

MI'KMAQ FIRST NATION'S ASSEMBLY OF NEWFOUNDLAND, INC.

FINANCIAL STATEMENTS
(Unaudited)

JUNE 30, 2014

MI'KMAQ FIRST NATION'S ASSEMBLY OF NEWFOUNDLAND, INC.

JUNE 30, 2014

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ROLAND J. BURT

1.

Certified General Accountant

REVIEW ENGAGEMENT REPORT

To the Members of Council

MI'KMAQ FIRST NATION'S ASSEMBLY OF NEWFOUNDLAND, INC.

I have reviewed the statement of financial position of the Mi'Kmaq First Nation's Assembly of Newfoundland, Inc. as at June 30, 2014 and the statements of operations and accumulated surplus, and cash flows for the year then ended. My review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures, and discussion related to information supplied to me by the First Nation's Assembly.

A review does not constitute an audit and consequently, I do not express an audit opinion on these financial statements.

Based on my review, nothing has come to my attention that causes me to believe that these financial statements are not, in all material respects, in accordance with generally accepted accounting principles.

Roland J. Burt

Corner Brook, NL
August 12, 2014

Certified General Accountant

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STATEMENT OF FINANCIAL POSITION
(Unaudited)
As at June 30, 2014

ASSETS

CURRENT ASSETS

Cash (Note 3)	\$ 77,392
Retainer fee receivable (Note 4)	<u>5,000</u>

\$ 82,392

LIABILITIES

CURRENT LIABILITIES

Accounts payable and accruals (Note 5)	\$ 4,547
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ACCUMULATED SURPLUS

77,845

\$ 82,392

On Behalf of Mi'Kmaq First Nation's Assembly of Newfoundland, Inc.

STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS

(Unaudited)

Year ended June 30, 2014

Revenue	
Membership registration fees	\$ 143,050
Government of Canada	
- Travel reimbursement	2,099
Fund Raising	
- Ticket sales	2,660
- Skidoo Ride	<u>517</u>
	<u>148,326</u>
Expenditures	
Professional fees	
- Legal	53,849
- Accounting	1,200
Promotional items	6,465
Interest and bank charges	3,016
Travel costs	2,651
Insurance	1,450
Office and equipment	817
Conference room rentals	533
Father's Day draw	<u>500</u>
	<u>70,481</u>
Annual Surplus	77,845
Accumulated Surplus, beginning of year	<u>-</u>
Accumulated Surplus, end of year	<u>\$ 77,845</u>

(See accompanying notes to the financial statements) _____

Roland J. Burt C.G.A.

STATEMENT OF CASH FLOWS
(Unaudited)
Year ended June 30, 2014

CASH FLOWS FROM OPERATING ACTIVITIES

Annual surplus		\$ 77,845
Net changes in non-cash working capital		
Decrease (increase) in retainer fee receivable		(5,000)
Increase (decrease) in accounts payable and accruals		<u>4,547</u>
Increase (decrease) in cash and cash equivalents		77,392
Cash and cash equivalents, beginning of year	<u> </u>	<u>-</u>
Cash and cash equivalents, end of year		<u>\$ 77,392</u>

(See accompanying notes to the financial statements)

Roland J. Burt C.G.A.

NOTES TO FINANCIAL STATEMENTS

(Unaudited)

Year ended June 30, 2014

1. NATURE OF BUSINESS

The Mi'Kmaq First Nation's Assembly of Newfoundland, Inc, is incorporated under the Corporations Act of Newfoundland and Labrador. It is exempt from federal and provincial income tax under the Income Tax Act of Canada.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

These financial statements have been prepared in accordance with generally accepted accounting principles for the public sector as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants, and include the following significant accounting policies:

Revenue Recognition

Revenues are recorded in the period in which the transactions or events occurred that give rise to the revenues.

Donated Services

The work of the organization is dependent, in part, on the voluntary service of individuals. The value of donated services is not recognized in these statements.

Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from these estimates.

NOTES TO FINANCIAL STATEMENTS

(Unaudited)

Year ended June 30, 2014

3. CASH

Cash consists cash on deposit with a Canadian Chartered Bank.

4. RETAINER FEE RECEIVABLE

A retainer fee of \$ 5,000 was required by the law firm of Gowlings Lafleur Henderson LLP, as a condition of the firm providing legal services.

5. ACCOUNTS PAYABLE AND ACCRUALS

Legal fees payable	\$ 3,347
Accrued accounting fee	<u>1,200</u>
	<u>\$ 4,547</u>

6. ECONOMIC DEPENDENCE

As the Corporation's main source of revenue is deprived from membership registration fees, its ability to continue a viable operation is dependent upon its ability to continue to receive these fees.

NOTES TO FINANCIAL STATEMENTS

(Unaudited)

Year ended June 30, 2014

7. FINANCIAL INSTRUMENTS

All assets and liabilities are financial instruments, and are initially recorded at fair market value and subsequently recorded at amortized cost.

Fair value of the financial instruments

The fair value of a financial instrument is the estimated amount that the Mi'Kmaq First Nation's Assembly of Newfoundland, Inc. would receive or pay to settle a financial asset or financial liability as at the reporting date.

The fair values of retainer fee receivable, and accounts payable and accruals approximate their carrying values due to the nature or capacity for prompt liquidation.

Credit Risk

Credit risk is the potential for financial loss should a counter-party in a transaction fail to meet its obligation. The Corporation places its cash with a high quality banking institution and believes its exposure is not significant. The corporation's credit risk from retainer fee receivable is also not significant given the reputation of the legal firm.

Interest Rate Risk

Interest rate risk refers to the risk that the fair value of financial instruments will fluctuate due to changes in market rates. The corporation has no interest bearing liabilities.
