
**AITCHELITZ FIRST NATION
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2024**

AITCHELITZ FIRST NATION
PO BOX 2130
Chilliwack, BC V2R 1A5

MANAGEMENT'S REPORT

Management's Responsibility for the Financial Statements

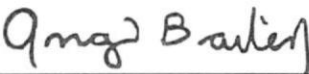
These consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all of the notes to the financial statements, and for ensuring that this information is consistent, where appropriate, with the information contained in the financial statements. A summary of the significant accounting policies are described in Note 1 to the financial statements. The preparation of financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced. The internal controls are designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of the financial statements.


The Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control, and exercises these responsibilities through the Council. The Council reviews internal financial statements on a monthly basis and external audited financial statements yearly. The Council also discusses any significant financial reporting or internal control matters prior to its approval of the financial statements.

The external auditors, Manning Elliott Accountants and Business Advisors, conduct an independent examination, in accordance with Canadian generally accepted auditing standards, and express their opinion on the financial statements. The external auditors have full and free access to the financial management of the Aitchelitz First Nation and we meet when required. The accompanying Independent Auditors' Report re-iterates management's responsibility for the financial statements, outlines the auditors' responsibilities, the scope of their examination and their opinion on the financial statements.

On behalf of the Aitchelitz First Nation:



Name: Angie Bailey
Title: Chief
Date: 7/30/24



Name: Leona Sam
Title: Councillor
Date: 7/30/24

INDEPENDENT AUDITORS' REPORT

To the Members of Aitchelitz First Nation

Opinion

We have audited the consolidated financial statements of Aitchelitz First Nation (the "First Nation"), which comprise the consolidated statement of financial position as at March 31, 2024, and the consolidated statements of operations, changes 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, 2024, and the consolidated results of its operations and 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 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.

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 consolidated financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

INDEPENDENT AUDITORS' REPORT

Independent Auditors' Report to the Members of Aitchelitz First Nation (*continued*)

- 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.

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.

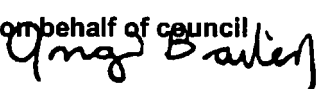
Manning Elliott LLP

MANNING ELLIOTT LLP
Chartered Professional Accountants
Abbotsford, British Columbia
July 30, 2024

AITCHELITZ FIRST NATION
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2024

	2024	2023
FINANCIAL ASSETS		
Cash (Note 2)	\$ 9,854,094	\$ 6,137,459
Short term investments (Note 3)	1,155,908	6,137,103
Accounts receivable (Note 4)	195,299	126,597
Funds held by federal government	-	93
Investment in government business enterprises (Note 5)	208,885	170,845
Investment in government business partnerships (Note 6)	3,844,339	3,403,267
	15,258,525	15,975,364
LIABILITIES		
Accounts payable and accrued liabilities	364,813	1,918,671
Minors Trust Fund	607,201	486,881
Deposits	5,700	10,780
Long term debt (Note 7)	901,549	941,116
	1,879,263	3,357,448
NET FINANCIAL ASSETS	13,379,262	12,617,916
NON-FINANCIAL ASSETS		
Tangible capital assets (Note 8)	4,917,364	4,473,640
Prepaid expenses and deposits	31,681	25,224
	4,949,045	4,498,864
ACCUMULATED SURPLUS (Note 11)	\$ 18,328,307	\$ 17,116,780

Approved on behalf of council


 Chief


 Councillor

AITCHELITZ FIRST NATION
CONSOLIDATED STATEMENT OF CHANGES IN ANNUAL SURPLUS
FOR THE YEAR ENDED MARCH 31, 2024

	2024	2023
ACCUMULATED SURPLUS - BEGINNING OF YEAR	\$ 17,116,780	\$ 16,100,579
ANNUAL SURPLUS	1,211,527	1,016,201
ACCUMULATED SURPLUS - END OF YEAR	\$ 18,328,307	\$ 17,116,780

AITCHELITZ FIRST NATION
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2024

	Budget Note 12	Total 2024	Total 2023
REVENUES			
Indigenous Services Canada	\$ 121,703	\$ 357,300	\$ 975,499
Income from government business enterprises	-	38,040	15,355
Income from government business partnerships	-	621,484	205,780
Property tax revenue	103,731	103,812	91,797
Gaming revenue	-	317,707	345,849
Interest income	223,018	473,391	216,604
Canadian Mortgage Housing Corporation	46,941	117,071	32,155
New Relationship Trust	-	260,000	-
BC Aboriginal Child Care Society	-	90,000	-
Sto:lo Service Agency Society	5,400	5,400	5,291
Other	260,975	222,317	311,070
Rental income	103,560	103,560	93,076
	865,328	2,710,082	2,292,476
EXPENSES (Note 13)			
Administration	230,400	361,913	142,247
Amortization	-	218,907	175,177
Community maintenance	-	255,694	31,005
Housing, community planning and projects	449,548	533,795	810,780
Property taxation	150,243	79,950	65,745
Social housing	51,325	48,296	51,321
	881,516	1,498,555	1,276,275
ANNUAL SURPLUS (DEFICIT) FOR THE YEAR	\$ (16,188)	\$ 1,211,527	\$ 1,016,201

AITCHELITZ FIRST NATION
CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS
FOR THE YEAR ENDED MARCH 31, 2024

	2024	2023
ANNUAL SURPLUS	\$ 1,211,527	\$ 1,016,201
Purchase of tangible capital assets	(662,630)	(2,085,152)
Amortization	218,907	175,177
	(443,723)	(1,909,974)
Acquisition of prepaid expenses	(6,458)	(5,041)
	(450,181)	(1,915,016)
CHANGE IN NET FINANCIAL ASSETS	761,346	(898,815)
NET FINANCIAL ASSETS - BEGINNING OF YEAR	12,617,916	13,516,731
NET FINANCIAL ASSETS - END OF YEAR	\$ 13,379,262	\$ 12,617,916

AITCHELITZ FIRST NATION
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2024

	2024	2023
OPERATING ACTIVITIES		
Annual surplus	\$ 1,211,527	\$ 1,016,201
Items not affecting cash:		
Amortization of tangible capital assets	218,907	175,177
Income from government business enterprises	(38,040)	(15,355)
Income from government business partnerships	(621,484)	(205,780)
	770,910	970,243
Changes in non-cash working capital:		
Accounts receivable	(68,705)	(58,140)
Prepaid expenses and deposits	(6,457)	(5,041)
Accounts payable and accrued liabilities	(1,553,856)	1,781,630
Minors Trust Fund	120,320	(53,895)
Deposits	(5,080)	3,780
	(1,513,778)	1,668,334
	(742,868)	2,638,577
CAPITAL AND INVESTING TRANSACTIONS		
Purchase of tangible capital assets	(662,630)	(2,085,152)
Withdrawal from government business partnership	180,412	-
Withdrawal from trust funds held by federal government	93	99
	(482,125)	(2,085,053)
OTHER NON-FINANCIAL ASSETS		
Proceeds from long-term debt	-	253,420
Repayment of long-term debt	(39,567)	(26,016)
	(39,567)	227,404
INCREASE (DECREASE) IN CASH DURING THE YEAR	(1,264,560)	780,928
CASH - BEGINNING OF YEAR	12,274,562	11,493,634
CASH - END OF YEAR	\$ 11,010,002	\$ 12,274,562
CASH FLOWS SUPPLEMENTARY INFORMATION		
Interest received	\$ 473,391	\$ 216,604
Interest paid	\$ 25,499	\$ 20,201
Cash and equivalents consist of cash on hand and balances held with banks, bank overdrafts and investments in money market instruments. Cash and equivalents included in the cash flow statement comprise the following statement of financial position accounts:		
Cash	\$ 9,854,094	\$ 6,137,459
Short term investments	1,155,908	6,137,103
	\$ 11,010,002	\$ 12,274,562

AITCHELITZ FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2024

NATURE OF OPERATIONS

Aitchelitz First Nation (the "First Nation") is located in the province of British Columbia and provides various services to its members. The Aitchelitz First Nation reporting entity includes the Aitchelitz First Nation government and all related entities that are either owned or controlled by the First Nation.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board of the Canadian Chartered Professional Accountants. Significant aspects of the accounting policies adopted by the First Nation are as follows:

(a) Reporting entity

The consolidated financial statements reflect the assets, liabilities, revenue, expenses and accumulated surplus of the reporting entity. The reporting entity is comprised of all organizations, committees and departments accountable for the administration of their financial affairs and resources to the First Nation and which are owned or controlled by the First Nation.

(b) Principles of consolidation

All controlled entities are fully consolidated on a line-by-line basis except for the commercial enterprises which meet the definition of government business enterprise, which are included in the consolidated financial statements on a modified equity basis. Inter-organizational balances and transactions are eliminated upon consolidation.

Under the modified equity method of accounting, only the First Nation's investment in the government business enterprise and the enterprise's net income and other changes in equity are recorded. No adjustment is made for accounting policies of the enterprise that are different from those of the First Nation.

Organizations consolidated in the First Nations's financial statements include:

- Aitchelitz Taxation Centre

Organizations accounted for on a modified equity basis include:

- Ch-Ihl-Kway-Uhk Tribe Society
- Seven Generations Environmental Services Ltd.
- Ts'elxweyeqw Tribe Management Ltd.
- Ts'elxweyeqw Tribe Limited Partnership

(c) Cash

Cash includes cash on hand and balances with banks net of bank overdrafts. Cash equivalents include short term investments having a maturity of three months or less at acquisition which are held for the purpose of meeting short-term cash commitments.

AITCHELITZ FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*continued*)

(d) Long-lived assets and discontinued operations

Long-lived assets consist of tangible capital assets with finite useful lives. Long-lived assets held for use are measured and amortized as described in the applicable accounting policies.

The First Nation performs impairment testing on long-lived assets held for use whenever events or changes in circumstances indicate that the carrying amount of an asset, or group of assets, may not be recoverable. The carrying amount of a long-lived asset is not recoverable if the carrying amount exceeds the sum of the undiscounted future cash flows from its use and disposal. Impairment is measured as the amount by which the asset's carrying amount exceeds its fair value. Fair value is measured using discounted future cash flows. Any impairment is included in surplus for the year.

(e) 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 amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period.

(f) Segments

The First Nation conducts its business through four reportable segments: Community Operations, Government Business Enterprises, Investments and Tangible Capital Asset Fund. These operating segments are established by senior management to facilitate the achievement of the First Nation's long-term objectives to aid in resource allocation decisions and to assess operational performance.

(g) Tangible capital assets

Tangible capital assets are initially 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. The cost, less residual value, of the tangible capital assets are recognized at a nominal value. Infrastructure assets acquired prior to 1996 are the only assets where nominal values were assigned.

Certain assets which have historical or cultural values, 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 for productive use.

Social house assets acquired under Canada Mortgage and Housing Corporation (C.M.H.C.) sponsored programs are amortized over their estimated useful lives at a rate equivalent to the annual principal reduction in the related long-term debt. Annual amortization is charged in the year of disposal.

For all other assets, pro-rated amortization is charged in the year of acquisition based on when the assets are put into use. No amortization is taken in the year of disposal.

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

Band Housing	40 years
Buildings	25 years
Equipment	10 years
Automobiles	30 years

AITCHELITZ FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*continued*)

(h) 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.

Investment and interest income earned are recognized in the period that the income is earned.

Contracting and grant revenues are recognized as they become receivable under the terms of applicable agreements.

Property tax revenues are recognized as earned over the property taxation year.

Revenues received which relate to a subsequent fiscal period are reflected as deferred revenue in the year of receipt and classified as such in the statement of financial position.

(i) Use of estimates

In preparing the consolidated financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts, and disclosure of contingent assets and liabilities, at the date of the consolidated financial statements and the reported amounts of revenue and expenses during the year. These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in earnings in the period in which they become known.

(j) Asset classification

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

(k) Net financial assets

The First Nation's financial statements are presented to highlight net financial assets as the measurement of financial position. The net financial assets of the First Nation is determined by its financial assets less its liabilities. Net financial assets are comprised of two components, non-financial assets and accumulated surplus.

AITCHELITZ FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*continued*)

(l) Financial instruments

The First Nation recognizes its financial instruments when the First Nation becomes party to the contractual provisions of the financial instrument. All financial instruments are initially recorded at their fair value.

At initial recognition, the First Nation may irrevocably elect to subsequently measure any financial instrument at fair value. The First Nation has made such an election during the year.

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

Transaction costs directly attributable to the origination, acquisition, issuance or assumption of financial instruments subsequently measured at fair value are immediately recognized in operating. Conversely, transaction costs are added to the carrying amount for those financial instruments subsequently measured at cost or amortized cost.

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

(m) Liability for contaminated site

A liability for remediation of a contaminated site is recognized at the best estimate of the amount required to remediate the contaminated site when contamination exceeding an environmental standard exists, the First Nation is either directly responsible or accepts responsibility, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount is determinable. The best estimate of the liability includes all costs directly attributable to remediation activities and is reduced by expensed net recoveries based on information available at March 31, 2024.

At each financial reporting date, the First Nation reviews the carrying amount of the liability. Any revisions required to the amount previously recognized is accounted for in the period revisions are made. The First Nation continues to recognize the liability until it is settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made. Management has determined that no liability exists as at March 31, 2024.

AITCHELITZ FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*continued*)

(n) Changes in accounting policies

Effective April 1, 2022, the First Nation adopted the recommendations relating to the following accounting policies, as set out in the CPA Canada Public Sector Accounting Handbook:

- PS 3450 *Financial Instruments*
- PS 3280 *Asset Retirement Obligations*

Pursuant to the recommendations, the changes were applied prospectively, and prior periods have not been restated. The adoption of PS 3450 had a material impact on the financial statements, due to the nature of investment income earned from the First Nation's investment in Nation business entities. The adoption of PS 3280 did not have a material impact on the financial statements.

2. CASH

	2024	2023
Administration	\$ 9,128,470	\$ 5,549,703
Minor's Trust Fund	608,514	496,646
Taxation	117,110	91,110
Unrestricted funds	\$ 9,854,094	\$ 6,137,459

3. SHORT TERM INVESTMENTS

Short term investments are held with First Nation Finance Authority earning interest at 4.50% (2023 - 4.80%) and fixed income Guaranteed Investment Certificates (GICs) with the Royal Bank of Canada earning interest at 4.75% (2023 - 3.45%). The total cost of the investments are \$1,155,908 (2023 - \$6,137,103).

4. ACCOUNTS RECEIVABLE

	2024	2023
Due from other governments	\$ 190,879	\$ 124,188
Due from members	4,420	2,409
	\$ 195,299	\$ 126,597

AITCHELITZ FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2024

5. INVESTMENTS IN GOVERNMENT BUSINESS ENTERPRISES

Aitchelitz First Nation holds an investment in the following government business enterprises:

			2024	2023
Ch-ihl-kway-uhk Tribe Society	1/9 ownership	\$	116,006	\$ 99,037
Ts'elxweyeqw Tribe Management Ltd.	1/7 ownership		1	1
Seven Generations Environ. Services Ltd.	1/6 ownership		92,878	71,787
		\$	208,885	\$ 170,825

Ch-ihl-kway-uhk Tribe Society operates property rental and management activities.

Ts'elxweyeqw Tribe Management Ltd. (TTM) is the general partner for Ts'elxweyeqw Tribe Limited Partnership and Ts'elxweyeqw Forestry Limited Partnership. Its financial information is consolidated into the financial information for Ts'elxweyeqw Tribe Limited Partnership in Note 6.

Seven Generations Environmental Services Ltd. (SGES Ltd.) is in the business of environmental monitoring.

The summary of the unaudited financial statements is as follows:

	Ch-ihl-kway-uhk Tribe Society	SGES Ltd.	2024	2023
Current assets	\$ 923,611	\$ 618,499	\$ 1,542,110	\$ 1,223,069
Capital assets	-	4,686	4,686	8,589
Due from related party	355,010	-	355,010	335,010
Total assets	1,278,621	623,185	1,901,806	1,566,668
Current liabilities	\$ 234,566	\$ 66,042	\$ 300,608	\$ 244,616
Due to shareholders	-	353,258	353,258	353,258
Total liabilities	234,566	419,300	653,866	597,874
Equity	1,044,055	203,885	1,247,940	968,794
Total liabilities and equity	\$ 1,278,621	\$ 623,185	\$ 1,901,806	\$ 1,566,668
Revenues	\$ 189,756	\$ 793,776	\$ 983,532	\$ 682,524
Expenses	(37,042)	(667,344)	(704,386)	(545,191)
Net Income (loss)	\$ 152,714	\$ 126,432	\$ 279,146	\$ 137,333

AITCHELITZ FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2024

6. INVESTMENT IN GOVERNMENT BUSINESS PARTNERSHIPS

Aitchelitz First Nation's investments in government business partnerships consist of the following:

		2024	2023
Ch-ihl-Kway-Uhk Forestry Limited Partnership	Nil	\$ -	\$ 240,739
Centre Creek Limited Partnership	Nil	-	173,960
Ts'elxweyeqx Tribe Limited Partnership	10/71 ownership	3,844,339	2,988,568
		\$ 3,844,339	\$ 3,403,267

Ts'elxweyeqx Tribe Limited Partnership is in the business of managing the activities of Ts'elxweyeqx Forestry Limited Partnership to ensure the protection of the tribe's interests and heritage.

During the year, Aitchelitz First Nation's ownership interest in Ch-ihl-Kway-Uhk Forestry Limited Partnership and Centre Creek Limited Partnership were transferred to Ts'elxweyeqx Tribe Limited Partnership. As at March 31, 2024, Aitchelitz First Nation does not have any ownership interest in Ch-ihl-Kway-Uhk Forestry Limited Partnership (2023 - 11/89 ownership) and Centre Creek Limited Partnership (2023 - 11/100 ownership).

The summary of the unaudited financial statements for the period ended December 31, 2023 and year ended December 31, 2022 is as follows:

	2023 <i>December</i>	2022 <i>December</i>
Current assets	\$ 23,537,549	\$ 23,027,150
Capital assets	751,184	3,060,581
Due from related parties	4,909,850	2,168,351
Total assets	29,198,583	28,256,082
Current liabilities	2,628,616	3,121,226
Due to related parties	-	794,803
Total liabilities	-	3,916,029
Equity	26,569,967	24,340,053
Total liabilities and equity	\$ 29,198,583	\$ 28,256,082
Revenue	\$ 6,580,706	\$ 6,221,863
Expenses	(2,154,173)	(3,909,968)
Net income (loss)	\$ 4,426,533	\$ 2,311,895

AITCHELITZ FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2024

7. LONG TERM DEBT

	2024	2023
All Nations Trust Company loan repayable in monthly blended payments of \$3,276, bearing interest at 1.91% and matures on June 1, 2044 with renewal on June 1, 2024. The loan is secured by a Ministerial Guarantee from Indigenous Service Canada.	\$ 661,207	\$ 687,696
All Nations Trust Company loan repayable in monthly blended payments of \$5,529, bearing interest at 3.70% and matures on December 1, 2037 with renewal on December 1, 2027. The loan is secured by a Ministerial Guarantee from Indigenous Service Canada.	240,342	253,420
	\$ 901,549	\$ 941,116

Principal repayment terms are approximately:

2025	\$ 40,443
2026	41,471
2027	42,527
2028	43,614
2029 and thereafter	733,494
	<u>\$ 901,549</u>

AITCHELITZ FIRST NATION**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS****FOR THE YEAR ENDED MARCH 31, 2024**

8. TANGIBLE CAPITAL ASSETS

	<i>Cost</i>	<i>Additions</i>	<i>Disposals</i>	<i>Accumulated amortization</i>	2024 <i>Net book value</i>
Band housing	\$ 2,725,007	\$ -	\$ -	\$ 550,310	\$ 2,174,697
Building	1,758,856	236,082	-	124,694	1,870,244
Equipment	264,709	167,806	-	80,530	351,985
Automobile	65,798	-	-	26,648	39,150
Assets under construction	222,545	258,742	-	-	481,287
	\$ 5,036,915	\$ 662,630	\$ -	\$ 782,182	\$ 4,917,364

	<i>Cost</i>	<i>Additions</i>	<i>Disposals</i>	<i>Accumulated amortization</i>	2023 <i>Net book value</i>
Band housing	\$ 2,605,178	\$ 119,829	\$ -	\$ 450,008	\$ 2,274,999
Building	\$ -	\$ 1,758,856	\$ -	\$ 52,766	\$ 1,706,090
Equipment	68,227	196,482	-	50,631	214,078
Automobile	-	65,798	-	9,870	55,928
Assets under construction	278,358	109,612	165,425	-	222,545
	\$ 2,951,763	\$ 2,250,577	\$ 165,425	\$ 563,275	\$ 4,473,640

AITCHELITZ FIRST NATION
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9. FINANCIAL INSTRUMENT RISK

The First Nation is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the First Nation's risk exposure and concentration as of March 31, 2024. There has not been any significant changes in risk from the previous year.

Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The First Nation is exposed to credit risk from its accounts receivable. The First Nation deals with creditworthy counterparties to mitigate the risk of financial loss from defaults. The majority of the First Nation's receivables are from government agencies which have minimal risk of default, therefore there is no allowance for doubtful accounts recorded in the year.

Market risk

Market risk is the risk that the fair value or 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.

Currency risk

Currency risk is the risk to the First Nation's earnings that arise from fluctuations of foreign exchange rates and the degree of volatility of these rates. The First Nation is not exposed to currency risk as the First Nation does not hold any financial instruments in foreign currency and all transactions are conducted in Canadian dollars.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. The First Nation is not exposed to interest rate risk as the First Nation does not have any bank indebtedness or credit facilities with floating interest rates.

Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The First Nation is not exposed to other price risk.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The First Nation is exposed to this risk mainly in respect of its accounts payable. The First Nation mitigates liquidity risk by ensuring it documents when authorized payments become due and monitors cash balances and cash flows generated from operations against its anticipated, committed and contemplated outflows.

AITCHELITZ FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2024

10. ACCUMULATED SURPLUS

	2024	2023
Government Business Enterprises	\$ 4,451,703	\$ 3,792,179
Tangible Capital Asset Fund	10,851,090	10,811,155
Administration, Housing and Community Planning	3,025,514	2,513,446
	\$ 18,328,307	\$ 17,116,780

11. BUDGETED FIGURES

The unaudited budgets for the year April 1, 2023 to March 31, 2024 were approved by the Chief and Council. The operating budget is based on projected operating expenses to be incurred during the year on a program-by-program basis.

12. EXPENSES BY OBJECT

	Budget	2024	2023
Amortization	\$ -	\$ 218,907	\$ 175,177
Band functions	65,000	75,069	54,562
Distributions	86,600	220,052	38,814
Honoraria	15,000	15,250	14,425
Insurance	44,000	40,872	38,617
Interest and bank charges	24,805	25,499	20,202
Meetings and workshops	-	11,149	265
Office and administration	23,000	59,812	49,016
Professional fees	24,000	24,410	17,965
Projects	3,000	202,004	353,608
Repairs and maintenance	130,000	255,014	192,422
Service agreements	150,243	41,548	39,601
Travel	78,000	68,455	66,853
Utilities	31,320	32,454	19,744
Wages and benefits	206,548	208,060	195,004
	\$ 881,516	\$ 1,498,555	\$ 1,276,275

13. SEGMENTED INFORMATION

The Aitchelitz First Nation is a government institution that provides a range of programs and services to its members, including community operations, government business enterprises, capital projects, and tangible capital assets. For management reporting purposes, the First Nation's operations and activities are organized and reported by fund. Funds were created for the purpose of recording specific activities to attain certain objectives in accordance with special regulations, restrictions or limitations.

First Nation services are provided for departments and their activities are reported in these funds. Certain departments have been separately disclosed in the segmented information.

AITCHELITZ FIRST NATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2024

13. SEGMENTED INFORMATION (Continued)

	<u>Administration</u>	<u>Community Maintenance</u>	<u>Economic Development</u>	<u>Housing & Community Planning</u>	<u>Property Taxation</u>	<u>Social Housing</u>	<u>Other</u>	<u>2024 Total</u>	<u>2023 Total</u>
REVENUE									
Federal Government	\$ 89,743	\$ 50,447	\$ -	\$ 217,110	\$ -	\$ -	\$ -	\$ 357,300	\$ 975,499
Provincial Government	-	-	-	-	-	-	-	-	-
Other	903,760	149,384	-	1,085,681	105,950	108,007	-	2,352,782	1,316,977
	<u>993,503</u>	<u>199,831</u>	<u>-</u>	<u>1,302,791</u>	<u>105,950</u>	<u>108,007</u>	<u>-</u>	<u>2,710,081</u>	<u>2,292,476</u>
EXPENSES									
Wages and benefits	-	-	-	208,060	-	-	-	208,060	195,004
Amortization	-	-	-	-	-	-	218,907	218,907	175,177
Bad debts	-	-	-	-	-	-	-	-	-
Other	361,913	255,694	-	325,736	79,950	48,296	-	1,071,589	906,094
	<u>361,913</u>	<u>255,694</u>	<u>-</u>	<u>533,795</u>	<u>79,950</u>	<u>48,296</u>	<u>218,907</u>	<u>1,498,555</u>	<u>1,276,275</u>
ANNUAL SURPLUS (DEFICIT)	<u>\$ 631,590</u>	<u>\$ (55,863)</u>	<u>\$ -</u>	<u>\$ 768,996</u>	<u>\$ 26,000</u>	<u>\$ 59,711</u>	<u>\$ (218,907)</u>	<u>\$ 1,211,527</u>	<u>\$ 1,016,201</u>