

SKEETCHESTN INDIAN BAND
FINANCIAL STATEMENTS

March 31, 2021

SKEETCHESTN INDIAN BAND

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March 31, 2021

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SKEETCHESTN INDIAN BAND

SUMMARY FINANCIAL STATEMENTS

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SUMMARY FINANCIAL STATEMENTS:

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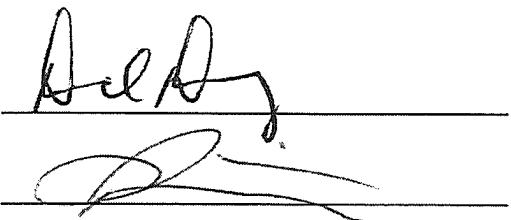
MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Skeetchestn Indian Band have been prepared in accordance with Canadian public sector accounting standards. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances. These statements include certain amounts based on management's estimates and judgements. Management has determined such amounts based on a reasonable basis in order to ensure that the financial statements are presented fairly in all material respects.

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

The Band Council is responsible for ensuring that management fulfils its responsibility for financial reporting and is ultimately responsible for reviewing and approving the financial statements. The Council carries out this responsibility periodically through its Finance Committee. The Finance Committee is appointed by the Council and meets periodically with management and the members' auditors to review significant accounting, reporting and internal control matters. Following its review of the financial statements and discussions with the auditors, the Finance Committee reports to Council prior to its approval of the financial statements. The Committee also considers, for review by the Council and approval by the members, the engagement or re-appointment of the external auditors.

The financial statements have been audited on behalf of the members by Grant Thornton LLP in accordance with Canadian generally accepted auditing standards.



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INDEPENDENT AUDITOR'S REPORT

To the members of,
SKEETCHESTN INDIAN BAND

EXHIBIT A1

Opinion

We have audited the financial statements of SKEETCHESTN INDIAN BAND (the First Nation), which comprise the summary statement of financial position as at March 31, 2021, and the summary statement of accumulated surplus, summary statement of operations, summary statement of remeasurement gains and losses, summary statement of change in net financial assets and summary statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the First Nation as at March 31, 2021, and the results of its operations and its cash flow 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the First Nation in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matters

Our audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole. The current year's supplementary information included in Exhibits B1 to B3, C1 to C2, D1 to D2, and Schedules 1 to 51 is presented for the purposes of additional analysis and is not a required part of the financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

The consolidated financial statements of the First Nation for the year ended March 31, 2020, were audited by Daley & Company CPA LLP who expressed an unmodified opinion on those statements on December 15, 2020. The partners and staff of Daley & Company CPA LLP joined Grant Thornton LLP on January 4, 2021.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

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

In preparing the financial statements, management is responsible for assessing the First Nation's ability to continue as a going concern, disclosing, as applicable, matters relating 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.

(continues)

Independent Auditor's Report to the Members of SKEETCHESTN INDIAN BAND (continued)

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 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 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 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 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 auditor's report to the related disclosures in the 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 First Nation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the 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 First Nation to express an opinion on the summary 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.

Grant Thornton LLP

Chartered Professional Accountants

Kamloops, Canada
January 11, 2022

EXHIBIT A2

SKEETCHESTN INDIAN BAND
SUMMARY STATEMENT OF FINANCIAL POSITION
March 31, 2021

FINANCIAL ASSETS	2021	2020
Cash	\$ 6,182,758	\$ 5,096,021
Grants and accounts receivable (Note A4)	2,020,547	1,615,115
CMHC subsidy accrual	8,381	8,394
Restricted cash (Note A5)	14,605,501	11,219,024
Funds held in trust (Note A6)	5,049,236	5,102,417
Long-term investments & advances (Note A7)	(128,765)	324,555
Investment in partnerships (Note A8)	1,051,557	894,604
Investment in government business enterprises (Note A9)	11,195,979	9,498,868
	<u>39,985,194</u>	<u>33,758,998</u>
LIABILITIES		
Accounts payable and accruals	1,356,480	2,016,628
Prepaid rents	8,842	6,990
Security deposits	6,337	6,338
Due to related party (Note A11)	1,934,418	1,021,498
Deferred revenue (Note A12)	676,721	628,701
Long-term debt (Note A13)	1,915,508	1,740,180
	<u>5,898,306</u>	<u>5,420,335</u>
NET FINANCIAL ASSETS	34,086,888	28,338,663
NON FINANCIAL ASSETS		
Prepaid expenses	51,957	53,771
Tangible capital assets (Note A14)	<u>11,430,059</u>	<u>11,183,162</u>
	<u>11,482,016</u>	<u>11,236,933</u>
ACCUMULATED SURPLUS (Note A15)	\$ 45,568,904	\$ 39,575,596

COMMITMENTS AND CONTINGENCIES (Note A16)

APPROVED ON BEHALF OF COUNCIL:

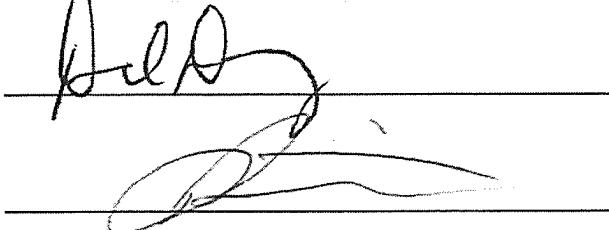


EXHIBIT A3

SKEETCHESTN INDIAN BAND
SUMMARY STATEMENT OF ACCUMULATED SURPLUS
For the year ended March 31, 2021

	2021	2020
ACCUMULATED SURPLUS, beginning of year	\$ 39,575,596	\$ 29,397,091
EXCESS OF REVENUE OVER EXPENSES (Exhibit A4)	5,028,405	9,395,323
UNREALIZED GAINS (Exhibit A5)	<u>964,903</u>	<u>783,182</u>
ACCUMULATED SURPLUS, end of year	\$ 45,568,904	\$ 39,575,596

See accompanying notes to financial statements.

SKEETCHESTN INDIAN BAND
SUMMARY STATEMENT OF OPERATIONS
Year ended March 31, 2021

	Budget	2021	2020
REVENUE:			
Government transfers:			
Indigenous Services Canada	\$ 2,755,850	\$ 3,252,219	\$ 2,764,368
First Nations Health Authority	1,039,708	789,755	2,325,620
Canada Mortgage and Housing Corporation	854,232	140,594	100,751
Province of British Columbia	184,540	222,732	363,343
Independent Schools	80,000	11,660	82,543
Stk'emlupsemc te Secwepemc Nation	4,490,000	3,190,160	5,869,886
Revenues from investments:			
Income from investments in government business enterprises	-	1,562,840	1,420,564
Stk'emlupsemc Limited Partnership	900,000	808,136	1,259,220
Stk'emlupsemc Enterprises Inc.	137,000	137,687	-
BC First Nations Gaming Revenue Sharing	391,324	111,412	376,847
Royalties - Painted Rock Aggregates & Contracting LLP	-	236,074	272,716
Other revenues:			
Property taxes and grants in lieu	639,805	644,395	615,134
Logging	10,000	601,489	862,827
Rental income	245,189	235,622	285,584
Q'wemtsi'n Health Society	185,010	239,510	220,601
First Nations Education Steering Committee	272,636	740,480	320,017
First Peoples Heritage, Language & Culture Council	150,000	152,084	124,916
Enbridge	185,000	335,000	-
Aboriginal Skills and Employment Training Strategy	14,000	4,486	17,015
Shuswap Nation Tribal Council	59,773	126,266	70,836
Scw'emax Child & Family Services Society	334,560	387,618	-
FCRSA	-	822,850	473,629
Interest	73,960	75,910	235,827
Other	1,156,797	1,069,816	1,594,306
	<u>14,159,384</u>	<u>15,898,795</u>	<u>19,656,550</u>
EXPENSES:			
Administration	1,652,070	1,027,521	700,709
Band Revenue	631,099	1,587,910	1,971,460
Stk'emlupsemc te Secwepemc Nation	3,938,485	1,789,550	1,730,947
Education	1,986,517	1,948,235	1,818,494
Housing & Capital Projects	1,414,771	526,857	352,544
Natural Resources	-	1,119,335	1,077,025
Public Works	779,588	1,071,672	1,245,444
Social Development	1,552,022	1,547,626	1,087,899
Social Housing	289,278	251,684	276,705
	<u>12,243,830</u>	<u>10,870,390</u>	<u>10,261,227</u>
EXCESS OF REVENUE OVER EXPENSES	\$ 1,915,554	\$ 5,028,405	\$ 9,395,323

See accompanying notes to financial statements.

EXHIBIT A5

SKEETCHESTN INDIAN BAND
SUMMARY STATEMENT OF REMEASUREMENT GAINS AND LOSSES
For the year ended March 31, 2021

	2021	2020
ACCUMULATED REMEASUREMENT GAINS, beginning of year	<u>\$ 934,431</u>	<u>\$ 151,249</u>
UNREALIZED GAINS (LOSSES) ATTRIBUTED TO:		
Investments in Partnership - Stk'emlupsemc		
Limited Partnership (Note A8)	750,077	653,337
Equity in long-term investments - Skeetchestn		
Natural Resources Corporation (Note A9)	<u>214,826</u>	<u>129,845</u>
	<u>964,903</u>	<u>783,182</u>
ACCUMULATED REMEASUREMENT GAINS, end of year	<u>\$ 1,899,334</u>	<u>\$ 934,431</u>

See accompanying notes to financial statements.

EXHIBIT A6

SKEETCHESTN INDIAN BAND
SUMMARY STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
Year ended March 31, 2021

	Budget	2021	2020
EXCESS OF REVENUE OVER EXPENSES	\$ 1,915,554	\$ 5,028,405	\$ 9,395,323
Net remeasurement gains for the year	-	964,903	783,182
Acquisition of tangible capital assets	-	(1,278,765)	(3,391,021)
Proceeds on sale of tangible capital assets	-	249,749	-
Gain on sale of tangible capital assets	-	(24,124)	-
Amortization of tangible capital assets	-	806,243	768,757
Change in prepaid expenses	-	1,814	(17,740)
INCREASE IN NET FINANCIAL ASSETS	1,915,554	5,748,225	7,538,501
NET FINANCIAL ASSETS, beginning of year	28,338,663	28,338,663	20,800,162
NET FINANCIAL ASSETS, end of year	\$ 30,254,217	\$ 34,086,888	\$ 28,338,663

See accompanying notes to financial statements.

SKEETCHESTN INDIAN BAND
SUMMARY STATEMENT OF CASH FLOWS
Year ended March 31, 2021

	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES:		
Excess of revenue over expenses	\$ 5,028,405	\$ 9,395,323
Non-cash charges to operations:		
Amortization	806,243	768,757
Gain on sale of tangible capital assets	(24,124)	-
Equity income from partnerships	(919,548)	(1,636,067)
Earnings from government business enterprises	(1,562,840)	(1,420,564)
Funds held in trust	(159,175)	(351,720)
(Increase) decrease in:		
Grants and accounts receivable	(405,432)	(729,602)
CMHC Subsidy accrual	13	35,679
Prepaid expenses	1,814	(10,638)
Increase (decrease) in:		
Accounts payable and accruals	(660,153)	902,457
Prepaid rents	1,852	(1,981)
Security deposits	-	243
Deferred revenue	48,020	(187,511)
Cash from operations	<u>2,155,075</u>	<u>6,764,376</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from long-term debt	282,330	-
Repayment of long-term debt	<u>(107,001)</u>	<u>(104,618)</u>
Cash from (used in) financing	<u>175,329</u>	<u>(104,618)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Drawings from partnerships	1,792,584	1,702,969
Investment and advances	1,166,886	(186,187)
Funds held in trust	212,356	25,221
Restricted cash	<u>(3,386,477)</u>	<u>(3,889,324)</u>
Cash used in investing	<u>(214,651)</u>	<u>(2,347,321)</u>
CASH FLOWS FROM CAPITAL ACTIVITIES:		
Purchase of tangible capital assets	(1,278,765)	(3,391,021)
Proceeds on disposal of tangible capital assets	249,749	-
Cash used in capital	<u>(1,029,016)</u>	<u>(3,391,021)</u>
INCREASE IN CASH	1,086,737	921,416
CASH, beginning of year	<u>5,096,021</u>	<u>4,174,605</u>
CASH, end of year	<u>\$ 6,182,758</u>	<u>\$ 5,096,021</u>

See accompanying notes to financial statements.

SKEETCHESTN INDIAN BAND
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2021

NOTE A1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES:

These summary financial statements have been prepared by management in accordance with Canadian public sector accounting standards. The significant accounting policies are summarized as follows:

a) Fund Accounting:

The Skeetchestn Indian Band uses fund accounting procedures which result in a self-balancing set of accounts for each fund established by legal, contractual or voluntary actions. The various funds have been amalgamated for the purpose of presentation in the summary financial statements. Details of the operations of each fund are set out in the supplementary schedules. The Skeetchestn Indian Band maintains the following funds:

- The Band Operating Fund which reports the general activities of the First Nation Administration.
- The Trust Fund which reports on trust funds owned by the First Nation and held by third parties
- The Capital Fund which reports the property and equipment of the First Nation, together with their related financing.
- The Social Housing Fund Phase 6 - 11 which report the Social Housing assets of the First Nation, together with related activities.

b) Reporting Entity and Principles of Financial Reporting:

The Skeetchestn Indian Band reporting entity includes the Skeetchestn Indian Band government and all related entities which are accountable to the First Nation and are either owned or controlled by the First Nation.

These financial statements consolidate the assets, liabilities and results of operations for the following entities which use accounting principles which lend themselves to consolidation:

- Skeetchestn Band Operating Fund
- Skeetchestn Band Trust Fund
- Skeetchestn Band Capital Fund
- Skeetchestn Band Social Housing Phase 6 - 11 Fund

All inter-entity balances have been eliminated on consolidation, but in order to present the results of operations for each specific fund, transactions amongst funds have not necessarily been eliminated on the individual schedules.

Incorporated business entities, which are owned or controlled by the Skeetchestn Indian Band and which are not dependent on the First Nation for their continuing operations, are included in the summary financial statements using the modified equity method. These include:

- Knucwentwecw Development Corporation
- Big Sky Station Ltd.
- Skeetchestn Holdings Limited Liability Partnership
- Painted Rock Aggregates & Contracting LLP
- Skeetchestn Natural Resources LLP
- Skeetchestn Natural Resources Corporation
- Ckukutusem Utility Services (2021) Limited Liability Partnership (not active at year end)

Investments in Partnerships are included in the summary financial statements using the modified equity method. Under the modified equity method, the partnerships' accounting policies are not adjusted to conform with those of the Band and inter-organizational transactions and balances are not eliminated. The Band recognizes equity interest in the annual income or loss of the partnerships in its summary statement of operations and accumulated surplus, less cash advances or cash disbursements, with a corresponding increase or decrease in its investment asset account. These include:

- Stk'emlupsemc Limited Partnership

Investments in government partnerships are included in the summary financial statements using the proportionate consolidation method. These include:

- Stk'emlupsemc te Secwepemc Nation

SKEETCHESTN INDIAN BAND
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2021

NOTE A1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES (continued):

Long-term investments in non-controlled entities and not subject to significant influence and marketable securities are recorded at the lower of cost or net realizable value.

Accounts in foreign currencies have been translated into Canadian dollars using the temporal method. Under this method, monetary assets and liabilities have been translated at the year end exchange rate. Revenues and expenses have been translated at the average rates of exchange during the year.

Foreign exchange gains and losses on monetary assets and liabilities are included in the determination of earnings.

c) Non-financial Assets:

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

i) Tangible Capital Assets:

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets are amortized on a straight-line basis over their estimated useful lives as follows:

Major Asset Category

Buildings	25 years
Bridges and cattle guards	25 years
Water system	25 years
Automotive equipment	7 years
Office equipment	7 years
Equipment	7 years
Farm irrigation equipment	7 years
Property and equipment recorded at appraised value	10 to 25 years
Roads	10 years

Assets under construction are not amortized until the asset is available for productive use.

The Band reviews the useful lives and the carrying values of its tangible capital assets at least annually or more frequently if events or changes in circumstances indicate that the assets might be impaired, by reference to the assets' contribution to the Band's ability to provide services. When assets no longer have any long-term service potential to the Band, the assets are considered to be impaired. An impairment loss is measured at the amount by which the carrying amount of the assets exceeds their fair value, which is estimated as the expected service potential of the assets.

ii) Contributions of Tangible Capital Assets:

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

iii) Leases:

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

The Band's interest in reserve lands is not reflected in these financial statements, as no consideration was paid by the Band to acquire these lands.

SKEETCHESTN INDIAN BAND
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2021

NOTE A1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES (continued):

d) Revenue Recognition:

The Skeetchestn Indian Band derives revenues from a number of sources. Revenue is recognized on the accrual basis as it is earned, or as services are provided, and is measurable and becomes receivable under the terms of the applicable funding agreement.

Amounts received from Indigenous Services Canada (ISC) are reported in accordance with the terms of the funding arrangement. Amounts specified as set contributions are reported as revenue as program terms and conditions are met and delivered. Any resulting surpluses are repayable to ISC and any deficits incurred are refundable by ISC. Amounts specified as fixed contributions are recognized as revenue as program terms and conditions are met and delivered. Any resulting surpluses may be retained by the Band provided delivery of the program is complete at March 31. Any resulting deficits are the responsibility of the Band. Grants received from ISC are unconditional and are reported as revenue when received or receivable and collection is reasonably assured. Amounts received under block funding arrangements are reported as revenue when received or receivable and collection is reasonably assured.

Government transfers are recognized as revenue in the financial statements 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.

Own source revenues derived from such sources as housing rents, resource based revenues, interest income, etc. are reported when received or receivable and collection is reasonably assured.

e) Replacement Reserve:

The Replacement Reserve is funded by an annual charge against earnings as opposed to an appropriation of surplus.

f) Operating Reserve:

The Operating Reserve account is funded by an allocation of the excess or shortfall of annual minimum revenue contribution and CMHC subsidies over current eligible expenses.

g) Cash and Cash Equivalents

Cash include instruments that are readily convertible to known amounts of cash and that are subject to an insignificant risk of change in value.

h) Accrual Method:

The accrual method is used in accounting for all funds.

i) Deferred Revenue:

Revenue is recorded in the period to which it relates.

j) Use of Estimates:

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 at the date of the financial statements and the reported amounts of revenues and expenses during the reporting periods. By their nature, these estimates are subject to measurement uncertainty and the effect on the financial statements of changes in such estimates in future periods could be significant.

SKEETCHESTN INDIAN BAND
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2021

NOTE A2. FUTURE ACCOUNTING CHANGES:

PS 3400 Revenues

This section establishes standards on how to account for and report on revenue. This section applies to fiscal years beginning on or after April 1, 2023, with early adoption permitted.

PS 3450 Financial Instruments

This section establishes standards for recognizing and measuring financial assets, financial liabilities and non-financial derivatives. This section applies to fiscal years beginning on or after April 1, 2022, with early adoption permitted. Adoption of this standard requires corresponding adoption of PS 1201 Financial Statement Presentation, PS 2601 Foreign Currency Translation and PS 3041 Portfolio Investments in the same fiscal period.

PS 1201 Financial Statement Presentation

This section revises the general reporting principals and standards for the disclosure of information in the financial statements. This section applies to fiscal years beginning on or after April 1, 2022, with early adoption permitted.

PS 2601 Financial Currency Translation

This section revises and replaces the existing Section PS 2600 Foreign Currency Translation. This section applies to fiscal years beginning on or after April 1, 2022, with early adoption permitted.

PS 3401 Portfolio Investments

This section revises and replaces the existing Section PS 3040 Portfolio Investments. This section applies to fiscal years beginning on or after April 1, 2022, with early adoption permitted.

NOTE A3. FINANCIAL INSTRUMENTS:

Fair Value of Financial Assets and Financial Liabilities:

The carrying values of cash, grants and accounts receivable, CMHC subsidy accrual, restricted cash, funds held in trust and accounts payable and accrued liabilities approximate their fair value due to the relatively short periods to maturity of these items or because they are receivable or payable on demand.

The carrying value of long-term debt approximates its fair value as the terms and conditions of the borrowing arrangements are comparable to current market terms and conditions for similar items.

It is not practicable to determine the fair value of long-term investments and advances to subsidiaries due to the limited amount of comparable market information available.

Credit Risk:

The Band is exposed to a credit risk by its customers. However, because the majority of revenues is from government agencies, credit risk concentration is reduced to the minimum.

Interest Rate Risk:

Long-term debt has fixed rates; therefore interest expense will decrease with principal repayment of the mortgage and interest risk is reduced to the minimum.

NOTE A4. GRANTS AND ACCOUNTS RECEIVABLE:

2021

2020

Band Operations:

Grants Receivable	\$ 560,277	\$ 217,961
Other Accounts Receivable	1,781,830	1,691,664
Band Members	136,626	137,513
	<hr/> 2,478,733	<hr/> 2,047,138
Allowance for Doubtful Accounts:		
Other Accounts Receivable	(323,596)	(305,477)
Band Members	(134,590)	(126,546)
	<hr/> (458,186)	<hr/> (432,023)
	<hr/> <hr/> \$ 2,020,547	<hr/> <hr/> \$ 1,615,115

SKEETCHESTN INDIAN BAND
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2021

NOTE A5. RESTRICTED CASH:

	2021	2020
Ottawa trust funds	\$ 1,458,011	\$ 1,207,431
Replacement reserve	236,086	235,456
Operating reserve	84,093	83,869
Externally restricted cash - proportion of Stk'emlupsemc te Secwepemc Nation	5,996,281	5,186,907
Internally restricted cash	<u>6,831,030</u>	<u>4,505,361</u>
	<u>\$ 14,605,501</u>	<u>\$ 11,219,024</u>

a) Ottawa Trust Funds:

The Ottawa Trust Accounts arise from monies derived from capital or revenue sources as 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.

b) Replacement Reserve:

Under the terms of the agreement with Canada Mortgage and Housing Corporation, the Replacement Reserve account is to be credited in the amount of \$26,490 (2020 - \$26,490) annually plus interest. These funds, along with accumulated interest, must be held in a separate bank account and/or invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as may otherwise be approved by Canada Mortgage and Housing Corporation from time to time. Withdrawals are credited to interest first and then principal.

	2021	2020
Balance, beginning of year	\$ 213,579	\$ 210,098
Allocation for the year	26,490	26,490
Expenses for the year	(22,879)	(26,834)
Interest earned	<u>630</u>	<u>3,825</u>
Balance, end of year	<u>\$ 217,820</u>	<u>\$ 213,579</u>

The Replacement Reserve is represented by:

Cash	<u>\$ 236,086</u>	<u>\$ 235,456</u>
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c) Operating Reserve:

Under the terms of the agreement with Canada Mortgage and Housing Corporation, after the payment of all costs and expenses, including the allocation of the Replacement Reserve, any surplus revenue will be retained by the First Nation within an Operating Reserve fund. Interest earnings must accrue to and be maintained in the Operating Reserve fund. The Project's Operating Reserve fund may only be used for the ongoing operating costs of the housing projects committed under the On-Reserve Program. Accordingly, future years' deficits may be recovered from the Operating Reserve fund. The First Nation agrees to maintain Operating Reserve funds in a separate bank account and/or invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation, or as may otherwise be mutually agreed to by the First Nation and Canada Mortgage and Housing Corporation.

	2021	2020
Balance, beginning of year	\$ 65,982	\$ 83,341
Current year deficiency	(21,711)	(18,515)
Interest	<u>224</u>	<u>1,156</u>
Balance, end of year	<u>\$ 44,495</u>	<u>\$ 65,982</u>
The Operating Reserve is represented by:		
Cash	<u>\$ 84,093</u>	<u>\$ 83,869</u>

SKEETCHESTN INDIAN BAND
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2021

NOTE A5. RESTRICTED CASH (continued):

d) Externally Restricted:

Externally Restricted funds are cash held by the Stk'emplupsemc te Secwepemc Nation (SSN). The Band is not able to readily access these funds and are only available upon distribution by the SSN.

e) Internally Restricted:

The Capital Reserve Fund has been established for the sole purpose of constructing or upgrading Band property and equipment, as required by the Band's Financial Management Bylaw.

The Stabilization Reserve Fund has been established for the sole purpose of supplementing future operational costs, as required by the Band's Financial Management Bylaw.

Per Capita Distribution Reserve Funds has been invested for future distribution to Band members of \$998 plus interest on their 19th birthday.

The Net Smelter Royalties Reserve Fund and Economic & Community Development Agreement Fund has been established for the sole purpose of capacity development.

	2021	2020
Capital Sinking Fund (Schedule 2)	\$ 60,249	\$ 59,650
Stabilization Reserve Fund (Schedule 2)	51,855	51,204
Restricted Band Revenue Fund (Schedule 2)	13,732	13,416
Net Smelter Royalties Reserve Fund (Schedule 6)	2,395,700	802,428
Economic & Community Development Agreement Fund (Schedule 7)	<u>4,309,494</u>	<u>3,578,663</u>
	<hr/> <u>\$ 6,831,030</u>	<hr/> <u>\$ 4,505,361</u>

SKEETCHESTN INDIAN BAND
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2021

NOTE A6. FUNDS HELD IN TRUST:

On March 21, 2007, Her Majesty the Queen in Right of Canada (Canada) signed the Smith/Curtis Specific Claim Settlement Agreement (Settlement Agreement) with the Skeetchestn Indian Band (the Band). Under the terms of the Settlement Agreement, Canada agreed to pay compensation to the Band for damages and losses caused by the alienation of land within the Skeetchestn Reserve without the Band's consent or approval. As compensation for this settlement, Canada paid \$4,777,000 less \$249,865 in outstanding loans extended to the Band for the purposes of negotiations and settlement.

The trust agreement was established to hold the compensation and any income there from for the benefit of current and future generations of members of the Skeetchestn Indian Band. Royal Trust Corporation of Canada will administer the trust in accordance with the trust agreement. The trust agreement governs the distribution of income earned and distributed from the trust in the best interests of the Band and its members.

Under the terms of the trust agreement, the core capital of the trust may never be less than \$3,000,000, indexed to inflation. The expenses from the trust fund may only be made in areas of education, health, economic development, community infrastructure and land purchases. An amount may also be drawn for a reasonable management fee.

The trust assets are as follows:

	Cost	Unrealized Gain (loss)	Fair Market Value 2021	Fair Market Value 2020
Common stock & equivalents	\$ 3,930,927	\$ 1,224,429	\$ 5,155,356	\$ 4,191,700
Fixed income securities	967,331	(2,017)	965,314	966,672
Cash & equivalents	150,968	-	150,968	268,962
Other	10	-	10	10
	<u>\$ 5,049,236</u>	<u>\$ 1,222,412</u>	<u>\$ 6,271,648</u>	<u>\$ 5,427,344</u>

During the year the trust's income and expenses were follows:

	2021	2020
REVENUE:		
Interest	\$ 28,322	\$ 35,794
Dividends	135,796	163,197
Reinvested deposits	13,555	75,000
Capital gains	68,359	224,971
	<u>246,032</u>	<u>498,962</u>
EXPENSES:		
Management fees	73,302	72,242
Distributions (Schedule 3)	225,911	100,221
	<u>299,213</u>	<u>172,463</u>
NET INCOME (LOSS)	<u>(53,181)</u>	<u>326,499</u>
OPENING BALANCE, at cost	<u>5,102,417</u>	<u>4,775,918</u>
ENDING BALANCE, at cost	<u>5,049,236</u>	<u>5,102,417</u>
UNREALIZED GAIN	<u>1,222,412</u>	<u>324,927</u>
ENDING BALANCE, at fair market value	<u>\$ 6,271,648</u>	<u>\$ 5,427,344</u>

SKEETCHESTN INDIAN BAND
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2021

NOTE A7. LONG-TERM INVESTMENTS & ADVANCES:	2021	2020
All Nations Trust Company, at cost:		
3,750 Common shares, par value \$1.00	\$ 3,251	\$ 3,251
KamWest Gold Corporation		
Market value at March 31, 2021 is \$240,000 (2020 - \$166,666)	<u>50,000</u>	<u>50,000</u>
BC First Nations Gaming Revenue Sharing Limited Partnership:		
0.52% interest in partnership:		
Balance, beginning of year	12,583	-
Net income allocation	111,412	376,847
Contributions	-	100
Drawings	(391,324)	(364,364)
Balance, end of year	<u>(267,329)</u>	<u>12,583</u>
Share in the General Partner, BCFN GRS GP Inc., a corporation incorporated under the BC Business Corporations Act. Share represents a 0.49% interest in the Company at March 31, 2020.	<u>10</u>	<u>10</u>
Stk'emlupsemc Enterprises Inc.		
Shares:		
Common - 50%	10	10
Advances	276,184	349,065
Valuation allowance	<u>(190,891)</u>	<u>(90,364)</u>
	<u>85,303</u>	<u>258,711</u>
	<u><u>\$ (128,765)</u></u>	<u><u>\$ 324,555</u></u>

SKEETCHESTN INDIAN BAND
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2021

NOTE A8. INVESTMENT IN PARTNERSHIPS:

	2021	2020
Stk'emlupsemc Limited Partnership		
Interest:		
Units - 49.995%	\$ -	\$ -
Partnership interest:		
Opening balance	894,604	320,653
Net income allocation	1,558,213	1,912,556
Contributions (drawings)	(1,401,260)	(1,338,605)
Balance, end of year	<u>1,051,557</u>	<u>894,604</u>
	<u>\$ 1,051,557</u>	<u>\$ 894,604</u>

Financial information for Stk'emlupsemc Limited Partnership is as follows:

	Total	Band's Share 2021	Band's Share 2020
Cash	\$ 224,101	\$ 112,039	\$ 688,586
Other assets	1,861,511	930,662	782,119
Due from related parties	<u>3,868,836</u>	<u>1,934,225</u>	<u>1,021,395</u>
	<u>5,954,448</u>	<u>2,976,926</u>	<u>2,492,100</u>
Accounts payable	24,944	12,471	815
Due to related parties	-	-	154,873
Deferred revenue	<u>3,824,589</u>	<u>1,912,103</u>	<u>1,441,152</u>
	<u>3,849,533</u>	<u>1,924,574</u>	<u>1,596,840</u>
Equity	<u>\$ 2,104,915</u>	<u>\$ 1,052,352</u>	<u>\$ 895,260</u>
Revenues	\$ 3,128,001	\$ 1,563,844	\$ 1,892,946
Other Comprehensive Income	1,500,154	750,077	653,337
Expenses	<u>1,511,417</u>	<u>755,633</u>	<u>633,727</u>
Net income	<u>\$ 3,116,738</u>	<u>\$ 1,558,288</u>	<u>\$ 1,912,556</u>

Stk'emlupsemc Limited Partnership is a partnership with the object of the entity to recover the costs of maintaining the natural resource rights and title within its traditional territory.

NOTE A9. INVESTMENT IN GOVERNMENT BUSINESS ENTERPRISES:

	2021	2020
Skeetchestn Holdings Limited Liability Partnership	\$ 564,672	\$ 499,122
Painted Rock Aggregates & Contracting LLP	2,194,106	1,266,941
Knucwentwecw Development Corporation	2,560,518	2,520,309
Big Sky Station Ltd.	1,823,483	1,503,419
Skeetchestn Natural Resources LLP	4,020,651	3,651,239
Skeetchestn Natural Resources Corporation	<u>32,549</u>	<u>57,838</u>
	<u>\$ 11,195,979</u>	<u>\$ 9,498,868</u>

SKEETCHESTN INDIAN BAND
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2021

NOTE A9. INVESTMENT IN GOVERNMENT BUSINESS ENTERPRISES (continued):

INVESTMENT IN SKEETCHESTN HOLDINGS LIMITED LIABILITY PARTNERSHIP:

	2021	2020
Interest:		
Units - 99%	\$ 9,900	\$ 9,900
Advances	<u>137,823</u>	<u>137,823</u>
	<u>147,723</u>	<u>147,723</u>
Partnership interest:		
Opening balance	351,399	272,560
Net gain (loss) allocation	<u>65,550</u>	<u>78,839</u>
Balance, end of year	<u>416,949</u>	<u>351,399</u>
	<u><u>\$ 564,672</u></u>	<u><u>\$ 499,122</u></u>

Financial information for Skeetchestn Holdings Limited Liability Partnership is as follows:

	2021	2020
Current assets	\$ 24,869	\$ 33,242
Property and equipment	<u>342,001</u>	<u>578,435</u>
Due from related party	<u>444,222</u>	<u>436,401</u>
	<u><u>811,092</u></u>	<u><u>1,048,078</u></u>
Current liabilities	2,363	18,039
Obligation under capital lease	<u>199,746</u>	<u>527,268</u>
Long term debt	<u>40,000</u>	<u>-</u>
	<u><u>242,109</u></u>	<u><u>545,307</u></u>
Equity	<u><u>\$ 568,983</u></u>	<u><u>\$ 502,771</u></u>
Revenues	\$ 215,257	\$ 325,652
Expenses	<u>149,045</u>	<u>246,017</u>
Net gain (loss)	<u><u>\$ 66,212</u></u>	<u><u>\$ 79,635</u></u>

Skeetchestn Holdings Limited Liability Partnership is a partnership domiciled in Canada and has a registered office at 1000 Trans Canada Hwy, Savona, BC. The Partnership is engaged in trucking, natural resources management and rental. The Partnership is controlled by Skeetchestn Indian Band (Limited Partner 99%). Net income (loss) of the Partnership is allocated to the respective Partners annually.

SKEETCHESTN INDIAN BAND
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2021

NOTE A9. INVESTMENT IN GOVERNMENT BUSINESS ENTERPRISES (continued):

INVESTMENT IN PAINTED ROCK AGGREGATES & CONTRACTING LLP:

	2021	2020
Interest:		
Units - 99%	\$ 9,900	\$ 9,900
Crusher loan receivable, bearing interest at 4.00% per annum, repayable in monthly blended payments of \$7,405. The loan matures on February 15, 2023 and is secured by an Elrus Jaw Crusher.	<u>163,710</u>	<u>244,267</u>
	<u>173,610</u>	<u>254,167</u>
Partnership interest:		
Opening balance	1,012,774	326,067
Net income allocation	<u>1,007,722</u>	<u>686,707</u>
Balance, end of year	<u>2,020,496</u>	<u>1,012,774</u>
	<u><u>\$ 2,194,106</u></u>	<u><u>\$ 1,266,941</u></u>

Financial information for Painted Rock Aggregates & Contracting LLP is as follows:

	2021	2020
Cash	\$ -	\$ -
Accounts receivable	1,135,336	975,945
Inventory	<u>1,966,839</u>	<u>1,505,610</u>
Due from partners	<u>6,728</u>	<u>6,128</u>
Other assets	<u>77,687</u>	<u>9,591</u>
Property and equipment	<u><u>5,676,310</u></u>	<u><u>3,766,370</u></u>
	<u><u>8,862,900</u></u>	<u><u>6,263,644</u></u>
Accounts payable	675,322	750,403
Other current liabilities	<u>674,036</u>	<u>103,010</u>
Due to related parties	<u>846,885</u>	<u>812,220</u>
Debt and capital lease obligations	<u>4,555,752</u>	<u>3,505,008</u>
Reclamation cost obligations	<u>60,000</u>	<u>60,000</u>
	<u><u>6,811,995</u></u>	<u><u>5,230,641</u></u>
Equity (deficiency)	<u><u>\$ 2,050,905</u></u>	<u><u>\$ 1,033,003</u></u>
Revenues	<u><u>\$ 7,832,202</u></u>	<u><u>\$ 6,721,697</u></u>
Expenses	<u><u>6,814,301</u></u>	<u><u>6,028,054</u></u>
Net income	<u><u>\$ 1,017,901</u></u>	<u><u>\$ 693,643</u></u>

Painted Rock Aggregates & Contracting LLP is a partnership domiciled in Canada and has a registered office at 1000 Trans Canada Hwy, Savona, BC. The Partnership is engaged in the management of a gravel pit in Savona, BC and markets a wide variety of gravel related products. The Partnership is controlled by Skeetchestn Indian Band (Limited Partner 99%). Net income of the Partnership is allocated to the respective Partners annually.

SKEETCHESTN INDIAN BAND
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2021

NOTE A9. INVESTMENT IN GOVERNMENT BUSINESS ENTERPRISES (continued):

INVESTMENT IN KNUCWENTWECW DEVELOPMENT CORPORATION:

	2021	2020
Shares:		
Common - 100%	\$ 100,001	\$ 100,001
Advances	<u>1,428,404</u>	<u>1,428,404</u>
	1,528,405	1,528,405
Accumulated equity	<u>1,032,113</u>	<u>991,904</u>
	\$ 2,560,518	\$ 2,520,309

Consolidated financial information for Knucwentwecw Development Corporation is as follows:

	2021	2020
Cash	\$ 571,699	\$ 140,117
Accounts receivable	112,661	68,952
Inventory	129,761	103,949
Due from related parties	395,934	367,691
Loan receivable	626,805	650,329
Property and equipment	3,348,643	3,464,709
Other assets	<u>72,299</u>	<u>157,396</u>
	<u>5,257,802</u>	<u>4,953,143</u>
Current liabilities	116,425	91,116
Long term & callable debt	676,882	678,509
Due to related parties	1,429,204	1,429,204
Deferred revenue	<u>6,044</u>	<u>22,867</u>
	<u>2,228,555</u>	<u>2,221,696</u>
Equity	<u>\$ 3,029,247</u>	<u>\$ 2,731,447</u>
Revenues	<u>\$ 4,361,887</u>	<u>\$ 5,367,709</u>
Expenses	<u>4,001,614</u>	<u>5,116,483</u>
Net income	<u>\$ 360,273</u>	<u>\$ 251,226</u>

Knucwentwecw Development Corporation is a Company domiciled in Canada and has a registered office at 1000 Trans Canada Hwy, Savona, BC. The Company is engaged in providing management and consulting services.

SKEETCHESTN INDIAN BAND
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2021

NOTE A9. INVESTMENT IN GOVERNMENT BUSINESS ENTERPRISES (continued):

INVESTMENT IN BIG SKY STATION LTD.:

	2021	2020
Shares:		
Preferred shares - 100%	\$ 179,695	\$ 179,695
Advances	799	799
	<hr/>	<hr/>
Accumulated equity	180,494	180,494
	<hr/>	<hr/>
	1,642,989	1,322,925
	<hr/>	<hr/>
	\$ 1,823,483	\$ 1,503,419

Financial information for Big Sky Station Ltd. has been consolidated into the financial statements of Knucwentwecw Development Corporation and is as follows:

	2021	2020
Cash	\$ 546,485	\$ 121,524
Accounts receivable	50,934	22,826
Inventory	129,761	103,949
Other current assets	770,618	894,220
Property and equipment	442,506	489,067
	<hr/>	<hr/>
Current liabilities	71,457	74,529
Other liabilities	40,000	31,451
Deferred revenue	6,044	22,867
	<hr/>	<hr/>
Equity	117,501	128,847
Revenues	\$ 1,822,803	\$ 1,502,739
Expenses	3,778,459	5,152,652
	<hr/>	<hr/>
Net income	\$ 320,064	\$ 178,892

Big Sky Station Ltd. is a Company domiciled in Canada and has a registered office at 1000 Trans Canada Hwy, Savona, BC. The Company is engaged in the operation of a retail store and fuel sales outlet on native land near Savona, BC.

SKEETCHESTN INDIAN BAND
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2021

NOTE A9. INVESTMENT IN GOVERNMENT BUSINESS ENTERPRISES (continued):

INVESTMENT IN SKEETCHESTN NATURAL RESOURCES LLP:

	2021	2020
Partnership units - 99.9%	\$ 999	\$ 999
Advances	<u>458,503</u>	<u>458,503</u>
	<u>459,502</u>	<u>459,502</u>
Partnership interest:		
Opening balance	3,191,737	2,637,725
Net income allocation	<u>369,412</u>	<u>554,012</u>
Balance, end of year	<u>3,561,149</u>	<u>3,191,737</u>
	<u>\$ 4,020,651</u>	<u>\$ 3,651,239</u>

Financial information for Skeetchestn Natural Resources LLP is as follows:

	2021	2020
Cash	\$ 598,234	\$ 787,691
Accounts receivable	<u>1,821,519</u>	<u>1,555,370</u>
Other current assets	<u>741,680</u>	<u>465,231</u>
Property and equipment	<u>1,555,991</u>	<u>1,458,089</u>
	<u>4,717,424</u>	<u>4,266,381</u>
Current liabilities	693,208	489,284
Long term debt	-	122,663
Due to related parties	<u>126,745</u>	<u>126,745</u>
	<u>819,953</u>	<u>738,692</u>
Equity	<u>\$ 3,897,471</u>	<u>\$ 3,527,689</u>
Revenues	<u>\$ 4,500,262</u>	<u>\$ 3,749,039</u>
Expenses	<u>4,130,480</u>	<u>3,194,472</u>
Net income	<u>\$ 369,782</u>	<u>\$ 554,567</u>

Skeetchestn Natural Resources LLP is a Partnership domiciled in Canada and has a registered office at 1000 Trans Canada Hwy, Savona, BC. The Partnership is engaged in the operations of the Band's former Natural Resources department, primarily in the promoting of land and resource development and economic opportunities in the Band's traditional territory. The Partnership is controlled by Skeetchestn Indian Band (Limited Partner 99.9%). Net income of the Partnership is allocated to the respective Partners annually.

SKEETCHESTN INDIAN BAND
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2021

NOTE A9. INVESTMENT IN GOVERNMENT BUSINESS ENTERPRISES (continued):

INVESTMENT IN SKEETCHESTN NATURAL RESOURCES CORPORATION:

	2021	2020
Shares - 100%	\$ 1	\$ 1
Advances	<u>(1)</u>	<u>(1)</u>
Surplus (Deficit)	<u>32,549</u>	<u>57,838</u>
	<u><u>\$ 32,549</u></u>	<u><u>\$ 57,838</u></u>
Financial information for Skeetchestn Natural Resources Corporation is as follows:		
Long-term investments	\$ 527,992	\$ 433,417
Current liabilities	<u>495,443</u>	<u>375,578</u>
Surplus (Deficit)	<u>\$ 32,549</u>	<u>\$ 57,839</u>
Revenues	<u>\$ 370</u>	<u>\$ 555</u>
Other Comprehensive income	<u>214,826</u>	<u>129,845</u>
Expenses	<u>240,485</u>	<u>150,775</u>
Net loss	<u><u>\$ (25,289)</u></u>	<u><u>\$ (20,375)</u></u>

Skeetchestn Natural Resources Corporation is a Company domiciled in Canada and has a registered office at 1000 Trans Canada Hwy, Savona, BC. The Company is engaged in holding the partnership interest in Skeetchestn Natural Resources LLP.

NOTE A10. PROPORTIONATELY CONSOLIDATED INTERESTS:

The following are accounted for using the proportionate consolidation method:

Stk'emlupsemc te Secwepemc Nation

Stk'emlupsemc te Secwepemc Nation is an unincorporated political entity that is the caretaker of the land base which is inhabited by the Tk'emlups te Secwepemc and Skeetchestn Indian Band. The object of the entity is to recover the costs of maintaining the natural resource rights and title within its traditional territory.

Financial information for Stk'emlupsemc te Secwepemc Nation is as follows:

	Total	Band's Share 2021 50%	Band's Share 2020 50%
Cash	\$ 11,992,561	\$ 5,996,281	\$ 5,186,907
Accounts receivable	1,316,475	658,238	68,939
Investments	100,000	50,000	50,000
Prepaid lease payment and other	15,771	7,886	8,344
Due from related party	<u>552,367</u>	<u>276,184</u>	<u>349,065</u>
	<u><u>13,977,174</u></u>	<u><u>6,988,589</u></u>	<u><u>5,663,255</u></u>
Accounts payable	168,780	84,390	10,090
Due to related parties	<u>3,868,836</u>	<u>1,934,418</u>	<u>1,021,498</u>
	<u><u>4,037,616</u></u>	<u><u>2,018,808</u></u>	<u><u>1,031,588</u></u>
Equity	<u>\$ 9,939,558</u>	<u>\$ 4,969,781</u>	<u>\$ 4,631,667</u>
Revenues	<u>\$ 7,480,319</u>	<u>\$ 3,740,160</u>	<u>\$ 5,319,886</u>
Expenses	<u>6,804,096</u>	<u>3,402,048</u>	<u>1,880,947</u>
Net income (loss)	<u><u>\$ 676,223</u></u>	<u><u>338,112</u></u>	<u><u>3,438,939</u></u>
Expenses of Stk'emlupsemc te Secwepemc Nation paid to the Band		1,062,500	700,000
Net income included in summary financial statements		<u><u>\$ 1,400,612</u></u>	<u><u>\$ 4,138,939</u></u>

SKEETCHESTN INDIAN BAND
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2021

NOTE A11. DUE TO RELATED PARTY:	2021	2020
Stk'emlupsemc Limited Partnership, the Band is a member of the partnership	<u>\$ 1,934,418</u>	<u>\$ 1,021,498</u>

The amounts advanced to related entities are non-interest bearing, unsecured and have no specified terms of repayment.

NOTE A12. DEFERRED REVENUE:	2021	2020
Amounts deferred are summarized below:		
Property taxes - BC Hydro	\$ 359,333	\$ 415,333
Prepaid rent and internet fees	-	7,868
Naut'Sa Mawt Tribal Council - Recycle Program	141,888	-
Province of BC - Ministry of Child & Family Development 2022 Funding	30,000	-
Province of BC - Memorandum of Agreement	<u>145,500</u>	<u>205,500</u>
	<u>\$ 676,721</u>	<u>\$ 628,701</u>

BC Hydro paid the Band \$1,120,000 during the year for a 20 year taxation agreement that expires August 31, 2027. \$56,000 of property tax revenue is recognized under this agreement annually until the expiration date.

Naut'Sa Mawt Tribal Council - Recycle Program

The Band has received contributions of \$217,763 to operate a recycling program for the next two years that commenced during the year. These projects will be completed in the next two fiscal years and the payments will be applied towards project costs as they are incurred. At March 31, 2021, \$141,888 in related costs are still to be incurred.

Province of BC - Ministry of Child & Family Development 2022 Funding:

The Band has received contributions of \$30,000 for Child & Family Development programs for the 2022 fiscal year prior to the year end date. These programs will be commence in the next fiscal year and the payments will be applied towards program costs as they are incurred.

Province of BC - Memorandum of Agreement:

The Band has received contributions of \$145,500 for various projects that have not commenced as of March 31, 2021. These projects will be completed in the next fiscal year and the payments will be applied towards project costs as they are incurred.

NOTE A13. LONG-TERM DEBT:	2021	2020
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Social Housing Phase 6 - 11:		
All Nations Trust Company, 6-Unit, mortgage, repayable in monthly installments of \$1,919 including interest at 1.69% per annum, secured by houses with a carrying value of \$271,854, due May 2024	\$ 70,957	\$ 92,594
All Nations Trust Company, 3-Unit, mortgage, repayable in monthly installments of \$976 including interest at 1.14% per annum, secured by houses with a carrying value of \$143,163 due June 2021	58,753	69,734
All Nations Trust Company, 1-Unit, mortgage, repayable in monthly installments of \$368 including interest at 0.69% per annum, secured by houses with a carrying value of \$57,235 due June 2025	39,199	43,292
All Nations Trust Company, 8-Unit, mortgage, repayable in monthly installments of \$4,145 including interest at 2.52% per annum, secured by houses with a carrying value of \$644,541, due September 2023	530,148	566,131

SKEETCHESTN INDIAN BAND
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2021

NOTE A13. LONG-TERM DEBT (continued):	2021	2020
All Nations Trust Company, 3-Unit, mortgage, repayable in monthly installments of \$1,735 including interest at 1.11% per annum, secured by houses with a carrying value of \$506,253, due April 2021. Subsequent to the year end, this mortgage was refinanced and is repayable with monthly installments of \$1,767, including interest at 1.30% per annum, and is due April 2026	374,781	391,363
All Nations Trust Company, 3-Unit, mortgage, repayable in monthly installments of \$2,748 including interest at 2.70% per annum, secured by houses with a carrying value of \$703,685, due November 2023	559,340	577,066
All Nations Trust Company, 3-Unit, mortgage first advance. Per the terms of the agreement with CMHC when the project is at least 90% advanced, the Interest Adjustment Date (IAD) will be set. Following the setting of the IAD, the terms of the loan will be determined. Subsequent to year end the IAD was set at July 1, 2021, the complete terms of the mortgage are still to be determine once the final cost audit is completed and approved by CMHC.	<u>282,330</u>	<u>\$ 1,740,180</u>
	<u>\$ 1,915,508</u>	<u>\$ 1,915,508</u>

The Social Housing mortgages are guaranteed by Indigenous Services Canada.

Principal repayments due in the ensuing 5 years are approximately as follows:

2022	\$ 156,154
2023	99,047
2024	1,023,090
2025	47,542
2026	17,312
Thereafter	<u>572,363</u>
	<u>\$ 1,915,508</u>

NOTE A14. TANGIBLE CAPITAL ASSETS:	2021	2020
Tangible capital assets consist of the following:		
Buildings	\$ 6,367,822	\$ 2,877,103
Bridges and cattle guards	45,277	50,144
Water system	450,410	495,373
Automotive equipment	267,369	323,873
Office equipment	158,175	367,009
Equipment	87,152	111,026
Assets under construction	1,718,641	4,506,691
Social housing operations phase 6 - 11	<u>2,335,213</u>	<u>2,451,943</u>
	<u>\$ 11,430,059</u>	<u>\$ 11,183,162</u>

For additional information, see the Summary Schedule of Tangible Capital Assets (Appendix 1).

SKEETCHESTN INDIAN BAND
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2021

NOTE A15. ACCUMULATED SURPLUS:

	2021	2020
Accumulated surplus consists of individual fund surpluses and reserves as follows:		
Surplus from operations	<u>\$ 13,994,356</u>	<u>\$ 10,424,968</u>
Invested in tangible capital assets	<u>9,514,551</u>	<u>9,442,982</u>
Investments in controlled entities	<u>13,391,101</u>	<u>12,183,806</u>
Funded Reserves:		
Replacement Reserve Fund (Note A4)	217,820	213,579
Operating Reserve Fund (Note A4)	44,495	65,982
Ottawa Trust Funds (Note A4)	<u>1,458,011</u>	<u>1,207,431</u>
	<u>1,720,326</u>	<u>1,486,992</u>
Committed Reserves:		
Funds held in trust	<u>5,049,236</u>	<u>5,102,417</u>
	<u>43,669,570</u>	<u>38,641,165</u>
Accumulated remeasurement gains	<u>1,899,334</u>	<u>934,431</u>
	<u><u>\$ 45,568,904</u></u>	<u><u>\$ 39,575,596</u></u>

NOTE A16. COMMITMENTS AND CONTINGENCIES:

Commitment:

The Band leases photocopiers and telephone equipment and internet under long-term leases which expire May 2022 through November 2022.

Future minimum lease payments as at March 31, 2021, are as follows:

2022	\$ 34,920
2023	<u>14,460</u>
	<u><u>\$ 49,380</u></u>

Contingencies:

a) **Funding agreement:**

The Band receives a portion of its funding under a contribution authority with Indigenous Services Canada which, if unexpended, may be refundable to Indigenous Services Canada. Further, amounts which are overexpended may be reimbursed by Indigenous Services Canada to the Band. No amounts have been recorded in the financial statements as refundable or reimbursable.

b) **Pension Plan:**

The Band and its employees contribute to a defined contribution pension plan. There is no obligation for past service or periods in which an employee was not employed. Total contributions to the plan during the year were \$62,484 (2020 - \$38,535).

c) **Environmental Renewal:**

The Band is engaged in logging operations which will result in silviculture costs and other potential environmental renewal and recovery costs. Estimated costs in connection with current operations have been accrued; however, the total costs cannot be determined with certainty at year-end due to potential external events such as changes in regulations and advances in remediation technology.

SKEETCHESTN INDIAN BAND
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2021

NOTE A16. COMMITMENTS AND CONTINGENCIES (continued):

d) Site Restoration:

The Band has contracted Painted Rock Aggregates & Contracting LLP, a partnership controlled by the Band, to operate the gravel pit. In this agreement Painted Rock Aggregates & Contracting LLP is responsible for any site restoration costs. Should Painted Rock Aggregates & Contracting LLP default on the agreement, the Band may be responsible for any site restoration not performed by Painted Rock Aggregates & Contracting LLP. The net present value of such a liability is not determinable at this time.

e) Lawsuits:

The Band may be subject to lawsuits from time to time. It is the opinion of management that any lawsuits against the Band are not material in the aggregate.

f) Guarantee:

The Band has provided a guarantee for the credit facility of Skeetchestn Natural Resources LLP. The Band holds 99% of the partnership units in Skeetchestn Natural Resources LLP. At March 31, 2021, the outstanding loan balance was \$Nil. The maximum liability to the Band with respect to these loans is \$510,000.

The Band has provided a guarantee for the credit facility of Knucwentwecw Development Corporation. The Band holds 100% of the outstanding shares in Knucwentwecw Development Corporation. As at March 31, 2021, the outstanding loan balance was \$565,431. The maximum liability to the Band with respect to these loans is \$650,000.

The Band has provided a guarantee for the credit facility of Skeetchestn Holdings Limited Liability Partnership. The Band holds 99% of the outstanding partnership units in Skeetchestn Holdings Limited Liability Partnership. As at March 31, 2021, the outstanding loan balances were \$159,643. The maximum liability to the Band with respect to these loans is \$850,000.

The Band has provided a guarantee for the credit facility of Painted Rock Aggregates & Contracting LLP. The Band holds 99% of the outstanding partnership units in Painted Rock Aggregates & Contracting LLP. As at March 31, 2021, the outstanding loan balance was \$Nil. The maximum liability to the Band with respect to these loans is \$150,000.

SKEETCHESTN INDIAN BAND
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2021

NOTE A17. RELATED PARTY TRANSACTIONS:

During the year, the Band made purchases of \$72,881 (2020 - \$106,179) from Big Sky Station Ltd. for fuel and supplies. The Band also earned \$35,000 (2020 - \$35,000) in rent and received \$5,000 (2020 - \$5,000) in donations. Included in accounts payable is \$6,146 (2020 - \$5,236) due to Big Sky Station Ltd.

During the year, the Band paid \$43,838 (2020 - \$25,128) for community economic development services to Knucwentwecw Development Corporation.

During the year, the Band paid \$437,765 (2020 - \$573,049) for management fees, \$Nil (2020 - \$308,2020) for gravel materials and earned \$222,566 (2020 - \$259,877) in royalties, \$8,304 (2020 - \$11,457) in interest, \$92,249 (2020 - \$Nil) in proceeds on sale of equipment, and \$23,275 (2020 - \$39,900) in lease income from Painted Rock Aggregates & Contracting LLP. Included in accounts payable is \$311,037 (2020 - \$302,616) due to Painted Rock Aggregates & Contracting LLP.

During the year, the Band earned \$1,000,000 (2020 - \$550,000) from Stk'emlupsemc te Secwepemc Nation, a significantly influenced entity, for management and other services.

During the year, the Band earned \$137,697 (2020 - \$Nil) from Stk'emlupsemc Enterprises Inc., a significantly influenced entity, in dividends.

During the year, the Band earned \$1,401,260 (2020 - \$1,338,605) for management and other services from Stk'emlupsemc Limited Partnership, a significantly influenced entity.

During the year, the Band paid \$1,731,149 (2020 - \$1,850,896) in contract services to Skeetchestn Natural Resources Limited Liability Partnership. Included in accounts payable is \$326,264 (2020 - \$849,645) due to Skeetchestn Natural Resources Limited Liability Partnership.

During the year, the Band received \$Nil (2020 - \$66,612) for administration fees and \$27,836 (2020 - \$28,010) for supplies and vehicle operating costs from Skeetchestn Natural Resources Limited Liability Partnership. Included in accounts receivable is \$49,480 (2020 - \$118,967) due from Skeetchestn Natural Resources Limited Liability Partnership.

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

NOTE A18. ECONOMIC DEPENDENCE:

The Band receives a major portion of its revenue pursuant to a Funding Agreement with Indigenous Services Canada.

NOTE A19. FUNDS HELD IN TRUST - MINISTRY OF TRANSPORTATION & HIGHWAYS:

The Band has funds held in trust by Morelli Chertkow LLP, Lawyers, regarding compensation received from the Ministry of Transportation and Highways for lands, as follows:

Deadman - Vidette Road No. 1427	\$ 63,707
Deadman - Vidette Road Intersection - District Plan 215-1427-20	<u>5,406</u>
	<u><u>\$ 69,113</u></u>

The funds are to be held in trust until the lands are transferred to the Ministry by passage of a Federal Privy Council Order, and will be recognized as a revenue upon transfer.

SKEETCHESTN INDIAN BAND
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2021

NOTE A20. SEGMENTED INFORMATION:

The Skeetchestn Indian Band is a First Nations government institution that provides a range of programs and services to its members, including band revenue, administration, social development, education, public works, housing & capital projects and natural resources. For management reporting purposes the First Nations 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 by departments and their activities are reported in these funds. Certain departments that have been separately disclosed in the segmented information, along with the services they provide, are as follows:

Band Revenue

The Band Revenue department is responsible for administering projects the Band is involved in annually and on an on-going basis relating to the overall objectives of the First Nation.

Administration

Administration supports the development of stable, legitimate and accountable community governments. It also provides overall support of the First Nation including advisory services relating to financial management, band government, economic development, community services and technical services.

Stk'emlupsemc te Secwepemc Nation

Stk'emlupsemc te Secwepemc Nation is an unincorporated political entity that is the caretaker of the land base which is inhabited by the Tk'emlups te Secwepemc and Skeetchestn Indian Band. The object of the entity is to recover the costs of maintaining the natural resource rights and title within its traditional territory.

Social Development

Social Development provides assistance to community members unable to provide for themselves and their dependents. The services provided by this department include, but are not limited to, income assistance, child and family services, assisted living and early childhood development.

Social Housing

Social Housing department is responsible for the administration and management of Social Housing units.

Education

Education supports the members in expressing, preserving, developing and promoting its cultural heritage through the establishment and operation of First Nation education centres and programs. It also provides services for students at the elementary/secondary and post secondary level, including instructional services both on and off reserve as well as support services such as transportation, accommodation, guidance and counselling.

Public Works

Public Works supports the construction, operation and basic maintenance of community facilities and services such as water and sewage, roads, electrification, schools and fire protection. It is also responsible for ensuring that the facilities and community services meet recognized standards and are comparable to the services provided to nearby communities by provincial and municipal governments.

Housing & Capital Projects

Housing & Capital Projects works manages capital projects within the community undertaken to support the growth and or maintenance of the First Nations infrastructure.

Natural Resources

Natural Resources department is responsible for the development of land and resources under community control, access to economic opportunities on land and resources beyond community control, investment promotion, as well as research and advocacy. It also manages economic development planning, proposal development, and planning and implementation of ongoing activities and one-time projects.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in Note A1. For additional information see the Statement of Financial Activities - Segmented (Appendix 2).

SKEETCHESTN INDIAN BAND
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2021

NOTE A21. CASH FLOW INFORMATION:

During the year, the Band paid interest on long-term debt of \$35,529 (2020 - \$80,652) and received interest of \$75,910 (2020 - \$235,827) from various sources.

SKEETCHESTN INDIAN BAND
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2021

NOTE A22. COMPARATIVE FIGURES:

Certain accounts in the prior year financial statements have been reclassified for comparative purposes to conform with the presentation in the current year financial statements. These reclassifications have not impacted accumulated surplus. The impact of these changes in presentation are shown below.

St'k'emlupsemc Nation Reclassification

In the prior year, the financial information for St'k'emlupsemc to Secwepemc Nation (SSN) was presented as a net total as one line item included in Investments in government business enterprises. The 2020 reclassification has presented SSN on a proportional consolidation basis where the Band's share (50%) of SSN's assets, liabilities, revenues and expenses has been presented accordingly within the statement of financial position and SSN's segment within the statement of operations as this is a government partnership.

St'k'emlupsemc Limited Partnership Reclassification

The St'k'emlupsemc Limited Partnership previously presented as part of investments in government business enterprises is now presented as an investment in partnership within the statement of financial position.

Further, other comprehensive income reported under International Financial Reporting Standards on the St'k'emlupsemc Limited Partnership financial statements is now included in remeasurement gains instead of the statement of operations. This change in presentation had no impact to accumulated surplus.

St'k'emlupsemc Enterprises Inc. Reclassification

St'k'emlupsemc Enterprises Inc. previously presented as part of investments in government business enterprises is now presented as a long-term investment within the statement of financial position.

	2020 Opening	SSN Reclassification	SLP Reclassification	SEI Reclassification	2020 Ending
FINANCIAL ASSETS					
Cash	\$ 5,096,021	\$ -	\$ -	\$ -	\$ 5,096,021
Grants and accounts receivable (Note A4)	1,546,176	68,939	-	-	1,615,115
CMHC subsidy accrual	8,394	-	-	-	8,394
Restricted cash (Note A5)	6,032,117	5,186,907	-	-	11,219,024
Funds held in trust (Note A6)	5,102,417	-	-	-	5,102,417
Long-term investments & advances (Note A7)	15,844	399,065	-	(90,354)	324,555
Investment in partnerships (Note A8)	-	894,604	-	-	894,604
Investment in government business enterprises (Note A9)	14,934,786	(4,631,668)	(894,604)	90,354	9,498,868
	<u>32,735,755</u>	<u>1,023,243</u>	<u>-</u>	<u>-</u>	<u>33,758,998</u>
LIABILITIES					
Accounts payable and accruals	2,006,539	10,089	-	-	2,016,628
Prepaid rents	6,990	-	-	-	6,990
Security deposits	6,338	-	-	-	6,338
Due from related party (Note A11)	-	1,021,498	-	-	1,021,498
Deferred revenue (Note A12)	628,701	-	-	-	628,701
Long-term debt (Note A13)	1,740,180	-	-	-	1,740,180
	<u>4,388,748</u>	<u>1,031,587</u>	<u>-</u>	<u>-</u>	<u>5,420,335</u>
	<u>28,347,007</u>	<u>(8,344)</u>	<u>-</u>	<u>-</u>	<u>28,338,663</u>
NET FINANCIAL ASSETS					
NON FINANCIAL ASSETS					
Prepaid expenses	45,427	8,344	-	-	53,771
Tangible capital assets (Note A14)	11,183,162	-	-	-	11,183,162
	<u>11,228,589</u>	<u>8,344</u>	<u>-</u>	<u>-</u>	<u>11,236,933</u>
	<u>\$39,575,596</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$39,575,596</u>
ACCUMULATED SURPLUS (Note A15)					
ACCUMULATED SURPLUS, beginning of year	\$ 29,397,091	\$ -	\$ (653,337)	\$ -	\$ 29,397,091
EXCESS OF REVENUE OVER EXPENSES (Exhibit A4)	10,048,665	-	653,337	-	9,395,323
UNREALIZED GAINS (Exhibit A5)	129,845	-	-	-	783,182
ACCUMULATED SURPLUS, end of year	<u>\$39,575,596</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$39,575,596</u>

APPENDIX 1

SKEETCHESTN INDIAN BAND
SUMMARY SCHEDULE OF TANGIBLE CAPITAL ASSETS
Year ended March 31, 2021

	Buildings	Bridges & Cattle Guards	Water System	Automotive Equipment	Band Operations			Appraised Property & Equipment	Roads	Assets Under Construction	Social Housing Operations Phase 6-11	Totals		
					Office Equipment	Equipment	Farm & Irrigation Equipment					2021	2020	
Cost														
Balance, beginning of year	\$ 7,566,437	\$ 614,324	\$ 2,142,035	\$ 1,726,168	\$ 708,621	\$ 356,319	\$ 181,062	\$ 668,708	\$ 164,847	\$ 4,506,691	\$ 3,510,985	\$ 22,146,197	\$ 18,755,176	
Add: Additions during the year	-	-	8,068	133,804	20,339	-	-	-	-	1,116,554	-	1,278,765	3,391,021	
Less: Disposals during the year				(212,875)	(222,500)	-	-	-	-	(3,904,604)	-	(435,375)	-	
Transfers	3,904,604													
Balance, end of year	11,471,041	614,324	2,150,103	1,647,097	506,460	356,319	181,062	668,708	164,847	1,718,641	3,510,985	22,909,567	22,146,197	
Accumulated amortization														
Balance, beginning of year	4,689,334	564,180	1,646,662	1,402,295	341,612	265,813	180,542	668,708	164,847	-	1,059,042	10,963,035	10,194,278	
Add: Amortization	413,885	4,867	53,031	137,121	56,735	22,354	1,520	-	-	-	116,730	806,243	763,757	
Less: Disposals	-	-		(59,668)	(50,062)	-	-	-	-	-	-	(209,750)	-	
Balance, end of year	5,103,219	569,047	1,699,693	1,379,728	348,285	288,167	162,062	668,708	164,847	-	-	1,175,772	11,559,528	10,963,035
Net Book Value of Tangible Capital Assets	<u>\$ 6,367,822</u>	<u>\$ 45,277</u>	<u>\$ 450,410</u>	<u>\$ 267,369</u>	<u>\$ 158,175</u>	<u>\$ 68,152</u>	<u>\$ 19,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,718,641</u>	<u>\$ 2,335,213</u>	<u>\$ 11,430,059</u>	<u>\$ 11,183,162</u>	

See accompanying notes to financial statements.

APPENDIX 2

SKEETCHESTN INDIAN BAND
STATEMENT OF FINANCIAL ACTIVITIES - SEGMENTED
Year ended March 31, 2021

	Band Revenue	Administration	Sikemupsemec Nation	Social Development	Social Housing	Education	Public Works	Housing & Capital Projects	Natural Resources	Total 2021	Total 2020
REVENUE:											
Indigenous Services Canada	\$ 644,394	\$ 770,914	\$ -	\$ 719,518	\$ -	\$ 1,303,070	\$ 354,753	\$ 60,546	\$ 43,418	\$ 3,252,219	\$ 2,764,368
Leases and rentals											
CMHC											
Province of BC	31,474	-	30,000	41,771	-	100,594	71,147	-	40,000	140,594	900,717
Consulting and contract	598,176	111,412	3,050,145	689,212	-	173,616	794,800	2,400	60,000	234,392	448,886
First Nations Health Authority	-	-	-	-	-	-	-	-	-	5,260,712	7,834,460
FCRSA	-	-	-	-	-	-	-	-	-	780,271	2,378,955
Interest	42,317	9,756	22,839	-	998	-	-	-	-	822,850	473,629
Other	3,398,467	192,296	87,176	115,417	-	206,050	137,445	54,980	260,000	75,910	235,827
	<u>4,714,828</u>	<u>1,084,378</u>	<u>3,190,150</u>	<u>1,735,534</u>	<u>250,704</u>	<u>2,375,057</u>	<u>545,337</u>	<u>872,019</u>	<u>1,126,268</u>	<u>15,898,795</u>	<u>19,655,550</u>
EXPENSES:											
Administration fees (recovery)	22,599	(384,413)	-	104,288	117,397	109,106	494,514	-	-	103,095	(27,928)
Amortization	-	-	-	614,441	-	194,959	-	-	-	805,243	(54,261)
Assistance	-	-	-	2,272	-	-	-	-	-	765,757	-
Automotive	-	-	-	-	31,342	88,207	-	17,743	-	614,441	429,787
Bad debts and write downs (recovery)	13,337	-	-	-	-	-	-	-	-	13,337	150,114
Contract services	1,189,321	26,305	1,318,967	331,796	9,932	5,986	19,157	60,490	979,540	3,941,554	4,015,201
Education	14,828	-	256,516	1,556	4,147	410,958	-	-	-	425,796	409,436
Honorarium	-	17,950	-	-	22,013	23,433	-	-	-	285,632	311,396
Insurance	-	-	-	-	-	26,608	28,712	3,280	-	98,563	80,023
Interest and bank charges	-	7,512	614	-	-	-	-	-	-	8,126	43,684
Interest on demand loans and long-term debt	-	-	-	-	35,529	-	-	-	-	35,529	80,652
Licences, dues and fees	16,668	-	-	-	-	6,422	-	-	-	23,090	22,897
Materials and supplies	32,557	244,421	-	48,830	18,399	193,298	49,317	51,409	-	639,341	431,889
Office and other recovery	76,114	156,701	39,241	35,213	-	4,800	9,098	9,623	-	329,991	385,289
Professional fees	222,486	54,079	429,192	-	11,469	26,824	18,777	-	66,000	710,557	587,103
Repairs and maintenance	-	(50)	-	-	21,381	-	3,250	-	-	123,020	106,967
Training	-	54,956	-	25,742	-	23,880	-	-	-	24,581	13,520
Travel	-	30,178	-	6,688	-	25,885	122,415	1,985	2,220	106,798	128,401
Utilities	-	563,366	-	337,359	-	874,421	260,251	314,107	-	187,151	183,248
Wages and benefits											2,154,808
EXCESS (SHORTFALL) OF REVENUE OVER EXPENSES	\$ 1,587,910	\$ 1,027,521	\$ 1,789,550	\$ 251,694	\$ 1,541,926	\$ 1,948,235	\$ 568,657	\$ 314,107	\$ 35,600	\$ 2,385,004	\$ 10,261,227
	\$ 3,126,918	\$ 56,857	\$ 1,400,610	\$ 191,908	\$ (980)	\$ 426,832	\$ (525,835)	\$ 345,162	\$ 6,933	\$ 5,028,405	\$ 9,395,323

See accompanying notes to financial statements.

SKEETCHESTN INDIAN BAND
STATEMENT OF FINANCIAL ACTIVITIES - SEGMENTED
Year ended March 31, 2020

	Band Revenue	Administration	Skiemupsemic Seewepemic Nation	Social Development	Social Housing	Education	Public Works	Housing & Capital Projects	Natural Resources	Total 2020
REVENUE:										
Indigenous Services Canada	\$ 657,727	\$ 295,376	\$ -	\$ 505,755	\$ 143,982	\$ 1,340,570	\$ 502,786	\$ 60,351	\$ 59,490	\$ 2,764,368
Leases and rentals					100,751		39,900	59,108		900,717
CMI/C						142,030				100,751
Province of BC	49,971	2,650	3,000	39,762		460,266	9,343	44,964		448,886
Consulting and contract	862,827	376,847	5,811,861	268,352		27,964	2,183,857			7,834,460
First Nations Health Authority				167,134						2,378,955
FCRSA										473,629
Interest	141,134	33,933	54,775		5,985					235,827
Other	3,854,758	80,964	250	45,638		106,935		59,260		4,518,957
	<u>5,566,427</u>	<u>789,770</u>	<u>5,869,886</u>	<u>1,026,681</u>	<u>250,718</u>	<u>2,049,801</u>	<u>616,663</u>	<u>2,407,540</u>	<u>1,079,064</u>	<u>19,656,550</u>
EXPENSES:										
Administration fees (recovery)	11,000	(331,946)			101,237	17,414	91,261			(54,261)
Amortization					116,730	194,999	457,028			56,773
Assistance					429,787					768,757
Automotive					6,712					429,787
Bad debts and write downs (recovery)										150,114
Contract services	8,801		34,883							43,684
Education	1,525,743	50,505	1,349,323	1,983	4,800	14,650	46,992	18,353		4,015,201
Honorarium	12,060	251,068			3,575		39,376			409,436
Insurance		14,033			16,169		56,753			311,396
Interest and bank charges		7,526	689			22,735		25,005	2,081	80,023
Interest on demand loans and long-term debt									1	8,216
Licences, dues and fees	15,787					38,058		42,594		80,652
Materials and supplies	34,735	99,629					7,110			22,897
Office and other	143,070	76,061	37,165	10,891	15,600	140,509	67,139			431,889
Professional fees	218,323	55,693	308,887	117,355		(619)	7,413			388,289
Repairs and maintenance					4,200					587,103
Training		657		6,938	63,734	10,185				106,067
Travel	1,941	49,767		815		12,048				13,520
Utilities		31,261		59,186		14,671	2,040			128,401
Wages and benefits		396,335		4,545		32,539	116,213	690		185,248
	<u>1,971,460</u>	<u>700,709</u>	<u>1,730,947</u>	<u>344,875</u>	<u>1,087,899</u>	<u>276,705</u>	<u>797,358</u>	<u>387,027</u>	<u>211,693</u>	<u>17,500</u>
EXCESS (SHORTFALL) OF REVENUE OVER EXPENSES	\$ 3,594,967	\$ 89,061	\$ 4,138,939	\$ (61,218)	\$ (25,987)	\$ 231,307	\$ (628,781)	\$ 2,054,996	\$ 2,039	\$ 9,395,323