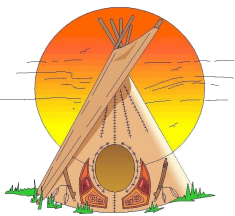




Flying Dust First Nation
Consolidated Financial Statements
March 31, 2023



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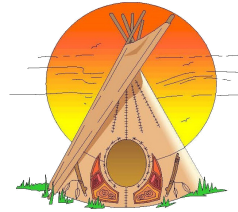
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Management's Responsibility



To the Members of Flying Dust First Nation

Management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of consolidated financial statements.

The Flying Dust First Nation Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the consolidated 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 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 Council and management to discuss their audit findings.

July 21, 2023

Signed by: Annette Ross

Chief Financial
Officer

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, 2023, and the consolidated statements of operations, accumulated surplus, remeasurement gains and losses, change in net debt and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the First Nation as at March 31, 2023, and the results of its consolidated operations, its consolidated change in its 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.

Independent Auditor's Report (Continued from previous page)

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

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

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

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

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

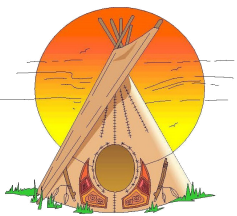
Saskatoon, Saskatchewan

July 21, 2023

MNP LLP

Chartered Professional Accountants

MNP



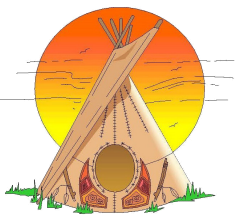
Flying Dust First Nation

Consolidated Statement of Financial Position

As at March 31, 2023

	2023	2022
Financial assets		
Current		
Cash and cash equivalents	2,838,773	2,000,201
Accounts receivable (Note 4)	2,349,787	1,279,941
Investment in Gensource Potash Corporation (Note 5)	127,395	484,100
Restricted cash (Note 6)	883,178	1,289,692
	6,199,133	5,053,934
Portfolio investments (Note 7)	2	2
Advances to related Nation entities (Note 8)	1,235,783	2,498,927
Investment in Nation business entities (Note 9)	2,833,612	2,646,623
Funds held in trust (Note 10)	760,316	480,666
Market based member loan program (Note 11)	214,307	220,914
Total financial assets	11,243,153	10,901,066

The accompanying notes are an integral part of these consolidated financial statements



Flying Dust First Nation

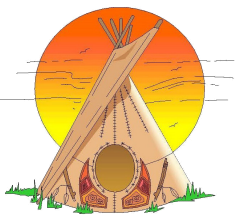
Consolidated Statement of Financial Position

As at March 31, 2023

	2023	2022
Liabilities		
Current		
Bank indebtedness (Note 12)	672,355	314,483
Accounts payable and accruals	2,545,281	2,420,302
Deferred revenue (Note 13)	7,143,262	6,609,769
Advances from related Nation entities (Note 14)	55,000	45,000
Current portion of long-term debt (Note 16)	888,200	904,200
	11,304,098	10,293,754
Term loans due on demand (Note 15)	1,057,480	960,673
	12,361,578	11,254,427
Long-term debt (Note 16)	7,182,375	7,888,637
Asset retirement obligation (Note 17)	1,807,000	-
Total financial liabilities	21,350,953	19,143,064
Net debt	(10,107,800)	(8,241,998)
Non-financial assets		
Tangible capital assets (Note 18)	47,856,241	44,791,506
Prepaid expenses	256,534	124,523
Total non-financial assets	48,112,775	44,916,029
Accumulated surplus	38,004,975	36,674,031
Accumulated surplus is comprised of:		
Accumulated surplus (Note 18)	38,127,581	36,439,932
Accumulated remeasurement gains (losses)	(122,606)	234,099
	38,004,975	36,674,031

Approved on behalf of Chief and Council

<u>Signed by: Rubyn Norman</u> Councillor	<u>Signed by: Jonnathon Mirasty</u> Councillor	
<u>Signed by: Tyson Bear</u> Chief	<u>Signed by: Connie Durocher</u> Councillor	

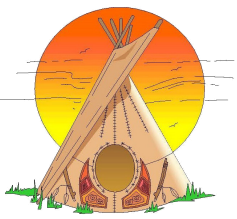


Flying Dust First Nation Consolidated Statement of Operations

For the year ended March 31, 2023

	<i>Schedules</i>	2023 Budget (Note 23)	2023 Actual	<i>2022 Actual</i>
Revenue				
Indigenous Services Canada		13,207,801	14,115,305	14,265,835
Meadow Lake Health & Social Development Authority Inc.		3,041,200	2,810,774	2,318,798
MLTC Child & Family Services Inc.		1,205,820	1,186,163	717,979
MLTC Program Services Inc.		779,381	790,731	787,578
Canada Mortgage and Housing Corporation		-	457,581	414,510
Province of Saskatchewan		2,902	148,717	8,146
First Nations Land Management Resource		68,409	76,967	77,053
Contracting income		201,000	2,411,715	6,459,433
MLTC RDI		1,200,000	1,477,778	1,117,222
Government of Canada settlement		1,086,395	1,207,267	-
Other revenue		526,009	1,206,788	685,652
Earnings from investment in Nation business entities		5,178	858,189	3,824,396
Rental income		176,217	657,716	491,904
Northwest School Division		570,000	606,841	571,302
First Nations Trust funds		146,657	566,168	252,768
Ottawa Trust Fund		25,190	346,259	275,722
Property tax revenue		-	237,821	132,482
Bingo revenues		-	296,887	104,397
Expense recoveries		56,688	101,734	21,776
Flying Dust Treaty Land Entitlement Trust		-	50,898	25,039
Grant funding		288,814	42,250	78,455
Northern Lights CDC		26,337	26,337	-
Interest income		6,078	8,186	11,189
Management fees		100	-	180,000
		22,620,176	29,689,072	32,821,636
Program expenses				
Administration	3	1,610,609	2,390,384	1,920,095
Band Programs	4	2,170,824	2,544,879	2,200,059
Capital	5	999,130	4,422,871	8,297,406
Economic Development	6	693,271	1,285,118	989,886
Education	7	5,891,119	5,335,382	5,091,249
Flying Dust Property Tax Program	8	-	4,500	10
Health	9	6,033,613	5,150,789	3,734,618
Infrastructure	10	2,649,359	3,359,509	2,792,611
Reserves and Trusts	11	607,832	1,077,445	2,570,983
Social Services	12	461,652	2,430,546	1,758,932
Total expenses		21,117,409	28,001,423	29,355,849
Surplus		1,502,767	1,687,649	3,465,787

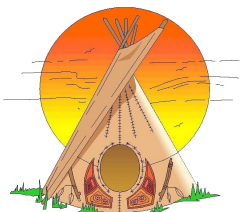
The accompanying notes are an integral part of these consolidated financial statements



Flying Dust First Nation
Consolidated Statement of Accumulated Surplus
For the year ended March 31, 2023

	2023	2022
Accumulated surplus, beginning of year	36,439,932	32,974,145
Surplus	1,687,649	3,465,787
Accumulated surplus, end of year	38,127,581	36,439,932

The accompanying notes are an integral part of these consolidated financial statements



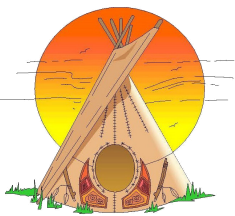
Flying Dust First Nation

Consolidated Statement of Remeasurement Gains and Losses

For the year ended March 31, 2023

	2023	2022
Accumulated remeasurement gains (losses), beginning of year	234,099	30,267
Remeasurement gains (losses) on investments	(356,705)	203,832
Accumulated remeasurement gains (losses), end of year	(122,606)	234,099

The accompanying notes are an integral part of these consolidated financial statements



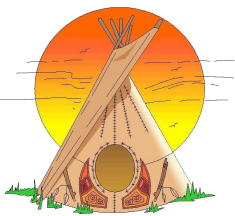
Flying Dust First Nation

Consolidated Statement of Change in Net Debt

For the year ended March 31, 2023

	2023 Budget (Note 23)	2023 Actual	2022 Actual
Annual surplus	1,502,767	1,687,649	3,465,787
Purchases of tangible capital assets	-	(3,549,311)	(2,662,987)
Addition of asset retirement obligation	-	(1,644,000)	-
Amortization of tangible capital assets	-	2,128,576	1,952,227
Proceeds of disposal of tangible capital assets	-	-	48,650
Acquisition of prepaid expenses	-	(256,534)	(124,523)
Use of prepaid expenses	-	124,523	238,945
Change in remeasurement gains (losses) for the year	-	(356,705)	203,832
Decrease (increase) in net debt	1,502,767	(1,865,802)	3,121,931
Net debt, beginning of year	(8,241,998)	(8,241,998)	(11,363,929)
Net debt, end of year	(6,739,231)	(10,107,800)	(8,241,998)

The accompanying notes are an integral part of these consolidated financial statements



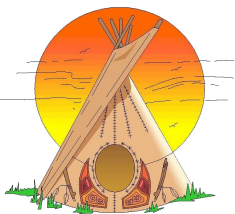
Flying Dust First Nation

Consolidated Statement of Cash Flows

For the year ended March 31, 2023

	2023	2022
Cash provided by (used for) the following activities		
Operating activities		
Surplus	1,687,649	3,465,787
Non-cash items		
Amortization	2,128,576	1,952,227
Accretion	163,000	-
Earnings from Flying Dust business entities	(852,519)	(3,824,396)
	3,126,706	1,593,618
Changes in working capital accounts		
Accounts receivable	(1,069,846)	(254,116)
Work in progress	-	1,879,719
Prepaid expenses	(132,011)	114,422
Restricted cash	406,514	(49,012)
Accounts payable and accruals	124,979	459,962
Deferred revenue	533,493	140,183
	2,989,835	3,884,776
Financing activities		
Advances of long-term debt	187,042	543,951
Repayment of long-term debt	(909,304)	(2,571,911)
Advances of term loans due on demand	96,807	129,124
	(625,455)	(1,898,836)
Capital activities		
Purchases of tangible capital assets	(3,549,311)	(2,662,987)
Proceeds of disposal of tangible capital assets	-	48,650
	(3,549,311)	(2,614,337)
Investing activities		
Repayment of bank indebtedness	-	(53,821)
Advances of bank indebtedness	357,872	-
Net increase in funds held in trust	(279,650)	(220,138)
Net advances to (from) related Nation entities and departments	1,273,144	(509,917)
Dividend from Nation business enterprises	665,530	3,084,062
Investment in Flying Dust Flare Gas Limited Partnership	-	(99)
Long term loans to membership	6,607	36,379
	2,023,503	2,336,466
Increase in cash resources	838,572	1,708,069
Cash resources, beginning of year	2,000,201	292,132
Cash resources, end of year	2,838,773	2,000,201

The accompanying notes are an integral part of these consolidated financial statements



Flying Dust First Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2023

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. Change in accounting policy

Asset retirement obligations

Effective April 1, 2022, the First Nation adopted the Public Sector Accounting Board's (PSAB) new standard for the recognition, measurement and disclosure of a liability for asset retirement obligations under PS 3280 *Asset Retirement Obligations*. The new standard establishes when to recognize and how to measure a liability for an asset retirement obligation, and provides the related financial statement presentation and disclosure requirements. Pursuant to these recommendations, the change was applied prospectively, and prior periods have not been restated.

Previously, the First Nation recorded the provision for site rehabilitation in accordance with PS 3270 Solid Waste Landfill Closure and Post-Closure Liability, which requires recognition of a liability for closure and post-closure care as the site capacity is used and is equal to the proportion of the estimated total expenditure required for closure and post-closure care. Under the new standard, a liability for an asset retirement obligation is recognized at the best estimate of the amount required to retire a tangible capital asset when certain criteria are met, as described in Note 3

The impact of adopting PS 3280 on the First Nation's consolidated financial statements for the year ended March 31, 2023, has resulted in an increase in tangible capital assets of \$1,644,000, an increase in asset retirement obligation liability of \$1,807,000 and a decrease in accumulated surplus of \$163,000. Previously, no provision was required to be made to recognize an asset retirement obligation in the consolidated financial statements. The new recommendations of PS 3280 are described in Note 3.

3. 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

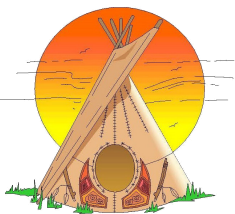
The financial statements consolidate the financial activities of all entities and departments comprising the First Nation reporting entity, except for government business entities, which are recorded using the modified equity method.

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 Housing Corporation
- Flying Dust Community Development Fund
- Flying Dust Security Inc.

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:



Flying Dust First Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2023

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

Reporting entity *(Continued from previous page)*

- 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)
- Flying Dust Flare Gas Limited Partnership

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

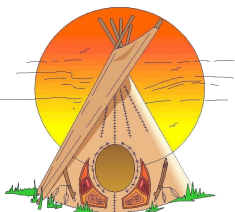
Sources of revenue and expenses are recorded on the accrual basis of accounting. The accrual basis of accounting recognizes revenue as it becomes available and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods or services and the creation of a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

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. Restricted cash consists capital project bank accounts.

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.



Flying Dust First Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2023

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

Tangible capital assets *(Continued from previous page)*

Amortization

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 %

In the year of acquisition amortization is claimed at one half the above rates. Assets under construction are not amortized until they are put into use. Land is not amortized.

Portfolio investments

Portfolio investments with prices quoted in an active market are measured at fair value while those that are not quoted in an active market are measured at cost less impairment. Portfolio investments with prices quoted in an active market include Gensource Potash Corporation. Changes in fair value are recorded in the statement of remeasurement gains (losses).

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:

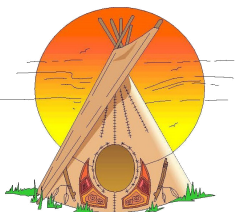
- Capital trust moneys derived from non-renewable resource transactions on the sale of land or other First Nation tangible capital assets;
- Revenue trust moneys generated primarily through land leasing transactions or interest earned on deposits held in trust; and,
- Revenues from trust moneys are recognized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

Asset retirement obligation

A liability for an asset retirement obligation is recognized at the best estimate of the amount required to retire a tangible capital asset (or a component thereof) at the financial statement date when there is a legal obligation for the First Nation to incur retirement costs in relation to a tangible capital asset (or component thereof), the past transaction or event giving rise to the liability has occurred, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount can be made. The best estimate of the liability includes all costs directly attributable to asset retirement activities, based on information available at March 31, 2023. The best estimate of an asset retirement obligation incorporates a present value technique, when the cash flows required to settle or otherwise extinguish an asset retirement obligation are expected to occur over extended future periods.



Flying Dust First Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2023

3. Significant accounting policies (Continued from previous page)

Asset retirement obligation (Continued from previous page)

When a liability for an asset retirement obligation is initially recognized, a corresponding asset retirement cost is capitalized to the carrying amount of the related tangible capital asset (or component thereof). The asset retirement cost is amortized over the useful life of the related asset.

At each financial reporting date, the First Nation reviews the carrying amount of the liability. The First Nation recognizes period-to-period changes to the liability due to the passage of time as accretion expense. Changes to the liability arising from revisions to either the timing, the amount of the original estimate of undiscounted cash flows or the discount rate are recognized as an increase or decrease to the carrying amount of the related tangible capital asset.

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.

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, 2023.

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. There are no known liabilities at March 31, 2023.

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

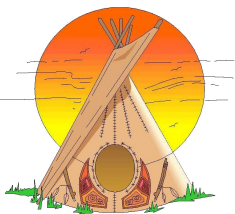
Government Transfers

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.



Flying Dust First Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2023

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

Revenue recognition *(Continued from previous page)*

Other revenue

Rental revenues are recognized over the rental term. Other revenue earned from services provided by the First Nation and is recognized when the service has been performed. Contracting revenue is recorded when measurable and collection reasonably assured. Investment income received from portfolio investments is recorded when measurable and collection reasonably assured.

Use of estimates

The preparation of consolidated 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 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

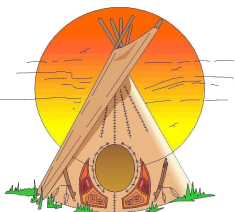
For each reported segment, revenue and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information. Inter program administration 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.



Flying Dust First Nation

Notes to the Consolidated Consolidated Financial Statements

For the year ended March 31, 2023

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

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.

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.

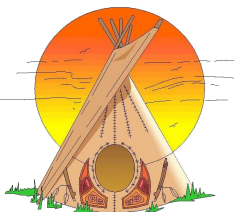
4. Accounts receivable

	2023	2022
Trade receivables	1,481,978	848,547
MLTC Program Services Inc.	530,376	308,835
Indigenous Services Canada	206,880	-
GST receivables	100,600	88,097
Canada Mortgage and Housing Corporation	29,953	34,462
	2,349,787	1,279,941

5. Investment in Gensource Potash Corporation

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

	2023	2022
Measured at fair value:		
1,273,947 common shares (2022 - 1,273,947 common shares)	127,395	484,100



Flying Dust First Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2023

6. Restricted cash

	2023	2022
Current		
Bank - Railway Remediation Project (including outstanding cheques of \$351,626)	(350,985)	23,084
Bank - Drainage Project	28,734	135,568
Restricted Term deposit - Railway Remediation Project	1,205,429	1,131,040
	883,178	1,289,692

7. Portfolio investments

	2023	2022
Measured at cost:		
MLTC Resource Development Limited Partnership	1	1
MLTC Resource Development Inc.	1	1
	2	2

8. Advances to related Nation entities

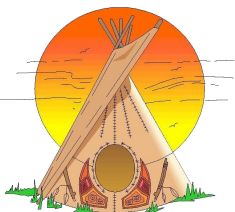
Flying Dust First Nation is related to the following entities by virtue of their ownership interest in them. The advances are unsecured, bear no interest and have no fixed terms of repayment.

	2023	2022
Advances to Snipe and Celly Pro Shop Inc.	390,912	408,797
Advances to FDB Gravel Inc.	360,184	97,086
Advances to FDB Holding Corporation	484,687	1,993,044
	1,235,783	2,498,927

9. Investment in Nation business entities

The First Nation has investments in the following entities:

	Opening	Earnings (loss)	Contributions	Cash dividends	2023 Total investment
Construction Services	1,625,822	113,321	-	-	1,739,143
Real Estate Services	502,105	(173,004)	-	-	329,101
Energy Services	193,863	129,714	-	-	323,577
Retail Services	324,833	782,488	-	(665,530)	441,791
	2,646,623	852,519	-	(665,530)	2,833,612



Flying Dust First Nation

Notes to the Consolidated Consolidated Financial Statements

For the year ended March 31, 2023

9. Investment in Nation business entities *(Continued from previous page)*

Summary financial information for each First Nation business enterprise, by industry, for their year ended March 31, 2023 accounted for using the modified equity method, is as follows:

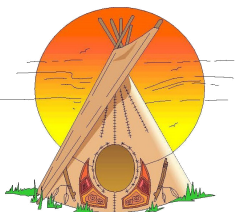
	<i>Construction Services</i>	<i>Real Estate Services</i>	<i>Energy Services</i>	<i>Retail Services</i>
Assets	3,844,879	11,956,354	388,577	5,281,617
Liabilities	2,105,736	11,627,253	65,000	4,839,826
Net Assets	1,739,143	329,101	323,577	441,791
Revenues	2,570,791	1,477,004	174,184	10,186,579
Expenses	2,457,470	1,650,008	44,470	9,404,091
Net earnings (loss)	113,321	(173,004)	129,714	782,488

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>2024</i>	<i>2025</i>	<i>2026</i>	<i>2027</i>	<i>2028</i>	<i>Thereafter</i>	<i>Total</i>
Long-term debt owed to parties external to the First Nation							
Construction Services	531,000	336,000	156,000	51,000	46,000	-	1,120,000
Real Estate Services	459,000	483,000	509,000	535,000	561,000	8,469,000	11,016,000
Retail Services	146,000	111,000	115,000	120,000	125,000	3,119,000	3,736,000

The First Nation has guaranteed a number of loans on behalf of its Nation business entities. At March 31, 2023, \$15,238,382 (2022 - \$13,454,742) of the Nation business entity debt has been guaranteed by the First Nation.

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, 2023

10. Funds held in trust

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

	2023	2022
Capital Trust		
Balance, beginning of year	443,477	225,576
Lease revenue	281,887	217,901
Balance, end of year	725,364	443,477
Revenue Trust		
Balance, beginning of year	37,189	34,952
Interest	12,331	4,176
Lease revenue	52,041	53,645
	101,561	92,773
Less: Transfers to Flying Dust First Nation	66,609	55,584
Balance, end of year	34,952	37,189
	760,316	480,666

Disbursements from the trust have been utilized as follows

BCR Number	Date	Ottawa Trust Fund	Amount	Purpose of disbursement
22-00426-0001	April 27, 2022	Revenue Trust	41,419	First Nations Land Management
22-00426-0002	October 27, 2022	Revenue Trust	25,190	First Nations Land Management

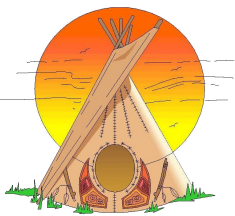
11. Market based member loan program

Flying Dust First Nation Housing Program provides home improvement loans to qualifying members of Flying Dust First Nation. The loans are to a maximum of \$30,000 per member and are repayable in bi-weekly payments. Interest of 4.99% is to be charged on the loans. The loans are repayable over a maximum of 10 years.

	2023	2022
Market based member loan program		
Balance outstanding	411,607	418,214
Allowance for impaired loans	(197,300)	(197,300)
	214,307	220,914

12. Bank indebtedness

Bank indebtedness is represented by cash balances less outstanding cheques plus deposits. At March 31, 2023 the First Nation has three separate lines of credit available totaling \$920,000 (2022 - three lines of credit available totaling \$920,000). At March 31, 2023, \$604,217 (2022 - \$191,050) had been drawn against these lines of credit. The line of credits all charge interest at bank prime plus 1.00% (2022 - 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, 2023

13. Deferred revenue

Deferred revenues represent the amount of funds received by the First Nation that relate to future fiscal periods or that must be spent on certain projects that are incomplete at year-end.

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

	<i>Balance, beginning of year</i>	<i>Amount received</i>	<i>Amount expended</i>	<i>Balance, end of year</i>
Indigenous Services Canada	5,778,209	4,282,053	4,065,534	5,994,728
Meadow Lake Health & Social Development Authority Inc.	686,202	1,819,359	1,757,968	747,593
Meadow Lake Tribal Council Program Services Inc.	60,144	435,604	478,398	17,350
Meadow Lake Tribal Council Child & Family Services Inc.	65,326	705,595	596,236	174,685
Other	19,888	195,357	6,339	208,906
	6,609,769	7,437,968	6,904,475	7,143,262

14. 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.

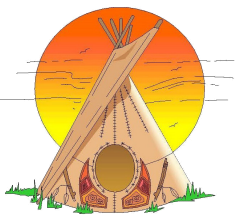
	2023	2022
Flying Energy Oil & Gas Limited Partnership	55,000	45,000

15. Term loans due on demand

	2023	2022
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, 2024 or the date on which the specific claim is settled.	1,057,480	960,673

16. Long-term debt

	2023	2022
TD bank loan for the construction of the arena, interest at prime plus 1.00% (2023 - 7.70%; 2022 - 3.70%), maturity date of April 2032, repayable in quarterly instalments of \$33,699 plus interest. Secured by general security agreement.	1,112,072	1,246,859
BMO housing construction loan bearing interest at 4.59% (2022 - 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.	1,108,931	1,150,416
FNBC bank loan for paving, interest at prime plus 1.00% (2023 - 7.70%; 2022 - 3.70%), 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.	1,104,664	1,224,087
BMO operating loan, bearing interest at 3.32% (2022 - 3.32%), maturity date of May 2030, repayable in monthly instalments of \$4,166 plus interest, secured by general security agreement.	362,501	408,334



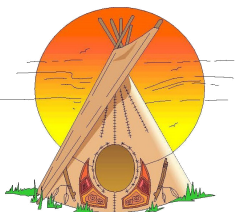
Flying Dust First Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2023

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

	2023	2022
BMO consolidation loan bearing interest at prime plus 1.00% (2023 - 7.70%; 2022 - 3.70%), 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.	230,097	242,424
FNBC loan, interest at 4.14% (2022 - 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.	203,557	303,728
BMO Market Garden demand loan, bearing interest at prime plus 1.50% (2023 - 8.20%, 2022 4.20%), repayable in monthly instalments of \$2,463 plus interest, due December 2029, secured by general security agreement and second charge on all assets.	199,532	229,092
BMO operating loan, interest at prime plus 1.00% (2023 - 7.70%; 2022 - 3.70%), 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.	147,500	180,000
BMO renovation re-advanceable line bearing interest at 4.59% (2022 - 4.59%), payable in fixed monthly instalments of \$2,720 including interest, secured by general security agreement and second charge on all assets.	142,381	170,582
BMO housing loan bearing interest at 4.60% (2022 - 4.60%), maturity date of June 2024, repayable in fixed monthly instalments of \$1,309 including interest, secured by general security agreement and second charge on all assets.	137,773	146,918
BMO Phase XIII housing loan, interest at prime plus 1.00% (2023 - 7.70%; 2022 - 3.70%), 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.	95,360	109,147
BMO Phase XI CMHC housing loan, interest at prime plus 1.00% (2023 - 7.70%; 2022 - 3.70%), 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.	35,500	112,417
BMO equipment re-advanceable line bearing interest at prime plus 1.00% (2023 - 7.70%; 2022 - 3.70%), payable in monthly instalments of \$500 plus interest, secured by general security agreement and second charge on all assets.	10,500	16,500
CMHC housing mortgage - Phase VI interest at 1.97% (2022 - 1.97%), maturity date of December 2027, repayable in monthly principal and interest payments of \$4,884. Secured by a ministerial guarantee.	266,133	318,443
CMHC housing mortgage - Phase VII interest at 1.12% (2022 - 1.12%), maturity date of February 2030, repayable in monthly principal and interest payments of \$800. Secured by a ministerial guarantee.	63,528	72,462
CMHC housing mortgage - Phase VIII interest at 1.35% (2022 - 1.35%), maturity date of May 2032, repayable in monthly principal and interest payments of \$3,429. Secured by a ministerial guarantee.	372,932	390,718
CMHC housing mortgage - Phase IX interest at 1.84% (2022 - 1.84%), maturity date of September 2037, repayable in monthly principal and interest payments of \$971. Secured by a ministerial guarantee.	148,730	157,120



Flying Dust First Nation

Notes to the Consolidated Financial Statements

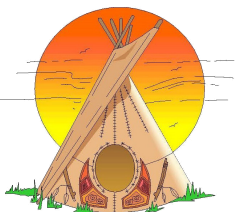
For the year ended March 31, 2023

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

	2023	2022
CMHC housing mortgage - Phase X interest at 2.50% (2022 - 2.50%), maturity date of June 2033, repayable in monthly principal and interest payments of \$6,155. Secured by a ministerial guarantee.	667,685	724,175
CMHC housing mortgage - Phase XI interest at 2.70% (2022 - 2.70%), maturity date of November 2033, repayable in monthly principal and interest payments of \$3,338. Secured by a ministerial guarantee.	371,106	400,761
CMHC housing mortgage - Phase XII interest at 1.67% (2022 - 1.67%), maturity date of July 2034, repayable in monthly principal and interest payments of \$3,161. Secured by a ministerial guarantee.	391,504	422,634
CMHC housing mortgage - Phase XIII interest at 0.98% (2022 - 0.98%), maturity date of April 2035, repayable in monthly principal and interest payments of \$1,512. Secured by a ministerial guarantee.	206,739	430,914
CMHC housing mortgage - Phase XIV interest at 1.22% (2022 - advance only, no terms), maturity date of July 2036, repayable in monthly principal and interest payments of \$2,044. Secured by a ministerial guarantee.	301,676	322,390
CMHC housing mortgage - Phase XV interest at 3.70%, maturity date of December 2037, repayable in monthly principal and interest payments of \$2,859. Secured by a ministerial guarantee.	390,174	-
FNBC school bus loan, repaid during the year.	-	10,883
FNBC bus loan, repaid during the year	-	1,833
	8,070,575	8,792,837
Less: less: current portion	888,200	904,200
	7,182,375	7,888,637

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:

2024	888,200
2025	855,200
2026	761,300
2027	771,400
2028	756,400
Thereafter	4,038,075



Flying Dust First Nation

Notes to the Consolidated Consolidated Financial Statements

For the year ended March 31, 2023

17. Asset retirement obligation

The First Nation maintains various tangible capital assets that are used in the provision of services to its membership. Among these assets are various buildings and housing units which the Nation is responsible for maintaining and ultimately for decommissioning from service. Certain of these assets were constructed using materials which have since been established to be hazardous materials. The First Nation is required to perform remediation activities on these assets which contain hazardous materials upon retirement of these assets from service. The Nation anticipates that on average these remediation activities will occur in ten years and has recognized a liability for the asset retirement obligation with a corresponding amount capitalized as an asset retirement cost and added to the carrying value of the buildings and housing units. The asset retirement cost is amortized on a straight-line basis over the expected useful life of the buildings and housing units.

The First Nation has estimated the amount of its asset retirement obligation liability based on cost information available as at the financial statement date to complete the remediation activities. This estimate is then adjusted for inflation to determine the future expected costs to remediate these assets. The amount of the future undiscounted asset retirement obligation liability in ten years is estimated at \$4,014,000. A discount rate of 8.45% has been applied to the estimated future cost to determine the present value of the estimated liability as at April 1, 2022. An initial amount of \$1,644,000 has been recognized as the asset retirement obligation liability related to the buildings and housing units.

	2023	2022
Liabilities incurred	1,644,000	-
Accretion	169,000	-
Change in estimated cash flows	(6,000)	-
Balance, end of year	1,807,000	-

As of March 31, 2023, the First Nation estimates that recoveries of \$6,000 (2022 – \$nil) will be recognized associated with the asset retirement obligations for decreases to the expected inflation rate and the Nation's cost of borrowing.

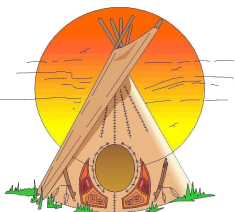
18. Tangible capital assets

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, 2023
Solid waste transfer station	400,000	53,255
Water treatment plant	5,200,000	743,621
Drainage project	-	436,239
Sewage lift station	1,750,000	141,808
Valves and hydrants	780,000	124,493
Residential housing construction	-	371,506
Commercial development	-	58,067

Tangible capital assets includes land with a carrying value of \$9,138,021 (2022 - \$9,138,021) for which no amortization has been recorded.

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.



Flying Dust First Nation

Notes to the Consolidated Consolidated Financial Statements

For the year ended March 31, 2023

19. Accumulated surplus

Accumulated surplus consists of the following:

	2023	2022
Equity in funds held in trust	760,316	480,666
Equity in investments	2,833,614	2,646,625
Equity in CMHC reserves	486,664	480,708
Equity in tangible capital assets	40,871,703	37,303,739
Operating deficit	(6,824,716)	(4,471,806)
	38,127,581	36,439,932

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 funds held in trust reports on Ottawa Trust Fund money 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.

20. 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 4.00% and 9.00%. 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.

21. Reconciliation of funding from Indigenous Services Canada

	2023	2022
Funding per ISC confirmation	14,348,224	14,466,279
Add:		
Prior year unearned funding	5,778,209	4,926,666
Less:		
Current year unearned funding	(5,994,728)	(5,778,209)
Recovery of funding over payment	(16,400)	651,099
	14,115,305	14,265,835

22. Financial Instruments

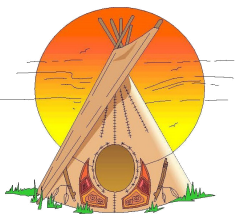
The First Nation as part of its operations carries a number of financial instruments. It is management's opinion that the First Nation is not exposed to significant interest, currency or credit risks arising from these financial instruments except as otherwise disclosed.

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.



Flying Dust First Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2023

22. Financial Instruments (Continued from previous page)

The carrying amount of the First Nation's financial instruments best represents the maximum exposure to credit risk.

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

Accounts receivable

A credit concentration exists relating to trade accounts receivable. Within accounts receivable three entities that comprise 36% of the trade receivables. The three entities include an external government agency (10%), a membership trust (11%) and a private sector entity (15%). The balance of accounts receivable is widely distributed among the remainder of the First Nation's large customer base.

Market based member loan program

	2023	2022
Market based member loan program	411,607	418,214
Impairment write down	(197,300)	(197,300)
	214,307	220,914

The market based loans were advanced in 2019 and 2020. Due to the passage of time and that certain of the loans have not had payments made on them by members, an impairment provision has been recorded where considered necessary.

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

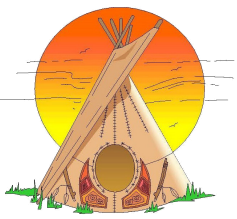
Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or foreign currency risk), whether those changes are caused by factors specific to the individual financial 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.

23. Budget information

The disclosed budget information has been approved by the Chief and Council of Flying Dust First Nation.

In preparation of the annual budget of the First Nation, management does not budget for 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.



Flying Dust First Nation

Notes to the Consolidated Consolidated Financial Statements

For the year ended March 31, 2023

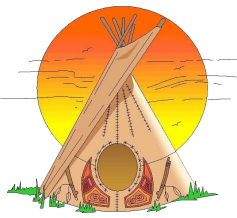
24. Economic dependence

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.



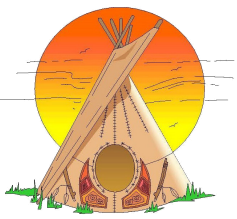
Flying Dust First Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2023

	<i>Land</i>	<i>Houses</i>	<i>Building</i>	<i>Infrastructure</i>	<i>Equipment</i>	<i>Subtotal</i>
Cost						
Balance, beginning of year	9,138,021	18,995,099	30,542,488	6,271,970	1,723,012	66,670,590
Acquisition of tangible capital assets - Note 17	-	2,179,030	170,090	33,823	498,211	2,881,154
Disposal of tangible capital assets	-	-	-	-	-	-
Transfer from assets under construction	-	-	3,006,184	-	-	3,006,184
Balance, end of year	9,138,021	21,174,129	33,718,762	6,305,793	2,221,223	72,557,928
Accumulated amortization						
Balance, beginning of year	-	13,002,068	7,400,350	3,334,556	1,555,382	25,292,356
Annual amortization	-	511,671	1,206,544	55,119	155,566	1,928,900
Accumulated amortization on disposals	-	-	-	-	-	-
Balance, end of year	-	13,513,739	8,606,894	3,389,675	1,710,948	27,221,256
Net book value of tangible capital assets	9,138,021	7,660,390	25,111,868	2,916,118	510,275	45,336,672
2022 Net book value of tangible capital assets	9,138,021	5,993,031	23,142,138	2,937,414	167,630	41,380,256



Flying Dust First Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2023

	<i>Subtotal</i>	<i>Vehicles</i>	<i>Assets under construction</i>	<i>2023</i>	<i>2022</i>
Cost					
Balance, beginning of year	66,670,590	1,879,418	2,685,416	71,235,424	68,628,036
Acquisition of tangible capital assets - Note 17	2,881,154	62,400	2,249,757	5,193,311	2,662,987
Disposal of tangible capital assets	-	-	-	-	(55,599)
Transfer from assets under construction	3,006,184	-	(3,006,184)	-	-
Balance, end of year	72,557,928	1,941,818	1,928,989	76,428,735	71,235,424
Accumulated amortization					
Balance, beginning of year	25,292,356	1,151,562	-	26,443,918	24,498,640
Annual amortization	1,928,900	199,676	-	2,128,576	1,952,227
Accumulated amortization on disposals	-	-	-	-	(6,949)
Balance, end of year	27,221,256	1,351,238	-	28,572,494	26,443,918
Net book value of tangible capital assets	45,336,672	590,580	1,928,989	47,856,241	44,791,506
2022 Net book value of tangible capital assets	41,380,256	727,856	2,685,416	44,791,506	

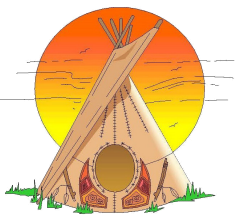


Flying Dust First Nation

Schedule 2 - Schedule of Consolidated Expenses by Object

For the year ended March 31, 2023

	2023 Budget (Note 23)	2023 Actual	2022 Actual
Consolidated expenses by object			
Accretion expense	-	169,000	-
Administration	8,760	-	-
Amortization	-	2,128,576	1,952,227
Assistance	200,252	1,683,486	1,399,242
Bad debts	-	-	140,322
Bank charges and interest	78,500	78,288	116,731
Bingo prize payouts	-	122,603	65,168
Community donations	150,554	327,914	162,192
Community events	99,100	198,081	101,658
Contracted services	242,063	794,066	5,036,517
Grants	332,980	201,360	-
Furniture and equipment	322,977	17,145	119,622
Funerals	45,000	53,870	59,447
Honouraria	165,500	138,150	125,200
IT support	85,824	105,849	106,245
Insurance	233,239	346,476	299,578
Interest on long-term debt	-	339,342	300,598
MLTC education contract	1,477,392	2,014,392	1,125,908
Meeting	55,675	50,732	16,055
Municipal agreements	224,000	224,946	286,366
Office supplies	112,005	131,186	96,884
Pandemic	30,000	1,514,133	463,925
Professional fees	511,711	719,693	361,780
Program expense	1,916,615	1,252,898	1,095,883
Railway Remediation	-	517,952	2,272,528
Renovation materials	-	752,495	845,457
Rent	527,907	487,134	336,793
Repairs and maintenance	887,577	652,271	284,662
Salaries and benefits	10,032,979	8,548,630	8,339,576
Student expenses	18,000	262,001	357,410
Supplies	496,460	798,623	712,694
Telephone	132,465	144,434	113,991
Training	176,627	172,088	177,687
Transportation	528,173	657,542	604,471
Travel	529,761	538,701	288,077
Tuition	982,370	1,313,179	1,143,778
Utilities	512,943	544,187	447,177
	21,117,409	28,001,423	29,355,849

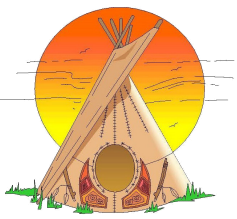


Flying Dust First Nation Administration

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

For the year ended March 31, 2023

	2023	2022
Revenue		
Indigenous Services Canada		
Flexible funding	279,570	523,110
Grant funding	563,886	547,577
Deferred revenue - prior year	493,525	479,273
Deferred revenue - current year	-	(493,525)
MLTC Program Services Inc.		
Fixed funding	1,000	1,000
Expense recoveries	21,331	-
Rental income	6,600	-
Interest income	5,998	11,176
Management fees	-	180,000
Other revenue	71,167	266,034
Capital trust fund	281,887	217,901
	1,724,964	1,732,546
Expenses		
Administration	(312,507)	(447,080)
Amortization	7,648	10,198
Bad debts	-	79,236
Bank charges and interest	44,033	45,053
Community donations	127,494	-
Contracted services	84,824	55,805
Community events	5,250	1,404
Honouraria	94,350	103,000
Insurance	-	4,531
Interest on long-term debt	66,982	44,130
IT support	20,554	11,896
Meeting	6,863	2,863
Office supplies	57,428	39,537
Pandemic	691,345	314,016
Professional fees	247,150	145,021
Program expenses	10,429	-
Advertising	1,675	1,566
Rent	111,253	60,636
Repairs and maintenance	2,403	760
Salaries and benefits	900,816	1,299,173
Supplies	13,442	6,411
Telephone	23,063	19,428
Training	32,063	32,539
Travel	153,826	89,972
	2,390,384	1,920,095
Deficit before transfers	(665,420)	(187,549)
Transfers between programs	10,000	10,000
Deficit	(655,420)	(177,549)



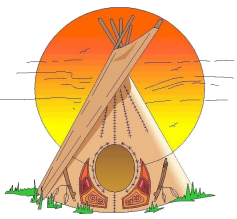
Flying Dust First Nation Band Programs

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

For the year ended March 31, 2023

	2023	2022
Revenue		
Indigenous Services Canada		
Fixed funding	-	922,747
Flexible funding	-	170,539
MLTC Program Services Inc.		
Block Contribution	7,500	7,500
Set funding	49,101	54,901
Fixed funding	173,934	188,115
Province of Saskatchewan		
Province of Saskatchewan	4,478	1,114
Northern Lights CDC	26,337	-
Earnings from investment in Nation partnerships	852,519	3,824,396
Expense recoveries	27,080	403
Rental income	150	450
Government of Canada settlement	1,207,267	-
Fundraising	5,084	19,190
Other revenue	342,950	24,496
Grant funding	26,250	67,080
First Nations Trust funds	287,843	-
Revenue trust fund	64,372	57,821
Contracting income	821,740	485,323
Bingo revenues	296,887	104,397
	4,193,492	5,928,472

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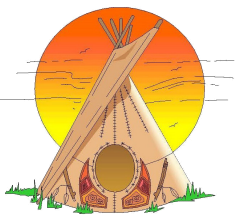


Flying Dust First Nation Band Programs

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

For the year ended March 31, 2023

	2023	2022
Revenue <i>(Continued from previous page)</i>	4,193,492	5,928,472
Expenses		
Administration	(90,000)	-
Amortization	50,474	126,622
Bank charges and interest	620	753
Funerals	53,870	59,447
Community donations	46,473	2,874
Contracted services	30,640	10,400
Community events	62,418	1,449
Furniture and equipment	189	5,400
Honouraria	23,150	750
Insurance	34,097	38,332
Interest on long-term debt	26,322	9,780
IT support	1,260	3,024
Meeting	13,805	3,111
Office supplies	3,255	4,095
Professional fees	372,784	116,466
Program expenses	350	-
Youth program expenses	6,050	-
Advertising	1,544	3,580
Elders programming expense	150	7,437
Rent	24,000	16,200
Repairs and maintenance	17,454	9,376
Salaries and benefits	1,224,356	1,302,363
Supplies	172,813	156,488
Telephone	13,402	12,761
Training	15,634	6,868
Transportation	138,545	92,699
Travel	29,748	7,694
Utilities	148,873	136,922
Bingo prize payouts	122,603	65,168
	2,544,879	2,200,059
Surplus before transfers	1,648,613	3,728,413
Transfers between programs	-	562,772
Surplus	1,648,613	4,291,185

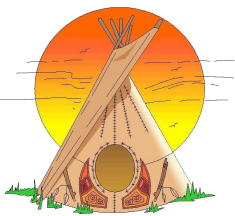


Flying Dust First Nation Capital

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

For the year ended March 31, 2023

	2023	2022
Revenue		
Indigenous Services Canada		
Flexible funding	2,120,711	1,494,810
Grant funding	261,379	253,819
Deferred revenue - prior year	1,354,543	285,610
Deferred revenue - current year	(1,970,165)	(1,354,543)
Canada Mortgage and Housing Corporation		
Canada Mortgage and Housing Corporation	457,581	414,510
Rental income	366,847	429,931
Other revenue	226,402	283,799
Grant funding	-	2,875
Contracting income	1,336,075	5,974,110
	4,153,373	7,784,921
Expenses		
Amortization	575,780	440,256
Bad debts	-	61,086
Bank charges and interest	30,077	66,306
Contracted services	497,183	4,701,133
Furniture and equipment	-	2,650
Accretion expense	169,000	-
Honouraria	3,900	5,200
Insurance	244,191	187,437
Interest on long-term debt	169,994	146,873
IT support	7,970	7,970
Meeting	2,116	1,847
Office supplies	810	43
Professional fees	51,083	33,126
Program expenses	50,680	20,946
Advertising	261	693
Rent	12,000	13,130
Repairs and maintenance	183,120	62,627
Renovation materials	752,495	845,457
Salaries and benefits	1,700,643	1,542,692
Supplies	45,907	79,827
Telephone	12,453	8,595
Training	22,192	19,554
Transportation	118,663	133,322
Travel	1,588	6,523
Utilities	20,765	55,113
Grants	(250,000)	(145,000)
	4,422,871	8,297,406
Deficit before transfers	(269,498)	(512,485)
Transfers between programs	156,000	-
Deficit	(113,498)	(512,485)

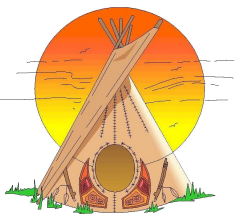


Flying Dust First Nation Economic Development

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

For the year ended March 31, 2023

	2023	2022
Revenue		
Indigenous Services Canada		
Fixed funding	100,000	72,526
MLTC Program Services Inc.		
Block Contribution	63,407	61,603
MLTC RDI	1,477,778	1,117,222
Flying Dust Treaty Land Entitlement Trust	50,898	25,039
Expense recoveries	4,200	13,871
Interest income	2,188	13
Other revenue	377,339	24,505
	2,075,810	1,314,779
Expenses		
Administration	6,500	-
Bank charges and interest	710	1,351
Community donations	153,947	159,318
Contracted services	153,526	142,556
Community events	106,977	72,300
Furniture and equipment	931	-
Insurance	-	4,531
Interest on long-term debt	15,546	53,298
IT support	3,000	4,419
Meeting	2,451	2,171
Office supplies	4,211	1,402
Pandemic	30,387	-
Professional fees	10,875	38,135
Program expenses	987	81,300
Advertising	18,599	10,425
Home ownership grants	30,000	33,350
Rent	12,000	10,800
Repairs and maintenance	343	-
Salaries and benefits	158,246	151,767
Supplies	85,610	47,527
Telephone	4,346	4,101
Training	4,288	3,342
Transportation	140	-
Travel	31,498	22,793
Grants	450,000	145,000
	1,285,118	989,886
Surplus before transfers	790,692	324,893
Transfers between programs	-	(145,000)
Surplus	790,692	179,893



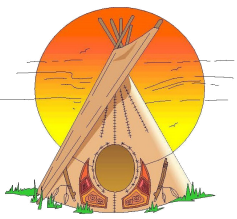
Flying Dust First Nation Education

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

For the year ended March 31, 2023

	2023	2022
Revenue		
Indigenous Services Canada		
Fixed funding	188,934	257,210
Flexible funding	185,158	133,158
Grant funding	4,620,543	4,470,736
Deferred revenue - prior year	190,996	67,208
Deferred revenue - current year	(442,604)	(190,996)
MLTC Program Services Inc.		
Fixed funding	437,995	381,584
Deferred - current year	(17,350)	(60,144)
Deferred - prior year	60,144	46,016
Expense recoveries	36,240	2,826
Grant revenue	5,000	-
Other revenue	42,867	28,675
Northwest School Division	606,841	571,302
	5,914,764	5,707,575

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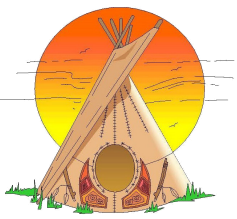


Flying Dust First Nation Education

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

For the year ended March 31, 2023

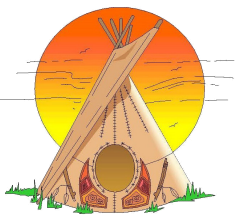
	2023	2022
Revenue (Continued from previous page)	5,914,764	5,707,575
Expenses		
Administration	23,887	188,052
Amortization	660,316	701,641
Bank charges and interest	1,848	850
Contracted services	8,050	-
Community events	17,226	3,932
Furniture and equipment	5,334	-
Honouraria	2,100	1,900
Insurance	712	13,842
Interest on long-term debt	-	1,296
IT support	14,370	35,003
Meeting	8,183	2,031
Office supplies	25,839	26,879
Pandemic	7,000	14,250
Professional fees	6,275	-
Program expense	359	-
PAA program expenses	680	17,810
LLRC curriculum development	6,068	71,865
LLRC land-based activities	30,929	46,440
Program expenses	5,578	35,807
Youth program expenses	95,416	88,546
Advertising	179	1,496
Bussing costs	3,995	7,229
Rent	23,318	19,873
Repairs and maintenance	58,098	52,291
Salaries and benefits	368,159	818,888
MLTC education contract	2,014,392	1,125,908
Student expenses	262,001	357,410
Supplies	149,961	162,075
Telephone	15,001	14,627
Training	10,708	26,509
Transportation	70,855	54,893
Travel	35,043	10,722
Tuition	1,313,179	1,143,778
Utilities	88,963	45,406
Grants	1,360	-
	5,335,382	5,091,249
Surplus before transfers	579,382	616,326
Transfers between programs	-	2,311
Surplus	579,382	618,637



Flying Dust First Nation
Flying Dust Property Tax Program

Schedule 8 - Consolidated Segment Revenue and Expenses and Surplus (Deficit)
For the year ended March 31, 2023

	2023	2022
Revenue		
Property tax revenue	237,821	132,482
Expenses		
Bank charges and interest	-	10
Contracted services	4,500	-
	4,500	10
Surplus before transfers	233,321	132,472
Transfers between programs	(235,442)	(144,076)
Deficit	(2,121)	(11,604)



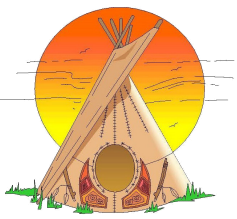
Flying Dust First Nation Health

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

For the year ended March 31, 2023

	2023	2022
Revenue		
Indigenous Services Canada		
Flexible funding	1,361,954	544,061
Set funding	198,000	252,750
Deferred revenue - prior year	358,962	398,788
Deferred revenue - current year	(961,881)	(358,962)
Recovery of prior year funding	(16,400)	-
MLTC Program Services Inc.		
Set funding	15,000	6,398
Fixed funding	-	38,565
Meadow Lake Health & Social Development Authority Inc.		
Block contribution	2,032,416	1,582,534
Flexible contribution	839,749	927,339
Deferred revenue - prior year	686,202	495,127
Deferred revenue - current year	(747,593)	(686,202)
MLTC Child & Family Services Inc.		
MLTC Child & Family Services Inc.	658,242	420,359
Children-in-care revenue	637,280	362,946
Deferred revenue - prior year	65,326	-
Deferred revenue - current year	(174,685)	(65,326)
Province of Saskatchewan		
Province of Saskatchewan	137,900	-
Expense recoveries	3,593	1,275
Other revenue	42,512	34,137
	5,136,577	3,953,789

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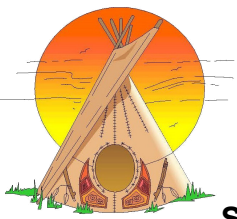


Flying Dust First Nation Health

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

For the year ended March 31, 2023

	2023	2022
Revenue (Continued from previous page)	5,136,577	3,953,789
Expenses		
Administration	341,970	259,028
Contracted services	660	6,150
Community events	6,210	22,573
Honouraria	2,400	-
Insurance	-	19,185
IT support	22,201	30,615
Meeting	4,143	729
Office supplies	27,203	20,561
Pandemic	321,633	134,459
Professional fees	5,982	5,000
Program expense	181,946	-
Diabetes program fund expense	2,094	1,050
Community based program fund expense	102,215	19,883
FNARF program fund expense	35,237	43,228
Prenatal program fund expense	7,408	5,891
FAS program fund expense	4,208	4,243
NAYSPS program fund expense	7,705	1,614
Domestic violence program fund expense	9,891	5,825
Recreation wellness program fund expense	94,624	28
Program expenses	318,843	395,073
Youth program expenses	202,879	138,343
Advertising	3,617	1,054
MMIWG program expense	2,960	10,151
ADI garden & food skills grant expense	2,948	5,000
Block A Emergency response expense	8,750	67
Block B Funding	2,342	-
Rent	130,849	61,785
Repairs and maintenance	203,045	5,250
Salaries and benefits	2,603,859	2,059,131
Supplies	29,889	104,664
Telephone	42,570	33,892
Training	56,157	69,739
Transportation	53,919	40,220
Travel	228,945	134,780
Utilities	81,487	95,407
	5,150,789	3,734,618
Surplus (deficit) before transfers	(14,212)	219,171
Transfers between programs	-	(286,007)
Deficit	(14,212)	(66,836)

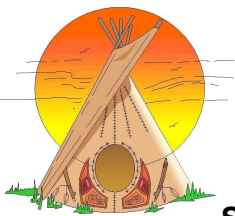


Flying Dust First Nation Infrastructure

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

For the year ended March 31, 2023

	2023	2022
Revenue		
Indigenous Services Canada		
Fixed funding	166,151	459,137
Grant funding	1,457,970	989,537
Earnings (loss) from investment in Nation partnerships	5,670	-
Expense recoveries	-	3,401
Rental income	284,119	61,523
Fundraising revenue	1,857	-
Other revenue	91,610	4,816
Grant funding	6,000	8,500
First Nations Trust funds	278,325	252,768
Contracting income	253,900	-
	2,545,602	1,779,682
Expenses		
Administration	150	-
Amortization	834,358	673,510
Bank charges and interest	1,000	1,013
Furniture and equipment	2,130	111,572
Insurance	67,476	22,657
Interest on long-term debt	60,498	45,221
Municipal water agreement	154,935	215,694
Fire protection agreement	31,757	33,443
Waste disposal agreement	38,254	37,229
Program expenses	1,032	30,579
Youth program expenses	-	2,790
Rent	140,741	119,084
Repairs and maintenance	184,912	153,377
Salaries and benefits	1,035,828	792,616
Supplies	294,255	140,477
Telephone	16,080	10,634
Training	15,403	5,845
Transportation	267,758	282,442
Travel	10,440	1,403
Utilities	202,502	113,025
	3,359,509	2,792,611
Deficit before transfers	(813,907)	(1,012,929)
Transfers between programs	69,442	-
Deficit	(744,465)	(1,012,929)

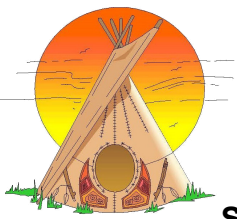


Flying Dust First Nation Reserves and Trusts

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

For the year ended March 31, 2023

	2023	2022
Revenue		
Indigenous Services Canada		
Fixed funding	216,370	1,464,995
Grant funding	373,057	369,169
Deferred revenue - prior year	2,714,572	3,522,105
Deferred revenue - current year	(2,376,632)	(2,714,572)
First Nations Land Management Resource		
First Nations Land Management Resource	76,967	15,053
Deferred - prior year	-	62,000
Province of Saskatchewan		
Province of Saskatchewan	-	10,800
Deferred revenue - current year	(13,549)	(19,888)
Deferred revenue - prior year	19,888	16,120
Expense recoveries	7,447	-
Grant funding	10,000	-
	1,028,120	2,725,782
Expenses		
Administration	15,000	-
Contracted services	14,683	19,680
Furniture and equipment	8,561	-
Honouraria	12,250	14,350
Insurance	-	9,063
IT support	9,049	8,899
Meeting	12,221	3,303
Office supplies	5,889	3,377
Professional fees	25,544	24,032
Advertising	-	2,034
Rent	26,973	24,485
Repairs and maintenance	413	94
Salaries and benefits	346,026	151,986
Supplies	6,746	15,225
Telephone	12,372	5,513
Training	12,044	6,197
Transportation	7,662	895
Travel	42,463	8,018
Utilities	1,597	1,304
Railway Remediation	517,952	2,272,528
	1,077,445	2,570,983
Surplus (deficit)	(49,325)	154,799



Flying Dust First Nation Social Services

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

For the year ended March 31, 2023

	2023	2022
Revenue		
Indigenous Services Canada		
Fixed funding	-	55,889
Flexible funding	-	464,968
Grant funding	2,254,541	1,670,640
Deferred revenue - prior year	665,611	173,682
Deferred revenue - current year	(243,446)	(665,611)
MLTC Program Services Inc.		
Fixed funding	-	62,040
Expense recoveries	1,843	-
	2,678,549	1,761,608
Expenses		
Administration	15,000	-
Assistance	1,683,486	1,399,242
Bank charges and interest	-	1,395
Contracted services	-	100,793
IT support	27,445	4,419
Meeting	950	-
Office supplies	6,551	990
Pandemic	463,768	1,200
Advertising	270	540
Rent	6,000	10,800
Repairs and maintenance	2,483	887
Salaries and benefits	210,697	220,960
Telephone	5,147	4,440
Training	3,599	7,094
Travel	5,150	6,172
	2,430,546	1,758,932
Surplus	248,003	2,676