other receivables are balances 60 days overdue in the amount of \$20,036. The remaining balances are under 60 days.

The allowance for doubtful accounts includes a receivable from one customer for amounts outstanding for greater than 90 days. All other amounts outstanding past 60 days are deemed to be collectible based on nature of the customer and their credit history.

5. Inventory

	2017	2016
Fuel	29,401	51,182
Cigarettes and tobacco	25,523	21,983
Other	15,930	20,032
	70,854	93,197

The cost of inventories recognized as an expense and included in cost of sales amounted to \$1,723,143 (2016 – \$1,857,871).

Paskwa Pit Stop
Notes to the Financial Statements
For the year ended March 31, 2017

6. Property and equipment

	<i>Buildings</i>	<i>Computer equipment</i>	<i>Computer software</i>	<i>Fibre cable</i>	<i>Store equipment and furnishings</i>	<i>Fuel tanks</i>	<i>Parking lot</i>	<i>Total</i>
Cost								
Balance at April 1, 2015	166,442	44,701	9,628	16,070	60,222	232,799	49,482	579,344
Additions	-	-	-	-	5,980	-	-	5,980
Balance at March 31, 2016	166,442	44,701	9,628	16,070	66,202	232,799	49,482	585,324
Disposals	-	(1,349)	-	-	-	-	-	(1,349)
Balance at March 31, 2017	166,442	43,352	9,628	16,070	66,202	232,799	49,482	583,975
Accumulated Amortization								
Balance at April 1, 2015	82,233	44,701	9,628	2,009	60,220	131,752	47,321	377,864
Amortization charge for the year	6,478	-	-	2,009	1,516	14,986	2,161	27,150
Balance at March 31, 2016	88,711	44,701	9,628	4,018	61,736	146,738	49,482	405,014
Amortization charge for the year	3,110	-	-	2,008	893	17,212	-	23,223
Disposals	-	(1,349)	-	-	-	-	-	(1,349)
Balance at March 31, 2017	91,821	43,352	9,628	6,026	62,630	163,950	49,482	426,889
Net book value								
At March 31, 2016	77,731	-	-	12,052	4,466	86,061	-	180,310
At March 31, 2017	74,621	-	-	10,044	3,572	68,849	-	157,086

The following assets included in the cost above have been fully depreciated but are still in use:
Computer equipment, with a cost of \$43,352, computer software with a cost of \$9,628 and parking lot assets with a cost of \$49,482.

Paskwa Pit Stop
Notes to the Financial Statements
For the year ended March 31, 2017

7. Accounts payable and accrued liabilities

	2017	2016
Trade payables	12,691	80,750
Wages and benefits payable	5,076	9,867
Goods and Services Tax payable	-	371
	17,767	90,988

8. Long-term debt

	2017	2016
Peace Hills Trust - Gas Pumps - 3 year term loan bearing interest at 6.00%. Monthly blended payments of \$1,065, secured by assignment of gaming, INAC, Economic Development & Paskwa Pit Stop assets. Matures December 2017.	15,103	36,794
	15,103	36,794
Less: current portion	15,103	21,564
	-	15,230

9. Related party transactions

All transactions with related parties were conducted in the normal course of operations and measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

Included in accounts receivable are \$30,518 of amounts owing from related parties.

Compensation of key management personnel:

	2017
Wages and bonuses	\$ 53,199
Benefits	<u>2,435</u>
Total	\$ 55,634

Key management personnel are defined to be the members of Chief and Council and the General Manager.

10. Capital management

The Enterprise's objectives when managing capital, which includes band's capital, are to safeguard the entity's ability to continue as a going concern, so that it can continue to provide returns to Pasqua First Nation and its members.

The Enterprise sets the amount of capital in proportion to risk and manages the capital structure and makes adjustments to it in light of changes to economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Enterprise may adjust contributions to the First Nation.

There were no changes in the Enterprise's approach to capital management during the year.

11. Financial instruments and risk management

The Enterprise as part of its operations carries a number of financial instruments. It is management's opinion that the Enterprise is not exposed to significant interest, currency or credit risks arising from these financial instruments except as otherwise disclosed.

Risk management policy

The Enterprise observes an informal risk management policy.

Credit concentration and risk

Credit risk is the risk of financial loss because a counter party to a financial instrument fails to discharge its contractual obligations. As at March 31, 2017, two customers make up 84% (2016 - three customers made up 87%) of the accounts receivable balance. The Enterprise believes that there is no unusual exposure associated with the collection of this receivable. The Enterprise manages its credit risk by performing regular credit assessments of its customers and provides allowances for potentially uncollectible accounts receivable.

Fair value of all financial instruments

The carrying amount of cash and cash equivalents, accounts receivable, current portion of long-term debt, accounts payable and accrued liabilities is approximated by their fair value due to their short term nature.

Financial assets at fair value through profit or loss:

Cash and cash equivalents are recorded at its fair value, which is approximated by its initial carrying value, due to their short-term nature. Cash and cash equivalents are measured at level 1 in the fair value hierarchy.

Fair value estimates are made at a specific point in time, based on relevant market information and details of the financial instrument. These estimates are subjective in nature and involve uncertainties and matters of significant judgment.

Liquidity risk

Liquidity risk is the risk that the Enterprise will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivery of cash or another financial asset. The Enterprise enters into transactions to purchase goods and services on credit, for which repayment is required at various maturity dates. Liquidity risk is measured by reviewing the Enterprise's future net cash flows for the possibility of negative net cash flow. The Enterprise manages the liquidity risk resulting from its trade payables and accruals and other obligations by monitoring its cash and maintaining liquid assets.

12. Comparative figures

Certain prior year figures have been reclassified to conform to the current year's presentation.

Paskwa Pit Stop
Schedule of Gross Profit

For the year ended March 31, 2017

"Unaudited - for information purposes only"

All amounts disclosed are in Canadian dollars unless otherwise stated

Paskwa Pit Stop 2017	Sales	Cost of Sales	Gross Profit %
Fuel and automotive*	726,198	625,878	14%
Cigarettes and tobacco**	514,679	352,197	32%
Grocery and fast food	351,555	259,066	26%
Other	108,559	69,675	36%
Total:	1,700,991	1,306,816	23%

*Fuel and automotive sales are reported net of rebates paid to customers in the amount of \$78,958, cost of goods sold is reported net of Saskatchewan Finance rebates in the amount of \$120,057.

**Cigarettes and tobacco sales are reported net of rebates paid to customers in the amount of \$197,135, cost of goods sold is reported net of Saskatchewan Finance rebates in the amount of \$299,747.

Paskwa Pit Stop 2016

	Sales	Cost of Sales	Gross Profit
Fuel and automotive***	784,485	680,246	13%
Cigarettes and tobacco****	519,616	344,746	34%
Grocery and fast food	385,629	277,528	28%
Other	123,587	81,123	34%
Total:	1,813,317	1,383,644	24%

***Fuel and automotive sales are reported net of rebates paid to customers in the amount of \$83,313, cost of goods sold is reported net of Saskatchewan Finance rebates in the amount of \$132,879.

****Cigarettes and tobacco sales are reported net of rebates paid to customers in the amount of \$214,350, cost of goods sold is reported net of Saskatchewan Finance rebates in the amount of \$341,873.

Pasqua TLE Holdings Inc.
Financial Statements
December 31, 2016

Pasqua TLE Holdings Inc. Contents

For the year ended December 31, 2016

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Management's Responsibility

To the Directors of Pasqua TLE Holdings Inc.:

Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with International Financial Reporting Standards. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

The Board of Directors is composed entirely of Directors who are neither management nor employees of the Company. The Board is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the financial information included in the annual report. The Board fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors. The Board is also responsible for recommending the appointment of the Company's external auditors.

MNP LLP is appointed by the directors to audit the financial statements and report directly to them; their report follows. The external auditors have full and free access to, and may meet periodically and separately with, both the Board and management to discuss their audit findings.

October 27, 2017

"Original signed by management"

Finance Manager

To the Board of Directors of Pasqua TLE Holdings Inc.:

We have audited the accompanying financial statements of Pasqua TLE Holdings Inc., which comprise the statement of financial position as at December 31, 2016, and the statements of comprehensive income, changes in equity and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Pasqua TLE Holdings Inc. as at December 31, 2016 and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

Other Matter

The financial statements of Pasqua TLE Holdings Inc. for the year ended December 31, 2015 were audited by another auditor who expressed an unqualified opinion on those financial statements on August 9, 2016.

Regina, Saskatchewan

October 27, 2017



Chartered Professional Accountants

Pasqua TLE Holdings Inc.
Statement of Financial Position

As at December 31, 2016

	2016	2015
<hr/>		
Assets		
Current		
Cash	66	3,629
Accounts receivable (Note 5)	-	8,022
Due from Pasqua First Nation TLE Revenue Account (Note 7)	14,638	5,670
	<hr/> 14,704	<hr/> 17,321
<hr/>		
Liabilities		
Current		
Accounts payable and accrued liabilities	8,180	2,500
Goods and Services Tax payable	6,524	14,821
	<hr/> 14,704	<hr/> 17,321
<hr/>		

Approved on behalf of the Board:

"Original signed by Board of Directors"

Director

Director

The accompanying notes are an integral part of these financial statements

Pasqua TLE Holdings Inc.
Statement of Comprehensive Income
For the year ended December 31, 2016

	2016	2015
Revenue		
TLE land lease	196,032	190,379
Other revenue	84	41
	196,116	190,420
Expenses		
Property taxes	32,432	31,695
Consultants and contractors	26,658	8,573
Professional fees	5,000	2,500
Bad debts	494	-
Bank charges	891	171
	65,475	42,939
Income before other expenses	130,641	147,481
Other expenses		
Annual disbursement (<i>Note 7</i>)	(130,641)	(147,481)
Comprehensive income	-	-

The accompanying notes are an integral part of these financial statements

Pasqua TLE Holdings Inc.
Statement of Changes in Equity
For year ended March 31, 2017

	<i>2017</i>	<i>2016</i>
Retained earnings, beginning of year	-	-
Comprehensive income	-	-
Retained earnings, end of year	-	-

The accompanying notes are an integral part of these financial statements

Pasqua TLE Holdings Inc.**Statement of Cash Flows***For the year ended December 31, 2016*

	2016	2015
Cash flows from (used in) operating activities		
Changes in working capital accounts		
Accounts receivable	8,022	22,193
Accounts payable and accrued liabilities	5,680	(301)
Goods and Services Tax payable	(8,297)	5,479
	5,405	27,371
Investing activities		
Amounts advanced to Pasqua First Nation TLE Revenue Account	(8,968)	(33,600)
	(3,563)	(6,229)
Decrease in cash resources	(3,563)	(6,229)
Cash resources, beginning of year	3,629	9,858
	66	3,629
Cash resources, end of year	66	3,629

The accompanying notes are an integral part of these financial statements

1. Reporting entity

Pasqua TLE Holdings Inc. (the "Company") is incorporated in the Province of Saskatchewan on July 4, 2008 under the Business Corporations Act. The purpose of establishing the Company was to provide the vehicle to hold title to properties purchased by the Pasqua First Nation Treaty Land Entitlement Trust Fund until such time as the properties become reserve status and ownership is transferred to Pasqua First Nation. The Company will collect rental revenue and pay expenses related to the land until it is converted to reserve status. The Company is 100% owned by Pasqua First Nation.

The address of the registered office is:

Box 79
Pasqua, Saskatchewan
S0G 5M0

The financial statements were approved by the Board of Directors on behalf of the partners and authorized for issue on October 27, 2017.

2. Statement of compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRSs") and interpretations adopted by the International Accounting Standards Board ("IASB").

3. Basis of preparation

Basis of measurement

The financial statements have been prepared in the historical basis except for certain financial instruments.

Functional and presentation currency

These financial statements are presented in Canadian dollars, which is the Company's functional currency.

Significant accounting judgments, estimates and assumptions

The preparation of the Company's financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities, at the reporting date. However, uncertainties about these assumptions and estimates could result in outcomes that would require a material adjustment to the carrying amount of the asset or liability affected in the future.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Fair Value of financial instruments

The estimated fair value of financial assets and liabilities, by their very nature, are subject to measurement uncertainty.

Collectibility of trade, other and related party receivables

Receivables are stated after evaluation as to their collectibility and an appropriate allowance for doubtful accounts is provided where considered necessary.

4. Significant accounting policies

These financial statements are prepared in accordance with International Financial Reporting Standards. The significant policies are detailed as follows:

Cash and cash equivalents

Cash and cash equivalents include cash and term deposits with maturities of three months or less from their date of acquisition, which are readily convertible into a known amount of cash, and are subject to an insignificant risk to changes in their fair value.

Revenue recognition

Revenue from lease and rental agreements is recognized over the lease or rent term pursuant to the rental agreements. Receipts of rental fees for future monthly periods are deferred and recognized as revenue when each respective monthly period commences. Interest is recognized as it is earned.

Income taxes

Pasqua TLE Holdings Inc. is a corporation subject to income taxes. Due to no income being reported there are no taxes payable. Accordingly, no provision for income taxes has been provided for in the financial statements.

Financial instruments

Financial assets at fair value through profit or loss:

The Company has classified its cash at fair value through profit (loss). The Company's financial assets at fair value through profit (loss) are initially recognized at their fair value. Fair value is determined by the instrument's initial cost in a transaction between unrelated parties. Transactions to purchase or sell these items are recorded at their trade date.

Financial assets at fair value through profit (loss) are subsequently measured at their fair value with changes in fair value recognized in the statement of comprehensive income. Transaction costs are expensed as incurred.

Loans and receivables:

The Company has classified the following financial assets as loans and receivables: accounts receivable and due from Pasqua First Nation TLE Revenue Account. These assets are initially recognized at their fair value. Fair value is determined by reference to recent arm's length market transactions for the same instrument. Transactions to purchase or sell these items are recorded on the trade date. Total interest income, calculated using the effective interest rate method, is recognized in net income.

Loans and receivables are subsequently measured at their amortized cost. Amortized cost is the amount at which the financial asset is measured at initial recognition less principal repayments, plus or minus the cumulative amortization using the effective interest method of any difference between that initial amount and the maturity amount, and less any reduction for impairment or un-collectability. Gains and losses arising from changes in fair value are recognized in net income upon de-recognition or impairment.

Financial liabilities measured at amortized cost:

The Company has classified its accounts payable and accrued liabilities as financial liabilities measured at amortized cost. These liabilities are initially recognized at their fair value. Fair value is approximated by the instrument's initial cost in a transaction between unrelated parties. Transactions to purchase or sell these items are recorded on the settlement date. Total interest expense, calculated using the effective interest rate method, is recognized in net income.

Financial liabilities measured at amortized cost are subsequently measured at amortized cost, subsequent to initial recognition. Amortized cost is the amount at which the financial liability is measured at initial recognition less principal repayments, and plus or minus the cumulative amortization using the effective interest method of any difference between that initial amount and the maturity amount. Gains (losses) arising from changes in fair value are recognized in net income upon de-recognition.

4. **Significant accounting policies** (Continued from previous page)

Comprehensive income

Comprehensive income includes all changes in equity of the Company, except those resulting from investments by owners and distributions to owners. Comprehensive income is the total of net income and other comprehensive income. Other comprehensive income comprises revenues, expenses, gains and losses that, in accordance with International Financial Reporting Standards, require recognition, but are excluded from net income. The Company does not have any items giving rise to other comprehensive income.

Fair value measurements

The Company classifies fair value measurements recognized in the statement of financial position using a three-tier fair value hierarchy, which prioritizes the inputs used in measuring fair value as follows:

- Level 1: Quoted prices (unadjusted) are available in active markets for identical assets or liabilities;
- Level 2: Inputs other than quoted prices in active markets that are observable for the asset or liability, either directly or indirectly; and
- Level 3: Unobservable inputs in which there is little or no market data, which require the Company to develop its own assumptions.

Fair value measurements are classified in the fair value hierarchy based on the lowest level input that is significant to that fair value measurement. This assessment requires judgment, considering factors specific to an asset or a liability and may affect placement within the fair value hierarchy.

Standards issued but not yet effective

The Company has not yet applied the following new standards, interpretations and amendments to standards that have been issued as at December 31, 2016 but are not yet effective. Unless otherwise stated, the Company does not plan to early adopt any of these new or amended standards and interpretations.

IFRS 9 Financial instruments

The final version of IFRS 9 (2014) was issued in July 2014 as a complete standard including the requirements for classification and measurement of financial instruments, the new expected loss impairment model and the new hedge accounting model. IFRS 9 (2014) will replace IAS 39 *Financial instruments: recognition and measurement*. IFRS 9 (2014) is effective for reporting periods beginning on or after January 1, 2018. The Company has not yet determined the impact of the standard on its financial statements.

IFRS 15 Revenue from contracts with customers

IFRS 15, issued in May 2014, specifies how and when entities recognize, measure, and disclose revenue. The standard supersedes all current standards dealing with revenue recognition, including IAS 11 *Construction contracts*, IAS 18 *Revenue*, IFRIC 13 *Customer loyalty programmes*, IFRIC 15 *Agreements for the construction of real estate*, IFRIC 18 *Transfers of assets from customers*, and SIC 31 *Revenue – barter transactions involving advertising services*.

Amendments to IFRS 15, issued in April 2016, clarify some requirements and provide additional transition relief for when an entity first applies IFRS 15.

IFRS 15, and the amendments, are effective for annual periods beginning on or after January 1, 2018. The Company has not yet determined the impact of this standard on its financial statements.

IFRS 16 Leases

IFRS 16, issued in January 2016, introduces a single lessee accounting model that requires a lessee to recognize assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. The standard will supersede IAS 17 *Leases*, IFRIC 4 *Determining Whether an Arrangement Contains a Lease*, SIC-15 *Operating Leases - Incentives* and SIC-27 *Evaluating the Substance of Transactions Involving the Legal Form of a Lease*.

4. Significant accounting policies *(Continued from previous page)*

IFRS 16 is effective for annual periods beginning on or after January 1, 2019. The Company has not yet determined the impact of this standard on its financial statements.

5. Trade and other receivables

Trade and other receivables are unsecured and non-interest bearing. Normal settlement terms for the balances owing is 30 days. All receivables are current and collectible at year end.

In determining the recoverability of a trade or other receivable, the Company performs a risk analysis considering the type and age of the outstanding receivable and the credit worthiness of the counterparties.

6. Land leases

The Company holds 8,991 acres of land in trust for the Pasqua First Nation. The land was purchased at a cost of \$8,209,300. The Company has signed leases from individuals relating to this land.

7. Due from Pasqua First Nation TLE Revenue Account

The Company's sole owner is the Pasqua First Nation. Pasqua First Nation also owns other entities. All transactions with related parties were conducted in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties. Amounts due from related parties are unsecured, non-interest bearing and have no fixed terms of repayment.

Pasqua First Nation TLE Revenue Account is related to the Company by common ownership.

	2016	2015
Due from Pasqua First Nation TLE Revenue Account	14,638	5,670

The total annual disbursement for the year was \$130,461 (2015 - \$147,481).

8. Share capital

The Company has issued one Class "A" share which is held in trust for the Pasqua First Nation by the Chief, or other authorized representatives of the Band Council.

9. Capital management

The Company's objectives when managing capital are to safeguard the entity's ability to continue as a going concern, so that it can continue to provide returns for Pasqua First Nation and its members and to provide an adequate return to members.

The Company sets the amount of capital in proportion to risk and manages the capital structure and makes adjustments to it in light of changes to economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may adjust contributions to/from the First Nation.

There were no changes to the Company's approach to capital management during the year.

10. Financial instruments

The Company as part of its operations carries a number of financial instruments. It is management's opinion that the Company is not exposed to significant interest, currency or credit risks arising from these financial instruments except as otherwise disclosed.

Fair value of financial instruments

The carrying amount of accounts receivable, due from Pasqua First Nation TLE Revenue Account, and accounts payable and accrued liabilities approximate to their fair value due to their short-term nature.

Financial assets at fair value through profit or loss:

Cash is recorded at its fair value (level 1).

Liquidity risk

Liquidity risk arises from the possibility of the Company not having sufficient debt and equity capital available to fund its growth and refinance its liabilities as they mature. Actual cash flows are monitored on an ongoing basis and budgets are used to evaluate future financial requirements. Management believes that future cash flows from operations will be adequate to support these financial liabilities.

Credit risk

As at December 31, 2016, amounts due from a tenant from its rental represent nil% (2015 - 100%) of the accounts receivable of which none has been allowed for. The Company believes that there is no unusual exposure associated with the collection of the receivables. The Company manages its credit risk by performing regular credit assessments of its customers and provides allowances for potentially uncollectible accounts receivable.