



MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying consolidated financial statements of Matachewan First Nation are the responsibility of management and have been approved by the Chief and Council of the First Nation.

The consolidated financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles. Consolidated financial statements are not prepared since they include certain amounts based on estimates and judgments. While estimates accounting methods and assumptions are used in the preparation of the consolidated financial statements, management has chosen to present the consolidated financial statements in the accompanying notes to the consolidated financial statements.

Consolidated Financial Statements of

MATACHEWAN FIRST NATION

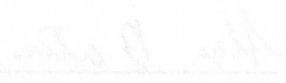
And Independent Auditor's Report thereon

Year ended March 31, 2023

The Chief and Council are responsible for ensuring that the consolidated financial statements are prepared in accordance with Canadian generally accepted accounting principles and for ensuring that the consolidated financial statements are presented fairly in all material aspects.

The Chief and Council review the First Nation's consolidated financial statements and supporting information. The Chief and Council meet to discuss and to review the consolidated financial statements and the auditor's report. The Chief and Council take this information into consideration when approving the consolidated financial statements for release to the public. The Chief and Council also consider the independence of the external auditor.

The consolidated financial statements have been audited by PwC LLP, in accordance with Canadian generally accepted auditing standards on behalf of the First Nation.



02/03/2023

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying consolidated financial statements of Matachewan First Nation are the responsibility of management and have been approved by the Chief and Council of the First Nation.

The consolidated financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles. Consolidated financial statements are not precise since they include certain amounts based on estimates and judgments. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the consolidated financial statements are presented fairly, in all material respects.

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

The Chief and Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the consolidated financial statements.

The Chief and Council review the First Nation's consolidated financial statements and recommend their approval. The Chief and Council meet to discuss and to review the annual report, the consolidated financial statements and the external auditors' report. The Chief and Council takes this information into consideration when approving the consolidated financial statements for issuance to the Members. The Chief and Council also consider the engagement of the external auditors.

The consolidated financial statements have been audited by KPMG LLP in accordance with Canadian generally accepted auditing standards on behalf of the First Nation.

Alex Batis

05/09/2025



KPMG LLP

Times Square
1760 Regent Street, Unit 4
Sudbury, ON P3E 3Z8
Canada
Telephone 705 675 8500
Fax 705 675 7586

INDEPENDENT AUDITOR'S REPORT

To the Council and Members of Matachewan First Nation

Opinion

We have audited the consolidated financial statements of Matachewan First Nation (the "First Nation"), which comprise:

- the consolidated statement of financial position as at March 31, 2023
- the consolidated statement of operations and accumulated surplus for the year then ended
- the consolidated statement of changes in net financial assets for the year then ended
- the consolidated statement of cash flows for the year then ended
- and the notes to the consolidated financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements")

In our opinion, the accompanying financial statements present fairly, in all material respects, the consolidated financial position of the First Nation as at March 31, 2023, and its consolidated results of operations and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibility under those standards are further described in the "***Auditor's Responsibilities for the Audit of the Financial Statements***" section of our auditor's 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 responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



Responsibility of Management 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 related to going concern and using the going concern basis of accounting unless management either intends to liquidate the First Nation or to cease operations or has no realistic alternative but to do so.

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 the 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 risk 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, internal 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 purposes 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.



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- 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 the 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 group First Nation to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

A handwritten signature in black ink that reads 'KPMG LLP' with a horizontal line underneath.

Chartered Professional Accountants, Licensed Public Accountants

Sudbury, Canada

September 10, 2025

MATACHEWAN FIRST NATION

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Year ended March 31, 2023

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MATACHEWAN FIRST NATION

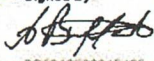
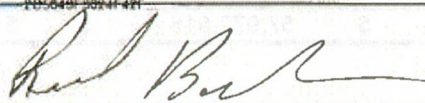
Consolidated Statement of Financial Position

March 31, 2023, with comparative information for 2022


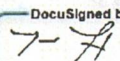
	2023	2022
Financial Assets		
Cash	\$ 52,151,815	\$ 39,583,445
Investments (note 2)	684,114	788,573
Consolidated revenue funds	330,313	322,193
Restricted assets - Matachewan First Nation Trust (note 3)	4,767,056	4,986,811
Accounts receivable	1,890,959	2,090,317
Investment in government business enterprises (note 4)	14,959,694	13,411,634
	<u>74,783,951</u>	<u>61,182,973</u>
Financial Liabilities		
Accounts payable and accrued liabilities	424,107	272,950
Deferred revenue (note 7)	24,153,151	16,141,175
	<u>24,577,258</u>	<u>16,414,125</u>
Net financial assets	<u>50,206,693</u>	<u>44,768,848</u>
Non-Financial Assets		
Tangible capital assets (note 8)	7,667,129	6,849,159
Prepaid expenses	98,693	98,693
	<u>7,765,822</u>	<u>6,947,852</u>
Contingent liabilities (note 9)		
Accumulated surplus (note 10)	<u>\$ 57,972,515</u>	<u>\$ 51,716,700</u>

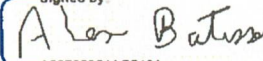
See accompanying notes to consolidated financial statements.

On behalf of Council:

Signed by:

 PO5049/2024/421


Melair
 B. Shaw
 Chief of Shaw

Signed by:

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Mary Bafiss
 Lilian Johnson
 Signed by:

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MATACHEWAN FIRST NATION

Consolidated Statement of Operations and Accumulated Surplus

Year ended March 31, 2023, with comparative information for 2022

	2023	2022
Revenue:		
Indigenous Services Canada (note 11)	\$ 2,151,411	\$ 1,975,572
Indigenous Services Canada - Health Canada (note 11)	289,846	260,874
Ontario First Nations Limited Partnership	659,062	462,909
Canada Mortgage and Housing Corporation	39,322	38,399
Provincial Funding	507,100	366,699
Wabun Tribal Council	2,793,557	916,893
Nishnawbe Aski Nation	248,727	166,074
Interest	1,136,313	55,497
Other	6,778,453	3,102,130
Matachewan First Nation Trust	146,337	1,469,433
Share of earnings from investment in government business enterprises	1,548,060	1,698,772
	16,298,188	10,513,252
Expenses:		
Band Support	1,664,937	998,646
Community Operations	447,037	456,776
Economic Development - Core	126,061	26,940
Economic Development - Other Programs	5,357,973	765,403
Health	833,145	734,254
Education	946,904	663,671
Community Property	174,532	54,971
Business Operations	348,555	203,462
Ontario First Nations Limited Partnership	24,921	52,619
Loss on sale of investments	36,469	1,887,214
Matachewan First Nation Trust	81,839	52,567
	10,042,373	5,896,523
Excess of revenue over expenses	6,255,815	4,616,729
Accumulated surplus, beginning of year	51,716,700	47,099,971
Accumulated surplus, end of year	\$ 57,972,515	\$ 51,716,700

See accompanying notes to consolidated financial statements.

MATACHEWAN FIRST NATION

Consolidated Statement of Changes in Net Financial Assets

Year ended March 31, 2023, with comparative information for 2022

	2023	2022
Excess of revenue over expenses	\$ 6,255,815	\$ 4,616,729
Acquisition of tangible capital assets	(1,147,779)	(958,090)
Amortization of tangible capital assets	329,809	320,976
	5,437,845	3,979,615
Acquisition of prepaid expenses	(98,693)	(98,693)
Use of prepaid expenses	98,693	59,992
Change in net financial assets	5,437,845	3,940,914
Net financial assets, beginning of year	44,768,848	40,827,934
Net financial assets, end of year	\$ 50,206,693	\$ 44,768,848

See accompanying notes to consolidated financial statements.

MATACHEWAN FIRST NATION

Consolidated Statement of Cash Flows

Year ended March 31, 2023, with comparative information for 2022

	2023	2022
Cash flows from operating activities:		
Excess of revenue over expenses	\$ 6,255,815	\$ 4,616,729
Adjustment for:		
Share of earnings from investment in government business enterprises	(1,548,060)	(1,698,772)
Earnings (loss) from Matachewan First Nation Trust	219,755	(1,416,866)
Loss on sale of investments	-	1,887,214
Amortization of tangible capital assets	329,809	320,976
	5,257,319	3,709,281
Change in non-cash working capital:		
Decrease in accounts receivable	199,358	327,083
Decrease (increase) in prepaid expenses	-	(38,701)
Increase (decrease) in accounts payable and accrued liabilities	151,157	(223,402)
Increase in deferred revenue	8,011,976	7,413,998
	13,619,810	11,188,259
Capital transactions:		
Acquisition of tangible capital assets	(1,147,779)	(958,090)
	(1,147,779)	(958,090)
Cash flow from investing activities:		
Increase in consolidated revenue funds	(8,120)	(5,011)
Net disposition of investments	104,459	1,619,542
	96,339	1,614,531
Net increase in cash	12,568,370	11,844,700
Cash, beginning of year	39,583,445	27,738,745
Cash, end of year	\$ 52,151,815	\$ 39,583,445

See accompanying notes to consolidated financial statements.

MATACHEWAN FIRST NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2023

Matachewan First Nation, located in Northern Ontario, administers programs and provides services on behalf of its members.

1. Significant accounting policies:

These consolidated financial statements of Matachewan First Nation (the "First Nation") are the representation of management and have been prepared in accordance with Canadian generally accepted accounting principles for local governments as recommended by the Public Sector Accounting Board (PSAB) of the Chartered Professional Accountants Handbook. The following is a summary of the significant accounting policies followed in the preparation of these consolidated financial statements:

(a) Reporting entity:

- (i) The reporting entity includes all of the committees of council under the control of the First Nation.
- (ii) Investment in government business enterprises:

These consolidated financial statements reflect the assets, liabilities, revenues and expenses of all programs under the control of Chief and Council.

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

Organizations consolidated include:

- Matachewan First Nation Trust

Organizations accounted for on a modified equity basis include:

- Matachewan First Nation Limited Partnership ("MFNLP")
- Niiwin Limited Partnership ("NLP")

Under the modified equity basis, the government business enterprises' accounting policies are not adjusted to conform with those of the First Nation and inter-organizational transactions and balances are not eliminated. The First Nation recognizes its equity interest in the annual income or loss of the government business enterprises in its consolidated statement of operations and accumulated surplus with corresponding increase or decrease in its investment account.

(b) Basis of accounting

The First Nation follows the accrual method of accounting for revenues and expenses. Revenues are normally recognized in the year in which they are earned and measurable. Expenses are recognized as they are incurred and measurable as a result of receipt of goods or services and/or the creation of a legal obligation to pay.

MATACHEWAN FIRST NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2023

1. Significant accounting policies (continued):

(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.

(i) Tangible capital assets:

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

Buildings	50 years
Furniture, computers and fixtures	3 to 5 years
Vehicles and equipment	3 to 20 years
Roads infrastructure	80 years
Water systems	20 and 50 years
Housing	25 years

Annual amortization is charged in the year of acquisition and in the year of disposal. Assets under construction are not amortized until the asset is available for productive use.

(ii) Works of art and cultural and historic assets are not recorded as assets in these consolidated financial statements.

(d) Revenue recognition:

Revenue is recognized as it becomes receivable under the terms of applicable funding agreements. Funding received under funding arrangements which relate to a subsequent fiscal period is reflected as deferred revenue in the year of receipt and classified as such on the consolidated statement of financial position.

(e) 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 at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Significant items subject to such estimates and assumptions include the carrying amount of tangible capital assets and valuation allowances for receivables. Actual results could differ from those estimates. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the year in which they become known.

MATACHEWAN FIRST NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2023

1. Significant accounting policies (continued):

(f) Consolidated revenue funds:

Funds held in trust are comprised of funds held in Ottawa Trust accounts and 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.

(g) Prior year funding adjustments:

The First Nation has entered into accountable contribution arrangements with several government funding agencies. All such programs are subject to audit by the various governments, with audit adjustments repayable to the government.

Adjustments made under funding arrangements relating to prior years are charged to operations in the year during which the adjustments are made.

(h) Investments:

Investments in non-controlled entities are recorded at cost. Temporary declines in the market value of the investments are not adjusted.

2. Investments:

	2023		2022	
	Cost	Market	Cost	Market
Mining investments	\$ 378,796	\$ 2,417,347	\$ 556,647	\$ 2,659,866
Mutual funds	305,318	305,318	231,926	231,926
	\$ 684,114	\$ 2,722,665	\$ 788,573	\$ 2,891,792

3. Restricted assets – Matachewan First Nation Trust:

Under the terms of an agreement with the trustees of the Matachewan First Nation Trust, the restricted assets are to be used for the benefit of the members of the First Nation for specified purposes outlined in the agreement. Disbursements are not to be made for the normal operating activities of the First Nation. The restricted assets of Matachewan First Nation Trust consist of the following at December 31, 2022:

	2023		2022	
	Cost	Market	Cost	Market
Cash	\$ 268,714	\$ 268,714	\$ 145,847	\$ 145,847
Net financial liabilities	(5,284)	(5,284)	(41,158)	(41,158)
Marketable securities	4,503,626	4,835,506	4,882,122	5,581,457
	\$ 4,767,056	\$ 5,098,936	\$ 4,986,811	\$ 5,686,146

MATACHEWAN FIRST NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2023

4. Investment in government business enterprises:

The investment in government business enterprises is comprised of the following:

	Ownership	2023	2022
MFNLP (note 5)	99%	\$ 14,399,393	\$ 12,699,990
2242185 Ontario Inc. ("MFNGP") (note 5)	100%	110,121	92,955
NLP (note 6)	24.75%	449,552	617,935
Niwin General Partner Inc. ("NGP") (note 6)	25%	628	754
		\$ 14,959,694	\$ 13,411,634

5. Investment in Matachewan First Nation Limited Partnership:

The First Nation has a direct 99% interest in Matachewan First Nation Limited Partnership and a further 1% interest by virtue of its 100% investment in 2242185 Ontario Inc., the general partner of MFNLP. MFNLP is engaged primarily in community and mining operations. The First Nation's interest in MFNLP's results of operations for the year ended March 31, 2023 is included in the First Nation's consolidated statement of operations and accumulated surplus.

The following table presents condensed supplementary financial information of MFNLP for the year ended March 31, 2023:

	2023	2022
Financial position:		
Total assets	\$ 16,627,215	\$ 14,708,054
Total liabilities	2,091,419	1,888,827
Net assets	\$ 14,535,796	\$ 12,819,227
Total equity attributable to equity holders of the Partnership	\$ 14,509,514	\$ 12,792,945
Non-controlling interest	26,282	26,282
Net assets	\$ 14,535,796	\$ 12,819,227
Results of operations:		
Revenues	\$ 13,633,149	\$ 15,473,676
Expenses	(11,916,580)	(13,625,342)
Non-controlling interest income	(17,166)	(18,483)
Net income	\$ 1,699,403	\$ 1,829,851

MATACHEWAN FIRST NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2023

5. Investment in Matachewan First Nation Limited Partnership (continued):

The investments at March 31, 2023 consists of the following:

	MFNLP	MFNGP	2023	2022
Balance, beginning of year	\$ 12,699,990	\$ 92,955	\$ 12,792,945	\$ 10,944,611
Share of income for the year	1,699,403	17,166	1,716,569	1,848,334
Balance, end of year	\$ 14,399,393	\$ 110,121	\$ 14,509,514	\$ 12,792,945

6. Investment in Niiwin Limited Partnership:

The First Nation has a direct 24.75% interest in Niiwin Limited Partnership and a further 0.25% interest by virtue of its 25% investment in Niiwin General Partner Inc., the general partner of NLP. NLP is primarily engaged in developing business opportunities. The First Nation's interest in NLP's results of operations for the year ended March 31, 2023 is included in the First Nation's consolidated statement of operations and accumulated surplus.

The following table presents condensed supplementary financial information of NLP for the year ended March 31, 2023:

	2023	2022
Financial position:		
Total assets	\$ 5,111,706	\$ 6,283,799
Total liabilities	3,310,981	3,809,040
Net assets	\$ 1,800,725	\$ 2,474,759
Total equity attributable to equity holders of the Partnership	\$ 450,180	\$ 618,689
Non-controlling interest	1,350,545	1,856,070
Net assets	\$ 1,800,725	\$ 2,474,759
Results of operations:		
Revenues	\$ 10,057,490	\$ 12,387,980
Expenses	(10,656,524)	(12,986,227)
Non-controlling interest	449,275	448,685
Net income	\$ (149,759)	\$ (149,562)

MATACHEWAN FIRST NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2023

6. Investment in Niiwin Limited Partnership (continued):

The investments at March 31, 2023 consists of the following:

	NLP	NGP	2023	2022
Balance, beginning of year	\$ 617,935	\$ 754	\$ 618,689	\$ 768,251
Share of income for the year	(149,647)	(112)	(149,759)	(149,562)
Redemption of partners' capital	(18,736)	(14)	(18,750)	–
Balance, end of year	\$ 449,552	\$ 628	\$ 450,180	\$ 618,689

7. Deferred revenue:

	2023	2022
Wabun Tribal Council	\$ 17,987,511	\$ 11,119,667
Indigenous Services Canada	4,448,423	4,098,863
Health Canada	371,211	424,470
Other	1,195,604	190,776
Nishnawbe Aski Nation	128,065	198,419
Provincial	13,357	100,000
Laidlaw Foundation	8,980	8,980
	\$ 24,153,151	\$ 16,141,175

MATCHEWAN FIRST NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2023

8. Tangible capital assets:

Cost	Balance at March 31, 2022	Additions	Disposals	Transfers	Balance at March 31, 2023
Land	\$ 381,115	\$ -	\$ -	\$ -	\$ 381,115
Buildings	2,336,169	61,947	-	-	2,398,116
Furniture, computers, fixtures	358,887	-	-	-	358,887
Vehicles and equipment	2,083,342	44,373	-	-	2,127,715
Road infrastructure	1,522,403	-	-	-	1,522,403
Water systems	4,106,879	-	-	-	4,106,879
Housing	931,578	143,370	-	-	1,074,948
Assets under construction	10,879	898,089	-	-	908,968
Total	\$ 11,731,252	1,147,779	\$ -	\$ -	\$ 12,879,031

Accumulated Amortization	Balance at March 31, 2022	Disposals	Amortization	Balance at March 31, 2023
Buildings	\$ 738,173	\$ -	\$ 54,034.00	\$ 792,207
Furniture, computers, fixtures	279,309	-	22,438.00	301,747
Vehicles and equipment	1,254,876	-	100,074.00	1,354,950
Road infrastructure	467,229	-	18,777.00	486,006
Water systems	1,690,852	-	96,818.00	1,787,670
Housing	451,654	-	37,668.00	489,322
Total	\$ 4,882,093	\$ -	\$ 329,809	\$ 5,211,902

	Net book value, March 2022	Net book value, March 31, 2023
Land	\$ 381,115	\$ 381,115
Buildings	1,597,996	1,605,909
Furniture, computers, fixtures	79,578	57,140
Vehicles and equipment	828,466	772,765
Road infrastructure	1,055,174	1,036,397
Water systems	2,416,027	2,319,209
Housing	479,924	585,626
Assets under construction	10,879	908,968
Total	\$ 6,849,159	\$ 7,667,129

MATCHEWAN FIRST NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2023

8. Tangible capital assets (continued):

Cost	Balance at March 31, 2021	Additions	Disposals	Transfers	Balance at March 31, 2022
Land	\$ 381,115	\$ -	\$ -	\$ -	\$ 381,115
Buildings	2,318,859	17,310	-	-	2,336,169
Furniture, computers, fixtures	272,233	86,654	-	-	358,887
Vehicles and equipment	1,812,492	270,850	-	-	2,083,342
Road infrastructure	1,050,455	471,948	-	-	1,522,403
Water systems	4,106,879	-	-	-	4,106,879
Housing	820,250	111,328	-	-	931,578
Assets under construction	10,879	-	-	-	10,879
Total	\$ 10,773,162	\$ 958,090	\$ -	\$ -	\$ 11,731,252

Accumulated Amortization	Balance at March 31, 2021	Disposals	Amortization	Balance at March 31, 2022
Buildings	\$ 685,505	\$ -	\$ 52,668	\$ 738,173
Furniture, computers, fixtures	260,952	-	18,357	279,309
Vehicles and equipment	1,150,144	-	104,732	1,254,876
Road infrastructure	451,401	-	15,828	467,229
Water systems	1,594,035	-	96,817	1,690,852
Housing	419,080	-	32,574	451,654
Total	\$ 4,561,117	\$ -	\$ 320,976	\$ 4,882,093

	Net book value, March 2021	Net book value, March 31, 2022
Land	\$ 381,115	\$ 381,115
Buildings	1,633,354	1,597,996
Furniture, computers, fixtures	11,281	79,578
Vehicles and equipment	662,348	828,466
Road infrastructure	599,054	1,055,174
Water systems	2,512,844	2,416,027
Housing	401,170	479,924
Assets under construction	10,879	10,879
Total	\$ 6,212,045	\$ 6,849,159

MATACHEWAN FIRST NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2023

9. Contingent liabilities:

- (a) The First Nation is contingently liable for loan guarantees to a chartered bank in favour of individual Band members, totaling \$231,778 (2022 - \$278,037).
- (b) The First Nation is involved in certain legal matters and litigation, the outcome of which is not presently determinable. The loss, if any, from these contingencies will be accounted for in the periods in which the matters are resolved.
- (c) The First Nation has entered into accountable contribution arrangements with several government funding agencies. All such programs are subject to audit by the various governments, with audit adjustments repayable to the government.

10. Accumulated surplus:

Accumulated surplus consists of individual fund surplus and reserves as follows:

	2023	2022
Invested in tangible capital assets	\$ 7,667,129	\$ 6,849,159
Consolidated revenue trust	330,313	322,193
Ontario First Nations Limited Partnership	7,951,688	7,244,528
Investment in government business enterprises	14,959,694	13,411,634
Operations	8,377,970	8,118,209
Matachewan First Nation Trust	5,014,840	4,986,811
Reserves	13,670,881	10,784,166
	\$ 57,972,515	\$ 51,716,700
Reserves:		
Band Support	\$ 2,468,057	\$ 1,709,503
Community Operations	141,406	141,783
Economic Development – Core	20,483	20,483
Economic Development – Other Programs	9,884,994	7,756,456
Health	575,577	575,577
Education	184,752	184,752
Transportation	117,730	117,730
Community Property	117,330	117,330
Social Services	7,947	7,947
Youth and Special Services	30,164	30,164
Rental	62,704	62,704
Business Operations	59,737	59,737
	\$ 13,670,881	\$ 10,784,166

MATACHEWAN FIRST NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2023

11. Indigenous Services Canada Funding ("ISC") revenue:

The revenue from ISC is comprised of the following:

Funding per confirmation	\$ 2,922,472
Add: opening deferred revenue	4,523,333
Add: amounts relating to previous years received and recognized	41,804
Less: set contribution funding repayable	(216,620)
Less: ending deferred revenue	(4,829,732)
Revenue per financial statements	\$ 2,441,257

12. Funds held in trust on behalf of members:

The First Nation holds in trust, at a chartered bank, guaranteed investment certificates ("GICs") totaling \$3,074,199 (2022 - \$3,398,226). The funds are held on behalf of individual Band members that had not reached the age of 18 at the date of declaration of one-time payouts of \$10,000 to each eligible member or at the date of declaration of one-time payouts of \$16,470 to each eligible member. The GICs are to be cashed and disbursed upon the member reaching the age of majority, maturity from 2024 to 2037.

13. Comparative information:

Certain 2022 comparative information have been reclassified where necessary to conform with the presentation adopted in 2023.

MATACHEWAN FIRST NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2023

14. Segmented information:

Matachewan First Nation is a diversified governmental institution that provides a wide range of services to its Members, including band support, health services, education, social assistance, capital projects and business operations in addition to also managing specific funds from others. For management reporting purposes the First Nation's operations and activities are organized and reported by fund. Funds were created for the purpose of recording specific activities to attain certain objectives in accordance with special regulations, restrictions or limitations.

Services are provided by functional areas and their activities are reported in these funds. Certain functional areas that have been separately disclosed in the segmented information, along with the services they provide, are as follows:

Band Support

The band support department oversees the delivery of all governmental services. The department is responsible for ensuring that there are adequate policies and procedures in place to safeguard assets and to properly report consolidated financial activities. In addition, this department includes the governance activities of chief and council and management and assistance for the related departments within the First Nation.

Community Operations

The community operations department provides public services that contribute to sustainability through the provision of maintenance and operating services such as roads, water and sanitation, fire protection, street lighting and community buildings.

Economic Development

The economic development functional area develops employment and training opportunities, along with identification of economic development initiatives for the First Nation and its members.

Health

The health services functional area provides a diverse bundle of services directed toward the well-being of the Members including such activities as patient transportation, early childhood development and various other health related activities.

Education

The education functional area administers tuition agreements with various school boards, manages the post-secondary program for its members and provides local transportation for the students.

Community Property

The community property department provides services for the longevity of the First Nation by the acquisition or construction of equipment, roads and housing. Revenue and expenses included in the community property department are generally of long-term in nature, capitalized in the accounts of the First Nation and amortized over their useful life.

Business Operations

Various business activities of the First Nation like vehicle and equipment rental are managed through this department. Its primary focus is to generate profit on behalf of the First Nation.

Other

Other captures the First Nation's activities related to its participation with the Ontario First Nations Limited Partnership and its investments in government business enterprises.

MATACHEWAN FIRST NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2023

14. Segmented information (continued):

For each reported segment, revenues and expenses include amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocations methodologies are employed in the preparation of segmented financial information, including transfers that have been apportioned based on a percentage of budgeted expenses.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in the summary of significant accounting policies.

MATACHEWAN FIRST NATION

Notes to Consolidated Financial Statements

Note 14 - Segmented Information (continued)

Year ended March 31, 2023

	Band Support	Community Operations	Economic Development	Health	Education	Community Property	Business Operations	Other	2023 Total
Revenue	\$ 2,816,360	\$ 305,829	\$ 7,813,949	\$ 841,408	\$ 946,092	\$ 116,152	\$ 1,023,799	\$ 2,434,599	\$ 16,298,188
Expenses:									
Salaries and benefits	747,298	20,531	284,768	238,340	81,614	480	67,484	-	1,440,515
Materials and supplies	98,788	39,531	78,496	228,047	30,582	26,044	217	24,921	526,626
Contractual services	369,412	85,733	148,684	-	6,240	19,636	898,789	81,839	1,610,333
Tuition	-	-	-	-	418,899	-	-	-	418,899
Travel	55,895	240	26,140	33,123	672	-	90	-	116,160
Other	469,691	157,572	4,967,589	336,489	408,085	93,556	380,006	36,469	6,849,457
Administration recovery	(101,647)	-	-	-	-	-	-	-	(101,647)
Amortization of tangible capital assets	57,240.00	143,430.00	18,237.00	31,846.00	812.00	49,075.00	29,169.00	-	329,809
Investment in tangible capital assets	(31,740.00)	-	(39,880.00)	(34,700.00)	-	(14,259.00)	(1,027,200.00)	-	(1,147,779)
	1,664,937	447,037	5,484,034	833,145	946,904	174,532	348,555	143,229	10,042,373
Excess (deficiency) of revenue over expenses	\$ 1,151,423	\$ (141,208)	\$ 2,329,915	\$ 8,263	\$ (812)	\$ (58,380)	\$ 675,244	\$ 2,291,370	\$ 6,255,815

MATACHEWAN FIRST NATION

Notes to Consolidated Financial Statements

Note 14 - Segmented Information (continued)

Year ended March 31, 2023

	Band Support	Community Operations	Economic Development	Health	Education	Community Property	Business Operations	Other	2022 Total
Revenue	\$ 1,231,175	\$ 365,050	\$ 3,729,098	\$ 714,436	\$ 656,944	\$ 49,390	\$ 115,857	\$ 3,534,518	\$ 10,396,468
Expenses:									
Salaries and benefits	475,986	2,801	246,182	214,497	84,906	-	55,074	1,012	1,080,458
Materials and supplies	59,362	22,756	44,115	264,540	35,190	55,995	3,734	51,607	537,299
Contractual services	131,984	66,221	66,420	883	3,930	-	-	52,567	322,005
Tuition	-	-	-	-	278,999	-	-	-	278,999
Travel	5,719	4,495	32,350	13,546	4,762	-	50	-	60,922
Other	675,096	335,460	860,708	217,136	248,608	10,991	169,859	-	2,517,858
Administration recovery	(151,118)	-	-	-	-	-	-	-	(151,118)
Amortization of tangible capital assets	43,620	140,543	14,516	40,962	7,276	43,980	30,079	-	320,976
Loss on sale of investments	-	-	1,887,214	-	-	-	-	(116,784)	1,770,430
Investment in tangible capital assets	(242,003)	(115,500)	(471,948)	(17,310)	-	(55,995)	(55,334)	-	(958,090)
	998,646	456,776	2,679,557	734,254	663,671	54,971	203,462	(11,598)	5,779,739
Excess (deficiency) of revenue over expenses	\$ 232,529	\$ (91,726)	\$ 1,049,541	\$ (19,818)	\$ (6,727)	\$ (5,581)	\$ (87,605)	\$ 3,546,116	\$ 4,616,729