

**ANNAPOLEIS VALLEY FIRST NATION  
CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2022**

Annapolis Valley First Nation  
Consolidated Financial Statements  
For the year ended March 31, 2022

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## ANAPOLIS VALLEY FIRST NATION

### Management's Responsibility for the Consolidated Financial Statements March 31, 2022

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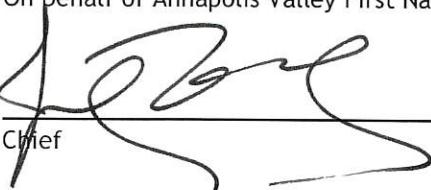
The accompanying consolidated financial statements of Annapolis Valley First Nation are the responsibility of management and have been approved by the Chief and Council.

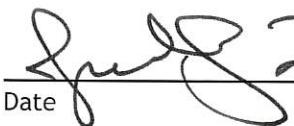
These consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board. Management is responsible for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

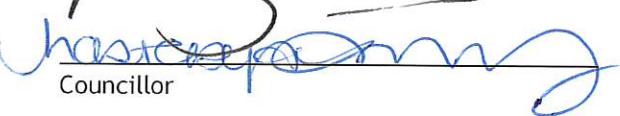
The Chief and Council are responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and is ultimately responsible for reviewing and approving the consolidated financial statements.

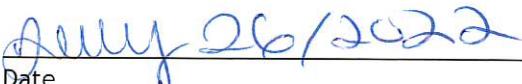
The external auditors, BDO Canada LLP, conduct an audit, in accordance with Canadian generally accepted auditing standards, and express their opinion on the consolidated financial statements. The external auditors have access to management of Annapolis Valley First Nation and meet when required.

On behalf of Annapolis Valley First Nation:

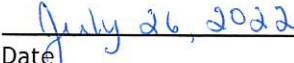
  
Chief

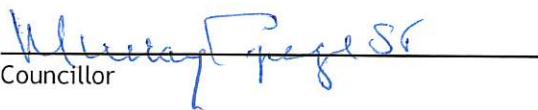
  
Date

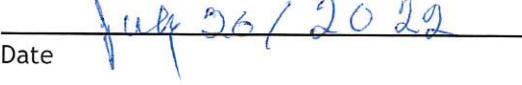
  
Councillor

  
Date

  
Monique Holland  
Councillor

  
Date

  
Murray Fife Jr.  
Councillor

  
Date

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## Independent Auditor's Report

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### To the Members of Annapolis Valley First Nation

#### Opinion

We have audited the consolidated financial statements of Annapolis Valley First Nation (the "First Nation"), which comprise the consolidated statement of financial position as at March 31, 2022, and the consolidated statements of operations, consolidated statement of change in net financial assets (debt), and consolidated statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

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, 2022 and its consolidated results of operations, its consolidated statement of changes in net financial assets (debt) and its consolidated statement of 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 these consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of 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.

*BDO Canada LLP*

Chartered Professional Accountants

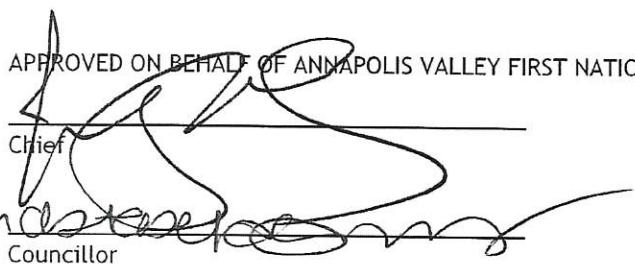
Dartmouth, Nova Scotia  
July 29, 2022

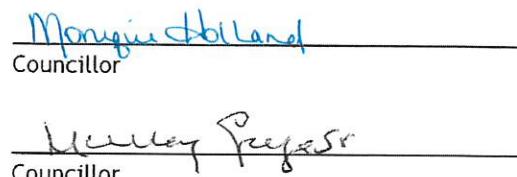
**ANNEAPOLIS VALLEY FIRST NATION**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT MARCH 31, 2022**

	2022	2021
<b>FINANCIAL ASSETS</b>		
Cash (Note 2)	\$ 5,444,384	\$ 2,081,395
Restricted cash (Note 2)	174,000	174,000
Restricted cash - funds held in trust (Note 4)	3,068,653	-
Temporary investments (Note 5)	77,548	77,472
Grants receivable (Note 6)	642,386	598,638
Accounts receivable	177,612	289,835
Inventory	165,231	112,181
Investment in government business enterprise (Note 7)	4,601,910	5,032,173
Due from government business enterprise (Note 7)	<u>1,020,000</u>	<u>610,000</u>
	<u>15,371,724</u>	<u>8,975,694</u>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities (Note 9)	457,245	399,668
Deferred revenue (Note 11)	1,874,539	1,144,273
Long-term debt (Note 12)	<u>5,959,718</u>	<u>8,058,263</u>
	<u>8,291,502</u>	<u>9,602,204</u>
<b>NET FINANCIAL ASSETS (DEBT)</b>	<u>7,080,222</u>	<u>(626,510)</u>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets (Note 13)	9,263,316	8,780,260
Intangibles	925,000	925,000
Prepays	19,932	4,769
	<u>10,208,248</u>	<u>9,710,029</u>
<b>ACCUMULATED SURPLUS (Note 14)</b>	<u>\$17,288,470</u>	<u>\$ 9,083,519</u>

Economic Dependence (Note 16)  
Contingencies (Note 17)

APPROVED ON BEHALF OF ANNEAPOLIS VALLEY FIRST NATION:

  
Chief  
Councillor

  
Maryanne Holland  
Councillor  
  
Murray Prentiss  
Councillor

**ANNEAPOLIS VALLEY FIRST NATION  
CONSOLIDATED STATEMENT OF OPERATIONS  
FOR THE YEAR ENDED MARCH 31, 2022**

	Budget	2022	2021
<b>REVENUE</b>			
Indigenous Services Canada (Note 20)	\$ 4,887,790	\$ 3,434,107	\$ 1,548,854
Canada Mortgage and Housing Corporation (Note 20)	-	45,753	123,934
Confederacy of Mainland Mi'kmaq	110,920	60,133	42,240
Province of Nova Scotia (Note 20)	-	-	20,911
KMKNO	100,779	22,988	41,631
Mi'kmaq Employment Training Secretariat	32,326	80,147	111,517
Mi'kmaw Kina'matnewey	392,477	335,420	266,145
Rent - Social Housing	-	69,723	86,460
Amounts earned and held in trust by federal government (Note 3)	-	-	448
Other (Note 19)	139,768	6,314,723	5,346,895
Land claim settlement (Note 4)	-	8,028,029	-
	<b>5,664,060</b>	<b>18,391,023</b>	<b>7,589,035</b>
<b>EXPENSES</b>			
Band administration	1,800,521	586,493	579,835
Commercial buildings	-	6,364	6,641
Community health	734,306	511,695	357,385
Courses and summer students	35,529	139,132	109,716
Economic development	126,841	60,133	44,240
Education	99,554	344,690	264,545
Operations, capital & maintenance	430,524	266,864	710,071
Other (Note 19)	-	5,859,703	4,822,719
Proceeds of land claim settlement paid to members (Note 4)	-	1,491,252	-
Social housing	44,122	233,363	287,565
Social services	276,907	256,120	311,036
	<b>3,548,304</b>	<b>9,755,809</b>	<b>7,493,753</b>
<b>NET SURPLUS FROM OPERATIONS</b>	<b>2,115,756</b>	<b>8,635,214</b>	<b>95,282</b>
<b>LOSS FROM GOVERNMENT BUSINESS ENTERPRISE (Note 7)</b>	<b>-</b>	<b>(430,263)</b>	<b>(291,677)</b>
<b>ANNUAL SURPLUS (DEFICIT)</b>	<b>2,115,756</b>	<b>8,204,951</b>	<b>(196,395)</b>
<b>ACCUMULATED SURPLUS - beginning of year</b>	<b>9,083,519</b>	<b>9,083,519</b>	<b>9,279,914</b>
<b>ACCUMULATED SURPLUS - end of year (Note 14)</b>	<b>\$ 11,199,275</b>	<b>\$17,288,470</b>	<b>\$ 9,083,519</b>

**ANNAPOLIS VALLEY FIRST NATION**  
**CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS (DEBT)**  
**FOR THE YEAR ENDED MARCH 31, 2022**

	Budget	2022	2021
ANNUAL SURPLUS (DEFICIT)	<u>\$ 2,115,756</u>	<u>\$ 8,204,951</u>	<u>\$ (196,395)</u>
Acquisition of tangible capital assets	-	(1,065,625)	(926,471)
Amortization of tangible capital assets	-	582,569	565,025
Acquisition of prepaid expense	-	(15,163)	-
DECREASE (INCREASE) IN NET FINANCIAL ASSETS (DEBT)	<u>2,115,756</u>	<u>7,706,732</u>	<u>(557,841)</u>
NET FINANCIAL ASSETS (DEBT) - beginning of year	<u>(626,510)</u>	<u>(626,510)</u>	<u>(68,669)</u>
NET FINANCIAL ASSETS (DEBT) - end of year	<u>\$ 1,489,246</u>	<u>\$ 7,080,222</u>	<u>\$ (626,510)</u>

**ANNAPOLIS VALLEY FIRST NATION**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED MARCH 31, 2022**

	2022	2021
<b>CASH FLOWS FROM:</b>		
<b>OPERATING ACTIVITIES</b>		
Annual surplus (deficit)	\$ 8,204,951	\$ (196,395)
Items in earnings not involving cash		
Amortization of tangible capital assets (Note 13)	582,569	565,025
Loss from government business enterprise (Note 7)	430,263	291,677
	<hr/>	<hr/>
Net changes in working capital balances	9,217,783	660,307
Grants receivable	(43,748)	229,045
Accounts receivable	112,223	(92,099)
Inventory	(53,050)	(75)
Accounts payable and accrued liabilities	57,579	261,409
Deferred revenue	730,266	613,260
Prepaid expenses	(15,163)	-
	<hr/>	<hr/>
	10,005,890	1,671,847
<b>CAPITAL ACTIVITY</b>		
Purchase of tangible capital assets	<hr/>	<hr/>
	(1,065,625)	(926,471)
<b>INVESTING ACTIVITIES</b>		
Increase in temporary investments	(3,068,731)	(328)
Advances to government business enterprise	(410,000)	(390,000)
Repayments from government business enterprise	-	340,000
	<hr/>	<hr/>
	(3,478,731)	(50,328)
<b>FINANCING ACTIVITIES</b>		
Repayments of long-term debt	<hr/>	<hr/>
	(2,098,545)	(211,181)
<b>INCREASE IN CASH DURING THE YEAR</b>	<hr/>	<hr/>
	3,362,989	483,867
<b>CASH - beginning of year</b>	<hr/>	<hr/>
	2,081,395	1,597,528
<b>CASH - end of year (Note 2)</b>	<hr/>	<hr/>
	\$ 5,444,384	\$ 2,081,395

**ANNEAPOLIS VALLEY FIRST NATION**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2022**

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**1. SIGNIFICANT ACCOUNTING POLICIES**

**(a) Nature of Operations**

Annapolis Valley First Nation (the “First Nation”) operates under the authority of the Indian Act.

The mandate of the First Nation is to provide services to band members and the community. These services are grouped into the following key areas: Band Administration, Social Services, Community Health, Education, Capital, Operations, and Maintenance, Other Projects, Gaming Commission, and Community Fisheries.

The First Nation is exempt from income taxes under the Income Tax Act.

**(b) Basis of Accounting**

These consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards.

**(c) Reporting Entity**

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

The reporting entity includes the following segments:

Band Administration  
Social Services  
Community Health  
Education  
Capital, Operations and Maintenance  
Gaming Commission  
Commercial Fisheries

All controlled entities are consolidated in the First Nation’s financial statements according to the First Nation’s percentage ownership, except for entities that meet the definition of a government business enterprise, which are included in the financial statements on a modified equity basis. Accounting policies of consolidated entities are conformed to those of the First Nation and inter-organizational balances and transactions are eliminated upon consolidation.

Under the modified equity method of accounting, only the First Nation’s investment in the entity and the First Nation’s portion of the entity’s net income and other changes in equity are recorded. No adjustment is made for accounting policies of the entity that are different from those of the First Nation and inter-organizational balances and transactions are not eliminated.

Entities fully consolidated in the First Nation’s financial statements include:

	<u>% ownership</u>
2501745 Nova Scotia Limited	100%
AVFN Development Group GP Ltd.	100%
AVFN Forestry Group Limited Partnership	100%

Entity accounted for on a modified equity basis includes:

	<u>% ownership</u>
WFL Holdings Limited (100% shareholder of Webster Farms Limited)	100%

**ANAPOLIS VALLEY FIRST NATION**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2022**

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**1. SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(d) Trusts Under Administration**

Trusts under administration by the Government of Canada are included in these financial statements (Note 3).

**(e) Pension Plan**

The First Nation has a defined contribution plan for its employees. The pension costs are charged to operations as contributions are due. Contributions are a defined amount based on a set percentage of salary.

**(f) Cash**

Cash consists of cash on hand, bank balances, unrestricted operating and housing cash, and externally restricted replacement reserve cash and funds held in trust.

**(g) Temporary Investments**

Temporary investments are recorded at cost, unless the market value of temporary investments has declined below cost, in which case they are written down to market value.

**(h) Tangible Capital Assets**

Tangible capital assets are valued at acquisition cost and amortized over their useful life using the straight line method for the following number of years:

Band Owned CMHC Housing	25 years
Band Owned Housing	25 years
Commercial Buildings	40 years
Computer Equipment	4 years
Land Improvements	30 years
Fishing Vessels	5 years
Roadways	5 years
Underground Networks	50 years
Vehicles & Equipment	5 years

Tangible capital assets are written down when conditions indicate that they no longer contribute to the First Nations' 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.

**(i) Intangible Assets**

Purchased intangibles are initially recorded at cost.

Intangible assets with an indefinite life, which includes the First Nation's fishing licenses, are not amortized. They are tested for impairment when events or circumstances indicate that the value of the future economic benefits associated with the intangible assets are less than their carrying value. When an impairment exists, an impairment loss is recognized in the consolidated statement of operations.

**ANNAPOLIS VALLEY FIRST NATION**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2022**

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**1. SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(j) Inventory**

Inventories of supplies and goods available for resale are recorded at the lower of cost and net realizable value using the first-in first-out costing method.

**(k) Revenue Recognition**

Government transfers are recognized as revenues 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 transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.

Revenues are recognized in the period in which the transactions or events occur that give rise to the revenues. All revenues are recorded on an accrual basis.

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 goods or services are recognized as revenue in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Revenue received in advance of the fee being earned or the service performed is deferred and recognized when the fee is earned or service is performed.

**(l) Non-Financial Assets**

Non-financial assets are used to provide the First Nation's services in future periods. These assets do not normally provide resources to discharge the liabilities of the First Nation unless they are sold. The First Nation's non-financial assets include tangible capital assets, intangibles and prepaids.

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**ANNEAPOLIS VALLEY FIRST NATION**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2022**

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2. CASH	2022	2021
Unrestricted		
Operating	\$ 5,231,922	\$ 2,015,719
Housing	<u>212,462</u>	<u>65,676</u>
	<u><u>\$ 5,444,384</u></u>	<u><u>\$ 2,081,395</u></u>
Restricted	2022	2021
CMHC Replacement Reserve (Note 15)	\$ 150,418	\$ 150,418
Trust funds held by Federal Government (Note 3)	<u>23,582</u>	<u>23,582</u>
	<u><u>\$ 174,000</u></u>	<u><u>\$ 174,000</u></u>

Under the terms of an agreement with Canada Mortgage and Housing Corporation ("CMHC"), the First Nation must set aside funds annually for the repair, maintenance and replacement of aged 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 CMHC with any interest earned to be credited as revenue to the CMHC Replacement Reserve.

The First Nation is required to have trust funds held by the Federal Government in a separate bank account. These funds increase annually by the interest earned and can be withdrawn for their intended purposes if requested.

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**3. TRUST FUNDS HELD BY FEDERAL GOVERNMENT**

	March 31, 2021	Additions 2022	Withdrawals 2022	March 31, 2022
Revenue	\$ 17,935	\$ -	\$ -	\$ 17,935
Capital	<u>5,647</u>	<u>-</u>	<u>-</u>	<u>5,647</u>
	<u><u>\$ 23,582</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 23,582</u></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 Section 63 to 69 of the Indian Act.

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**4. RESTRICTED CASH**

Funds held in trust represent proceeds from a land claim settlement which was ratified on May 20, 2021 and are held in trust for band members.

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**ANNEAPOLIS VALLEY FIRST NATION**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2022**

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**5. TEMPORARY INVESTMENTS**

	<b>2022</b>	<b>2021</b>
Guaranteed Investment Certificate ("GIC") maturing on April 14, 2022 at a rate of 0.75%	\$ 50,742	\$ 50,692
GIC maturing on February 24, 2023 at a rate of 0.50%	16,094	16,068
GIC maturing on March 22, 2023 at a rate of 0.50%	10,712	10,712
	<hr/>	<hr/>
	<b>\$ 77,548</b>	<b>\$ 77,472</b>

Subsequent to year end, the GIC maturing on April 14, 2022 was re-invested in a GIC maturing on April 14, 2023 at a rate of 0.75%.

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**6. GRANTS RECEIVABLE**

	<b>2022</b>	<b>2021</b>
Indigenous Services Canada	\$ 300,634	\$ 414,811
Department of Fisheries and Oceans	75,000	75,000
Canadian Mortgage and Housing Corporation	72,701	64,333
Mi'kmaq Kina'matnewey	61,188	6,270
Other	68,439	-
Mi'kmaq Employment Training Secretariat	40,424	37,281
Confederacy of Mainland Mi'kmaq	9,000	943
Ulnooweg Development	9,000	-
Mi'kmaq Conservation Group	6,000	-
	<hr/>	<hr/>
	<b>\$ 642,386</b>	<b>\$ 598,638</b>

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**ANNEAPOLIS VALLEY FIRST NATION**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2022**

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**7. INVESTMENT IN GOVERNMENT BUSINESS ENTERPRISE**

The First Nation owns 100% of Webster Farms Limited. The government business enterprise operates as an agricultural enterprise in Nova Scotia.

At year end, Webster Farms Limited owed the First Nation \$1,020,000 (2021 - \$610,000). The balance is unsecured, non-interest bearing and payable on demand.

The following table presents condensed financial information for the investment in government enterprise:

	<b>2022</b>	<b>2021</b>
<b>Financial position</b>		
Cash	\$ 127,848	\$ 140,708
Accounts receivable	107,513	76,103
Inventory	285,862	238,808
Tangible capital assets	1,672,352	1,600,967
Other assets	13,194	3,992
<b>Total assets</b>	<b>\$ 2,206,769</b>	<b>\$ 2,060,578</b>
Accounts payable	\$ 207,580	\$ 117,826
Long-term debt	-	30,000
Related party balances	1,018,390	608,390
<b>Total liabilities</b>	<b>1,225,970</b>	<b>756,216</b>
Equity	980,799	1,304,362
<b>Total liabilities and equity</b>	<b>\$ 2,206,769</b>	<b>\$ 2,060,578</b>
	<b>2022</b>	<b>2021</b>
<b>Results of operations</b>		
Revenue	\$ 1,460,135	\$ 1,774,158
Operating expenses	1,693,185	1,876,390
<b>Net loss from operations</b>	<b>(233,050)</b>	<b>(102,232)</b>
Depreciation	90,516	82,748
Amortization of fair value increment	106,697	106,697
<b>Net loss</b>	<b>\$ (430,263)</b>	<b>\$ (291,677)</b>

**ANNAPOLIS VALLEY FIRST NATION**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2022**

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**8. BANK INDEBTEDNESS**

The First Nation has the following operating loans:

An operating loan, secured by a Band Council Resolution, has a borrowing facility available of \$200,000 bearing interest at a rate of prime plus 0.70%. As at March 31, 2022, the balance of this borrowing facility was \$nil (2021 - \$nil).

An overdraft, secured by a Band Council Resolution, has a borrowing facility available of \$140,000 bearing interest at a rate of prime plus 0.70%. As at March 31, 2022, the balance of this borrowing facility was \$nil (2021 - \$nil).

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**9. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

	<b>2022</b>	<b>2021</b>
Trade payables	\$ 433,657	\$ 256,319
Accrued interest	1,071	325
Government remittances	22,517	3,470
Other accrued liabilities	-	139,554
	<hr/>	<hr/>
	<b>\$ 457,245</b>	<b>\$ 399,668</b>

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**10. EMPLOYEE BENEFIT OBLIGATIONS**

The First Nation provides a defined contribution plan for eligible members of its staff. Members are required to contribute 5% of their salary. The First Nation contributes 5% which is directed to the Member's 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 Member's withdrawal from the plan. The First Nation contributed \$28,220 (2021 - \$23,286) during the year for retirement benefits.

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**ANAPOLIS VALLEY FIRST NATION**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2022**

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**11. DEFERRED REVENUE**

	2022	2021
Indigenous Services Canada	\$ 1,453,683	\$ 883,259
Government of Canada	90,000	20,000
Province of Nova Scotia	32,373	54,768
NIB Trust Fund	-	55,140
Give us Wings Projects	6,850	7,000
Confederacy of Mainland Mi'kmaq	18,025	12,890
KMKNO	77,790	43,079
Ulnooweg	140,211	13,962
Mi'kmaq Kina'matnewey	45,287	51,776
Other	10,320	2,399
	<b>\$ 1,874,539</b>	<b>\$ 1,144,273</b>

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**12. LONG-TERM DEBT**

Prime plus 2.75% loan payable to Royal Bank of Canada, secured by a vessel with book value of \$nil, maturing March 2023. Repayable in semi-annual principal payments of \$14,475 plus interest paid monthly. General security agreement in place.

	2022	2021
	\$ 43,425	\$ 72,375

Prime plus 1.48% loan payable to Royal Bank of Canada, secured by a vessel with book value of \$92,689. This loan is for a 5 year term maturing April 2022 and is amortized to 2027. Repayable in semi-annual principal payments of \$16,125 plus interest paid monthly. General security agreement in place.

193,500 225,750

Fixed rate 3.67% loan payable to Royal Bank of Canada, secured by a general security agreement, maturing March 2043. Repayable in monthly blended payments of \$27,673.

4,856,184 4,992,639

1.30% first mortgage payable to CMHC, repaid during the year.

528

2.06% first mortgage payable to CMHC requires monthly installments of principal and interest of \$372. The loan is secured by a first mortgage over certain buildings with a carrying value of \$3,891 and a ministerial guarantee, Government of Canada. The loan matures in 2022.

2,959 7,324

**ANNAPOLIS VALLEY FIRST NATION**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2022**

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**12. LONG-TERM DEBT (continued)**

	<b>2022</b>	<b>2021</b>
2.41% first mortgage payable to CMHC requires monthly installments of principal and interest of \$816. The loan is secured by a first mortgage over certain buildings with a carrying value of \$7,694 and a ministerial guarantee, Government of Canada. The loan matures in 2023.	\$ 10,491	\$ 19,067
2.29% first mortgage payable to CMHC, repaid during the year.	-	1,604
1.03% mortgage payable to CMHC requires monthly installments of principal and interest of \$293. The loan is secured by a first mortgage over certain buildings with a carrying value of \$14,683 and a ministerial guarantee, Government of Canada. The loan matures in 2026.	14,912	18,255
1.97% mortgage payable to CMHC requires monthly installments of principal and interest of \$297. The loan is secured by a first mortgage over certain buildings with a carrying value of \$22,331 and a ministerial guarantee, Government of Canada. The loan matures in 2027.	18,886	22,055
1.86% mortgage payable to CMHC requires monthly installments of principal and interest of \$281. The loan is secured by a first mortgage over certain buildings with a carrying value of \$28,073 and a ministerial guarantee, Government of Canada. The loan has a renewal date of 2024 and matures in 2029.	22,343	25,268
0.76% mortgage payable to CMHC requires monthly installments of principal and interest of \$290. The loan is secured by a first mortgage over certain buildings with a carrying value of \$48,433 and a ministerial guarantee, Government of Canada. The loan has a renewal date of 2025 and matures in 2030.	27,873	31,135
0.27% mortgage payable to CMHC requires monthly installments of principal and interest of \$291. The loan is secured by a first mortgage over certain buildings with a carrying value of \$43,338 and a ministerial guarantee, Government of Canada. The loan matures in 2031.	31,137	34,479

**ANNEAPOLIS VALLEY FIRST NATION**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2022**

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**12. LONG-TERM DEBT (continued)**

	<b>2022</b>	<b>2021</b>
1.43% mortgage payable to CMHC requires monthly installments of principal and interest of \$320. The loan is secured by a first mortgage over certain buildings with a carrying value of \$41,200 and a ministerial guarantee, Government of Canada. The loan matures in 2032.	\$ 35,860	\$ 39,173
1.97% mortgage payable to CMHC requires monthly installments of principal and interest of \$334. The loan is secured by a first mortgage over certain buildings with a carrying value of \$40,884 and a ministerial guarantee, Government of Canada. The loan matures in 2032.	38,654	41,880
2.14% mortgage payable to CMHC requires monthly installments of principal and interest of \$820. The loan is secured by a first mortgage over certain buildings with a carrying value of \$95,749 and a ministerial guarantee, Government of Canada. The loan has a renewal date of 2024 and matures in 2034.	103,078	110,657
2.52% mortgage payable to CMHC requires monthly installments of principal and interest of \$349. The loan is secured by a first mortgage over certain buildings with a carrying value of \$47,612 and a ministerial guarantee, Government of Canada. The loan has a renewal date of 2023 and matures in 2033.	41,903	45,008
0.71% mortgage payable to CMHC requires monthly installments of principal and interest of \$302. The loan is secured by a first mortgage over certain buildings with a carrying value of \$68,369 and a ministerial guarantee, Government of Canada. The loan has a renewal date of 2025 and matures in 2034.	44,241	47,545
1.30% mortgage payable to CMHC requires monthly installments of principal and interest of \$677. The loan is secured by a first mortgage over certain buildings with a carrying value of \$175,266 and a ministerial guarantee, Government of Canada. The loan matures in 2042.	144,757	150,968
2.39% mortgage payable to CMHC requires monthly installments of principal and interest of \$620. The loan is secured by a first mortgage over certain buildings with a carrying value of \$114,800 and a ministerial guarantee, Government of Canada. The loan has a renewal date of 2023 and matures in 2043.	123,044	127,509

**ANNAPOLIS VALLEY FIRST NATION**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2022**

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**12. LONG-TERM DEBT (continued)**

	<b>2022</b>	<b>2021</b>
2.39% mortgage payable to CMHC requires monthly installments of principal and interest of \$454. The loan is secured by a first mortgage over certain buildings with a carrying value of \$211,443 and a ministerial guarantee, Government of Canada. The loan has a renewal date of 2026 and matures in 2046.	\$ 117,873	-
Non-interest bearing promissory note payable to Indigenous Services Canada, repaid during the year.	-	336,793
Prime plus 0.70% loan payable to Royal Bank of Canada, repaid during the year.	-	1,708,251
Fixed rate 4% loan payable to Ulnooweg Development Group Inc., secured by the solar project, maturing November 2031, repayable in monthly blended payments of \$926.	88,598	-
	<b>\$ 5,959,718</b>	<b>\$ 8,058,263</b>

Approximate principal payments for the next five years are as follows:

2023	\$ 164,151
2024	\$ 245,973
2025	\$ 208,943
2026	\$ 216,343
2027	\$ 324,157

	<b>2022</b>	<b>2021</b>
Interest expense on long-term debt	<b>\$ 275,759</b>	<b>\$ 268,655</b>

The First Nation has agreed to the following security agreement in place with the Royal Bank of Canada:

Guarantee and postponement of claim in the amount of \$5,300,000, supported by:

- a) a general security agreement constituting a first ranking security interest in all personal property of Webster Farms Limited;
- b) a collateral mortgage constituting a first fixed charge in the amount of \$4,100,000 on the lands and improvements located at 5989 Highway #1, Cambridge, King's County, Nova Scotia;
- c) Certificate of insurance evidencing fire and other perils coverage on the property located at 5989 Highway #1, Cambridge, King's County, Nova Scotia, showing the Bank as first rank mortgage.

**ANNAPOLIS VALLEY FIRST NATION  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2022**

**13. TANGIBLE CAPITAL ASSETS**

	Cost					Accumulated Amortization			Net Book Value		
	Opening Balance	Additions	Disposals	Transfers of Assets	Closing Balance	Opening Balance	Amort.	Disposals, Write Offs & Other Adjustments	Closing Balance	2022	2021
Band owned											
CMHC Housing	<b>\$ 2,848,090</b>	<b>\$ 220,254</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,068,344</b>	<b>\$ 1,948,807</b>	<b>\$ 97,497</b>	<b>\$ -</b>	<b>\$ 2,046,304</b>	<b>\$ 1,022,040</b>	<b>\$ 899,283</b>
Band Owned Housing	<b>2,788,262</b>	<b>60,375</b>	<b>-</b>	<b>-</b>	<b>2,848,637</b>	<b>1,237,966</b>	<b>66,544</b>	<b>-</b>	<b>1,304,510</b>	<b>1,544,127</b>	<b>1,550,296</b>
Commercial Buildings	<b>2,091,918</b>	<b>195,213</b>	<b>-</b>	<b>-</b>	<b>2,287,131</b>	<b>1,102,719</b>	<b>39,694</b>	<b>-</b>	<b>1,142,413</b>	<b>1,144,718</b>	<b>989,199</b>
Computer Equipment	<b>89,506</b>	<b>7,294</b>	<b>-</b>	<b>-</b>	<b>96,800</b>	<b>82,349</b>	<b>8,157</b>	<b>-</b>	<b>90,506</b>	<b>6,294</b>	<b>7,157</b>
Land Improvements	<b>449,108</b>	<b>23,243</b>	<b>-</b>	<b>-</b>	<b>472,351</b>	<b>76,795</b>	<b>15,312</b>	<b>-</b>	<b>92,107</b>	<b>380,244</b>	<b>372,313</b>
Land	<b>3,324,527</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,324,527</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,324,527</b>	<b>3,324,527</b>
Fishing Vessels	<b>1,577,402</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,577,402</b>	<b>1,371,787</b>	<b>167,647</b>	<b>-</b>	<b>1,539,434</b>	<b>37,968</b>	<b>205,615</b>
Roadways	<b>495,091</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>495,091</b>	<b>208,217</b>	<b>3,769</b>	<b>-</b>	<b>211,986</b>	<b>283,105</b>	<b>286,874</b>
Underground Networks	<b>776,699</b>	<b>313,911</b>	<b>-</b>	<b>-</b>	<b>1,090,610</b>	<b>172,412</b>	<b>20,134</b>	<b>-</b>	<b>192,546</b>	<b>898,064</b>	<b>604,287</b>
Vehicles & Equipment	<b>3,139,183</b>	<b>245,335</b>	<b>-</b>	<b>-</b>	<b>3,384,518</b>	<b>2,598,474</b>	<b>163,815</b>	<b>-</b>	<b>2,762,289</b>	<b>622,229</b>	<b>540,709</b>
	<b>14,731,696</b>	<b>845,371</b>	<b>-</b>	<b>-</b>	<b>15,577,067</b>	<b>6,850,719</b>	<b>485,072</b>	<b>-</b>	<b>7,335,791</b>	<b>8,241,276</b>	<b>7,880,977</b>
	<b>\$17,579,786</b>	<b>\$ 1,065,625</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$18,645,411</b>	<b>\$ 8,799,526</b>	<b>\$ 582,569</b>	<b>\$ -</b>	<b>\$ 9,382,095</b>	<b>\$ 9,263,316</b>	<b>\$ 8,780,260</b>

Included in tangible capital assets is a public wharf that was transferred from the government with a net book value of \$1.

**ANNEAPOLIS VALLEY FIRST NATION**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
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**14. ACCUMULATED SURPLUS**

	<b>2022</b>	<b>2021</b>
Unrestricted surplus	<b>\$14,080,878</b>	\$ 8,917,191
CMHC Replacement Reserve (Note 15)	115,357	142,746
Trust funds held by Federal Government (Note 3)	23,582	23,582
Land claim settlement (Note 4)	<b>3,068,653</b>	-
	<b>\$17,288,470</b>	<b>\$ 9,083,519</b>

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**15. CMHC REPLACEMENT RESERVE**

	<b>2022</b>	<b>2021</b>
Balance - beginning of year	\$ 142,746	\$ 125,868
Current year allocation	14,617	16,878
Adjustments	(12,920)	-
Withdrawals	(29,086)	-
	<b>\$ 115,357</b>	<b>\$ 142,746</b>

The First Nation operates 21 (2021 - 21) CMHC subsidized housing projects. These funds, plus accumulated interest, must be held in a separate bank account and used for future repairs or other expenditures only as approved by CMHC.

As at March 31, 2022, the First Nation has provided funding of reserves as follows:

	<b>Amount of Reserve</b>	<b>Amount Funded</b>
CMHC Replacement Reserve (Note 2)	<b>\$ 115,357</b>	<b>\$ 150,418</b>

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**ANNEAPOLIS VALLEY FIRST NATION**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
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**16. ECONOMIC DEPENDENCE**

The First Nation receives its principal source of funding under a funding arrangement with Indigenous Services Canada. The present agreement is for a ten year term ending March 31, 2029. Without the current funding agreement, the First Nation would not be able to provide the majority of its services to band members.

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**17. CONTINGENCIES**

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

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**18. COMPARATIVE FIGURES**

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

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**19. OTHER REVENUE AND EXPENSES**

	<b>2022</b>	<b>2021</b>
<b>Revenue</b>		
Gaming Commission - Gaming	\$ 1,290,319	\$ 1,460,513
Gaming Commission - Smoke Shop	1,029,306	930,314
Gaming Commission - Gas Bar	1,646,365	1,242,150
Commercial Fisheries	1,808,948	1,690,802
Other revenue	539,785	23,116
	<b>\$ 6,314,723</b>	<b>\$ 5,346,895</b>
<b>Expenses</b>		
Cost of goods sold - Smoke Shop	\$ 976,608	\$ 913,038
Cost of goods sold - Gas Bar	1,443,179	1,058,253
Other expenses - Gaming	1,848,041	1,504,629
Vessel operations - Commercial Fisheries	1,131,891	904,452
Other expenses - Commercial Fisheries	459,984	442,347
	<b>\$ 5,859,703</b>	<b>\$ 4,822,719</b>

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ANAPOLIS VALLEY FIRST NATION  
 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
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20. GOVERNMENT TRANSFERS

	Operating	Capital	2022	Operating	Capital	2021
Federal government transfers:						
Indigenous Services Canada	\$ 3,434,107	\$ -	\$ 3,434,107	\$ 1,548,854	\$ -	\$ 1,548,854
Canada Mortgage and Housing Corporation	45,753	-	45,753	123,934	-	123,934
Province of Nova Scotia	3,479,860	-	3,479,860	1,672,788	-	1,672,788
Total	\$ 3,479,860	\$ -	\$ 3,479,860	\$ 1,693,699	\$ -	\$ 1,693,699

**ANNAPOLE VALLEY FIRST NATION  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
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**21. SEGMENT DISCLOSURE**

The First Nation is a diversified community that provides a wide range of services to its members. For management reporting purposes, the First Nation's operations and activities are organized and reported by program. Programs were created for the purpose of recording specific activities to attain certain objectives in accordance with specific regulations, restrictions or limitations. The activities can be categorized into segments. The following segments have been identified and as such are separately disclosed.

**Band Administration**

The administration department oversees the delivery of all government services and the day-to-day operations of the First Nation.

**Social Services**

The social services department is responsible for administering social assistance payments as well as providing social services to band members.

**Community Health**

The community health department provides medical services to band members.

**Education**

The education department provides educational services to band members including primary and secondary schooling, and sponsorship to attend post secondary institutions.

**Capital, Operations and Maintenance**

The operations, maintenance and capital 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. They are also responsible for all capital asset activities occurring in the First Nation during the year, including housing construction and renovations.

**Other Projects**

The First Nation provides a wide array of other services, including community fisheries, youth employment projects, economic development, social housing activities, etc.

**Gaming Commission**

The Annapolis Valley Gaming Commission was set up to enter into an agreement with the Atlantic Lottery Corporation for the operations of video lottery terminals on the First Nation reserve. It also operates a convenience store, gaming facility and gas bar on the reserve.

**Commercial Fisheries**

Annapolis Valley Commercial Fisheries is an enterprise operated by the First Nation. It operates two lobster vessel and maintains four lobster licences.

**2501745 NS Limited**

2501745 Nova Scotia Limited was incorporated for the purposes of constructing a gaming facility and bingo hall on reserve lands which is leased to the Annapolis Valley First Nation Gaming Commission.

**ANNAPOLIS VALLEY FIRST NATION**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
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**21. SEGMENT DISCLOSURE (continued)**

	For the year ended March 31, 2022	Band Administration	Social Services	Community Health	Education	Capital, Operations & Maintenance	Other Projects	Gaming Commission	Commercial Fisheries	2501745 NS Ltd.	Total
<b>Revenue</b>											
Indigenous Services Canada	\$ 206,911	\$ 559,136	\$ 734,306	\$ -	\$ 704,948	\$ -	\$ 45,753	\$ 1,228,806	\$ -	\$ -	\$ 3,434,107
CMHC	-	-	-	-	-	-	-	-	-	-	45,753
Confederacy of Mainland Mi'kmaq	-	-	-	-	-	60,133	-	-	-	-	60,133
Mi'kmaq Employment Training Secretariat	-	-	-	-	80,147	-	-	-	-	-	80,147
Mi'kmaq Kina'matnewey KMKNO	-	-	335,420	-	-	22,988	-	-	-	-	335,420
Rent	-	-	-	-	69,723	-	-	-	-	-	22,988
Other Revenue	-	-	-	-	8,558,067	3,975,737	1,808,948	-	-	-	14,342,752
	<b>206,911</b>	<b>559,136</b>	<b>734,306</b>	<b>335,420</b>	<b>704,948</b>	<b>8,836,811</b>	<b>5,204,543</b>	<b>1,808,948</b>	-	-	<b>18,391,023</b>
<b>Salaries and wages</b>											
Employee benefits	243,346	27,456	365,533	277,980	103,823	51,268	607,312	751,585	-	-	2,428,303
Supplies and services	18,397	-	-	9,605	-	-	58,597	22,221	-	-	108,820
Bank charges and interest	-	226,635	48,252	40,218	41,399	2,441	2,440,979	194,711	-	-	2,994,635
Repairs and maintenance	3,407	829	-	6,682	365	21,973	83,166	18,588	1,165	-	23,989
Professional fees	11,452	-	-	-	-	-	28,146	160,831	-	-	312,615
Debt servicing	49,127	-	-	-	-	-	26,178	-	-	-	75,305
Other	197,685	1,198	91,229	116,020	6,139	1,576,088	873,994	1,376	-	-	282,689
Amortization	156,612	-	-	-	97,497	123,950	198,147	-	-	-	2,863,729
	<b>680,026</b>	<b>256,118</b>	<b>511,696</b>	<b>444,188</b>	<b>173,334</b>	<b>1,824,382</b>	<b>4,184,674</b>	<b>1,591,873</b>	<b>6,364</b>	<b>9,672,655</b>	
<b>Total</b>	<b>\$ (473,115)</b>	<b>\$ 303,018</b>	<b>\$ 222,610</b>	<b>\$ (108,768)</b>	<b>\$ 531,614</b>	<b>\$ 7,012,429</b>	<b>\$ 1,019,869</b>	<b>\$ 217,075</b>	<b>\$ (6,364)</b>	<b>\$ 8,718,368</b>	

**ANNAPOLIS VALLEY FIRST NATION**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
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**21. SEGMENT DISCLOSURE (continued)**

	For the year ended March 31, 2021	Band Administration	Social Services	Community Health	Education	Capital, Operations & Maintenance	Other Projects	Gaming Commission	Commercial Fisherries	2501745 NS Ltd.	Total
<b>Revenue</b>											
Indigenous Services Canada	\$ 200,514	\$ 444,033	\$ 410,370	\$ -	\$ 578,934	\$ (84,999)	\$ 123,934	\$ -	\$ -	\$ 1,548,852	
CMHC	-	-	-	-	-	-	-	-	-	-	123,934
Confederacy of Mainland	-	-	-	-	-	42,240	-	-	-	-	42,240
Nikmaq	-	-	-	2,401	-	18,510	-	-	-	-	20,911
Province of Nova Scotia	-	-	-	-	-	-	-	-	-	-	-
Mikmaq Employment Training	-	-	-	-	-	111,517	-	-	-	-	111,517
Secretariat	-	-	-	-	-	-	-	-	-	-	-
Mikmaw Kina'matnewey	-	-	-	-	266,145	-	-	-	-	-	266,145
KMKNO	-	-	-	-	-	41,631	-	-	-	-	41,631
Rent	-	-	-	-	-	86,460	-	-	-	-	86,460
Other revenue	-	-	-	-	-	13,819	3,642,724	1,690,802	-	-	5,347,345
	<b>200,514</b>	<b>444,033</b>	<b>412,771</b>	<b>266,145</b>	<b>578,934</b>	<b>376,100</b>	<b>3,642,724</b>	<b>1,690,802</b>	-	-	<b>7,589,035</b>
<b>Salaries and wages</b>											
Employee benefits	238,292	57,831	216,564	245,076	68,294	37,950	358,737	607,163	-	-	1,829,907
Supplies and services	12,878	-	-	8,684	-	-	53,165	13,413	-	-	88,140
Bank Charges and interest	-	251,170	69,053	46,295	45,346	1,778	2,005,350	200,990	-	-	2,619,982
Repairs and maintenance	10,756	-	877	-	6,432	188	271,239	14,942	681	-	27,256
Professional fees	3,524	-	-	-	-	-	34,016	67,909	-	-	388,496
Debt servicing	54,329	-	-	-	-	-	25,393	-	-	-	79,722
Other	455,247	1,157	65,336	74,018	54,108	13,957	-	254,698	-	-	268,655
Amortization	151,811	-	-	-	-	108,329	854,080	14,295	-	-	1,626,570
	<b>926,837</b>	<b>311,035</b>	<b>357,385</b>	<b>374,261</b>	<b>438,987</b>	<b>255,889</b>	<b>3,475,920</b>	<b>1,346,798</b>	<b>6,641</b>	<b>7,493,753</b>	
<b>Total</b>	<b>\$ (726,323)</b>	<b>\$ 132,998</b>	<b>\$ 55,386</b>	<b>\$ (108,116)</b>	<b>\$ 139,947</b>	<b>\$ 120,211</b>	<b>\$ 166,804</b>	<b>\$ 344,004</b>	<b>\$ (6,641)</b>	<b>\$ 95,282</b>	

**ANNAPOLIS VALLEY FIRST NATION**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2022**

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**22. EXPENSES BY OBJECT**

The following is a summary of expenses by object.

	<b>2022</b>	<b>2021</b>
Administration	\$ 439,073	\$ 625,339
Amortization	582,569	565,025
Assistance to band members	326,559	277,717
Atlantic Lottery Commission	121,476	100,779
Bank charges and interest	23,989	27,256
Debt servicing	282,690	268,655
Employee benefits	108,821	88,140
Insurance	88,904	93,304
Land claim settlement paid to members (Note 4)	1,491,259	-
Professional fees	75,305	79,722
Repairs and maintenance	266,979	387,501
Salaries and wages	2,428,301	1,829,907
Supplies and services	3,123,633	2,795,696
Sydney Casino Profit Share	56,200	47,800
Telephone	50,199	44,815
Training, travel and meetings	104,474	105,526
Utilities	102,224	156,571
	<hr/> <b>\$ 9,672,655</b>	<hr/> <b>\$ 7,493,753</b>