

OROMOCTO FIRST NATION
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025

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OROMOCTO FIRST NATION

MARCH 31, 2025

MANAGEMENT'S RESPONSIBILITY FOR THE CONSOLIDATED FINANCIAL STATEMENTS

The accompanying consolidated financial statements of Oromocto First Nation are the responsibility of management and have been approved by Chief and Council.

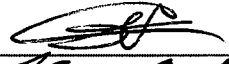
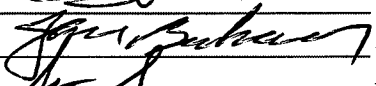
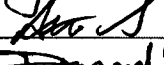
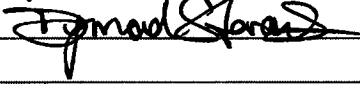
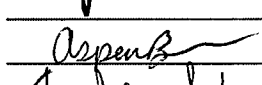
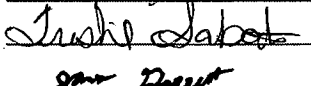
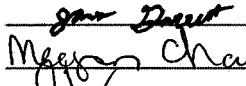
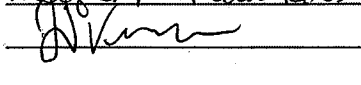
The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants Canada and as such include amounts that are the best estimates and judgements of management.

Management is responsible for the integrity and objectivity of these statements and for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

The Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and is ultimately responsible for reviewing and approving the consolidated financial statements.

The Council meets periodically with management, as well as external auditors, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and to review the consolidated financial statements and the external auditor's report.

The external auditors, Teed Saunders Doyle, conduct an independent examination, in accordance with Canadian auditing standards, and express their opinion on the consolidated financial statements. The auditor's have full and free access to financial management of Oromocto First Nation and meet when required.

	Chief
	Councilor
	Councilor
	Councilor
	Councilor
	Councilor
	Councilor
	Councilor

Date

INDEPENDENT AUDITORS' REPORT

To the Chief and Band Councilors of Oromocto First Nation

Qualified Opinion

We have audited the accompanying consolidated financial statements of Oromocto First Nation, which comprise the consolidated statement of financial position as at March 31, 2025, and the consolidated statements of operations, changes in net debt and cash flows, and schedules for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion section of the report, the consolidated financial statements present fairly, in all material respects, the financial position of Oromocto First Nation as at March 31, 2025, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

The consolidated financial statements include the controlled business enterprise of Welamukotok Wellness, of which we were not able to obtain sufficient appropriate audit evidence over the existence of material amounts recorded, or completeness of any material amounts that may not be recorded, in the accounts of the enterprise. Amounts recorded for this enterprise and included in the consolidated financial statements are \$620,485 of revenues, \$721,299 of expenses, \$62,127 of cost of sales, \$43,860 of cash on hand and \$143,872 of inventory. We were unable to determine whether any adjustments might be necessary to consolidated revenues over expenditures, net debt, accumulated surplus or cash flows based on the limited support we received for this enterprise. Our audit opinion on the consolidated financial statements for the year ended March 31, 2025 was modified accordingly because of the possible effects of this lack of evidence.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of Oromocto First Nation in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the 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.

In preparing the financial statements, management is responsible for assessing the Oromocto First Nation's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Society or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the First Nation's financial reporting process.

Auditor's Responsibility

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- 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.
- Obtain an understanding of internal control relevant to the audit 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 Oromocto First Nation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Society's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Organization to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Fredericton, New Brunswick
November 20, 2025

Ted Saunders Doyle

CHARTERED PROFESSIONAL ACCOUNTANTS

OROMOCTO FIRST NATION
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2025

	<u>2025</u>	<u>2024</u>
FINANCIAL ASSETS		
Cash (note 5)	\$ 1,513,707	\$ 1,554,112
Accounts receivable (note 6)	1,196,441	547,770
Due from government and government organizations (note 7)	4,836,154	3,624,848
Restricted cash - Funds held in trust (note 8)	<u>578,252</u>	<u>561,611</u>
	<u>8,124,554</u>	<u>6,288,341</u>
LIABILITIES		
Accounts payable (note 10)	1,520,868	1,526,107
Line of credit (note 4)	170,000	-
Due to government and government organizations (note 11)	3,046,563	2,231,337
Deferred revenue (note 14)	3,428,751	1,922,499
Land claim (note 22)	19,521	19,521
Long-term debt (note 13)	<u>4,219,823</u>	<u>4,100,765</u>
	<u>12,405,526</u>	<u>9,800,229</u>
NET ASSETS (DEBT)	<u>(4,280,972)</u>	<u>(3,511,888)</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (note 12)	17,709,163	15,218,128
Inventory (note 9)	371,780	426,324
Prepaid expenses	<u>30,500</u>	<u>-</u>
	<u>\$ 18,111,443</u>	<u>\$ 15,644,452</u>
ACCUMULATED SURPLUS	<u>\$ 13,830,473</u>	<u>\$ 12,132,564</u>

On Behalf of the Band:

 Chief



Megan Chambers


Trish Sabat

Aspen

Jan Buchanan



Dymond Givens

OROMOCTO FIRST NATION
CONSOLIDATED STATEMENT OF CHANGES IN NET DEBT
AS AT MARCH 31, 2025

	<u>2025</u>	<u>2024</u>
Excess (Deficiency) Of Revenue Over Expenditures	\$ <u>1,697,909</u>	\$ <u>42,746</u>
Acquisition of tangible capital assets	(3,741,028)	(2,825,946)
Amortization of tangible capital assets	1,249,991	1,192,904
Change in inventory	54,544	26,897
Change in prepaid expenses	<u>(30,500)</u>	<u>-</u>
	<u>(2,466,993)</u>	<u>(1,606,145)</u>
Decrease (Increase) In Net Debt	(769,084)	(1,563,399)
Net Assets (Debt) - Beginning Of Year	<u>(3,511,888)</u>	<u>(1,948,489)</u>
Net Assets (Debt) - End Of Year	<u>\$(4,280,972)</u>	<u>\$(3,511,888)</u>

OROMOCTO FIRST NATION
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2025

	<u>2025</u>	<u>2024</u>
Revenue		
Indigenous Services Canada (note 14)	\$ 21,328,510	\$ 16,634,850
Department of Fisheries and Oceans Canada	515,194	620,878
Retail Sales (Economic Development)	27,350,704	27,445,678
Province of New Brunswick	3,599,613	1,341,518
Canada Mortgage and Housing Corporation	49,434	256,779
Other	<u>2,272,696</u>	<u>1,734,616</u>
	<u>55,116,151</u>	<u>48,034,319</u>
Expenditures		
General Administration	5,017,205	4,490,323
Education	2,537,676	2,300,370
Social Development	1,854,317	1,694,734
Social Housing	960,778	781,222
Health	1,333,182	1,331,416
Fisheries	914,374	904,372
Capital	1,203,931	659,918
Child and Family Services	12,320,521	8,981,625
Forestry	109,409	113,214
Economic Development	<u>27,166,849</u>	<u>26,734,379</u>
	<u>53,418,242</u>	<u>47,991,573</u>
Excess (Deficiency) of Revenue Over Expenditures For The Year	1,697,909	42,746
Accumulated Surplus - Beginning of Year	<u>12,132,564</u>	<u>12,089,818</u>
Accumulated Surplus - End of Year	<u>\$ 13,830,473</u>	<u>\$ 12,132,564</u>

OROMOCTO FIRST NATION
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2025

	<u>2025</u>	<u>2024</u>
Cash Provided By (Required For):		
Operating Activities		
Excess (Deficiency) of revenue over expenditures for the year	\$ 1,697,909	\$ 42,746
Item not affecting cash		
Amortization	<u>1,249,991</u>	<u>1,192,904</u>
	2,947,900	1,235,650
Change in non-cash operating working capital (note 15)	<u>480,306</u>	<u>248,780</u>
	<u>3,428,206</u>	<u>1,484,430</u>
Investing Activities		
Acquisition of tangible capital assets	<u>(3,741,028)</u>	<u>(2,825,946)</u>
Financing Activities		
Change in line of credit	170,000	-
Proceeds on long-term debt	268,683	-
Repayment of long-term debt	<u>(149,625)</u>	<u>(198,550)</u>
	<u>289,058</u>	<u>(198,550)</u>
Decrease In Cash During The Year	(23,764)	(1,540,066)
Cash Position At Beginning Of Year	<u>2,115,723</u>	<u>3,655,789</u>
Cash Position At End Of Year	\$ <u>2,091,959</u>	\$ <u>2,115,723</u>
Cash consists of:		
Cash	\$ 1,513,707	\$ 1,554,112
Restricted cash - Funds held in trust	<u>578,252</u>	<u>561,611</u>
	<u>\$ 2,091,959</u>	<u>\$ 2,115,723</u>

OROMOCTO FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025

1. Description Of Entity

The Oromocto First Nation operates a First Nation's Band in Oromocto, New Brunswick for the benefit of its members.

2. Significant Accounting Policies

Basis of Accounting

These financial statements have been prepared in accordance with Canadian public sector accounting standards for governments as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Professional Accountants.

Reporting Entity

The Oromocto First Nation reporting entity includes the Oromocto First Nation government and all related entities that are controlled by the First Nation.

Principles of Consolidation

All entities are fully consolidated on a line-by-line basis except for the commercial enterprises which meet the definition of government business enterprise, which are included in the Consolidated Financial Statements on a modified equity basis. Inter-organizational balances and transactions are eliminated upon consolidation.

The consolidated financial statements include the accounts of the following programs:

General Administration, Education, Social Development, Social Housing, Health, Fisheries,
Capital, Child & Family Services, Forestry, Economic Development, and 621242 N.B. LTD.
(operating as Monuwehkahal Homes).

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 provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale. Non-financial assets include tangible capital assets, inventory and prepaid expenses.

Cash

Cash includes cash on hand and balances with banks net of bank overdraft.

OROMOCTO FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025

2. Significant Accounting Policies (Continued)

Accounts Receivable

Accounts receivable consists of trade receivables, loans and advances, and federal and provincial government funding. An allowance for bad debts has been calculated, through discussions with management, assessment of the other circumstances influencing the collectability of amounts, and using historical loss experience. Amounts deemed uncollectable are written off and deducted from the carrying value of the receivable. Amounts subsequently recovered from accounts previously written off are credited to the allowance account in the period of recovery.

Inventory

Inventories are stated at the lower of cost and net realizable value. Cost includes the costs to purchase, and other costs directly attributable to the inventories. Cost is determined using the first in, first out method. Net realizable value represents the amount that may be realized from the sale of an inventory item under normal business conditions. When inventories are sold, the carrying amount of those inventories are recognized as an expense in the period in which the related revenue is recognized. The amount of any writedown of inventories to net realizable value and all losses of inventories shall be recognized as an expense in the period the loss or writedown occurs. The amount of reversal of any writedowns, arising from an increase in net realizable value, shall be recognized as a reduction in the amount of inventories recognized as an expense in the period in which the reversal occurs.

Tangible Capital Assets

Tangible capital assets include acquired, built, developed and improved tangible capital assets, whose useful life extends beyond one year and which are intended to be used on an ongoing basis for producing goods or delivering services.

Tangible capital assets are reported at net book value. Contributions received to assist in the acquisition of tangible capital assets are reported as deferred revenue and amortized to income at the same rate as the related asset.

Certain assets which have historical or cultural value, including works of art, historical documents and historical and cultural artifacts, are not recognized as tangible capital assets. Assets under construction are not amortized until the asset is available to be put into service.

Amortization is provided annually, at rates calculated to write-off the assets over their estimated useful lives on a straight line basis as follows:

Buildings and improvements	25 years
Equipment, fishing vessels, docks and signs	5 - 10 years
Computer equipment	3 years
Vehicles, computer equipment and dive gear	3 years
Gas bar, paving and other	5 - 12.5 years

In the year of acquisition, 50% of the normal amortization is recorded. Amortization of projects in progress does not commence until completion of the projects.

OROMOCTO FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025

2. Significant Accounting Policies (Continued)

Employee Future Benefits

Provision is made for benefits accruing to employees in respect of wages and salaries, sick leave, annual vacation leave, and defined contributions to employee benefit plans when it is probable that settlement will be required and they are capable of being measured reliably.

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 liabilities less its financial assets. Net debt is comprised of two components, non-financial assets and accumulated surplus.

Revenue Recognition

Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues. All revenues are recorded on an accrual basis, except when the accruals cannot be determined with a reasonable degree of certainty or when their estimation is impractical.

Government transfers are recognized as revenues when the transfer is authorized and eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.

Contributions from other sources are deferred when restrictions are placed on their use by a contributor, and are recognized as revenue when used for the specific purpose.

Revenue related to fees or services received in advance of the fee being earned or the service is performed is deferred and recognized when the fee is earned or service performed.

Income Taxes

First Nations are not subject to income tax. Accordingly, no provision has been recorded for income taxes.

Use of Estimates

In preparing the financial statements for the government of Oromocto First Nation, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the year. Actual results could differ from those estimates.

Significant estimates pertaining to these financial statements include the following:

- determination of amortization rates and residual values of tangible capital assets
- determination of asset retirement obligations

OROMOCTO FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025

2. Significant Accounting Policies (Continued)

Financial Instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

3. Financial Instruments

The First Nation is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the First Nation's risk exposure and concentration as of March 31, 2025

Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The First Nation is exposed to credit risk from funders. The First Nation funding is primarily derived from government organizations which minimizes concentration of credit risk.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The First Nation is exposed to this risk mainly in respect of its payment of funds for long-term debt, accounts payable, and government remittances payable.

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency rate risk, interest rate risk and other price risk. The First Nation is mainly exposed to interest rate risk.

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. In seeking to minimize the risks from interest rate fluctuations, the First Nation manages exposure through its normal operating and financing activities. The First Nation is exposed to interest rate risk primarily through its long-term debt and liabilities to government (Canada Revenue Agency).

Unless otherwise noted, it is management's opinion that the First Nation is not exposed to significant other price risks arising from these financial instruments.

OROMOCTO FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025

4. Operating Line of Credit

The First Nation has a credit facility with the Royal Bank of Canada, which includes an approved operating line that can be drawn upon to a maximum of \$2,000,000, which bears interest at 5.95%. As at March 31, 2025 the amount owing, was \$170,000 (2024 - \$nil).

5. Cash

	<u>2025</u>	<u>2024</u>
Externally restricted		
Trust funds held by federal government	\$ 10,839	\$ 10,660
CMHC Reserve funds	<u>567,413</u>	<u>550,951</u>
	<u>578,252</u>	<u>561,611</u>
Unrestricted		
Operating	1,091,389	1,554,112
Monuwehkahal Homes	<u>422,318</u>	<u>-</u>
	<u>1,513,707</u>	<u>1,554,112</u>
Total Cash	<u>\$ 2,091,959</u>	<u>\$ 2,115,723</u>

6. Accounts Receivable

	<u>2025</u>	<u>2024</u>
Wolastoqey Tribal Council	\$ 180,169	\$ 189,503
Wholistic Care Solutions	386,381	-
Other	<u>629,891</u>	<u>358,267</u>
	<u>\$ 1,196,441</u>	<u>\$ 547,770</u>

7. Due From Government and Government Organizations

	<u>2025</u>	<u>2024</u>
Indigenous Services Canada - 2021-2022	\$ 454,403	\$ 454,403
Indigenous Services Canada - 2022-2023	175,000	670,000
Indigenous Services Canada - 2023-2024	855,405	997,405
Indigenous Services Canada - 2024-2025	1,967,065	-
Indigenous Services Canada - Child & Family Services Recovery	457,867	416,879
Province of New Brunswick	896,275	955,299
Department of Fisheries and Oceans Canada	<u>30,139</u>	<u>130,862</u>
	<u>\$ 4,836,154</u>	<u>\$ 3,624,848</u>

OROMOCTO FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2025

8. Restricted Cash - Trust Funds Held by Federal Government And CMHC Reserve Funds

Trust fund accounts for the use and benefit of Oromocto First Nation arise from monies derived from capital or revenue sources as outlined in Section 61 of the Indian Act. These funds are held in trust in the Consolidated Revenue Fund of the Government of Canada. The management of these funds is primarily governed by Sections 62 to 69 of the Indian Act. CMHC reserve funds are those held specifically for repairs on houses within the CMHC program.

	<u>2024</u>			<u>2025</u>
	<u>Total</u>	<u>Additions</u>	<u>Withdrawals</u>	<u>Total</u>
Revenue	\$ 8,369	-	-	\$ 8,369
Capital	1,631	-	-	1,631
CMHC Reserve Funds	<u>551,611</u>	<u>16,641</u>	<u>-</u>	<u>568,252</u>
Fund Total	<u>\$ 561,611</u>	<u>16,641</u>	<u>-</u>	<u>\$ 578,252</u>

9. Inventory

	<u>2025</u>	<u>2024</u>
OFN Fuels	\$ 227,908	\$ 290,034
Welamukotok Wellness	<u>143,872</u>	<u>136,290</u>
	<u>\$ 371,780</u>	<u>\$ 426,324</u>

10. Accounts Payable and Accrued Liabilities

	<u>2025</u>	<u>2024</u>
Trade payables	\$ 205,503	\$ 695,186
Monuwehkahal Homes trade payables	105,394	-
Other accrued liabilities	<u>1,420,759</u>	<u>830,921</u>
Total accounts payable	<u>\$ 1,520,868</u>	<u>\$ 1,526,107</u>

11. Due to Government and Government Organizations

	<u>2025</u>	<u>2024</u>
Canada Revenue Agency - Payroll remittances	\$ 1,982,930	\$ 1,772,652
Canada Revenue Agency - Harmonized sales tax payable	66,459	112,845
Province of New Brunswick	<u>997,173</u>	<u>345,840</u>
Total	<u>\$ 3,046,563</u>	<u>\$ 2,231,337</u>

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025

12. Tangible Capital Assets

	Cost				Accumulated Amortization				Net Book Value		
	Opening Balance	Additions	Disposals	Transfers of Assets	Closing Balance	Disposals, Write-offs & Other adj.			Closing Balance	Total 2025	Total 2024
						Operating Balance	Amortization	Other adj.			
Tangible Capital Assets											
Commercial land	\$ 45,000	\$ -	\$ -	\$ -	\$ 45,000	\$ -	\$ -	\$ -	\$ -	\$ 45,000	\$ 45,000
Commercial buildings	\$ 5,481,567	-	-	-	5,481,567	\$ 2,971,356	142,653	-	3,114,009	2,367,558	2,510,211
Subdivision / Residential buildings	\$ 18,414,514	3,666,531	-	-	22,081,045	\$ 6,846,523	929,981	-	7,776,504	14,304,541	11,567,991
Fishing vessels	\$ 2,760,909	74,497	-	-	2,835,405	\$ 2,523,509	67,126	-	2,590,635	244,770	237,400
Vehicles	\$ 1,220,212	-	-	-	1,220,212	\$ 1,137,320	53,158	-	1,190,478	79,734	82,892
Furniture and fixtures	\$ 416,206	-	-	-	416,206	\$ 211,139	6,150	-	217,289	198,917	205,067
Computer equipment	\$ 181,235	-	-	-	181,235	\$ 176,173	5,062	-	181,235	-	5,062
Other	\$ 1,088,195	-	-	-	1,088,195	\$ 523,689	45,864	-	569,553	518,642	564,506
Total	\$ 29,607,837	\$ 3,741,028	\$ -	\$ -	\$ 33,348,865	\$ 14,389,709	\$ 1,249,994	\$ -	\$ 15,639,703	\$ 17,709,163	\$ 15,218,128

OROMOCTO FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2025

13. Long-Term Debt

	<u>2025</u>	<u>2024</u>
Mortgage payable to Peace Hills Trust in monthly installments of \$1,807 including interest at 5.71%, due May 2025.	\$ 4,344	\$ 25,253
Mortgage payable to Peace Hills Trust in monthly installments of \$624 including interest at 4.15%, due June 2029.	29,413	35,297
Mortgage payable to Peace Hills Trust in monthly installments of \$771 including interest at 4.15%, due May 2029.	35,761	43,039
Mortgage payable to CMHC in monthly installments of \$1,076 including interest at 3.74%, due June 2028.	78,641	88,440
Mortgage payable to CMHC in monthly installments of \$565 including interest at 3.70%, due December 2027.	41,326	46,485
Mortgage payable to Peace Hills Trust in monthly installments of \$3,900 including interest at 3.95%, due September 2026.	378,041	408,601
Mortgage payable to Peace Hills Trust in monthly installments of \$2,905 including interest at 3.95%, due February 2030.	489,599	504,788
Mortgage payable to CMHC in monthly installments of \$1,372 including interest at 3.74%, due June 2028.	104,478	116,819
Mortgage payable to Peace Hills Trust in monthly installments of \$16,400 including interest at PHT prime +1%, due December 2029.	2,617,859	2,619,434
Financing agreement with Taylor Petroleum in the amount of \$160,400 at 4.5% over 3 years due March 2025.	-	25,108
Mortgage payable to CMHC in monthly installments of \$1,641 including interest at 1.89%, due September 2029.	171,678	187,501
Mortgage payable to CMHC in monthly installments of \$796 including interest at 3.51%, due December 2029.	136,288	-
Mortgage payable to CMHC in monthly installments of \$932 including interest at 3.23%, due February 2030.	<u>132,395</u>	<u>-</u>
	<u>\$ 4,219,823</u>	<u>\$ 4,100,765</u>

OROMOCTO FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025

13. Long-Term Debt (continued)

Annual principal repayments due over the next five years are as follows:

2026	\$ 168,094
2027	3,005,625
2028	117,059
2029	176,487
2030	752,558

14. Deferred revenue

	<u>2025</u>	<u>2024</u>
Other	\$ 557,438	\$ -
Indigenous Services Canada	<u>2,871,313</u>	<u>1,922,499</u>
Total Deferred revenue	<u>\$ 3,428,751</u>	<u>\$ 1,922,499</u>

15. Reconciliation of Indigenous Services Canada (ISC) Funding

Funding per ISC confirmation	\$ 23,847,736
Add: 2023/24 Deferred revenue balance	1,922,499
Less: 2024/25 Deferred revenue balance	(2,871,313)
Add: 2024/25 Child and Family Services Recovery	457,867
Less: 2023/24 Child and Family Services Recovery	(416,879)
Less: 2024/25 PMSS funding for Wholistic Care Solutions	<u>(1,611,400)</u>
Total ISC funding per consolidated financial statements	<u>\$ 21,328,510</u>

OROMOCTO FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025

16. Changes In Non-Cash Operating Working Capital

	<u>2025</u>	<u>2024</u>
Accounts receivable	\$ (648,671)	\$ (300,693)
Due from government and government organizations	(1,211,306)	842,757
Inventory	54,544	26,897
Prepaid expenses	(30,500)	-
Accounts payable and accrued liabilities	(5,239)	1,028,058
Deferred revenue	1,506,252	(1,081,779)
Due to government and government organizations	<u>815,226</u>	<u>(266,460)</u>
	<u>\$ 480,306</u>	<u>\$ 248,780</u>

17. Expenses by Object

The following is a summary of expenses by object:

	<u>2025</u>	<u>2024</u>
Salaries and wages	\$ 8,847,577	\$ 5,470,552
Tuition	1,534,969	1,592,690
Professional services	517,559	596,556
Supplies and services	1,438,087	950,046
Interest and bank charges	476,590	426,093
Travel and training	763,155	429,486
Insurance	420,255	376,685
Telephone and utilities	176,932	115,726
Repairs and maintenance	329,854	182,852
Social assistance and assisted living	1,799,375	1,641,264
Gas bar	11,283,153	10,244,844
Lounge	15,169,578	15,620,195
Other	9,411,166	9,151,680
Amortization	<u>1,249,992</u>	<u>1,192,904</u>
	<u>\$ 53,418,242</u>	<u>\$ 47,991,573</u>

OROMOCTO FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2025

18. Government Transfers

	<u>Operating</u>	<u>Capital</u>	<u>2025 Total</u>
Federal government transfers:			
Indigenous Services Canada	\$ 21,328,510	\$ -	\$ 21,328,510
Canada Mortgage and Housing Corporation	49,434	-	49,434
Department of Fisheries	<u>515,194</u>	<u>-</u>	<u>515,194</u>
Total	21,893,138	-	21,893,138
Provincial government transfers	<u>3,599,613</u>	<u>-</u>	<u>3,599,613</u>
	<u>\$ 25,492,751</u>	<u>\$ -</u>	<u>\$ 25,492,751</u>
	<u>Operating</u>	<u>Capital</u>	<u>2024 Total</u>
Federal government transfers:			
Indigenous Services Canada	\$ 16,634,850	\$ -	\$ 16,634,850
Canada Mortgage and Housing Corporation	256,779	-	256,779
Department of Fisheries	<u>620,878</u>	<u>-</u>	<u>620,878</u>
Total	17,512,507	-	17,512,507
Provincial government transfers	<u>1,341,518</u>	<u>-</u>	<u>1,341,518</u>
	<u>\$ 18,854,025</u>	<u>\$ -</u>	<u>\$ 18,854,025</u>

19. Budgeted Figures

Budgeted figures were not prepared for the year ended March 31, 2025. Therefore, they have not been presented on the consolidated statement of operations or the consolidated statement of changes in net debt.

20. Contingencies

Oromocto First Nation has entered into contribution agreements with various federal government departments. Funding received under these contribution agreements is subject to repayment if the First Nation fails to comply with the terms and conditions of the agreements.

21. Economic Dependence

Oromocto First Nation receives a major portion of its revenue from Indigenous Services Canada and Health Canada. The nature and extent of this revenue is of such significance that the First Nation is economically dependent on this source of revenue.

22. Land Claim Liability

The amount consists of balances owing to eight former residents of the Oromocto First Nation, representing their pro-rata portion of the proceeds of distribution of a land claim settlement in 1989. To date, the First Nation has been unable to locate or contact them.

OROMOCTO FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025

23 Comparative Figures

Some of the comparative figures have been reclassified to conform to the current year's presentation.

24. Due to Related Party

	<u>2025</u>	<u>2024</u>
<u>Related party transactions</u>		
Monuwehkahal Homes (common control) - consolidated		
Fees charged to OFN (<i>eliminated</i>)	\$ 6,248,900	\$ -
Fees charged to Wholistic Care Solutions	690,200	-
Monuwehkahal Homes payroll and direct expenses	(4,153,544)	-
Management fee expense paid to OFN (<i>eliminated</i>)	(2,500,000)	-
Monuwehkahal Homes other expenses	<u>(412,104)</u>	<u>-</u>
	<u>\$ (126,548)</u>	<u>\$ -</u>

Wholistic Care Solutions (common management) - not consolidated

Flow-through funding	\$ 1,611,400	\$ -
Housing expenses paid to Monuwehkahal Homes	(690,200)	-
Payroll expenses paid to OFN	(222,742)	-

Due from related party

	<u>2025</u>	<u>2024</u>
Monuwehkahal Homes owing to OFN (<i>eliminated</i>)	\$ 564,199	\$ -
Wholistic Care Solutions owing to OFN	296,154	-
Wholistic Care Solutions owing to Monuwehkahal Homes	90,227	-

Advances from a related organization are non-interest bearing and have no set repayment terms. The organizations are related by virtue of common control and management.

OROMOCTO FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025

25. Segment Disclosure

Oromocto First Nation provides a range of services to its members. For management reporting purposes, operations and activities are organized by departments. For each department the segment revenue and expenses includes both directly attributable amounts and overheads that are allocated on a reasonable basis. The presentation by segment is based on the same accounting policies as described in the summary of Significant Accounting Policies as described in Note 2. The segment results for the period are as follows:

	Education		Health		Economic Development		Housing/Capital	
	2025	2024	2025	2024	2025	2024	2025	2024
Revenues								
Federal Government	\$ 1,688,694	\$ 2,375,571	\$ 1,199,430	\$ 1,329,947	\$ -	\$ -	\$ 3,218,825	\$ 2,634,150
Provincial Government	393,197	413,527	-	-	-	-	-	-
Tribal Council	-	-	-	-	-	-	-	-
Other Revenue	-	-	141,350	110,076	27,350,704	27,445,678	15	34
Total Revenues	2,081,892	2,789,098	1,340,780	1,440,023	27,350,704	27,445,678	3,218,840	2,634,184
Expenses								
Salaries and benefits	850,424	546,619	771,233	700,829	1,936,109	1,740,618	326,886	286,898
Amortization	-	-	53,888	53,888	101,219	113,340	881,088	719,704
Other Expenses	1,687,252	1,753,750	508,062	576,700	25,129,521	24,880,421	956,735	434,538
Total Expenses	2,537,676	2,300,370	1,333,182	1,331,416	27,166,849	26,734,379	2,164,709	1,441,140
Annual Surplus (Deficit)	\$ (455,785)	\$ 488,729	\$ 7,598	\$ 108,606	\$ 183,855	\$ 711,299	\$ 1,054,131	\$ 1,193,045

OROMOCTO FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025

25. Segment Disclosure (continued)

	Social Services		Band Government		Other		Consolidated Totals	
	2025	2024	2025	2024	2025	2024	2025	2024
Revenues								
Federal Government	\$ 14,496,122	\$ 8,927,968	\$ 774,872	\$ 1,623,992	\$ 515,194	\$ 620,878	\$ 21,893,137	\$ 17,512,506
Provincial Government	-	-	3,066,658	810,055	140,225	119,236	3,600,080	1,342,818
Tribal Council	694,606	509,221	1,801	213,719	-	-	696,407	722,939
Other Revenue	-	33,905	908,611	248,997	525,846	617,365	28,926,526	28,456,055
Total Revenues	15,190,729	9,471,094	4,751,942	2,896,763	1,181,265	1,357,479	55,116,151	48,034,319
Expenses								
Salaries and benefits	4,403,724	1,428,336	2,082,701	2,029,218	412,610	478,652	10,783,687	7,211,170
Amortization	-	-	67,098	87,143	146,700	218,828	1,249,992	1,192,904
Other Expenses	9,771,114	9,248,023	2,867,405	2,373,956	464,474	320,112	41,384,563	39,587,500
Total Expenses	14,174,838	10,676,359	5,017,205	4,490,317	1,023,783	1,017,591	53,418,242	47,991,573
Annual Surplus (Deficit)	\$ 1,015,890	\$ (1,205,266)	\$ (265,263)	\$ (1,593,555)	\$ 157,482	\$ 339,888	\$ 1,697,909	\$ 42,746