

**Nisichawayasihk Cree Nation
Consolidated Financial Statements**
March 31, 2017

Nisichawayasihk Cree Nation

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For the year ended March 31, 2017

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Management's Responsibility

To the Members of Nisichawayasihk Cree Nation:

The accompanying consolidated financial statements of Nisichawayasihk Cree Nation (the "First Nation") are the responsibility of management and have been approved by the Chief and Council.

Management is responsible for the preparation and fair 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 Nisichawayasihk Cree Nation Chief and 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 fulfills 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, an independent firm of Chartered Professional Accountants, is appointed by the Chief and Council on behalf of the Members to audit the consolidated financial statements and report directly to the Members; 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.

May 18, 2018



Controller

Independent Auditors' Report

To the Members of Nisichawayasihk Cree Nation:

We have audited the accompanying consolidated financial statements of Nisichawayasihk Cree Nation, which comprise the consolidated statement of financial position as at March 31, 2017, and the consolidated statements of operations, accumulated remeasurement gains, changes in accumulated surplus, changes in net financial assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of Nisichawayasihk Cree Nation as at March 31, 2017 and the results of its operations, accumulated remeasurement gains, accumulated surplus, changes in net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Winnipeg, Manitoba

May 18, 2018

MNP LLP

Chartered Professional Accountants

Nisichawayasihk Cree Nation
Consolidated Statement of Financial Position
As at March 31, 2017

	2017	2016
Financial assets		
Cash (Note 3)	12,175,621	12,473,780
Accounts and advances receivable (Note 4)	6,905,604	5,441,649
Inventory (Note 6)	3,153,559	2,963,123
Restricted cash (Note 7)	2,399,633	2,416,820
Investment in partnership (Note 8)	149,315,292	142,712,136
Investments (Note 9)	49,128,997	47,325,084
	223,078,706	213,332,592
Liabilities		
Bank indebtedness (Note 10)	1,485,504	971,471
Operating line of credit (Note 11)	1,790,000	1,205,000
Accounts payable and accruals (Note 12)	7,402,052	7,052,755
Deferred revenue (Note 13)	2,453,816	2,130,778
Long-term debt (Note 14)	162,323,518	150,262,469
	175,454,890	161,622,473
Net financial assets	47,623,816	51,710,119
Commitments (Note 15)		
Contingent liabilities (Note 16)		
Significant events (Note 18)		
Non-financial assets		
Tangible capital assets (Note 17) (Schedule 1)	61,081,878	60,858,132
Prepaid expenses	136,675	148,424
Deferred expenditures	2,602,744	2,209,539
Capital construction in progress	5,026,722	2,628,878
	68,848,019	65,844,973
Accumulated surplus (Note 22)	116,471,835	117,555,092

Approved by Chief and Council

Ron Dene)

Chief

Shirley Linklater

Councillor

Councillor

Councillor

Councillor

Councillor

Councillor

Nisichawayasihk Cree Nation
Consolidated Statement of Operations
For the year ended March 31, 2017

	<i>Schedules</i>	<i>2017 Budget</i>	<i>2017</i>	<i>2016</i>
Revenue				
Business revenue		30,352,303	39,452,316	36,407,935
Indigenous and Northern Affairs Canada (INAC) (Note 19)		27,675,873	27,675,873	23,598,099
First Nations and Inuit Health (FNIH) (Note 20)		2,888,192	5,301,016	8,167,243
VLT revenue (net of payouts and MLC sweep)		2,233,125	2,464,311	2,259,976
Investment and interest		2,090,701	2,090,701	1,947,928
Other revenue		2,200,000	2,364,691	1,778,722
Rent and resident fees		1,600,000	1,592,658	1,487,469
Tuition and training		1,400,000	1,476,961	1,572,422
Canada Mortgage and Housing Corporation		1,100,000	1,247,513	789,704
Assembly of Manitoba Chiefs		1,100,000	1,114,447	1,090,342
Province of Manitoba		997,595	1,175,727	811,596
Manitoba Hydro		1,150,000	1,040,568	1,057,571
Northern Regional Health Authority		650,000	672,277	835,648
Government service fees - Family and Community Wellness Centre		-	281,006	276,715
Recoveries of funding		-	(4,893)	(75,103)
Revenue deferred in prior year (Note 13)		-	2,130,778	2,091,966
Revenue deferred to subsequent year (Note 13)		-	(2,453,816)	(2,130,778)
		75,437,789	87,622,134	81,967,455
Segment Expenses				
Band Support Administration	4	3,404,903	4,554,291	4,653,799
Income Assistance and Social Support Services	5	7,396,954	7,025,975	7,039,859
Personal Care Home	6	1,148,736	2,797,223	2,625,905
Education	7	8,955,236	12,239,928	10,105,738
Community Economic Development	8	299,959	235,179	230,342
Housing	9	2,725,679	2,977,428	2,922,213
Infrastructure and Capital Projects	10	2,100,259	1,880,390	2,783,992
Training and Employment	11	3,371,782	2,174,156	1,880,804
Public Works	12	2,726,208	4,854,958	2,857,521
Community Health and Welfare	13	2,888,192	5,647,680	5,472,913
Human Resource Development	14	1,210,341	1,641,946	1,268,518
Business Enterprises	15	30,352,303	35,450,261	30,801,131
Video Lottery Terminals	16	2,233,125	1,932,623	1,323,234
Settlement Trusts	17	6,624,112	4,836,495	5,697,570
Total segment expenses		75,437,789	88,248,533	79,663,539
Annual surplus (deficit) from operations before other item		-	(626,399)	2,303,916
Other item:				
Gain (loss) on disposal of tangible capital assets		-	(578,559)	6,500
Annual surplus (deficit)		-	(1,204,958)	2,310,416

Nisichawayasihk Cree Nation
Consolidated Statement of Accumulated Remeasurement Gains
For the year ended March 31, 2017

	2017 Budget	2017	2016
Accumulated remeasurement gains, beginning of year	633	633	177,060
Unrealized gains (losses) on investments	-	121,701	(176,427)
Accumulated remeasurement gains, end of year	633	122,334	633

Nisichawayasihk Cree Nation
Consolidated Statement of Changes in Accumulated Surplus

For the year ended March 31, 2017

	2017 Budget	2017	2016
Accumulated surplus from operations, beginning of year	117,554,459	117,554,459	115,244,043
Annual surplus (deficit) from operations	-	(1,204,958)	2,310,416
Accumulated surplus from operations, end of year	117,554,459	116,349,501	117,554,459
Accumulated remeasurement gains, beginning of year	633	633	177,060
Unrealized gains (losses) on investments	-	121,701	(176,427)
Accumulated remeasurement gains, end of year	633	122,334	633
Accumulated surplus, end of year	117,555,092	116,471,835	117,555,092

Nisichawayasihk Cree Nation
Consolidated Statement of Changes in Net Financial Assets
For the year ended March 31, 2017

	2017 <i>Budget</i>	2017	2016
Annual surplus (deficit) from operations	-	(1,204,958)	2,310,416
Remeasurement gains (losses)	-	121,701	(176,427)
	-	(1,083,257)	2,133,989
Purchases of tangible capital assets	-	(6,057,494)	(3,913,915)
Amortization of tangible capital assets	-	5,085,970	5,321,112
Loss (gain) on disposal of tangible capital assets	-	578,559	(6,500)
Proceeds of disposal of tangible capital assets	-	171,257	28,350
Acquisition of capital construction in progress	-	(5,026,722)	(2,400,509)
Use of capital construction in progress	-	2,626,840	-
	-	(2,621,590)	(971,462)
Acquisition of prepaid expenses	-	(136,675)	(148,424)
Use of prepaid expenses	-	148,424	122,926
Acquisition of deferred expenditures	-	(393,205)	(335,112)
	-	(381,456)	(360,610)
Increase (decrease) in net financial assets	-	(4,086,303)	801,917
Net financial assets, beginning of year	51,710,119	51,710,119	50,908,202
Net financial assets, end of year	51,710,119	47,623,816	51,710,119

Nisichawayasihk Cree Nation
Consolidated Statement of Cash Flows
For the year ended March 31, 2017

2017

2016

Cash provided by (used for) the following activities

Operating activities

Cash receipts from Indigenous and Northern Affairs Canada	26,349,322	23,753,466
Cash receipts from First Nations and Inuit Health	5,778,389	8,269,836
Cash receipts from First Peoples Development Inc.	1,114,447	1,090,342
Cash receipts from Province of Manitoba	1,079,865	1,000,091
Cash receipts from other government agencies	2,857,317	1,660,180
Cash receipts from customers	39,015,456	37,189,992
Cash receipts from other contributors	8,145,512	10,242,528
Cash receipts from interest and investment income	2,096,914	1,935,558
Cash paid for operating expenses	(58,550,806)	(54,107,129)
Cash paid for salaries, honoraria, wages and benefits	(23,965,758)	(22,223,202)
Cash paid for interest on long-term debt	(433,430)	(402,815)
	3,487,228	8,408,847

Financing activities

Repayment of operating line of credit	585,000	(665,000)
Advances of long-term debt	6,799,609	7,217,685
Repayment of long-term debt	(1,734,921)	(1,817,888)
Increase in bank indebtedness	514,033	228,184
	6,163,721	4,962,981

Capital activities

Cash paid for capital construction in progress	(2,397,844)	(2,400,509)
Cash paid for acquisition of tangible capital assets	(5,989,718)	(3,886,219)
Proceeds from disposal of tangible capital assets	103,479	6,500
	(8,284,083)	(6,280,228)

Investing activities

Cash received for redemption of investments (net of reinvestments)	(1,682,212)	(1,847,970)
Restricted cash	17,187	317,095
	(1,665,025)	(1,530,875)

Increase (decrease) in cash resources	(298,159)	5,560,725
Cash resources, beginning of year	12,473,780	6,913,055
Cash resources, end of year	12,175,621	12,473,780

Nisichawayasihk Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

1. Operations

Nisichawayasihk Cree Nation (the "First Nation") is located in the Province of Manitoba and provides various services to its Members. The First Nation's financial reporting entity includes all related entities which 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 including the following significant accounting policies:

Reporting entity

The financial statements consolidate the financial activities of all entities and departments comprising the First Nation reporting entity. Any trusts administered on behalf of third parties by Nisichawayasihk Cree Nation are excluded from the First Nation reporting entity.

The First Nation has consolidated the assets, liabilities, revenue and expenses of the following entities and departments:

- Nisichawayasihk Cree Nation
- Nisichawayasihk Cree Nation Income Assistance Program
- Nisichawayasihk Education Authority
- Nelson House Development Corporation
- Nisichawayasihk Cree Nation Housing Authority
- Nisichawayasihk Personal Care Home Inc.
- Nisichawayasihk Construction, L.P.
- NH 313 Inc.
- Nisichawayasihk Catering, L.P.
- NCN Catering GP Corp.
- Taskinigahp Power Corporation
- Meetah Building Supplies Corp.
- Otohowin Gas Bar
- Rising Sun Restaurant and Commercial Complex
- NCN High Speed Internet
- NCN Store
- 6614532 Manitoba Ltd.
- Nisichawayasihk Cree Nation VLT Program
- Gilbert McDonald Arena
- Nisichawasihk Trust
- Nisichawayasihk Trust Office
- Taskinigahp Trust
- Taskinigahp Trust Office
- Wuskwatim Implementation Office
- Aski'Otutoskeo Limited Partnership
- Aski'Nanakuchechekekwin General Partner Ltd.
- Atoskiwin Training and Employment Centre Inc.
- Nelson House Medicine Lodge Inc.
- Nisichawayasihk Cree Nation Human Resource Development Authority
- Pe Ta Pun Trust
- Mystery Lake Motor Hotel Limited Partnership
- 3547958 Manitoba Ltd.
- 4131118 Manitoba Ltd.
- 7226986 Manitoba Ltd.
- 7535041 Manitoba Ltd.
- 7535059 Manitoba Ltd.

All inter-entity balances and transactions have been eliminated on consolidation.

Nisichawayasihk Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

2. Significant accounting policies (Continued from previous page)

Basis of presentation

Sources of revenue and expenses are recorded on the accrual basis of accounting. The accrual basis of accounting recognizes revenue as it becomes available and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay.

Financial instruments

Amortized cost

The First Nation has classified the following financial assets in the amortized cost category: cash, accounts and advances receivable, restricted cash and investment in partnership. These assets are initially recognized at their fair value. Fair value is approximated by the instrument's initial cost in a transaction between unrelated parties. Transactions to purchase or sell these items are recorded on the trade date.

Cash, accounts and advances receivable, restricted cash and investment in partnership are subsequently measured at their amortized cost, using the effective interest method. Under this method, estimated future cash receipts are exactly discounted over the asset's expected life, or other appropriate period, to its net carrying value. Amortized cost is the amount at which the financial asset is measured at initial recognition less principal payments, plus or minus the cumulative amortization using the effective interest method of any difference between that initial amount and the maturity amount, and less any reduction for impairment or uncollectability.

The First Nation has classified the following liabilities in the amortized cost category: bank indebtedness, operating line of credit, accounts payable and accruals and long-term debt. These liabilities are initially recognized at their fair value. Fair value is approximated by the instrument's initial cost in a transaction between unrelated parties. Transactions to purchase or sell these items are recorded on the trade date.

Bank indebtedness, operating line of credit, accounts payable and accruals and long-term debt are subsequently measured at amortized cost using the effective interest method. Under this method, estimated future cash payments are exactly discounted over the liability's expected life, or other appropriate period, to their net carrying value. Amortized cost is the amount at which the financial liability is measured at initial recognition less principal repayments, plus or minus the cumulative amortization using the effective interest method of any difference between that initial amount and the maturity amount.

Fair value

The First Nation has classified investments in the fair value category. These assets are initially recognized at their fair value. Fair value is approximated by the instrument's initial cost in a transaction between unrelated parties. Transactions to purchase or sell these items are recorded on the trade date.

Investments are subsequently measured at their fair value. Investments in equity instruments that do not have quoted market prices in an active market are measured at fair value using alternative means of estimation. Gains and losses arising from changes in fair value, except for impairment losses and foreign exchange translation adjustments, are recognized in the consolidated statement of remeasurement gains as a remeasurement gain or loss, until the financial asset is sold or otherwise derecognized. Upon derecognition, the cumulative gain or loss previously recognized in the consolidated statement of remeasurement gains is transferred to the consolidated statement of operations.

Cash

Cash includes balances with banks and short-term investments with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

Inventory

Inventory is valued at the lower of cost and net realizable value. Cost is determined by the first-in, first-out method. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and selling costs.

Nisichawayasihk Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

2. Significant accounting policies (Continued from previous page)

Funds held in Ottawa Trust Fund

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 as a component of restricted cash. Trust moneys consist of:

- Capital trust moneys 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.

Deferred expenditures

The First Nation defers interest charges on certain loans that are only repayable from profits received from the Taskinipahp Power Limited Partnership. These expenditures will be recognized as they are repaid.

Investment in partnership

The investment in partnership is accounted for in accordance with the cost method.

Net financial assets

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

Non-financial assets

The First Nation's tangible capital assets and other non-financial assets are accounted for as assets because they can be used to provide government services in future periods. These assets do not normally provide resources to discharge the liabilities of the government unless they are sold.

Tangible capital assets

Tangible capital assets are initially recorded at cost based on historical cost accounting records. Contributed tangible assets are recorded at their fair value at the date of contribution.

Amortization

Tangible capital assets are amortized annually using the straight line and declining balance methods (except where noted after the list below) at the following rates which are intended to amortize the cost of the assets over their estimated useful lives:

	<i>Method</i>	
Buildings and trailers	straight-line	30 years
Computer hardware and software	declining balance	25-100 %
Fencing	declining balance	10 %
Fuel tanks	declining balance	10 %
Furniture and fixtures	declining balance	10-20 %
Housing	straight-line	25 years
Infrastructure	straight-line	40 years
Landscaping	declining balance	100 %
Leasehold improvements	straight-line	3-10 years
Office and other equipment	declining balance	20 %
Vehicles and machinery	declining balance	10-30 %

Nisichawayasihk Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

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

For the asset categories where amortization is calculated using the declining balance method, amortization of both acquisitions and disposals is charged at one-half of the above rates except for landscaping additions which are amortized at the full rate. For asset categories where amortization is calculated using the straight-line method, amortization is charged at the full rate in the year of acquisition.

The tangible capital assets of 3547958 Manitoba Ltd., Meetah Building Supplies Corp. and Rising Sun Restaurant and Commercial Complex are amortized annually using the straight-line method at the following rates which are intended to amortize the cost of the assets over their estimated useful lives:

Buildings and trailers	20-40 years
Computer hardware and software	3-5 years
Furniture and fixtures	5 years
Infrastructure	25 years
Vehicles and machinery	5 years

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, exceeds the value of future economic benefits associated with the asset. Impairment is measured as the amount by which the assets' carrying value exceeds the residual value of the assets' service potential to the First Nation. Any impairment is included in operations for the year.

Capital construction in progress

The First Nation uses an external project manager for all capital projects. Costs have been included in capital construction in progress and will be included as acquisitions of tangible capital assets upon completion.

Liability for contaminated site

A liability for remediation of a contaminated site is recognized at the best estimate of the amount required to remediate the contaminated site when contamination exceeding an environmental standard exists, the First Nation is either directly responsible or accepts responsibility, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount is determinable. The best estimate of the liability includes all costs directly attributable to remediation activities and is reduced by expected net recoveries based on information available at March 31, 2017.

At each financial reporting date, the First Nation reviews the carrying amount of the liability. Any revisions required to the amount previously recognized is accounted for in the period revisions are made. The First Nation continues to recognize the liability until it is settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made.

Revenue recognition

Government Transfers

Government transfer revenue which includes grants from Indigenous and Northern Affairs Canada, First Nations and Inuit Health, Manitoba Hydro, Province of Manitoba, First Peoples Development Inc., Northern Regional Health Authority and Canada Mortgage and Housing Corporation are recognized as the funding becomes receivable under the terms of applicable funding agreements. Funding received under funding arrangements that relates to a subsequent fiscal year is reflected as deferred revenue on the consolidated statement of financial position in the year of receipt, and is matched with the related department expenses in the year of their occurrence. Funding that is restricted for particular purposes is deferred and recognized when the eligible expenses have been incurred.

Nisichawayasihk Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

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

The First Nation recognizes VLT revenue as the net win from gaming activities (the difference between gaming wins and gaming losses), consisting of slot machines, on a daily basis. Gaming revenue is net of commissions paid to Manitoba Liquor & Lotteries Corporation. Management believes that it is appropriate to present these commissions net of gaming revenue as these amounts are fixed as per their agreement with Manitoba Liquor & Lotteries Corporation.

Business revenue is recognized when the services are provided or the goods are shipped and subsequent collection is reasonably assured.

Rent and resident fees are recorded in the year earned. At the end of each year, management evaluates the extent of the collectability of its rent revenue and records a bad debt expense and an allowance for doubtful accounts for amounts designated as unlikely to be collected.

Tuition and training revenue is recognized when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Investment and interest revenue is recognized on an accrual basis in the year that it is earned.

All other types of revenue are recognized by the First Nation when the services are provided or the goods are shipped.

Employee future benefits

The First Nation's employee future benefit programs consist of defined contribution pension plans. The First Nation's contributions to the defined contribution plans are expensed as incurred.

Measurement uncertainty

The preparation of financial statements 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 and advances receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Inventory is stated after provisions have been made for slow moving and obsolete inventory. Amortization is based on the estimated useful lives of tangible capital assets. Deferred revenue is recorded based on management's analysis of the extent to which eligibility requirements have been met on government transfer revenue.

These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in the consolidated statement of operations in the year in which they become known.

Nisichawayasihk Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

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

Segments

The First Nation conducts its business through fourteen reportable segments as identified below. These operating segments are established and assessed annually 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 all reported segments, assets, liabilities, revenue and expenses represent amounts directly attributable to the segment.

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

Band Support Administration - activities include the governance function relating to decisions that define expectations, grant power or verify performance consisting of decision-making and leadership processes.

Income Assistance and Social Support Services - activities include satisfying the economic, social or health related needs of members of the community who require assistance.

Personal Care Home - activities include the provision of a residence for community members who can no longer care for themselves and to provide protection and care by experienced employees to those members.

Education - activities include overseeing many aspects of educational opportunities for its members at all levels of learning both within the community and externally.

Community Economic Development - benefits include greater use of land resources under the control of the community, better access to opportunities from land and resources beyond the control of the community, more and larger businesses and business opportunities within the community and a better economic environment.

Housing - activities include the provision of residential housing opportunities for community members.

Infrastructure and Capital Projects - activities include the planning, managing and delivery of large scale infrastructure and capital projects to the community.

Training and Employment - activities include the delivery of culturally sensitive employment services to assist community members in identifying and overcoming potential barriers to employment and to find and maintain meaningful employment.

Public Works - activities include the development and maintenance of the community's infrastructure, buildings, roads, bridges and related equipment and the provision of other more specialized community services.

Community Health and Welfare - activities include the delivery of programs to promote community-based health and to address environmental issues and non-insured health benefits.

Human Resource Development - activities include providing a framework for community members to develop their personal and organizational skills, knowledge and abilities related to their employment opportunities.

Business Enterprises - reports on the activities of the businesses that operate both within the community and externally which include the production of clean, renewable energy that generates revenue and the provision of training and employment to community members related to project opportunities.

Video Lottery Terminals (VLT) - activities include providing a form of gaming entertainment for community members which generates revenue for the discretionary needs of community members. This VLT segment excludes VLT operations that are otherwise included in the Business Enterprises segment.

Settlement Trusts - activities include generating revenue from investments to subsidize special events, programming and projects within the community.

Nisichawayasihk Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

3. Cash

	2017	2016
Band Support Administration	668,726	128,318
Business Enterprises	3,264,313	2,416,019
Community Economic Development	76,731	9,665
Community Health and Welfare	215,679	288,056
Education	421,258	618,031
Housing	28,134	10,536
Human Resource Development	126,886	282,861
Infrastructure and Capital Projects	185,055	33,081
Personal Care Home	10,181	488,619
Public Works	92,714	152,018
Settlement Trusts	6,859,290	7,909,734
Training and Employment	109,649	112,148
Video Lottery Terminals	117,005	24,694
	12,175,621	12,473,780

4. Accounts and advances receivable

	2017	2016
Indigenous and Northern Affairs Canada (Note 5)	2,205,030	878,690
Accrued interest receivable	442,813	449,026
Advances to employees and community members	1,008,222	1,386,305
Canada Mortgage and Housing Corporation	214,234	64,581
First Nations and Inuit Health	256,380	738,435
Frontier School Division	130,761	231,525
Goods and services tax and other taxes receivable	70,091	74,810
Incorporated Community of Nelson House	150,000	150,000
Manitoba Hydro	85,146	131,758
Miscellaneous	228,130	113,072
Nelson House Treaty Land Entitlement Trust	115,117	115,117
Province of Manitoba	411,809	315,947
Rent and residential fees receivable	58,997	39,076
Trade receivables	2,533,207	2,098,913
Less: allowance for doubtful accounts	(1,004,333)	(1,345,606)
	6,905,604	5,441,649

The allowance for doubtful accounts as at March 31, 2017 consists of \$925,965 (2016 - \$1,264,672) related to advances to employees and community members and \$78,368 (2016 - \$80,934) related to trade receivables.

Nisichawayasihk Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

5. Accounts receivable from Indigenous and Northern Affairs Canada

	2017	2016
2016/2017 Block funding (Income Assistance)	721,873	-
2016/2017 Block funding (Assisted Living)	160,824	-
2016/2017 Block funding (Economic Development)	112,900	-
2016/2017 Block funding (Education Facilities O&M)	69,808	-
2016/2017 Block funding (Other Capital)	206,037	-
2016/2017 Block funding (Other Facilities O&M)	29,898	-
2016/2017 Block funding (Education Design)	25,000	-
2015/2016 Block funding (Income Assistance)	470,871	470,871
2015/2016 Block funding (Assisted Living)	104,904	104,904
2015/2016 Block funding (Economic Development)	3,737	3,737
2015/2016 Block funding (Education Facilities O&M)	68,303	68,303
2015/2016 Block funding (Other Capital)	201,593	201,593
2015/2016 Block funding (Other Facilities O&M)	29,282	29,282
	2,205,030	878,690

6. Inventory

	2017	2016
Business Enterprises - finished goods	3,153,559	2,963,123

Inventory consists entirely of finished goods available for sale. The cost of inventories recognized as an expense and included in cost of sales amounted to \$23,764,304 for the year ended March 31, 2017 (2016 – \$18,695,371).

Nisichawayasihk Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

7. Restricted cash

	2017	2016
Ottawa Trust Fund - revenue trust monies	48,902	47,987
CMHC replacement reserve	951,488	1,345,492
CMHC subsidy surplus reserve	-	39,459
FNIH movable capital asset replacement reserve	11,643	47,002
P.M. Associates Ltd.	101,567	69,520
Claim 138	1,286,033	867,360
	2,399,633	2,416,820

Ottawa Trust Fund

The Ottawa Trust Fund arises 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 and are subject to audit by the Office of the Auditor General of Canada. The management of these funds is similarly governed by Sections 63 to 69 of the Indian Act. Revenue from the Ottawa Trust Fund is recognized in the year in which it is earned, when it is measurable and when collection is reasonably assured. Capital and Revenue trust monies are transferred to the First Nation on the authorization of the Minister of Indigenous and Northern Affairs Canada, with consent of the First Nation's Chief and Council.

Capital trust \$0 (2016 - \$0); 2017 interest revenue - \$0 (2016 - \$0)
 Revenue trust \$48,902 (2016 - \$47,987); 2017 interest revenue - \$915 (2016 - \$1,819);
 MTS Allstream tower permit - \$0 (2016 - \$0)

CMHC replacement reserve

As required as part of the First Nation's Canada Mortgage and Housing Corporation ("CMHC") Housing program, a separate bank account has been established for replacement of capital equipment and for major repairs to the houses. Under the terms of the agreements with CMHC, the replacement reserve must either be held in a separate bank account or invested in accounts or instruments secured by the Canada Deposit Insurance Corporation or as may otherwise be approved by CMHC from time to time. At March 31, 2017, the replacement reserve was underfunded by \$537,049.

CMHC subsidy surplus reserve

Under the terms of the agreements with CMHC, excess federal assistance payments received may be retained in a subsidy surplus reserve. The reserve is to be comprised of monies deposited in a separate bank account and/or invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as may otherwise be approved by CMHC from time to time. The funds in this account may only be used to meet future subsidy requirements of income-tested occupants.

FNIH movable capital asset replacement reserve

Under the terms of the FNIH Transfer Agreement, a separate bank account has been established for the replacement and acquisition of capital assets. This funding is an allocation (2017 - \$32,455; 2016 - \$31,597) from operating funds along with accumulated interest and must be held in a separate bank account. At March 31, 2017, the reserve was underfunded by \$7,436.

P.M. Associates Ltd.

Funds held with P.M. Associates Ltd. relate to funding received that must be spent on particular capital projects.

Claim 138

A portion of cash in the amount of \$1,286,033 (2016 - \$867,360) has been designated for and can only be used to improve the quality of potable water under the terms of the Claim 138 Settlement Agreement between five First Nations (including Nisichawayasihk Cree Nation) and the Department of Indigenous and Northern Affairs Canada. This designated cash amount has been treated as deferred revenue as shown in note 13. The bank balance is underfunded by \$484,769 at March 31, 2017 (underfunded by \$754,750 at March 31, 2016).

Nisichawayasihk Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

8. Investment in partnership

The First Nation has an investment in the following limited partnership:

				2017
	<i>Investment, beginning of year</i>	<i>Purchase of units</i>	<i>Interest charges</i>	<i>Investment, end of year</i>
Wuskwatim Power Limited Partnership - 33%, at cost	108,790,000	-	-	108,790,000
Wuskwatim Power Limited Partnership - 33%, deferred interest charges	33,922,136	-	6,603,156	40,525,292
	142,712,136	-	6,603,156	149,315,292

				2016
	<i>Investment, beginning of year</i>	<i>Purchase of units</i>	<i>Interest charges</i>	<i>Total investment, end of year</i>
Wuskwatim Power Limited Partnership - 33%, at cost	108,790,000	-	-	108,790,000
Wuskwatim Power Limited Partnership - 33%, deferred interest charges	27,642,764	-	6,279,372	33,922,136
	136,432,764	-	6,279,372	142,712,136

The First Nation owned 108,790 units in the Wuskwatim Power Limited Partnership (WPLP) valued at \$1,000 per unit for a total of \$108,790,000 as at March 31, 2017 (2016 - 108,790 units valued at \$108,790,000). Deferred interest charges of \$40,525,292 as at March 31, 2017 (2016 - \$33,922,136) represent the accrued interest on the loan with Manitoba Hydro related to the First Nation's investment in WPLP. These interest charges will continue to be carried at cost and expensed against related partnership income.

Nisichawayasihk Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

9. Investments

	2017	2016
Mutual funds (money market funds) - Band Support Administration	384,874	382,060
Bank of Montreal, due August 2016, 2.96%	-	110,734
Bank of Nova Scotia Bankers Acceptance, due April 2017	149,989	-
Manitoba Hydro-Electric Board Series 5C-1 Promissory Note, due Dec 2024, 3.723%	10,000,000	10,000,000
Manitoba Hydro-Electric Board Series 5C-2 Promissory Note, due Dec 2029, 4.049%	10,000,000	10,000,000
Manitoba Hydro-Electric Board Series 5C-3 Promissory Note, due Dec 2034, 4.245%	10,000,000	10,000,000
Manitoba Hydro-Electric Board Series 5C-4 Promissory Note, due Dec 2039, 4.311%	10,000,000	10,000,000
Province of New Brunswick Sinking Fund Debentures, due June 2020, 4.50%	164,520	168,909
Province of Ontario Debenture, due March 2018, 4.20%	206,288	212,654
Province of Quebec, due December 2018, 4.50%	211,683	218,443
Financement Quebec Mid Term Notes, due December 2017, 3.50%	121,178	-
Guaranteed investment certificate, due April 2017, 0.10%	46,277	46,231
Guaranteed investment certificate, due November 2017, 0.65%	54,791	54,671
Financement Quebec, due December 2019, 2.45%	122,909	-
American Express Canada, due March 2018, 2.31%	305,542	306,479
Canada Treasury Bills, varying rates 0.40% to 0.50%	2,004,081	1,037,871
Canadian Imperial Bank of Commerce Deposit Note, due July 2017, 3.95%	582,866	597,814
Canadian Natural Resources, due December 2019, 2.60%	508,610	481,330
HSBC Bank Canada, due January 2020, 2.938%	103,751	103,160
Hydro One Inc. Series 25, due January 2022, 3.20%	63,813	64,439
Province of Quebec, due December 2016, 4.50%	-	625,317
Province of Manitoba Debenture, due September 2021, 1.55%	123,793	-
Province of Alberta Debenture, due December 2022, 2.55%	123,397	-
Province of New Brunswick, due June 2, 2023, 2.85%	123,771	-
Province of Alberta, due June 1, 2024, 3.10%	124,241	-
Bank of Nova Scotia, 2.13%, due 15/06/20	712,145	710,570
Royal Bank Senior Deposit Note, 2.77% due 11/12/2018	409,952	413,456
RBC Canadian Money Market Fund	119,307	87,307
Bissett Canadian Dividend Fund -F	-	609,163
Capital Intl Global Equity CL F	824,699	569,893
PH&N total return bond FD Ser-F	736,358	524,583
FRKB Canadian Dividend Fund	800,162	-
Settlement Trusts investments	48,744,123	46,943,024
	49,128,997	47,325,084

The cost of the above investments was \$49,006,663 at March 31, 2017 (2016 - \$47,324,451).

Nisichawayasihk Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

10. Bank indebtedness

	2017	2016
Authorized line of credit with a maximum of \$1,000,000 (2016 - \$1,000,000). The maximum was temporarily increased to \$2,000,000 which expired April 1, 2017.	916,549	407,174
Authorized line of credit with a maximum of \$400,000 (2016 - \$400,000).	102,224	360,571
Authorized line of credit with a maximum of \$300,000 (2016 - \$300,000).	95,565	-
Authorized line of credit with a maximum of \$100,000 (2016 - \$0).	2,816	-
Authorized line of credit with a maximum of \$100,000 (2016 - \$100,000).	40,518	134,878
Authorized line of credit with a maximum of \$350,000 (2016 - \$350,000).	289,238	-
<u>Outstanding cheques being issued in excess of funds on deposit.</u>	<u>38,594</u>	<u>68,848</u>
	1,485,504	971,471

All lines of credit bear interest at prime (2.70%) plus 1.0% and are secured by a general security agreement and BCRs confirming each loan. There were three additional lines of credit available (totalling \$320,000) which were unused as at March 31, 2017.

11. Operating line of credit

	2017	2016
Operating line of credit has a limit of \$2,000,000, bearing interest at the rate of prime (2.70%) plus 1.00% (2016 - prime (2.70%) plus 1.00%), paid monthly, that must be revolved annually by April 30th, secured by a general security agreement and a BCR confirming the loan.	1,415,000	1,205,000
Operating line of credit has a limit of \$375,000 (2016 - \$275,000) bearing interest at the rate of prime (2.70%) plus 2.00% (2016 - prime (2.70%) plus 1.00%). There is also a revolving demand facility available to a maximum of \$250,000 of which none was drawn on at year end. The maximum that may be drawn on both the operating line of credit and the revolving demand facility at any given time is \$525,000. Both amounts are secured by a general security agreement and a BCR confirming the loans.	375,000	-
	1,790,000	1,205,000

12. Accounts payable and accruals

	2017	2016
Indigenous and Northern Affairs Canada	6,623	6,623
Trade payables	7,395,429	7,046,132
	7,402,052	7,052,755

Nisichawayasihk Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

13. Deferred revenue

	2017	2016
Manitoba Hydro - Claim 138 (Schedule 10)	1,770,802	1,622,110
Solid waste management (Schedule 10)	25,000	-
Renovations and additions (Schedule 10)	250,000	-
Waste water (Schedule 10)	72,276	-
Tuition and training fees prepaid (Schedule 11)	193,123	5,623
Pow wow (Schedule 13)	-	39,793
Youth Program (Schedule 13)	45,793	-
Pow wow arbour (Schedule 13)	-	6,000
FNIHB funding for Nursing Station repairs (Schedule 13)	-	267,931
First Peoples Training and Employment fund (Schedule 14)	19,197	38,568
CRF Early Childhood Fund (Schedule 14)	22,370	35,766
NCN Training Fund (Schedule 14)	55,255	114,987
	2,453,816	2,130,778

14. Long-term debt

	2017	2016
Manitoba Hydro, loan to be repaid from a percentage of Taskinigahp Power Corporation's (TPC's) share of income from the Wuskwatim Power Limited Partnership (WPLP). Interest on this loan accrues at the Canadian short-term borrowing costs plus 2.00% per annum (5.376% at March 31, 2017), compounded semi-annually, secured by TPC's units in WPLP and all distributions on those units. The total balance of this loan includes accrued interest payable of \$40,525,292 at March 31, 2017 (2016 - \$33,922,136).	128,137,292	121,534,136
Manitoba Hydro, comprised of three facilities. The first facility is to be repaid in equal and consecutive annual payments of \$75,000 on or before April 1 each year through funding received from the Province of Manitoba, bearing interest at the Royal Bank prime rate (2.70%), compounded annually, secured by an assignment dated March 3, 2003 of all the First Nation's right, title and interest in and to the proceeds receivable by the First Nation under the memorandum of understanding up to a maximum of \$75,000 per year until the original advance of \$1,000,000 plus interest is fully paid. Facilities 2 and 3 are demand loans with no fixed terms of repayment, bearing interest at the Royal Bank prime rate (2.70%), compounded annually, secured by a guarantee of the due payment and discharge of all of the First Nation's indebtedness and liability to Manitoba Hydro for this loan and an assignment, pledge and hypothecation to Manitoba Hydro of, and a grant to Manitoba Hydro of a security interest in, each of the units in Wuskwatim Power Limited Partnership registered in the name of Taskinigahp Power Corporation up to the amount of the original advance of \$1,000,000 plus all accrued interest.	6,843,960	6,662,336
Manitoba Hydro, demand loan with no fixed terms of repayment, bearing interest at the Canadian Ten Year Rate (0.427%) plus 3% per annum, compounded semi-annually, secured by a guarantee of the due payment and discharge of all of the First Nation's indebtedness and liability to Manitoba Hydro for this loan and an assignment, pledge and hypothecation to Manitoba Hydro of, and a grant to Manitoba Hydro of a security interest in, each of the units in Wuskwatim Power Limited Partnership registered in the name of Taskinigahp Power Corporation up to the amount of the original advances plus accrued interest.	6,477,719	6,113,233
Canada Mortgage and Housing Corporation, mortgage repayable in monthly installments of \$8,962 including interest at 1.62% per annum, matures January 2018.*	88,979	194,160

Nisichawayasihk Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

14. Long-term debt (Continued from previous page)

	2017	2016
Royal Bank of Canada, mortgage repayable in monthly installments of \$4,077 including interest at a fixed rate of 2.75% per annum, matures January 2019.*	87,343	133,175
Canada Mortgage and Housing Corporation, mortgage repayable in monthly installments of \$2,943 including interest at 1.80% per annum, matures May 2017.*	5,862	40,747
Canada Mortgage and Housing Corporation, mortgage repayable in monthly installments of \$4,300 including interest at 0.96% per annum, matures July 2017.*	17,164	68,334
Canada Mortgage and Housing Corporation, mortgage repayable in monthly installments of \$4,831 including interest at 1.92% per annum, matures November 2018.*	95,026	150,607
Canada Mortgage and Housing Corporation, mortgage repayable in monthly installments of \$4,859 including interest at 1.30% per annum, matures August 2024 with a scheduled renewal date of December 2020.*	412,054	464,658
Canada Mortgage and Housing Corporation, mortgage repayable in monthly installments of \$2,469 including interest at 1.43% per annum, matures March 2027 with a scheduled renewal date of April 2022.*	275,966	301,133
Canada Mortgage and Housing Corporation, mortgage repayable in monthly installments of \$1,986 including interest at 2.11% per annum, matures October 2028 with a scheduled renewal date of January 2019.*	244,770	263,255
Canada Mortgage and Housing Corporation, mortgage repayable in monthly installments of \$8,122 including interest at 2.11% per annum, matures November 2018.*	159,469	252,519
Canada Mortgage and Housing Corporation, mortgage repayable in monthly installments of \$1,825 including interest at 1.05% per annum, matures March 2030 with a scheduled renewal date of April 2020.*	266,119	285,135
Canada Mortgage and Housing Corporation, mortgage repayable in monthly installments of \$1,910 including interest at 1.08% per annum, matures June 2030 with a scheduled renewal date of August 2020.*	282,885	302,648
Canada Mortgage and Housing Corporation, mortgage repayable in monthly installments of \$2,840 including interest at 1.05% per annum, matures March 2030 with a scheduled renewal date of April 2020.*	414,060	443,646
Canada Mortgage and Housing Corporation, mortgage repayable in monthly installments of \$2,003 including interest at 1.14% per annum, matures June 2031 with a scheduled renewal date of June 2021.*	316,003	335,755
Canada Mortgage and Housing Corporation, mortgage repayable in monthly installments of \$3,831 including interest at 1.62% per annum, matures January 2033 with a scheduled renewal date of March 2018.*	641,862	677,179
Canada Mortgage and Housing Corporation, mortgage repayable in monthly installments of \$2,492 including interest at 1.62% per annum, matures March 2033 with a scheduled renewal date of March 2018.*	421,456	444,372
Canada Mortgage and Housing Corporation, mortgage repayable in monthly installments of \$6,738 including interest at 0.94% per annum, matures September 2035 with a scheduled renewal date of September 2020.*	1,372,728	1,440,393

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Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

14. Long-term debt (Continued from previous page)

	2017	2016
Canada Mortgage and Housing Corporation, mortgage repayable in monthly installments of \$3,498 including interest at 1.44% per annum, matures November 2036 with a scheduled renewal date of February 2022.*	718,879	749,244
Canada Mortgage and Housing Corporation, mortgage repayable in monthly installments of \$3,403 including interest at 0.96% per annum, matures September 2036 with a scheduled renewal date of September 2021.*	726,113	758,651
Canada Mortgage and Housing Corporation, mortgage repayable in monthly installments of \$3,549 including interest at 0.96% per annum, matures September 2036 with a scheduled renewal date of September 2021.*	757,161	791,135
Canada Mortgage and Housing Corporation, mortgage repayable in monthly installments of \$3,948 including interest at 1.98% per annum, matures May 2039 with a scheduled renewal date of May 2019.*	850,274	880,601
Canada Mortgage and Housing Corporation, mortgage repayable in monthly installments of \$3,892 including interest at 1.82% per annum, matures September 2039 with a scheduled renewal date of September 2019.*	862,369	893,172
Royal Bank of Canada, demand loan repayable at \$9,516 per month plus interest at the rate of prime (2.70%) plus 1.50% per annum, renews March 2018 and matures March 2021.**	456,627	570,818
Royal Bank of Canada, demand loan repayable at \$10,681 per month plus interest at the rate of prime (2.70%) plus 1.50% per annum, renews September 2017 and matures February 2021.**	501,994	630,163
Royal Bank of Canada, demand loan repayable in monthly installments of \$2,925 plus interest at the rate of prime (2.70%) plus 1.50% per annum, renews January 2018 and matures January 2023.**	203,750	238,850
Royal Bank of Canada, mortgage repayable at \$3,577 per month including interest at a fixed rate of 2.95% per annum, renews September 2017 and matures September 2032.**	533,575	560,244
Royal Bank of Canada, demand loan repayable at \$1,685 per month including interest at the rate of prime (2.70%) plus 1.5% per annum, renews January 2018 and matures January 2019.**	35,525	53,831
Royal Bank of Canada, demand loan repayable in quarterly installments of \$64,189 including interest at a fixed rate of 3.07% per annum, renews December 2017 and matures December 2020.**	903,631	1,127,015
Royal Bank of Canada, demand loan repayable in monthly installments of \$2,036 plus interest at the rate of prime (2.70%) plus 2.25% per annum, secured by houses, matures May 2018.	465,373	489,802
First Peoples Economic Growth Fund, loan repayable in monthly principal payments of \$3,573 without interest, secured by a general security agreement and an assignment of insurance on the assets of 6614532 Manitoba Ltd. (O/A - Thompson Family Foods Store), maturing January 2021.	171,372	214,248
Royal Bank of Canada, matured March 2017.	-	82,521

Nisichawayasihk Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

14. Long-term debt (Continued from previous page)

	2017	2016
Royal Bank of Canada construction loan with an authorized limit of \$3,000,000, payable in monthly instalments of interest only at prime (2.70%) plus 1.00% until June 30, 2018, to be converted to a mortgage upon project completion and amortized over 20 years and is secured by a BCR.	1,024,795	-
Royal Bank of Canada, matured March 2017.	-	10,327
Royal Bank of Canada, matured July 2016.	-	2,782
Royal Bank of Canada, demand loan repayable in monthly installments of \$835 plus interest at the rate of prime (2.70%) plus 1.130% per annum, matures March 2018.***	9,920	19,940
Royal Bank of Canada, demand loan repayable in monthly installments of \$962 plus interest at the rate of prime (2.70%) plus 1.125% per annum, matures August 2019.***	21,178	32,722
Royal Bank of Canada, term loan repayable at \$543 per month, plus interest at the rate of prime (2.70%) plus 1.125% per annum, renews June 2017, matures June 2021.***	27,686	-
Royal Bank of Canada, term loan repayable at \$543 per month, plus interest at the rate of prime (2.70%) plus 1.125% per annum, renews June 2017, matures June 2021.***	27,686	-
Royal Bank of Canada, demand loan repayable at \$1,519 per month, plus interest at the rate of 3.67%, matures January 2020.***	48,961	-
Royal Bank of Canada, demand loan repayable at \$1,710 per month, plus interest at the rate of 3.67%, matures January 2020.***	55,117	-
Royal Bank of Canada, demand loan repayable in monthly installments of \$707 including interest at a fixed rate of 5.99% per annum, matures June 2018, secured by a vehicle.	15,340	22,666
Royal Bank of Canada, demand loan repayable in monthly installments of \$748 plus interest at a rate of prime (2.70%) plus 2% per annum, secured by equipment, matures March 2019.	17,951	26,926
Royal Bank of Canada, demand loan repayable in monthly installments of \$663, interest included at a rate of 4.99%, secured by vehicle, matures November 2019.	26,599	-
Royal Bank of Canada, matured September 2016.	-	1,950
Royal Bank of Canada, demand loan repayable in monthly installments of \$125 plus interest at a rate of prime (2.70%) plus 2% per annum, secured by equipment, matures December 2019	4,125	-
Royal Bank of Canada, demand loan repayable in monthly installments of \$333 plus interest at the rate of prime (2.70%) plus 2.25% per annum, secured by equipment, matures November 2018.	2,667	6,667
GMAC, loan repayable in monthly principal payments of \$729 without interest, secured by a vehicle, maturing August 2018.	2,917	11,670
Royal Bank of Canada, matured July 2016.	-	395
Royal Bank of Canada, demand loan repayable in monthly installments of \$341 plus interest at the rate of prime (2.70%) plus 2.00% per annum, secured by equipment, matures September 2018.	6,142	-

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For the year ended March 31, 2017

14. Long-term debt (Continued from previous page)

	2017	2016
Royal Bank of Canada, demand loan repayable in monthly installments of \$729 plus interest at a rate of prime (2.70%) plus 2% per annum, secured by equipment, matures November 2018.	23,333	32,083
Royal Bank of Canada, demand loan repayable in monthly installments of \$884 including interest at a fixed rate of 4.99% per annum, secured by equipment, matures April 2018.	11,185	20,970
Term loan due on demand, payable to Royal Bank of Canada in monthly principal payments of \$4,200 plus interest at the bank's prime rate of 2.70% plus 1.00% per annum, due December 2017. Loan is secured by a general security agreement constituting a first ranking security interest on certain personal property of the borrower.	239,400	-
Term loan due on demand, payable to Royal Bank of Canada in monthly principal payments of \$4,286 plus interest at the bank's prime rate of 2.70% plus 1.00% per annum, due March 2018. Loan is secured by a general security agreement constituting a first ranking security interest on certain personal property of the borrower.	257,168	-
Royal Bank of Canada, demand loan repayable in quarterly installments of \$39,635 including interest at 3.07% per annum, secured by building.	1,313,000	925,655
Royal Bank of Canada, lease payable, repayable in monthly installments of \$570 including interest at 3.94% per annum, secured by electric equipment.	28,643	-
Royal Bank of Canada, lease payable, repayable in monthly installments of \$4,911 including interest at 4.449% per annum, secured by cooling equipment.	459,132	-
First People Economic Growth Fund (FPEGF), demand loan repayable in 120 equal monthly installments of \$7,810, including interest at a fixed rate of 6.0%, matures September 2026.****	675,649	700,000
First People Economic Growth Fund (FPEGF), demand loan repayable in 120 equal monthly installments of \$2,500, interest rate of 0%, maturing July 2026. ****	280,000	300,000
Royal Bank of Canada, term loan repayable December 31, 2017, monthly payments of interest only at a rate of prime (2.70%) plus 1%, matures December 2017.*****	481,911	-
Royal Bank of Canada, term loan repayable April 2017, monthly payments of interest only at a rate of prime (2.70%) plus 1%, matures April 2017.*****	2,101,522	-
Royal Bank of Canada, term loan repayable June 30, 2017, monthly payments of interest only at a rate of prime (2.70%) plus 1%, matures June 2017.*****	144,340	-
Royal Bank of Canada, term loan repayable September 30, 2017, monthly payments of interest only at a rate of prime (2.70%) plus 1%, matures September 2017.*****	412,373	-
Royal Bank of Canada, term loan repayable at \$5,000 per month, including interest at the rate of prime (2.70%) plus 1% per annum, matures December 2018.*****	336,445	-
Royal Bank of Canada, term loan repayable June 30, 2017, monthly payments of interest only at a rate of prime (2.70%) plus 1%, matures June 2017.*****	520,973	-
	162,323,518	150,262,469

Nisichawayasihk Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

14. Long-term debt (Continued from previous page)

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:

2018	6,338,039
2019	1,671,083
2020	1,507,430
2021	1,418,277
2022	954,299

All of the mortgages contained in this note marked with a '*' are secured by:

- Directional Payment Agreements acknowledged by Indigenous and Northern Affairs Canada covering all First Nation funds;
- Canada Mortgage and Housing Corporation's undertaking to insure; and
- an assignment of fire insurance.

All of the loans contained in this note marked with a '**' are secured by:

- Directional Payment Agreements acknowledged by Indigenous and Northern Affairs Canada covering all First Nation funds;
- a general security agreement; and
- a BCR confirming all loan amounts.

All of the loans contained in this note marked with a '***' are part of a revolving term facility with a maximum of \$1,200,000 are secured by a BCR confirming all loan amounts.

All of the loans contained in this note marked with a '****' are secured by:

- a real Property Mortgage on certain lands in the amount of \$1,000,000 in favour of FPEG registered in second priority behind Royal Bank of Canada (RBC);
- a General Security Agreement over all assets of the First Nation and assignment of certain insurance policies, in priority only behind RBC;
- a signed Band Council Resolution, Access Agreement and Waiver of Indian Act rights signed by the First Nation.

All of the loans contained in this note marked with a '*****' are under a \$11,000,000 infrastructure facility secured by a general security agreement, an irrevocable direction to pay and a signed Band Council Resolution confirming the loan amounts. Repayment on all segments under this facility are interest only at prime plus 1.0% until 30 days from conversation date when payments become principal and interest based on a maximum amortization period of 25 years. Subsequent to year end, the facility was increased to \$25,000,000 and the interest rate was reduced to prime plus 0.75%.

15. Commitments

The First Nation has entered into a lease commitment. The base rent payable in each of the next five years is estimated as follows:

2018	\$314,522
2019	\$314,522
2020	\$314,522
2021	\$314,522
2022	\$314,522

Nisichawayasihk Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

16. Contingent liabilities

In 2008, a supplier filed a lawsuit against Nisichawayasihk Construction, L.P. relating to outstanding invoices for unpaid repairs performed on construction equipment amounting to approximately \$2,000,000. The Limited Partnership is countersuing in the amount of \$6,000,000 for the work performed as repairs were substandard in nature and, as a result, the Limited Partnership suffered significant losses arising from delays in the completion of the construction contracts. The likelihood and amount of any possible loss in this case is not determinable as at the audit report date.

Loan guarantees

The First Nation has guaranteed a maximum line of credit of \$770,000 and bank loans of \$137,451 (2016 - \$35,306) for Nisichawayasihk Cree Nation Family and Community Wellness Centre Inc. The line of credit balance as at March 31, 2017 was \$422,815 (2016 - \$163,389). Payment under this guarantee is required by the First Nation if there is a default in payment by Nisichawayasihk Cree Nation Family and Community Wellness Centre Inc. which has not occurred. As a result, no liability has been recorded with respect to this guarantee.

Funding recoveries

The First Nation is subject to funding recoveries according to their agreements with federal government agencies. It has not yet been determined to what extent any funding amounts related to the year ended March 31, 2017 might be recovered.

First Nations Financial Transparency Act

The First Nation is required to post its consolidated financial statements on a website and submit the consolidated financial statements to INAC by July 29, 2017. Since the audit report is dated after this date, the First Nation has not complied with this requirement. The possible effect of this non-compliance has not yet been determined.

Provision for site rehabilitation

The Manitoba Environmental Protection Act sets out the regulatory requirements to properly close and maintain active and inactive landfill sites. Under this environmental law, there is a requirement for closure and post-closure care of solid waste sites including final covering and landscaping and ongoing environmental monitoring, site inspection and maintenance.

As directed by PS 3270, a liability must be recognized beginning when the landfill first accepts waste to the date the landfill stops accepting waste. The liability for closure and post-closure care is recognized as the site capacity is used to the extent of the proportion of site capacity used compared to the estimated total expenditure required for closure and post-closure care.

The estimated total expenditure represents the sum of discounted future cash flows associated with closure and post-closure care considering current technology, the length of the post-closure care period and current environmental regulations. Expenditures that relate to an existing condition caused by past operations, and which do not contribute to future asset service potential, are expensed in the current year.

As at the audit report date, the extent to which the First Nation is bound by environmental laws of The Manitoba Environmental Protection Act was not determinable, and therefore, no liability has been recorded in these consolidated financial statements.

Nisichawayasihk Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

17. Segment information on tangible capital assets

Tangible capital assets are assigned to the First Nation's segments in accordance with management's determination as to the activities and services that will be facilitated as a result of ongoing ownership to the assets.

The net book value of tangible capital assets assigned to each segment is as follows:

	2017	2016
Band Support Administration	1,006,704	935,941
Business Enterprises	9,849,905	7,028,526
Community Economic Development	16,972	23,776
Community Health and Welfare	3,734,504	3,856,045
Education	1,653,120	1,342,867
Housing	11,788,343	12,709,080
Human Resource Development	2,057	2,829
Infrastructure and Capital Projects	30,752,091	32,641,512
Personal Care Home	348,346	350,094
Public Works	1,171,059	1,262,415
Training and Employment	15,694	30,896
Settlement Trusts	110,781	70,824
Video Lottery Terminals	632,302	603,327
	61,081,878	60,858,132

18. Significant events

During the year ended March 31, 2017, Nisichawayasihk Cree Nation's share of the loss in its investment in Wuskwatim Power Limited Partnership (WPLP) was \$12,012,649 (2016 - loss of \$10,162,833) with cumulative losses totalling \$68,533,277 as at March 31, 2017. The partnership agreement provides for non-recourse loans from Manitoba Hydro to fund all partner cash call requirements.

During the year, certain lands owned in the City of Thompson were designated reserve lands.

19. Indigenous and Northern Affairs Canada (INAC) revenue reconciliation

During the year, the First Nation recognized the following government transfers:

	2017	2016
INAC revenue per funding arrangement 0313 (Manitoba)	26,813,873	23,598,099
INAC revenue per funding arrangement 4694 (Manitoba)	862,000	-
INAC revenue included in Consolidated Statement of Operations	27,675,873	23,598,099

Nisichawayasihk Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

20. First Nations and Inuit Health (FNIH) revenue reconciliation

	2017	2016
FNIH revenue per Nisichawayasihk Cree Nation's main funding agreement	3,278,494	3,392,552
FNIH revenue per Nelson House Medicine Lodge's transfer agreement	1,480,048	1,481,164
FNIH revenue per Nelson House Medicine Lodge's NNADAP funding	115,709	112,956
FNIH revenue per Nisichawayasihk Cree Nation's ambulance billings	426,765	414,655
FNIH revenue per Nisichawayasihk Cree Nation's repairs and renovation	-	2,765,916
	5,301,016	8,167,243

21. NCN and Sodexo Wuskwatim Joint Venture

Nisichawayasihk Catering, L.P. (51% ownership) entered into a joint venture with Sodexo MS Canada Ltd. (49% ownership) which is called NCN and Sodexo Wuskwatim Joint Venture (the Joint Venture) that was formed to provide catering, janitorial housekeeping, grounds keeping, security, general maintenance and snow removal services to the Wuskwatim Hydro-electric Generating Station. This business venture is accounted for using the modified equity method.

Nisichawayasihk Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

22. Accumulated surplus

Accumulated surplus consists of the following:

	2017	2016
Equity in Ottawa Trust Funds		
Balance, beginning of year	47,987	46,168
Interest income	915	1,819
	<u>48,902</u>	<u>47,987</u>
Equity in business partnerships:		
Balance, beginning of year	21,178,100	21,178,100
	<u>21,178,100</u>	<u>21,178,100</u>
Equity in tangible capital assets		
Balance, beginning of year	47,640,797	47,278,442
Acquisition of tangible capital assets	6,057,494	3,913,915
Disposal of tangible capital assets - net book value	(749,814)	(21,850)
Amortization of tangible capital assets	(5,083,978)	(5,321,112)
Proceeds of long-term debt	1,104,345	2,667,244
Repayment of long-term debt	(975,060)	(875,842)
	<u>47,993,784</u>	<u>47,640,797</u>
Unrestricted surplus		
Balance, beginning of year	47,255,622	45,277,051
Annual surplus (deficit) from operations	(1,093,936)	2,310,416
Adjustment from equity in reserves	(75,663)	188,116
Change in equity in Ottawa Trust Funds	(915)	(1,819)
Change in equity in tangible capital assets	(352,987)	(362,355)
Change in equity in reserves	(111,022)	(155,787)
	<u>45,621,099</u>	<u>47,255,622</u>
Remeasurement gains (losses):		
Balance, beginning of year	633	177,060
Unrealized gains (losses) on investments	121,701	(176,427)
	<u>122,334</u>	<u>633</u>
Equity in reserves:		
Balance, beginning of year	1,431,953	1,464,282
Annual allocation	189,625	188,767
Adjustment to unrestricted surplus	-	(188,116)
Allocation from (to) subsidy surplus reserve	(32,023)	(1,445)
Interest revenue	6,219	3,715
Eligible purchases	(88,158)	(35,250)
	<u>1,507,616</u>	<u>1,431,953</u>
	<u>116,471,835</u>	<u>117,555,092</u>

Nisichawayasihk Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

23. Dividend loans

In accordance with an agreement termed the "NCN Financing Agreement", the First Nation can obtain annual loans from Manitoba Hydro (called dividend loans) which will be repaid solely from the First Nation's share of income from the Wuskwatim Power Limited Partnership (WPLP). The First Nation is both the borrower and the guarantor of these loans, using its partnership interest in WPLP as the only security.

The NCN Financing Agreement sets out the pre-conditions that must be met before any such loans can be made and the interest rate for such loans as well as the formula for determining the amount of the dividend loan.

Dividend loans of \$6,477,719 (including \$391,335 accrued interest at 3.427%, compounded annually) were outstanding at March 31, 2017 (2016 - \$6,113,233 including \$179,754 accrued interest).

24. Economic dependence

Nisichawayasihk Cree Nation receives 32% (2016 - 29%) of its revenue from Indigenous and Northern Affairs Canada (INAC) as a result of Treaties entered into with the Government of Canada. These Treaties are administered by INAC 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.

25. Comparative figures

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

26. Financial instruments

The First Nation, as part of its operations, carries a number of financial instruments. It is management's opinion that the First Nation is not exposed to significant interest, currency or credit risks arising from these financial instruments except as otherwise disclosed.

Credit risk

The First Nation believes that it is not exposed to significant credit risk from its accounts and advances receivable. Accounts receivable balances from the following funding sources at March 31, 2017 (43% of total accounts receivable; 2016 - 39%) are deemed to have minimal risk associated with collection pursuant to the terms of the related funding agreements:

Indigenous and Northern Affairs Canada	2,205,030 (2016 - 878,690)
Canada Mortgage and Housing Corporation	214,234 (2016 - 64,581)
First Nations and Inuit Health	256,380 (2016 - 738,435)
Manitoba Hydro	85,146 (2016 - 131,758)
Province of Manitoba	411,809 (2016 - 315,947)

Liquidity risk

The First Nation manages its liquidity risks by maintaining adequate cash and credit facilities and by updating and reviewing multi-year cash flow projections on a regular basis.

Nisichawayasihk Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

26. Financial instruments (Continued from previous page)

Price risk

Foreign currency risk:

The First Nation's functional currency is the Canadian dollar and virtually all purchases and revenue receipts are transacted in Canadian dollars. Management believes that foreign exchange risk from currency conversions is negligible.

Interest rate risk:

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in interest rates. In seeking to minimize the risks from interest rate fluctuations, the First Nation manages exposure through its normal operating and financing activities. If the interest rate increases by 0.25%, interest charges would increase by \$403,000 (2016 - \$373,000).

Fair value

The following illustrates the classification of the First Nation's instruments that are classified in the fair value category as at March 31, 2017 and March 31, 2016:

Level 1 - Unadjusted quoted prices in active markets for identical assets or liabilities

Level 2 - Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and

Level 3 - Inputs that are not based on observable market data.

The fair value hierarchy has remained consistent throughout the year.

The First Nation has classified investments in the fair value category as a level 1 financial asset with a fair value of \$49,128,997 as at March 31, 2017 (2016 - \$47,325,084).

Nisichawayasihk Cree Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2017

	<i>Buildings and trailers</i>	<i>Computer hardware and software</i>	<i>Fencing</i>	<i>Fuel tanks</i>	<i>Furniture and fixtures</i>	<i>Housing</i>	<i>Subtotal</i>
Cost							
Balance, beginning of year	59,693,205	1,952,307	35,949	222,270	6,761,058	37,616,692	106,281,481
Acquisition of tangible capital assets	3,588,275	522,800	-	-	565,000	-	4,676,075
Disposal of tangible capital assets	-	(30,217)	-	-	-	-	(30,217)
Balance, end of year	63,281,480	2,444,890	35,949	222,270	7,326,058	37,616,692	110,927,339
Accumulated amortization							
Balance, beginning of year	35,741,442	1,716,430	17,735	163,264	5,583,348	24,928,733	68,150,952
Annual amortization	1,946,695	303,214	1,822	14,754	324,033	962,040	3,552,558
Accumulated amortization on disposals	-	(30,217)	-	-	-	-	(30,217)
Balance, end of year	37,688,137	1,989,427	19,557	178,018	5,907,381	25,890,773	71,673,293
Net book value of tangible capital assets	25,593,343	455,463	16,392	44,252	1,418,677	11,725,919	39,254,046
2016 Net book value of tangible capital assets	23,951,763	235,877	18,214	59,006	1,177,710	12,687,959	38,130,529

Nisichawayasihk Cree Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2017

	<i>Subtotal</i>	<i>Infrastructure</i>	<i>Land</i>	<i>Landscaping</i>	<i>Leasehold improvements</i>	<i>Office and other equipment</i>	<i>Subtotal</i>
Cost							
Balance, beginning of year	106,281,481	27,437,307	660,000	16,500	800,744	2,506,365	137,702,397
Acquisition of tangible capital assets	4,676,075	-	-	-	-	213,218	4,889,293
Disposal of tangible capital assets	(30,217)	-	-	-	-	-	(30,217)
Balance, end of year	110,927,339	27,437,307	660,000	16,500	800,744	2,719,583	142,561,473
Accumulated amortization							
Balance, beginning of year	68,150,952	11,121,872	-	16,500	144,551	1,777,802	81,211,677
Annual amortization	3,552,558	654,570	-	-	51,773	151,832	4,410,733
Accumulated amortization on disposals	(30,217)	-	-	-	-	-	(30,217)
Balance, end of year	71,673,293	11,776,442	-	16,500	196,324	1,929,634	85,592,193
Net book value of tangible capital assets	39,254,046	15,660,865	660,000	-	604,420	789,949	56,969,280
2016 Net book value of tangible capital assets	38,130,529	16,315,435	660,000	-	656,193	728,563	56,490,720

NisichawayasihK Cree Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2017

	<i>Subtotal</i>	<i>Vehicles and machinery</i>	<i>2017</i>	<i>2016</i>
Cost				
Balance, beginning of year	137,702,397	15,378,652	153,081,049	149,375,926
Acquisition of tangible capital assets	4,889,293	1,168,201	6,057,494	3,913,915
Disposal of tangible capital assets	(30,217)	(2,093,456)	(2,123,673)	(208,792)
Balance, end of year	142,561,473	14,453,397	157,014,870	153,081,049
 Accumulated amortization				
Balance, beginning of year	81,211,677	11,011,240	92,222,917	87,088,747
Annual amortization	4,410,733	673,201	5,083,934	5,321,112
Accumulated amortization on disposals	(30,217)	(1,343,642)	(1,373,859)	(186,942)
Balance, end of year	85,592,193	10,340,799	95,932,992	92,222,917
 Net book value of tangible capital assets				
	56,969,280	4,112,598	61,081,878	60,858,132
 2016 Net book value of tangible capital assets				
	56,490,720	4,367,412	60,858,132	

Nisichawayasihk Cree Nation
Schedule 2 - Schedule of Consolidated Expenses by Object
For the year ended March 31, 2017

	2017	2016
Consolidated expenses by object		
Advertising, promotion, donations and memberships	838,281	770,182
Amortization	5,083,934	5,321,112
Bad debts	407,292	311,111
Band housing administration	470,524	323,700
Bank charges and interest	296,983	332,517
Claims compensation	25,448	54,793
Community donations	-	237,421
Community events	347,618	229,442
Conferences, meetings and workshops	231,005	238,974
Consulting	799,681	764,894
Contracted services	245,653	218,791
Cost of sales	23,764,304	18,695,371
Elders hydro subsidy	102,812	230,170
Freight, courier and postage	241,533	47,313
Graduation	106,247	81,384
Insurance, licenses and property taxes	1,131,285	753,995
Interest on long-term debt	433,430	402,815
Investment management services	34,095	194,897
Land conversion	-	152,754
Medical supplies and prescriptions	63,717	54,510
Non treaty assistance	202,660	72,340
Office, general and other administrative	1,288,234	1,168,599
Police, fire, ambulance, search and rescue	24,087	2,354
Professional development and training	580,500	487,296
Professional fees	1,469,500	1,556,747
Purchases of non-capital goods and supplies	2,831,626	2,895,041
Renovation materials	1,077,968	1,436,730
Rent, resident fees and shelter allowance	912,556	796,513
Repairs and maintenance	3,230,163	2,582,217
Salaries, honoraria, wages and benefits	23,965,758	22,223,202
Social assistance	4,446,062	5,079,690
Special needs	34,609	40,343
Special projects	423,098	371,910
Staff and student awards and recognition	42,834	52,817
Support services	210,183	269,247
Telephone, cell phone, fax, satellite and internet	483,613	528,383
Textbooks and supplies	1,191,800	175,296
Transfers to Nisichawayasihk Cree Nation Family and Wellness Centre	3,665,453	3,612,393
Travel, transportation and accommodation	2,354,887	1,969,880
Tuition costs and student living allowances	2,613,198	2,487,366
Utilities	1,564,315	1,542,950
VLT lease payments	113,682	123,840
Vehicle operation and maintenance	897,905	772,239
	88,248,533	79,663,539

Nisichawayasihk Cree Nation
Schedule 3 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2017

	INAC Revenue	Other Revenue	Deferred Revenue	Total Revenue	Total Expenses	Adjustments/Transfers From (To)	Current Surplus (Deficit)	Prior Year Surplus (Deficit)
Segment								
Band Support Administration	1,483,802	1,804,784	-	3,288,586	4,554,291	1,348,094	82,389	(13,241,202)
Income Assistance and Social Support Services	6,726,673	281	-	6,726,954	7,025,975	-	(299,021)	(92,891)
Personal Care Home	1,818,390	1,007,867	-	2,826,257	2,797,223	(200,000)	(170,966)	137,622
Education	12,537,773	648,880	-	13,186,653	12,239,928	153,387	1,100,112	1,041,577
Community Economic Development	1,168,660	6,550	-	1,175,210	235,179	132,000	1,072,031	79,150
Housing	-	1,645,227	-	1,645,227	2,977,428	1,372,596	40,395	(192,047)
Infrastructure and Capital Projects	2,538,644	686,285	(495,968)	2,728,961	1,880,390	(246,933)	601,638	1,205,454
Training and Employment	-	1,655,211	(187,500)	1,467,711	2,174,156	613,334	(93,111)	14,766
Public Works	992,730	767,219	-	1,759,949	4,854,958	358,000	(2,737,009)	(481,310)
Community Health and Welfare	14,000	5,357,674	267,931	5,639,605	5,617,680	(30,000)	(38,075)	2,460,788
Human Resource Development	395,201	1,115,974	92,499	1,603,674	1,641,946	37,500	(772)	(968)
Business Enterprises	-	34,903,556	-	34,903,556	35,450,261	(188,000)	(734,705)	(450,180)
Video Lottery Terminals	-	2,525,304	-	2,525,304	1,932,623	(595,000)	(2,319)	(4,924)
Settlement Trusts	-	7,565,928	-	7,565,928	4,836,495	(2,754,978)	(25,545)	4,208,325
	27,675,873	59,690,740	(323,038)	87,043,575	88,248,533	-	(1,204,958)	(5,315,840)

Nisichawayasihk Cree Nation
Band Support Administration

Schedule 4 - Consolidated Schedule of Segment Revenue, Expenses and Surplus (Deficit)

For the year ended March 31, 2017

	2017	2017	2016
Revenue			
Indigenous and Northern Affairs Canada	-	1,483,802	1,379,526
Investment and interest	-	73,595	31,584
Other revenue	-	274,456	499,804
Province of Manitoba	-	1,175,727	811,596
Government service fees	-	281,006	276,715
	-	3,288,586	2,999,225
Expenses			
Advertising, promotion, donations and memberships	-	265,627	334,388
Amortization	-	124,175	102,378
Bad debts	-	9,130	44,764
Band support	-	-	74,496
Bank charges and interest	-	98,343	50,248
Community events	-	33,942	26,221
Conferences, meetings and workshops	-	108,318	45,329
Consulting	-	467,423	532,164
Miscellaneous	-	13,378	4,800
Non treaty assistance	-	42,565	46,165
Office, general and other administrative	-	93,277	120,335
Professional development	-	-	273,977
Professional development and training	-	-	59,190
Professional fees	-	888,158	703,009
Purchases of non-capital goods and supplies	-	92,600	288,707
Repairs and maintenance	-	163,755	56,488
Salaries, honoraria, wages and benefits	-	1,455,755	1,376,954
Special projects	-	-	1,950
Telephone, cell phone, fax, satellite and internet	-	108,664	93,626
Transportation	-	-	4,361
Travel, transportation and accommodation	-	508,578	387,431
Vehicle operation and maintenance	-	80,603	26,818
	-	4,554,291	4,653,799
Deficit before transfers	-	(1,265,705)	(1,654,574)
Transfers between segments	-	1,348,094	(11,586,628)
Surplus (deficit)	-	82,389	(13,241,202)

Nisichawayasihk Cree Nation
Income Assistance and Social Support Services
Schedule 5 - Consolidated Schedule of Segment Revenue, Expenses and Deficit
For the year ended March 31, 2017

	2017	2017	2016
Revenue			
Indigenous and Northern Affairs Canada	-	6,726,673	6,581,611
Investment and interest	-	281	285
Other revenue	-	-	5,904
	-	6,726,954	6,587,800
Expenses			
Band housing administration	-	20,235	31,196
Bank charges and interest	-	16,130	23,131
Non treaty assistance	-	160,095	25,175
Purchases of non-capital goods and supplies	-	503,240	437,950
Rent, resident fees and shelter allowance	-	395,173	321,034
Repairs and maintenance	-	-	5,479
Salaries, honoraria, wages and benefits	-	636,095	391,277
Social assistance	-	4,446,062	5,079,690
Special needs	-	34,609	40,343
Travel, transportation and accommodation	-	973	510
Utilities	-	813,363	684,074
	-	7,025,975	7,039,859
Deficit before transfers	-	(299,021)	(452,059)
Transfers between segments	-	-	359,168
Deficit	-	(299,021)	(92,891)

Nisichawayasihk Cree Nation
Personal Care Home
Schedule 6 - Consolidated Schedule of Segment Revenue, Expenses and Surplus
For the year ended March 31, 2017

	2017	2017	2016
Revenue			
Indigenous and Northern Affairs Canada	- 1,818,390	1,777,291	
Contributions	- 672,277	835,648	
Rental income	- 335,590	350,588	
	- 2,826,257	2,963,527	
Expenses			
Advertising, promotion, donations and memberships	- 20,728	12,430	
Amortization	- 58,972	57,990	
Bad debts	- 4,287	4,559	
Bank charges and interest	- 6,340	5,203	
Community events	- 8,859	7,423	
Contracted services	- 49,802	46,632	
Freight, courier, and postage	- 4,175	2,483	
Insurance, licenses and property taxes	- 15,444	15,444	
Medical supplies and prescriptions	- 61,606	50,379	
Office, general and other administrative	- 114,326	113,630	
Professional development and training	- 15,384	30,736	
Professional fees	- 45,036	18,372	
Purchases of non-capital goods and supplies	- 178,629	198,239	
Repairs and maintenance	- 105,939	84,701	
Salaries, honoraria, wages and benefits	- 1,932,372	1,781,011	
Telephone, cell phone, fax, satellite and internet	- 27,776	26,708	
Travel, transportation and accommodation	- 60,511	71,972	
Utilities	- 58,664	62,962	
Vehicle operation and maintenance	- 28,373	35,031	
	- 2,797,223	2,625,905	
Surplus before transfers	- 29,034	337,622	
Transfers between segments	- (200,000)	(200,000)	
Surplus (deficit)	- (170,966)	137,622	

Nisichawayasihk Cree Nation
Education
Schedule 7 - Consolidated Schedule of Segment Revenue, Expenses and Surplus
For the year ended March 31, 2017

	2017	2017	2016
Revenue			
Indigenous and Northern Affairs Canada	- 12,537,773	10,443,905	
Tuition and training	- 304,497	295,343	
Rental income	- 233,375	219,635	
Other revenue	- 111,219	150,260	
Recoveries of funding	- (211)	(75,103)	
	- 13,186,653	11,034,040	
Expenses			
Advertising, promotion, donations and memberships	- 36,494	26,478	
Amortization	- 367,378	213,017	
Bank charges and interest	- 18,905	15,089	
Community events	- 142,244	130,193	
Conferences, meetings and workshops	- 36,497	67,204	
Economic	- 1,191,798	175,296	
Freight, courier, and postage	- 20,243	3,911	
Graduation	- 106,247	80,977	
Insurance, licenses and property taxes	- 69,943	69,596	
Office, general and other administrative	- 68,313	81,312	
Professional development and training	- 209,833	74,170	
Professional fees	- 52,954	53,889	
Purchases of non-capital goods and supplies	- 17,692	38,673	
Repairs and maintenance	- 625,424	443,087	
Salaries, honoraria, wages and benefits	- 7,150,211	6,108,988	
Special projects	- 77,594	33,329	
Staff and student awards and recognition	- 40,834	49,817	
Support services	- 210,183	268,410	
Telephone, cell phone, fax, satellite and internet	- 58,068	67,146	
Travel, transportation and accommodation	- 497,396	526,508	
Tuition costs and student living allowances	- 935,557	1,215,379	
Utilities	- 142,541	259,916	
Vehicle operation and maintenance	- 163,577	103,353	
Homemakers	- 2	-	
	- 12,239,928	10,105,738	
Surplus before transfers	- 946,725	928,302	
Transfers between segments	- 153,387	113,275	
Surplus	- 1,100,112	1,041,577	

Nisichawayasihk Cree Nation
Community Economic Development
Schedule 8 - Consolidated Schedule of Segment Revenue, Expenses and Surplus
For the year ended March 31, 2017

	2017	2017	2016
Revenue			
Indigenous and Northern Affairs Canada	-	1,168,660	300,047
Investment and interest	-	6,550	445
	-	1,175,210	300,492
Expenses			
Advertising, promotion, donations and memberships	-	6,492	22,126
Amortization	-	6,804	4,381
Band support	-	-	5,373
Bank charges and interest	-	1,440	1,257
Insurance, licenses and property taxes	-	-	3,708
Office, general and other administrative	-	2,956	4,374
Professional development and training	-	1,625	2,066
Professional fees	-	32,203	23,400
Repairs and maintenance	-	960	145
Salaries, honoraria, wages and benefits	-	127,976	112,878
Telephone, cell phone, fax, satellite and internet	-	7,403	7,229
Travel, transportation and accommodation	-	45,474	41,939
Utilities	-	1,846	1,466
	-	235,179	230,342
Surplus before transfers	-	940,031	70,150
Transfers between programs	-	132,000	9,000
Surplus	-	1,072,031	79,150

Nisichawayasihk Cree Nation
Housing
Schedule 9 - Consolidated Schedule of Segment Revenue, Expenses and Surplus (Deficit)
For the year ended March 31, 2017

	2017	2016
Revenue		
Investment and interest	6,219	3,715
Canada Mortgage and Housing Corporation	1,178,687	789,704
Rental income	460,321	582,263
Other revenue	-	7,990
	1,645,227	1,383,672
Expenses		
Amortization	987,921	1,198,461
Bank charges and interest	6,601	1,804
Contracted services	101,290	98,312
Insurance, licenses and property taxes	220,100	146,624
Interest on long-term debt	128,332	184,665
Office, general and other administrative	94,694	97,004
Professional fees	29,300	51,993
Purchases of non-capital goods and supplies	24,327	23,246
Repairs and maintenance	694,803	491,313
Salaries, honoraria, wages and benefits	690,060	628,791
	2,977,428	2,922,213
Deficit before transfers	(1,332,201)	(1,538,541)
Transfers between segments	1,372,596	1,346,494
Surplus (deficit)	40,395	(192,047)

Nisichawayasihk Cree Nation
Infrastructure and Capital Projects
Schedule 10 - Consolidated Schedule of Segment Revenue, Expenses and Surplus
(Deficit)
For the year ended March 31, 2017

	2017	2017	2016
Revenue			
Indigenous and Northern Affairs Canada	-	2,538,644	2,024,032
Investment and interest	-	-	113
Canada Mortgage and Housing Corporation	-	68,826	-
Lease income	-	475,516	475,000
Other revenue	-	141,943	166,175
Deferred revenue - prior year	-	1,622,110	1,857,435
Deferred revenue - current year	-	(2,118,078)	(1,622,110)
	-	2,728,961	2,900,645
Expenses			
Amortization	-	1,280,569	1,913,118
Bank charges and interest	-	18	28,350
Interest on long-term debt	-	175,699	128,260
Purchases of non-capital goods and supplies	-	326,308	603,000
Repairs and maintenance	-	97,429	89,190
Vehicle operation and maintenance	-	367	22,074
	-	1,880,390	2,783,992
Surplus before transfers	-	848,571	116,653
Transfers between segments	-	(246,933)	1,088,801
Surplus	-	601,638	1,205,454

Nisichawayasihk Cree Nation
Training and Employment
Schedule 11 - Consolidated Schedule of Segment Revenue and Expenses and Surplus
(Deficit)
For the year ended March 31, 2017

	2017	2017	2016
Revenue			
Investment and interest	-	47,235	39,735
Tuition and training	-	1,172,464	1,277,079
Rental income	-	275,390	220,365
Other revenue	-	160,122	25,058
Deferred revenue - prior year	-	5,623	5,623
Deferred revenue - current year	-	(193,123)	(5,623)
	-	1,467,711	1,562,237
Expenses			
Advertising, promotion, donations and memberships	-	-	2,276
Amortization	-	15,202	15,202
Bank charges and interest	-	7,002	10,564
Insurance, licenses and property taxes	-	38,603	38,603
Office, general and other administrative	-	5,016	3,040
Professional fees	-	17,489	12,335
Purchases of non-capital goods and supplies	-	158,968	123,030
Rent, resident fees and shelter allowance	-	-	1,250
Repairs and maintenance	-	54,319	78,350
Salaries, honoraria, wages and benefits	-	871,181	954,351
Telephone, cell phone, fax, satellite and internet	-	55,248	62,086
Travel, transportation and accommodation	-	329,713	87,812
Tuition costs and student living allowances	-	526,159	410,468
Utilities	-	75,341	68,096
Vehicle operation and maintenance	-	19,915	13,341
	-	2,174,156	1,880,804
Deficit before transfers	-	(706,445)	(318,567)
Transfers between segments	-	613,334	333,333
Surplus (deficit)	-	(93,111)	14,766

Nisichawayasihk Cree Nation
Public Works
Schedule 12 - Consolidated Schedule of Segment Revenue, Expenses and Deficit
For the year ended March 31, 2017

	2017	2016
Revenue		
Indigenous and Northern Affairs Canada	992,730	971,548
Lease income	565,052	582,571
Other revenue	12,571	97,063
Rental income	189,596	14,375
	1,759,949	1,665,557
Expenses		
Advertising, promotion, donations and memberships	-	2,460
Amortization	785,955	332,977
Bad debts	27,087	10,070
Bank charges and interest	-	8,377
Community events	6,158	2,100
Conferences, meetings and workshops	-	4,515
Insurance, licenses and property taxes	21,060	17,370
Office, general and other administrative	-	35,570
Professional development and training	139,225	495
Professional fees	3,762	81,376
Purchases of non-capital goods and supplies	332,013	158,705
Repairs and maintenance	678,216	(51,864)
Salaries, honoraria, wages and benefits	2,349,618	1,863,663
Telephone, cell phone, fax, satellite and internet	35,697	37,757
Travel, transportation and accommodation	84,659	80,086
Utilities	28,579	71,629
Vehicle operation and maintenance	362,929	202,235
	4,854,958	2,857,521
Deficit before transfers	(3,095,009)	(1,191,964)
Transfers between segments	358,000	710,654
Deficit	(2,737,009)	(481,310)

Nisichawayasihk Cree Nation
Community Health and Welfare
Schedule 13 - Consolidated Schedule of Segment Revenue, Expenses and Surplus
For the year ended March 31, 2017

	2017	2017	2016
Revenue			
First Nations and Inuit Health	-	5,301,016	8,167,243
Indigenous and Northern Affairs Canada	-	14,000	14,000
Other revenue	-	40,229	27,123
Rental income	-	21,111	23,266
Deferred revenue - prior year	-	313,724	45,793
Deferred revenue - current year	-	(45,793)	(313,724)
Recoveries of funding	-	(4,682)	-
	-	5,639,605	7,963,701
Expenses			
Amortization	-	233,634	234,307
Bank charges and interest	-	5,144	6,418
Conferences, meetings and workshops	-	24,345	34,782
Freight, courier, and postage	-	1,601	6,965
Medical supplies and prescriptions	-	2,111	4,131
Office, general and other administrative	-	106,659	166,504
Professional development and training	-	123,024	25,479
Professional fees	-	12,500	12,500
Purchases of non-capital goods and supplies	-	220,352	199,463
Rent, resident fees and shelter allowance	-	91,992	105,035
Repairs and maintenance	-	571	143,936
Salaries, honoraria, wages and benefits	-	1,362,920	1,241,829
Telephone, cell phone, fax, satellite and internet	-	3,570	4,797
Transfers to Nisichawayasihk Cree Nation Family and Wellness Centre	-	3,287,812	3,138,621
Travel, transportation and accommodation	-	71,235	54,344
Vehicle operation and maintenance	-	100,210	93,802
	-	5,647,680	5,472,913
Surplus (deficit) before transfers	-	(8,075)	2,490,788
Transfers between segments	-	(30,000)	(30,000)
Surplus (deficit)	-	(38,075)	2,460,788

Nisichawayasihk Cree Nation
Human Resource Development
Schedule 14 - Consolidated Schedule of Segment Revenue, Expenses and Deficit
For the year ended March 31, 2017

	2017	2017	2016
Revenue			
Indigenous and Northern Affairs Canada	- 395,201	106,139	
AMC	- 1,114,447	1,090,342	
Other revenue	- 1,527	2,275	
Deferred revenue - prior year	- 189,321	183,115	
Deferred revenue - current year	- (96,822)	(189,321)	
	- 1,603,674	1,192,550	
Expenses			
Advertising, promotion, donations and memberships	- 113	-	
Amortization	- 772	968	
Bank charges and interest	- 1,240	746	
Office, general and other administrative	- 9,476	1,904	
Professional fees	- 10,350	12,250	
Rent, resident fees and shelter allowance	- 31,052	20,014	
Salaries, honoraria, wages and benefits	- 88,715	74,534	
Telephone, cell phone, fax, satellite and internet	- 3,354	910	
Transfers to Nisichawayasihk Cree Nation Family an	- 267,641	286,838	
Travel, transportation and accommodation	- 37,297	8,835	
Tuition costs and student living allowances	- 1,151,482	861,519	
Professional development and training	- 40,454	-	
	- 1,641,946	1,268,518	
Deficit before transfers	- (38,272)	(75,968)	
Transfers between segments	- 37,500	75,000	
Deficit	- (772)	(968)	

Nisichawayasihk Cree Nation
Business Enterprises
Schedule 15 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2017

	2017	2016
Revenue		
Business revenue	35,373,137	32,032,935
Investment and interest	29,815	553
Other revenue	1,888	-
Rental income	77,275	76,977
	35,482,115	32,110,465
Expenses		
Advertising, promotion, donations and memberships	244,000	219,308
Amortization	1,102,046	1,166,594
Bad debts	255,173	190,826
Bank charges and interest	121,698	155,671
Community events	156,415	63,505
Conferences, meetings and workshops	-	51,635
Consulting	332,258	197,493
Contracted services	94,561	73,847
Cost of sales	23,764,304	18,695,371
Freight, courier, and postage	14,633	16,403
Graduation	-	407
Honouraria(um)	-	8,600
Insurance, licenses and property taxes	712,177	438,784
Interest on long-term debt	129,399	89,490
Investment management services	12,774	102,385
Miscellaneous	7,826	4,294
Office, general and other administrative	244,249	288,670
Professional development and training	9,282	17,730
Professional fees	224,349	504,109
Purchases of non-capital goods and supplies	586,027	679,440
Rent, resident fees and shelter allowance	394,339	349,180
Repairs and maintenance	593,243	552,859
Salaries, honoraria, wages and benefits	5,560,358	5,957,387
Special projects	18,037	-
Staff and student awards and recognition	2,000	3,000
Telephone, cell phone, fax, satellite and internet	138,494	155,519
Travel, transportation and accommodation	261,937	314,962
Utilities	383,183	331,499
Vehicle operation and maintenance	87,499	172,163
	35,450,261	30,801,131
Surplus before other items	31,854	1,309,334
Other income (expense)		
Gain (loss) on disposal of capital assets	(578,559)	6,500
Surplus (deficit) before transfers	(546,705)	1,315,834
Transfers between segments	(188,000)	(1,766,014)
Deficit	(734,705)	(450,180)

Nisichawayasihk Cree Nation
Video Lottery Terminals
Schedule 16 - Consolidated Schedule of Segment Revenue, Expenses and Deficit
For the year ended March 31, 2017

	2017	2017	2016
Revenue			
Other revenue	- 2,464,311	2,259,976	
Investment and interest	- 918	4,334	
Other revenue	- 60,075	-	
	- 2,525,304	2,264,310	
Expenses			
Advertising, promotion, donations and memberships	- 210,808	66,053	
Amortization	- 65,014	63,497	
Bad debts	- 111,615	60,892	
Band housing administration	- 450,289	292,504	
Bank charges and interest	- 3,497	3,503	
Community donations	- 54,805	71,709	
Insurance, licenses and property taxes	- 35,666	6,418	
Interest on long-term debt	- -	400	
Non treaty assistance	- -	1,000	
Office, general and other administrative	- 158,994	74,289	
Police, fire, ambulance, search and rescue	- 24,087	2,354	
Professional development and training	- 1,021	253	
Professional fees	- 19,206	15,624	
Property tax	- 113,682	123,840	
Repairs and maintenance	- 17,569	15,419	
Salaries, honoraria, wages and benefits	- 407,436	344,574	
Telephone, cell phone, fax, satellite and internet	- 6,204	9,869	
Travel, transportation and accommodation	- 179,500	123,374	
Utilities	- 18,798	22,089	
Vehicle operation and maintenance	- 54,432	25,573	
	- 1,932,623	1,323,234	
Surplus before transfers	- 592,681	941,076	
Transfers between segments	- (595,000)	(946,000)	
Deficit	- (2,319)	(4,924)	

**Nisichawayasihk Cree Nation
Settlement Trusts**
**Schedule 17 - Consolidated Schedule of Segment Revenue, Expenses and Surplus
(Deficit)**
For the year ended March 31, 2017

	2017	2016
Revenue		
Business revenue	4,079,179	4,375,000
Investment and interest	1,926,088	1,867,165
Other revenue	1,560,661	797,070
	7,565,928	7,039,235
Expenses		
Administration	-	11,996
Advertising, promotion, donations and memberships	54,019	84,664
Amortization	57,528	18,223
Band support	-	72,885
Bank charges and interest	10,625	22,156
Claims compensation	25,448	54,793
Community donations	48,007	165,712
Conferences, meetings and workshops	61,845	35,509
Consulting	-	35,237
Freight, courier, and postage	-	17,553
Housing repairs	1,077,968	2,012,468
Insurance, licenses and property taxes	18,292	17,448
Investment management services	21,321	92,512
Office, general and other administrative	367,034	172,872
Professional development and training	-	3,199
Professional fees	134,193	67,890
Purchases of non-capital goods and supplies	391,470	144,587
Repairs and maintenance	197,935	97,377
Salaries, honoraria, wages and benefits	1,333,061	1,182,484
Special projects	327,467	336,630
Subcontracts	-	230,838
Subsidies to community members	241,533	230,170
Support services	-	837
Telephone, cell phone, fax, satellite and internet	39,135	62,735
Transfers to Nisichawayasihk Cree Nation Family an	110,000	186,934
Travel, transportation and accommodation	277,614	220,794
Utilities	42,000	41,219
Vehicle operation and maintenance	-	77,848
	4,836,495	5,697,570
Surplus before transfers	2,729,433	1,341,665
Transfers between segments	(2,754,978)	2,866,660
Surplus (deficit)	(25,545)	4,208,325