

Pasqua TLE Holdings Inc.
Financial Statements
December 31, 2011

Pasqua TLE Holdings Inc.

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For the year ended December 31, 2011

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INDEPENDENT AUDITOR'S REPORT

To the Shareholders 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, 2011, and the statements of income and retained earnings 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.

Auditor's 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 auditor's 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 company'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 company'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 in our audit 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, 2011, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

Regina, Saskatchewan
June 30, 2012


Chalupiak & Associates

Pasqua TLE Holdings Inc.
Statement of Financial Position
December 31, 2011

	2011	2010
Assets		
Current asset		
Due from related party - note 3	\$ 36,596	\$ -
Liability		
Current liability		
Accounts payable and accrued liabilities	\$ 1,000	\$ -
Shareholders' equity		
Retained earnings	35,596	-
	\$ 36,596	\$ -

Approved on behalf of the Board

 Director

 Director

Pasqua TLE Holdings Inc.
Statement of Income
and Retained Earnings
For the year ended December 31, 2011

	2011	2010
Revenue		
Rental income	\$ 42,853	\$ -
Expenses		
Professional fees	1,000	-
Property taxes	6,257	-
	7,257	-
Net income	35,596	-
Retained earnings, beginning of year	-	-
Retained earnings, end of year	\$ 35,596	\$ -

Pasqua TLE Holdings Inc.
Statement of Cash Flows
For the year ended December 31, 2011

	2011	2010
Cash flows from (used in) operating activities		
Net income	\$ 35,596	\$ -
Change in non-cash operating item		
Accounts payable and accrued liabilities	1,000	-
	36,596	-
Cash flows from (used in) financing activity		
Due to (from) related parties	(36,596)	-
	-	-
Increase in cash	-	-
Cash, beginning of year	-	-
	-	-
Cash, end of year	\$ -	\$ -

1. Nature of operations

Pasqua TLE Holdings Inc. is wholly owned by Pasqua First Nation. The purpose of establishing the company was to provide a 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 corporation will collect rental revenue and pay expenses related to the land until it is converted to reserve status.

2. Significant accounting policy

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

Land value

No amount has been recorded on the balance sheet for land held in trust for the Pasqua First Nation.

3. Due to (from) related parties

Amounts due to (from) related parties are unsecured, non-interest bearing and have no fixed repayment schedules.

4. Related party transactions

Transactions with related parties are in the normal course of business and are for fair consideration that is mutually agreed upon by the related parties.

5. Share capital

The company is authorized to issue one Class "A" share which is held in trust for the Pasqua First Nation by the Chief, or other authorized representative of the Band Council.

6. Land held in trust for the Pasqua First Nation

The corporation holds 1,944 acres of land in trust for the Pasqua First Nation. The land was purchased at a cost of \$1,572,000.