

**Mitaanjigamiing First Nation
Consolidated Financial Statements
For the year ended March 31, 2025**

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Consolidated Financial Statements
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Mitaanjigamiing First Nation Management's Responsibility for Financial Reporting

The accompanying consolidated financial statements of Mitaanjigamiing First Nation and all the information in this annual report are the responsibility of management and have been approved by the Chief and Council of Mitaanjigamiing First Nation.

The consolidated financial statements have been prepared by management in accordance with Public Sector Accounting Principles. Consolidated financial statements are not precise since they include certain amounts based on estimates and judgments. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the consolidated financial statements are presented fairly, in all material respects.

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

Mitaanjigamiing First Nation Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the consolidated financial statements.

The Council reviews the First Nation's consolidated financial statements and meets periodically with management, as well as the 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 annual report, the consolidated financial statements and the external auditor's report.

The consolidated financial statements have been audited by MNP LLP in accordance with Canadian generally accepted auditing standards on behalf of the members. MNP LLP have full and free access to the Council.



Chief



Councillor

To the Chief and Council of Mitaanjigamiing First Nation:

Opinion

We have audited the consolidated financial statements of Mitaanjigamiing First Nation and its subsidiaries (the Group), which comprise the consolidated statement of financial position as at March 31, 2025, and the consolidated statement of operations, the consolidated statement of changes in accumulated surplus, the consolidated statement of change in net financial assets (debt), the consolidated statement of remeasurement gains and losses and the consolidated statement of cash flows for the year then ended, and notes to consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as at March 31, 2025, and its consolidated results of operations, its consolidated change in net financial assets (debt), and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

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 Consolidated Financial Statements section of our report. We are independent of the the Group in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these 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 Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with Canadian accounting standards for private enterprises, 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.

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

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

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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.
- 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 the Group'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 the Group'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 consolidated 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 the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated 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.

MNP LLP

Chartered Professional Accountants

Fort Frances, Ontario

November 4, 2025

Licensed Public Accountants

Mitaanjigamiing First Nation Consolidated Statement of Financial Position

March 31	2025	2024
Financial assets		
Cash and cash equivalents (Note 1)	\$ 4,074,115	\$ 6,897,719
Short-term investment (Note 2)	1,486,310	2,346,155
Accounts receivable	7,650,042	7,311,698
Loans and advances (Note 3)	72,887	58,739
Investments held in trust (Note 14)	93,380	66,624
Investment in government business partnerships (Note 5)	11,618,665	1,607,333
Portfolio investments (Note 4)	172,855	172,855
	<u>25,168,254</u>	<u>18,461,123</u>
Liabilities		
Accounts payable and accrued liabilities	2,660,803	1,346,263
Term loans (Note 10)	9,954,156	3,446,507
Demand debt (Note 9)	40,000	40,000
Deferred revenue (Note 8)	4,447,658	5,182,212
	<u>17,102,617</u>	<u>10,014,982</u>
Net financial assets	<u>8,065,637</u>	<u>8,446,141</u>
Non-financial assets		
Tangible capital assets (Note 7)	25,839,282	23,545,918
Prepaid expenses	366	4,234
Tangible capital assets under construction	1,549,787	575,080
	<u>27,389,435</u>	<u>24,125,232</u>
Accumulated surplus	<u>35,455,072</u>	<u>32,571,373</u>
Accumulated surplus is comprised of:		
Accumulated operating surplus (Note 6)	35,367,456	32,593,629
Accumulated remeasurement gains (losses)	87,616	(22,256)
	<u>\$ 35,455,072</u>	<u>\$ 32,571,373</u>



Chief



Councillor

Mitaanjigamiing First Nation Consolidated Statement of Operations

For the year ended March 31	Budget	2025	2024
(Note 13)			
Revenue			
Indigenous Services Canada (Note 19)	\$ 8,877,335	\$ 6,498,796	\$ 5,813,603
Revenue - trust fund	3,375,517	4,714,778	3,714,636
Rental - housing and other buildings	19,750	30,000	27,800
Ministry of Community and Social Services	167,544	181,468	128,530
Ministry of Education	197,736	101,603	169,337
Ministry of Health and Long-Term Care	164,900	21,936	124,573
Ministry of Indigenous Affairs	193,250	85,000	220,071
Miscellaneous	1,652,294	1,531,972	792,806
Shooniyyaa Wa-Biitong	347,335	98,659	458,684
Resource and other economic development	38,783	26,755	42,424
Ministry of Tourism, Culture and Sport	-	53,000	53,000
OFNLP	440	772,090	626,446
Giishkaandago'ikwe Health Services	139,400	178,600	141,935
Weechi-It-Te-Win	840,985	1,383,620	1,200,290
Grand Council Treaty #3	1,077,035	366,061	666,288
1468069 Ontario Limited o/a Gobe Corporation	-	473,591	314,501
	17,092,304	16,517,929	14,494,924
Expenditures			
Band support	2,228,425	3,708,427	2,727,570
Operations and maintenance	489,611	816,974	698,872
Education	2,280,906	1,656,483	1,513,915
Social services	490,463	250,381	248,207
Other operating programs	61,430	96,865	68,855
Weechi-It-Te-Win program	1,039,905	1,239,123	1,079,421
Aboriginal healing and wellness strategy	77,969	83,637	59,695
Capital programs	1,032,600	364,191	245,616
Child and Family Services	440,562	241,190	257,294
Integrated Community Based Health Services	533,512	516,601	355,296
OFNLP	232,991	514,764	396,739
New Relationship Fund	85,000	76,500	68,821
1468069 Ontario Limited o/a Gobe Corporation	-	327,537	335,689
Child and family program	136,186	87,984	75,718
Home and community care	98,860	20,390	115,927
Community comprehensive plan	3,375,517	1,289,691	610,044
Land use planning	185,112	86,766	53,360
Economic development	-	-	28,409
Revenue Resource Sharing	-	575,655	229,234
Indian Residential Schools	113,618	58,136	252,252
IESO	47,750	25,926	29,802
Other Programs	150,500	-	-
Other Land Based Programs	46,825	-	121,008
Other Health	470,404	99,809	327,533
Other Child Welfare	250,000	140,409	249,509
Employment and Training	300,516	82,595	180,781
FN Representative Service	217,246	661,970	422,176
FNCFS Housing Allocation	-	54,861	-
Community Based Initiative	30,000	667,237	62,575
	14,415,908	13,744,102	10,814,318
Annual surplus (deficit)	\$ 2,676,396	\$ 2,773,827	\$ 3,680,606

Mitaanjigamiing First Nation
Consolidated Statement of Changes in Accumulated Surplus

For the year ended March 31	2025	2024
First Nation accumulated surplus, beginning of year	\$ 32,593,629	\$ 28,913,023
Annual surplus	<u>2,773,827</u>	<u>3,680,606</u>
First Nation accumulated surplus, end of year	\$ 35,367,456	\$ 32,593,629

Mitaanjigamiing First Nation
Consolidated Statement of Remeasurement Gains or Losses

<u>For the year ended March 31</u>	<u>2025</u>	<u>2024</u>
Accumulated remeasurement gains (losses), beginning of year	\$ (22,256)	\$ (95,709)
Unrealized gains (losses) attributable to:		
Short term investments	109,872	73,453
Accumulated remeasurement gains (losses), end of year	\$ 87,616	\$ (22,256)

Mitaanjigamiing First Nation
Consolidated Statement of Change in Net Financial Assets (Debt)

<u>For the year ended March 31</u>	<u>Budget</u>	<u>2025</u>	<u>2024</u>
(Note 13)			
Annual surplus (deficit)	\$ 2,676,396	\$ 2,773,827	\$ 3,680,606
Acquisition of tangible capital assets	(3,023,488)	(2,591,210)	(3,006,001)
Acquisition of tangible capital assets under construction	-	(1,549,787)	(575,080)
Amortization of tangible capital assets	669,665	872,926	755,478
Gain on sale of tangible capital assets	-	-	-
Proceeds on sale of tangible capital assets	-	-	-
	322,573	(494,244)	855,003
Consumption of prepaid expenses and inventory of supplies	-	3,868	(1,392)
Net decrease in net financial assets (debt) net remeasurement gains (losses)	322,573	(490,376)	853,611
Net remeasurements gains (losses)	-	109,872	73,453
Changes in net assets (debt)	3,225,594	(380,504)	927,064
Net financial assets (debt), beginning of year	8,446,141	8,446,141	7,519,077
Net financial assets (debt), end of year	\$ 8,768,714	\$ 8,065,637	\$ 8,446,141

Mitaanjigamiing First Nation Consolidated Statement of Cash Flows

For the year ended March 31	2025	2024
Cash flows from operating activities		
Annual surplus	\$ 2,773,827	\$ 3,680,606
Remeasurement gain (loss)	109,873	73,453
Items not involving cash		
Amortization of tangible capital assets	872,926	755,478
Changes in non-cash working capital		
Accounts receivable	(338,344)	(807,343)
Loans and advances	(14,148)	(10,850)
Prepaid expenses	3,868	(1,392)
Accounts payable and accrued liabilities	1,314,538	(38,965)
Deferred revenue	<u>(734,554)</u>	<u>2,024,969</u>
	<u>3,987,986</u>	<u>5,675,956</u>
Cash flows from capital activities		
Acquisition of tangible capital assets	(2,591,210)	(3,006,001)
Acquisition of tangible capital assets under construction	<u>(1,549,787)</u>	<u>(575,080)</u>
	<u>(4,140,997)</u>	<u>(3,581,081)</u>
Cash flows from financing activities		
Increase (decrease) in demand debt and term loans	<u>6,507,649</u>	<u>3,345,212</u>
Cash flows from investing activities		
Purchase of investments	(9,151,487)	(872,409)
Trust funds	<u>(26,755)</u>	<u>(44,958)</u>
	<u>(9,178,242)</u>	<u>(917,367)</u>
Increase (decrease) in cash during the year	(2,823,604)	4,522,720
Cash and cash equivalents, beginning of year	<u>6,897,719</u>	<u>2,374,999</u>
Cash and cash equivalents, end of year	<u>\$ 4,074,115</u>	<u>\$ 6,897,719</u>

Mitaanjigamiing First Nation Summary of Significant Accounting Policies

March 31, 2025

Basis of Accounting

These consolidated financial statements have been prepared in accordance with Canadian generally accepted accounting principles for local government Entities, as defined in the Chartered Professional Accountants of Canada Public Sector Accounting and Auditing Handbook, and include all organizations, operations and activities that are:

- 1) accountable for the administration of their financial affairs and resources directly to the First Nation; and
- 2) owned or controlled by the First Nation.

This includes all aspects of band operations including provision of social, educational, administration and operational services.

Other long-term investments are reflected at cost as disclosed in Note 3.

The First Nation owns 100% of the common shares of 1468069 Ontario Limited o/a Gobe Corporation. This Corporation has been classified as an other government organization and has been fully consolidated.

Government Transfers

Government transfers, which include legislative grants, are recognized as revenue in the consolidated financial statements when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. When transfer stipulations give rise to a liability, government transfers are recognized as deferred revenue and recognized as revenue when the stipulations are settled.

**Cash and Cash
Equivalents**

Management considers all highly liquid investments with maturities of three months or less at acquisition to be cash equivalents.

Mitaanjigamiing First Nation Summary of Significant Accounting Policies

March 31, 2025

Tangible Capital Assets

Tangible capital assets are recorded at cost less accumulated amortization. Cost includes all costs directly attributable to acquisition or construction of the tangible capital asset including transportation costs, installation costs, design and engineering fees, legal fees and site preparation costs. Contributed tangible capital assets are recorded at fair value at the time of the donation, with a corresponding amount recorded as revenue. Amortization is recorded on a straight-line basis over the estimated life of the tangible capital asset commencing once the asset is available for productive use as follows:

Buildings	50 years
Equipment	10 years
Vehicles	10 years
Roads	15 to 80 years
Housing	50 years
Other	20 years

Short Term Investments Unrealized gains and losses from changes in the fair value of financial instruments are recognized in the statement of remeasurement gains and losses. Upon settlement, the cumulative gain or loss is reclassified from the statement of remeasurement gains and losses and recognized in the statement of operations. Interest and dividends attributable to financial instruments are reported in the statement of operations.

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 impracticable.

Contributions from non-government sources are deferred when restrictions are placed on their use by the 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 being performed is deferred and recognized when the fee is earned or the service is performed.

Portfolio Investments

Other investments, where control does not exist, are accounted for following the cost method of accounting. Under this method, the investment is recorded at cost and earnings from the investment are recognized only to the extent received or receivable.

Mitaanjigamiing First Nation Summary of Significant Accounting Policies

March 31, 2025

Measurement Uncertainty	Estimates are used to accrue revenues and expenses in circumstances where the actual accrued revenues are unknown at the time the consolidated financial statements are prepared. Uncertainty in the determination of the amount at which an item is recognized in the consolidated financial statements is known as measurement uncertainty. Such uncertainty exists when there is a variance between the recognized amount and another reasonable possible amount, as there is whenever estimates are used.
Use of Estimates	<p>The preparation of consolidated financial statements in accordance with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future.</p> <p>The estimates used in the preparation of these consolidated financial statements are the useful lives of property, plant and equipment and accrued liabilities.</p>

Mitaanjigamiing First Nation
Notes to Consolidated Financial Statements

March 31, 2025

1. Cash and Cash Equivalents

	2025	2024
Internally restricted Reserves	\$ 442,799	\$ 442,799
Unrestricted Operating	<u>3,631,316</u>	6,454,920
Total cash and cash equivalents	<u>\$ 4,074,115</u>	\$ 6,897,719

Bank indebtedness is covered by a credit line with a maximum authorized amount of \$900,000. The credit line carries an interest rate of prime + 2.20% and is due on demand.

2. Short-term Investment

	2025	2024
RBC Dominion Securities	<u>\$ 1,486,310</u>	\$ 2,346,155

Marketable securities are valued at fair market value. Marketable securities cost value as of March 31, 2025 is \$1,376,437 (2024 - \$2,213,040).

3. Loans and Advances

	2025	2024
Nanicost Ltd. - note receivable	\$ 795	\$ 745
Loans and advances	<u>85,297</u>	71,199
Allowance for doubtful accounts	<u>(13,205)</u>	(13,205)
	<u>\$ 72,887</u>	<u>\$ 58,739</u>

The majority of loans and advances are due from band members for rent, services provided or outstanding travel advances.

Mitaanjigamiing First Nation Notes to Consolidated Financial Statements

March 31, 2025

4. Portfolio Investments

	2025	2024
Boundary Waters Anishinaabeg Development, LP	\$ 158,331	\$ 158,331
Rainy Lake Tribal Resource Management	7,035	7,035
Nanicost Ltd.	7,389	7,389
Agency One GP	100	100
	<hr/> \$ 172,855	<hr/> \$ 172,855

Portfolio investments are valued at cost.

5. Government Business Enterprises and Partnerships, at modified equity

Zazega Akiins Land and Resources LP

Zazega Akiins Land and Resources, LP is a Limited Partnership that was created for the purpose of managing the construction and operation of the Motel 6 hotel economic development to generate wealth for the First Nation partner, Mitaanjigamiing First Nation.

Agency One LP

Agency One is a Limited Partnership that was created to manage the Agency One reserve land. Mitaanjigamiing First Nation has a 25% ownership in the entity and has significant influence.

**Mitaanjigamiing First Nation
Notes to Consolidated Financial Statements**

March 31, 2025

5. Government Business Enterprises and Partnerships, at modified equity (continued)

Percentage ownership	Zazega Akiins Land and Resources, LP	Agency One LP	Total
	99.99%	24.99%	
Carrying value, March 31, 2023	\$ -	\$ 224,608	\$ 224,608
Purchase of shares	100		100
Share of net income (loss)	(491)	127,207	126,716
Changes in capital	<u>1,431,777</u>	<u>(175,868)</u>	<u>1,255,909</u>
Carrying value, March 31, 2024	1,431,386	175,947	1,607,333
Share of net income (loss)	(19,354)	17,075	(2,279)
Changes in capital	<u>9,908,624</u>	<u>104,987</u>	<u>10,013,611</u>
Carrying value, March 31, 2025	<u>\$ 11,320,656</u>	<u>\$ 298,009</u>	<u>\$ 11,618,665</u>

**Mitaanjigamiing First Nation
Notes to Consolidated Financial Statements**

March 31, 2025

5. Government Business Enterprises and Partnerships, at modified equity (continued)

	Zazega Akiins Land and Resources, LP	Agency One LP	2025 Total	2024 Total
Financial position				
Current assets	\$ 1,124,411	\$ 2,288,591	\$ 3,413,002	\$ 1,002,784
Long-term asset	<u>10,544,200</u>	<u>5,977</u>	<u>10,550,177</u>	<u>2,070,052</u>
Total assets	\$ 11,668,611	\$ 2,294,568	\$ 13,963,179	\$ 3,072,836
Current liabilities	\$ -	\$ 623,511	\$ 623,511	\$ 21,711
Long-term liabilities	<u>-</u>	<u>478,800</u>	<u>478,800</u>	<u>746,000</u>
Total liabilities	-	1,102,311	1,102,311	767,711
Share capital	101	401	502	502
Net equity (deficit), end of year	<u>11,668,510</u>	<u>1,191,856</u>	<u>12,860,366</u>	<u>2,302,024</u>
Equity (deficit)	11,668,611	1,192,257	12,860,868	2,302,526
	\$ 11,668,611	\$ 2,294,568	\$ 13,963,179	\$ 3,070,237
Results of operations				
			2025	2024
Revenues	\$ -	\$ 1,570,311	\$ 1,570,311	\$ 3,634,118
Operating expenses	<u>19,356</u>	<u>1,501,793</u>	<u>1,521,149</u>	<u>3,569,950</u>
Net income (loss)	(19,356)	68,518	49,162	64,168
Contributions (distributions)	10,256,480	250,000	10,506,480	1,638,311
Net equity (deficit), beginning of year	<u>1,431,386</u>	<u>873,338</u>	<u>2,304,724</u>	<u>602,245</u>
Net equity (deficit), end of year	\$ 11,668,510	\$ 1,191,856	\$ 12,860,366	\$ 2,304,724

Mitaanjigamiing First Nation Notes to Consolidated Financial Statements

March 31, 2025

6. Accumulated Surplus

The First Nation segregates its accumulated surplus in the following categories:

	2025	2024
Investment in tangible capital assets		
Tangible capital assets	\$ 25,826,249	\$ 23,529,625
Tangible capital assets under construction	1,549,787	575,080
Debt related to capital	<u>(44,263)</u>	<u>(93,457)</u>
Total investment in tangible capital assets	<u>27,331,773</u>	<u>24,011,248</u>
Current fund surplus (deficit)	<u>3,999,504</u>	<u>8,402,762</u>
Other government Organization	<u>-</u>	<u>(329,804)</u>
Reserve funds		
School bus	22,799	22,799
Water treatment plant	20,000	20,000
Land acquisition	300,000	300,000
Boffin Lake	100,000	100,000
Community development	<u>3,500,000</u>	<u>-</u>
Total reserve funds	<u>3,942,799</u>	<u>442,799</u>
Trust investments		
Revenue trust	44	44
Rainy River District First Nation Trust	<u>93,336</u>	<u>66,580</u>
Total trust investments	<u>93,380</u>	<u>66,624</u>
	<u>\$ 35,367,456</u>	<u>\$ 32,593,629</u>

The investment in tangible capital assets represents amounts already spent and invested in infrastructure and other non-financial assets.

Reserve funds represent funds set aside by Council resolution for specific purposes.

**Mitaanjigaming First Nation
Notes to Consolidated Financial Statements**

March 31, 2025

7. Tangible Capital Assets

	2025						
	Buildings	Equipment	Vehicles	Roads	Housing	Other	Total
Cost, beginning of year	\$ 13,390,265	\$ 1,195,184	\$ 1,332,482	\$ 256,978	\$ 14,210,696	\$ 114,314	\$ 30,499,919
Additions	967,439	67,183	420,602	100,000	1,611,066	-	3,166,290
Disposals	-	-	-	-	-	-	-
Cost, end of year	14,357,704	1,262,367	1,753,084	356,978	15,821,762	114,314	33,666,209
Accumulated amortization, beginning of year	3,287,438	751,510	627,171	103,313	2,110,704	73,865	6,954,001
Amortization	286,017	83,388	178,909	4,177	317,572	2,863	872,926
Disposals	-	-	-	-	-	-	-
Accumulated amortization, end of year	3,573,455	834,898	806,080	107,490	2,428,276	76,728	7,826,927
Net carrying amount, end of year	<u>\$ 10,784,249</u>	<u>\$ 427,469</u>	<u>\$ 947,004</u>	<u>\$ 249,488</u>	<u>\$ 13,393,486</u>	<u>\$ 37,586</u>	<u>\$ 25,839,282</u>

The net book value of tangible capital assets not being amortized because they are under construction is \$1,549,787 (2024 - \$575,080). These items are recognized separately as tangible capital assets under construction on the consolidated statement of financial position. This relates to the housing, water treatment plant upgrades and beach access projects.

**Mitaanjigaming First Nation
Notes to Consolidated Financial Statements**

March 31, 2025

7. Tangible Capital Assets (continued)

	2024						
	Buildings	Equipment	Vehicles	Roads	Housing	Other	Total
Cost, beginning of year	\$ 12,460,500	\$ 1,107,710	\$ 1,140,423	\$ 256,978	\$ 12,286,788	\$ 114,314	\$ 27,366,713
Additions	929,765	87,474	192,059	-	1,923,908	-	3,133,206
Disposals	-	-	-	-	-	-	-
Cost, end of year	<u>13,390,265</u>	<u>1,195,184</u>	<u>1,332,482</u>	<u>256,978</u>	<u>14,210,696</u>	<u>114,314</u>	<u>30,499,919</u>
Accumulated amortization, beginning of year	3,020,770	670,896	507,253	100,386	1,825,353	73,865	6,198,523
Amortization	266,668	80,614	119,918	2,927	285,351	-	755,478
Disposals	-	-	-	-	-	-	-
Accumulated amortization, end of year	<u>3,287,438</u>	<u>751,510</u>	<u>627,171</u>	<u>103,313</u>	<u>2,110,704</u>	<u>73,865</u>	<u>6,954,001</u>
Net carrying amount, end of year	<u><u>\$ 10,102,827</u></u>	<u><u>\$ 443,674</u></u>	<u><u>\$ 705,311</u></u>	<u><u>\$ 153,665</u></u>	<u><u>\$ 12,099,992</u></u>	<u><u>\$ 40,449</u></u>	<u><u>\$ 23,545,918</u></u>

Mitaanjigamiing First Nation Notes to Consolidated Financial Statements

March 31, 2025

8. Deferred Revenue

	Balance March 31, 2024	Funding Received 2025	Revenue Recognized 2025	Balance March 31, 2025
Federal Government				
ISC - Education	\$ 1,163,200	\$ 1,753,678	\$ 1,905,241	\$ 1,011,637
ISC - Prev/Least Disruptive	776,556	794,735	281,358	1,289,933
ISC - FNCFS Housing Allocation	158,029	146,637	54,861	249,805
ISC - Flood Vulnerability	-	17,667	-	17,667
ISC - Water Treatment Plant	1,076,190	419,791	884,601	611,380
ISC - Capacity Development	-	300,000	165,409	134,591
ISC - Jordans Principle	137,366	5,524	100,361	42,529
ISC - Comm Opport Readiness	765,435	-	667,537	97,898
ISC - Economic Development	-	30,000	-	30,000
Provincial Government				
Ministry of Health and Long-Term Care	60,546	116,900	21,936	155,510
Ministry of Education	12,243	138,677	101,603	49,317
Other				
Giishkaandago'ikwe Health Services	167,501	235,570	171,500	231,571
Weechi-It-Te-Win	707,867	1,157,467	1,383,620	481,714
Canadian Heritage Fund	66,220	-	66,220	-
Agency One, LP	69,504	53,583	123,087	-
Ontario First Nations Economic Development Association	21,555	22,551	-	44,106
	\$ 5,182,212	\$ 5,192,780	\$ 5,927,334	\$ 4,447,658

ISC

Indigenous Services Canada advanced the First Nation funding in relation to land management, post-secondary education, economic development, community comprehensive plan, social services, and roads and bridges. These funds must be spent on land management projects within the boundaries of the First Nation, post-secondary costs of First Nation members, tourism lodge business plan, community comprehensive plan, social services, and roads and bridges.

Mitaanjigamiing First Nation Notes to Consolidated Financial Statements

March 31, 2025

9. Demand Debt

	2025	2024
CMHC Home Adaptations for Seniors non-interest bearing promissory note. Repayable to CMHC within 30 days of notification. Repayment to be forgiven in full, six months from the date of payment in full by CMHC of the loan amount, provided the First Nation is not in breach of the terms and conditions for the loan.	<u>\$ 40,000</u>	<u>\$ 40,000</u>

Demand debt is not secured.

Scheduled principal repayments are as follows:

Year	Amount
2031	<u>\$ 40,000</u>

Mitaanjigamiing First Nation Notes to Consolidated Financial Statements

March 31, 2025

10. Term Loans

	2025	2024
RBC loan with interest at 4.41%, equipment loan, repayable in monthly installments of \$4,279 principal and interest, maturing April 2025, secured by specific equipment.	\$ 4,263	\$ 53,457
Peace Hills Trust loan with interest at 5.20%, community development loan, repayable in annual installments of \$280,889 principal plus interest, maturing April 2044.	9,949,893	3,393,050
	<hr/> \$ 9,954,156	\$ 3,446,507

Principal repayments required over the next 5 years and thereafter are as follows:

	Principal Repayments	Interest	Total
2026	\$ 444,203	\$ 147,217	\$ 591,420
2027	331,794	494,518	826,312
2028	349,037	477,265	826,302
2029	367,186	459,115	826,301
2030	386,280	440,021	826,301
Thereafter	<hr/> 8,075,656	<hr/> 3,492,552	<hr/> 11,568,208
	<hr/> \$ 9,954,156	\$ 5,510,688	\$ 15,464,844

11. Unused Credit Risk

At March 31, 2025, the First Nation has undrawn credit capacity under credit facilities of approximately \$3,781,592 (2024 - \$10,425,191). These credit facilities are secured by a community development loan agreement covering all assets of the First Nation. When drawn, these facilities are subject to a fixed interest rate of 5.20%.

Mitaanjigamiing First Nation Notes to Consolidated Financial Statements

March 31, 2025

12. Economic Dependence

Mitaanjigamiing First Nation receives a major portion of its revenue pursuant to a funding arrangement with Indigenous Services Canada.

13. Budget Information

The budget was prepared on a modified accrual basis while Public Sector Accounting Standards now require a full accrual basis. The budget figures anticipated recovering deficits. In addition, the budget did not include amortization expense. As a result, the budget figures presented in the consolidated statements of operations and change in net financial assets (debt) represent the Financial Plan adopted by Council, with adjustments as follows:

	<u>2025</u>
Financial Plan (budget) deficit for the year	\$ 404,308
Add:	
Capital expenditures	3,023,488
Less:	
Amortization	<u>(751,400)</u>
Budget deficit per consolidated statement of operations	<u>\$ 2,676,396</u>

14. Investments Held in Trust

	Balance March 31, 2024	Additions 2025	Withdrawals 2025	Balance March 31, 2025
Rainy River District First Nation Trust Revenue	\$ 66,579 45	\$ 26,756 -	\$ - -	\$ 93,335 45
	<u>\$ 66,624</u>	<u>\$ 26,756</u>	<u>\$ -</u>	<u>\$ 93,380</u>

The trust funds arise from monies derived from capital or revenue sources as outlined in Section 62 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 63 to 69 of the Indian Act.

The funds held in the Rainy River District First Nation Trust are controlled by the First Nation and arose from the signing of a resource sharing agreement.

Mitaanjigamiing First Nation Notes to Consolidated Financial Statements

March 31, 2025

15. OFNLP Funds

OFNLP funds represent amounts received from Ontario First Nation Limited Partnership as a distribution to the First Nation of their share of Casino Rama profits according to a formula used for that purpose. The use of these funds, according to agreements, is restricted to community development, health, education, economic development and cultural development. The First Nation holds a unit in Ontario First Nation Limited Partnership and share of a related Company - Ontario First Nation General Partner Inc. - the carrying values of which are nominal and are not recorded on the First Nation's consolidated financial statements.

16. Contingencies

The Organization was named in a lawsuit, which is unresolved as of the date of the audit report. The outcome of the claim is unknown and therefore, no provision for this claim has been made in the consolidated financial statements. The Organization has hired Counsel to defend its position on this matter.

17. Expenditure by Object

	2025	2024
Salaries, wages and employee benefits	\$ 3,935,452	\$ 3,196,162
Materials and supplies	7,879,867	5,712,456
Contracted services	449,334	698,400
Rents and financial expenses	373,147	273,942
Travel	236,636	181,958
Amortization	869,666	751,400
	<hr/> <u>\$ 13,744,102</u>	<hr/> <u>\$ 10,814,318</u>

Mitaanjigamiing First Nation Notes to Consolidated Financial Statements

March 31, 2025

18. Pension Plan

The First Nation has a defined contribution pension plan for full-time employees. The First Nation matches employee contributions at 5.5% of the employee salary. As a defined contribution pension plan, the First Nation has no further liability or obligation for future contributions to fund future benefits to plan members. Contributions made by the First Nation to the pension plan for 2025 were \$177,107 (2024 - \$118,006).

19. Funding Reconciliation

	2025	2024
ISC revenue per funding confirmation	\$ 5,907,460	\$ 7,082,816
Deferred revenue	591,336	(1,269,213)
ISC revenue per the consolidated financial statements	\$ 6,498,796	\$ 5,813,603

Mitaanjigamiing First Nation Notes to Consolidated Financial Statements

March 31, 2025

20. Segmented Information

Mitaanjigamiing First Nation is a diversified government institution that provides a wide range of services to its members, including education, operations and maintenance, medical and other health services, administration, capital, enterprises and other services. For management reporting purposes the First Nation's operations and activities are organized and reported by fund. Funds were created for the purpose of recording specific activities to attain certain objectives in accordance with special regulations, restrictions or limitations.

Services are provided by departments and their activities are reported in these funds. Certain departments that have been separately disclosed in the Segment Disclosure, along with the services they provide, are as follows:

Education

The education department provides services to elementary and secondary students primarily by entering into service contracts with provincially funded area school boards, as well as native language study. In addition, the department reimburses tuition costs and provides living and other allowances to students who are attending post-secondary institutions.

Operations and Maintenance

The infrastructure department provides public services that contribute to community development and sustainability through the provision of operating services such as roads, water and sanitation, fire protection, electrical and community buildings.

Medical and Other Health Services

The community wellness department provides a diverse bundle of services directed towards the well-being of members including such activities as long-term care, medical transportation, pre-natal and early childhood care, nursing, health representation, traditional healing, family violence prevention and many other smaller programs designed to enhance the health of members.

Mitaanjigamiing First Nation Notes to Consolidated Financial Statements

March 31, 2025

20. Segmented Information (continued)

Band Support

The administration department oversees the delivery of all governmental services. The department is responsible for ensuring that there are adequate policies and procedures in place to safeguard assets and to properly report financial activities. In addition, this department includes the governance activities of the Chief and Council.

Capital

This department is responsible for all capital asset activities occurring on the First Nation during the year, including housing construction and renovations.

Other Services

The First Nation provides a wide array of other services, including youth employment projects, economic development, housing activities and others.

For each reported segment, revenues and expenses include 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, including transfers and have been apportioned based on a percentage of budgeted expenses.

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

**Mitaanjigamiing First Nation
2025 Segment Disclosure**

<u>For the year ended March 31, 2025</u>	<u>Band</u>	<u>Operations and Maintenance</u>		<u>Medical and Health</u>		<u>Capital</u>	<u>Other</u>	<u>Total</u>
	<u>Support</u>	<u>Education</u>	<u>Health</u>	<u>Capital</u>	<u>Other</u>	<u>Total</u>		
Revenue								
Indigenous Services Canada	\$ 266,626	\$ 1,263,452	\$ 1,905,241	\$ 433,352	\$ 534,419	\$ 2,095,706	\$ 6,498,796	
Canada	76,532	-	-	-	-	416,220	492,752	
Ontario	53,000	-	-	-	-	390,007	443,007	
OFNLP	-	-	-	-	-	772,090	772,090	
Trust income	952,946	-	-	-	-	3,761,832	4,714,778	
Other Aboriginal Organizations	121,996	-	69,209	-	-	1,958,824	2,150,029	
Interest, rentals and other	823,212	30,000	-	-	-	593,265	1,446,477	
	<u>2,294,312</u>	<u>1,293,452</u>	<u>1,905,241</u>	<u>502,561</u>	<u>534,419</u>	<u>9,987,944</u>	<u>16,517,929</u>	
Expenditures								
Salaries, wages and benefits	1,348,686	143,274	256,325	279,001	91,797	1,816,369	3,935,452	
Materials, supplies and capital	1,056,077	438,964	1,353,171	273,222	272,394	4,486,039	7,879,867	
Contracted services	289,232	-	-	2,255	-	157,847	449,334	
Rents and financial expenses	372,357	-	-	-	-	790	373,147	
Travel	105,828	519	16,732	28,159	-	85,398	236,636	
Amortization	587,594	234,216	30,254	17,602	-	-	869,666	
	<u>3,759,774</u>	<u>816,973</u>	<u>1,656,482</u>	<u>600,239</u>	<u>364,191</u>	<u>6,546,443</u>	<u>13,744,102</u>	
Excess (deficiency) of revenue over expenditures	\$1,465,462)	\$ 476,479	\$ 248,759	\$ (97,678)	\$ 170,228	\$ 3,441,501	\$ 2,773,827	

**Mitaanjigamiing First Nation
2024 Segment Disclosure**

<u>For the year ended March 31, 2024</u>	<u>Band</u>	<u>Operations and Maintenance</u>		<u>Medical and Health</u>	<u>Capital</u>	<u>Other</u>	<u>Total</u>
	<u>Support</u>	<u>Education</u>					
Revenue							
Indigenous Services Canada	\$ 436,560	\$ 1,123,726	\$ 1,560,237	\$ 470,555	\$ 940,869	\$ 1,281,656	\$ 5,813,603
Canada	-	-	-	-	-	166,875	166,875
Ontario	53,000	-	-	-	-	534,935	587,935
OFNLP	-	-	-	-	-	626,446	626,446
Trust income	-	-	-	-	-	3,714,636	3,714,636
Other Aboriginal Organizations	175,061	-	-	67,210	-	2,363,371	2,605,642
Interest, rentals and other	519,987	27,800	-	-	67,500	364,500	979,787
	<u>1,184,608</u>	<u>1,151,526</u>	<u>1,560,237</u>	<u>537,765</u>	<u>1,008,369</u>	<u>9,052,419</u>	<u>14,494,924</u>
Expenditures							
Salaries, wages and benefits	1,042,306	99,850	248,532	165,233	98,221	1,542,020	3,196,162
Materials, supplies and capital	655,251	383,352	1,222,829	209,187	147,394	3,094,443	5,712,456
Contracted services	175,942	-	-	15,351	-	507,107	698,400
Rents and financial expenses	273,942	-	-	-	-	-	273,942
Travel	93,453	2,054	9,048	7,619	-	69,784	181,958
Amortization	486,676	213,617	33,505	17,602	-	-	751,400
	<u>2,727,570</u>	<u>698,873</u>	<u>1,513,914</u>	<u>414,992</u>	<u>245,615</u>	<u>5,213,354</u>	<u>10,814,318</u>
Excess (deficiency) of revenue over expenditures	\$1,542,962)	\$ 452,653	\$ 46,323	\$ 122,773	\$ 762,754	\$ 3,839,065	\$ 3,680,606