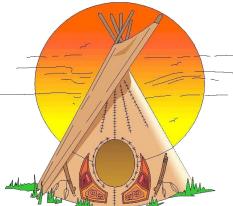


**Flying Dust First Nation
Consolidated Financial Statements**

March 31, 2020



Flying Dust First Nation Contents

For the year ended March 31, 2020

Page

Management's Responsibility

Independent Auditor's Report

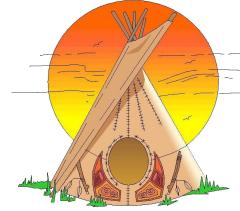
Consolidated Financial Statements

Consolidated Statement of Financial Position.....	1
Consolidated Statement of Operations.....	3
Consolidated Statement of Accumulated Surplus.....	4
Consolidated Statement of Remeasurement Gains and Losses.....	5
Consolidated Statement of Change in Net Debt.....	7
Consolidated Statement of Cash Flows	8
Notes to the Consolidated Financial Statements.....	9

Schedules

Schedule 1 - Consolidated Schedule of Tangible Capital Assets.....	24
Schedule 2 - Schedule of Consolidated Expenses by Object.....	26
Schedule 3 - Segment Revenues and Expenses and Surplus (Deficit) - Administration.....	27
Schedule 4 - Segment Revenues and Expenses and Surplus (Deficit) - Band Programs.....	28
Schedule 5 - Segment Revenues and Expenses and Surplus (Deficit) - Capital.....	30
Schedule 6 - Segment Revenues and Expenses and Surplus (Deficit) - Economic Development.....	31
Schedule 7 - Segment Revenues and Expenses and Surplus (Deficit) - Education.....	32
Schedule 8 - Segment Revenues and Expenses and Surplus (Deficit) - Flying Dust Property Tax Program.....	33
Schedule 9 - Segment Revenues and Expenses and Surplus (Deficit) - Health.....	34
Schedule 10 - Segment Revenues and Expenses and Surplus (Deficit) - Infrastructure.....	35
Schedule 11 - Segment Revenues and Expenses and Surplus (Deficit) - Reserves & Trusts.....	36
Schedule 12 - Segment Revenues and Expenses and Surplus (Deficit) - Social Services.....	37

Management's Responsibility



To the Members of Flying Dust First Nation:

Management is responsible for the preparation and presentation of the accompanying 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 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 financial statements.

The Flying Dust First Nation Council are responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the financial statements. The Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors.

MNP LLP, an independent firm of Chartered Professional Accountants, is appointed by Council to audit the 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 Council and management to discuss their audit findings.

November 6, 2020

Signed by: Sheldon Gervais

Finance Director

Independent Auditor's Report

To the Members of Flying Dust First Nation:

Opinion

We have audited the consolidated financial statements of Flying Dust First Nation (the "First Nation"), which comprise the consolidated statement of financial position as at March 31, 2020, and the consolidated statements of operations, accumulated surplus, remeasurement gains and losses, change in net debt, cash flows and the related schedules for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the First Nation as at March 31, 2020, and the results of its consolidated operations, its consolidated change in net debt and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

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

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

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

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

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

Independent Auditor's Report (continued from previous page)

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

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

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

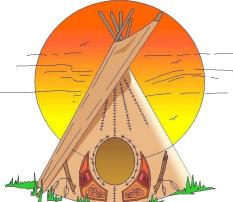
Saskatoon, Saskatchewan

November 6, 2020

MNP LLP

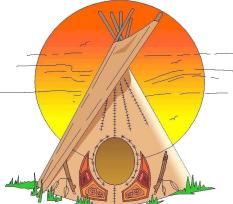
Chartered Professional Accountants

MNP



Flying Dust First Nation
Consolidated Statement of Financial Position
As at March 31, 2020

	2020	2019
Financial assets		
Current		
Accounts receivable (Note 3)	1,299,343	2,092,035
Investment in Gensource Potash Corporation (Note 4)	239,356	305,277
Inventory	-	19,625
Restricted cash (Note 5)	2,428,570	2,556,018
	3,967,269	4,972,955
Portfolio investments (Note 6)	53	53
Advances to related Nation entities (Note 7)	324,295	221,724
Investment in Nation business entities (Note 8)	1,229,724	2,525,023
Funds held in trust (Note 9)	855,936	820,002
Market based member loan program (Note 10)	489,881	271,808
Total financial assets	6,867,158	8,811,565

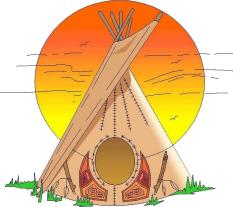


Flying Dust First Nation
Consolidated Statement of Financial Position
As at March 31, 2020

	2020	2019
Liabilities		
Current		
Bank indebtedness (Note 11)	431,921	481,915
Accounts payable and accruals	2,071,164	1,093,330
Deferred revenue (Note 12)	3,863,162	3,879,425
Current portion of long-term debt (Note 15)	825,000	1,345,743
	7,191,247	6,800,413
Term loan due on demand (Note 14)	730,142	404,084
	7,921,389	7,204,497
Long-term debt (Note 15)	8,768,824	8,186,728
Advances from related Nation entities (Note 13)	88,873	178,421
Total financial liabilities	16,779,086	15,569,646
Net debt	(9,911,928)	(6,758,081)
Non-financial assets		
Tangible capital assets (Note 16)	44,712,879	37,525,111
Prepaid expenses	262,194	10,431
Total non-financial assets	44,975,073	37,535,542
Accumulated surplus (Note 18)	35,063,145	30,777,461
Accumulated surplus is comprised of:		
Accumulated surplus (Note 18)	35,073,790	30,722,185
Accumulated remeasurement gains (losses)	(10,645)	55,276
	35,063,145	30,777,461

Approved on behalf of Chief and Council

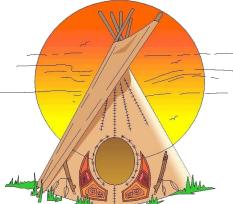
<u>Signed by: Jeremy Norman</u>	Chief	<u>Signed by: Marie Gladue</u>	Councillor
<u>Signed by: Tyson Bear</u>	Councillor	<u>Signed by: Connie Derocher</u>	Councilor



Flying Dust First Nation
Consolidated Statement of Operations
For the year ended March 31, 2020

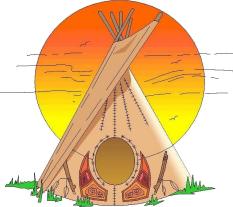
	<i>Schedules</i>	<i>2020 Budget (Note 23)</i>	<i>2020</i>	<i>2019</i>
Revenue				
Indigenous Services Canada (Note 20)	11,113,431	17,598,948	17,571,257	
Meadow Lake Health & Social Development Authority	2,586,430	2,069,000	1,552,892	
MLTC Child & Family Services Inc.	431,890	1,219,074	252,853	
MLTC Program Services Inc.	574,464	663,924	576,249	
Canada Mortgage and Housing Corporation	-	435,222	486,978	
Health Canada	176,600	143,750	140,378	
Sales Tax revenues	-	1,815,054	2,048,211	
Contracting income	-	791,329	1,613,231	
Other revenue	287,987	711,146	310,300	
Ottawa Trust Fund revenue	-	680,200	499,307	
Rental income	198,600	575,301	368,619	
Settlement monies	24,105	698,094	-	
First Nations Trust funds	250,000	437,630	437,749	
Northwest School Division	330,000	386,088	304,633	
Sponsorship	-	294,310	123,311	
Expense recoveries	201,884	297,006	175,620	
MLTC RDI	75,000	185,000	366,000	
Property tax revenue	-	132,851	123,410	
Government of Canada	74,420	122,100	-	
Dunmac security contracts	-	108,237	142,013	
Northern Lights Community Development Corp.	78,000	100,304	165,406	
Bingo revenues	96,500	85,459	157,243	
Grant funding	4,845	90,919	59,385	
Interest income	4,586	41,692	63,839	
Government of Saskatchewan	16,239	28,381	29,003	
Insurance proceeds	-	55,906	65,000	
Management fees	60,000	25,000	60,000	
Western Economic Diversification grant revenue	-	-	396,854	
Contributions	-	-	42,362	
Grant revenue from Nation business entities (Note 8)	-	665,000	460,000	
Earnings (loss) from investment in Nation business entities (Note 8)	-	(1,295,299)	1,929,481	
	16,584,981	29,161,626	30,521,584	

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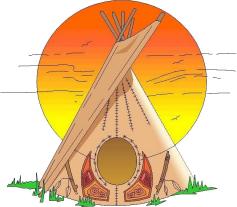
Flying Dust First Nation
Consolidated Statement of Operations
For the year ended March 31, 2020

	<i>Schedules</i>	2020	2020	2019
Total revenue <i>(Continued from previous page)</i>		16,584,981	29,161,626	30,521,584
Program expenses				
Administration	3	812,959	1,192,236	1,197,448
Band Programs	4	758,919	2,872,652	2,110,704
Capital	5	887,989	3,156,164	2,665,352
Economic Development	6	735,578	2,650,136	2,626,026
Education	7	4,191,248	4,322,174	3,557,554
Health	9	2,600,922	2,737,713	1,812,355
Infrastructure	10	1,694,285	2,069,268	1,983,142
Reserves and Trusts	11	3,049,658	3,737,869	5,720,996
Social Services	12	1,546,443	1,649,229	1,548,253
Total expenses		16,278,001	24,387,441	23,221,830
Surplus before other income (expense)		306,980	4,774,185	7,299,754
Other income (expense)				
Contribution of land <i>(Note 16)</i>	-	55,000	896,412	-
Loss on partnership obligation <i>(Note 17)</i>	-	(477,580)		-
Surplus		306,980	4,351,605	8,196,166



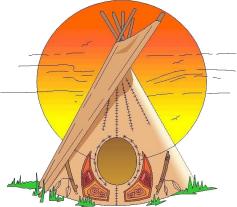
Flying Dust First Nation
Consolidated Statement of Accumulated Surplus
For the year ended March 31, 2020

	2020	2019
Accumulated surplus, beginning of year	30,722,185	22,526,019
Surplus	4,351,605	8,196,166
Accumulated surplus, end of year	35,073,790	30,722,185



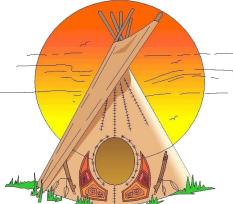
Flying Dust First Nation
Consolidated Statement of Remeasurement Gains and Losses
For the year ended March 31, 2020

	2020	2019
Accumulated remeasurement gains, beginning of year	55,276	177,272
Remeasurement losses on investments	(65,921)	(121,996)
Accumulated remeasurement gains (losses), end of year	(10,645)	55,276



Flying Dust First Nation
Consolidated Statement of Change in Net Debt
For the year ended March 31, 2020

	2020 Budget (Note 23)	2020	2019
Annual surplus	306,980	4,351,605	8,196,166
Purchases of tangible capital assets	-	(8,670,173)	(9,192,717)
Contribution of tangible capital assets	-	(55,000)	(896,412)
Amortization of tangible capital assets	135,000	1,537,405	1,101,886
Acquisition of prepaid expenses	-	(262,194)	-
Use of prepaid expenses	-	10,431	6,500
Change in remeasurement gains (losses) for the year	-	(65,921)	(121,996)
 Increase in net debt	 441,980	 (3,153,847)	 (906,573)
Net debt, beginning of year	(6,758,081)	(6,758,081)	(5,851,508)
 Net debt, end of year	 (6,316,101)	(9,911,928)	(6,758,081)



Flying Dust First Nation
Consolidated Statement of Cash Flows
For the year ended March 31, 2020

2020

2019

Cash provided by (used for) the following activities

Operating activities

Surplus	4,351,605	8,196,166
Non-cash items		
Amortization	1,537,405	1,101,886
Loss (earnings) from Flying Dust business entities	1,295,299	(1,929,481)
Contribution of land	(55,000)	(896,412)

Changes in working capital accounts	7,129,309	6,472,159
Accounts receivable	792,692	(1,014,184)
Inventory	19,625	-
Prepaid expenses	(251,763)	6,500
Restricted cash	127,448	7,766,658
Accounts payable and accruals	977,834	54,058
Deferred revenue	(16,263)	(6,501,093)

8,778,882

6,784,098

Financing activities

Net advances of current portion of long-term debt	1,678,851	3,853,285
Repayment of current portion of long-term debt	(1,617,498)	(608,416)
Advances of term loans due on demand	326,058	139,558
	387,411	3,384,427

Capital activities

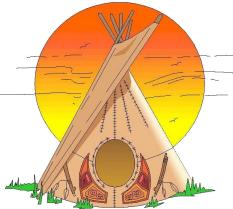
Purchases of tangible capital assets	(8,670,173)	(9,192,717)
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Investing activities

Repayment of bank indebtedness	(49,994)	(677,746)
Increase in funds held in trust	(35,934)	(447,553)
Net advances to (from) related Nation entities and departments	(192,119)	421,350
Investment in Plains North Contracting Limited Partnership	-	(51)
Long term loans to membership	(218,073)	(271,808)
	(496,120)	(975,808)

Decrease in cash resources

Cash resources, beginning of year	-	-
Cash resources, end of year	-	-



Flying Dust First Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2020

1. Operations

The Flying Dust First Nation (the "First Nation") is located in Treaty Six Territory in the province of Saskatchewan, and provides various services to its members. Flying Dust First Nation financial reporting entity includes the First Nation's government and all related entities that are accountable to the First Nation and are either owned or controlled by the First Nation.

2. Significant accounting policies

These consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards set out in the CPA Canada Handbook - Public Sector Accounting as issued by the Accounting Standards Board in Canada, and include 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, except for First Nation business entities, which are recorded using the modified equity method.

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

- Flying Dust First Nation
- Flying Dust CMHC Housing Program
- Flying Dust Market Garden Ltd.
- Flying Dust Housing Corporation
- Flying Dust Community Development Fund

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

Flying Dust First Nation business entities, owned or controlled by the First Nation's Council but not dependent on the First Nation for their continuing operations, are included in the financial statements using the modified equity method. Under the modified equity method, the equity method of accounting is modified only to the extent that the business entity accounting principles are not adjusted to conform to those of the First Nation. Thus, the First Nation's investment in these entities is recorded at acquisition cost and is increased for the proportionate share of post acquisition earnings and decreased by post acquisition losses and distributions received. Entities accounted for by the modified equity basis include:

- FDB Fuels Inc.
- FDB Holding Corporation
- FDB Gravel Inc.
- Flying Dust Power Corporation Ltd.
- Flying Energy Oil & Gas Limited Partnership
- Flying Energy Inc.
- Snipe & Celly Pro Shop Inc.
- 625706 Saskatchewan Ltd. (Flying Dust Properties)

Other economic interests

The First Nation does not share in either the control or the profit or loss of the following entities. As a result, the financial statements of the following entities have not been consolidated or proportionately consolidated with the financial statements of Flying Dust First Nation.

The First Nation is a member of Meadow Lake Tribal Council. The Tribal Council is an organization of nine Nations.

The Flying Dust Treaty Land Entitlement Trust is not included in the consolidated financial statements as it is administered and controlled by independent Trustees.

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.



Flying Dust First Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2020

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

Cash and cash equivalents

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

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 where fair value can be reasonably determined.

Tangible capital assets are amortized annually using the following methods at rates intended to amortize the cost of the assets over their estimated useful lives:

	Method	Rate
Houses	declining balance	5 %
Buildings	declining balance	5 %
Infrastructure	declining balance	2 %
Equipment	declining balance	20 %
Vehicles	declining balance	25 %
Houses - CMHC	declining balance	5 %
Equipment - Housing Corp.	straight-line	20 %
Vehicles - Housing Corp.	straight-line	10 %
Building - Market Garden	straight-line	2.5 %
Equipment - Market Garden	straight-line	20 %
Vehicles - Market Garden	straight-line	25 %

Assets under construction are not amortized until they are put into use. Land is not amortized.

Portfolio investments

Portfolio investments which are owned by Flying Dust First Nation but not controlled by the First Nation are accounted for using the cost method. Any impairment in these investments which is other than temporary is charged against the amount the investment is reported at.

Funds held in Ottawa Trust Fund

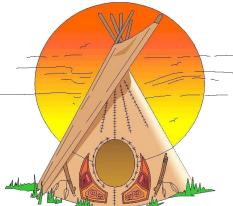
Funds held in trust on behalf of First Nation members by the Government of Canada in the Ottawa Trust Fund are reported on the statement of financial position with an offsetting amount in accumulated surplus. Trust moneys consist of:

- Capital trust moneys derived from non-renewable resource transactions on the sale of land or other First Nation tangible capital assets;
- Revenue trust moneys generated primarily through land leasing transactions or interest earned on deposits held in trust; and,

Revenues from trust moneys are recognized when measurable, earned, and collection is reasonably assured. These moneys are reported on by the Government of Canada.

Asset classification

Assets are classified as either financial or non-financial. Financial assets are assets that could be used to discharge existing liabilities or finance future operations. Non-financial assets are acquired, constructed or developed assets that do not normally provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale in the normal course of operations. Non-financial assets include tangible capital assets and prepaid expenses.



Flying Dust First Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2020

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

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, 2020.

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.

Management believes no liability exists and none has been recorded at March 31, 2020.

Net debt

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

Revenue recognition

Non-government funding

Funding is recognized as it becomes receivable under the terms of applicable funding agreements. Funding received under funding arrangements that relate to a subsequent fiscal period are reflected as deferred revenue on the statement of financial position in the year of receipt.

Government transfers

The First Nation recognizes a government transfer as revenue when the transfer is authorized and all eligibility criteria, if any, have been met. A government transfer with stipulations giving rise to an obligation that meets the definition of a liability is recognized as a liability. In such circumstances, the First Nation recognizes revenue as the liability is settled. Transfers of non-depreciable assets are recognized in revenue when received or receivable.

Tax revenue

The First Nation recognizes taxes as assets and revenue when they meet the definition of an asset; are authorized by a legislature, council, or legislative convention; and the taxable event has occurred.

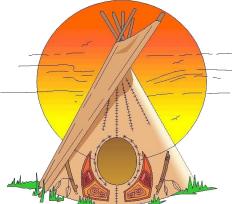
Tax revenue is initially measured at management's best estimate of the amount resulting from the original taxable event in accordance with tax legislation. The related tax receivable is initially recognized at its realizable value at the date of acquisition. At each financial statement date, the First Nation evaluates the tax receivable for collectability and records a valuation allowance to reflect the tax receivable at its net recoverable amount, if necessary.

Other revenue

Rental revenues are recognized over the rental term. Other revenue is earned from services provided by the First Nation and is recognized when the service has been performed.

Use of estimates

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 financial statements, and the reported amounts of revenue and expenses during the reporting period.



Flying Dust First Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2020

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

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

Amortization is based on the estimated useful lives of tangible capital assets.

Liabilities for contaminated sites are estimated based on the best information available regarding potentially contaminated sites that the First Nation is responsible for.

Segments

The First Nation conducts its business through 10 of reportable segments:

- Administration
- Band Support
- Capital
- Economic Development
- Education
- Health
- Infrastructure
- Property Tax Program
- Reserves and Trusts
- Social Services

For each reported segment, revenue and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information. Inter program administration fees have been recorded based on a percentage of budgeted revenue, where permitted by the funder.

The accounting policies used in these segments are consistent with those followed in the preparation of the financial statements.

Employee future benefits

The First Nation's employee future benefit programs consist of a defined contribution pension plan.

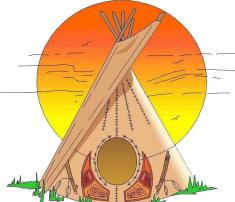
The pension costs are charged to operations as contributions are due. Contributions are a defined amount whereby the employer matches that paid by the employee.

Fair value measurements

The First Nation classifies fair value measurements recognized in the statement of financial position using a three-tier fair value hierarchy, which prioritizes the inputs used in measuring fair value as follows:

- Level 1: Quoted prices (unadjusted) are available in active markets for identical assets or liabilities;
- Level 2: Inputs other than quoted prices in active markets that are observable for the asset or liability, either directly or indirectly; and
- Level 3: Unobservable inputs in which there is little or no market data, which require the First Nation to develop its own assumptions.

Fair value measurements are classified in the fair value hierarchy based on the lowest level input that is significant to that fair value measurement. This assessment requires judgment, considering factors specific to an asset or a liability and may affect placement within the fair value hierarchy.



Flying Dust First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

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

Financial instruments

The First Nation recognizes its financial instruments when the First Nation becomes party to the contractual provisions of the financial instrument. All financial instruments are initially recorded at their fair value. At initial recognition, the First Nation may irrevocably elect to subsequently measure any financial instrument at fair value. The First Nation has not made such an election in the current year.

The First Nation subsequently measures investments in equity instruments quoted in an active market at fair value. Fair value is determined by published market prices. Transactions to purchase or sell these items are recorded on the trade date. Net gains and losses arising from changes in fair value are recognized in the statement of remeasurement gains and losses. The First Nation has measured its investment in Gensource Potash Corporation at fair value. Investments in equity instruments not quoted in an active market and derivatives that are linked to, and must be settled by delivery of, unquoted equity instruments of another entity, are subsequently measured at cost. With the exception of those instruments designated at fair value, all other financial assets and liabilities are subsequently measured at amortized cost using the effective interest rate method.

All financial assets except derivatives are tested annually for impairment. Any impairment, which is not considered temporary, is recorded in the statement of operations. Write-downs of financial assets measured at cost and/or amortized cost to reflect losses in value are not reversed for subsequent increases in value. Reversals of any net remeasurement's of financial assets measured at fair value are reported in the statement of remeasurement gains and losses.

3. Accounts receivable

	2020	2019
Trade receivables	1,020,148	1,235,997
MLTC Program Services Inc.	93,149	-
GST receivables	76,532	48,901
Indigenous Services Canada	48,416	781,037
Rent receivable	26,873	-
Canada Mortgage and Housing Corporation	23,795	21,000
Receivable from members	10,430	5,100
	1,299,343	2,092,035

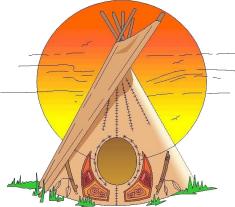
4. Investment in Gensource Potash Corporation

The First Nation owns shares and warrants in Gensource Potash Corporation. The holdings are as follows:

	2020	2019
Measured at fair value: 2,815,947 common shares (2019 - 3,052,766 common shares)	239,356	305,277

5. Restricted cash

	2020	2019
Current		
Bank - Railway Remediation Project	1,629,052	17,217
Bank - Drainage Project	539,990	-
Bank - School Project	-	99,585
Restricted Term deposit - School Project	-	1,559,216
Restricted Term deposit - Railway Remediation Project	259,528	880,000
	2,428,570	2,556,018



Flying Dust First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

6. Portfolio investments

	2020	2019
Measured at cost:		
Plains North Contracting Limited Partnership	51	51
MLTC Resource Development Limited Partnership	1	1
MLTC Resource Development Inc.	1	1
	53	53

7. Advances to related Nation entities

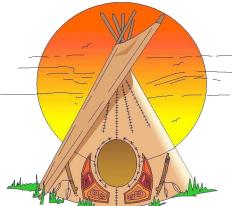
Flying Dust First Nation is related to the following entities by virtue of their ownership interest in them. The advances are unsecured, bear no interest and have no fixed terms of repayment.

	2020	2019
Advances to FDB Holding Corporation	-	122,026
Advances to Snipe and Celly Pro Shop Inc.	258,434	-
Advances to Plains North Contracting Limited Partnership	2,300	98,298
Advances to FDB Gravel Inc.	63,561	1,400
	324,295	221,724

8. Investment in Nation business entities

The First Nation has investments in the following entities:

	<i>Opening</i>	<i>Earnings (loss) before contributions to Flying Dust First Nation</i>	<i>Contributions to Flying Dust First Nation</i>	<i>Total investment</i>
Constructions Services	1,737,089	(421,517)	(200,000)	1,115,572
Real Estate Services	(446,321)	341,278	-	(105,043)
Energy Services	563,659	(41,960)	(465,000)	56,699
Retail Services	670,596	(508,100)	-	162,496
	2,525,023	(630,299)	(665,000)	1,229,724



Flying Dust First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

8. Investment in Nation business enterprises *(Continued from previous page)*

Summary financial information for each First Nation business enterprise, by industry, for their year ended March 31, 2020 accounted for using the modified equity method, is as follows:

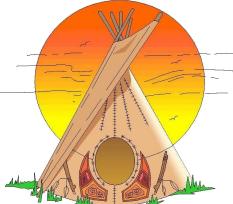
	<i>Construction Services</i>	<i>Real Estate Services</i>	<i>Energy Services</i>	<i>Retail Services</i>
Assets	4,790,489	6,665,379	125,728	5,791,673
Liabilities	3,674,917	6,770,422	69,029	5,629,177
Net Assets	1,115,572	(105,043)	56,699	162,496

	<i>Construction Services</i>	<i>Real Estate Services</i>	<i>Energy Services</i>	<i>Retail Services</i>
Revenues	3,481,156	1,298,774	153,950	5,712,004
Expenses	(3,902,673)	(957,496)	(195,910)	(6,220,104)
Contributions to Flying Dust First Nation	(200,000)	-	(465,000)	-
Net change for the year	(621,517)	341,278	(506,960)	(508,100)

Principal repayments on long-term debt of the First Nation's business enterprises, by industry, in each of the next five years assuming all term debt is subject to contractual terms of repayment and long-term debt subject to refinancing is renewed, are estimated as follows:

	<i>2021</i>	<i>2022</i>	<i>2023</i>	<i>2024</i>	<i>2025</i>	<i>Thereafter</i>	<i>Total</i>
Long-term debt owed to parties external to the First Nation							
Construction Services	659,523	671,574	684,015	335,094	124,149	-	2,474,355
Real Estate Services	938,036	967,036	828,036	459,036	459,036	2,847,918	6,499,098
Retail Services	103,900	97,721	101,844	106,142	110,620	3,479,773	4,000,000

During the year, the First Nation purchased supplies from business enterprises at their exchange amounts, which is the amount of consideration established between the parties.



Flying Dust First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

9. Funds held in trust

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

	2020	2019
Capital Trust		
Balance, beginning of year	786,050	346,697
Lease revenue	594,936	439,353
	<hr/>	<hr/>
Less: Transfers to Flying Dust First Nation	1,380,986	786,050
	602,140	-
Balance, end of year	<hr/>	<hr/>
	778,846	786,050
Revenue Trust		
Balance, beginning of year	33,952	25,752
Interest	33,223	8,913
Lease revenue	52,041	51,041
	<hr/>	<hr/>
Less: Transfers to Flying Dust First Nation	119,216	85,706
	42,126	51,754
Balance, end of year	<hr/>	<hr/>
	77,090	33,952
	<hr/>	<hr/>
	855,936	820,002

Disbursements from the trust have been utilized as follows:

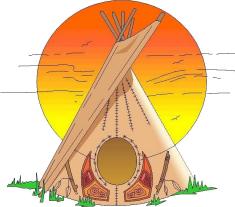
BCR Number	Date	Ottawa Trust Fund	Amount	Purpose of disbursement
19-02801-0001	January 14, 2020	Capital Trust	352,140	Renovations to Housing units
19-02801-0002	January 14, 2020	Capital Trust	250,000	Road upgrades - paving
19-41801-0001	May 2, 2019	Revenue Trust	42,126	Elder's utilities and programming

10. Market based member loan program

Flying Dust First Nation Housing Program provides market based loans to qualifying members. These loans are up to \$30,000, with interest at 4.99% and are payable up to 10 years.

11. Bank indebtedness

Bank indebtedness is represented by cash balances less outstanding cheques plus deposits. At March 31, 2020 the First Nation has three separate lines of credit available totaling \$920,000 (2019 - two lines of credit available totaling \$420,000). At March 31, 2020, \$756,054 (2019 - \$154,853) had been drawn against these lines of credit. The line of credits all charge interest at bank prime plus 1.00% (2019 - both charge interest at bank prime plus 1.00%) and are secured by redirection of ISC and MLTC funding.



Flying Dust First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

12. Deferred revenue

	<i>Balance, beginning of the year</i>	<i>Amount received</i>	<i>Amount expended</i>	<i>Transfer</i>	<i>Balance, end of year</i>
MLTC - Jordan's Principle	145,471	774,711	818,355	-	101,827
MLTC - Brighter Futures (Diabetes)	-	5,000	1,574	-	3,426
MLTC - Brighter Futures (Prenatal)	-	11,013	5,726	-	5,287
MLTC - Brighter Futures (Pandemic)	-	100,000	17,987	-	82,013
MLTC - Brighter Futures (Emergency)	-	15,000	3,593	-	11,407
MLTC - Brighter Futures (Palative Care)	-	12,246	-	-	12,246
MLTC - Daycare	-	240,110	148,878	-	91,232
MLTC - Headstart	-	242,146	130,122	-	112,024
ISC - Capital School	1,639,668	5,024,215	6,652,236	(11,647)	-
ISC - Contaminated Sites (Railbed Remediation)	1,570,493	4,239,633	3,307,617	-	2,502,509
ISC - Phase I & II Environmental Site Assessment	199,390	-	5,667	-	193,723
ISC - Drainage	-	540,000	177	-	539,823
ISC - Water Treatment Plant	-	50,000	-	-	50,000
ISC - Community Development	39,000	-	39,000	-	-
ISC - COVID-19	-	55,420	-	-	55,420
ISC - First Nations Lands	49,803	-	49,803	-	-
FDFN - Summer Games Fundraising	235,600	522,194	941,866	184,072	-
Flying Dust Housing Corporation	-	102,225	-	-	102,225
	3,879,425	11,933,913	12,122,601	172,425	3,863,162

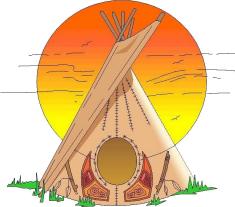
13. Advances from related Nation entities

Flying Dust First Nation is related to the following entities by virtue of their ownership interest in them. The advances are unsecured, bear no interest, and have no fixed terms of repayment.

	2020	2019
Advances from FDB Holding Corporation	88,873	-
Advances from FDB Gravel Inc.	-	100,000
Advances from Flying Energy Oil & Gas Limited Partnership	-	78,421
	88,873	178,421

14. Term loan due on demand

	2020	2019
Indigenous Services Canada term loan for expenditures relating to the 1932 Specific Claim filed with Canada. Loan is interest free and repayable on the earlier of March 31, 2021 or the date on which the specific claim is settled.	730,142	404,084



Flying Dust First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

15. Long-term debt

	2020	2019
TD bank loan for the construction of the arena, interest at prime plus 1.00% (2020 - 3.45%; 2019 - 4.95%), maturity date of April 2032, repayable in quarterly instalments of \$33,699 plus interest. Secured by general security agreement.	1,516,449	1,651,244
FNBC bank loan for paving, interest at prime plus 1.00% (2020 - 3.45%; 2019 - 4.95%), maturity date of September 2033, repayable in quarterly instalments of \$29,855 plus interest, secured by general security agreement and second charge on all assets.	1,462,933	1,582,356
BMO housing construction loan bearing interest at 4.59% (2019 - 4.59%), matures June 2043, repayable in fixed monthly instalments of \$7,169 including interest, secured by general security agreement and second charge on all assets.	1,227,970	1,165,109
FNBC loan, interest at 4.14% (2019 - 4.14%), maturity date of February 2025, repayable in fixed monthly instalments of \$9,239 including interest, secured by a general security agreement and second charge on all assets.	492,065	-
BMO Market Garden demand loan repayable in monthly instalments of \$2,463 plus interest at the lenders' rate prime plus 1.50% (2020 - 3.95%, 2019 - interest only at prime rate plus 1.5%; 5.45%), due December 2029, secured by general security agreement and second charge on all assets.	288,213	656,926
BMO consolidation loan bearing interest at prime plus 1.00% (2020 - 3.45%; 2019 - 4.95%), maturity date of December 2042, repayable in monthly instalments of \$1,027, plus interest, secured by general security agreement and second charge on all assets.	268,105	-
BMO Phase XI CMHC housing loan, interest at prime plus 1.00% (2020 - 3.45%; 2019 - 4.95%), maturity date of December 2023, repayable in monthly instalments of \$5,917 plus interest, secured by general security agreement and second charge on all assets.	266,250	337,250
BMO operating loan, interest at prime plus 1.00% (2020 - 3.45%; 2019 - 4.95%), maturity date of May 2028, repayable in monthly instalments of \$2,500 plus interest, secured by general security agreement and second charge on all assets.	245,000	275,000
BMO renovation re-advanceable line bearing interest at 4.59% (2019 - 4.59%), payable in fixed monthly instalments of \$2,720 including interest, secured by general security agreement and second charge on all assets.	223,258	-
BMO housing loan bearing interest at 4.60% (2019 - 4.60%), matures June 2024, repayable in fixed monthly instalments of \$1,309 including interest, secured by general security agreement and second charge on all assets.	164,011	-
FNBC school bus loan, interest at prime plus 1.00% (2020 - 3.45%; 2019 - 4.95%), maturity date of February 2023, repayable in monthly instalments of \$1,679 plus interest, secured by a general security agreement and second charge on all assets.	57,035	77,951
FNBC bus loan, interest at prime plus 1.00% (2020 - 3.45%; 2019 - 4.95%), maturity date of May 2022, repayable in monthly instalments of \$1,833 plus interest, secured by general security agreement and second charge on all assets.	45,833	67,833
BMO equipment re-advanceable line bearing interest at prime plus 1.00% (2020 - 3.45%; 2019 - 4.95%), payable in monthly instalments of \$500 plus interest, secured by general security agreement and second charge on all assets.	28,500	-
CMHC housing mortgage - Phase VI interest at 1.97% (2019 - 1.97%), maturity date of December 2027, repayable in monthly principal and interest payments of \$4,884. Secured by a ministerial guarantee.	421,075	470,874



Flying Dust First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

15. Long-term debt *(Continued from previous page)*

CMHC housing mortgage - Phase VII interest at 1.12% (2019 - 1.12%), maturity date of February 2030, repayable in monthly principal and interest payments of \$800. Secured by a ministerial guarantee.

90,053 98,591

CMHC housing mortgage - Phase VIII interest at 1.35% (2019 - 1.35%), maturity date of May 2032, repayable in monthly principal and interest payments of \$3,429. Secured by a ministerial guarantee.

461,498 496,158

CMHC housing mortgage - Phase IX interest at 1.84% (2019 - 1.84%), maturity date of September 2037, repayable in monthly principal and interest payments of \$971. Secured by a ministerial guarantee.

174,342 182,709

CMHC housing mortgage - Phase X interest at 2.50% (2019 - 2.50%), maturity date of June 2033, repayable in monthly principal and interest payments of \$6,155. Secured by a ministerial guarantee.

833,077 885,462

CMHC housing mortgage - Phase XI interest at 2.70% (2019 - 2.70%), maturity date of November 2033, repayable in monthly principal and interest payments of \$3,338. Secured by a ministerial guarantee.

457,765 485,099

CMHC housing mortgage - Phase XII interest at 1.67%, maturity date of July 2034, repayable in monthly principal and interest payments of \$3,161. Secured by a ministerial guarantee.

483,379 388,025

CMHC housing mortgage advances towards completion of the CMHC Phase XIII housing units. Terms to be established upon completion of construction. Secured by a ministerial guarantee.

250,292 -

BMO Phase XIII housing loan, interest at prime plus 1.00% (2020 - 3.45%; 2019 - 4.95%), maturity date of February 2030, repayable in monthly instalments of \$1,149 plus interest, secured by general security agreement and second charge on all assets.

136,721 -

Loan repaid in full during the year.

- 297,910

Loan repaid in full during the year.

- 251,956

Loan repaid in full during the year.

- 133,935

Loan repaid in full during the year.

- 27,676

Loan repaid in full during the year.

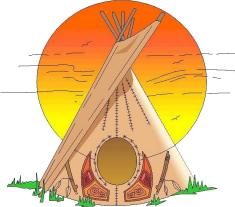
- 407

9,593,824 9,532,471

Less: current portion

825,000 1,345,743

8,768,824 8,186,728



Flying Dust First Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2020

15. 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:

2021	825,000
2022	837,000
2023	818,000
2024	799,000
2025	746,000
Thereafter	4,019,000

Long-term debt is subject to certain financial covenants with respect to timely submission of the annual audited consolidated financial statements to their lender as well as other restrictions that may be in place. It is management's opinion that the First Nation is likely to remain in compliance with all long-term debt covenants throughout the next twelve months subsequent to March 31, 2020.

16. Tangible capital assets

The tangible capital assets reconciliation is included in Schedule 1. Details of amounts included in assets under construction are as follows:

Project	Budget	Cumulative costs to March 31, 2020
Capital Water Treatment Plant	50,000	32,634
Housing	2,010,000	875,414

Tangible capital assets includes land with a carrying value of \$9,160,793 (2019 - \$9,105,793) for which no amortization has been recorded.

The First Nation's tangible capital assets include land contributed through the Flying Dust Treaty Land Entitlement Trust (TLE Trust). Land is recorded at cost paid by the TLE Trust. During the year, Flying Dust TLE Trust acquired land for the beneficial use of the members of Flying Dust First Nation for \$55,000 (2019 - \$896,412). This amount has been reflected as a contribution of land in the consolidated financial statements.

The First Nation holds works of art and historical treasures, which have not been included in tangible capital assets due to the inability of estimating future benefits associated with such property.

17. Loss on partnership obligation

Due to a guarantee extended to a related party, the First Nation became responsible for the line of credit of the related party. This has been recorded as an increase in bank indebtedness and a loss on partnership obligation in the amount of the line of credit.



Flying Dust First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

18. Accumulated surplus

Accumulated surplus consists of the following:

	2020	2019
Equity in funds held in trust	855,936	820,002
Equity in investments	1,229,777	2,525,076
Equity in CMHC reserves	450,961	509,771
Equity in tangible capital assets	36,347,483	28,401,577
Operating deficit	(3,821,012)	(1,478,965)
	35,063,145	30,777,461

The equity in tangible capital assets represents accumulated surplus amounts not available for operations, but rather past transactions creating tangible capital assets that will be used to provide future services.

The CMHC reserves are replacement and operating reserve and are required to be funded to provide for future upgrades to existing CMHC housing units and finance any future operating deficits of the program as required by agreements with CMHC.

Equity in Ottawa Trust Funds report on trust moneys owned by the First Nation and held by the Government of Canada.

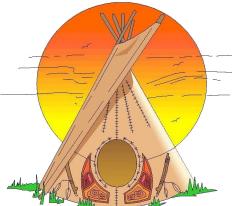
Equity in investments relates to earnings in commercial business operations owned by the First Nation.

19. Defined contribution pension

The First Nation provides a defined contribution pension plan for eligible members of its staff. The First Nation matches employees' contributions between 4-9%. The amount to be received by employees will be the amount of retirement annuity that could be purchased based on the employee's share of the pension plan at the time of the employee's withdrawal from the plan.

20. Reconciliation of funding from Indigenous Services Canada

	2020	2019
Funding per ISC confirmation	16,214,669	12,766,494
Add:		
Prior year unearned funding	3,587,158	10,380,518
Amounts received relating to capital projects from prior year	1,227,400	1,227,400
Less:		
Current year unearned funding	(3,430,279)	(2,077,400)
Amounts not received relating to capital projects	-	(3,498,355)
	17,598,948	17,571,257



Flying Dust First Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2020

21. Canada Mortgage and Housing Corporation reserves

Under agreements with Canada Mortgage and Housing Corporation (CMHC) the First Nation established the following:

- The replacement reserve to ensure replacement of capital equipment and for major repairs to housing units, which requires an annual cash allocation of \$34,438 to the reserve. At March 31, 2020, the reserve is required to be funded to a level of \$201,386 (2019 - \$239,725). At March 31, 2020 the cash balance in the reserve is \$241,743 (2019 - \$nil).
- An operating surplus reserve established for housing units under the Post 1997 Fixed Subsidy Program which requires surpluses to be funded with cash. Future operating losses are able to draw on the reserve funds to sustain operations. At March 31, 2020 the operating reserve is required to be funded to a level of \$249,575 (2019 - \$270,046). At March 31, 2020 the cash balance in the reserve is \$44,831 (2019 - \$nil).

In accordance with the terms of the agreement, CMHC reserve monies must be held or invested only in accounts or instruments guaranteed by the Canada Deposit Insurance Corporation, or as otherwise approved by CMHC. Reserve withdrawals are credited first to interest and then to principal.

22. 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.

Fair Value of Financial Instruments

The First Nation has measured its investment in Gensource Potash Corporation as a Level 1 financial asset. All other financial assets and financial liabilities have been assessed at Level 2.

Credit Risk

Credit risk is the risk of financial loss because a counter party to a financial instrument fails to discharge its contractual obligations.

The First Nation manages its credit risk by actively limiting the amount of non-funding accounts receivable outstanding.

Liquidity Risk

Liquidity risk is the risk that the First Nation will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivery of cash or another financial asset. The First Nation enters into transactions to borrow funds from financial institutions, for which repayment is required at various maturity dates.

The First Nation manages the liquidity risk resulting from term loans due on demand and long-term debt by actively managing its cashflows to insure it will have sufficient cash flows to fund its operations and to meet its obligations when due, under both normal and stressed conditions.

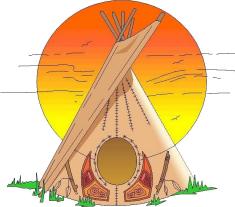
Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. Changes in market interest rates may have an effect on the cash flows associated with some financial assets and liabilities, known as cash flow risk, and on the fair value of other financial assets or liabilities, known as price risk.

The First Nation is exposed to interest rate risk with respect to its term loans due on demand and long-term debt.

Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or foreign currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The First Nation is exposed to other price risk through its investment in Gensource Potash Corporation, for which the market price fluctuates.



Flying Dust First Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2020

23. Budget information

The disclosed budget information has been approved by the Chief and Council of Flying Dust First Nation at a meeting held on DATE, 2019.

In preparation of the annual budget of the First Nation, management does not budget for purchases of capital assets, amortization, principal payments on debt, or earnings and distributions from investments in Nation business entities.

The budget process followed by management only includes activities directed by the First Nation. Management does not prepare a budget for capital projects administered through third party managers.

24. Economic dependence

Flying Dust First Nation receives substantially all of its revenue from Indigenous Services Canada (ISC) as a result of Treaties entered into with the Government of Canada. These Treaties are administered by ISC under the terms and conditions of the Indian Act. The Treaty provisions provided under Treaty 6 include Education, Health, Hunting, Fishing and Gathering. 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. Significant event

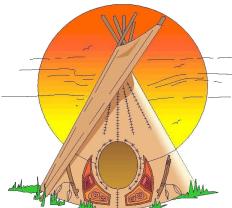
During the year, there was a global outbreak of COVID-19 (coronavirus), which has had a significant impact on the First Nation due to restrictions put in place by the Canadian, provincial, and municipal governments regarding travel, business operations, and isolation/quarantine orders. The First Nation has been impacted by office closures, travel restrictions, cancellation of events and increased costs of compliance with other guidelines and regulation. It is expected that future funding from First Nations Trust and Northern Light Community Development Corporation will be negatively impacted by the pandemic due to the temporary closure of SIGA casinos. Funding has been received to cover some of the additional costs associated with the pandemic through government transfers.

At this time, it is unknown the extent of the impact the COVID-19 outbreak may have on the First Nation as this will depend on future developments that are highly uncertain and that cannot be predicted with confidence. These uncertainties arise from the inability to predict the ultimate geographic spread of the disease, and the duration of the outbreak, including the duration of travel restrictions, business closures or disruptions, and quarantine/isolation measures that are currently, or may be put, in place by Canada and other countries to fight the virus.

26. Comparative figures

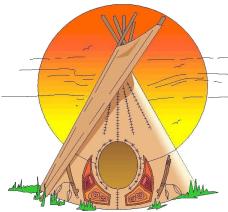
Certain comparative figures have been reclassified to conform with current year's presentation.

On the Consolidated Statement of Financial Position, \$271,808 was reclassified from accounts receivable to market based member loan program for 2019.



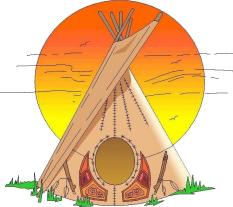
Flying Dust First Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2020

	<i>Land</i>	<i>Houses</i>	<i>Building</i>	<i>Infrastructure</i>	<i>Equipment</i>	<i>Vehicles</i>	<i>Subtotal</i>
Cost							
Balance, beginning of year	9,105,793	15,287,645	15,853,438	5,919,174	1,697,801	1,438,906	49,302,757
Acquisition of tangible capital assets	55,000	-	-	-	42,507	229,197	326,704
Construction-in-progress	-	2,465,722	14,456,734	-	-	-	16,922,456
Disposal of tangible capital assets	-	-	-	-	(178,392)	-	(178,392)
Balance, end of year	9,160,793	17,753,367	30,310,172	5,919,174	1,561,916	1,668,103	66,373,525
Accumulated amortization							
Balance, beginning of year	-	11,950,614	4,103,038	3,181,711	1,343,026	631,292	21,209,681
Annual amortization	-	292,444	891,640	50,781	129,366	173,174	1,537,405
Accumulated amortization on disposals	-	-	-	-	(178,392)	-	(178,392)
Balance, end of year	-	12,243,058	4,994,678	3,232,492	1,294,000	804,466	22,568,694
Net book value of tangible capital assets	9,160,793	5,510,309	25,315,494	2,686,682	267,916	863,637	43,804,831
2019 Net book value of tangible capital assets	9,105,793	2,954,938	11,750,400	2,737,463	426,953	1,117,529	28,093,076



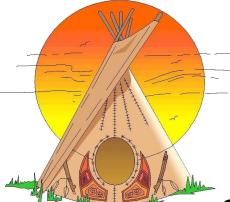
Flying Dust First Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2020

	<i>Subtotal</i>	<i>Assets under construction</i>	2020	2019
Cost				
Balance, beginning of year	49,302,757	9,432,035	58,734,792	48,645,663
Acquisition of tangible capital assets	326,704	8,398,469	8,725,173	10,089,129
Construction-in-progress	16,922,456	(16,922,456)	-	-
Disposal of tangible capital assets	(178,392)	-	(178,392)	-
Balance, end of year	66,373,525	908,048	67,281,573	58,734,792
Accumulated amortization				
Balance, beginning of year	21,209,681	-	21,209,681	20,107,795
Annual amortization	1,537,405	-	1,537,405	1,101,886
Accumulated amortization on disposals	(178,392)	-	(178,392)	-
Balance, end of year	22,568,694	-	22,568,694	21,209,681
Net book value of tangible capital assets	43,804,831	908,048	44,712,879	37,525,111
2019 Net book value of tangible capital assets	28,093,076	9,432,035	37,525,111	



Flying Dust First Nation
Schedule 2 - Schedule of Consolidated Expenses by Object
For the year ended March 31, 2020

	2020 Budget (Note 23)	2020	2019
Consolidated expenses by object			
Salaries and benefits	5,681,624	7,292,974	5,655,206
Railway remediation	2,268,004	3,307,617	5,241,898
Contracted services	65,400	255,055	86,550
Program expense	819,608	1,705,267	902,009
Amortization	135,000	1,537,405	1,101,886
Tuition	1,507,604	1,349,276	1,404,566
Assistance	1,044,071	1,276,705	1,109,271
Rebate payments	-	1,165,289	1,339,659
Professional fees	677,384	663,141	922,096
Repairs and maintenance	578,396	569,294	755,334
Renovation materials	-	597,492	634,194
Supplies	283,990	453,054	364,189
Community events	50,200	201,040	145,480
Travel	312,233	439,872	422,942
Interest on long-term debt	217,351	401,654	306,462
Utilities	332,892	395,996	359,359
Transportation	154,932	326,871	270,412
Community donations	38,500	175,171	99,203
Student expenses	256,204	268,725	282,967
Rent	165,558	243,865	190,065
Aggregate expansion grant	-	250,000	-
Fuel station expansion Grant	240,000	240,000	250,000
Insurance	167,778	190,687	172,661
Municipal agreements	156,480	127,572	147,058
Furniture and equipment	283,500	127,235	16,524
Bank charges and interest	14,000	120,841	56,195
Telephone	86,755	118,681	90,782
Office supplies	75,119	94,077	101,477
IT support	58,604	88,103	81,515
Honouraria	97,600	86,650	97,155
Training	50,157	57,920	162,209
Meeting	101,106	32,958	107,177
Funeral	30,000	31,691	54,809
Bingo prize payouts	52,000	30,055	80,683
Institutional adult care fees	27,300	24,563	53,622
Specific claims expenses	-	24,000	24,000
Bingo expenses	44,500	23,719	40,640
Bad debts	-	21,537	-
Freight	10,538	16,505	14,534
Pandemic	-	15,473	-
Septic waste hauling	18,990	14,005	21,370
Consulting	11,480	12,778	11,760
Graduation assistance	6,500	7,100	7,531
Miscellaneous	-	5,528	-
Retail costs	25,000	-	36,380
Administration	131,643	-	-
	16,278,001	24,387,441	23,221,830



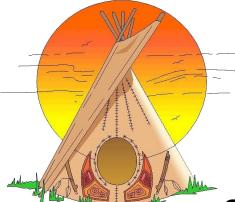
Flying Dust First Nation

Administration

Schedule 3 - Consolidated Segment Revenues and Expenses and Surplus (Deficit)

For the year ended March 31, 2020

	2020	2019
Revenue		
Indigenous Services Canada	633,292	765,591
MLTC Program Services Inc.	6,725	1,000
Capital trust fund	242,795	439,353
Grant revenue from business enterprises	235,000	-
Other revenue	179,380	51,880
Interest income	40,228	63,821
Northern Lights CDC	30,304	5,000
Management fees	25,000	60,000
Expense recoveries	14,328	18,077
Revenue trust fund	11,448	59,954
Government of Canada	5,855	-
	1,424,355	1,464,676
Expenses		
Administration	(321,467)	(267,871)
Advertising	1,343	303
Amortization	29,595	16,911
Bank charges and interest	69,319	23,752
Freight	1,447	1,102
Honouraria	61,250	66,700
IT support	16,274	31,238
Insurance	6,014	6,015
Meeting	8,023	7,416
Miscellaneous	5,528	-
Office supplies	33,698	64,697
Professional fees	140,381	142,122
Rent	45,859	34,652
Salaries and benefits	936,037	948,680
Supplies	4,569	4,770
Telephone	17,300	17,038
Training	2,061	4,212
Travel	104,666	95,711
Youth program expenses	30,339	-
	1,192,236	1,197,448
Surplus before transfers	232,119	267,228
Transfers between programs	(78,567)	20,000
Surplus	153,552	287,228



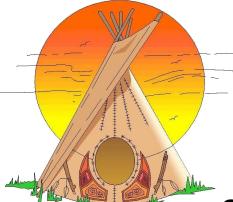
Flying Dust First Nation Band Programs

Schedule 4 - Consolidated Segment Revenues and Expenses and Surplus (Deficit)

For the year ended March 31, 2020

	2020	2019
Revenue		
MLTC Child & Family Services Inc.	787,182	-
MLTC Program Services Inc.	293,224	217,234
Indigenous Services Canada	26,000	250,000
Settlement monies	698,094	-
Sponsorship	294,310	123,311
Contracting income	282,424	-
Deferred fundraising revenue	235,600	-
First Nations Trust funds	219,630	54,809
Grant revenue from business enterprises	210,000	460,000
MLTC RDI	185,000	366,000
Rental income	174,182	100,334
Dunmac security contracts	108,237	142,013
Bingo revenues	85,459	157,243
Revenue trust fund	73,817	-
Other revenue	47,822	66,807
Fundraising revenue	39,667	262,781
Expense recoveries	28,217	54,222
Grant funding	23,084	5,052
Government of Canada	4,420	-
Northern Lights CDC	-	91,250
Deferred fundraising revenue	-	(235,601)
Western Economic Diversification grant revenue	-	396,854
Earnings (loss) from investment in Nation business entities	(1,295,299)	1,929,481
	2,521,070	4,441,790

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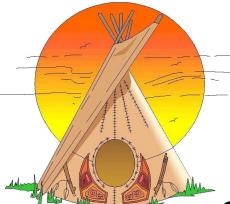


**Flying Dust First Nation
Band Programs**

Schedule 4 - Consolidated Segment Revenues and Expenses and Surplus (Deficit)

For the year ended March 31, 2020

	2020	2019
Revenue <i>(Continued from previous page)</i>	2,521,070	4,441,790
Expenses		
Administration	6,000	7,000
Advertising	5,641	2,555
Amortization	123,537	114,714
Bad debts	21,537	-
Bank charges and interest	1,276	2,108
Bingo prize payouts	30,055	80,683
Charity payouts	22,739	18,929
Community donations	59,680	60,664
Community events	369	5,742
Contracted services	7,666	-
Elders programming expense	8,111	13,887
Freight	1,917	2,500
Funeral	31,691	54,809
Furniture and equipment	10,600	14,550
Honouraria	3,300	4,900
IT support	2,853	6,000
Insurance	17,300	18,732
Interest on long-term debt	104,701	22,916
Meeting	5,453	6,181
Office supplies	1,823	2,905
Operating costs	980	21,711
Professional fees	319,582	237,027
Program expenses	2,471	-
Renovation materials	33,071	-
Rent	12,999	3,600
Repairs and maintenance	15,521	9,589
Salaries and benefits	973,127	683,599
Septic waste hauling	73	155
Specific claims expenses	24,000	24,000
Summer games event expenses	715,990	420,716
Supplies	76,669	81,592
Telephone	11,903	10,390
Training	2,051	2,625
Transportation	32,411	34,437
Travel	63,263	17,906
Utilities	117,418	119,064
Youth program expenses	4,874	4,518
	2,872,652	2,110,704
Surplus (deficit) before transfers	(351,582)	2,331,086
Transfers between programs	385,881	(165,889)
Surplus	34,299	2,165,197



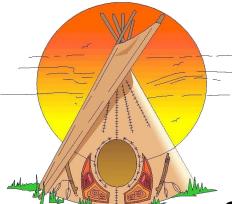
Flying Dust First Nation

Capital

Schedule 5 - Consolidated Segment Revenues and Expenses and Surplus (Deficit)

For the year ended March 31, 2020

	2020	2019
Revenue		
Indigenous Services Canada	7,194,240	6,632,491
Canada Mortgage and Housing Corporation	435,222	486,978
Contracting income	508,905	381,963
Capital trust fund	352,140	-
Rental income	331,744	147,670
Sales Tax Revenues	150,000	50,000
Grant revenue from business enterprises	120,000	-
Grant funding	67,835	54,333
Expense recoveries	10,421	2,555
Insurance proceeds	9,606	65,000
Other revenue	5,000	-
Interest income	1,464	-
Northern Lights CDC	-	25,000
	9,186,577	7,845,990
Expenses		
Administration	-	11,479
Advertising	-	17
Amortization	324,619	235,729
Bank charges and interest	44,629	26,198
Community donations	500	-
Contracted services	43,976	72,858
Freight	5,096	5,517
Honouraria	6,000	4,900
IT support	7,903	6,626
Insurance	115,200	91,722
Interest on long-term debt	201,119	124,292
Meeting	922	1,855
Professional fees	25,824	28,235
Program expenses	5,670	1,797
Renovation materials	545,283	634,194
Rent	32,287	56,101
Repairs and maintenance	257,235	413,073
Salaries and benefits	1,295,605	622,005
Septic waste hauling	10,212	16,945
Supplies	64,358	74,632
Telephone	8,145	6,497
Training	3,824	98,721
Transportation	117,751	84,966
Travel	30,630	38,729
Utilities	9,376	8,264
	3,156,164	2,665,352
Surplus before transfers	6,030,413	5,180,638
Transfers between programs	-	190,000
Surplus	6,030,413	5,370,638

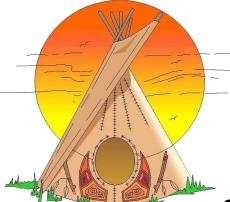


**Flying Dust First Nation
Economic Development**

Schedule 6 - Consolidated Segment Revenues and Expenses and Surplus (Deficit)

For the year ended March 31, 2020

	2020	2019
Revenue		
Indigenous Services Canada	450,000	420,000
MLTC Program Services Inc.	59,275	59,315
Sales Tax Revenues	1,665,054	1,998,211
Expense recoveries	124,225	88,263
Other revenue	73,061	26,073
Interest income	-	18
Contributions	-	42,362
	2,371,615	2,634,242
Expenses		
Administration	-	7,000
Advertising	4,726	8,098
Aggregate Expansion grant	250,000	-
Assistance	101,468	75,514
Bank charges and interest	1,882	1,214
Community donations	114,991	38,539
Community events	189,926	125,575
Consulting	6,000	-
Contracted services	99,038	-
Freight	219	322
Fuel station Expansion Grant	240,000	250,000
Home ownership grants	65,000	27,000
IT support	3,723	3,000
Insurance	3,007	3,007
Interest on long-term debt	1,305	-
Meeting	2,224	68,224
Office supplies	2,127	5,715
Pandemic	15,473	-
Professional fees	70,502	362,273
Program expenses	36,064	2,000
Rebate payments	1,165,289	1,339,659
Rent	12,000	7,200
Repairs and maintenance	57,185	121,183
Salaries and benefits	138,339	90,949
Supplies	1,406	892
Telephone	3,125	3,528
Training	10,065	27,378
Travel	55,052	54,756
Utilities	-	3,000
	2,650,136	2,626,026
Other income (expense)		
Contribution of land	55,000	896,412
Loss on partnership	(477,580)	-
Surplus (deficit) before transfers	(701,101)	904,628
Transfers between programs	(295,881)	15,889
Surplus (deficit)	(996,982)	920,517



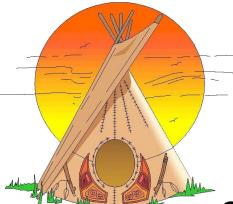
Flying Dust First Nation

Education

Schedule 7 - Consolidated Segment Revenues and Expenses and Surplus (Deficit)

For the year ended March 31, 2020

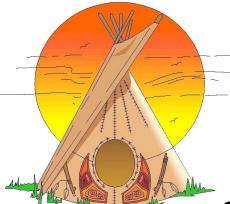
	2020	2019
Revenue		
Indigenous Services Canada	3,623,362	3,219,221
MLTC Program Services Inc.	292,700	286,700
Northwest School Division	386,088	304,633
Grant revenue from business enterprises	100,000	-
Expense recoveries	7,875	5,976
Other revenue	-	1,567
	4,410,025	3,818,097
Expenses		
Administration	86,756	67,403
Advertising	758	1,751
Amortization	417,733	74,621
Bank charges and interest	701	1,288
Bussing costs	3,932	5,810
Community events	6,062	11,852
Contracted services	13,317	202
Early Reading & Literacy Wages	88,246	107,601
Freight	3,141	846
Furniture and equipment	97,332	1,974
Graduation assistance	7,100	7,531
Honouraria	2,400	3,825
IT support	24,916	13,650
Insurance	9,270	14,281
Interest on long-term debt	2,351	2,351
LLRC curriculum development	3,388	8,110
LLRC land-based activities	11,245	17,692
Language & Culture Wages	79,246	76,764
Meeting	1,602	1,874
Numeracy Wages	35,020	73,753
Numeracy materials	36,823	59
Office supplies	22,318	9,660
PAA program expenses	2,308	1,000
Rent	28,401	11,416
Repairs and maintenance	33,015	58,682
Salaries and benefits	1,368,943	1,081,649
Student expenses	268,725	282,967
Supplies	159,396	73,601
Telephone	32,682	11,227
Training	7,101	11,632
Transportation	30,418	37,043
Travel	13,482	25,788
Tuition	1,349,276	1,404,566
Utilities	44,708	38,285
Youth program expenses	30,062	16,800
	4,322,174	3,557,554
Surplus before transfers	87,851	260,543
Transfers between programs	119,854	60,000
Surplus	207,705	320,543



Flying Dust First Nation
Flying Dust Property Tax Program
Schedule 8 - Consolidated Segment Revenues and Expenses and Surplus (Deficit)

For the year ended March 31, 2020

	2020	2019
Revenue		
Property tax revenue	132,851	123,410
Transfers between programs		
Transfer to Community Safety Officer	(25,000)	-
Transfer to Recreation	(25,000)	(40,000)
Transfer to Instruction	(59,854)	(60,000)
Transfer to Band Support Funding	(21,433)	(20,000)
	(131,287)	(120,000)
Surplus	1,564	3,410



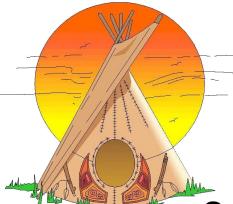
Flying Dust First Nation

Health

Schedule 9 - Consolidated Segment Revenues and Expenses and Surplus (Deficit)

For the year ended March 31, 2020

	2020	2019
Revenue		
Meadow Lake Health & Social Development Authority	1,947,754	1,449,192
MLTC Child & Family Services Inc.	431,892	252,853
Health Canada	143,750	140,378
MLTC Program Services Inc.	12,000	12,000
Indigenous Services Canada	1,412	-
Expense recoveries	20,963	-
Other revenue	47,825	46,874
	2,605,596	1,901,297
Expenses		
ADI garden & food skills grant expense	4,360	-
Administration	217,366	163,644
Advertising	918	-
Block A Emergency response expense	3,593	-
Community based program fund expense	24,714	22,774
Community events	1,683	2,311
Contracted services	33,032	2,485
Diabetes program fund expense	1,574	6,518
Domestic violence program fund expense	12,817	12,534
FAS program fund expense	3,000	840
FNARF program fund expense	11,961	11,132
Freight	3,082	1,426
Furniture and equipment	1,394	-
IT support	17,118	15,000
Insurance	10,115	12,522
MMIWG program expense	6,507	-
Meeting	599	227
NAYSPS program fund expense	10,218	9,911
Office supplies	24,938	9,313
Pandemic planning expenses	17,987	-
Prenatal program fund expense	5,726	7,170
Professional fees	3,663	5,579
Program expenses	290,534	189,511
Recreation wellness program fund expense	17,788	12,613
Renovation materials	19,138	-
Rent	66,385	34,785
Repairs and maintenance	13,783	10,082
Salaries and benefits	1,310,828	958,750
Supplies	69,488	27,676
Telephone	24,857	21,468
Training	7,402	4,007
Transportation	23,693	11,078
Travel	92,531	113,758
Utilities	91,553	50,399
Youth program expenses	293,368	94,842
	2,737,713	1,812,355
Surplus (deficit)	(132,117)	88,942

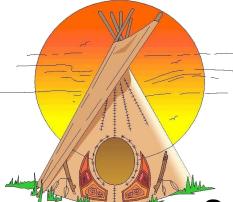


**Flying Dust First Nation
Infrastructure**

Schedule 10 - Consolidated Segment Revenues and Expenses and Surplus (Deficit)

For the year ended March 31, 2020

	2020	2019
Revenue		
Indigenous Services Canada	462,739	437,739
First Nations Trust	218,000	382,940
Northern Lights CDC	70,000	44,156
Rental income	69,375	120,615
Expense recoveries	56,227	(138)
Other revenue	51,441	50,849
Insurance proceeds	46,300	-
Fundraising revenue	6,000	14,069
	980,082	1,050,230
Expenses		
Advertising	450	250
Amortization	641,921	659,911
Bank charges and interest	1,025	-
Contracted services	51,056	3,875
Fire protection agreement	19,380	27,795
Freight	222	871
Furniture and equipment	17,909	-
Insurance	23,767	20,366
Interest on long-term debt	92,178	156,903
Municipal water agreement	70,409	93,083
Program expenses	28,350	-
Rent	23,549	21,229
Repairs and maintenance	192,555	142,726
Retail costs	-	36,382
Salaries and benefits	516,479	433,015
Septic waste hauling	3,720	4,270
Supplies	73,906	89,875
Telephone	9,085	9,102
Training	1,120	6,322
Transportation	121,626	100,753
Travel	8,507	9,652
Utilities	131,614	138,781
Waste disposal agreement	37,783	26,181
Youth program expenses	2,657	1,800
	2,069,268	1,983,142
Deficit	(1,089,186)	(932,912)

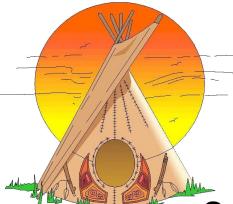


Flying Dust First Nation
Reserves and Trusts

Schedule 11 - Consolidated Segment Revenues and Expenses and Surplus (Deficit)

For the year ended March 31, 2020

	2020	2019
Revenue		
Indigenous Services Canada	3,740,358	4,430,405
Government of Canada	111,825	-
Government of Saskatchewan	28,381	29,003
Other revenue	19,060	25,000
CN Rail contracting	-	1,231,268
Expense recoveries	-	6,505
	3,899,624	5,722,181
 Expenses		
Administration	975	975
Community events	3,000	-
Consulting	6,778	11,760
Contracted services	6,970	7,130
Freight	538	755
Honouraria	13,700	16,830
IT support	6,263	3,000
Insurance	3,007	3,007
Meeting	14,135	21,400
Office supplies	8,155	5,126
Professional fees	103,189	146,860
Railway remediation	3,307,617	5,241,898
Rent	18,385	17,483
Salaries and benefits	197,695	174,765
Supplies	2,821	11,012
Telephone	6,974	5,162
Training	7,623	1,613
Transportation	932	2,135
Travel	27,785	48,519
Utilities	1,327	1,566
	3,737,869	5,720,996
 Surplus	161,755	1,185



**Flying Dust First Nation
Social Services**

Schedule 12 - Consolidated Segment Revenues and Expenses and Surplus (Deficit)

For the year ended March 31, 2020

	2020	2019
Revenue		
Indigenous Services Canada	1,467,545	1,415,810
Meadow Lake Health & Social Development Authority	121,246	103,700
Expense recoveries	34,750	160
Other revenue	6,290	-
	1,629,831	1,519,670
Expenses		
Administration	10,370	10,370
Assistance	1,175,237	1,033,757
Bank charges and interest	2,009	1,634
Freight	843	1,194
IT support	9,053	3,000
Institutional adult care fees	24,563	53,622
Insurance	3,007	3,007
Office supplies	1,018	4,061
Rent	4,000	3,600
Salaries and benefits	353,409	403,675
Supplies	441	139
Telephone	4,610	6,370
Training	16,673	5,700
Transportation	40	-
Travel	43,956	18,124
	1,649,229	1,548,253
Deficit	(19,398)	(28,583)