

**Smith's Landing First Nation #196
Consolidated Financial Statements**

March 31, 2018

Smith's Landing First Nation #196

CONTENTS

	<u>Page</u>
MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING	1
INDEPENDENT AUDITORS' REPORT	2
Consolidated Statement of Financial Position	3
Consolidated Statement of Financial Activities	4
Consolidated Statement of Change in Net Financial Assets	5
Consolidated Statement of Cash Flows	6
Schedule of Changes in Accumulated Surplus - Schedule 1	7
Consolidated Statement of Tangible Capital Assets - Schedule 2	8
Consolidated Statement of Financial Activities by Program - Schedule 3	9
Consolidated Statement of Expenditures by Object - Schedule 4	10
Notes to the Consolidated Financial Statements	11 - 17



Smith's Landing First Nation

Thebacha Nare IR # 196

PO Box 1470, Fort Smith, NT, X0E 0P0

Phone: (867) 872-4950 Fax: (867) 872-5154

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying financial statements of the **Smith's Landing First Nation #196** are the responsibility of management and have been approved by the Chief and Chief Executive Officer on behalf of Council.

The financial statements have been prepared by management in accordance with Canadian public sector accounting standards. Financial statements are not precise since they include certain amounts based on estimates and judgment. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the financial statements are presented fairly, in all material respects.

The First Nation maintains systems of internal accounting and administrative controls of high quality. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and the First Nation's assets are appropriately accounted for and adequately safeguarded.

The First Nation's Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the financial statements.

The financial statements have been audited by Doyle & Company in accordance with Canadian auditing standards on behalf of the members. Doyle & Company have full and free access to the Council.

Original signed by

Chief

Original signed by

Chief Executive Officer (CEO)

DOYLE & COMPANY
CHARTERED PROFESSIONAL
ACCOUNTANTS

Allan J. Grykulik, CPA, CA*
Scott T. Mockford, CPA, CA*
Allen Lee, CMA, CA*
Jason Bondarevich, CPA, CA*
*Operates as a professional Corporation

11210 – 107 Avenue N.W.
Edmonton, Alberta T5H 0Y1
Tel (780) 452-2300, Fax (780) 452-2335

INDEPENDENT AUDITORS' REPORT

To the Chief and Council

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of the **Smith's Landing First Nation #196**, which comprise the statement of financial position as at March 31, 2018 and the statements of financial activities, change in net financial assets and the statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

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

Auditor's Responsibility

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

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

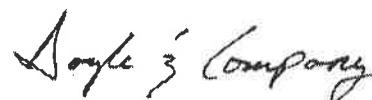
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the Smith's Landing First Nation #196 as at March 31, 2018 and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

August 9, 2018

Edmonton, Alberta



Chartered Professional Accountants

Smith's Landing First Nation #196
Consolidated Statement of Financial Position
As at March 31, 2018

	2018 \$	2017 \$
FINANCIAL ASSETS		
Cash	410,608	648,165
Restricted cash (Note 3)	547,261	428,286
Short-term investment (Note 4)	19,375	19,212
Accounts receivable (Note 5)	531,342	236,215
Investment in First Nation controlled entities (Note 6)	-	-
Trust funds held by federal government (Note 7)	10,505	9,691
	1,519,091	1,341,569
LIABILITIES		
Accounts payable (Note 8)	208,438	338,516
Deferred revenue (Note 9)	280,706	172,483
	489,144	510,999
NET FINANCIAL ASSETS	1,029,947	830,570
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 2)	2,610,030	2,210,691
Prepaid expenses	-	19,709
Investments (Note 10)	27,343,407	27,479,531
	29,953,437	29,709,931
ACCUMULATED SURPLUS (Schedule 1 and Note 13)	30,983,384	30,540,501

Approved by the First Nation:

Original signed by _____ Chief *Original signed by* _____ Councilor
Original signed by _____ Councilor *Original signed by* _____ Councilor
Original signed by _____ Councilor

Smith's Landing First Nation #196
Consolidated Statement of Financial Activities
For the year ended March 31, 2018

	2018 Budget (Note 16)	2018 Actual	2017 Actual
	\$	\$	\$
REVENUE			
Indigenous Services Canada			
Grant	4,000	186,604	184,676
Fixed contribution	1,037,487	753,992	947,150
Set contribution	-	132,431	344,282
Akaitcho Territory Government	202,462	129,804	122,900
Alberta Government	135,000	145,000	159,344
First Nation Development Fund	396,951	403,346	433,920
Investment income	1,000,000	1,000,000	1,000,000
Other revenue (recovery)	398,039	454,465	(165)
Revenue deferred from previous period	-	-	143,841
Revenue deferred to subsequent period	-	(108,209)	-
	3,173,939	3,097,433	3,335,948
EXPENDITURES			
Administration	763,852	543,158	763,516
Akaitcho Territory Government			
Chipewyan Language program	149,500	43,214	-
Akaitcho Territory Government on the Land Wellness	-	9,467	-
Alberta Government	-	138,897	34,172
Capital Projects	398,819	315,862	84,470
Cassette Island Project	-	-	15,691
Chief and Council	214,000	173,923	265,992
Consultation	40,800	85,390	-
Economic Development	65,740	80,719	441,191
Education	228,582	245,126	128,258
First Nation Development Fund	403,691	281,243	525,363
Housing	484,140	14,202	13,140
Membership	136,000	124,344	-
Public Works	186,252	216,296	187,172
Social Development	66,563	66,903	379,753
	3,137,939	2,338,744	2,838,718
Excess of Revenue Over Expenditures			
Before Other Expenditures	36,000	758,689	497,230
Other Expenditures			
Amortization	-	(113,581)	(118,890)
Gain (Loss) on disposition of assets	-	-	7,971
	-	(113,581)	(110,919)
EXCESS OF REVENUE OVER EXPENDITURES	36,000	645,108	386,311

The accompanying notes form part of these financial statements.

Smith's Landing First Nation #196
Consolidated Statement of Change in Net Financial Assets
For the year ended March 31, 2018

	2018 \$	2017 \$
EXCESS OF REVENUES OVER EXPENDITURES	645,108	386,311
Acquisition of tangible capital assets	(512,920)	(206,853)
Proceeds on disposal of tangible capital assets	-	14,000
Amortization of tangible capital assets	113,581	118,889
(Gain) Loss on disposal of capital assets	-	(7,971)
Transfer to investments	(66,100)	-
	(465,439)	(81,935)
Acquisition of prepaid assets	-	(19,709)
Use of prepaid assets	19,708	15,011
	19,708	(4,698)
INCREASE IN NET ASSETS	199,377	299,678
NET FINANCIAL ASSETS, BEGINNING OF YEAR	830,570	530,892
NET FINANCIAL ASSETS, END OF YEAR	1,029,947	830,570

Smith's Landing First Nation #196

Consolidated Statement of Cash Flows

For the year ended March 31, 2018

	2018	2017
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from funding agencies and other income	2,910,528	3,611,127
Cash paid to suppliers and employees	(2,449,113)	(2,926,101)
	461,415	685,026
CASH FLOWS FROM INVESTING ACTIVITIES		
(Increase) in investments	(66,914)	(9,691)
Purchase of tangible capital assets	(512,920)	(206,853)
Proceeds on disposal of tangible capital assets	-	14,000
	(579,834)	(202,544)
INCREASE IN CASH DURING THE YEAR	(118,419)	482,482
CASH - Beginning of year	1,095,663	613,181
CASH - End of year	977,244	1,095,663
 Cash consists of:		
Cash	410,608	648,165
Restricted cash (Note 3)	547,261	428,286
Short-term investment (Note 4)	19,375	19,212
	977,244	1,095,663

The accompanying notes form part of these financial statements.

Smith's Landing First Nation #196

Schedule of Changes in Accumulated Surplus - Schedule 1

For the year ended March 31, 2018

	2017	2018	2017	2018
	Unrestricted Surplus \$	Equity in Tangible Capital Assets \$	Equity in Trust Funds \$	Settlement Capital \$
Balance, Beginning of Year	840,587	2,210,691	9,691	27,479,531
Excess of revenue over expenses	645,108	-	-	645,108
Investment income	(814)	-	814	797,776
Capital funds used for operations	-	-	-	(1,000,000)
Restricted funds transferred to investments	(66,100)	-	-	66,100
Current years funds used for tangible capital assets	(512,920)	512,920	-	-
Annual amortization expense	113,581	(113,581)	-	-
Change in accumulated surplus	178,855	399,339	814	(136,124)
Balance, End of Year	1,019,442	2,610,030	10,505	27,343,407
				30,983,384
				30,540,501

The accompanying notes form part of these financial statements.

Smith's Landing First Nation #196

Consolidated Statement of Tangible Capital Assets - Schedule 2

For the year ended March 31, 2018

	Land	Automotive	Buildings & Infrastructure	Equipment	Infrastructure	2018	2017
	\$	\$	\$	\$	\$	\$	\$
COST:							
Balance, Beginning of Year	391,772	424,838	2,059,452	240,069	251,543	3,367,674	3,203,022
Acquisition of tangible capital assets	-	-	512,920	-	-	512,920	206,853
Disposal of tangible capital assets	-	-	-	-	-	-	(42,201)
<u>Balance, End of Year</u>	<u>391,772</u>	<u>424,838</u>	<u>2,572,372</u>	<u>240,069</u>	<u>251,543</u>	<u>3,880,594</u>	<u>3,367,674</u>
ACCUMULATED AMORTIZATION:							
Balance, Beginning of Year	302,828	561,710	188,294	104,151	1,156,983	1,074,266	
Annual amortization	36,602	60,024	11,059	5,896	113,581	118,889	
Accumulated amortization on disposals	-	-	-	-	-	-	(36,172)
<u>Balance, End of Year</u>	<u>339,430</u>	<u>621,734</u>	<u>199,353</u>	<u>110,047</u>	<u>1,270,564</u>	<u>1,156,983</u>	
NET BOOK VALUE	391,772	85,408	1,950,638	40,716	141,496	2,610,030	2,210,691

The accompanying notes form part of these financial statements.

Smith's Landing First Nation #196

Consolidated Statement of Financial Activities - Schedule 3

For the year ended March 31, 2018

	INAC Revenue	Other Revenue	Total Revenue	Total Expenditures	Surplus (Deficit) Before Capital 2018	Capital Expenditures	Surplus (Deficit) Without Capital 2017
Administration	213,206	524,086	737,292	543,158	194,134	5,700	43,908
Alkaitcho Territory Government	-	43,214	43,214	-	-	-	-
Chipewyan Language Program	-	27,450	27,450	9,467	17,983	-	-
On the Land Wellness	-	156,779	156,779	138,897	17,882	-	5,878
Alberta Government	442,750	-	442,750	315,862	126,888	166,931	121,976
Capital Projects	-	-	-	-	-	-	(15,691)
Cassette Island Project	-	-	-	-	-	-	-
Chief and Council	-	216,854	216,854	173,923	42,931	-	17,570
Consultation	12,000	48,645	60,645	85,390	(24,745)	327,586	70,000
Desnethe Trial	-	241,074	241,074	-	241,074	-	(6,355)
Economic Development	65,740	47,383	113,123	80,719	32,404	-	71,742
Education	-	236,018	236,018	245,126	(9,108)	12,703	49,950
First Nation Development Fund	-	301,923	301,923	281,243	20,680	-	40,000
Health	-	-	-	-	-	-	128,860
Housing	-	38,393	38,393	14,202	24,191	-	-
Membership	-	138,000	138,000	124,344	13,656	-	-
Public Works	186,252	4,587	190,839	216,296	(25,457)	-	4,863
Social Development	153,079	-	153,079	66,903	86,176	-	(35,471)
	1,073,027	2,024,406	3,097,433	2,338,744	758,689	512,920	497,230

The accompanying notes form part of these financial statements.

Smith's Landing First Nation #196
Consolidated Statement of Expenditures by Object - Schedule 4
For the year ended March 31, 2018

	2018 Budget \$	2018 Actual \$	2017 Actual \$
EXPENDITURES			
Administration	-	5,566	1,677
Contract labour	-	1,000	74,342
Donations	-	8,106	-
Honorarium	-	71,966	121,658
Housing	-	5,017	14,353
Insurance	-	19,709	33,857
Interest, bank charges and loan payments	-	4,973	5,091
Meeting costs	-	20,933	23,393
Members needs	-	79,783	59,336
Office and supplies	-	118,117	504,015
Professional fees	-	250,771	174,994
Program expenses	-	24,391	131,135
Repairs and maintenance	-	467,440	635,147
Travel	-	210,574	192,898
Tuition, allowances, bursaries and training	-	232,750	128,767
Vehicle	-	11,387	4,519
Wages and employee benefits	-	806,264	733,536
TOTAL EXPENDITURES	-	2,338,747	2,838,718

Smith's Landing First Nation #196

Notes to the Consolidated Financial Statements

March 31, 2018

DESCRIPTION OF OPERATIONS

The Smith's Landing First Nation's (the "First Nation") primary function is to administer the affairs of the Smith's Landing First Nation #196. The main focus of the Council is the social and political programs of the First Nation.

1. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the Smith's Landing First Nation #196 are the representations of the management prepared in accordance with Canadian public sector accounting standards as recommended by the Public Sector Accounting Board of The Canadian Institute of Chartered Professional Accountants.

(a) Basis of Accounting

The financial statements are prepared using accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. Expenditures are recognized as they are incurred and measurable based upon receipt of goods or services and/or the legal obligation to pay.

Funds from external parties and earnings thereon restricted by agreement or legislation are accounted as deferred revenue until used for the purpose specified.

Revenue is recognized in the period when the related expenses are incurred, services performed or the related tangible capital assets are acquired or built.

(b) Cash and Cash Equivalents

Cash and cash equivalents consist of cash in bank accounts and temporary investments with maturities of twelve months or less.

(c) Investments

Smith's Landing First Nation #196 accounts for its investment in the Smith's Landing Development Corporation on the modified equity basis, which records the initial investment at cost, and is adjusted annually by the subsidiary's net earnings. Unrealized gains or losses are eliminated, but inter-organizational transactions and balances are not eliminated on consolidation.

Investments with CIBC Wood Gundy are recorded at fair market value.

(d) Non-Financial Assets

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the normal course of operations. The change in non-financial assets during the year, together with the excess of revenues over expenses, provides the consolidated Change in Net Financial Assets for the year.

Smith's Landing First Nation #196

Notes to the Consolidated Financial Statements

March 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES - continued

(d) Non-Financial Assets - continued

i) Tangible Capital Assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets is amortized on a declining balance method over the estimated useful life of the assets at the annual rates as follows:

Automotive	30%
Buildings	4%
Equipment	20%
Infrastructure	10%

Annual amortization is charged in the year of acquisition and not in the year of disposal. Assets under construction are not amortized until the asset is available for productive use.

ii) Contributions of Tangible Capital Assets

Tangible capital assets received as contributions are recorded at fair value at the date of receipt and also are recorded as revenue.

iii) Leases

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to ownership of property are accounted for as capital leases. All other leases are accounted for as operation leases and the related lease payments are charges to expenses as incurred.

(e) Financial Instruments

(i) Measurement of financial instruments

Smith Landing First Nation initially measures all of its financial assets and liabilities at fair value, except for certain non-arm's length transactions.

Smith Landing First Nation subsequently measures all of its financial assets and liabilities at amortized cost, except in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value are recognized in net income.

Financial assets measured at amortized cost include cash, restricted cash, short-term investments, investments, accounts receivables, and trust funds held by federal government.

Financial liabilities measured at amortized cost include accounts payable.

(ii) Impairment

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of the write-down is recognized in net income. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in net income.

Smith's Landing First Nation #196
Notes to the Consolidated Financial Statements
March 31, 2018

2. MEASUREMENT UNCERTAINTY

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Where measurement uncertainty exists, the financial statements have been prepared within reasonable limits of materiality. Actual results could differ from those estimates.

3. RESTRICTED CASH

	2018	2017
	\$	\$
First Nation Development Fund (FNDF)	547,261	362,202
CIBC Land Acquisition Funds	-	66,084
	547,261	428,286

4. SHORT-TERM INVESTMENT

The investment is a variable guaranteed investment certificate (GIC) with the Bank of Montreal (BMO). The term is for 1 year maturing January 2019 at an interest rate of 2.60%. The interest is calculated and paid at maturity.

5. ACCOUNTS RECEIVABLE

	2018	2017
	\$	\$
Akaitcho Territory Government	27,223	14,861
Indigenous Services Canada	99,685	-
First Nation Development Fund	261,634	119,702
Members	99,761	96,379
GST	58,931	47,457
Other	56,754	30,462
	603,988	308,861
Allowance for doubtful accounts	(72,646)	(72,646)
	531,342	236,215

Smith's Landing First Nation #196
Notes to the Consolidated Financial Statements
March 31, 2018

6. INVESTMENT IN FIRST NATION CONTROLLED ENTITY

	2018 \$	2017 \$
Smith's Landing Development Corporation		
Shares	10	10
Advances	18,847	18,847
Accumulated deficit in earnings	(18,857)	(18,857)

Unaudited financial information for the above entity for its respective March 31, 2018 year ended is as follows:

	Assets \$	Liabilities \$	Revenues \$	Net Earnings \$
Smith's Landing Dev. Corp.	-	18,848	-	-

7. TRUST FUNDS

	2018 \$	2017 \$
Balance, beginning of year	9,691	-
Earnings	814	9,691
Balance, end of year	10,505	9,691

These funds are in the revenue account with Indigenous Services Canada.

8. ACCOUNTS PAYABLE

	2018 \$	2017 \$
Trade	186,579	292,081
Receiver General	-	12,845
Wages and Vacation	21,862	33,590
	208,441	338,516

Smith's Landing First Nation #196
Notes to the Consolidated Financial Statements
March 31, 2018

9. DEFERRED REVENUE

	2018	2017
	\$	\$
First Nation Development Fund	101,423	-
Chipewyan Language Program	6,786	-
<u>Land Acquisition</u>	<u>172,497</u>	<u>172,483</u>
	280,706	172,483

Smith's Landing First Nation #196 had a land acquisition bank account with \$66,084. These funds were transferred to the CIBC Settlement account during August 2017. The total funds in the the CIBC Settlement account is \$172,497.

10. INVESTMENTS

	2018 Market \$	2018 Cost \$	2017 Market \$	2017 Cost \$
CIBC Wood Gundy				
Cash and cash equivalents	1,898,146	1,898,146	2,029,318	2,029,318
Fixed income	10,153,305	10,122,967	10,613,985	10,230,432
Equities	15,291,956	11,366,120	14,836,228	10,863,501
	27,343,407	23,387,233	27,479,531	23,123,251

The above investments are in accordance with the policy guidelines approved by the Smith's Landing First Nation #196 council. These amounts have been recorded at fair value.

The amounts of unrealized gains included in the market values are \$3,956,174 (2017 - \$4,356,280).

The change between the opening and closing unrealized amounts is a gain/(loss) of \$(400,106) (2017 - (\$837,950)) and have been recorded to the equity in settlement capital funds.

11. EQUITY IN TANGIBLE CAPITAL ASSETS

	2018	2017
	\$	\$
Tangible capital assets (Schedule 2)	3,880,594	3,367,674
Accumulated amortization (Schedule 2)	(1,270,564)	(1,156,983)
	2,610,030	2,210,691

Smith's Landing First Nation #196
Notes to the Consolidated Financial Statements
March 31, 2018

12. EQUITY IN SETTLEMENT CAPITAL FUND

	2018 \$	2017 \$
Balance, beginning of year	27,479,531	26,374,958
Interest and dividends	686,118	683,790
Capital gains - realized	774,533	771,745
Change in opening and ending unrealized balance	(400,106)	896,826
Management fees	(196,669)	(247,788)
Transfer to general funds - operating revenue	(1,000,000)	(1,000,000)
Balance, end of year	27,343,407	27,479,531

13. ACCUMULATED SURPLUS

	2018 \$	2017 \$
Unrestricted surplus	1,019,442	840,588
Equity in tangible capital assets	2,610,030	2,210,691
Equity in trust funds	10,505	9,691
Equity in settlement capital fund	27,343,407	27,479,531
	30,983,384	30,540,501

Smith's Landing First Nation #196
Notes to the Consolidated Financial Statements
March 31, 2018

14. FINANCIAL INSTRUMENTS AND CONCENTRATION OF RISK

The Nation's financial instruments consist of cash, restricted cash, short-term investments, accounts receivable, trust funds held by federal government, investments, accounts payable. The fair value of these financial instruments approximates their carrying values, unless otherwise noted.

Credit Risk

Credit risk is the risk that one party to a financial asset will cause a financial loss for the Nation by failing to discharge an obligation. The Nation's credit risk is mainly related to accounts receivable. The Nation provides credit to its clients in the normal course of its operations and assesses on a continuous basis the accounts receivable and records any amounts that are not collectible in the allowance for doubtful accounts.

Market Risk

Market risk is the risk that the fair value or future cash flows of the Nation's financial instrument will fluctuate because of changes in market prices. Some of the Nation's financial instruments expose it to this risk which comprises currency risk, interest rate risk, and other price risk.

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. The Nation may purchase services and goods from outside of Canada and incurs expenditures in foreign currency. Also some of the investments are in foreign currency.

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 interest rate. The Nation is exposed to interest rate risk on its bank account balances and any of its fixed and/or floating interest rate financial instruments.

Liquidity Risk

Liquidity risk is the risk that the Nation will encounter difficulty in meeting its obligations associated with financial liabilities. The Nation manages its liquidity risk by monitoring its operating requirements and cash forecasts to ensure it has sufficient funds to fulfil its financial obligations.

15. COMPARATIVE FIGURES

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

16. BUDGET FIGURES

The budget figures are presented for information purposes only and have not been audited.