

**Wolf Lake First Nation
Consolidated financial statements**
March 31, 2022

Wolf Lake First Nation

Contents

Year ended March 31, 2022

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Management's Statement of Responsibility

The consolidated financial statements of Wolf Lake First Nation as of March 31, 2022, are the responsibility of management and have been approved by the Chief and Council.

These consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards ("PSAS") prescribed by Indigenous Services Canada and, as such, include amounts that are the best estimates and judgments of management.

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

The Chief and Council are responsible for ensuring that management fulfills 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 auditor, 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 auditor's report.

The external auditor, MNP LLP, conducts an independent examination, in accordance with Canadian auditing standards, and expresses their opinion on the consolidated financial statements. The external auditor has full and free access to financial management of Wolf Lake First Nation and meets when required.

On behalf of Wolf Lake First Nation:



Signature and title
for Wolf Lake First Nation

January 17, 2023

To the Chief and Council of
Wolf Lake First Nation

Qualified Opinion

We have audited the consolidated financial statements of Wolf Lake First Nation (the "Organization"), which comprise the consolidated statement of financial position as at March 31, 2022, and the consolidated statements of operations, cumulative operating surplus, net investment in capital assets, 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 (collectively referred to as the "financial statements").

In our opinion, except for the implications of the situations described in section «Basis for Qualified Opinion», the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Organization as at March 31, 2022, and the results of its consolidated operations, changes in net financial assets and cash flows for the year then ended in accordance with the Canadian public sector accounting standards ("PSAS").

Basis for Qualified Opinion

The Organization did not consolidate the financial information of the governmental unit Mahiningan Development Corporation. As mentioned on Note 2, the investment have been accounted for by the modified equity method, which is a departure to the PSAS. According to the PSAS, this government not-for-profit organization should has been considered as government unit and to be consolidated on the consolidated financial statements. Had this governmental unit been consolidated, many elements in the consolidated financial statements would have been affected. The effects of the non-consolidation on the year ended March 31, 2022 and March 31, 2021 have not been determined.

We conducted our audit in accordance with Canadian generally accepted auditing standards ("Canadian GAAS"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the consolidated financial statements section of our report. We are independent of the Organization in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Emphasis of Matter

We draw attention to the fact that the Organization includes, in its consolidated financial statements, certain financial information that is not required by the PSAS. This information, prepared in accordance with the requirements of Indigenous Services Canada ("ISC"), addresses the conciliation to ISC financial reporting requirement on page 1. The Organization also choose to present a consolidated statement of cumulative operating surplus on page 2, a consolidated statement of net investment in capital assets on page 3 and schedules on pages 16 to 87. We also draw attention to the fact that no budget are presented. Our qualified opinion is not modified in respect of these matters.

Other Matter - Restriction on Use

These special purpose consolidated financial statements have been prepared to assist the Organization to comply with Financial Reporting Requirements in the Indigenous Services Canada Financial Reporting Guide. Our report is intended solely for the Organization and Indigenous Services Canada and should not be used by parties other than the Organization and Indigenous Services Canada.

Other Matter

The Organization has prepared a set of consolidated financial statements for general purpose for the year ended March 31, 2022 in accordance with PSAS on which we issued an auditor's report dated January 17, 2023.

Responsibility 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 the PSAS, 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 Organization'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 Organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organization's financial reporting process.

Auditor's 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 auditor's 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 GAAS 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 GAAS, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

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

Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization'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 Organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's 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 auditor's report. However, future events or conditions may cause the Organization to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Organization to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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MNP LLP
MNP LLP

Amos (Québec)
January 17, 2023

¹ CPA auditor, public accountancy permit No.A121190

Wolf Lake First Nation
Consolidated statement of operations
Year ended March 31, 2022

| | 2022 | 2021 |
|---|------------------|------------------|
| Revenues | | |
| ISC - Indigenous Services Canada (Note 10) | 1,152,678 | 574,322 |
| First Nations Education Council | 24,473 | 27,967 |
| FNQLHSSC | 35,556 | 23,856 |
| ISC - Health branch (Note 10) | 369,671 | 362,157 |
| Health Canada - review letter | (17,961) | - |
| ISC - Health Branch - refundable surplus | (38,000) | - |
| FNHRDCQ | 218,633 | 176,969 |
| Public Services and Procurement Canada (PSPC) | 342,210 | - |
| Ministère des Forêts, de la Faune et des Parcs | 140,000 | 160,000 |
| Reimbursement of expenses | 2,982 | 6,280 |
| Other revenues | 881,249 | 562,125 |
| Secrétariat aux Affaires Autochtones | 270,162 | 124,025 |
| Green First Forest Products | 85,000 | 85,000 |
| Transport Québec | 275,718 | 292,383 |
| Industry Canada | 35,490 | 8,291 |
| Deferred revenue from previous year | 484,543 | 308,806 |
| Deferred revenue to following year | (940,869) | (484,543) |
| | 3,321,535 | 2,227,638 |
| Expenses (Note 15) | | |
| Education | 186,795 | 192,182 |
| Human Resources development | 258,228 | 147,161 |
| Health | 729,220 | 581,140 |
| Administration | 528,104 | 344,669 |
| Economic development | 1,245,524 | 911,260 |
| Other | 22,146 | 12,486 |
| | 2,970,017 | 2,188,898 |
| Surplus before net surplus of investment in controlled entity | 351,518 | 38,740 |
| Net surplus (deficit) of investment in controlled entity (Note 6) | 152,822 | (32,415) |
| Surplus of the year | 504,340 | 6,325 |
| Conciliation to ISC financial reporting requirements | | |
| Surplus for the year | 504,340 | 6,325 |
| Acquisition of capital assets | (115,036) | (14,061) |
| Surplus (deficit) under ISC financial reporting requirements | 389,304 | (7,736) |

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

Wolf Lake First Nation
Consolidated statement of cumulative operating surplus
Year ended March 31, 2022

| | 2022 | 2021 |
|--|------------------|----------|
| Balance at beginning of year | 786,571 | 749,660 |
| Surplus of the year | 504,340 | 6,325 |
| Transfer to net investment in capital assets | | |
| Acquisition of capital assets | (115,036) | (14,061) |
| Amortization of capital assets | 41,231 | 36,749 |
| Loss on disposal of capital assets | 2,748 | 7,898 |
| Balance at end of year | 1,219,854 | 786,571 |

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

Wolf Lake First Nation
Consolidated statement of net investment in capital assets
Year ended March 31, 2022

| | 2022 | 2021 |
|--|----------------|----------------|
| Net investment in capital assets at beginning of year | 426,395 | 456,981 |
| Variation of net investment in capital assets | | |
| Plus: | | |
| Acquisition of capital assets | 115,036 | 14,061 |
| | 541,431 | 471,042 |
| Less: | | |
| Loss on disposal of capital assets | 2,748 | 7,898 |
| Amortization of capital assets | 41,231 | 36,749 |
| | 43,979 | 44,647 |
| Net investment in capital assets at end of year | 497,452 | 426,395 |

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

Wolf Lake First Nation
Consolidated statement of financial position
As at March 31, 2022

| | 2022 | 2021 |
|--|------------------|-----------|
| Financial assets | | |
| Cash | 1,254,974 | 770,127 |
| Accounts receivable (Note 3) | 1,533,804 | 880,699 |
| Restricted cash (Note 4) | 12,892 | 12,564 |
| Investment in controlled entity (Note 6) | 743,667 | 590,845 |
| | 3,545,337 | 2,254,235 |
| Liabilities | | |
| Accounts payable and accrued liabilities | 428,651 | 207,123 |
| Deferred revenue | 940,869 | 484,543 |
| Net loans - investee company (Note 6) | 813,591 | 637,816 |
| | 2,183,111 | 1,329,482 |
| Net financial assets | 1,362,226 | 924,753 |
| Non-financial assets | | |
| Capital assets (Note 5) | 497,452 | 426,395 |
| Inventories | 76,590 | 80,452 |
| Prepaid expenses | 1,000 | 1,000 |
| | 575,042 | 507,847 |
| Accumulated surplus (Note 8) | 1,937,268 | 1,432,600 |

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

Approved by the First Nation's Council

John Young
Council's Member

James H. Denis
Council's Member

Wolf Lake First Nation
Consolidated statement of changes in net financial assets
Year ended March 31, 2022

| | 2022 | 2021 |
|--|------------------|----------------|
| Surplus for the year | 504,340 | 6,325 |
| Changes in capital assets | | |
| Acquisition of capital assets | (115,036) | (14,061) |
| Loss on disposal of capital assets | 2,748 | 7,898 |
| Amortization of capital assets | 41,231 | 36,749 |
| | (71,057) | 30,586 |
| Changes in other non-financial assets | | |
| Change in inventories | 3,862 | 29,761 |
| Changes in non-operational surpluses and reserves | | |
| Increase in in-trust fund | 328 | 156 |
| Changes in net financial assets | 437,473 | 66,828 |
| Net financial assets at beginning of year | 924,753 | 857,925 |
| Net financial assets at end of year | 1,362,226 | 924,753 |

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

Wolf Lake First Nation
Consolidated statement of cash flows
Year ended March 31, 2022

| | 2022 | 2021 |
|--|------------------|----------------|
| Operating activities | | |
| Surplus for the year | 504,340 | 6,325 |
| Items not affecting cash | | |
| Amortization of capital assets | 41,231 | 36,749 |
| Loss on disposal of capital assets | 2,748 | 7,898 |
| Net deficit (surplus) of investment in controlled entity | (152,822) | 32,415 |
| | 395,497 | 83,387 |
| Changes in non-cash operating working capital items (Note 9) | 28,611 | 548,706 |
| | 424,108 | 632,093 |
| Investing activities | | |
| Acquisition of capital assets | (115,036) | (14,061) |
| Increase (decrease) of net loans in investee company | 175,775 | (70,751) |
| | 60,739 | (84,812) |
| Net increase in cash and cash equivalents | 484,847 | 547,281 |
| Cash and cash equivalents, beginning of year | 770,127 | 222,846 |
| Cash and cash equivalents, end of year | 1,254,974 | 770,127 |

See additional information presented in Note 9.

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

Wolf Lake First Nation
Notes to the consolidated financial statements
March 31, 2022

1. Description of the Organization

Wolf Lake First Nation (the "First Nation") is an unincorporated legal body as defined in the *Indian Act*. A band council is considered a form of local government consisting of a Chief and two or more councillors who are chosen by election or band custom to carry out the functions of government for the First Nation.

2. Significant accounting policies

The consolidated financial statements have been prepared in accordance with the Canadian public sector accounting standards except for Mahingan Development Corporation which is not consolidated.

Principle of consolidation

The consolidated financial statements include the accounts of the First Nation and its subsidiaries, Anishnabek Outfitting Inc. (100% owned) and 2748-6794 Québec Inc. (100% owned).

Investments in controlled entities

Anishnabek Outfitting Inc. and 2748-6794 Québec Inc. are wholly-owned by Wolf Lake First Nation. As at March 31, 2022, the financial information available for the operations of the wholly-owned corporations were taken from their year-end, March 31, 2022. These investments in controlled entities are recorded on the modified equity basis of accounting unless the controlled entities become entirely dependant from a financing point of view from Wolf Lake First Nation. When a controlled entity becomes dependant from a financing point of view, it is consolidated into the financial statements of the First Nation. Anishnabek Outfitting Inc. and 2748-6794 Québec Inc. are dependant from Wolf Lake First Nation. Therefore, they are consolidated.

Mahingan Development Corporation ("MDC") is a governmental unit because it is a government not-for-profit organization. The First Nation consolidated financial statements should consolidate the financial statements of governmental units but this investment have been accounted for by the modified equity method, which is a disparture to the PSAS.

Cash and cash equivalents

Cash and cash equivalents include cash, bank overdraft, bank loan and short-term investments with a term to maturity of three months or less at the date of acquisition.

Inventories

Inventories are valued at the lower of cost and net realizable value. Cost is determined on the first in, first out basis. Net realizable value is the estimated selling price less the estimated costs necessary to make the sale.

Capital assets

Capital assets are accounted at cost. Amortization is calculated using the following method and over the following periods:

| | Methods | Periods |
|-------------------------|---------------------|----------------|
| Buildings | Diminishing balance | 5% |
| Automotive equipment | Diminishing balance | 30% |
| Computer hardware | Diminishing balance | 30% |
| Machinery and equipment | Diminishing balance | 20% |

Wolf Lake First Nation
Notes to the consolidated financial statements
March 31, 2022

2. Significant accounting policies (continued)

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 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 revenues when transfer stipulations give rise to a liability. Transfer revenue is recognized in the consolidated statement of operations as the stipulation liabilities are settled.

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

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

Other revenues are recognized when persuasive evidence of an arrangement exists, price is fixed or determinable and collection is reasonably assured.

Use of estimates

The preparation of consolidated financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reported period. Key components of the consolidated financial statements requiring management to make estimates include the provision for doubtful accounts in respect of receivables, the useful lives of long-lived assets, the deferred revenue and liabilities under legal contingencies. Actual results could differ from these estimates.

Pension Plan

The cost of the defined pension plan is equal to the pension plan expense. The pension plan is a multiemployer defined benefit pension plan that is accounted for as a defined contribution plan.

3. Accounts receivable

| | 2022 | 2021 |
|---|------------------|----------------|
| ISC - Indigenous Services Canada | 167,704 | 12,181 |
| First Nations Education Council | 6,875 | 8,622 |
| FNHRDCQ | 2,919 | 2,798 |
| FNQLHSSC | 22,931 | 12,854 |
| Public Services and Procurement Canada (PSPC) | 169,060 | - |
| Other accounts | 352,525 | 215,772 |
| Transports Québec | 275,718 | 292,383 |
| GST, HST and PST receivable | 59,483 | 91,369 |
| Other advances receivable | - | 1,362 |
| Secretariat aux Affaires Autochtones | 476,589 | 243,358 |
| | 1,533,804 | 880,699 |

Wolf Lake First Nation
Notes to the consolidated financial statements
March 31, 2022

4. Restricted cash and deposits

| | 2022 | 2021 |
|---|---------------|--------|
| In-trust fund - Capital and revenues accounts | <u>12,892</u> | 12,564 |

5. Capital assets

| | 2022 | 2021 | | |
|-------------------------|----------------|---------------------------------|-----------------------|-----------------------|
| | <i>Cost</i> | <i>Accumulated amortization</i> | <i>Net book value</i> | <i>Net book value</i> |
| Land | 24,610 | - | 24,610 | 24,610 |
| Buildings | 469,918 | 148,698 | 321,220 | 334,956 |
| Automotive equipment | 133,093 | 75,898 | 57,195 | 663 |
| Computer hardware | 38,497 | 23,532 | 14,965 | 15,007 |
| Machinery and equipment | 241,884 | 162,422 | 79,462 | 51,159 |
| | 908,002 | 410,550 | 497,452 | 426,395 |

6. Investment in controlled entity

| | 2022 | 2021 |
|-----------------------------------|------------------|-----------|
| Mahingan Development Corporation | | |
| Net loans - investee company | <u>(813,591)</u> | (637,816) |
| Equity pick-up - investee company | | |
| Mahingan Development Corporation | <u>743,667</u> | 590,845 |

Mahingan Development Corporation is wholly-owned by Wolf Lake First Nation. Mahingan Development Corporation was incorporated without share capital and is a non-for-profit entity, exempt from income taxes under Federal and Provincial Income tax acts.

Wolf Lake First Nation
Notes to the consolidated financial statements
March 31, 2022

6. Investment in controlled entity (continued)

Summary financial statements of Mahingan Development Corporation are as follows:

| | 2022 | 2021 |
|-------------------------------------|------------------|------------------|
| Balance sheet | | |
| Current assets | 18,327 | 29,561 |
| Due from Wolf Lake First Nation | 1,048,600 | 873,299 |
| Capital assets | 356,814 | 386,301 |
| Total assets | 1,423,741 | 1,289,161 |
| | | |
| Current liabilities | 18,033 | 15,239 |
| Due to Anishnabek Outfitting Inc. | 235,009 | 235,009 |
| Long-term debt | 5,583 | 26,619 |
| Reserve for future investments | 220,829 | 220,829 |
| Net assets | 944,287 | 791,465 |
| Total liabilities and equity | 1,423,741 | 1,289,161 |
| | | |
| Revenues and Expenses | | |
| Revenues | 272,498 | 87,181 |
| Expenses | 119,676 | 119,596 |
| Net surplus (deficit) | 152,822 | (32,415) |

7. Bank loan

The First Nation has an authorized line of credit of \$50,000 bearing interests at prime rate (2.70% as at March 31, 2022) plus 3.00%. The line of credit is renewable in August 2022. As at March 31, 2022, the total remained unused.

8. Accumulated surplus

The Accumulated Operating Surplus as at March 31, 2022 does not take into consideration possible modification following the review and analysis of the present consolidated financial statements by the Indigenous Services Canada (ISC), First Nations Education Council (FNEC), FNHRDCQ and Secrétariat aux Affaires Autochtones (SAA). Any adjustments resulting of this analysis will be recorded in the current year as an adjustment to prior year as indicated by ISC, FNEC, FNHRDCQ and SAA.

The accumulated surplus of Wolf Lake First Nation is divided among several surpluses and reserves, as detailed below.

| | 2022 | 2021 |
|-------------------------------------|------------------|----------------|
| Net investment in capital assets | 497,452 | 426,395 |
| Reserved surplus (in-trust fund) | 12,892 | 12,564 |
| Reserve for future investments | 207,070 | 207,070 |
| Cumulative Operating Surplus | 1,219,854 | 786,571 |
| | | |
| | 1,937,268 | 1,432,600 |

Wolf Lake First Nation
Notes to the consolidated financial statements
March 31, 2022

9. Addtional information relating to the statement of cash flows

Changes in non-cash operating working capital items:

| | 2022 | 2021 |
|--|---------------|----------------|
| Accounts receivable | (653,105) | 263,649 |
| Accounts payable and accrued liabilities | 221,528 | 79,559 |
| Deferred revenue | 456,326 | 175,737 |
| Inventories | 3,862 | 29,761 |
| | 28,611 | 548,706 |

Cash and cash equivalents

| | | |
|------|-----------|---------|
| Cash | 1,254,974 | 770,127 |
|------|-----------|---------|

10. Reconciliation of funds from ISC and ISC-Health

| | 2022 | 2021 |
|--|-------------|-------------|
| Revenues according to the consolidated financial statements | | |
| Fixed Contribution | 898,821 | 419,281 |
| Flex Contribution | 165,614 | 389,048 |
| Grant Contribution | 125,383 | 125,150 |
| Set Contribution | 42,000 | 3,000 |
| Other - Crown Indigenous Relations and Northern Affairs Canada | 290,531 | - |
| Total: | 1,522,349 | 936,479 |
| | | |
| ISC - Indigenous Services Canada | 1,152,678 | 574,322 |
| ISC - Health Branch | 369,671 | 362,157 |
| Revenues from ISC | 1,522,349 | 936,479 |

11. Financial instruments

Fair value of financial assets and liabilities

The fair value of cash, accounts receivable, restricted cash, accounts payable and accrued liabilities is approximately equal to their carrying value due to their short-term maturity date.

12. Related parties transactions

Transfers expenses include \$275,718 (\$85,464 in 2021) paid during the year to Mahingan Development Corporation. Other revenues include management fees billed to Mahingan Development Corporation in the amount of \$10,880 (\$10,872 in 2021).

These transactions were made in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed by the related parties.

Wolf Lake First Nation
Notes to the consolidated financial statements
March 31, 2022

13. Pension plan

The Band supports the contributory defined benefit pension plan for substantially all of its employees. It is a multiemployer plan that is administered by the Native Benefits Plan. The pension for native employees is from 6.25% to 8.50% of the gross salary and the employer contributes 1.82 times the employee's contribution. For the current fiscal year, the pension expenses amounted to \$21,485 (\$16,530 in 2021).

14. Comparative figures

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

Wolf Lake First Nation
Notes to the consolidated financial statements
March 31, 2022

15. Expenses by object

| | 2022 | 2021 |
|---|------------------|------------------|
| Amortization of capital assets | 41,231 | 36,749 |
| Salaries and fringe benefits | 633,315 | 524,420 |
| Administration fees | 225,479 | 112,700 |
| Advertising and promotion | 8,748 | 7,675 |
| Dues, subscription and registration | 20,941 | 16,631 |
| Energy | 21,758 | 17,131 |
| Insurances | 14,003 | 9,058 |
| Interest and bank charges | 12,166 | 16,437 |
| Maintenance | 58,351 | 52,932 |
| Material and supplies | 310,543 | 297,780 |
| Professional fees/Honoraria/Casual labour | 836,286 | 576,363 |
| Rental of equipment | 105,794 | 91,078 |
| Special COVID-19 allowances | 85,200 | 81,200 |
| Students' allowances | 35,120 | 60,030 |
| Taxes | 30,277 | 8,020 |
| Telecommunications | 55,421 | 39,091 |
| Training | 11,931 | 10,997 |
| Travel and food | 148,793 | 84,184 |
| Tuitions fees | 32,237 | 41,297 |
| Bad debt expenses | - | 6,750 |
| Loss on disposal of capital assets | 2,748 | 7,898 |
| School books | 3,957 | 5,013 |
| Transfers to Mahingan Development Corporation | 275,718 | 85,464 |
| | 2,970,017 | 2,188,898 |

Wolf Lake First Nation
Notes to the consolidated financial statements
March 31, 2022

16. Segment disclosure

| | Education | | Human resources development | |
|------------------------------|----------------|----------------|-----------------------------|----------------|
| | 2022 | 2021 | 2022 | 2021 |
| Revenues | | | | |
| Federal government transfers | 191,514 | 94,771 | 254,123 | 185,260 |
| Other revenues | (4,719) | 36,374 | 21,733 | (38,099) |
| | 186,795 | 131,145 | 275,856 | 147,161 |
| Expenses | | | | |
| Salaries and fringe benefits | 12,505 | 49,468 | 195,515 | 121,835 |
| Other expenses | 174,290 | 142,714 | 62,713 | 25,326 |
| | 186,795 | 192,182 | 258,228 | 147,161 |
| | - | (61,037) | 17,628 | - |
| | | | | |
| Health | | | | |
| | 2022 | 2021 | 2022 | 2021 |
| Revenues | | | | |
| Federal government transfers | 534,859 | 611,177 | 749,699 | 232,009 |
| Other revenues | 181,720 | (23,552) | (94,016) | (16,419) |
| | 716,579 | 587,625 | 655,683 | 215,590 |
| Expenses | | | | |
| Salaries and fringe benefits | 113,920 | 110,195 | 160,016 | 128,441 |
| Other expenses | 615,300 | 470,945 | 368,088 | 216,228 |
| | 729,220 | 581,140 | 528,104 | 344,669 |
| | (12,641) | 6,485 | 127,579 | (129,079) |

Wolf Lake First Nation
Notes to the consolidated financial statements
March 31, 2022

16. Segment disclosure (continued)

| | Economic development | | Other | |
|--|-----------------------------|------------------|------------------|------------------|
| | 2022 | 2021 | 2022 | 2021 |
| Revenues | | | | |
| Federal government transfers | 392,555 | 50,345 | - | - |
| Provincial governments transfers | 685,880 | 576,408 | - | - |
| Other revenues | 408,187 | 519,364 | - | - |
| | 1,486,622 | 1,146,117 | - | - |
| Expenses | | | | |
| Salaries and fringe benefits | 151,359 | 114,480 | - | - |
| Amortization | 19,085 | 24,263 | 22,146 | 12,486 |
| Other expenses | 1,075,080 | 772,517 | - | - |
| | 1,245,524 | 911,260 | 22,146 | 12,486 |
| | 241,098 | 234,857 | (22,146) | (12,486) |
| | | | | |
| Total | | | | |
| | | | 2022 | 2021 |
| Revenues | | | | |
| Federal government transfers | | | 2,122,750 | 1,173,562 |
| Provincial governments transfers | | | 685,880 | 576,408 |
| Other revenues | | | 512,905 | 477,668 |
| | | | 3,321,535 | 2,227,638 |
| Expenses | | | | |
| Salaries and fringe benefits | | | 633,315 | 524,420 |
| Amortization | | | 41,231 | 36,749 |
| Other expenses | | | 2,295,471 | 1,627,729 |
| | | | 2,970,017 | 2,188,898 |
| Annual surplus (deficit) | | | | |
| Net surplus (deficit) of investment in controlled entity | | | 351,518 | 38,740 |
| Surplus for the year | | | 152,822 | (32,415) |
| | | | 504,340 | 6,325 |

The transactions with the subsidiaries have been eliminated for the purpose of the segment disclosure.