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DOYLE & COMPANY
CHARTERED ACCOUNTANTS

Allan J. Grykuliak, C.A.*
Scott T. Mockford, C.A.*
* Operates as a Professional Corporation

11210 - 107 Avenue N.W. 2nd Flr
Edmonton, Alberta T5H 0Y1
Tel (780) 452-2300, Fax (780) 452-2335

August 2, 2016

INDIGENOUS AND NORTHERN AFFAIRS CANADA

630 Canada Place, 9700 Jasper Avenue
EDMONTON, Alberta T5J 4G2

Attention: Ms. Tammy Malcolm-Landry, Field Services Officer

Dear Ms. Malcolm-Landry:

Re: Peerless Trout First Nation #478

Please find enclosed, for publication, under the First Nation Financial Transparency Act (FNFTA)

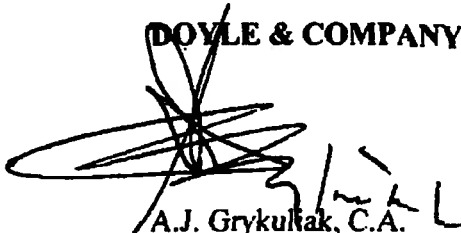
1. A copy, for your use, of the audited Financial Statements for the year ended March 31, 2016.
2. A copy, for your use, of the Schedule of Salaries, Honoraria, Travel and other Remuneration for Elected or Appointed Officials for the year ended March 31, 2016.

The Peerless Trout First Nation #478 will be posting the above statements, for the public, on their own website and request that they not be posted on the Indigenous and Northern Affairs Canada website.

Should you have any questions regarding the foregoing, please do not hesitate to contact this office.

Yours truly,

DOYLE & COMPANY


A.J. Grykuliak, C.A.
AJG/br

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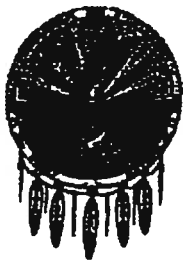
ABORIGINAL AFFAIRS & NORTHERN
DEVELOPMENT CANADA
ALBERTA REGION

Peerless Trout First Nation #478
Consolidated Financial Statements
For The Year Ended March 31, 2016

Peerless Trout First Nation #478
Financial Statements
For The Year Ended March 31, 2016

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PEERLESS TROUT FIRST NATION #478

Box 128
Peerless Lake, AB
T0G 2W0

Phone: 780 869 3985
Toll Free: 1 877 434 0404
Fax: 780 869 3986

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

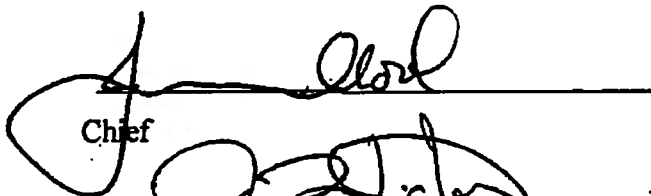
The accompanying financial statements of the Peerless Trout First Nation #478 are the responsibility of management and have been approved by the Chief and Council.

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.

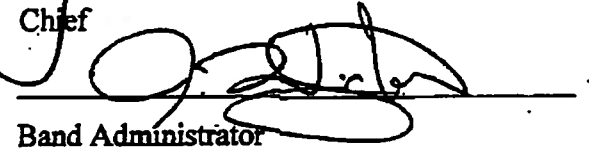
The First Nation maintains systems of internal accounting and administrative controls of high quality. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and the First Nation's assets are appropriately accounted for and adequately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

The First Nation Chief and 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.



Chief



Band Administrator

Allan J. Grykuliak, C.A.*
Scott T. Mockford, C.A.*
* Operates as a Professional Corporation

11210 - 107 Avenue N.W. 2nd Flr
Edmonton, Alberta T5H 0Y7
Tel (780) 452-2300, Fax (780) 452-2335

INDEPENDENT AUDITORS' REPORT

To Chief and Council

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of Peerless Trout First Nation #478, which comprise the statement of financial position as at March 31, 2016 and the statements of changes in accumulated surplus, changes in equity, operations, 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.

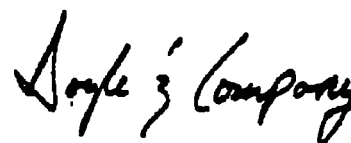
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, 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 Peerless Trout First Nation #478 as at March 31, 2016 and its financial performance and its cash flows for the year then ended in accordance with Canadian Public Sector Accounting Standards.

Edmonton, Alberta
July 28, 2016

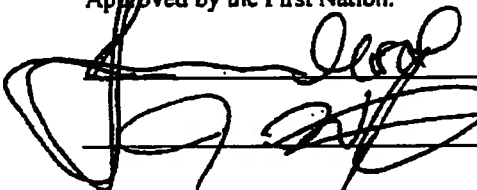
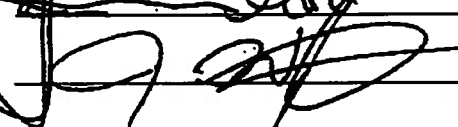


Chartered Accountants

Peerless Trout First Nation #478
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2016

	2016	2015
	\$	\$
FINANCIAL ASSETS		
Cash	2,066,097	713,619
Accounts receivable (Schedule 2)	599,274	935,661
Deferred costs	24,181	-
Investment in First Nation owned companies (Note 4)	-	396,734
	2,689,552	2,046,014
LIABILITIES		
Accounts payable	433,191	286,679
Deferred revenue (Note 6)	2,794,177	1,828,994
Investment in First Nation owned companies net of accumulated losses (Note 4)	879,889	-
	4,107,257	2,115,673
NET FINANCIAL DEBT	(1,417,705)	(69,659)
NON-FINANCIAL ASSETS		
Peerless Trout First Nation Trust (Note 3)	61,840,490	62,957,629
Peerless Trout First Nation Children's Trust (Note 3)	1,296,984	1,322,727
Peerless Trout First Nation Capital Trust (Note 3)	26,620,715	33,220,894
Peerless Trout First Nation Landfill Reclamation Trust (Note 3)	1,307,820	1,282,177
Tangible capital assets (Note 5)	36,328,940	33,673,922
	127,394,949	132,457,349
ACCUMULATED SURPLUS		
ACCUMULATED SURPLUS	34,911,234	33,604,263
EQUITY IN TRUST FUNDS	91,066,010	98,783,427
	125,977,244	132,387,690

Approved by the First Nation:

 Chief
 Administrator

The accompanying notes form part of these financial statements.

Peerless Trout First Nation #478
STATEMENT OF CHANGES IN ACCUMULATED SURPLUS
FOR THE YEAR ENDED MARCH 31, 2016

	2016				2015
	Operating Net Assets	Equity in Business Enterprises	Equity in Tangible Capital Assets	Revolving Loan Fund (Note 8)	Total
	\$	\$	\$	\$	\$
BALANCE - BEGINNING OF YEAR	(528,069)	396,534	33,673,922	61,876	33,604,263
Excess of revenues over expenditures	1,306,971	-	-	-	1,306,971
Net advances to subsidiary companies	(1,170,096)	1,170,096	-	-	-
Losses in subsidiary companies	2,446,519	(2,446,519)	-	-	-
Transfer to the revolving loan fund (Note 8)	(63,509)	-	-	63,509	-
Capital asset acquisitions:					
Community bldgs. & infrastructure	(2,090,187)	-	2,090,187	-	-
Water, sewer & roads	(2,228,902)	-	2,228,902	-	-
Vehicles and equipment	(64,386)	-	64,386	-	-
Annual amortization expense	1,728,457	-	(1,728,457)	-	-
Change in accumulated surplus	(135,133)	(1,276,423)	2,655,018	63,509	1,306,971
BALANCE - END OF YEAR	(663,202)	(879,899)	36,328,940	125,385	33,604,263

The accompanying notes form part of these financial statements.

Peerless Trout First Nation #478
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED MARCH 31, 2016

PEERLESS TROUT FIRST NATION TRUST (Note 3)

	2016 Actual \$	2015 Actual \$
REVENUE		
Investment Income	2,590,804	2,559,004
EXPENDITURES		
Trust Vote Process & program implementation	-	75,000
Trustee Expenses- Plan4ward	-	48,000
Trustee Expenses- PTFN	37,500	250,000
Legal and audit	36,101	48,498
Investment management fees - ScotiaMcLeod	274,338	307,556
Management fees paid to Peerless Trout First Nation	149,600	382,230
Approved community projects	775,000	677,687
	<u>1,272,539</u>	<u>1,788,971</u>
REVENUE LESS EXPENDITURES	1,318,265	770,033
UNREALIZED (LOSS)GAIN IN MARKET VALUE FOR THE YEAR	(2,435,404)	1,838,494
SURPLUS FOR THE YEAR	(1,117,139)	2,608,527
NET ASSETS - BEGINNING OF YEAR	62,957,629	60,349,102
NET ASSETS - END OF YEAR	<u>61,840,490</u>	<u>62,957,629</u>

PEERLESS TROUT FIRST NATION CHILDREN'S TRUST (Note 3)

	2016 Actual \$	2015 Actual \$
REVENUE		
Investment income	30,394	20,063
EXPENDITURES		
Per capita distribution to members	56,137	62,285
(DEFICIT) SURPLUS FOR THE YEAR	(25,743)	(42,222)
NET ASSETS - BEGINNING OF YEAR	1,322,727	1,364,949
NET ASSETS - END OF YEAR	<u>1,296,984</u>	<u>1,322,727</u>

The accompanying notes form part of these financial statements.

Peerless Trout First Nation #478
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED MARCH 31, 2016

PEERLESS TROUT FIRST NATION CAPITAL TRUST (Note 3)

	2016 Actual \$	2015 Actual \$
REVENUE		
Capital fund		
Increase(decrease) in market value of mutual funds	(2,555,918)	123,177
Investment Income	2,171,739	2,633,140
	(384,179)	2,756,317
Risk Pool fund		
Total Revenue	(384,179)	2,905,463
EXPENDITURES		
Transfers to PTFN TLE operating bank account	6,000,000	7,400,000
Transfer of TLE project management fees	216,000	216,000
	6,216,000	7,616,000
(DEFICIT) SURPLUS FOR THE YEAR	(6,600,179)	(4,710,537)
NET ASSETS - BEGINNING OF YEAR	33,220,894	37,931,431
NET ASSETS - END OF YEAR	26,620,715	33,220,894

The accompanying notes form part of these financial statements.

Peerless Trout First Nation #478
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED MARCH 31, 2016

PEERLESS TROUT FIRST NATION LANDFILL RECLAMATION TRUST (Note 3)

	2016 Actual \$	2015 Actual \$
<hr/>		
REVENUE		
Investment income	25,643	23,695
<hr/>		
EXPENDITURES	-	-
<hr/>		
SURPLUS FOR THE YEAR	25,643	23,695
<hr/>		
NET ASSETS - BEGINNING OF YEAR	1,282,177	1,258,482
<hr/>		
NET ASSETS - END OF YEAR	1,307,820	1,282,177
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The accompanying notes form part of these financial statements.

Peerless Trout First Nation #478

STATEMENT OF OPERATIONS

FOR THE YEAR ENDED MARCH 31, 2016

	2016 Budget \$	2016 Actual \$	2015 Actual \$
REVENUE			
INAC	992,545	1,024,036	1,151,629
Health Canada	1,200,079	1,208,579	3,175,000
Provincial Funding	163,950	164,228	241,000
Interest income	-	110,360	-
First Nation Development Fund	-	479,978	122,282
Other	1,788,622	2,948,235	3,213,729
Transfers from PTFN Capital Trust Account	17,690,000	6,000,000	7,400,000
Revenue deferred from 2014/2015	77,849	1,828,995	3,703,265
Revenue deferred to 2015/2016	(26,635)	(2,794,177)	(1,828,995)
	21,886,410	10,970,234	17,177,910
EXPENDITURES			
Band support	1,192,370	1,064,338	1,150,957
First Nation Management	5,000	4,958	252,592
Community Economic Development	147,208	145,742	145,800
Corporate and Governance Structure Project	78,500	77,849	189,651
Economic Development Capacity	-	-	54,806
FNCCIP	134,000	134,278	174,000
Housing Ownership	-	244,910	-
Housing Rental	104,815	120,811	83,401
Housing & Infrastructure	214,832	215,000	223,619
Arena Committee	35,000	29,697	-
Operations & Maintenance	299,568	260,315	105,826
P&IDP	-	-	45,000
Settlement Agreement - Economic Development	-	-	670,335
Post Secondary Education	241,585	239,371	229,874
Capacity Assistance Newsletter	25,000	21,283	-
TLE Infrastructure Construction	17,690,000	888,012	739,148
Trust Program	682,287	642,430	476,394
First Nation Development Fund	-	569,729	421,078
Housing & Infrastructure	-	-	-
Capital Health - Health Care	-	-	395,785
Health Summary	837,349	829,564	-
Amortization	-	1,728,457	1,150,504
	21,687,514	7,216,744	6,508,770
(DEFICIENCY) EXCESS OF REVENUE OVER EXPENSES BEFORE OTHER	198,896	3,753,490	10,669,140
OTHER			
Net loss in First Nation owned companies	-	(2,446,519)	(1,705,064)
OPERATING SURPLUS FOR THE PERIOD	198,896	1,306,971	8,964,076

The accompanying notes form part of these financial statements.

Peerless Trout First Nation #478

STATEMENT OF CHANGES IN NET FINANCIAL ASSETS (DEBT)

FOR THE YEAR ENDED MARCH 31, 2016

	2016 Actual \$	2015 Actual \$
EXCESS (DEFICIT) OF REVENUE OVER EXPENSES	1,306,971	8,964,076
Acquisition of tangible capital assets	(4,383,474)	(10,524,768)
Amortization of tangible capital assets	1,728,457	1,150,504
	(2,655,017)	(9,374,264)
DECREASE (INCREASE) IN NET ASSETS	(1,348,046)	(410,188)
NET FINANCIAL ASSETS (DEBT), BEGINNING OF YEAR	(69,659)	340,529
NET FINANCIAL ASSETS (DEBT), END OF YEAR	(1,417,705)	(69,659)

The accompanying notes form part of these financial statements.

Peerless Trout First Nation #478
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2016

	2016 \$	2015 \$
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Cash received from funding agencies, customers and the Capital Trust	12,271,804	15,329,330
Cash paid to suppliers	(5,351,420)	(5,346,786)
Interest paid	(14,535)	(11,147)
	6,905,849	9,971,397
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Net advances to first Nation owned companies	(1,170,096)	(1,155,290)
<u>CASH FLOWS (TO) FROM INVESTING ACTIVITIES</u>		
Purchase of capital assets	(4,383,475)	(10,524,768)
Net increase (decrease) in cash	1,352,278	(1,708,661)
CASH - Beginning of year	713,619	2,422,280
CASH - End of year	2,065,897	713,619

The accompanying notes form part of these financial statements.

Peerless Trout First Nation #478

SCHEDULE 1 - INDIVIDUAL PROGRAMS

FOR THE YEAR ENDED MARCH 31, 2016

	INAC Contributions	Other Revenue	Funding carried fwd from 14/15	Funding carried fwd to 16/17	Total Revenue	Operating Expenditures	Capital Expenditures	Total Expenditures	Transfers	Current Year's Surplus (Deficit)
	\$	\$			\$	\$	\$	\$	\$	\$
Band support	307,485	59,553	-	-	367,038	1,064,338	-	1,064,338	-	(697,300)
First Nation Management	-	1,729,932	177,500	(44,600)	1,862,832	4,958	-	4,958	-	1,857,874
Community Economic Development	145,742	-	-	-	145,742	145,742	-	145,742	-	-
Capacity Assistance - Newsletter	-	25,000	-	(3,717)	21,283	21,283	-	21,283	-	-
Corporate and Governance Structure Project	-	-	77,849	-	77,849	77,849	-	77,849	-	-
FNCCIP	-	134,278	-	-	134,278	134,278	-	134,278	-	-
Home Ownership	-	123,112	-	-	123,112	244,910	-	244,910	117,558	(4,240)
Housing - Rental	-	238,369	-	-	238,369	120,811	-	120,811	(117,558)	-
Housing & Infrastructure	215,000	-	-	-	215,000	215,000	-	215,000	-	-
Arena Committee	114,224	61,635	-	(31,938)	29,697	29,697	-	29,697	-	(57,089)
Operations & Maintenance	-	89,002	-	-	203,226	260,315	-	260,315	-	-
Per Capita Distribution	241,585	-	450,165	(450,165)	-	-	-	-	-	-
Post Secondary Education	-	-	39,711	(41,925)	239,371	239,371	-	239,371	-	-
TLE Infrastructure Construction	-	6,005,047	936,998	(1,670,558)	5,271,487	888,012	4,383,475	5,271,487	-	-
Trust Program	-	713,565	36,270	(107,405)	642,430	642,430	-	642,430	-	-
Health Summary	-	1,231,909	-	(423,118)	838,791	839,564	-	839,564	-	(773)
First Nation Development Fund	-	479,978	110,502	(20,751)	569,729	569,729	-	569,729	-	-
	1,024,036	10,911,380	1,828,995	(2,794,177)	10,970,234	-5,488,287	4,383,475	9,871,762	-	1,098,472

The accompanying notes form part of these financial statements.

Peerless Trout First Nation #478
SCHEDULE 2 - ACCOUNTS RECEIVABLE
FOR THE YEAR ENDED MARCH 31, 2016

	2016	2015
	\$	\$
Accounts Receivable consists of:		
INAC	105,000	-
Province of Alberta	121,267	274,331
Other	104,575	306,652
GST	268,432	354,678
	599,274	935,661

The accompanying notes form part of these financial statements.

Peerless Trout First Nation #478
SCHEDULE 3 - CONSOLIDATED EXPENDITURES BY OBJECT
FOR THE YEAR ENDED MARCH 31, 2016

	2016 \$	2015 \$
Salaries, wages and benefits	1,363,131	960,198
Contracted and general services	3,288,096	4,109,038
Materials, goods and utilities	822,525	277,883
Bank charges and short term interest	14,535	11,147
Amortization	1,728,457	1,150,504
	7,216,744	6,508,770

The accompanying notes form part of these financial statements.

Peerless Trout First Nation #478
SCHEDULE 4 - TANGIBLE CAPITAL ASSETS
FOR THE YEAR ENDED MARCH 31, 2016

	Community Buildings & Facilities \$	Band Housing \$	Community Equipment \$	Water, Sewer & Roads \$	2016 Total \$	2015 Total \$
COST:						
Balance, Beginning of Year	19,328,455	8,086,221	2,238,453	5,983,193	35,636,322	25,111,554
Acquisition of tangible capital assets	2,090,187	-	64,386	2,228,902	4,383,475	10,524,768
Balance, End of Year	21,418,642	8,086,221	2,302,839	8,212,095	40,019,797	35,636,322
ACCUMULATED AMORTIZATION						
Balance, Beginning of year	386,569	753,852	672,399	149,580	1,962,400	811,896
Current year amortization	856,746	323,449	342,960	205,302	1,728,457	1,150,504
Balance, End of Year	1,243,315	1,077,301	1,015,359	354,882	3,690,857	1,962,400
NET BOOK VALUE	20,175,327	7,008,920	1,287,480	7,857,213	36,328,940	33,673,922

The accompanying notes form part of these financial statements.

Peerless Trout First Nation #478
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2016

1. SCOPE OF FINANCIAL STATEMENTS

These financial statements consolidate the assets, liabilities and results of operations for Peerless Trout First Nation. The First Nation commenced operations April 2010.

2. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian Public Sector Accounting Standards for government entities, as defined in the CPA Canada Public Sector Accounting Handbook, which encompasses the following principles:

(a) Tangible Capital Assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development and betterment of the asset.

(b) Amortization

The cost, less residual value, of the tangible capital assets is amortized on a straight-line basis over the estimated useful life as follows:

	<u>Years</u>
Community Buildings and facilities	25
Band Housing	25
Community Equipment	5 and 10
Water, sewer and roads	40

(c) Revenue Recognition

Revenue is recorded in the period specified in the funding agreement entered into with government agencies and other organizations. Assistance received in advance of making the related expenditure is deferred.

(d) Investment in Peerless Trout Enterprises Inc.

The investment in the First Nations subsidiary company, Peerless Trout Enterprises Inc., is included in these financial statements using the modified equity method as detailed in Note 5.

(e) Financial Instruments

The First Nation's financial instruments consist of cash and term deposits, accounts receivable, and accounts payable. It is management's opinion that the First Nation is not exposed to significant interest, currency and market risk arising from these financial instruments. Unless otherwise noted, the fair value of these financial instruments approximates their carrying value.

(f) 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 at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Peerless Trout First Nation #478
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2016

3. PEERLESS TROUT SETTLEMENT TRUST ACCOUNTS

a) Information about the Trust:

Peerless Trout First Nation Trust Agreement, Children's Trust Agreement and Capital Trust Agreement were established December 18, 2009.

The purposes and objectives of these Trusts are as follows:

i) Peerless Trout First Nation Trust Agreement

The beneficiaries of this trust are the members of Peerless Trout First Nation. The funds and income generated by this trust will be used to pay expenses and make distributions as governed by the agreement and include per capita distributions, remediation of contaminated sites, legal fees regarding the Settlement Agreement and various other amounts.

Commencing 2011, and each year ending December 31 thereafter, the income generated by this trust is intended to be disbursed providing programs and service to the Nation and its members as determined by council and the voting beneficiaries.

The financial position and results of operations of this trust will be reported on annually each December 31 to the members.

ii) Peerless Trout First Nation Children's Trust Agreement

The beneficiaries of this trust are the members of Peerless Trout First Nation under the age of 18 years at the time of the agreement. The purpose of this trust is to invest the funds until the beneficiary is eighteen at which time a per capita distribution is made of \$3,500 plus interest.

The financial position and results of operations of this trust will be reported on annually each December 31 to the members.

iii) Peerless Trout First Nation Capital Trust Agreement

The beneficiaries of this trust are the members of Peerless Trout First Nation. The purpose of the trust is to manage and administer capital and risk pool trust funds for construction of infrastructure and purchase of assets in accordance with the Capital Agreement, Capital Plans and Annual Construction Budgets.

The financial position and results of operations of this trust will be reported on annually each March 31 to the members.

iii) Peerless Trout First Nation Landfill Reclamation Trust Agreement

The beneficiaries of this trust are the members of Peerless Trout First Nation. The purpose of the trust is to manage and administer funds for the reclamation of landfills and contaminated sites on the lands set apart as reserves in the communities of Trout Lake and Peerless Lake.

Peerless Trout First Nation #478
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2016

3. PEERLESS TROUT SETTLEMENT TRUST ACCOUNTS (continued)

b) Information related to the investments held by the Trust as at March 31 is as follows:

	Canadian Investments	U.S. Investments	Total March 31 2016 Market Value \$	Total March 31 2015 Market Value \$
	\$	\$	\$	\$
i) Peerless Trout First Nation Trust Account:				
a) ScotiaMcLeod Investment Accounts				
Cash and Savings accounts	144,056	62,312	206,368	211,703
Fixed income funds	16,655,981	162,325	16,818,306	22,897,965
T Bills/Money Market/Savings	6,511,264	1,171,214	7,682,478	11,766,320
Stocks and Equity Funds	12,890,424	11,715,141	24,605,565	26,241,641
	36,201,725	13,110,992	49,312,717	61,117,629
b) Other Investment Accounts - 5% demand loans				
PTFN Concrete Inc.	882,566	-	882,566	885,000
PTFN Development Corp.	2,814,940	-	2,814,940	355,000
DCR Inc.	688,174	-	688,174	600,000
PTFN Trucking Inc.	8,142,093	-	8,142,093	-
	12,527,773	-	12,527,773	1,840,000
TOTAL	48,729,498	13,110,992	61,840,490	62,957,629

ii) Peerless Trout First Nation Children's Trust Account (Canadian Western Bank & Scotia Bank) :

Current Account	57,808	-	57,808	4,006
Savings & GIC's 1.5% to 2.55%	1,239,176	-	1,239,176	1,318,721
	1,296,984	-	1,296,984	1,322,727

Peerless Trout First Nation #478
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2016

3. PEERLESS TROUT SETTLEMENT TRUST ACCOUNTS (continued)				
	Canadian	U.S.	Total	Total
	Investments	Investments	March	March
			31	31
			2016	2015
			Market	Market
			Value	Value
	\$	\$	\$	\$
iii) Peerless Trout First Nation Capital Trust Account:				
Capital				
(Scotia Bank)				
Cash	313,765	-	313,765	322,775
GIC's - 2.23%	23,971	-	23,971	6,323,913
Mutual Funds @ Market Value	27,386,130	-	27,386,130	27,648,459
Due to Risk Pool	(6,974,054)	-	(6,974,054)	(6,837,308)
Due to Landfill Reclaim. Trust	(1,103,151)	-	(1,103,151)	(1,074,253)
	19,646,661	-	19,646,661	26,383,586
Risk Pool				
Due from Capital	6,974,054	-	6,974,054	6,837,308
	26,620,715	-	26,620,715	33,220,894
iv) Peerless Trout First Nation Landfill Reclamation Trust Account (Canadian Western Bank):				
Prime - 1.7% Current Account	204,669	-	204,669	207,924
Due from Capital Trust	1,103,151	-	1,103,151	1,074,253
	1,307,820	-	1,307,820	1,282,177

Fixed Income Funds bear interest at rates from 1.45% to 6.4%. Stocks and equity funds are held in companies listed on stock exchanges.

The Trusts are exposed to the risk that fair market values of fixed income funds, GIC's and money market funds may fluctuate due to fluctuations in interest rates. The fair market value of the Trust's stock portfolio may fluctuate as a result of changes in market stock prices that may be caused by factors specific to an individual security or its issuer, or factors affecting some or all securities traded in the market. The fair market value of the Trust's stock portfolio may also be affected by the foreign exchange rates in effect at the year-end for securities traded on stock exchanges outside of Canada.

Peerless Trout First Nation #478
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2016

4. INVESTMENT IN FIRST NATION OWNED COMPANIES

	2016 \$	2015 \$
(a) Investment in Peerless Trout Enterprise Inc.		
100 Class A shares - 100% ownership, at cost	100	100
Advances to Peerless Trout Enterprise Inc.	4,234,119	3,078,916
Accumulated net income (loss) at March 31	(3,804,675)	(2,366,750)
	429,544	712,266
(b) Investment in PTFN Concrete Inc.		
100 Class A shares - 100% ownership, at cost	100	100
Advances from PTFN Concrete Inc.	(8,441)	(9,441)
Accumulated net income (loss) at March 31	(454,727)	(279,194)
	(463,068)	(288,535)
(c) Investment in PTFN Development Corp.		
100 Class A shares - 100% ownership, at cost	100	100
Advances from PTFN Development Corp.	(13,604)	(27,197)
Accumulated net income (loss) at March 31	(690,868)	-
	(704,372)	(27,097)
(d) Investment in PT Forest Products Inc.		
100 Class A shares - 100% ownership, at cost	100	100
Advances from PT Forest Products Inc.	-	-
Accumulated net income (loss) at March 31	-	-
	100	100
(e) Investment in PTFN Trucking Inc.		
100 Class A shares - 100% ownership, at cost	100	-
Advances from PTFN Trucking Inc.	-	-
Accumulated net income (loss) at March 31	(142,193)	-
	(142,093)	-
TOTAL	(879,889)	396,734

Peerless Trout First Nation #478
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2016

4. INVESTMENT IN FIRST NATION OWNED COMPANIES (Cont.)

March 31 unaudited financial information for Peerless Trout Enterprise Inc. is as follows:

	March 31 2016	March 31 2015
	\$	\$
Assets	4,180,203	5,123,192
Liabilities	7,984,778	7,488,665
Revenue	6,897,510	7,534,133
Net (loss) for the year	(1,437,925)	(1,424,693)

March 31 unaudited financial information for PTFN Concrete Inc. is as follows:

	March 31 2016	March 31 2015
	\$	\$
Assets	445,333	615,406
Liabilities	899,960	894,500
Revenue	770	17,171
Net (loss) for the year	(175,533)	(279,094)

March 31 unaudited financial information for PTFN Development Corp. is as follows:

	March 31 2016	March 31 2015
	\$	\$
Assets	2,549,678	937,711
Liabilities	3,240,446	937,611
Revenue	771,776	273,327
Net (loss) for the year	(690,868)	-

March 31 unaudited financial information for PT Forest Products Inc. is as follows:

	March 31 2016	March 31 2015
	\$	\$
Assets	-	-
Liabilities	-	-
Revenue	-	-
Net (loss) for the year	-	-

March 31 unaudited financial information for PTFN Trucking Inc. is as follows:

	March 31 2016	March 31 2015
	\$	\$
Assets	8,000,000	-
Liabilities	8,142,093	-
Revenue	-	-
Net (loss) for the year	(142,193)	-

Peerless Trout First Nation #478
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2016

5. TANGIBLE CAPITAL ASSETS

	2016			2015
	\$			\$
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
	\$	\$	\$	\$
Community Equipment	2,302,839	1,015,359	1,287,480	1,566,054
Band Housing	8,086,221	1,077,301	7,008,920	7,332,369
Community Buildings	21,418,642	1,243,315	20,175,327	18,941,886
Water, Sewer & Roads	8,212,095	354,882	7,857,213	5,833,613
	40,019,797	3,690,857	36,328,940	33,673,922

Peerless Trout First Nation #478
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2016

6. DEFERRED REVENUE

	2016 \$	2015 \$
Deferred revenue is comprised of the following amounts that have not been spent as at March 31:		
Funding from the Government of Canada:		
As part of the Settlement Agreement for the purpose of Economic Development	450,165	450,165
Funding from the PTFN Capital Trust Account:		
Transfers to be used to cover the cost of infrastructure construction in future years	1,670,558	936,997
Funding from the Health Canada:		
Health program funding received during the year	419,983	-
Funding from INAC:		
Post Secondary Education funding to be used to cover tuition and living allowance costs for April/May 2016	41,925	39,711
Funding from the Province of Alberta:		
Gov. of Alberta -Car Seat Safety Technician Program	3,135	-
Corporate and Governance Structure Project	-	24,349
Government of Alberta -Capacity Assistance - Newsletter	3,717	-
First Nation Development Fund:		
Project 11695 & 11992 (Finance Training & Support)	10,302	10,502
Concrete Batch Plant	-	100,000
Band Advisor Project 12249	7,231	-
Xmas Hampers Project 12250	3,218	-
Other Funding:		
PTFN - Corporate and Governance Structure Project	-	53,500
Approved Trust Program Funding	-	36,270
PTFN Trust Funding - Trustee expenses	107,405	125,000
PTFN Trust Funding - Trustee Management fees	44,600	52,500
PTFN Trust Funding - Arena Committee	31,938	-
	2,794,177	1,828,994

Peerless Trout First Nation #478
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2016

7. CONTINGENT LIABILITIES

A statement of claim has been filed and continues against the First Nation with respect to alleged damages sustained as a result of breach of contract totaling \$2,747,730. Losses, if any, resulting from this claim can not be determined at this time and a provision for losses has not been recorded in the accounts of the First Nation.

8. REVOLVING LOAN FUND

The revolving loan fund is comprised of interest and principal collected on member renovation loans. The use of these funds is restricted and can only be used for future member home renovation loans.

9. RELATED PARTY TRANSACTIONS

During the year the First Nation contracted its subsidiary company, Peerless Trout Enterprises Inc., to perform construction and other services. The total amount billed to the First Nation for these services was \$210,055 (2015 - \$949,901).

Peerless Trout Enterprises Inc. paid royalties during the year to the First Nation in the amount of \$989,627 (2015 - \$1,128,192).

These transactions are in the normal course of business and are measured at the exchange amount, being the amount of consideration established and agreed to by the related parties.

10. COMPARATIVE FIGURES

Certain prior year comparative figures have been restated to conform to the presentation adopted by the First Nation in the current year.