

Pic Mobert First Nation
Consolidated Financial Statements
March 31, 2019

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Management's Responsibility

To the Chief and Council and Members of Pic Mobert First Nation:

The accompanying consolidated financial statements of Pic Mobert First Nation 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 consolidated 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 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 consolidated financial statements.

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

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

January 6, 2020

A handwritten signature in blue ink, appearing to read "Elaine Stewart".

Finance Manager

Independent Auditor's Report

To the Chief and Council and Members of Pic Mobert First Nation:

Opinion

We have audited the consolidated financial statements of Pic Mobert First Nation and its subsidiaries (the "First Nation"), which comprise the consolidated statement of financial position as at March 31, 2019, and the consolidated statements of operations and accumulated surplus, change in net debt and cash flows for the year then ended, and notes to the 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 First Nation as at March 31, 2019, and the results of its consolidated operations 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 First Nation 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 public sector accounting 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.

In preparing the consolidated financial statements, management is responsible for assessing the First Nation'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 First Nation 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 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 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 First Nation'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 First Nation 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the First Nation to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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.

Thunder Bay, Ontario

January 6, 2020

MNP LLP

Chartered Professional Accountants

Licensed Public Accountants

Pic Mobert First Nation
Consolidated Statement of Financial Position
As at March 31, 2019

	2019	2018
Financial assets		
Cash resources (Note 3)	1,822,516	726,747
Portfolio investments (Note 4)	71,342,695	71,340,520
Accounts receivable (Note 5)	1,077,978	999,831
Inventory	-	458,126
Due from government and other government organizations (Note 6)	608,512	728,978
Investments in government business partnership and enterprise (Note 7)	2,501,778	1,964,804
Trust funds held by federal government (Note 8)	76,864	75,119
Total financial assets	77,430,343	76,294,125
Liabilities		
Accounts payable and accruals (Note 9)	1,072,342	3,119,194
Deferred revenue (Note 10)	596,597	2,892,827
Due to related party	2,551	257,526
Due to government and other government organizations (Note 11)	64,196	49,561
Due to Regional Power Inc. (Note 12)	82,576,284	81,909,318
Long-term debt (Note 13)	3,203,254	3,312,951
Capital lease obligations	-	600,876
Total liabilities	87,515,224	92,142,253
Net debt	(10,084,881)	(15,848,128)
Contingent liabilities (Note 14)		
Non-financial assets		
Tangible capital assets (Schedule 1)	24,095,097	25,600,325
Intangible capital assets	1,986	1,986
Prepaid expenses	53,156	581,270
Total non-financial assets	24,150,239	26,183,581
Accumulated surplus	14,065,358	10,335,453

Approved on behalf of the Council

Chief

Councillor

Councillor

Councillor

Councillor

Pic Mobert First Nation
Consolidated Statement of Operations and Accumulated Surplus
For the year ended March 31, 2019

	2019 Budget	2019	2018
Revenue			
Indigenous Services Canada (Note 15), (Note 17)	1,639,218	1,914,973	4,543,253
Dilico Ojibway Child and Family Services	216,529	311,328	206,219
Ontario First Nations Limited Partnership	720,000	942,144	744,198
Ministry of Health and Long Term Care	137,532	143,276	120,259
First Nations and Inuit Health Branch (Note 17)	640,744	891,619	529,393
Ministry of Community, Family and Children's Services	762,506	1,307,473	1,017,485
Union of Ontario Indians	330,981	330,136	299,479
Anishinabek Employment and Training Services	34,000	110,380	279,269
Canada Mortgage and Housing Corporation (Note 17)	207,761	212,953	201,868
Ministry of Natural Resources	-	12,556	31,355
Ministry of Indigenous Affairs	315,016	315,016	450,145
Ministry of Tourism, Culture and Sport	-	-	18,616
Ministry of Transportation	30,804	38,500	30,804
Ministry of Environment	11,961	-	7,176
Ministry of Education	-	192,087	8,253
Kinomaadswin Education Body	2,840,346	2,470,999	23,500
Ontario Trillium Foundation	67,900	31,024	-
Contract revenue - Barrick Gold	2,164,000	2,783,692	2,362,344
Regional Power Inc.	-	2,193,147	31,894
Independent Electricity System Operator	-	100,000	-
Miscellaneous revenue	658,889	662,342	508,212
Rent revenue	540,540	615,354	608,639
Administration fees	613,135	579,819	596,433
Service contract revenue	-	-	150,000
Fundraising revenue	15,000	22,320	20,200
Forestry Services	-	-	4,477,065
Inter-department cost recoveries	388,039	373,915	322,066
Total revenue	12,334,901	16,555,053	17,588,125
Expenses			
Administration and Chief and Council	1,394,224	1,506,431	1,435,016
Infrastructure Programs	913,673	1,317,786	1,238,776
Social, Cultural, Spiritual and Recreational Programs	852,349	1,003,245	668,371
Education Programs	2,932,077	2,643,309	2,403,049
Health Programs	1,994,007	2,361,069	2,121,904
Capital Programs	1,173,780	1,504,075	1,315,923
Economic Development Programs	4,026,465	3,050,429	3,105,414
Business Enterprise Projects	-	2,920,005	9,001,597
OFNLP 2008 Fund	-	108	96
Total expenses	13,286,575	16,306,457	21,290,146
Surplus (deficit) before other items	(951,674)	248,596	(3,702,021)

Continued on next page

Pic Mobert First Nation
Consolidated Statement of Operations and Accumulated Surplus
For the year ended March 31, 2019

	2019 Budget	2019	2018
Surplus (deficit) before other items <i>(Continued from previous page)</i>	(951,674)	248,596	(3,702,021)
Other income			
Earnings from investment in government business partnership <i>(Note 7)</i>	-	133,715	371,569
Earnings from investment in government business enterprise <i>(Note 7)</i>	-	503,259	60,112
Gain on disposal of government partnership	-	2,426,979	-
Recognition of prior years' deferred revenue	-	441,050	-
	-	3,505,003	431,681
Surplus (deficit)	(951,674)	3,753,599	(3,270,340)
Accumulated surplus, beginning of year	10,335,453	10,335,453	13,614,782
Prior year surplus recoveries	-	(23,694)	(8,989)
Accumulated surplus, end of year	9,383,779	14,065,358	10,335,453

The accompanying notes are an integral part of these financial statements

Pic Mobert First Nation
Consolidated Statement of Change in Net Debt
For the year ended March 31, 2019

	<i>2019 Budget</i>	<i>2019</i>	<i>2018</i>
Annual surplus (deficit)	(951,674)	3,753,599	(3,270,340)
Purchases of tangible capital assets	-	(246,314)	(2,599,659)
Amortization of tangible capital assets	382,000	1,000,686	986,802
Prior year surplus recoveries	-	(23,694)	(8,989)
Change in government partnership tangible capital assets	-	750,857	-
Acquisition of prepaid expenses	-	-	(106,893)
Use of prepaid expenses	-	7,079	-
Change in government partnership prepaid expenses	-	521,034	-
(Increase) decrease in net debt	(569,674)	5,763,247	(4,999,079)
Net debt, beginning of year	(15,848,128)	(15,848,128)	(10,849,049)
Net debt, end of year	(16,417,802)	(10,084,881)	(15,848,128)

The accompanying notes are an integral part of these financial statements

Pic Mobert First Nation
Consolidated Statement of Cash Flows
For the year ended March 31, 2019

	2019	2018
Cash provided by (used for) the following activities		
Operating activities		
Surplus (deficit)	3,753,599	(3,270,340)
Prior year surplus recoveries	(23,691)	(8,989)
Non-cash items		
Amortization	1,000,687	986,802
Net income from government business partnerships	(636,974)	(431,679)
Gain on disposal of government partnership	(2,426,979)	-
Adjustment on disposal of government partnership	266,473	-
Changes in working capital accounts		
Accounts receivable	(159,394)	(398,279)
Inventory	-	617,397
Due from government and other government organizations	91,265	19,133
Trust funds held by federal government	(1,745)	(1,561)
Prepaid expenses	7,079	(106,893)
Deferred revenue	(390,481)	153,378
Accounts payable and accruals	(807,485)	(928,630)
Due to government and other government organizations	14,635	(23,347)
	686,989	(3,393,008)
Financing activities		
Advances of long-term debt	156,966	898,344
Repayment of long-term debt	(266,663)	(355,095)
Repayment of capital lease obligations	-	(56,601)
Advances from shareholder	-	257,526
	(109,697)	744,174
Capital activities		
Purchases of tangible capital assets	(246,314)	(1,942,182)
Investing activities		
Proceeds on disposal of temporary investments	362,871	371,997
Distributions received from government business partnership	100,000	200,000
Increase in due to Regional Power Inc.	666,966	2,766,202
Purchase of temporary investments	(365,046)	(362,878)
Investment in government business partnership	-	(10,413)
	764,791	2,964,908
Increase (decrease) in cash resources	1,095,769	(1,626,108)
Cash resources, beginning of year	726,747	2,352,855
Cash resources, end of year	1,822,516	726,747
Supplementary cash flow information		
Interest paid	125,487	95,334

The accompanying notes are an integral part of these financial statements

Pic Mobert First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2019

1. Operations

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

2. Significant accounting policies

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

Reporting entity consolidated

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

Principles of consolidation

All controlled 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.

Government partnerships are proportionately consolidated on a line-by-line basis except for the partnerships which meet the definition of government business partnership, which are included in the consolidated financial statements on a modified equity basis.

Under the modified equity method of accounting, only the Pic Mobert First Nation's investment in the government business enterprise and the enterprise's net income and other changes in equity are recorded. No adjustment is made for accounting policies of the enterprise that are different from those of Pic Mobert First Nation.

Organizations consolidated in Pic Mobert First Nation's consolidated financial statements include:

- White Lake Resources Corporation
- Gitchi Animki Energy Limited Partnership
- Gitchi Animki Energy Corporation
- Maywayyawk Forestry Services Corp.
- Giizis Power LP
- Giizis Power GP Corp.

All inter-entity balances have been eliminated on consolidation; however, transactions between departments have not been eliminated in order to present the results of operations for each specific department.

Organizations accounted for on a modified equity basis include:

- White Lake Limited Partnership
- BMI-Maamwigaaboo Contracting (2017) Limited Partnership

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

Cash and cash equivalents

Cash and cash equivalents include cash on hand, balances with banks net of bank overdrafts and term deposits having a maturity of three months or less at acquisition which are held for the purpose of meeting short-term cash commitments.

Inventory

Inventory of goods available for resale are recorded at the lower of cost and net realizable value.

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.

Tangible capital assets

Tangible capital assets are recorded at cost, which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost includes overhead directly attributable to construction and development, as well as interest costs that are directly attributable to the acquisition or construction of the asset.

Leases that transfer substantially all the benefits and risks of ownership to the lessee are recorded as capital leases. Accordingly, at the inception of the leases, the tangible capital asset and related lease obligations are recorded at an amount equal to the present value of future lease payments discounted at the lower of the interest rate inherent in the lease contracts and the First Nation's incremental cost of borrowing.

Tangible capital assets are written down when conditions indicate they no longer contribute to the First Nation's ability to provide goods and services, or when the value of future economic benefits associated with the tangible capital assets are less than their net book value. The net write-downs are accounted for as expenses in the consolidated statement of operations and accumulates surplus.

Contributed capital assets are recorded into revenue at their fair value on the date of donation, except in circumstances where fair value cannot be reasonably determined, in which case they are recognized at nominal value. Transfers of capital assets from related parties are recorded at carrying value.

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.

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

Amortization

Tangible capital assets are amortized annually using the declining balance and straight-line methods at rates intended to amortize the cost of the assets over their estimated useful lives as follows:

	<i>Method</i>	<i>Rate</i>
Office equipment	declining balance	20 %
General equipment	declining balance	20 %
Police office trailer	declining balance	30 %
Computer hardware	declining balance	30 %
Computer software	declining balance	100 %
Automotive	declining balance	30 %
Housing - Section 10	straight-line	35 years
Infrastructure	straight-line	35 years
Gymnasium/Auditorium	straight-line	35 years
CMHC Housing - Section 95	straight-line	35 years
Administration office	straight-line	35 years
Housing renovations	straight-line	35 years
Skating rink	straight-line	35 years
Health clinic	straight-line	35 years
CMHC Housing - Section 95 (2008/2010)	straight-line	35 years
School building	straight-line	35 years
Dilico building	straight-line	35 years
Elder's residences	straight-line	35 years
Water treatment facility	straight-line	35 years
OW building	straight-line	35 years
Pow-wow Arbour	straight-line	35 years
Cultural Centre	straight-line	35 years
Dilico Building - 2017	straight-line	35 years
ISC Housing - 2017	straight-line	35 years
Daycare	straight-line	35 years

Long-term debt and capital lease obligations

Long-term financing received to fund tangible capital asset purchases is recognized in the period the financing is acquired and recorded as an increase in long-term debt or capital lease obligation.

Repayments of long-term financing are recognized as a decrease in long-term debt.

Capital lease repayments are recognized as a decrease in capital lease obligations.

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.

The First Nation performs impairment testing on long-lived assets held for use whenever events or changes in circumstances indicate that the carrying value 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 assets' carrying amount. Impairment is measured as the amount by which the asset's carrying value exceeds its fair value.

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

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 and prepaid expenses.

Loan guarantees

The First Nation records a provision for losses on loan guarantees when it determines that a loss is likely.

The provision is determined based on the current circumstances of the individual borrowers and is reviewed on an ongoing basis as new events occur, as more experience is acquired, or as additional information is obtained. Any changes in the provision is charged or credited to expenses. A provision for loss on a loan guarantee is removed from the First Nation's statement of financial position when the guaranteed loan has been discharged or the term of the loan guarantee has expired.

Net financial assets (net debt)

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

Revenue recognition

Revenue is recognized in the period in which the transactions or events occurred that gave rise to the revenue. All revenue is 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 revenue 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. Transfers are recognized as deferred revenue when the transfer stipulations give rise to a liability. Transfer revenue is recognized in the consolidated statement of operations as the stipulations are settled.

Contributions from other 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 is performed is deferred and recognized when the fee is earned or service performed.

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

Measurement uncertainty

The preparation of consolidated financial statements for the First Nation 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 consolidated financial statements, and the reported amounts of revenue and expenses during the reporting period.

Accounts receivable 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.

Inventory is stated after evaluation of its original cost and any applicable selling costs, less an amount for obsolete materials, if applicable.

Accounts payable and accruals are estimated based on historical charges for unbilled goods and services at year-end.

Deferred revenue is estimated based on management's review of revenue received, but unspent at year-end.

Segments

The First Nation conducts its business through nine reportable segments: Administration and Chief and Council, Infrastructure Programs, Social, Cultural, Spiritual and Recreational Programs, Education Programs, Health Programs, Capital Programs, Economic Development Programs, Business Enterprise Projects, and OFNLP 2008 Fund. 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, and to assess operational performance.

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.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in the *Significant Accounting Policies*.

Funds held by federal government

Funds held in trust on behalf of First Nation members by the Government of Canada in the Ottawa Trust Fund are reported on the consolidated statement of financial position with an offsetting amount in revenue on the consolidated statement of operations and accumulated surplus. Trust monies consist of:

- Capital trust monies 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.

Loans receivable

Loans are recorded at cost less any amount for valuation allowance. Valuation allowances are made when collection is in doubt as assessed by management. Loans are reviewed on an annual basis by management. Interest income is accrued on loans receivable to the extent it is deemed collectable.

Administration fees

It is the First Nation's policy to allocate certain administrative costs to various programs. Such allocations are recorded as administration fees revenue on the consolidated administration program schedule of revenue and expenses.

Pic Mobert First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2019

2. Significant accounting policies (Continued from previous page)

Expense allocation

Certain expenses which pertain to the operations as a whole have been allocated to various programs at the discretion of Chief and Council.

3. Cash resources

	2019	2018
HST account	20,291	20,414
Petty cash	500	500
General account	(59,470)	(500,375)
Water Treatment account	85,483	264,209
Welfare account	77,199	61,341
Equity Trust account	717,249	743,708
OFNLP 2008 account	229,958	168,128
CMHC Replacement Reserve account (restricted)	290,507	246,147
Land Claims account	(128,692)	(51,505)
AES Education account	573,694	-
Gitchi Animki Energy Limited Partnership	15,797	40,606
Maywayyawk Forestry Services Limited Partnership	-	(266,426)
	1,822,516	726,747

Under the terms of an agreement with Canada Mortgage and Housing Corporation, the First Nation must set aside funds annually for the repair, maintenance and replacement of worn out assets. These funds are to be held in a separate bank account and invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as otherwise approved by the Canada Mortgage and Housing Corporation.

The general account has an overdraft available of up to \$500,000 (2018 - \$500,000) with interest at bank prime plus 1.5% (2018 - 1.5%) (5.45% at March 31, 2019) (2018 - 4.95%) which is secured by a general security agreement (\$Nil outstanding at March 31, 2019 and March 31, 2018).

The welfare bank account has overdraft available up to \$10,000 (2018 - \$10,000) with interest at bank prime plus 1.5% (2018 - 1.5%) (5.45% at March 31, 2019) (2018 - 4.95%) which is secured by a general security agreement (\$Nil outstanding at March 31, 2019 and March 31, 2018).

The land claims account has overdraft available up to \$490,000 (2018 - \$490,000) with interest at bank prime plus 1.5% (2018 - 1.5%) (5.45% at March 31, 2019) (2018 - 4.95%) which is secured by a general security agreement. The balance outstanding at year-end was \$73,843 (2018 - \$22,256).

Pic Mobert First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2019

4. Portfolio investments

	2019	2018
Bank of Montreal 1 year GIC, redeemed in 2018	-	148,749
Bank of Montreal 1 year GIC, redeemed in 2018	-	25,552
Bank of Montreal 1 year GIC, redeemed in 2018	-	20,240
Bank of Montreal 1 year GIC, redeemed in 2018	-	40,230
Bank of Montreal 1 year GIC, redeemed in 2019	-	10,221
Bank of Montreal 1 year GIC, redeemed in 2019	-	7,603
Bank of Montreal 1 year GIC, redeemed in 2019	-	90,208
Bank of Montreal 1 year GIC, redeemed in 2019	-	20,068
Bank of Montreal 1 year GIC, bearing interest at 0.9% maturing May 2019	149,565	-
Bank of Montreal 1 year GIC, bearing interest at 0.9% maturing June 2019	25,692	-
Bank of Montreal 1 year GIC, bearing interest at 1.0% maturing December 2019	20,000	-
Bank of Montreal 1 year GIC, bearing interest at 1.0% maturing December 2019	40,511	-
Bank of Montreal 1 year GIC, bearing interest at 1.0% maturing January 2020	10,292	-
Bank of Montreal 1 year GIC, bearing interest at 1.0% maturing February 2020	7,671	-
Bank of Montreal 1 year GIC, bearing interest at 1.0% maturing February 2020	91,018	-
Bank of Montreal 1 year GIC, bearing interest at 1.0% maturing February 2020	20,248	-
Bamkushwada Limited Partnership	1	1
Pic Mobert Hydro Inc.	70,977,621	70,977,621
Bamkushwada GP Inc.	1	1
AETS Property LP	10	10
AETS Property GP Inc.	10	10
Supercom Industries Limited Partnership	1	1
Supercom Industries Ltd.	1	1
Northeast Superior First Nation Investment LP	1	1
Northeast Superior First Nation Investment GP Inc.	1	1
Ontario First Nations Sovereign Wealth Limited Partnership	1	1
OFN Asset Management GP Corp.	1	1
Maygwayyawk Forestry Services Limited Partnership	49	-
	71,342,695	71,340,520

5. Accounts receivable

	2019	2018
CMHC	-	332,144
Members rent	219,117	138,403
Members advances	17,413	18,672
Barrick Gold	409,514	219,905
Dilico Ojibway Child and Family Services	116,425	24,481
Anishinabek Employment and Training Services	17,458	3,884
Union of Ontario Indians	-	44,867
Kinomaadswin Education Body	58,139	-
Other miscellaneous receivables	447,493	317,779
Less: allowance for doubtful accounts	(207,581)	(100,304)
	1,077,978	999,831

Pic Mobert First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2019

6. Due from government and other government organizations

	2019	2018
Federal government		
Indigenous Services Canada	242,672	515,948
First Nations and Inuit Health Branch	84,829	38,640
HST recoverable	73,013	31,169
Canadian Environmental Assessment Agency	18,080	18,080
Maywayyawk Forestry Services Limited Partnership - HST recoverable	-	29,201
Provincial government		
Ministry of Community and Social Services	40,335	56,274
Ministry of Health and Long-Term Care	8,825	17,224
Ministry of Indigenous Affairs	121,508	22,442
Ministry of Transportation of Ontario	19,250	-
	608,512	728,978

7. Investments in government partnership and enterprise

The First Nation owns 99.99% of the partnership units of White Lake Limited Partnership and 50% of the partnership units of BMI-Maamwigaaboo Contracting (2017) Limited Partnership.

The First Nation's investment in government business partnership consists of the following:

	2019	2018
White Lake Limited Partnership	1,983,248	1,579,989

The First Nation's investment in government business enterprise consists of the following:

	2019	2018
BMI-Maamwigaaboo Contracting (2017) Limited Partnership	518,530	384,815
Investments in government partnership and enterprise	2,501,778	1,964,804

Pic Mobert First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2019

7. Investments in government partnership and enterprise *(Continued from previous page)*

The following table presents condensed financial information for White Lake Limited Partnership for the years ended March 31, 2019 and March 31, 2018 is shown below.

	As at March 31, 2019	As at March 31, 2018
Assets		
Current		
Cash	112,313	505,460
Accounts receivable	1,904,618	1,744,464
Government remittances receivable	-	-
Prepaid expenses	9,473	9,473
Due from related parties	584,841	513,194
	2,611,245	2,772,591
Equipment	139,915	196,001
Investment in related parties	350	350
	2,751,510	2,968,942
Liabilities		
Current		
Accounts payable	243,483	300,509
Government remittances payable	138,395	40,135
Short-term debt	-	500,000
Term loan due on demand	6,550	42,127
Due to related parties	7,766	250
Current portion of long-term debt	33,864	33,864
Current portion of deferred revenue	100,000	100,000
	530,058	1,016,885
Long-term debt	28,207	62,071
Deferred revenue	200,000	300,000
	758,265	1,378,956
Partners' capital	1,993,245	1,589,986
	2,751,510	2,968,942
	Year ending March 31, 2019	Year ending March 31, 2018
Revenue	2,308,418	2,820,409
Expenses	1,805,159	2,753,033
Net earnings	503,259	67,376

White Lake Limited Partnership was formed in February 2009, to hold, manage and otherwise deal with all business ventures, joint ventures, which the partners have developed or engaged in business relationships for the improvement of the general welfare of the Pic Mobert First Nation.

7. Investments in government partnership and enterprise *(Continued from previous page)*

The partnership is related to Pic Mobert First Nation by virtue of the fact that Pic Mobert First Nation owns 99.99% of the units of the Partnership. The partnership is related to Pic Mobert Hydro Inc., White Lake Resources Corporation, Gitchi Animki Limited Partnership and Pic Mobert Sawmill Corporation by virtue of the fact that they are controlled by Pic Mobert First Nation.

Included in accounts receivable for the current year is \$258,553 (2018 - \$240,258) from Pic Mobert First Nation, \$45,082 (2018 - \$38,714) from Pic Mobert Hydro Inc.

Included in accounts payable for the current year is \$79,602 (2018 - \$79,602) to Pic Mobert First Nation.

Included in revenue for the current year is \$6,368 (2018 - \$Nil) to Pic Mobert Hydro Inc. and \$18,295 (2018 - \$446,080) to Pic Mobert First Nation.

Included in contract work expenses for the current year is \$1,000 (2018 - \$Nil) paid to Pic Mobert First Nation.

Included in donation expenses for the current year is \$3,500 (2018 - \$Nil) paid to Pic Mobert First Nation.

Included in rent expenses for the current year is \$14,500 (2018 - \$3,600) paid to Pic Mobert First Nation.

Included in salaries, wages and benefits is \$1,900 (2018 - \$1,150) paid to Pic Mobert First Nation.

The revenue and expenses 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.

Pic Mobert First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2019

7. Investments in government partnership and enterprise *(Continued from previous page)*

The following table presents condensed financial information for BMI-Maamwigaaboo Contracting (2017) Limited Partnership for the year ended March 31, 2019 and for the period ended March 31, 2018 is shown below.

	As at March 31, 2019	As at March 31, 2018
Financial assets		
Cash	127,395	485,775
Accounts receivable	19,958	141,716
Government remittances receivable	1,598	-
Due from related parties	521,163	237,118
Investments	250,000	-
Restricted cash	200,000	-
Total financial assets	1,120,114	864,609
Liabilities		
Accounts payable and accruals	29,294	4,610
Government remittances payable	1,114	22,626
Deferred contract revenue	-	69,444
Term loans due on demand	913,282	-
Total liabilities	943,690	96,680
Net financial assets	176,424	767,929
Non-financial assets		
Tangible capital assets	858,651	-
Prepaid expenses	2,195	1,857
Partners' capital	1,037,270	769,786
	Year ending March 31, 2019	247 days ending March 31, 2018
Revenue	1,681,350	1,269,973
Expenses	1,413,866	500,285
Net earnings	267,484	769,688

Pic Mobert First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2019

7. Investments in government partnership and enterprise *(Continued from previous page)*

BMI-Maamwigaaboo Contracting (2017) Limited Partnership's main business activity is general contracting.

The partnership is related to Biigtigong Nishnaabeg by virtue that the entity holds 50% of the units of the partnership. The partnership is related to Pic Mobert First Nation by virtue that the entity holds 50% of the units of the partnership. The partnership is related to White Lake Limited Partnership by virtue of common control, as Pic Mobert First Nation, a limited partner, holds 99.99% of the units of White Lake Limited Partnership. The partnership is related to MKWA Timber Limited Partnership by virtue of common control, as Biigtigong Nishnaabeg, a limited partner, controls MKWA Timber Limited Partnership.

Included in accounts receivable for the current year is \$Nil (2018 - \$48) receivable from Pic Mobert First Nation and \$Nil (2018 - \$48) receivable from Biigtigong Nishnaabeg.

Included in salaries and benefits expense is \$2,100 (2018 - \$1,650) paid to Pic Mobert First Nation.

Included in equipment rental expense is \$Nil (2018 - \$18,525) paid to White Lake Limited Partnership and \$Nil (2018 - \$59,670) paid to MKWA Timber Limited Partnership.

Included in professional fees expense is \$Nil (2018 - \$1,887) paid to White Lake Limited Partnership.

Included in travel expense is \$Nil (2018 - \$697) paid to White Lake Limited Partnership.

Included in subcontractor expense is \$176,321 (2018 - \$Nil) paid to MKWA Timber Limited Partnership and \$4,206 (2018 - \$Nil) paid to White Lake Limited Partnership.

Included in management fees expense is \$15,000 (2018 - \$Nil) paid to White Lake Limited Partnership.

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

8. Trust funds held by federal government

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.

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

	2019	2018
Capital Trust		
Balance, beginning of year	4,619	4,619
Balance, end of year	4,619	4,619
Revenue Trust		
Balance, beginning of year	70,500	68,939
Interest	1,745	1,561
Balance, end of year	72,245	70,500
	76,864	75,119

Pic Mobert First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2019

9. Accounts payable and accruals

	2019	2018
Trade payables	787,837	3,051,370
Accrued salaries and benefits payable	198,992	35,746
Other accruals	85,513	32,078
	1,072,342	3,119,194

10. Deferred revenue

The following table represents changes in the deferred revenue balance attributable to each major category of external restrictions:

	<i>Balance, beginning of year</i>	<i>Revenue received</i>	<i>Revenue recognized</i>	<i>Balance, end of year</i>
ISC - Comprehensive Planning	46,960	-	46,960	-
ISC - Capital Planning	25,000	-	25,000	-
ISC - ISC School Feasibility Study	43,814	-	43,814	-
Barrick Gold - Administration	785,285	251,938	1,037,223	-
Kinoomaadziwin Education Body - Education Funding	-	2,903,579	2,470,998	432,581
PGM Stillwater Palladium Mine - Environmental Assessments	12,551	-	12,551	-
PGM Stillwater Palladium Mine - Administration	25,000	-	25,000	-
Ontario Power Authority - Hydro Project	13,468	55,000	13,468	55,000
Westdome Gold Mine - Administration	20,000	-	20,000	-
Rio Tinto Exploration Canada Inc. - Administration	5,000	-	5,000	-
Dilico - Church renovation	10,000	-	10,000	-
Northern Neighbours	-	63,840	-	63,840
Maygwayyawk Forestry Services Limited Partnership	1,905,749	-	1,905,749	-
Hornepayne First Nation - in trust	-	15,000	-	15,000
Ontario Trillium Foundation - Outdoor equipment	-	61,200	31,024	30,176
	2,892,827	3,350,557	5,646,787	596,597

11. Due to government and other government organizations

	2019	2018
Federal government		
Receiver General	64,196	49,561

12. Due to Regional Power Inc.

The balance due to Regional Power Inc. represents development costs incurred on behalf of Gitchi Animiki Energy Limited Partnership ("GAELP") by White River Hydro Limited Partnership ("WRHLP"), the other joint venture partner. Under the joint venture agreement, Regional Power Inc. has a commitment to loan GAELP amounts equal to its share of qualifying projects costs. Interest on the loan is accrued monthly and bears interest at varying interest rates of up to 3.45% per annum. The balance owing at March 31, 2019 includes \$12,813,889 (March 31, 2018 - \$12,146,923) in cumulative accrued interest.

The loan is collateralized by GAELP's interest in the Pic Mobert Hydro Power Joint Venture ("PMHPJV"). GAELP is under no obligation to repay the loan and interest. However, GAELP will forfeit its interest in the joint venture, and any potential future profits thereof, if the loan is not repaid. Per the loan agreement, loan repayments are to be financed through the use of future project revenue.

Pic Mobert First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2019

13. Long-term debt

	2019	2018
Mortgage #0041501821 payable to Bank of Montreal paid in full in 2019.	-	11,471
Mortgage #19151315001 payable to CMHC with payments of \$2,075 (2018 - \$2,075) per month including interest at 1.08% (2018 - 1.08%) per annum maturing May 2025, secured by a ministerial guarantee from Indigenous Services Canada and a first mortgage on 6 housing units.	148,647	171,835
Mortgage #19151315002 payable to CMHC with payments of \$5,225 (2018 - \$5,016) per month including interest at 2.5% (2018 - 1.62%) per annum maturing January 2028, secured by a ministerial guarantee from Indigenous Services Canada and a first mortgage on 8 housing units.	497,802	547,737
Mortgage #19151315003 payable to CMHC with payments of \$5,053 (2018 - \$5,032) per month including interest at 2.52% (2018 - 2.52%) per annum maturing August 2023, secured by a ministerial guarantee from Indigenous Services Canada and a first mortgage on 10 housing units.	253,776	307,526
Mortgage #19151315004 payable to CMHC with payments of \$4,680 (2018 - \$4,680) per month including interest at 1.08% (2018 - 1.08%) per annum maturing August 2025, secured by a ministerial guarantee from Indigenous Services Canada and a first mortgage on 9 housing units.	343,949	396,144
Mortgage #19151315005 payable to CMHC with payments of \$4,256 (2018 - \$4,256) per month including interest at 2.5% (2018 - 2.5%) per annum maturing June 2023, secured by a ministerial guarantee from Indigenous Services Canada and a first mortgage on 5 housing units.	908,035	898,344
Mortgage payable to Bank of Montreal with principal payments of \$4,415 (2018 \$4,415) plus interest at prime plus 1% (4.95% at March 31, 2019) (2018 - 4.45%). A fixed term loan contract will be negotiated at the completion of the project. Loan is secured by an assignment of lease revenue.	1,051,045	979,894
	3,203,254	3,312,951

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

	Principal	Interest	Total
2020	272,076	95,838	367,914
2021	276,286	88,568	364,854
2022	280,589	81,204	361,793
2023	284,990	73,743	358,733
2024	254,405	66,406	320,811
	1,368,346	405,759	1,774,105
Thereafter	1,834,908	436,557	2,271,465

Interest on long-term debt amounted to \$49,939 (2018 - \$36,584).

Pic Mobert First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2019

14. Contingent liabilities

The First Nation has been named as a defendant in a lawsuit by a former employee. The lawsuit is seeking to recover damages allegedly sustained by them as a result of Pic Mobert First Nation cancelling the plaintiff's short-term and long-term disability benefits, life insurance benefits and health benefits without the consent of the plaintiff. The lawsuit remains at an early stage, and as litigation is subject to many uncertainties, it is not possible to predict the ultimate outcome of this lawsuit or to estimate the loss, if any, which may result. Any amount awarded as a result of this action will be recorded when reasonably estimable. Total damages being claimed by the plaintiff is \$1,050,000.

The First Nation has entered into contribution agreements with various federal government departments and other entities. 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.

In addition, in the normal course of its operations, the First Nation may become involved in legal actions or payroll liability disputes. Some of these potential liabilities may become actual liabilities when one or more future events occur or fail to occur. To the extent that the future event is likely to occur, and a reasonable estimate of the loss can be made, an estimated liability is accrued and an expense recorded on the First Nation's consolidated financial statements. As of March 31, 2019, no contingent liabilities have been recorded in the consolidated financial statements.

15. ISC funding reconciliation

	2019	2018
ISC revenue per consolidated financial statements	1,914,973	4,543,253
Change in deferred revenue	(115,774)	(128,872)
ISC revenue per confirmation	1,799,199	4,414,381

Pic Mobert First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2019

16. Segments

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

Administration and Chief and Council - includes administration and governance activities.

Infrastructure Programs - includes Band programs and maintenance.

Social, Cultural, Spiritual and Recreational Programs - includes activities delivering social programs.

Education Programs - includes the operations of education programs.

Health Programs - includes the operations of health programs.

Capital Programs - includes the operations of capital programs.

Economic Development Programs - includes the operations of economic development programs.

Business Enterprise Projects - includes the operations of significantly influenced business enterprises for consolidation.

OFNLP 2008 Fund - reports on the First Nation's Ontario First Nations Limited Partnership funding.

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

17. Government transfers

Pic Mobert First Nation receives a significant portion of its revenue pursuant to a funding agreement with Indigenous Services Canada ("ISC"). Under the terms of the agreement, funding from the agreement can be suspended if the First Nation does not comply with the terms of the agreement.

	<i>Operating</i>	<i>Capital</i>	<i>2019</i>	<i>2018</i>
Federal government transfers				
Indigenous Services Canada	1,914,973	-	1,914,973	4,543,253
First Nations and Inuit Health Branch	891,619	-	891,619	529,393
Canada Mortgage and Housing Corporation	212,953	-	212,953	201,868
	3,019,545	-	3,019,545	5,274,514
Provincial government transfers				
Other provincial government	2,008,908	-	2,008,908	1,684,093
	5,028,453	-	5,028,453	6,958,607

18. Defined contribution plans

Defined contribution pension plan

The First Nation has a defined contribution pension plan covering substantially all full-time employees. Members are required to contribute 5.5% of their basic salary. The First Nation contributes 5.5% which is directed to the members' contribution account. The amount of retirement benefit to be received by the employees will be the amount of retirement annuity that could be purchased based on the member's share of the pension plan at the time of the members' withdrawal from the plan. The First Nation contributions and corresponding expense totalled \$117,442 in 2019 (2018 - \$109,607). ISC provides funding to the First Nation for its share of pension contributions for full-time employees.

19. Loan guarantees

As at March 31, 2019, the First Nation has guaranteed the credit facility overdraft of Maygwayyawk Forestry Services Limited Partnership, a limited partnership portfolio investment to the First Nation, up to a maximum amount of \$500,000 (2018 - \$500,000) that bears interest at prime plus 3% (6.95% at March 31, 2019) (2018 - 6.45%) and is collateralized by a general security agreement. As at March 31, 2019, no liability has been recorded associated with this guarantee.

As at March 31, 2019, the First Nation has guaranteed the credit facility term loan of Northeast Superior First Nation Investment LP, a limited partnership portfolio investment to the First Nation, up to a maximum amount of \$1,416,667 (2018 - \$1,416,667). As at March 31, 2019, no liability has been recorded associated with this guarantee.

20. Budget information

The disclosed budget information has been approved by the Chief and Council of the Pic Mobert First Nation at the Chief and Council meeting held on August 8, 2018. The budget was prepared on an unconsolidated basis and as a result does not include the activity of the business enterprise projects.

21. Economic dependence

Pic Mobert First Nation receives a significant portion of its revenue from Indigenous Services Canada as a result of treaties entered into with the Government of Canada. These treaties are administered by ISC under the terms and conditions of the Indian Act. The ability of the First Nation to continue operations is dependent upon the Government of Canada's continued financial commitments as guaranteed by these treaties.

22. Comparative figures

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

Pic Mobert First Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2019

	<i>Housing - Section 10</i>	<i>CMHC Housing - Section 95</i>	<i>CMHC Housing - Section 95 (2008/2010)</i>	<i>Infrastructure</i>	<i>Water Treatment Facility</i>	<i>Housing renovations</i>	<i>Subtotal</i>
Cost							
Balance, beginning of year	2,654,332	853,499	2,739,628	2,676,489	12,655,540	763,684	22,343,172
Acquisition of tangible capital assets	-	-	-	-	-	-	-
Construction-in-progress	-	-	-	-	-	-	-
Disposal of tangible capital assets	-	-	-	-	-	-	-
Balance, end of year	2,654,332	853,499	2,739,628	2,676,489	12,655,540	763,684	22,343,172
Accumulated amortization							
Balance, beginning of year	1,527,527	731,586	837,337	1,039,414	720,947	207,236	5,064,047
Annual amortization	75,838	24,386	78,275	76,471	361,587	21,820	638,377
Accumulated amortization on disposals	-	-	-	-	-	-	-
Balance, end of year	1,603,365	755,972	915,612	1,115,885	1,082,534	229,056	5,702,424
Net book value of tangible capital assets	1,050,967	97,527	1,824,016	1,560,604	11,573,006	534,628	16,640,748
Net book value of tangible capital assets 2018	1,126,805	121,913	1,902,291	1,637,075	11,934,593	556,448	17,279,125

Pic Mobert First Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2019

	<i>Subtotal</i>	<i>OW Building</i>	<i>Dilico Building</i>	<i>School Building</i>	<i>Gymnasium / Auditorium</i>	<i>Police office trailer</i>	<i>Subtotal</i>
Cost							
Balance, beginning of year	22,343,172	296,911	201,300	1,773,911	156,174	5,670	24,777,138
Acquisition of tangible capital assets	-	-	-	-	-	-	-
Construction-in-progress	-	-	-	-	-	-	-
Disposal of tangible capital assets	-	-	-	-	-	-	-
Balance, end of year	22,343,172	296,911	201,300	1,773,911	156,174	5,670	24,777,138
Accumulated amortization							
Balance, beginning of year	5,064,047	50,898	117,902	865,002	87,010	5,670	6,190,529
Annual amortization	638,377	8,483	5,751	50,683	4,462	-	707,756
Accumulated amortization on disposals	-	-	-	-	-	-	-
Balance, end of year	5,702,424	59,381	123,653	915,685	91,472	5,670	6,898,285
Net book value of tangible capital assets	16,640,748	237,530	77,647	858,226	64,702	-	17,878,853
Net book value of tangible capital assets 2018	17,279,125	246,013	83,398	908,909	69,164	-	18,586,609

Pic Mobert First Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2019

	<i>Subtotal</i>	<i>Office equipment</i>	<i>Computer hardware</i>	<i>Computer software</i>	<i>General equipment</i>	<i>Administration office</i>	<i>Subtotal</i>
Cost							
Balance, beginning of year	24,777,138	59,315	109,893	28,355	76,450	715,423	25,766,574
Acquisition of tangible capital assets	-	-	6,424	15,050	25,235	-	46,709
Construction-in-progress	-	-	-	-	-	-	-
Disposal of tangible capital assets	-	-	-	-	-	-	-
Balance, end of year	24,777,138	59,315	116,317	43,405	101,685	715,423	25,813,283
Accumulated amortization							
Balance, beginning of year	6,190,529	56,208	108,536	28,355	46,051	367,937	6,797,616
Annual amortization	707,756	621	1,370	7,525	8,603	20,441	746,316
Accumulated amortization on disposals	-	-	-	-	-	-	-
Balance, end of year	6,898,285	56,829	109,906	35,880	54,654	388,378	7,543,932
Net book value of tangible capital assets	17,878,853	2,486	6,411	7,525	47,031	327,045	18,269,351
Net book value of tangible capital assets 2018	18,586,609	3,107	1,357	-	30,399	347,486	18,968,958

Pic Mobert First Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2019

	<i>Subtotal</i>	<i>Elder's residences</i>	<i>Automotive</i>	<i>Skating rink</i>	<i>Assets under capital lease</i>	<i>Health Clinic</i>	<i>Subtotal</i>
Cost							
Balance, beginning of year	25,766,574	803,665	484,836	229,596	21,706	2,009,202	29,315,579
Acquisition of tangible capital assets	46,709	-	91,825	-	-	-	138,534
Construction-in-progress	-	-	-	-	-	-	-
Disposal of tangible capital assets	-	-	-	-	-	-	-
Balance, end of year	25,813,283	803,665	576,661	229,596	21,706	2,009,202	29,454,113
Accumulated amortization							
Balance, beginning of year	6,797,616	413,315	340,286	85,100	19,934	459,248	8,115,499
Annual amortization	746,316	22,962	57,139	6,560	354	57,406	890,737
Accumulated amortization on disposals	-	-	-	-	-	-	-
Balance, end of year	7,543,932	436,277	397,425	91,660	20,288	516,654	9,006,236
Net book value of tangible capital assets	18,269,351	367,388	179,236	137,936	1,418	1,492,548	20,447,877
Net book value of tangible capital assets 2018	18,968,958	390,350	144,550	144,496	1,772	1,549,954	21,200,080

Pic Mobert First Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2019

	<i>Subtotal</i>	<i>Pow-Wow Arbour</i>	<i>Mining claims</i>	<i>Other fully amortized assets</i>	<i>Cultural Centre</i>	<i>Dilico Building - 2017</i>	<i>Subtotal</i>
Cost							
Balance, beginning of year	29,315,579	25,714	30,000	1	183,200	1,020,534	30,575,028
Acquisition of tangible capital assets	138,534	-	-	-	-	107,780	246,314
Construction-in-progress	-	-	-	-	-	-	-
Disposal of tangible capital assets	-	-	-	-	-	-	-
Balance, end of year	29,454,113	25,714	30,000	1	183,200	1,128,314	30,821,342
Accumulated amortization							
Balance, beginning of year	8,115,499	3,675	-	-	15,702	58,316	8,193,192
Annual amortization	890,737	735	-	-	5,234	32,238	928,944
Accumulated amortization on disposals	-	-	-	-	-	-	-
Balance, end of year	9,006,236	4,410	-	-	20,936	90,554	9,122,136
Net book value of tangible capital assets	20,447,877	21,304	30,000	1	162,264	1,037,760	21,699,206
Net book value of tangible capital assets 2018	21,200,080	22,039	30,000	1	167,498	962,218	22,381,836

Pic Mobert First Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2019

	<i>Subtotal</i>	<i>CMHC Housing - Section 95 (2017)</i>	<i>ISC Housing (2017)</i>	<i>Daycare</i>	<i>Maygwayyawk Forestry Services Limited Partnership</i>	<i>2019</i>	<i>2018</i>
Cost							
Balance, beginning of year	30,575,028	993,000	1,204,200	313,806	818,118	33,904,152	31,304,493
Acquisition of tangible capital assets	246,314	-	-	-	-	246,314	1,731,659
Construction-in-progress	-	-	-	-	-	-	868,000
Disposal of tangible capital assets	-	-	-	-	(818,118)	(818,118)	-
Balance, end of year	30,821,342	993,000	1,204,200	313,806	-	33,332,348	33,904,152
Accumulated amortization							
Balance, beginning of year	8,193,192	-	34,406	8,966	67,263	8,303,827	7,317,025
Annual amortization	928,944	28,371	34,406	8,966	-	1,000,687	986,802
Accumulated amortization on disposals	-	-	-	-	(67,263)	(67,263)	-
Balance, end of year	9,122,136	28,371	68,812	17,932	-	9,237,251	8,303,827
Net book value of tangible capital assets	21,699,206	964,629	1,135,388	295,874	-	24,095,097	25,600,325
Net book value of tangible capital assets 2018	22,381,836	993,000	1,169,794	304,840	750,855	25,600,325	

Pic Mobert First Nation
Schedule 2 - Consolidated Schedule of Expenses by Object
For the year ended March 31, 2019

	<i>2019 Budget</i>	<i>2019</i>	<i>2018</i>
Consolidated expenses by object			
Administration	599,532	571,719	533,403
Advertising	500	5,549	-
Amortization	382,000	1,000,687	986,802
Bad debts	269,095	77,748	186,923
Bank charges and interest	78,310	76,956	82,390
Community donations	-	-	300
Community events	5,000	-	-
Community participation	-	-	3,000
Equipment rental	-	-	541
Food bank	-	-	12,000
Food supplies	-	5,107	-
Forestry and logging	-	-	5,101,475
Freight	-	-	5,954
Fuel	9,000	-	136,731
Funeral expense	30,000	73,516	24,767
Garbage disposal fees	63,000	32,781	30,289
General welfare assistance	544,800	975,358	740,481
Honoraria	166,250	185,298	231,802
Insurance	223,648	205,768	224,675
Interest on Regional Power Inc.	-	2,860,113	2,766,202
Interest on long-term debt	41,000	49,939	36,584
Management fees	-	1,480	1,020
Materials and supplies	462,070	507,846	396,073
Medical travel	148,100	143,701	145,834
Meeting expenses	11,600	3,643	4,994
Miscellaneous	-	40	-
Office expenses	261,618	208,534	147,099
Post-secondary allowances	302,577	339,839	364,554
Professional fees	881,913	1,237,583	1,039,788
Program expense	1,576,671	1,291,426	1,384,602
Project costs	-	650	650
Rent	-	-	10,235
Repairs and maintenance	208,080	386,588	568,486
Salaries and benefits	5,613,280	4,734,150	4,719,694
Stay in school	-	-	19,513
Student transportation	178,849	153,936	185,203
Telephone	-	33,692	25,370
Training	56,290	72,952	82,383
Travel	196,198	266,291	266,876
Tuition - special education	40,000	27,825	22,838
Tuition fees	628,829	452,799	453,786
Utilities	247,565	270,831	268,474
Vehicle expenses	13,000	-	21,412
Vehicle fuel	47,800	52,112	56,943
	13,286,575	16,306,457	21,290,146

Pic Mobert First Nation

Schedule 3 - Consolidated Schedule of Revenue and Expenses and Surplus (Deficit)

For the year ended March 31, 2019

	<i>ISC Revenue</i>	<i>Other Revenue</i>	<i>Total Revenue</i>	<i>Total Expenses</i>	<i>Adjustments/ Transfers From (To)</i>	<i>Current Surplus (Deficit)</i>
Administration and Chief and Council	602,042	1,645,124	2,247,166	1,506,428	380,667	1,121,405
Infrastructure Programs	402,976	306,169	709,145	1,317,786	41,250	(567,391)
Social, Cultural, Spiritual and Recreational Programs	257,530	610,699	868,229	1,003,245	302,084	167,068
Education Programs	109,183	2,557,543	2,666,726	2,643,308	10,000	33,418
Health Programs	116,900	2,291,074	2,407,974	2,361,069	25,000	71,905
Capital Programs	125,009	1,072,390	1,197,399	1,504,075	116,781	(189,895)
Economic Development Programs	301,334	2,856,438	3,157,772	3,050,429	4,425	111,768
Business Enterprise Projects	-	2,358,548	2,358,548	2,920,005	-	(561,457)
OFNLP 2008 Fund	-	942,144	942,144	108	(880,207)	61,829
Total	1,914,974	14,640,129	16,555,103	16,306,453	-	248,650