

Enoch Cree Nation
Consolidated Financial Statements
March 31, 2023

Enoch Cree Nation**Consolidated Financial Statements**

March 31, 2023

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Enoch Cree Nation

Management's Responsibility for Financial Reporting

March 31, 2023

The accompanying consolidated financial statements of Enoch Cree Nation are the responsibility of management and have been approved by Council.

The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada and as such include amounts that are the best estimates and judgments of management.

Management is responsible for the integrity and objectivity of these statements and for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

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

The Council meets periodically with management, as well as the external auditors, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and to review the consolidated financial statements and the external auditors' report.

The external auditors, Crowe MacKay LLP, conduct an independent examination, in accordance with Canadian auditing standards, and express their opinion on the consolidated financial statements. The external auditors have full and free access to financial management of Enoch Cree Nation and meet when required.

On behalf of Enoch Cree Nation :

Original signed by _____ July 27, 2023
Chief _____ Date

Original signed by _____ July 27, 2023
Chief Financial Officer _____ Date

Independent Auditors' Report

**To the Members of
Enoch Cree Nation**

Opinion

We have audited the consolidated financial statements of Enoch Cree Nation, which comprise the consolidated statement of financial position as at March 31, 2023, and the consolidated statements of operations and accumulated surplus, remeasurement gains and losses, change in net financial assets 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 remeasurement gains and losses, its changes in its consolidated net assets, 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 Auditors' 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 Auditors' Report (continued)

Auditors' 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 auditors' 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 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 auditors' 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 auditors' 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.

Edmonton, Canada
July 27, 2023

Grove Mackay LLP

Chartered Professional Accountants

Enoch Cree Nation

Consolidated Statement of Financial Position

March 31	2023	2022
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Financial Assets

Cash (Note 3)	\$ 38,765,504	\$ 59,031,336
Accounts receivable (Note 4)	14,756,131	19,578,549
Restricted Cash - Ottawa Trust Funds (Note 5)	4,856,166	3,721,793
Restricted Investments - Yekau Lake Trust (Note 6)	55,090,899	55,859,100
Restricted Investments - Settlement Trust Funds (Note 7)	6,073,052	6,950,261
Investments (Note 8)	32,311,615	500,000
Investment in Business Enterprises (Note 9)	1,839,350	918,520
Due from Enoch Cree Nation Business Trust (Note 14)	256,303,381	154,638,037
Franchise Fee	33,750	38,750
	410,029,848	301,236,346

Liabilities

Accounts payable (Note 10)	10,038,896	10,511,915
Deferred revenue (Note 11)	29,644,399	29,561,747
Capital Leases (Note 12)	1,876,563	580,904
Long-term debt (Note 13)	62,989,686	60,393,774
First Nations Finance Authority Financing (Note 14)	299,711,790	199,128,941
Asset Retirement Obligations (Note 15)	2,490,000	-
	406,751,334	300,177,281
Net financial assets	3,278,514	1,059,065

Non-financial Assets

Tangible capital assets (Note 16)	166,437,807	156,751,342
Prepaid expenses (Note 17)	1,558,139	1,811,993
Inventory (Note 18)	860,495	761,063
	168,856,441	159,324,398

Accumulated Surplus (Note 19) \$ 172,134,955 \$ 160,383,463

Accumulated Surplus consists of

Accumulated operating surplus	173,169,743	160,383,463
Accumulated remeasurement losses	(1,034,788)	-
Accumulated Surplus	172,134,955	160,383,463

Contingent liabilities (Note 20)

Commitments (Note 21)

Approved on behalf of the Enoch Cree Nation

Original signed by _____, Chief

Original signed by _____, Chief Financial Officer

Enoch Cree Nation**Consolidated Statement of Remeasurement Gains and Losses**

For the year ended March 31	2023	2022
Accumulated remeasurement gains, beginning of year	\$ -	\$ -
Unrealized losses attributable to:		
Remeasurement loss on portfolio investments from change in accounting policy (note 2)	(1,046,861)	-
Portfolio investments (equity instruments)	761,950	-
Designated fair value investments	(1,072,703)	-
Amounts reclassified to the statement of operations		
Realized losses on portfolio investments	322,826	-
Net remeasurement losses	(1,034,788)	-
Accumulated remeasurement losses, end of year	\$ (1,034,788)	\$ -

Enoch Cree Nation

Consolidated Statement of Operations and Accumulated Surplus

For the year ended March 31	2023 Budget	2023 Actual	2022 Actual
Revenue			
Federal Government:			
Indigenous Services Canada (ISC)	\$ 19,459,676	\$ 35,452,761	\$ 32,488,265
Indigenous Services Canada - River Cree Resort	-	-	2,588,967
Canada Mortgage and Housing Corporation subsidies	-	1,285,458	1,664,710
Indigenous Skills and Employment Training Strategy	596,655	957,154	955,798
Government of Alberta	847,463	534,124	286,239
First Nations Development Fund	28,982,651	24,488,761	16,971,998
First Nations Development Fund - River Cree Resort	-	20,323,255	11,499,750
Loss from investment in River Cree Resort	(5,000)	(14,265,406)	(11,598,375)
Mechet Charities Limited	22,777,224	38,222,532	28,882,003
Taxation	836,626	908,072	957,421
Business enterprises (EDHL & River Cree Enterprises)	-	37,376,010	37,770,091
Resource and investment income	1,413,624	13,209,024	6,680,445
Other revenue	7,418,128	6,658,173	6,125,875
	82,327,047	165,149,918	135,273,187
Expenses (Note 31)			
Administration	4,722,011	11,952,514	7,042,194
Amortization	-	8,654,721	8,009,410
ECN Corporate	14,734,991	47,305,291	42,955,884
Community Service	2,036,473	2,647,012	1,913,326
Finance	2,963,518	11,519,100	7,021,346
Education	15,341,020	16,951,260	14,841,855
Office of the Chief	7,418,413	10,401,616	6,169,537
Health	4,342,349	4,738,874	4,672,506
Language and Culture	7,898,912	7,564,593	7,168,325
Planning and Development	2,434,752	2,656,328	1,672,518
River Cree Homes	9,506,722	13,002,589	8,696,199
Infrastructure	5,005,060	5,744,489	4,874,230
Kiskikamik Spirit Lodge	1,789,046	2,979,681	714,311
Maskekosak Newowacistewnan Natamakewin	3,937,260	1,840,214	1,349,427
First Responders	1,804,385	4,405,356	4,517,196
	83,934,912	152,363,638	121,618,264
Excess of revenue over expenses	(1,637,780)	12,786,280	13,654,923
Accumulated operating surplus, beginning of year	160,383,463	160,383,463	146,728,540
Accumulated operating surplus, end of year	\$ 158,745,683	\$ 173,169,743	\$ 160,383,463

Enoch Cree Nation
Consolidated Statement of Change in Net Financial Assets

For the year ended March 31	2023 Budget	2023 Actual	2022 Actual
Excess of revenue over expenses	\$ (1,637,780)	\$ 12,786,280	\$ 13,654,923
Acquisition of tangible capital assets	(14,603,605)	(15,851,896)	(8,294,171)
Amortization of tangible capital assets	-	8,317,623	8,009,410
Writedown of tangible capital assets	-	-	12,605
Disposition of capital assets	-	-	640,885
Addition of asset retirement obligation	-	(2,152,192)	-
	-	(9,686,465)	368,729
Use of prepaid asset	-	253,854	847,634
(Acquisition) of inventory	-	(99,432)	(30,932)
Remeasurement losses on portfolio investments	-	(1,034,788)	-
(Decrease) increase in net financial assets	(12,995,740)	2,219,449	14,840,354
Net assets (debt), beginning of year	1,059,265	1,059,065	(13,781,289)
Net assets (debt), end of year	\$ (11,936,475)	\$ 3,278,514	\$ 1,059,065

Enoch Cree Nation

Consolidated Statement of Cash Flow

For the year ended March 31,	2023	2022
Cash flows from Operating activities		
Excess of revenue over expenses	\$ 12,786,280	\$ 13,654,923
Items not affecting cash		
Amortization	8,317,623	8,009,410
Amortization of franchise fee	5,000	5,000
Loss on sale of building and equipment	-	215,697
Realized losses on sale of portfolio investments	322,826	-
Write-down of tangible capital assets	-	12,605
	21,431,729	21,897,635
Change in non-cash operating working capital		
Accounts receivable	4,822,418	(11,233,730)
Inventory	(99,432)	(30,932)
Prepaid expenses	253,854	847,634
Accounts payable	(473,123)	123,054
Deferred revenue	82,652	17,605,596
Asset retirement obligations	2,490,000	-
	28,508,098	29,209,257
Capital activities		
Purchase of tangible capital assets	(16,591,660)	(8,294,171)
Proceeds on disposal of tangible capital assets	-	425,188
	(16,591,660)	(7,868,983)
Financing activities		
Proceeds of long term debt	5,153,485	3,210,508
Repayment of long term debt	(2,557,572)	(2,607,741)
Proceeds from First Nations Finance Authority	106,000,012	165,212,258
Repayment of First Nations Finance Authority	(5,417,163)	(1,229,227)
Advance to Enoch Cree Nation Business Trust	(106,000,012)	(155,000,005)
Payment from Enoch Cree Nation Business Trust	4,334,669	361,968
Repayment of capital leases	(116,767)	-
	1,396,652	9,947,761
Investing activities		
Net change Restricted Cash - Ottawa Trust Fund	(1,134,373)	(1,181,518)
Net change in Settlement Trust Funds	801,779	(265,464)
Net change in Investments in Business Enterprises	(920,830)	(544,731)
Net change in investments	(31,811,615)	-
Net change in Yekau Lake Trust investment	(513,883)	(7,917)
	(33,578,922)	(1,999,630)
Increase (decrease) in cash and cash equivalents	(20,265,832)	29,288,405
Cash and cash equivalents, beginning of year	59,031,336	29,742,931
Cash and cash equivalents, end of year	\$ 38,765,504	\$ 59,031,336

Enoch Cree Nation

Notes to Consolidated Financial Statements

March 31, 2023

1. Basis of Presentation and Significant Accounting Policies

These financial statements are prepared in accordance with Canadian public sector accounting standards for governments as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada.

(a) Reporting entity - Principles of financial reporting

The Enoch Cree Nation reporting entity includes the Enoch Cree Nation government and all related entities which are accountable to the First Nation and are either owned or controlled by the Enoch Cree Nation .

The March 31, 2023 Consolidated Financial Statements include the assets, liabilities and results of operations for the following entities:

1. Enoch Cree Nation
2. Kitaskinaw Education Authority Inc.
3. Enoch Cree Nation Social Housing
4. Enoch Human Resources Foundation
5. Enoch Cree Nation Ottawa Trust Funds
6. Enoch Cree Investment Trust (December 31, 2022)
7. Enoch Cree Nation Settlement Trust (December 31, 2022)
8. Mechet Charities Limited
9. Mechet Waskahikanuk Association
10. Enoch Development Holdings Ltd.
11. Indian Lakes Golf Ltd.
12. North on 60 Gas Bar and Convenience Store Ltd.
13. Yekau Lake Trust (December 31, 2022)
14. Oskya Energy Ltd.
15. Enoch Lands Development Ltd.
16. Enoch Construction Ltd.
17. River Cree Tobacco Shop Inc.
18. 7 points Cannabis Inc.
19. Enoch Utilities Ltd.
20. River Cree Enterprises Corporation
21. River Cree Development Corporation
22. River Cree Crossing Inc.
23. Enoch Cree Investment Ltd. (December 31, 2022)
24. River Cree Land Development Corporation
25. Enoch Construction Limited Partnership (December 31, 2022)
26. Enoch Cree Nation Consultation Trust (December 31, 2022)
27. River Cree Convenience Inc.
28. River Cree Foods Inc.
29. Istemaw Wholesale (GP) Corporation
30. Maskekosak Transportation Services Corporation
31. Enoch Cree Nation Specific Claims Settlement Trust
32. River Cree Loan Corp.

The year ends of the entities are March 31, 2023, except for the entities noted above, which indicate December 31, 2022 year ends. Adjustments are made for entities whose fiscal year-ends are different from March 31, 2023.

Enoch Cree Nation

Notes to Consolidated Financial Statements

March 31, 2023

1. Basis of Presentation and Significant Accounting Policies (continued)

The following entities are recorded on the modified equity basis:

1. River Cree Resort Limited Partnership (December 31, 2022)
2. River Cree Corporation (December 31, 2022)
3. Enoch Casino Limited Partnership (December 31, 2022)
4. Enoch Casino Corporation (December 31, 2022)
5. River Cree Enterprises Limited Partnership (December 31, 2022)
6. 1023576 Alberta Ltd. (Trustee for the Enoch Cree Nation Business Trust) (December 31, 2022)
7. Enoch Community Development Corporation (December 31, 2022)
8. Enoch First Nations Development Fund Corporation (December 31, 2022)
9. River Cree Sports Inc. (December 31, 2022)
10. River Cree Sports Limited Partnership (December 31, 2022)
11. Enoch Cree Nation Business Trust (December 31, 2022)
12. Enoch Health Services Inc. (March 31, 2023)

(b) Revenue recognition

Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues. All revenues are recorded on an accrual basis, except when the accruals cannot be determined with a reasonable degree of certainty or when their estimation is impracticable.

Government transfers are recognized as revenues when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.

Contributions from other sources are deferred when restrictions are placed on their use by the contributor, and are recognized as revenue when used for the specific purpose.

Revenue related to fees or services received in advance of the fee being earned or the service is performed is deferred and recognized when the fee is earned or service performed.

Income from investments is recorded on the accrual basis.

Other income is recognized when earned and collection is reasonably assured.

(c) Cash and cash equivalents

Cash and cash equivalents include cash on hand and bank deposits, net of bank overdrafts.

(d) Inventory

Inventory is valued at the lower of cost or net realizable value. Cost is determined using the first-in first-out method.

Enoch Cree Nation

Notes to Consolidated Financial Statements

March 31, 2023

1. Basis of Presentation and Significant Accounting Policies (continued)

(e) Tangible capital assets

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

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

Amortization is provided for on a declining balance and straight-line basis over their estimated useful lives as follows:

Buildings and infrastructure	4-6%
Equipment	20-30%
Assets under construction	0%
Leasehold improvements are amortized over the term of the lease.	

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

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

Certain assets, including recognized interest in reserve lands and natural resources, as well as assets which have historical or cultural value, including works of art, historical documents and historical and cultural artifacts, are not recognized as tangible capital assets. Assets under construction are not amortized until the asset is available to be put into service.

Enoch Cree Nation

Notes to Consolidated Financial Statements

March 31, 2023

1. Basis of Presentation and Significant Accounting Policies (continued)

(f) Financial instruments

Measurement

The Nation measures all its financial assets and financial liabilities at cost or amortized cost, except for the following which are measured at fair value without any adjustment for transaction costs; derivatives, portfolio investments in equity instruments that are quoted in an active market and portfolio investments that the Nation elected to measure at fair value. The effective interest rate method is used to determine interest revenue or expenses for its financial instruments measured at amortized cost.

Financial assets measured at amortized cost include cash, accounts receivable, investments and franchise fee. Due from Enoch Cree Nation Business Trust is measured at cost.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities, long-term debt and First Nations Finance Authority Financing.

Fair value measurements are classified using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy used has the following levels:

- Level 1 - Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2 - Inputs other than quoted prices included within Level 1, that are observable for the asset or liability either directly, such as prices, or indirectly, such as those derived from prices; and
- Level 3 - Inputs for the asset or liability that are not based on observable market data; assumptions are based on the best internal and external information available and are most suitable and appropriate based on the type of financial instrument being valued in order to establish what the transaction price would have been on the measurement date in an arm's length transaction.

Unrealized gains and losses from changes in the fair value of financial instruments are recognized in the Consolidated Statement of Remeasurement Gains and Losses. Upon settlement, the cumulative gain or loss is reclassified from the Consolidated Statement of Remeasurement Gains and Losses and recognized in the Consolidated Statement of Operations. Interest and dividends attributable to financial instruments are reported in the Consolidated Statement of Operations.

Transaction costs

Transaction costs attributable to financial instruments measured at fair value are recognized in the Consolidated Statement of Operations in the period incurred. Transaction costs for financial instruments measured at cost or amortized cost are recognized in the original cost of the instrument.

Impairment

At the end of each reporting period, management assesses financial assets or groups of financial assets for evidence of objective impairment. An impairment loss is recognized in the Consolidated Statement of Operations when there is a loss in value that is other than temporary. Future recoveries of impaired financial assets are recognized in the Consolidated Statement of Operations when received, except for recoveries of impaired portfolio investments. Future recoveries of impaired portfolio investments are not recognized in previous reporting periods up to the amount of the write-down in reported in the Consolidated Statement of Remeasurement Gains and Losses.

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Notes to Consolidated Financial Statements

March 31, 2023

1. Basis of Presentation and Significant Accounting Policies (continued)

(g) Use of estimates

The preparation of the financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenue and expenses during the reporting period.

A significant estimate is made with respect to the asset retirement obligation. To estimate the retirement provision related to the remediation of asbestos in the Nation's buildings, management was required to make various assumptions that it considered reasonable such as the presence of other hazardous materials, continuous removal of all hazardous materials in one phase, renovations of buildings instead of demolitions and the rate used to calculate the present value of the obligations. Any changes made by management could have a significant impact on the Nation's statements of operations and financial position and would be recorded during the period in which the new information becomes known.

Oil and gas royalties and surface rights payments related to oil and gas exploration and development activities are administered directly by the Government of Canada ("Canada") under the provisions of the Indian Oil and Gas Act. The Nation records receipts based on currently available information supplied by Canada. Royalty payments from oil and gas producers are subject to periodic revision. Adjustments are recorded by the Nation in the period that the information becomes available.

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Notes to Consolidated Financial Statements

March 31, 2023

2. Changes in Accounting Policy from Changes in Accounting Standards

The Nation adopted the following new accounting policies due to changes in the Public Sector Accounting Standards of the CPA Canada Handbook. The new standards are effective for years beginning on or after April 1, 2022 (the transition date).

Financial Statement Presentation

On April 1, 2022, the Nation adopted Section PS 1201 "Financial Statement Presentation", which replaced the existing PS 1200 standard. The new standard introduces a Statement of Remeasurement Gains and Losses, which includes unrealized gains and losses on financial instruments that are measured at fair value and unrealized foreign exchange gains and losses on items in the amortized cost category. In addition, accumulated surplus or deficit on the Statement of Financial Position is presented as the total of the accumulated operating surplus or deficit and the accumulated remeasurement gains and losses.

The Nation has applied the change prospectively on the transition date in accordance with the applicable transitional provisions.

The adoption of the new requirements resulted in an introduction of the Consolidated Statement of Remeasurement Gains and Losses and disclosure of the accumulated remeasurement gains and losses on the Consolidated Statement of Financial Position.

Financial Instruments

On April 1, 2022, the Nation adopted Section PS 3450 "Financial Instruments". The new standard provides guidance on the recognition, measurement, presentation and disclosure of financial instruments. Financial instruments are subsequently measured either (i) fair value or (ii) cost or amortized cost. For financial instruments measured at fair value, unrealized gains and losses are reported on the Statement of Remeasurement Gains and Losses and realized gains and losses are reclassified from the Statement of Remeasurement Gains and Losses to the Statement of Operations. The Nation must also disclose both qualitative and quantitative information on its exposure to financial instrument risk.

The Nation has applied the new standard prospectively on the transition date in accordance with the following transitional provisions:

- Recognition, derecognition and measurement policies followed in the consolidated financial statements for periods prior to the transition date are not reversed. Therefore, the consolidated financial statements of prior periods, including comparative information, have not been restated.
- At the transition date:
 - The Nation recognized all financial assets and financial liabilities on its Consolidated Statement of Financial Position and classified items at (i) fair value or (ii) cost or amortized cost.
 - The Nation elected to measure at fair value instruments for which it defined and implements a risk management or investment strategy to manage and evaluate the performance on a fair value basis. Those instruments include fixed income securities managed and evaluated alongside equity instruments under one portfolio.
 - The Nation measured derivatives and portfolio investments in equity instruments that are quoted in an active market at fair value. The difference between a financial instrument's fair value and its previous carrying amount is recognized as an adjustment to the accumulated remeasurement gains and losses at the transition date.
 - To the extent that the Nation had previously applied an accounting policy where financial

Enoch Cree Nation

Notes to Consolidated Financial Statements

March 31, 2023

instruments were measured at fair value with changes in fair value being recognized through operating surplus or deficit, no adjustment was made on transition. The financial instrument's carrying value is its fair value at the transition date.

- No adjustment to an item's carrying value was made to retroactively expense transaction costs applicable to items in the fair value category.
- Any unamortized discount, premium, or transaction costs associated with a financial asset or financial liability measured at amortized cost is included in the item's opening carrying value.

This adoption of the new requirements had no significant impact on the Nation's consolidated financial statements, other than the additional disclosures described in note 25 and note 26.

Portfolio Investments

On April 1, 2022, the Nation adopted Section PS 3041 "Portfolio Investments", which replaced the existing PS 3040 standard. The new standard removes the distinction between temporary and portfolio investments and removes the exclusion of pooled investment funds from its scope. Under the new standard, portfolio investments are measured in accordance with PS 3450 Financial Instruments.

The Nation has applied the change prospectively on the transition date, in accordance with the applicable transitional provisions as described under PS 3450 Financial Instruments.

The adoption of the new requirements resulted in the changes as described in the change in accounting policy PS 3450 Financial Instruments.

Asset Retirement Obligations

On April 1, 2022, the Nation adopted Section PS 3280 "Asset Retirement Obligations", which replaced the existing PS 3270 "Solid Waste Landfill Closure and Post-Closure Liability" standard. The new standard applies to asset retirement obligations associated with tangible capital assets controlled by the entity that are in productive use or no longer in productive use. It establishes requirements for recognition, measurement, presentation and disclosure of legal obligations associated with the retirement of tangible capital assets.

The Nation has applied the change prospectively on the transition date, with the following transitional provisions, the Nation recognized:

- asset retirement obligations where the event giving rise to the obligation (i.e., acquisition, construction, development or normal use) occurred on or after April 1, 2022;
- asset retirement obligations where the event giving rise to the obligation arose prior to April 1, 2022 and the obligation has not been previously recognized; and
- asset retirement obligations where the event giving rise to the obligation arose prior to April 1, 2022, and the previously recognized obligation requires adjustment in applying the standard.

For asset retirement obligations associated with tangible capital assets in productive use, the Nation increased the carrying amount of the related tangible capital asset (including those that have been fully amortized) by the same amount as the liability. For asset retirement obligations associated with tangible capital assets no longer in productive use, the Nation has recognized an expense of the same amount as the liability.

The adoption of the new requirements required the Nation to record an asset retirement obligation and as a result there were increases to the following balances in the Consolidated Statement of Financial Position and the Consolidated Statement of Operations of the Nation as at April 1, 2022:

Enoch Cree Nation

Notes to Consolidated Financial Statements

March 31, 2023

	Tangible Capital Assets	Asset Retirement Obligations
Balance as at March 31, 2022	156,751,342	-
Asset retirement obligation for assets in productive use	2,110,345	2,110,345
Balance as at April 1, 2022	158,861,687	2,110,345

The adoption of the new accounting standard led to a decrease in the accumulated surplus of \$226,415 as a result of expensing the asset retirement obligations associated with assets no longer in productive use.

3. Cash

Included in cash are the following items:

- \$291,122 (2022 - \$471,528) of cash is held in a Secured Revenues Trust Account (SRTA) by the First Nations Finance Authority.
- \$199,960 (2022 - \$Nil) of cash is held in a separate bank account which has been restricted internally by the Nation as a capital reserve.
- \$1,020,221 (2022 - \$115,425) of cash consists of the CMHC replacement reserve balance which is restricted.
- \$9,975,834 (2022 - \$15,089,898) of cash is restricted for approved uses as outlined in the Host First Nation Charitable Casino Policies Handbook, that is administered by the Alberta Gaming, Liquor and Cannabis Commission.

Cash also includes an operating line of credit to a maximum of \$1,600,000, which bears interest at prime plus 1.0% and is secured by Government funding. As at March 31, 2023, the Nation has drawn \$nil (2022 - \$nil) of the operating line.

4. Accounts receivable

Accounts receivable include amounts due from the following:

	2023	2022
First Nations Development Funds	\$ 3,418,303	\$ 1,427,070
Indigenous Services Canada	-	6,821,018
Canada Mortgage Housing Corporation	108,537	1,654,782
Government remittances - GST	354,343	470,303
Other Government Agencies	3,145,258	1,121,260
Other receivables	4,823,744	5,548,684
Other receivables - Allowance for doubtful accounts	(470,865)	(604,685)
First Nation - member and employee advances	7,325,390	6,963,696
First Nation - member and employee advances - allowance for doubtful accounts	(3,948,579)	(3,823,579)
	\$ 14,756,131	\$ 19,578,549

Enoch Cree Nation

Notes to Consolidated Financial Statements

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5. Trust funds held by federal government

Funds held by the Government of Canada (Indigenous Services Canada) in trust for the use and benefit of the Enoch Cree Nation are as follows:

	March 31, 2022	Income, 2023	Withdrawals, 2023	March 31, 2023
Capital funds	\$ 666,297	\$ 695,808	\$ -	\$ 1,362,105
Revenue funds	\$ 3,055,496	\$ 2,223,614	\$ (1,785,048)	\$ 3,494,062
	\$ 3,721,793	\$ 2,919,422	\$ (1,785,048)	\$ 4,856,167

The trust funds accounts held in Ottawa arise from monies derived from capital and revenue sources which the Crown considers are described in Section 62 of the Indian Act. These funds are held in trust by the Government of Canada and the Crown treats these funds as primarily governed by section 64 and 69 of the Indian Act.

These funds are treated by Canada as held in trust in the Consolidated Revenue fund of the Government of Canada. The funds attract interest pursuant to Section 61(2) of the Indian Act.

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Notes to Consolidated Financial Statements

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6. Restricted Investment - Yekau Lake Trust

In 2008, Enoch Cree Nation submitted the Yekau Lake Practice Bombing Range Specific Claim, pursuant to the Specific Claims Tribunal Act, alleging that when the Department of Indian Affairs and Northern Development leased an area of Enoch Reserve Land to the Department of Transport in March 1942 for use as a practice bombing range, it did not follow specific provisions of the Indian Act.

On September 16, 2011, Canada accepted the Yekau Lake Practice Bombing Range claim for negotiation. Enoch Cree Nation and Canada reached a settlement agreement in January 2020. Under the agreement, the First Nation was awarded \$91,000,000 from Canada. \$90,813,324 was received net of previous advances.

Pursuant to the settlement claim with Canada, Enoch Cree Nation created Yekau Lake Trust to administer, manage and hold in trust the awarded funds from the Yekau Lake Practice Bombing Range claim. The Trustees of the Yekau Lake Trust are required to hold the Trust Property in trust to be used for the specific purposes outlined in the Yekau Lake Trust agreement.

As at March 31, 2023, the investment in Yekau Lake Trust consisted of cash of \$3,306,457 (2022 - \$15,859,105) and portfolio investments with a carrying value of \$51,784,442 (2022 - \$39,999,995).

Minors Trust

Enoch Cree Nation is the Trustee for the Minor's Trust account. The Nation is not the beneficiary of the trust. Accordingly, the Minors Trust's net assets are not recorded as an asset of the Nation.

Per capita distributions due to the beneficiaries who were under the age of 18 at the record date are considered minors trust and are to be invested in secure investment funds as outlined in the Yekau Lake Trust agreement. Upon a beneficiary reaching the age of eighteen years the per capital distribution shall be distributed to the member not later than the last day of the following month, following the month in which the member attains the age of eighteen years. In addition to the initial per capital distribution amount, the Trustees shall pay such person the total of all income (less administrative costs) earned on such members initial per capital distribution and held in the minors trust, but not previously paid out to such member.

At March 31, 2023, the Minors Trust balance consisted of cash of \$1,225,025 (2022 - \$11,709,531) and GIC balance of \$10,000,000 (2022 - \$Nil).

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Notes to Consolidated Financial Statements

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7. Restricted Investments - Enoch Cree Nation Settlement Trust Funds

The Enoch Cree Nation Settlement Trust Funds are restricted investments and are recorded at market value.

The Chief and Council of the Enoch Cree Nation approved the Trust's investment policy on September 27, 2004, creating two portfolios for investments, as follows:

a) The Trust's short-term portfolios are invested in highly secure money market instruments with a minimum credit rating of "R-1 low". No single investment, other than federal or provincial issued instruments can exceed 5% of the portfolio. The primary objectives of the short-term portfolios are liquidity and security of capital. The funds are expected to be drawn down through spending within two to five years, since the purpose of these accounts is that the capital be put to work and invested within the community in long-term or permanent capital projects.

b) The Trust's long-term portfolios include the long-term portions of the Elders, Youth Development and Human Resources accounts. The primary objective of these portfolios are to achieve a long-term rate of return superior to those achieved solely from money market instruments and to do so at an acceptable level of risk. The fixed-income category of the portfolios shall be a minimum of 40% and a maximum of 65%. The equity category of the portfolios shall be a minimum of 35% and a maximum of 60% of the total portfolios. Investments rated "BBB" may be held within a pooled fund to a maximum of 20% of the pooled fund. All Trust equity instruments shall trade on a recognized Global stock exchange or market and preferred stocks will have an acceptable investment grade quality of P2. No single investment, other than federal or provincial instruments, can exceed 5% of the portfolio. No single equity holding can exceed 10% of the amount the Trust can hold in equity instruments.

The net assets of the Enoch Cree Nation Settlement Trust Funds at December 31, 2022 is \$19,891,634 (2021 - \$20,676,154), which includes cash of \$166,909 (2022 - \$37,190) and marketable securities of \$6,117,114 (2021 - \$6,913,071), loans receivable from Enoch entities of \$13,103,882 (2021 - \$13,998,310) and income allocation payable to Enoch entities of \$537,106 (2021 - \$1,326,702). The loans receivable from the Enoch related entities and the loans payable to the Enoch Cree Nation Settlement Trust as recorded by the Enoch related entities have been eliminated in these consolidated financial statements.

In addition, the accumulated loss recorded in the Enoch Cree Nation Investment Trust of \$,678,206 (2022 - \$1,618,090) has been eliminated against the accumulated surplus of \$19,891,634 (2022 - \$20,676,154) in the Enoch Cree Nation Settlement Trust Funds resulting in a net accumulated surplus of \$18,213,428 (2022 - \$19,058,064).

Enoch Cree Nation**Notes to Consolidated Financial Statements**

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8. Investments

	2023	2022
First Nations Bank of Canada - shares at cost	500,000	500,000
Guaranteed Investment Certificates, earning interest between 4.56% to 5.47% per annum, maturing April 2023 to January 2024.	14,113,521	-
Deposits on notice for 60 and 90 days, earning interest between 0.80% to 0.95% per annum.	2,526,465	-
<u>Investment management cash account</u>	15,171,629	-
	32,311,615	500,000

Enoch Cree Nation

Notes to Consolidated Financial Statements

March 31, 2023

9. Investment in Business Enterprises

As described in note 1(a), the investment in the business enterprises are recorded on the modified equity basis. The summary of the December 31, 2022 financial statements of Enoch Cree Nation Business Trust and 1023576 Alberta Ltd. and summary of the March 31, 2023 financial statements of Enoch Health Services Inc. are as follows:

	2023	2022
Equity at beginning of year	\$ 918,520	\$ 373,789
Contributions net of distributions	15,186,236	12,143,106
Net loss	(14,265,406)	(11,598,375)
Investment in Business Enterprises	\$ 1,839,350	\$ 918,520

Balance Sheet December 31, 2022 and 2021	Enoch Cree Nation Business 1023576 Alberta			2022 Total	2021 Total
	Trust	Ltd.	2022 Total		
Cash	\$ -	\$ 541,829	\$ 541,829	\$ 541,829	\$ 334,188
Restricted cash	14,162,040	-	14,162,040	14,162,040	-
Accounts receivable	1,096,614	69,392	1,166,006	1,166,006	134,418
Investments	117,360,709	-	117,360,709	117,360,709	24,068,160
Due from related parties	2,982,058	1,198,370	4,180,428	4,180,428	18,047
Prepaid expenses	-	44,649	44,649	44,649	9,964
Tangible capital assets	-	99,455	99,455	99,455	-
Total assets	\$ 135,601,421	\$ 1,953,695	\$ 137,555,116	\$ 137,555,116	\$ 24,564,777
Accounts payable	\$ 16,237	\$ 224,659	\$ 240,896	\$ 240,896	\$ 419,923
Due to related parties	-	746	746	746	425,237
Promissory note due to Enoch Cree Nation	3,122,258	-	3,122,258	3,122,258	7,256,527
Long-term debt	271,639,900	40,000	271,679,900	271,679,900	155,040,005
Total liabilities	274,778,395	265,405	275,043,800	275,043,800	163,141,692
Share capital/Contributed surplus	-	12,847,622	12,847,622	12,847,622	11,385,122
Accumulated Deficit	(139,176,974)	(11,159,332)	(150,336,306)	(150,336,306)	(149,962,037)
Total Deficit	(139,176,974)	1,688,290	(137,488,684)	(137,488,684)	(138,576,915)
Total liabilities and deficit	\$ 135,601,421	\$ 1,953,695	\$ 137,555,116	\$ 137,555,116	\$ 24,564,777

Enoch Cree Nation

Notes to Consolidated Financial Statements

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9. Investment in Business Enterprises, continued

Income Statement December 31, 2022 and 2021	Enoch Cree Nation Business Trust	1023576 Alberta Ltd.	2022 Total	2021 Total
Equity loss from investments	\$ (12,743,339)	\$ -	\$ (12,743,339)	\$ (28,041,826)
Management fees	-	780,480	780,480	780,480
Interest income	435,326	-	435,326	-
Expenses	(6,797,254)	(1,322,150)	(8,119,404)	(2,778,574)
Net loss, December 31,	(19,105,267)	(541,670)	(19,646,937)	(30,039,920)
Adjustment to loss	5,381,531	-	5,381,531	18,441,545
Net Loss	\$ (13,723,736)	\$ (541,670)	\$ (14,265,406)	\$ (11,598,375)

Enoch Health Services Inc. as at March 31	2023	2022
Cash	\$ 271,606	\$ 463,716
Accounts receivable	85,094	61,087
Inventory	166,917	54,721
Tangible capital assets	557	697
Total assets	\$ 524,174	\$ 580,221
Accounts payable	\$ 101,990	\$ 82,903
Due to related party	270,125	345,259
Total liabilities	372,115	428,162
Equity	152,059	152,059
Total liabilities and equity	\$ 524,174	\$ 580,221

Enoch Health Services Inc. for the period ended March 31,	2023	2022
Revenue	\$ 1,081,567	\$ 901,481
Expenses	1,081,567	901,481
Net income	\$ -	\$ -

Enoch Cree Nation

Notes to Consolidated Financial Statements

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9. Investment in Business Enterprises, continued

The Enoch Cree Nation as the Host First Nation of the River Cree Resort and Casino receives 30% of the slot revenue earned at the Casino, pursuant to the "Alberta First Nations Development Fund Grant Agreement".

Enoch Cree Nation advanced First Nation Development Funds of \$20,323,254 (2022 - \$11,598,375) and ISC funding of \$Nil (2022 - \$2,588,967) as capital contributions to the Enoch Cree Nation Business Trust and 1023756 Alberta Ltd. (River Cree Resort entities). The funds were used by the River Cree Resort entities for operating expenses and debt servicing expenses.

10. Accounts payable

	2023	2022
Trade accounts payable	\$ 5,109,797	\$ 8,057,696
Tuition payable	762	683
Government remittances payable	258,417	221,063
Accrued payables	4,611,515	2,174,071
Deposits	58,402	58,402
	<hr/> \$ 10,038,893	<hr/> \$ 10,511,915

11. Deferred revenue

Deferred revenue represents funding received during the year that has not been expended as at March 31, 2023

	March 31, 2022	Funding received, 2023	Revenue recognized/ recovered 2023	March 31, 2023
Indigenous Services Canada	\$ 26,626,842	\$ 34,846,049	\$ (35,452,761)	\$ 26,020,129
First Nation Development Fund	599,625	24,292,964	(24,488,760)	403,829
Government of Alberta	961,623	967,587	(534,124)	1,395,086
Other	776,779	6,537,780	(6,282,269)	1,032,290
Indigenous Skills and Employment Training Strategy	596,878	1,153,341	(957,154)	793,065
	<hr/> \$ 29,561,747	<hr/> \$ 67,797,721	<hr/> \$ (67,715,068)	<hr/> \$ 29,644,399

Enoch Cree Nation

Notes to Consolidated Financial Statements

March 31, 2023

12. Capital Leases

	2023	2022
Lease payable to Nation Leasing, repayable in blended monthly installments of \$2,146 including interest at 7.6% per annum, secured by equipment with a net book value \$32,172 (2022: \$40,215), maturing April 2023.	2,133	26,713
Lease payable to Calidon Equipment Leasing, repayable in blended yearly installments of \$22,914 including interest at 6.25% per annum, secured by equipment with a net book value of \$65,281 (2022 - \$81,602), maturing July 2027.	95,870	111,797
Lease payable to Brandt Tractor, repayable in blended monthly installments of \$13,776 including interest at 6.25% per annum, secured by equipment with a net book value of \$639,855 (2022 - \$nil), maturing January 2028.	689,956	-
Lease payable to Brand Tractor, repayable in blended monthly installments of \$13,575 including interest at 6.25% per annum, secured by equipment with a net book value of \$701,477 (2022 - \$nil), maturing April 2028.	701,477	-
Lease payable to Calidon Equipment Leasing, repayable in yearly installments of \$68,757 including interest at 6.45% per annum, secured by vehicle with a net book value of \$256,766 (2022 - \$320,958), maturing May 2028.	369,346	411,558
Lease payable to Meridian OneCap Credit Corporation, repayable in blended monthly installments of \$1,126 including interest at 1.82% per annum, secured by equipment with a net book value of \$29,998 (2022 - \$37,498), maturing July 2024.	17,781	30,836
	1,876,563	580,904

Payment of capital leases due within the next five years:

2024	426,857
2025	429,040
2026	424,767
2027	454,445
<u>2028 and thereafter</u>	<u>494,441</u>
 Total minimum lease payments	 2,229,550
<u>Less amounts representing interest at 1.80% to 7.6%</u>	<u>(352,987)</u>
 Present value of net minimum capital lease payments	 1,876,563

Enoch Cree Nation

Notes to Consolidated Financial Statements

March 31, 2023

13. Long-term debt

	2023	2022
Enoch Cree Nation		
Loans payable to ATB Financial, accruing interest quarterly at a rate of prime plus 0.25% per annum. Repayable in one lump sum the earlier of settlement of specific claims against Canada, or between March 2024 and December 2024. The loan facility is available up to a maximum of \$15,314,320 with the use of loan proceeds restricted to costs relating to the claims. Secured by a first loss payee insurance policy and a surety bond up to a maximum of \$15,314,320.	\$ 11,654,960	\$ 10,136,369
Enoch Cree Nation Social Housing Authority		
CMHC mortgages, repayable in total monthly installments of \$112,052 including interest at rates ranging from 0.69% to 3.50% per annum, secured by Ministerial Guarantees, maturing on various dates from March 2026 to January 2047.	17,489,773	18,269,695
Enoch Cree Nation Social Housing Authority		
Bank of Montreal demand loans, repayable in total monthly installments of \$86,765 including interest at rates ranging from 3.55% to 6.45% per annum, secured by a general security agreement, maturing on various dates from December 2025 to June 2026.	7,574,194	8,143,244
Mechet Waskahikanuk Association		
First Nations Bank of Canada mortgages, repayable in total blended monthly installments of \$42,733 including interest at rates ranging from 3.90% to 7.50% per annum maturing at various dates between July 2024 to December 2025, secured by a general security agreement, a guarantee by Mechet Charities Limited as well as land and buildings being financed with a net book value of \$6,645,898 (2022 - \$6,830,229).	4,002,021	4,312,108

Enoch Cree Nation**Notes to Consolidated Financial Statements**

March 31, 2023

13. Long-term debt, continued

	2023	2022
River Cree Crossing Inc.		
Toronto-Dominion credit facility, to a maximum of \$25,000,000 repayable in blended monthly installments of \$111,676 including interest at 4.34% to prime plus 1.0%, secured by a general security agreement, a registered leasehold mortgage issued by River Cree Crossing Inc. representing a first charge against all commercial property and improvements on commercial property in the principal amount of \$25,000,000, a general assignment of subleases and evidence of public liability insurance. Guaranteed by Enoch Cree Nation.	22,268,738	19,532,358
	\$ 62,989,686	\$ 60,393,774

The CMHC housing mortgages are secured by Ministerial Guarantees. The Enoch Cree Nation has entered into an agreement with Canada Mortgage and Housing Corporation to subsidize the average interest rates to the extent required to reduce the effective rate to 2%.

Principal portion of long-term debt due within the next five years:

2024	\$ 12,529,069
2025	13,680,344
2026	2,425,386
2027	2,867,471
2028 and thereafter	31,487,416
	\$ 62,989,686

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Notes to Consolidated Financial Statements

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14. Loan - First Nations Finance Authority

A) Interim Financing with the First Nations Finance Authority (FNFA):

Enoch Cree Nation has entered into an agreement with the FNFA to borrow funds at an interest rate of 1.75% to 0.6%. The funds received has been advanced by the FNFA in anticipation of a bond issued by the FNFA. This interim financing will be replaced by this long term financing upon the issuance of such securities and the earlier of five years from the date of issuance of the interim financing or the completion by Enoch Cree Nation of the defined purpose included in the Borrowing Agreement.

The interim financing loans require monthly interest payments only and are paid from Secured Revenue sources other than ISC or Health Canada funding. These funds are specified in the Borrowing Law adopted by Enoch Cree Nation and are paid directly into a Secured Revenues Trust Account (SRTA), which is governed by a Secured Revenues Trust Management Agreement between Enoch Cree Nation, FNFA and Computershare.

The following amounts are withdrawn from the SRTA:

- 1) Monthly interest payments directly to the FNFA under the terms of the Borrowing Agreement and
- 2) The excess in the SRTA is paid to Enoch Cree Nation

\$111,578,960 of interim financing was issued in 2023 (2022 - \$8,487,660). The interim financing is repayable on demand and bears interest at the rate of prime minus 0.7% (effective rate of 5.75%) per annum (2022 - 1.75% to 2.40% per annum).

B) Debt Reserve Fund:

Five percent of any funds borrowed from the FNFA are held by the Authority in a restricted cash fund as security for payments for bond payments and interim financing providers. If at any time Enoch Cree Nation does not have sufficient funds to meet its obligations under the terms and conditions of the Borrowing Agreement the payments will be made from the Debt Reserve Fund. If at any point in time, the Debt Reserve Fund balance exceeds the related interim or debenture amount the Nation can use the Debt Reserve Fund to make principal payments.

C) Debenture Financing:

\$6,159,000 was rolled from interim financing to long term debenture financing in 2019. The debenture has a term of 20 years with amortization period of 30 years and interest rate of 3.65% per annum and is repayable in fixed monthly payments of \$18,737 and fixed monthly sinking funds payments of \$10,788.

\$26,566,000 was rolled from interim financing to long term debenture financing in 2020. The debenture has a term of 20 years with amortization period of 30 years and interest rate of 2.72% per annum and is repayable in fixed monthly payments of \$60,216 and fixed monthly sinking funds payments of \$50,425.

\$5,263,160 of long term debenture financing was issued in 2021. The debenture has a term of 10 years with amortization of 30 years and interest rate of 1.90% per annum and is repayable in fixed monthly interest payments of \$8,333 and fixed monthly sinking funds payments of \$9,990.

\$165,419,980 was rolled from interim financing to long term debenture financing in 2022. The debenture has a term of 10 years with amortization of 30 years and interest rate of 3.06% per annum and is repayable in fixed monthly interest payments of \$421,821 and fixed monthly sinking funds payments of \$313,990.

The following debenture financing is shown net of the sinking fund balance of \$6,664,354 (2022 - \$2,042,026).

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	2023	2022
Interim financing	\$ 120,066,620	\$ 8,487,660
Debt reserve fund - interim financing	(6,165,619)	(424,420)
Debenture financing	196,636,995	201,325,534
Debt reserve fund - debenture financing	(10,826,206)	(10,259,833)
 Total funds owing to First Nations Finance Authority	 \$ 299,711,790	 \$ 199,128,941

Total interest paid during the year for all FNFA loans was \$10,272,604 (2022: \$3,739,867).

D) River Cree Crossing Inc.:

The amount of the above debenture financing balance attributable to River Cree Crossing Inc. is \$5,137,736 (2022 - \$6,635,683) net of the debt reserve fund balance of \$593,234.

E) Enoch Cree Nation Social Housing.:

The amount of the above interim financing balance attributable to Enoch Cree Nation Social Housing is \$5,756,822 (2022 - \$5,766,778) net of the debt reserve fund balance of \$313,495.

F) Enoch Cree Nation Business Trust:

The amount of the above debenture financing balance attributable to Enoch Cree Nation Business Trust is \$256,303,381 (2022 - \$154,638,037) net of the debt reserve fund balance of \$14,340,925.

Enoch Cree Nation

Notes to Consolidated Financial Statements

March 31, 2023

15. Asset Retirement Obligations

The Nation has recorded an asset retirement obligation for the removal of asbestos and other hazardous materials from its buildings. The asset retirement obligation is adjusted for present value annually using a discount rate of 6%, net of any obligation discharges and increases during the year, over the remaining useful life of the buildings. The undiscounted future expenditures estimated for the asset retirement obligation are \$2,490,000 (April 1, 2022 - \$2,110,345). It is management's opinion that these assumptions are reasonable in the circumstance as at March 31, 2023.

While the asset retirement provision is based on the management's best estimates of future costs, there is uncertainty regarding both the amount and timing of these expenditures, as a result management has included a 20% contingency fee in estimating the retirement provision. Management, as at March 31, 2023, does not foresee any events or circumstances in the future that would have a significant impact on the estimated value of the asset retirement obligation.

The asset retirement obligation recorded in these financial statements is as follows:

	March 31, 2023	April 1, 2022
Balance, beginning of period	2,110,345	-
Increase in (discharge of) obligation	-	2,110,345
Accretion expense	379,655	-
Balance, end of period	2,490,000	2,110,345

Enoch Cree Nation

Notes to Consolidated Financial Statements

March 31, 2023

16. Tangible Capital Assets

	Balance, beginning of year			Cost		Accumulated amortization			2023 net book value
		Additions	Disposals	Balance, end of year	beginning of year	Amortization	Balance, end of year		
Land	\$ 2,275,942	\$ -	\$ -	\$ 2,275,942	\$ -	\$ -	\$ -	\$ 2,275,942	
Buildings and infrastructure	197,693,697	9,689,237	-	207,382,934	57,979,809	6,850,165	64,829,974	142,552,960	
Equipment	17,526,034	2,697,135	-	20,223,169	13,303,034	1,288,180	14,591,214	5,631,955	
Leasehold improvements	1,748,317	-	-	1,748,317	691,455	179,277	870,732	877,585	
Assets under construction	9,481,650	5,617,715	-	15,099,365	-	-	-	15,099,365	
	\$ 228,725,640	\$ 18,004,087	-	\$ 246,729,727	\$ 71,974,298	\$ 8,317,622	\$ 80,291,920	\$ 166,437,807	

	Balance, beginning of year			Cost		Accumulated amortization			2022 Net book value
		Additions	Disposals	Balance, end of year	beginning of year	Amortization	Balance, end of year		
Land	\$ 2,275,942	\$ -	\$ -	\$ 2,275,942	\$ -	\$ -	\$ -	\$ 2,275,942	
Buildings and infrastructure	193,501,470	4,192,227	-	197,693,697	51,185,642	6,794,167	57,979,809	139,713,888	
Equipment	16,583,404	942,630	-	17,526,034	12,255,203	1,047,831	13,303,034	4,223,000	
Leasehold improvements	2,472,930	8,275	(732,888)	1,748,317	603,442	88,013	691,455	1,056,862	
Assets under construction	6,330,612	3,151,038	-	9,481,650	-	-	-	9,481,650	
	\$ 221,164,358	\$ 8,294,170	\$ (732,888)	\$ 228,725,640	\$ 64,044,287	\$ 7,930,011	\$ 71,974,298	\$ 156,751,342	

Tangible capital assets include equipment under capital leases with a net book value of \$1,725,549 (2022 - \$801,231).

Enoch Cree Nation

Notes to Consolidated Financial Statements

March 31, 2023

17. Prepaid expenses

	2023	2022
Prepaid insurance	\$ 1,078,932	\$ 1,339,822
Prepaid other	479,207	472,171
	\$ 1,558,139	\$ 1,811,993

\$1,004,434 (2022 - \$1,268,883) of the prepaid insurance amount relates to insurance policies the Nation has purchased to provide security for a bank loan received to pay past and future legal costs related to the negotiation with "Canada" of five specific claims.

18. Inventory

	2023	2022
Grocery	\$ 80,162	\$ 56,977
Tobacco	446,366	334,374
Gasoline	210,061	265,715
Cannabis products	123,906	103,997
	\$ 860,495	\$ 761,063

The Nation's inventory is subject to spoilage. The Nation provides an allowance for spoilage against the cost of the inventory. A charge to cost of sales is recorded in the year in which the spoilage occurs and any profit or loss from the subsequent sale is reflected in the gross margin at the time of sale.

Total inventory expensed to cost of goods sold during the year was \$21,996,001 (2022 - \$27,499,989).

19. Accumulated Surplus

	2023	2022
Unrestricted operating deficit	\$ (28,750,443)	\$ (27,580,436)
Equity in Tangible Capital Assets	115,104,528	104,158,342
Equity in Enoch Cree Nation Settlement Trust Funds	18,213,428	19,058,064
Equity in Ottawa Trust Funds	4,856,166	3,721,793
Equity in CMHC Replacement Reserve	1,372,318	1,198,785
Remeasurement gains (losses)	(1,034,788)	-
Equity in Business Enterprises	1,839,350	918,520
Equity in Yekau Lake Trust	55,090,899	55,859,100
Internally Restricted Funds - ISC Grant	4,847,797	3,049,295
Internally Restricted Funds - Other	395,740	-
Internally Restricted Funds - Capital Reserve	199,960	-
	\$ 172,134,955	\$ 160,383,463

Enoch Cree Nation

Notes to Consolidated Financial Statements

March 31, 2023

20. Contingent Liabilities

a) Legal proceedings

Enoch Cree Nation has been named as defendant in certain legal proceedings. The Nation is actively defending all lawsuits. Since the amount of loss, if any, cannot be reasonably estimated, no provision has been recorded in these financial statements. Should a loss be incurred, it will be expensed in the year the liability is determined.

b) Government contributions

Government contributions related to projects of the Enoch Cree Nation are subject to conditions regarding the expenditure of funds. The Nation's accounting records, as well as those of agencies delegated to execute the projects, are subject to audit by the various funding agencies. Should any instances be identified in which the amounts charged to the projects are not in accordance with the agreed terms and conditions, amounts would be refundable to the respective funding agencies.

Adjustments to the financial statements as a result of these audits will be recorded in the year in which they become known.

(c) Guarantees

The Nation has provided a guarantee on behalf of its members for the on-reserve housing loans. As at March 31, 2023 the balance outstanding is \$1,372,875 (2022 - \$1,448,489).

21. Commitments

As at March 31, 2023 the Nation has undertaken housing construction projects which were in progress as at March 31, 2023 costs to complete the projects have been estimated at \$3,869,113 (2022 - \$290,045).

22. Enoch Minors' Trust Funds

The Enoch Minors' Trust Account of \$1,010,441 arose from the per capita distribution of the Enoch Cree Nation - 1908 Settlement Trust Funds. Of these funds held in the trust accounts, \$121,130 (2022 - \$197,683) represents amounts owed to Enoch members. The remainder of the balance is available for the use of Enoch Cree Nation at their discretion. The investment which consists of deposits and fixed income securities are held in trust by Peace Hills Trust which bear interest at 5.25% per annum.

23. CMHC Replacement Reserve

Under the terms of the agreement with Canada Mortgage and Housing Corporation, a replacement reserve account is to be credited annually with an agreed amount. These funds, along with accumulated interest, must be held in a separate bank account, and invested in accounts or instruments insured by the Canada Deposit Insurance Corporation, or as may otherwise be approved by CMHC from time to time. The funds in the account may only be used as approved by CMHC. Withdrawals are credited to interest first and then principal. The reserve fund balance at March 31, 2023 was underfunded by \$362,096 (2022- \$583,359).

Enoch Cree Nation

Notes to Consolidated Financial Statements

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24. Employment Retirement Plan

The Nation has a defined contribution plan for its employees. Participation in the pension plan is available to substantially all employees. Total employer contributions during the year were \$834,059 (2022 - \$489,008).

25. Portfolio Investments

	Level 1	Level 2	Total	Cost	2022
Investments Held at Fair Value					
Canadian Equities	3,714,788	-	3,714,787	3,364,752	3,808,006
U.S. Equities	24,184,235	-	24,184,234	23,772,320	21,961,958
Investments Designated to Fair Value:					
Cash and money market funds - CAD	-	8,493,911	8,493,911	8,493,863	133,922
Cash and money market funds - USD	-	949,264	949,264	947,698	811,892
Fixed income	-	16,057,720	16,057,720	17,431,273	16,021,773
Fixed income - foreign	-	4,290,658	4,290,658	4,715,456	4,171,396
Investments Held at Amortized Cost:					
Cash and money market funds	-	-	35,284,980	35,284,980	15,900,414
Privately held shares	-	-	500,000	500,000	500,000
	27,899,023	29,791,553	93,475,554	94,510,342	63,309,361

The fair value of investments held at amortized cost is \$35,784,980 (2022 - \$16,400,414).

Enoch Cree Nation

Notes to Consolidated Financial Statements

March 31, 2023

26. Risk Management

Transacting in and holding of financial instruments exposes the Nation to certain financial risks and uncertainties. Qualitative and quantitative analysis of the significant risks are as follows:

(a) Credit Risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Nation's exposure to credit risk relates to accounts receivable and arises from the possibility that a debtor does not fulfil its obligations. Management believes this risk is minimized through continuously monitoring its financial assets, negotiation of payment plans with select individuals, and maintaining regular contact with funders, members, and other credit applicants. The Nation performs continuous evaluation of its financial assets and record impairment in accordance with the stated policy. The maximum exposure to credit risk is the carrying value of accounts receivable and loan guarantees for on-reserve housing loans as described in note 20, and First Nation member advances. A significant portion of the Nation's account receivable is from federal and provincial governments and related parties, which minimizes risk.

The aged accounts receivable that are past due but not impaired are as follows:

	> 6 months	> 1 year	> 1.5 year
Accounts receivable	244,761	644,553	1,195,163
First Nation member advances	106,423	283,121	1,756,775
	351,184	927,674	2,951,938

As at year end, management has determined that a portion of accounts receivable are impaired. Impaired accounts receivable are disclosed in note 4. Management's assessment is based on specific identification and the age of receivables.

There have been no significant changes to the credit risk from the previous year.

(b) Liquidity Risk

Liquidity risk is the risk that the Nation will encounter difficulty in meeting its obligations associated with financial liabilities. The Nation's exposure to liquidity risk relates to accounts payable and accrued liabilities, capital leases, long-term debt, and First Nations Finance Authority financing and arises from the possibility that timing and amount of its cash flows will not be sufficient to enable it to meet its financial obligations as they become due. Management believes this risk is minimized through working capital management including monitoring current and future cash flow requirements in consideration of current credit facilities and management of expenses. Accounts payable and accrued liabilities are due within 30 days of receipt of an invoice. The contractual maturities of capital leases are disclosed in note 12, contractual maturities of long-term debt are disclosed in note 13, and contractual maturities of the First Nations Finance Authority financing are disclosed in note 14.

Enoch Cree Nation

Notes to Consolidated Financial Statements

March 31, 2023

(c) Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk. The Nation is exposed to market risk as follows:

(i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Nation's exposure to interest rate risk relates to fixed income portfolio investments, variable rate long-term debt and interim financing debt from First Nations Finance Authority. The fair values of fixed rate financial instruments fluctuate as market rates of interest change. The cash flows resulting from variable rate financial instruments fluctuate as interest rates applicable to instruments change. The Nation does not use derivative financial instruments to hedge its exposure to interest rate risk.

As at March 31, 2023, a 0.25% increase in interest rates would increase the fair value of the portfolio investments and decrease remeasurement losses by \$50,483 and would increase interest expense relating to long term debt thereby decreasing the Nation's operating surplus by \$180,733. Respectively, a 0.25% decline in interest rates would decrease portfolio investments and increase remeasurement losses by the same amount and increase the Nation's operating surplus by the aforementioned amounts.

Increased economic uncertainty and changing inflation rates due to a range of economic factors has resulted in a change in interest rate risk from the prior year. Uncertain economic conditions including events may result in a change in interest rates both nationally and internationally. The Nation cannot predict changes in interest rates.

(ii) Other price risk - Investments

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 issuers, or factors affecting all similar financial instruments or issuers. The Nation's investments in equities expose the Nation to price risk as these instruments are subject to price changes in an open market for a variety of reasons including, investor sentiment and expectations, changes in market rates of interest, general economic indicators and restrictions of credit markets. The Nation does not employ derivative financial instruments to hedge its exposure to other price risk. Management mitigates this risk by limiting investments to Canadian financial institutions, and continuous monitoring of the financial markets.

As at March 31, 2023, an increase of 1% in the price of the equities would result in an increase in the fair value of the portfolio investments and decrease remeasurement losses by \$257,700. Respectively, a 1% decrease in the price of the equities would result in a decrease in the fair value of the portfolio investments and increase remeasurement losses by the same amount.

(iii) Other price risk - Commodity Prices

The Nation's trust funds held by federal government are exposed to other price risks as the income earned on these instruments is subject to fluctuations in oil commodity prices for a variety of reasons including, investor sentiment and expectations, oil production, and general economic indicators. The Nation does not employ derivative financial instruments to hedge its exposure to other price risk.

Enoch Cree Nation

Notes to Consolidated Financial Statements

March 31, 2023

(iv) Currency Risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. As at year end the Nation has portfolio investments denominated in US dollar of \$29,424,156 (2022 - \$26,945,246) and is thus exposed to the financial risk of earnings fluctuations arising from changes in foreign exchange rates and the degree of volatility of the exchange rates. Management manages this risk by continuously monitoring the financial markets, by diversifying its portfolio investments through investing in securities denominated in multiple currencies and maintaining a mix of equities and fixed income securities.

As at March 31, 2023, an appreciation of 5% in the Canadian dollar versus the US dollar exchange rates would decrease the portfolio investments and increase the remeasurement losses by \$1,471,208 while a depreciation would increase portfolio investments and decrease the remeasurement losses by the same amount.

There have been no significant changes to currency risk from the previous year and no significant changes to the methods and assumptions used in the sensitivity analysis.

27. Investment in Mamawatoskewak Trust

Enoch Cree Nation holds an investment in Mamawatoskewak Trust. The purpose of the trust is to hold investment and partnership units for the benefit of Enoch Cree Nation.

As at March 31, 2023 the trust holds an investment in a power and utility project, as the project is still in the development stage, there has been no activity in the trust and therefore the carrying value is \$Nil (2022- \$Nil).

28. Investment in Age Care LP & Age Care GP Ltd.

During the year Enoch Cree Nation incorporated Age Care LP and Age Care GP Ltd, the purpose of these new entities is to provide surgical facilities and services to members and others for the benefit of the Enoch Cree Nation.

As at March 31, 2023 there has been no activity in these entities and therefore the carrying value is \$Nil (2022- \$Nil).

29. Budget Information

The budget information for the year ended March 31, 2023 is prepared by management, approved by Chief and Council and is unaudited. Amortization was not contemplated in the preparation of the budget.

30. Comparative Amounts

Certain of the comparative amounts have been reclassified to conform with the presentation adopted in the current year.

Enoch Cree Nation

Notes to Consolidated Financial Statements

March 31, 2023

31. Expenses by object

For the year ended March 31	2023 Budget	2023 Actual	2022 Actual
1/3 2/3 Program Costs	\$ -	\$ 516,929	\$ -
Accretion expense	-	367,358	-
Advertising	-	28,568	29,405
Amortization - capital assets	-	8,287,363	8,009,410
Cost of sales	-	26,389,534	28,543,350
Emergency assistance - subsidy	-	1,803,645	485,048
Emergency housing	210,000	709,273	463,004
Insurance	1,124,342	2,181,349	1,924,042
Interest and bank charges	17,206,135	13,772,014	7,232,797
Materials and supplies	1,191,086	2,644,431	2,157,131
Per capita distributions and rebates	-	6,079,840	1,311,074
Professional fees	1,829,118	3,561,801	2,836,358
Program costs	17,320,296	25,134,324	20,822,228
Rent	503,054	1,105,256	1,216,654
Repairs and maintenance	5,060,650	7,446,061	4,965,795
Telephone and utilities	2,043,188	2,749,414	2,532,571
Training	20,000	103,346	80,171
Travel and meetings	635,184	979,352	438,101
Wages and subcontractors	36,791,859	48,503,780	38,571,125
	<hr/>	<hr/>	<hr/>
	\$ 83,934,912	\$ 152,363,638	\$ 121,618,264

Enoch Cree Nation

Notes to Consolidated Financial Statements

March 31, 2023

32. Segmented information

The Nation provides a range of services to its members. For management reporting purposes, operations and activities are organized and reported by function. The segment revenues and expenses represent amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. The presentation by segment is based on the same accounting policies as described in the summary of Significant Accounting Policies as described in Note 1. The segment results for the year are as follows:

	Administration		Amortization		ECN Corporate				
	2023 Budget	2023 Actual	2022 Actual	2023 Budget	2023 Actual	2022 Actual	2023 Budget	2023 Actual	2022 Actual
Revenues									
Indigenous Services Canada	1,812,058	6,804,048	4,045,145	-	-	-	1,259,085	1,770,735	2,221,441
Business enterprises and taxation	-	-	-	-	-	-	-	37,765,854	37,770,091
Equity income - Business enterprises	-	-	-	-	-	-	-	(14,265,406)	(11,598,375)
Resource and investment income	-	-	255	-	-	-	444,000	11,799,120	4,004,722
First Nations Development Fund	2,419,968	3,449,474	3,175,235	-	-	-	12,677,467	3,588,609	2,852,525
Government of Alberta	-	-	21,963	-	-	-	50,000	50,000	50,000
ISC and FNDF - Resort	-	-	-	-	-	-	-	20,323,255	14,088,717
Other revenue	489,985	589,496	888,316	-	-	-	920,530	336,667	(235,685)
Total revenue	4,722,011	10,843,018	8,130,914	-	-	-	15,351,082	61,368,834	49,153,436
Expenses									
Wages and subcontractors	2,736,053	4,342,474	2,260,949	-	-	-	529,573	5,115,752	5,082,808
Travel and meetings	23,100	62,542	21,505	-	-	-	29,600	114,279	58,611
Repairs and maintenance	8,500	(9,663)	42,390	-	-	-	123,158	366,998	441,348
Interest and bank charges	-	46,489	37,031	-	-	-	14,040,510	12,221,418	6,037,356
Amortization and accretion	-	-	-	-	8,654,721	8,009,410	-	-	-
Telephone and utilities	297,100	257,253	303,927	-	-	-	4,400	420,037	313,936
Materials and supplies	84,499	86,317	60,274	-	-	-	7,750	26,637,505	28,725,436
Professional fees	3,750	128,681	900	-	-	-	-	327,551	367,453
Other expenses	1,569,009	7,038,421	4,315,219	-	-	-	-	2,101,752	1,928,931
Total expenses	4,722,011	11,952,514	7,042,195	-	8,654,721	8,009,410	14,734,991	47,305,292	42,955,879
Annual surplus (deficit)	-	(1,109,496)	1,088,719	-	(8,654,721)	(8,009,410)	616,091	14,063,542	6,197,557

Enoch Cree Nation

Notes to Consolidated Financial Statements

March 31, 2023

32. Segmented information, continued

	2023 Budget	Community Service 2023 Actual	2022 Actual	2023 Budget	Finance 2023 Actual	2022 Actual	2023 Budget	Education 2023 Actual	2022 Actual
Revenues									
Indigenous and Services Canada	100,742	242,699	109,771	46,961	1,710,466	1,311,051	9,242,357	10,725,761	12,996,843
Business enterprises & taxation	-	-	-	536,626	695,842	722,211	-	-	-
Resource and investment income	-	56,970	153,150	(751,185)	(223,901)	1,124,964	-	-	-
Mechet Charities Limited	1,511,139	1,766,820	1,350,689	184,888	11,528,070	9,076,697	4,074,430	3,439,159	2,644,943
First Nations Development Fund	213,592	226,394	161,639	2,343,606	3,055,073	2,252,459	107,773	107,285	58,205
Government of Alberta	-	-	-	-	-	-	478,173	177,629	313,200
Other revenue	211,000	260,844	216,472	125,000	424,710	895,573	106,670	1,940,742	1,107,281
Total revenue	2,036,473	2,553,727	1,991,721	2,485,896	17,190,260	15,382,955	14,009,403	16,390,576	17,120,472
Expenses									
Wages and subcontractors	1,486,007	1,400,644	1,219,359	1,967,696	6,727,613	4,936,798	8,054,872	8,425,020	7,559,286
Travel and meetings	3,600	3,600	1,800	21,300	44,328	16,405	73,261	63,697	12,191
Repairs and maintenance	181,710	193,578	70,675	-	39,464	755	323,910	442,790	444,587
Interest and bank charges	-	-	-	32,000	43,808	26,186	78,060	16,082	19,621
Telephone and utilities	20,450	138,655	115,818	30,680	580,748	513,555	170,772	154,819	170,341
Materials and supplies	52,105	148,871	81,999	81,000	308,758	239,003	394,675	1,102,512	1,115,188
Professional fees	5,250	4,640	2,113	388,000	780,666	751,484	96,607	237,613	290,167
Other expenses	287,351	757,025	421,563	442,842	2,993,715	537,160	6,148,863	6,508,727	5,230,474
Total expenses	2,036,473	2,647,013	1,913,327	2,963,518	11,519,100	7,021,346	15,341,020	16,951,260	14,841,855
Annual surplus (deficit)	-	(93,286)	78,394	(477,622)	5,671,160	8,361,609	(1,331,617)	(560,684)	2,278,617

Enoch Cree Nation

Notes to Consolidated Financial Statements

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32. Segmented information, continued

	2023 Budget	Office of the Chief 2023 Actual	2022 Actual	2023 Budget	Health 2023 Actual	2022 Actual	2023 Budget	Language and Culture 2023 Actual	2022 Actual
Revenues									
Indigenous Services Canada	957,072	2,600,360	1,067,872	1,463,504	3,345,351	4,280,853	-	19,735	-
Business enterprises & taxation	300,000	212,230	235,210	-	-	-	-	-	-
Equity income - Business enterprises	(5,000)	-	-	-	-	-	-	-	-
Resource and investment income	662,500	662,500	662,500	-	-	-	318,514	81,796	232,352
Mechet Charities Limited	143,199	101,677	144,259	2,505,192	2,824,906	2,270,662	2,365,797	2,549,451	2,165,455
First Nations Development Fund	4,198,975	4,947,269	2,100,030	51,627	51,624	200,000	3,812,546	5,408,210	4,249,334
Government of Alberta	-	-	-	-	-	-	-	8,000	63,500
Other revenue	684,582	1,089,680	429,698	-	37,506	122,262	66,120	325,457	261,121
Total revenue	6,941,328	9,613,716	4,639,569	4,020,323	6,259,387	6,873,777	6,562,977	8,392,649	6,971,762
Expenses									
Wages and subcontractors	4,537,116	5,600,985	3,616,784	2,743,164	2,112,496	2,315,653	1,787,366	1,960,197	1,917,169
Travel and meetings	260,606	507,677	194,389	32,417	18,543	22,704	3,600	2,700	1,800
Repairs and maintenance	168,102	142,085	1,388	105,582	54,374	57,117	68,821	56,117	19,260
Interest and bank charges	5,000	441,539	248,524	21,657	3,674	9,511	-	-	-
Telephone and utilities	45,200	26,679	12,402	16,517	38,791	38,922	876,800	519,712	638,904
Materials and supplies	83,875	121,317	48,281	28,500	51,452	83,020	17,640	23,152	17,093
Professional fees	602,102	1,245,983	1,275,603	10,000	-	-	-	-	250
Other expenses	1,716,412	2,315,352	772,166	1,384,512	2,459,544	2,145,580	5,144,685	5,002,713	4,573,849
Total expenses	7,418,413	10,401,617	6,169,537	4,342,349	4,738,874	4,672,507	7,898,912	7,564,591	7,168,325
Annual surplus (deficit)	(477,085)	(787,901)	(1,529,968)	(322,026)	1,520,513	2,201,270	(1,335,935)	828,058	(196,563)

Enoch Cree Nation

Notes to Consolidated Financial Statements

March 31, 2023

32. Segmented information, continued

	Infrastructure		Kiskikamik Spirit Lodge			Planning and Development			
	2023 Budget	2023 Actual	2022 Actual	2023 Budget	2023 Actual	2022 Actual	2023 Budget	2023 Actual	2022 Actual
Revenues									
Indigenous Services Canada	1,499,628	2,006,862	1,118,392	231,342	1,537,125	205,330	115,563	120,558	115,563
Resource and investment income	-	-	-	-	-	-	289,795	1,033,612	489,788
Mechet Charities Limited	3,158,813	5,391,620	3,989,414	566,407	510,195	437,733	250,000	-	175
First Nations Development Fund	581,385	625,211	539,902	991,297	1,044,519	266,462	929,511	1,099,336	473,022
Government of Alberta	-	-	-	-	25,000	(25,000)	189,000	231,769	(189,675)
Other revenue	-	-	224,324	-	10,000	382,160	526,100	569,676	594,643
Total revenue	5,239,826	8,023,693	5,872,032	1,789,046	3,126,839	1,266,685	2,299,969	3,054,951	1,483,516
Expenses									
Wages and subcontractors	2,465,309	3,494,303	2,914,739	1,342,457	1,724,134	501,777	883,261	801,559	550,924
Travel and meetings	-	7,200	3,600	10,800	20,026	3,600	21,600	28,963	18,491
Repairs and maintenance	1,785,955	1,677,326	1,674,084	12,952	17,732	10,025	24,936	21,147	11,048
Interest and bank charges	174,204	76,027	35,663	-	-	-	-	-	-
Telephone and utilities	192,806	154,001	183,028	145,055	135,583	2,400	9,600	5,700	2,900
Materials and supplies	30,000	45,332	35,283	2,375	41,258	1,714	112,851	99,855	64,773
Professional fees	-	137,117	(34,588)	-	3,000	-	568,409	506,636	11,100
Other expenses	356,786	153,183	62,420	275,407	1,037,947	194,795	814,095	1,192,466	1,013,282
Total expenses	5,005,060	5,744,489	4,874,229	1,789,046	2,979,680	714,311	2,434,752	2,656,326	1,672,518
Annual surplus (deficit)	234,766	2,279,204	997,803	-	147,159	552,374	(134,783)	398,625	(189,002)

Enoch Cree Nation

Notes to Consolidated Financial Statements

March 31, 2023

32. Segmented information, continued

	2023 Budget	First Responders 2023 Actual	2022 Actual	Maskekosak 2023 Budget	Newowacistewan 2023 Actual	Natamakewin 2022 Actual	2023 Budget	River Cree Homes 2023 Actual	2022 Actual
Revenues									
Indigenous Services Canada	114,448	3,218,655	2,888,743	2,357,316	1,596,193	1,257,314	259,600	(245,787)	869,947
Resource and investment income	-	-	-	-	-	-	450,000	(201,073)	12,714
Mechet Charities Limited	1,035,033	1,052,522	965,262	-	68,802	68,343	6,982,326	8,989,310	5,768,371
First Nations Development Fund	654,904	616,987	628,485	-	-	-	-	268,770	14,700
Government of Alberta	-	41,726	20,949	130,290	-	31,302	-	-	-
Other revenue	-	171,078	221,688	-	175,220	-	4,884,796	2,579,865	3,638,530
Total revenue	1,804,385	5,100,968	4,725,127	2,487,606	1,840,215	1,356,959	12,576,722	11,391,085	10,304,262
Expenses									
Wages and subcontractors	1,530,508	1,919,751	1,395,935	3,090,993	1,170,754	794,385	3,637,484	3,708,100	3,504,560
Travel and meetings	1,500	37,424	10,733	130,800	50,675	63,572	23,000	17,700	8,700
Repairs and maintenance	32,500	27,651	35,390	-	42,658	-	2,224,524	4,373,805	2,157,728
Interest and bank charges	-	44,595	31,736	-	-	-	2,854,704	878,381	787,169
Telephone and utilities	14,940	49,009	44,422	68,868	24,135	9,492	150,000	244,292	182,524
Materials and supplies	117,516	187,187	123,415	113,500	91,154	34,435	64,800	89,295	70,567
Professional fees	-	8,252	4,764	140,000	172,029	87,607	15,000	9,633	79,505
Other expenses	107,421	2,131,488	2,870,802	393,099	288,810	359,937	537,210	3,681,383	1,905,447
Total expenses	1,804,385	4,405,357	4,517,197	3,937,260	1,840,215	1,349,428	9,506,722	13,002,589	8,696,200
Annual surplus (deficit)	-	695,611	207,930	(1,449,654)	-	7,531	3,070,000	(1,611,504)	1,608,062

Enoch Cree Nation

Notes to Consolidated Financial Statements

March 31, 2023

32. Segmented information, continued

		Consolidated totals		
		2023 Budget	2023 Actual	2022 Actual
Revenues				
Indigenous Services Canada		19,459,676	35,452,761	32,488,265
Business enterprises & Taxation		836,626	38,673,926	38,727,512
Equity income - Business enterprises		(5,000)	(14,265,406)	(11,598,375)
Resource and investment income		1,413,624	13,209,024	6,680,445
Mechet Charities Limited		22,777,224	38,222,532	28,882,003
First Nations Development Fund		28,982,651	24,488,761	16,971,998
Government of Alberta		847,463	534,124	286,239
ISC and FNDF - Resort		-	20,323,255	14,088,717
Other revenue		8,014,783	8,510,941	8,746,383
Total revenue		82,327,047	165,149,918	135,273,187
Expenses				
Wages and subcontractors		36,791,859	48,503,782	38,571,126
Travel and meetings		635,184	979,354	438,101
Repairs and maintenance		5,060,650	7,446,062	4,965,795
Interest and bank charges		17,206,135	13,772,013	7,232,797
Amortization - capital assets and accretion		-	8,654,721	8,009,410
Telephone and utilities		2,043,188	2,749,414	2,532,571
Materials and supplies		1,191,086	29,033,965	30,700,481
Professional fees		1,829,118	3,561,801	2,836,358
Other expenses		19,177,692	37,662,526	26,331,625
Total expenses		83,934,912	152,363,638	121,618,264
Annual surplus (deficit)		(1,607,865)	12,786,280	13,654,923