

TSAY KEH DENE NATION
CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2014

**TSAY KEH DENE NATION
CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2014**

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TSAY KEH DENE

Chief Dennis Izony
Grand Chief Gordon Pierre
General Manager Adi Sulaeman

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MANAGEMENT'S RESPONSIBILITY FOR THE CONSOLIDATED FINANCIAL STATEMENTS

The accompanying consolidated financial statements of Tsay Keh Dene Nation are the responsibility of management and have been approved by the Chief and Council.

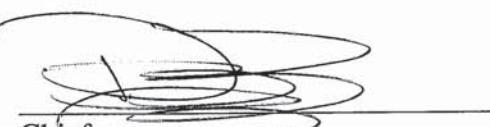
The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants and as such include amounts that are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

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

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

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

The external auditors, Bursey Buryn, Chartered Accountants, conduct an independent examination, in accordance with Canadian auditing standards, and express their opinion, on the consolidated financial statements. The external auditors have full and free access to financial management of Tsay Keh Dene Nation and meet when required.



Chief

Robert Tomah
Councillor



Councillor

INDEPENDENT AUDITORS' REPORT

To the Members of Tsay Keh Dene Nation:

We have audited the accompanying consolidated financial statements of Tsay Keh Dene Nation, which comprise the consolidated statement of financial position as at March 31, 2014 and the consolidated statements of operations, changes in net financial assets and 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

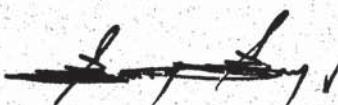
Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about 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 auditors' judgement, including the assessment of 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 preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are also 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 evaluation of 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 Tsay Keh Dene Nation as at March 31, 2014 and the results of its operations, changes in net financial assets and cash flows for the year then ended in accordance with Canadian public sector accounting standards.



Chartered Accountants
October 29, 2014
Prince George, British Columbia

TSAY KEH DENE NATION
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
MARCH 31, 2014

	2014	2013
FINANCIAL ASSETS		
Cash	\$ 1,606,429	\$ 1,419,579
Accounts receivable (Note 2)	2,447,011	1,364,457
Inventory for resale (Note 3)	143,276	250,222
Restricted cash (Note 4)	436,961	467,283
Guaranteed investment certificates (Note 5)	610,938	630,138
Endowment and trust funds (Note 6)	20,567,000	22,430,522
Investments in government business enterprises (Note 7)	3,351,219	2,453,266
Trust assets (Note 8)	33,048	31,071
	<u>29,195,882</u>	<u>29,046,538</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 9)	2,047,305	2,586,841
Deferred revenue (Note 10)	1,751,549	1,320,213
Silviculture obligations	-	222,910
Long-term debt (Note 11)	8,150,121	7,859,819
Replacement reserve (Note 12)	140,180	129,312
	<u>12,089,155</u>	<u>12,119,095</u>
NET FINANCIAL ASSETS	<u>17,106,727</u>	<u>16,927,443</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Note 13)	23,118,265	21,684,007
Prepaid assets	109,543	14,690
	<u>23,227,808</u>	<u>21,698,697</u>
ACCUMULATED SURPLUS	<u>\$40,334,535</u>	<u>\$38,626,140</u>
CONTINGENCIES (Note 14)		

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

Approved on behalf of Tsay Keh Dene Nation:

 Chief

Robert Tenuash Councillor

Alvin Sode Councillor

TSAY KEH DENE NATION
CONSOLIDATED STATEMENT OF OPERATIONS
YEAR ENDED MARCH 31, 2014

	Budget 2014	2014	2013
REVENUE			
Aboriginal Affairs and Northern Development Canada	\$ 1,895,573	\$ 3,973,760	\$ 3,506,900
Health Canada	650,738	680,128	897,848
Province of British Columbia	261,376	313,064	305,905
BC Hydro	1,512,000	2,147,552	2,164,778
Ingenika Trading Post	2,175,400	2,126,252	2,132,454
Interest	-	455,193	484,986
Net income from investments in government business enterprises	-	549,190	-
Rent and other	1,934,490	2,973,922	2,418,672
Trust funds	-	1,976	1,774
	8,429,577	13,221,037	11,913,317
EXPENDITURE			
Economic development	828,913	825,869	802,995
Education	1,088,030	1,156,609	1,325,905
Employment and training	66,053	29,887	55,465
Government development	1,177,632	1,341,951	998,145
Health services	806,121	1,150,764	1,262,514
Housing	140,983	341,824	237,572
Ingenika Trading Post	2,322,340	2,204,677	2,098,567
Public works operations and maintenance	1,370,703	1,288,269	1,231,045
Social and community services	467,082	943,280	789,551
Treaty claims and negotiations	465,234	455,347	513,458
Net loss from investments	-	-	82,675
Net loss from investments in government business enterprises	-	45,357	1,105,229
Trust management fees	-	132,297	130,776
Interest	6,000	45,246	35,752
Amortization	-	1,112,579	978,756
	8,739,091	11,073,956	11,648,405
ANNUAL SURPLUS	(309,514)	2,147,081	264,912
ACCUMULATED SURPLUS, BEGINNING OF YEAR	38,626,140	38,626,140	38,630,455
RECOVERIES BY			
Government of Canada	-	-	(29,131)
Aboriginal Affairs and Northern Development Canada	-	-	(1,896)
Health Canada	-	-	(1,896)
INCREASE IN DEFERRED REVENUE	-	(438,686)	(238,200)
ACCUMULATED SURPLUS, END OF YEAR	\$ 38,316,626	\$ 40,334,535	\$ 38,626,140

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

TSAY KEH DENE NATION

CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

YEAR ENDED MARCH 31, 2014

	2014	2013
INCREASE (DECREASE) IN FINANCIAL POSITION		
Accumulated surplus	<u>\$ 1,708,395</u>	\$ (4,315)
Acquisitions of tangible capital assets	(2,546,837)	(3,638,464)
Amortization	1,112,579	978,756
Gain on disposal of tangible capital assets	-	(10,693)
Proceeds on disposal of tangible capital assets	-	23,025
	<u>(1,434,258)</u>	(2,647,376)
(Acquisition) use of prepaid assets	(94,853)	9,653
INCREASE (DECREASE) IN NET FINANCIAL ASSETS	179,284	(2,642,038)
NET FINANCIAL ASSETS, BEGINNING OF YEAR	<u>16,927,443</u>	19,569,481
NET FINANCIAL ASSETS, END OF YEAR	<u>\$17,106,727</u>	\$16,927,443

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

TSAY KEH DENE NATION
CONSOLIDATED STATEMENT OF CASH FLOWS
YEAR ENDED MARCH 31, 2014

	2014	2013
OPERATING ACTIVITIES		
Increase (decrease) in accumulated surplus	\$ 1,708,395	\$ (4,315)
Items not involving cash		
Allocation to replacement reserve	10,868	10,868
Allocation (from) to deferred revenue	(7,350)	15,330
Amortization	1,112,579	978,756
Investment in government business enterprises	(503,833)	1,105,229
Gain on disposal of tangible capital assets	-	(10,693)
Unrealized loss on investment	-	82,675
Forgiveness of long-term debt	-	(223,012)
	2,320,659	1,954,838
Cash provided by (used in) operating activities		
Accounts receivable	(1,082,554)	255,489
Inventory for resale	106,946	(37,976)
Trust assets	(1,977)	137,789
Prepaid assets	(94,853)	9,653
Accounts payable and accrued liabilities	(539,536)	809,727
Deferred revenue	438,686	238,200
	1,147,371	3,367,720
CAPITAL ACTIVITIES		
Purchase of tangible capital assets	(2,546,837)	(3,638,464)
Proceeds on disposal of tangible capital assets	-	23,025
	(2,546,837)	(3,615,439)
FINANCING ACTIVITIES		
Proceeds of long-term debt	368,800	483,513
Repayment of long-term debt	(78,498)	(56,529)
Silviculture obligations	(222,910)	-
	67,392	426,984
INVESTING ACTIVITIES		
Purchase of shares	(100)	(100)
Purchase of partnership units	(33)	(19,998)
Advances to related parties	(321,399)	(520,477)
Repayment of advances to related parties	137,412	-
Contribution to related party	(210,000)	-
Restricted cash	30,322	208,170
Guaranteed investment certificates	19,200	17,974
Endowment and trust funds	1,863,522	(521,132)
	1,518,924	(835,563)
INCREASE (DECREASE) DURING YEAR	186,850	(656,298)
CASH, BEGINNING OF YEAR	1,419,579	2,075,877
CASH, END OF YEAR	\$ 1,606,429	\$ 1,419,579

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

TSAY KEH DENE NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2014

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES

These consolidated financial statements have been prepared in accordance with Canadian generally accepted accounting principles for government entities, as defined in the Canadian Institute of Chartered Accountants Public Sector Accounting and Auditing Handbooks, and encompass the following principles:

Reporting Entity and Principles of Financial Reporting

The Tsay Keh Dene Nation reporting entity includes the Tsay Keh Dene Nation government and all related entities which are either owned or controlled by the Tsay Keh Dene Nation.

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

Under the modified equity method of accounting, only Tsay Keh Dene Nation's investment in the government business enterprises and their share of 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 Tsay Keh Dene Nation.

The following controlled entities consolidated in Tsay Keh Dene Nation's consolidated financial statements include:

- BC Hydro Trust Settlement Negotiations Agreement
- First Nation Negotiation Support Agreement
- Ingenika Trading Post (An Enterprise), an unincorporated business entity owned and operated by the Tsay Keh Dene Nation in the Tsay Keh Dene community

Commercial government business enterprises, which are wholly-owned by Tsay Keh Dene Nation and which are not dependent on the Nation for their continuing operations, included in the consolidated financial statements using the modified equity method are as follows:

- Chu-Cho Enterprises Ltd.
- Ingenika Logging Ltd.
- Tsay Keh Economic Development Corporation
- Tsay Keh Enterprises Ltd.
- Tsay Keh Holdings Ltd. (dba Tsay Keh Dene Outfitters)
- Three Feathers GP Ltd.
- 0882074 B.C. Ltd.

TSAY KEH DENE NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2014

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES, continued

- Chu Cho Industries Limited Partnership
- Tsay Keh Developments Limited Partnership
- Three Feathers Limited Partnership

Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, cash on deposit net of cheques issued and outstanding at the reporting date, and short-term deposits with maturity dates of less than 90 days.

Inventory for Resale

Inventory consists of goods available for sale and is valued at the lower of cost and net realizable value using the average cost method.

Tangible Capital Assets and Amortization

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

Tangible capital assets are amortized using the declining balance method at rates calculated to amortize the cost less salvage value as follows:

Automotive equipment	30%
Buildings	4%
Computer equipment	30%
Equipment	20%
Furniture and office equipment	20%
Heavy duty equipment	30%
Housing	4%
Infrastructure	4%
Ingenika Trading Post	4-30%

In the year of acquisition, 50% of the annual amortization is expensed. Assets under construction are not amortized until the asset is available to be put into service.

TSAY KEH DENE NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2014

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES, continued

Tangible Capital Assets and Amortization, continued

Certain assets which have historical or cultural value, including works of art, historical documents and historical and cultural artefacts, are not recognized as tangible capital assets.

Revenue and Expenditure

Revenue and expenditure are recorded using the accrual basis of accounting. Revenue is recognized in the period in which the transactions or events occurred that gave rise to the revenue. Gains are recognized when realized. Items not practically measurable until cash is received are accounted for at that time.

Government transfers are recognized as revenue 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 and recognized in the statement of operations as the stipulation liabilities are settled.

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

Funding Recoveries and Reimbursements

Funding received from federal government sources in the form of conditional transfer payments are subject to recovery, by the Crown, of unexpended balances or unallowable expenses. The Crown may also reimburse over expenditures upon determining adherence to the terms and conditions of payment for a specified purpose. Recoveries and reimbursements are accounted for when they are paid or payable or received or receivable.

Use of Estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires administration to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditure during the reporting period. Significant areas requiring the use of administration estimates relate to the impairment of assets, rates for amortization, collectability of accounts receivable, and valuation of inventory. Actual results could differ from these estimates.

TSAY KEH DENE NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2014

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES, continued

Reforestation

The Nation accounts for costs related to the reforestation of logged areas in the period such areas are logged. Costs represent estimated post logging expenditures related to silviculture responsibilities pursuant to the British Columbia Forest Act.

2. ACCOUNTS RECEIVABLE

	2014	2013
Government:		
Aboriginal Affairs and Northern Development Canada	\$ 1,055,548	\$ 403,733
Canada Revenue Agency - GST/HST	168,018	170,391
Province of British Columbia	-	25,000
	<hr/>	<hr/>
	1,223,566	599,124
Trade	672,559	325,389
Tsay Keh Dene Nation members	607,986	548,735
Other	86,968	68,051
	<hr/>	<hr/>
Less: allowance for doubtful accounts	2,591,079	1,541,299
	(144,068)	(176,842)
	<hr/>	<hr/>
	\$ 2,447,011	\$ 1,364,457

3. INVENTORY FOR RESALE

	2014	2013
Ingenika Trading Post		
Groceries and household items	\$ 66,462	\$ 122,109
Automotive and hardware	14,507	31,865
Gasoline, diesel and propane	46,695	74,488
Tobacco products	15,612	21,760
	<hr/>	<hr/>
	\$ 143,276	\$ 250,222

TSAY KEH DENE NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2014

4. RESTRICTED CASH

	2014	2013
Restricted cash consists of the following:		
GIC - silviculture obligations	\$ -	\$ 222,910
GIC - letter of credit	50,000	50,000
Replacement Reserve	140,180	129,311
Treaty Negotiations	<u>246,781</u>	65,062
	<u><u>\$ 436,961</u></u>	\$ 467,283

5. GUARANTEED INVESTMENT CERTIFICATES

	2014	2013
January 1, 2014 - 2.50%		
January 1, 2015 - 2.80%	\$ -	\$ 36,906
January 1, 2016 - 3.00%	<u>38,048</u>	37,013
	<u><u>572,890</u></u>	556,219
	<u><u>\$ 610,938</u></u>	\$ 630,138

Consists of funds held on deposit, designated for specific Nation members, that will mature along with interest at rates as stated above.

6. ENDOWMENT AND TRUST FUNDS

	2014	2013
<u>BC Hydro Trust Funds</u>		
Consists of funds held on behalf of Tsay Keh Dene Nation in an Endowment Fund created under the Trustee Fund Public Deed of Trust between the Victoria Foundation and the Tsay Keh Dene Nation dated August 31, 2009 and the Payment Trustee Agreement between the Victoria Foundation, the Tsay Keh Dene Nation, and the British Columbia Hydro and Power Authority dated August 31, 2009	<u><u>\$ 2,818,929</u></u>	\$ 4,952,438
Balance forward	<u><u>\$ 2,818,929</u></u>	\$ 4,952,438

TSAY KEH DENE NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2014

6. ENDOWMENT AND TRUST FUNDS, continued

	2014	2013
Balance forward	\$ 2,818,929	\$ 4,952,438
BC Hydro Final Settlement Funds		
Consists of funds held on behalf of Tsay Keh Dene Nation in an Endowment Fund created under the Endowment Fund Public Deed of Trust between the Victoria Foundation and the Tsay Keh Dene Nation dated August 31, 2010 and the Payment Trustee Agreement between the Victoria Foundation, the Tsay Keh Dene Nation, and the British Columbia Hydro and Power Authority dated August 31, 2010	<u>17,748,071</u>	17,478,084
	<u>\$20,567,000</u>	<u>\$22,430,522</u>

7. INVESTMENTS IN GOVERNMENT BUSINESS ENTERPRISES

	2014	2013
Chu-Cho Enterprises Ltd. (100%)		
Shares	\$ 1	\$ 1
Contributed Surplus	974,899	974,899
Advances to	552,817	435,958
Deficit	<u>(441,064)</u>	<u>(439,324)</u>
	<u>1,086,653</u>	<u>971,534</u>
Ingenika Logging Ltd. (100%)		
Shares	100	100
Advances to	566,493	566,493
Deficit	<u>(933,410)</u>	<u>(933,206)</u>
	<u>(366,817)</u>	<u>(366,613)</u>
Balance forward	\$ 719,836	\$ 604,921

TSAY KEH DENE NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2014

7. INVESTMENTS IN GOVERNMENT BUSINESS ENTERPRISES, continued

	2014	2013
Balance forward	\$ 719,836	\$ 604,921
Tsay Keh Enterprises Ltd. (100%)		
Share	1	1
Advances to	767,832	781,359
Deficit	<u>(85,628)</u>	<u>(69,776)</u>
	682,205	711,584
Tsay Keh Holdings Ltd. (100%) (dba Tsay Keh Dene Outfitters)		
Shares	100	100
Advances to	957,056	851,109
Deficit	<u>(237,891)</u>	<u>(210,331)</u>
	719,265	640,878
0882074 B.C. Ltd. (100%)		
Shares	1	1
Advances from	(46,683)	(31,754)
Contributed Surplus	497,692	497,692
Equity	-	-
	451,010	465,939
Tsay Keh Economic Development Corporation (100%)		
Shares	100	100
Advances to	6,774	6,774
Deficit	<u>25</u>	<u>(23)</u>
	6,899	6,851
Three Feathers GP Ltd. (33.33%)		
Shares	100	-
Advances from	(100)	-
Equity	7	-
	7	-
Balance forward	\$ 2,579,222	\$ 2,430,173

TSAY KEH DENE NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2014

7. INVESTMENTS IN GOVERNMENT BUSINESS ENTERPRISES, continued

	2014	2013
Balance forward	<u>\$ 2,579,222</u>	<u>\$ 2,430,173</u>
Chu Cho Industries Limited Partnership (99.99%)		
Partnership units, at cost	9,999	9,999
Advances to	84,380	94,612
Share of income (loss)	<u>459,156</u>	<u>(230,668)</u>
	<u>553,535</u>	<u>(126,057)</u>
Tsay Keh Developments Limited Partnership (99.99%)		
Partnership units, at cost	9,999	9,999
Advances from	<u>(9,999)</u>	<u>(9,999)</u>
	-	-
Three Feathers Limited Partnership (33.33%)		
Partnership units, at cost	33	-
Withdrawals	(33)	-
Share of income	<u>69,312</u>	-
	<u>69,312</u>	-
Other		
Resolute Forest Products Inc.		
Shares, at realizable value	<u>2,325</u>	<u>2,325</u>
Traplines, at cost	<u>146,825</u>	<u>146,825</u>
	<u>\$ 3,351,219</u>	<u>\$ 2,453,266</u>

Shares are held on behalf of the Nation's membership by specified nation members under a trust agreement.

Condensed financial information for the commercial government business enterprises is presented in Appendix A to the financial statements.

TSAY KEH DENE NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2014

8. TRUST ASSETS

	Revenue	Capital	Total 2014	Total 2013
<u>Ottawa Trust</u>				
Balance, beginning of year	\$ 31,072	\$ -	\$ 31,072	\$ 29,298
BC Special	1,076	-	1,076	1,076
Interest	900	-	900	698
	<u>33,048</u>	-	<u>33,048</u>	31,072
<u>Kemess Provincial Trust</u>				
Balance, beginning of year	-	-	-	139,562
Disbursement	-	-	-	(139,562)
	-	-	-	-
Balance, end of year	<u>\$ 33,048</u>	\$ -	<u>\$ 33,048</u>	\$ 31,072

The Ottawa Trust Accounts arise from monies from capital or revenue sources outlined in Section 62 of the Indian Act. These funds are held in trust in the consolidated revenue fund of the Government of Canada and are subject to audit by the office of the Auditor General of Canada. The management of these funds is primarily governed by Sections 63 to 69 of the Indian Act.

9. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2014	2013
Trade payables and accrued liabilities	\$ 1,903,496	\$ 2,468,194
Wages and government remittances payable	124,172	114,106
Pension and group benefits payable	<u>19,637</u>	4,541
	<u>\$ 2,047,305</u>	\$ 2,586,841

The Nation has a defined contribution pension plan for eligible members of its staff. Members are required to contribute a minimum of 5% of their salary, the Nation contributes 5% of their basic salary, and contributions are directed to the member's contribution account. The amount of retirement benefit to be received by the employees will be the amount of retirement annuity that could be purchased based on the member's share of the pension plan at the time of the member's withdrawal from the plan. Tsay Keh Dene Nation contributed during the year \$85,280 (2013 - \$69,356) for retirement benefits.

TSAY KEH DENE NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2014

10. DEFERRED REVENUE

	2014	2013
AANDC Capital Surplus	\$ 73,738	\$ 73,738
Electrical Upgrade Powerlines - CPMS #10330	10,113	-
ACRS Group 2 - ICMS 9-10011356	115,093	-
Housing 2011/12 - CPMS #10566/10508	<u>15,401</u>	<u>37,122</u>
	214,345	110,860
BC Hydro	1,537,204	1,202,003
Justice Canada	-	7,350
	<u><u>\$ 1,751,549</u></u>	<u><u>\$ 1,320,213</u></u>

The Nation has recorded the above deferred revenue to be used for delivery and completion of future programs and projects.

11. LONG-TERM DEBT

	2014	2013
Mortgage, repayable in monthly instalments of \$2,084 including interest at 4.05% per annum, secured by specific properties. The mortgage is registered in the name of Tsay Keh Enterprises Ltd. and is guaranteed by the Nation, due to renew May 2014	\$ 242,008	\$ 257,240
Mortgage, repayable in monthly instalments of \$1,505 including interest at 3.79% per annum, secured by a Government of Canada ministerial guarantee, due to renew February 2015	215,521	225,161
Mortgage, repayable in monthly instalments of \$3,944 including interest at 3.77% per annum, secured by a Government of Canada ministerial guarantee, due to renew April 2016	<u>458,861</u>	<u>488,183</u>
Balance forward	<u><u>\$ 916,390</u></u>	<u><u>\$ 970,584</u></u>

TSAY KEH DENE NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2014

11. LONG-TERM DEBT, continued

	2014	2013
Balance forward	\$ 916,390	\$ 970,584
Loan, repayable in monthly instalments of \$469 including interest at 6.59%, secured by equipment with a net book value of \$10,362	8,856	13,305
Conditional sales contract, payable in monthly instalments of \$1,118 including interest at 6.69%, secured by equipment with a net book value of \$36,818	46,297	56,147
Conditional sales contract, payable in monthly instalments of \$1,136 including interest at 6.69%, secured by equipment with a net book value of \$37,350	47,024	57,029
Aboriginal Affairs and Northern Development Canada - First Nation Negotiation Support Agreements, non-interest bearing until the loans become due and then bear interest at the consolidated Revenue Fund lending rate to Crown Corporations as set by the Federal Minister of Finance. Repayment provisions for these loans are outlined in Sections 13.0 and 14.0 of the Tsay Keh Dene First Nation Negotiation Support Agreement, the extended due date is November 2, 2016, secured by a first charge against benefits paid under a treaty to the Nation	<u>7,131,554</u>	6,762,754
	<u>\$ 8,150,121</u>	<u>\$ 7,859,819</u>

Principal repayments due in each of the next five years are scheduled as follows:

2015	\$ 83,045
2016	85,314
2017	85,547
2018	87,273
2019	<u>65,670</u>
	<u>\$ 406,849</u>

TSAY KEH DENE NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2014

12. REPLACEMENT RESERVE

Under the terms of an agreement with Aboriginal Affairs and Northern Development Canada, the replacement reserve account is to be credited in the amount of \$10,868 annually. These funds, along with the accumulating interest, are to be held in a separate bank account and may only be used for repairs and maintenance for houses built in 2001 and 2004. The replacement reserve was fully funded at year end.

13. TANGIBLE CAPITAL ASSETS (Appendix B)

			2014	2013
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Automotive equipment	\$ 551,285	\$ 392,291	\$ 158,994	\$ 227,134
Buildings	6,453,367	1,869,302	4,584,065	4,596,888
Computer equipment	31,686	19,632	12,054	10,716
Equipment	608,498	495,317	113,181	90,246
Furniture and office equipment	74,921	21,146	53,775	23,654
Heavy duty equipment	449,890	358,422	91,468	130,669
Housing	14,352,495	5,259,105	9,093,390	7,988,871
Infrastructure	12,094,131	4,026,490	8,067,641	7,775,972
Ingenika Trading Post	752,187	308,490	443,697	339,857
	35,368,460	12,750,195	22,618,265	21,184,007
Land	500,000	-	500,000	500,000
	<u>\$35,868,460</u>	<u>\$12,750,195</u>	<u>\$23,118,265</u>	<u>\$21,684,007</u>

14. CONTINGENCIES

Under the terms of agreements with Aboriginal Affairs and Northern Development Canada and other government agencies, certain surpluses may be recoverable and so repayable to the government by the Nation. The amount of the liability, if any, of the Nation is not determinable at this time.

The Nation may have future silviculture commitments on government business enterprises owned forest licenses if future costs exceed current estimates. The amount of the liability, if any, is not determinable at this time.

TSAY KEH DENE NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2014

14. CONTINGENCIES, continued

The Nation has guaranteed loans issued by financial institutions to the Government Business Enterprises and Partnerships held as investments by the Nation. At March 31, 2014 none of these loans were in default and thus, the amount of the liability, if any, is not determinable at this time.

15. RECONCILIATION OF AANDC FUNDING AGREEMENT REVENUE

Pursuant to the guidelines required by the Aboriginal Affairs and Northern Development Canada Year-End Reporting Handbook, Funding Agreements covering Fiscal Year period 2013-2014, the following reconciliation has been prepared:

Recipient total as per 2013/2014 AANDC funding confirmation	\$ 3,973,760
Variance	-
AANDC revenue as per consolidated statement of operations	<u>\$ 3,973,760</u>

16. GOVERNMENT TRANSFERS

	2014			2013		
	Operating	Capital	Total	Operating	Capital	Total
Federal government transfers:						
Aboriginal Affairs and Northern Development Canada	\$ 2,900,514	\$ 1,073,246	\$ 3,973,760	\$ 2,290,062	\$ 1,216,838	\$ 3,506,900
Health Canada	680,128	-	680,128	897,848	-	897,848
Other	7,350	-	7,350	2,625	-	2,625
	<u>3,587,992</u>	<u>1,073,246</u>	<u>4,661,238</u>	<u>3,190,535</u>	<u>1,216,838</u>	<u>4,407,373</u>
Provincial government transfers	<u>313,064</u>	-	<u>313,064</u>	<u>305,905</u>	-	<u>305,905</u>
	<u><u>\$ 3,901,056</u></u>	<u><u>\$ 1,073,246</u></u>	<u><u>\$ 4,974,302</u></u>	<u><u>\$ 3,496,440</u></u>	<u><u>\$ 1,216,838</u></u>	<u><u>\$ 4,713,278</u></u>

TSAY KEH DENE NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2014

17. ECONOMIC DEPENDENCE

The Nation receives a major portion of its revenue pursuant to funding arrangements with Aboriginal Affairs and Northern Development Canada and Health Canada. The nature and extent of these revenues is of such significance that the Nation is economically dependent on these sources of revenue.

18. RELATED PARTY TRANSACTIONS

In the normal course of operations, the Nation participated in transactions with related parties measured at the exchange amount as determined and agreed to by the related parties.

The Nation paid rent to 0882074 B.C. Ltd. in the amount of \$14,930 (2013 - \$15,552).

The Nation paid contract fees and purchased goods from Chu-Cho Enterprises Ltd. in the amount of \$Nil (2013 - \$164,598) and sold goods and services to Chu-Cho Enterprises Ltd. in the amount of \$Nil (2013 - \$178,851).

The Nation received administration fees and sold services to Chu Cho Industries Limited Partnership, through its division Chu-Cho Environmental Consulting, in the amount of \$337,329 (2013 - \$41,806), paid for services rendered in the amount of \$137,379 (2013 - \$16,460), and made a contribution of \$210,000 to purchase property, plant and equipment.

The Nation sold goods to Ingenika Logging Ltd. in the amount of \$Nil (2013 - \$37,916) and received contract fees from Ingenika Logging Ltd. in the amount of \$Nil (2013 - \$6,110).

The Nation earned interest of \$40,765 (2013 - \$40,765) from Tsay Keh Enterprises Ltd.

19. RISK MANAGEMENT

The Nation has a comprehensive risk management framework to monitor, evaluate and manage the principal risks assumed with financial instruments. The risks that arise from transacting financial instruments include the following:

TSAY KEH DENE NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2014

19. RISK MANAGEMENT, continued

Credit Risk

Credit risk refers to the risk that a counterparty may default on its contractual obligations resulting in a financial loss. The Nation has a history of dealing with its funding agencies and customer base and does not believe it is exposed to an unusual level of credit risk with respect to its accounts receivable.

The Nation maintains its cash and deposits with a federally regulated Canadian financial institution and a Credit Union, and thus has not experienced any change in risk exposure.

Interest Rate Risk

Interest rate risk refers to the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The Nation's long-term debt is at fixed rates of interest therefore, a change in market interest rates has no impact to cash flows required to service this debt. The Nation maintains an operating line of credit subject to floating rates of interest, a change in the variable rate can impact cash flow to service the debt when such debt is outstanding. There has been no change to the risk exposure from 2013 and there is expected to be no substantive change in the next fiscal period.

20. COMPARATIVE FIGURES

Certain of the prior year's figures have been reclassified to conform to the current year's presentation.

TSAY KEH DENE NATION

SEGMENT DISCLOSURE

YEAR ENDED MARCH 31, 2014

	ECONOMIC DEVELOPMENT			EDUCATION			EMPLOYMENT AND TRAINING			GOVERNMENT DEVELOPMENT AND ADMINISTRATION			HEALTH SERVICES		
	Budget	2014	2013	Budget	2014	2013	Budget	2014	2013	Budget	2014	2013	Budget	2014	2013
REVENUE															
AANDC	\$ 31,413	\$ 31,413	\$ 31,413	\$ 929,617	\$ 1,214,831	\$ 828,750	\$ -	\$ -	\$ -	\$ 251,816	\$ 481,343	\$ 401,615	\$ 36,573	\$ 36,573	\$ 37,206
Health Canada	-	-	-	-	-	-	-	-	-	-	-	-	650,738	680,128	897,848
Province of British Columbia	-	18,163	14,207	-	-	-	-	-	-	-	-	-	-	21,000	2,753
BC Hydro	-	180,000	464,400	-	22,465	24,625	-	-	23,085	-	250,000	-	-	-	117,920
Interest, rent and miscellaneous	757,500	1,358,106	1,255,274	86,654	161,861	90,048	60,048	87,622	93,883	663,813	810,827	566,672	112,000	114,436	125,863
Trust funds held by federal government	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income from Government	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Business Enterprises	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL REVENUE	788,913	1,587,682	1,765,294	1,016,271	1,399,157	943,423	60,048	87,622	116,968	915,629	1,542,170	968,287	762,738	852,137	1,181,590
EXPENDITURE															
Amortization and interest	-	8,379	779	-	-	-	-	-	-	-	-	-	-	-	-
Contract	166,200	114,984	282,269	-	1,497	24,353	-	-	-	10,000	2,074	68,278	44,803	179,545	177,088
Honoraria	10,000	31,590	7,126	-	49,500	54,467	-	-	-	72,000	13,997	28,151	2,500	50	6,778
Professional fees	-	16,024	52,878	-	-	-	-	-	-	1,284	25,000	73,728	85,937	-	5,000
Rent	-	3,820	13,309	-	-	159	-	-	-	-	23,193	47,451	-	-	54,626
Repairs and maintenance	-	4,706	11,774	14,400	19,962	75,782	-	-	-	6,000	49,838	34,763	-	-	-
Supplies	32,780	81,227	44,569	52,800	71,117	62,179	-	196	985	15,000	99,233	111,492	3,758	58,179	49,499
Telephone and utilities	900	3,091	7,444	6,480	57,827	69,146	-	3,002	-	31,000	45,378	36,911	13,489	15,561	13,261
Travel and accommodations	25,500	80,514	47,457	59,847	68,200	54,069	-	-	-	5,484	57,500	141,066	73,173	251,098	343,576
Wages and benefits	459,550	413,443	312,673	644,110	578,121	697,217	37,982	13,649	8,128	802,000	770,039	466,783	374,195	441,313	406,921
Workshops and training	18,092	1,302	3,040	6,300	1,211	1,800	22,066	6,759	39,584	23,000	8,667	23,712	10,172	5,649	18,280
Other	115,891	75,168	20,456	304,093	309,174	286,733	6,005	6,281	-	136,132	114,738	21,494	106,106	106,891	163,421
Net loss from investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net loss from Government	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Business Enterprises	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE	828,913	834,248	803,774	1,088,030	1,156,609	1,325,905	66,053	29,887	55,465	1,177,632	1,341,951	998,145	806,121	1,150,764	1,262,514
EXCESS REVENUE OVER EXPENDITURE, (EXPENDITURE OVER REVENUE)															
	(40,000)	753,434	961,520	(71,759)	242,548	(382,482)	(6,005)	57,735	61,503	(262,003)	200,219	(29,858)	(43,383)	(298,627)	(80,924)
TRANSFER TO TANGIBLE CAPITAL															
ASSETS	(27,500)	(6,500)	(178,275)	-	-	-	-	-	-	-	-	-	(5,356)	(18,847)	-
ANNUAL SURPLUS (DEFICIT)	\$ (67,500)	\$ 746,934	\$ 783,245	\$ (71,759)	\$ 242,548	\$ (382,482)	\$ (6,005)	\$ 57,735	\$ 61,503	\$ (262,003)	\$ 194,863	\$ (48,705)	\$ (43,383)	\$ (298,627)	\$ (80,924)

TSAY KEH DENE NATION

SEGMENT DISCLOSURE

YEAR ENDED MARCH 31, 2014

	HOUSING			PUBLIC WORKS			SOCIAL AND COMMUNITY SERVICES			TREATY CLAIMS AND NEGOTIATIONS			TRUST FUNDS			
	Budget	2014	2013	Budget	2014	2013	Budget	2014	2013	Budget	2014	2013	Budget	2014	2013	
REVENUE																
AANDC	\$ -	\$ -	\$ -	\$ 615,896	\$ 912,760	\$ 927,440	\$ 4,386	\$ 223,594	\$ 63,638	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Health Canada																
Province of British Columbia																
BC Hydro		\$ 355,222	\$ 70,830		\$ 30,000	\$ 11,546	\$ 12,000	\$ 551,255	\$ 385,612					\$ 1,500,000	\$ 758,610	\$ 1,066,760
Interest, rent and miscellaneous	\$ 116,700	\$ 125,806	\$ 128,756		\$ 24,941	\$ 44,126	\$ 36,975	\$ 78,944	\$ 64,534					\$ 100,800	\$ 470,681	\$ 453,509
Trust funds held by federal government																\$ 1,976
Net income from Government																\$ 1,774
Business Enterprises																
TOTAL REVENUE	116,700	481,028	199,586	615,896	967,701	983,112	222,537	1,035,494	685,529	92,200	92,200	117,200	1,600,800	1,231,267	1,522,043	
EXPENDITURE																
Amortization and interest		\$ 36,867	\$ 34,973													
Contract		\$ 8,340	\$ 37,859	\$ 400,000	\$ 501,557	\$ 117,313	\$ 10,000	\$ 172,735	\$ 72,426							
Honoraria			\$ 387						\$ 682	\$ 4,000	\$ 19,070	\$ 34,171	\$ 82,500	\$ 111,555	\$ 12,612	
Professional fees											\$ 20,997	\$ 24,271	\$ 10,000	\$ 12,667	\$ 9,811	
Rent	\$ 10,200			\$ 5,000	\$ 1,950	\$ 5,210	\$ 1,000	\$ 6,720	\$ 3,756							
Repairs and maintenance	\$ 27,800	\$ 31,095	\$ 69,011	\$ 305,000	\$ 62,539	\$ 82,369	\$ 2,000	\$ 13,404	\$ 55,763							
Supplies	\$ 10,400	\$ 19,787	\$ 36,524	\$ 55,000	\$ 11,264	\$ 19,422	\$ 30,390	\$ 75,865	\$ 125,255							
Telephone and utilities	\$ 4,200	\$ 12,702	\$ 16,179	\$ 2,400	\$ 29,130	\$ 647,866	\$ 2,500	\$ 43,467	\$ 20,312							
Travel and accommodations		\$ 190	\$ 2,261	\$ 210,000	\$ 344,299	\$ 18,142	\$ 38,500	\$ 134,457	\$ 109,649							
Wages and benefits	\$ 66,633	\$ 80,644	\$ 52,633	\$ 286,294	\$ 236,120	\$ 296,095	\$ 315,156	\$ 346,495	\$ 201,236							
Workshops and training				\$ 5,000	\$ 2,018	\$ 6,451	\$ 16,200	\$ 7,940	\$ 9,090							
Other	\$ 21,750	\$ 189,066	\$ 22,718	\$ 102,009	\$ 82,125	\$ 28,611	\$ 47,336	\$ 102,130	\$ 133,622							
Net loss from investments																
Net loss from Government																
Business Enterprises																
	140,983	378,691	272,545	1,370,703	1,288,269	1,231,045	467,082	943,280	789,551	465,234	455,347	513,458	-	132,297	130,776	
EXCESS REVENUE OVER EXPENDITURE, (EXPENDITURE OVER REVENUE)																
	(24,283)	102,337	(72,959)	(754,807)	(320,568)	(247,933)	(244,545)	92,214	(104,022)	(373,034)	(363,147)	(396,258)	1,600,800	1,098,970	1,391,267	
TRANSFER TO TANGIBLE CAPITAL ASSETS																
		(54,194)	(37,656)		(38,419)									(1,575,900)	(1,204,718)	(2,299,790)
ANNUAL SURPLUS (DEFICIT)																
	\$ (24,283)	\$ 48,143	\$ (110,615)	\$ (754,807)	\$ (358,987)	\$ (247,933)	\$ (244,545)	\$ 92,214	\$ (104,022)	\$ (373,034)	\$ (363,147)	\$ (396,258)	\$ 24,900	\$ (105,748)	\$ (908,523)	

TSAY KEH DENE NATION
SEGMENT DISCLOSURE
YEAR ENDED MARCH 31, 2014

	COMMERCIAL ENTERPRISES			TANGIBLE CAPITAL ASSETS			TOTAL BEFORE ADJUSTMENTS			CONSOLIDATION ADJUSTMENTS			CONSOLIDATED TOTALS		
	Budget	2014	2013	Budget	2014	2013	Budget	2014	2013	Budget	2014	2013	Budget	2014	2013
REVENUE															
AANDC	\$ -	\$ -	\$ -	\$ 62,445	\$ 1,073,246	\$ 1,216,838	\$ 1,895,573	\$ 3,973,760	\$ 3,506,900	\$ -	\$ -	\$ -	\$ 1,895,573	\$ 3,973,760	\$ 3,506,900
Health Canada	-	-	-	-	-	-	650,738	680,128	897,848	-	-	-	650,738	680,128	897,848
Province of British Columbia	-	-	-	-	-	-	261,376	313,064	305,905	-	-	-	261,376	313,064	305,905
BC Hydro	-	-	-	-	-	-	1,512,000	2,147,552	2,164,778	-	-	-	1,512,000	2,147,552	2,164,778
Interest, rent and miscellaneous	2,175,400	2,126,252	2,132,454	-	195,891	70,300	4,109,890	5,555,367	5,025,419	-	-	10,693	4,109,890	5,555,367	5,036,112
Trust funds held by federal government	-	-	-	-	-	-	-	1,976	1,774	-	-	-	-	1,976	1,774
Net income from Government	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Business Enterprises	-	549,190	-	-	-	-	-	549,190	-	-	-	-	-	549,190	-
TOTAL REVENUE	2,175,400	2,675,442	2,132,454	62,445	1,269,137	1,287,138	8,429,577	13,221,037	11,902,624	-	-	10,693	8,429,577	13,221,037	11,913,317
EXPENDITURE															
Amortization and interest	6,000	21,919	20,325	-	-	-	6,000	67,165	56,077	-	1,090,660	958,431	6,000	1,157,825	1,014,508
Contract	-	9,159	60,100	-	1,092,490	1,029,955	631,003	2,082,381	1,869,641	-	(1,092,490)	(1,029,955)	631,003	989,891	839,686
Honoraria	-	-	-	-	-	-	171,000	225,762	144,374	-	-	-	171,000	225,762	144,374
Professional fees	5,200	11,000	5,200	-	-	8,582	40,200	151,683	201,847	-	-	(8,582)	40,200	151,683	193,265
Rent	-	-	-	-	-	-	25,000	38,641	127,632	-	-	-	25,000	38,641	127,632
Repairs and maintenance	10,000	22,468	14,722	-	3,328	-	371,700	209,673	393,683	-	(3,328)	-	371,700	206,345	393,683
Supplies	125,600	135,023	122,099	30,665	63,910	51,281	368,493	619,226	597,027	(30,665)	(63,910)	(51,281)	337,828	555,316	545,746
Telephone and utilities	19,000	15,751	18,506	-	-	-	95,569	239,977	1,196,056	-	-	-	95,569	239,977	1,196,056
Travel and accommodations	29,000	17,213	6,704	-	-	5,717	722,945	1,158,895	757,771	-	-	(5,717)	722,945	1,158,895	752,054
Wages and benefits	232,000	231,473	172,214	31,760	-	2,161	3,521,914	3,333,143	2,662,793	(31,760)	-	(2,161)	3,490,154	3,333,143	2,660,632
Workshops and training	-	1,078	-	-	-	-	100,830	34,624	247,098	-	-	-	100,830	34,624	247,098
Other	1,901,540	1,761,512	1,699,022	6,246	6,355	52,230	2,753,108	2,942,852	2,397,997	(6,246)	(6,355)	(52,230)	2,746,862	2,936,497	2,345,767
Net loss from investments	-	-	82,675	-	-	-	-	-	82,675	-	-	-	-	-	82,675
Net loss from Government	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Business Enterprises	-	45,357	1,105,229	-	-	-	-	45,357	1,105,229	-	-	-	-	45,357	1,105,229
	2,328,340	2,271,953	3,306,796	68,671	1,166,083	1,149,926	8,807,762	11,149,379	11,839,900	(68,671)	(75,423)	(191,495)	8,739,091	11,073,956	11,648,405
EXCESS REVENUE OVER EXPENDITURE, (EXPENDITURE OVER REVENUE)															
	(152,940)	403,489	(1,174,342)	(6,226)	103,054	137,212	(378,185)	2,071,658	62,724	68,671	75,423	202,188	(309,514)	2,147,081	264,912
TRANSFER TO TANGIBLE CAPITAL ASSETS															
	1,603,400	1,309,187	2,534,568	-	-	-	-	-	-	-	-	-	-	-	-
ANNUAL SURPLUS (DEFICIT)	\$ (152,940)	\$ 403,489	\$ (1,174,342)	\$ 1,597,174	\$ 1,412,241	\$ 2,671,780	\$ (378,185)	\$ 2,071,658	\$ 62,724	\$ 68,671	\$ 75,423	\$ 202,188	\$ (309,514)	\$ 2,147,081	\$ 264,912

TSAY KEH DENE NATION
GOVERNMENT BUSINESS ENTERPRISES
CONDENSED FINANCIAL INFORMATION
YEAR ENDED MARCH 31, 2014

APPENDIX A

	0882074	Chu Cho	Chu Cho	Three	Three	Tsay Keh	Tsay Keh	Tsay Keh	Total	Total
	B.C. Ltd.	Enterprises Ltd.	Limited	Ingenika	Feathers	Feathers	Developments	Development	2014	2013
			Partnership	Logging Ltd.	GP Ltd.	Limited	Partnership	Corporation		
Assets										
Financial assets	\$ -	\$ 64,409	\$ 1,088,662	\$ 16,883	\$ -	\$ 196,248	\$ -	\$ 6,901	\$ 46,664	\$ 569
Tangible capital assets	\$ 451,010	\$ -	\$ 1,904,141	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 629,528	\$ 41,178
Other assets	\$ -	\$ -	\$ 31,728	\$ -	\$ 220	\$ 32,193	\$ -	\$ -	\$ 2,339	\$ 681,018
Total Assets	\$ 451,010	\$ 64,409	\$ 3,024,531	\$ 16,883	\$ 220	\$ 228,441	\$ -	\$ 6,901	\$ 678,531	\$ 722,765
Liabilities										
Debt	\$ -	\$ 7,200	\$ 652,559	\$ 383,700	\$ -	\$ 20,464	\$ -	\$ -	\$ 29,888	\$ 3,500
Contributed surplus	\$ 497,692	\$ 974,899	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 788,968
Equity (Deficit)	\$ 1	\$ (441,063)	\$ 469,181	\$ (933,310)	\$ 320	\$ 207,977	\$ 10,000	\$ 125	\$ (85,627)	\$ 1,472,591
Total Liabilities and Equity	\$ 497,693	\$ 541,036	\$ 1,910,708	\$ (549,610)	\$ 320	\$ 228,441	\$ 10,000	\$ 125	\$ (55,739)	\$ (234,291)
Related party loans	\$ (46,683)	\$ (476,627)	\$ 1,113,823	\$ 566,493	\$ (100)	\$ -	\$ (10,000)	\$ 6,776	\$ 734,270	\$ 957,056
Intercompany loans	\$ -	\$ (1,029,444)	\$ 1,029,443	\$ -	\$ -	\$ -	\$ (1)	\$ 2	\$ -	\$ -
Tsay Keh Dene Nation advances	\$ (46,683)	\$ 552,817	\$ 84,380	\$ 566,493	\$ (100)	\$ -	\$ (9,999)	\$ 6,774	\$ 734,270	\$ 957,056
Related party loans	\$ (46,683)	\$ (476,627)	\$ 1,113,823	\$ 566,493	\$ (100)	\$ -	\$ (10,000)	\$ 6,776	\$ 734,270	\$ 957,056
Revenue	\$ 14,930	\$ 103	\$ 4,995,593	\$ 1,092	\$ 20	\$ 560,328	\$ -	\$ 48	\$ 72,314	\$ 4,500
Expenses	\$ -	\$ 1,843	\$ 4,106,658	\$ 1,296	\$ -	\$ 352,371	\$ -	\$ -	\$ 36,757	\$ 27,410
Amortization	\$ 14,930	\$ -	\$ 365,510	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 33,678	\$ 4,650
Interest	\$ -	\$ -	\$ 43,554	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 40,765	\$ -
Corporate income taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (23,033)	\$ (23,033)
Total expenses	\$ 14,930	\$ 1,843	\$ 4,515,722	\$ 1,296	\$ -	\$ 352,371	\$ -	\$ 88,167	\$ 32,060	\$ 5,006,389
Net income (loss) 100%	\$ -	\$ (1,740)	\$ 479,871	\$ (204)	\$ 20	\$ 207,957	\$ -	\$ 48	\$ (15,853)	\$ (27,560)
Tsay Keh Dene Nation share	\$ -	\$ (1,740)	\$ 479,823	\$ (204)	\$ 7	\$ 69,312	\$ -	\$ 48	\$ (15,853)	\$ (27,560)

	Automotive Equipment	Buildings	Computer Equipment	Equipment	Furniture and Office Equipment	Heavy Duty Equipment	Housing	Infrastructure	Trading Post	Land	Total
Cost											
As at April 1, 2012	\$ 404,055	\$ 4,021,105	\$ 26,329	\$ 563,578	\$ 36,197	\$ 424,890	\$ 12,207,988	\$ 10,895,623	\$ 622,439	\$ 500,000	\$ 29,702,204
Additions	166,275	2,257,719	-	-	-	25,000	601,981	583,500	3,989	-	3,638,464
Disposals	(19,045)	-	-	-	-	-	-	-	-	-	(19,045)
	551,285	6,278,824	26,329	563,578	36,197	449,890	12,809,969	11,479,123	626,428	500,000	33,321,623
Accumulated amortization											
As at April 1, 2012	269,151	1,584,077	11,021	451,348	6,630	268,577	4,416,473	3,392,050	266,246	-	10,665,573
Provision	61,713	97,859	4,592	21,984	5,913	50,644	404,625	311,101	20,325	-	978,756
Disposals	(6,713)	-	-	-	-	-	-	-	-	-	(6,713)
	324,151	1,681,936	15,613	473,332	12,543	319,221	4,821,098	3,703,151	286,571	-	11,637,616
Net book value, March 31, 2013											
	\$ 227,134	\$ 4,596,888	\$ 10,716	\$ 90,246	\$ 23,654	\$ 130,669	\$ 7,988,871	\$ 7,775,972	\$ 339,857	\$ 500,000	\$ 21,684,007
Cost											
As at April 1, 2013	\$ 551,285	\$ 6,278,824	\$ 26,329	\$ 563,578	\$ 36,197	\$ 449,890	\$ 12,809,969	\$ 11,479,123	\$ 626,428	\$ 500,000	\$ 33,321,623
Additions	-	174,543	5,357	44,920	38,724	-	1,542,526	615,008	125,759	-	2,546,837
Disposals	-	-	-	-	-	-	-	-	-	-	-
	551,285	6,453,367	31,686	608,498	74,921	449,890	14,352,495	12,094,131	752,187	500,000	35,868,460
Accumulated amortization											
As at April 1, 2013	\$ 324,151	\$ 1,681,936	\$ 15,613	\$ 473,332	\$ 12,543	\$ 319,221	\$ 4,821,098	\$ 3,703,151	\$ 286,571	\$ -	\$ 11,637,616
Provision	68,140	187,366	4,019	21,985	8,603	39,201	438,007	323,339	21,919	-	1,112,579
Disposals	-	-	-	-	-	-	-	-	-	-	-
	392,291	1,869,302	19,632	495,317	21,146	358,422	5,259,105	4,026,490	308,490	-	12,750,195
Net book value, March 31, 2014											
	\$ 158,994	\$ 4,584,065	\$ 12,054	\$ 113,181	\$ 53,775	\$ 91,468	\$ 9,093,390	\$ 8,067,641	\$ 443,697	\$ 500,000	\$ 23,118,265