

**QALIPU MI'KMAQ FIRST NATION
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
MARCH 31, 2013**

QALIPU MI'KMAQ FIRST NATION
MARCH 31, 2013

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MARCH 31, 2013

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QALIPU MI'KMAQ FIRST NATION

STATEMENT OF RESPONSIBILITY

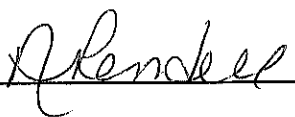
The accompanying Financial Statements are the responsibility of the management of the Qalipu Mi'kmaq First Nation and have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles established by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants.

In carrying out its responsibilities, management maintains appropriate systems of internal and administrative controls designed to provide reasonable assurance that transactions are executed in accordance with proper authorization, that assets are properly accounted for and safeguarded, and that financial information produced is relevant and reliable.

The Council of the Band met with management and its external auditors to review a draft of the financial statements and to discuss any significant financial reporting or internal control matters prior to their approval of the finalized financial statements.

Bonnell Cole Janes, as the Band's appointed external auditors, have audited the Financial Statements. The Auditors' report is addressed to the members of Council and appears on the following page. Their opinion is based upon an examination conducted in accordance with Canadian generally accepted auditing standards, performing such tests and other procedures as they consider necessary to obtain reasonable assurance that the Financial Statements are free of material misstatement and present fairly the financial position and results of the Band in accordance with Canadian generally accepted accounting principles.


_____, Chief


_____, Chief Executive Officer

INDEPENDENT AUDITORS' REPORT

To the Members of Council:
Qalipu Mi'kmaq First Nation

We have audited the accompanying consolidated financial statements of Qalipu Mi'kmaq First Nation, which comprise the consolidated statement of financial position as at March 31, 2013 and the statements of operations and accumulated surplus, changes in net assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian Public Sector Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting principles used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Qalipu Mi'kmaq First Nation as at March 31, 2013, and the results of its operations, changes in net assets and its cash flows for the year then ended in accordance with Canadian Public Sector Accounting Standards.

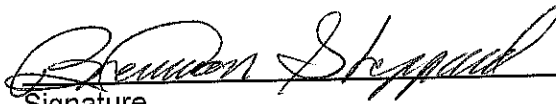
Corner Brook,
Newfoundland and Labrador
June 24, 2013

Bonnell Cole Jones
CHARTERED ACCOUNTANTS

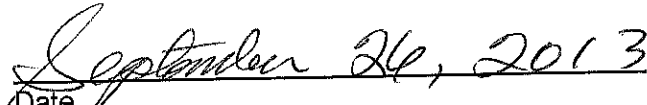
QALIPU MI'KMAQ FIRST NATION
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2013

	<u>2013</u>	<u>2012</u>
Financial assets		
Cash (Note: 2)	\$ 772,789	\$ 60,373
Accounts receivable (Note: 3)	503,591	719,660
Investments in government business enterprises (Note: 4)	<u>100</u>	<u>100</u>
Total financial assets	<u>1,276,480</u>	<u>780,133</u>
Liabilities		
Accounts payable and accrued liabilities (Note: 5)	\$ 1,009,953	\$ 732,455
Bank loan		5,000
Deferred revenue (Note: 6)	168,866	9,500
Reserves (Note: 11)	<u>30,000</u>	<u> </u>
Total liabilities	<u>1,208,819</u>	<u>746,955</u>
Net assets	<u>67,661</u>	<u>33,178</u>
Non-financial assets		
Tangible capital assets (Note: 16)	683,927	867,109
Fishing Licences (Note: 14)	877,600	877,600
Prepaid expenses (Note: 7)	<u>15,624</u>	<u>2,732</u>
Total non-financial assets	<u>1,577,151</u>	<u>1,747,441</u>
Accumulated surplus	<u>\$ 1,644,812</u>	<u>\$ 1,780,619</u>
Contingencies (Note: 8)		
Contractual Obligations (Note: 10)		

Approved on Behalf of Chief & Council:



 Signature



 Date

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2013
(With comparative figures for the six months ended March 31, 2012)

	<u>Budget</u>	<u>2013</u>	<u>2012</u>
Revenue	\$11,890,544	\$11,634,377	\$ 6,046,191
Expenses	<u>11,906,594</u>	<u>11,635,610</u>	<u>6,047,409</u>
Annual surplus / (deficit)	\$ <u>(16,050)</u>	(1,233)	(1,218)
Accumulated surplus at beginning of year		1,780,619	
Transfer of capital assets from Federation of Newfoundland Indians (net)			1,781,837
Transfer of capital assets to Qalipu Development Corporation (net)		<u>(134,574)</u>	<u> </u>
Accumulated surplus at end of year		<u>\$ 1,644,812</u>	<u>\$ 1,780,619</u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
CONSOLIDATED STATEMENT OF REVENUE
FOR THE YEAR ENDED MARCH 31, 2013
(With comparative figures for the six months ended March 31, 2012)

	<u>Budget</u>	<u>2013</u>	<u>2012</u>
REVENUE			
Federal Government			
Aboriginal Affairs and Northern Development Canada (Note: 12)	\$ 9,988,448	\$ 9,882,204	\$ 5,452,264
Service Canada	1,229,471	1,175,609	
Department of Fisheries and Oceans	275,000	275,000	456,600
Health Canada	92,868	93,068	
Province of Newfoundland and Labrador			
Department of Health and Community Services	5,964	5,963	
Department of Human Resources Labour and Employment	34,000	11,328	
Congress of Aboriginal Peoples	83,500	83,500	85,144
Administration fees	145,593	56,443	43,683
Rent	35,700	46,550	7,800
Miscellaneous	<u> </u>	<u>4,712</u>	<u>700</u>
	<u>\$11,890,544</u>	<u>\$11,634,377</u>	<u>\$ 6,046,191</u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
CONSOLIDATED STATEMENT OF EXPENSES
FOR THE YEAR ENDED MARCH 31, 2013

(With comparative figures for the six months ended March 31, 2012)

	<u>Budget</u>	<u>2013</u>	<u>2012</u>
EXPENSES			
Skills development - University	\$ 5,531,017	\$ 5,624,089	\$ 2,711,961
Skills development - Community College	2,816,956	2,922,542	950,587
Wages and benefits	1,461,080	1,263,448	458,522
Consulting and research fees	510,253	531,141	338,097
Rent	141,588	140,228	38,577
Travel and meetings	169,407	135,150	73,234
Amortization of tangible capital assets		99,285	53,005
Election expenses	105,000	97,115	
Office and postage	93,000	96,918	105,483
Contribution to Mi'kmaq Commercial Fisheries Inc.	75,000	75,000	435,600
Summer program	74,000	71,409	
Professional fees	87,154	68,347	20,828
Staff skills development	37,547	66,024	5,602
Graduate incentive	50,000	54,050	
Honorariums and per diems	55,000	53,964	20,425
Self employment assistance	48,000	49,017	
Telephone	76,838	46,007	17,489
RCMP youth program	46,000	35,804	
Wage subsidy	62,000	30,571	
Reserve for election (Note: 11)		30,000	
Insurance	32,970	27,798	10,757
Contribution to Qalipu Development Corporation	23,963	23,963	529,148
Cultural activities	22,000	21,730	500
Advertising and promotion	32,374	19,851	59,143
Contribution to MAMKA	16,000	16,000	
Maintenance and supplies	8,924	10,451	11,156
Communications	9,150	10,304	
Interest and bank charges	7,000	7,947	3,046
Miscellaneous	3,458	5,092	12,343
Capacity building	2,000	1,935	
Band internet support		430	5,500
Assistance to enrolment clerks			49,130
Heat and light			3,697
Contribution to Aboriginal Housing Program			7,834
Contribution to PSE offices			105,604
Write down of tangible capital assets			20,141
Administration fees	<u>308,915</u>		
	<u>\$11,906,594</u>	<u>\$11,635,610</u>	<u>\$ 6,047,409</u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED MARCH 31, 2013
(With comparative figures for the six months ended March 31, 2012)

	<u>Budget</u>	<u>2013</u>	<u>2012</u>
Annual surplus/ (deficit)	\$ (16,050)	\$ (1,233)	\$ (1,218)
Tangible capital assets:			
Acquisition of tangible capital assets	(11,180)	(50,677)	(36,018)
Amortization of tangible capital assets	99,285	99,285	53,005
Write-down of tangible capital assets			20,141
Acquisition of prepaid expenses	<u> </u>	<u>(12,892)</u>	<u>(2,732)</u>
Increase in net assets	<u>\$ 72,055</u>	34,483	33,178
Net assets at beginning of year		<u>33,178</u>	<u> </u>
Net assets at end of year		<u>\$ 67,661</u>	<u>\$ 33,178</u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2013
(With comparative figures for the six months ended March 31, 2012)

	<u>2013</u>	<u>2012</u>
Operating activities		
Annual surplus / (deficit)	\$ (1,233)	\$ (1,218)
Items not affecting cash:		
(Gain) Loss on disposal of tangible capital assets		20,141
Amortization of tangible capital assets	<u>99,285</u>	<u>53,005</u>
	98,052	71,928
 Changes in non-cash items on Statement of Financial Position		
(Increase) decrease in accounts receivable	216,069	(719,660)
Increase in reserve for future election	30,000	
(Increase) decrease in prepaid expenses	(12,892)	(2,732)
Increase (decrease) in accounts payable	277,498	732,455
Increase (decrease) in deferred revenue	<u>159,366</u>	<u>9,500</u>
Cash provided by (used for) operating activities	<u>768,093</u>	<u>91,491</u>
 Capital activities		
Purchase of tangible capital assets	<u>(50,677)</u>	<u>(36,018)</u>
Cash provided by (used for) capital activities	<u>(50,677)</u>	<u>(36,018)</u>
 Investing activities		
Purchase of share in Qalipu Development Corporation	_____	(100)
Cash provided by (used for) investing activities	_____	(100)
 Financing activities		
Proceeds from (repayment of) debt	<u>(5,000)</u>	<u>5,000</u>
Cash provided by (used for) financing activities	<u>(5,000)</u>	<u>5,000</u>
 Increase (decrease) in cash for the year	712,416	60,373
 Cash, beginning of the year	<u>60,373</u>	_____
 Cash, end of the year	<u>\$ 772,789</u>	<u>\$ 60,373</u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2013
(With comparative figures for the six months ended March 31, 2012)

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Accounting

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. In addition, Qalipu Mi'kmaq First Nation includes certain financial information that are not required by the Canadian public sector accounting standards. This information is presented in order to satisfy Aboriginal Affairs and Northern Development Canada and is presented on pages 36 to 40.

(b) Reporting Entity

The Qalipu Mi'kmaq First Nation reporting entity includes the Qalipu Mi'kmaq First Nation government and all related entities that are controlled by the First Nation.

(c) Principles of Consolidation

All controlled entities are fully consolidated on a line-by-line basis except for the commercial enterprises which meet the definition of 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 accounted for on a modified equity basis include:

- Qalipu Development Corporation

(d) Asset Classification

Assets are classified as either financial or non-financial. Financial assets are assets that could be used to discharge existing liabilities or finance future operations. Non-financial assets are acquired, constructed or developed assets that do not provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale. Non-financial assets include tangible capital assets, prepaid expenses and inventories of supplies.

(e) Cash

Cash includes cash on hand and balances with banks net of bank overdraft.

(f) Tangible Capital Assets

Tangible capital assets include acquired, built, developed and improved tangible capital assets, whose useful life extends beyond one year and which are intended to be used on an ongoing basis for producing goods or delivering services.

Tangible capital assets are reported at net book value. Contributions received to assist in the acquisition of tangible capital assets are reported as deferred revenue and amortized to income at the same rate as the related asset.

Certain assets which have historical or cultural value, including works of art, historical documents and historical and cultural artifacts, are not recognized as tangible capital assets. Assets under construction are not amortized until the asset is available to be put into service.

(Cont'd)

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2013
(With comparative figures for the six months ended March 31, 2012)

1. SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

(f) Tangible Capital Assets - Cont'd

Amortization is provided for on a straight-line basis, over the expected useful life of the assets in the table that follows.

Boats	10 years
Machinery, equipment and furniture	5 years
Computer Hardware and Software	4 years

(g) Net Assets

The First Nation's financial statements are presented so as to highlight net assets as the measurement of financial position. The net assets of the First Nation is determined by its financial assets less its liabilities.

(h) Revenue

All revenue is recorded on the accrual basis whereby amounts received or recorded as receivable but not earned by the end of the fiscal year are recorded as deferred revenue. Funding received under the terms of contribution agreements with the federal government is recognized as revenue once eligibility criteria have been met. Funding is recorded as deferred revenue if it has been restricted by the federal government for a stated purpose, such as a specific program or the purchase of tangible capital assets. Deferred revenue is recognized in revenue over time as the recognition criteria are met.

(i) Measurement Uncertainty

In preparing the financial statements for the government of Qalipu Mi'kmaq First Nation, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenue and expenses during the period. The main estimates used in preparing these financial statements include the amortization of the capital assets. Actual results could differ from these estimates.

2. CASH

Cash is comprised of the following

	<u>2013</u>	<u>2012</u>
Unrestricted		
Operating	\$ <u>772,789</u>	\$ <u>60,373</u>

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2013
(With comparative figures for the six months ended March 31, 2012)

3. ACCOUNTS RECEIVABLE

	<u>2013</u>	<u>2012</u>
Aboriginal Affairs and Northern Development Canada	\$ 19,589	\$ 632,540
Department of Fisheries and Oceans	108,195	
Federation of Newfoundland Indians	20,904	14,052
Mi'kmaq Commercial Fisheries	41,629	
Qalipu Development Corporation	137,397	
Congress of Aboriginal Peoples	67,500	
Government of Newfoundland and Labrador	34,000	
Small amounts owing (Net of doubtful accounts)	1,395	1,636
Mi'kmaq Alsumk Mowimsikik Koqoey Association Inc.	2,345	24,842
HST Refund	<u>70,637</u>	<u>46,590</u>
Total Accounts Receivable	<u>\$ 503,591</u>	<u>\$ 719,660</u>

4. INVESTMENT IN GOVERNMENT BUSINESS ENTERPRISES

The commercial government business enterprises that are included in the First Nation reporting entity, as described in Note 1 (c) to these financial statements includes:

- Qalipu Development Corporation

The following table presents condensed financial information for these commercial enterprises.

	<u>2013</u>	<u>2012</u>
Cash	\$ 52,403	\$
Accounts Receivable	18,458	138,740
Prepaid expenses	13,835	4,521
Tangible Capital Assets	<u>1,965,873</u>	<u>523,338</u>
Total Assets	<u>\$ 2,050,569</u>	<u>\$ 666,599</u>
Accounts Payable	\$ 81,252	\$ 162
Income taxes payable	4,696	
Long term debt	981,700	
Due to Qalipu Mi'kmaq First Nation	137,397	
Deferred Government Assistance	<u>818,823</u>	<u>667,008</u>
Total Liabilities	2,023,868	667,170
Shareholders' equity (deficit)	<u>26,701</u>	<u>(571)</u>
Total liabilities and shareholders' equity	<u>\$ 2,050,569</u>	<u>\$ 666,599</u>
Revenue	\$ 143,187	\$
Expenses	<u>111,219</u>	<u>671</u>
Net income before income taxes	31,968	(671)
Income taxes	<u>4,696</u>	<u> </u>
Net income (loss) for the year	<u>\$ 27,272</u>	<u>\$ (671)</u>

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2013
(With comparative figures for the six months ended March 31, 2012)

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	<u>2013</u>	<u>2012</u>
Trade payables	\$ 441,073	\$ 219,076
Accrued salaries and employee benefits payable	41,067	2,349
Other accrued liabilities	505,638	405,326
Qalipu Development Corporation		105,704
Aboriginal Affairs and Northern Development Canada	<u>22,175</u>	<u> </u>
Total accounts payable	<u>\$ 1,009,953</u>	<u>\$ 732,455</u>

6. DEFERRED REVENUE

The Nation has received the following advances from funding agencies. These advances are recorded as deferred revenue and will be recorded as current revenue in the year the expenses are incurred.

	<u>2013</u>	<u>2012</u>
Department of Human Resources Labour and Employment	\$ 22,672	\$
Aboriginal Affairs and Northern Development Canada	23,543	
Department of Education	9,500	9,500
Service Canada	89,114	
Department of Health and Community Services	<u>24,037</u>	<u> </u>
	<u>\$ 168,866</u>	<u>\$ 9,500</u>

7. PREPAID EXPENSES

	<u>2013</u>	<u>2012</u>
Employee benefits	<u>\$ 15,624</u>	<u>\$ 2,732</u>

8. CONTINGENCIES

Qalipu Mi'kmaq First Nation has entered into contribution agreements with various federal government departments. Funding received under these contribution agreements is subject to repayment if the First Nation fails to comply with the terms and conditions of the agreements.

In addition, in the normal course of its operations, Qalipu Mi'kmaq First Nation becomes involved in legal actions. Some of these potential liabilities may become actual liabilities when one or more future events occur or fail to occur. To the extent that the future event is likely to occur, and a reasonable estimate of the loss can be made, an estimated liability is accrued and an expense recorded on Qalipu Mi'kmaq First Nation's financial statements.

9. ECONOMIC DEPENDENCE

The government of Qalipu Mi'kmaq First Nation receives a major portion of its revenue from Aboriginal Affairs and Northern Development Canada and Service Canada. The nature and extent of this revenue is of such significance that the First Nation is economically dependent on this source of revenue.

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2013
(With comparative figures for the six months ended March 31, 2012)

10. CONTRACTUAL OBLIGATIONS

The nature of Qalipu Mi'kmaq First Nation's activities can result in some multi-year contracts whereby it will be obligated to make future payments when the goods or services are received. At March 31, 2013 there were no significant contractual obligations that can be reasonably estimated.

11. RESERVES

Qalipu Mi'kmaq First Nation has established a reserve to fund future election expenses. Amounts added to the reserve in the fiscal year will be recorded as a current expenditure in the year of addition.

12. ABORIGINAL AFFAIRS AND NORTHERN DEVELOPMENT CANADA FUNDING RECONCILIATION

	<u>2013</u>	<u>2012</u>
Funding per financial statements	\$ 9,882,204	\$ 5,452,264
Add: Current year deferred revenue - Community Economic Opportunities Program	23,543	
Add: Repayment - Secure Card program	<u>22,175</u>	<u> </u>
Funding per funding confirmation	<u>\$ 9,927,922</u>	<u>\$ 5,452,264</u>

13. RELATED PARTY TRANSACTIONS

During the year, the company purchased services from the subsidiary company for \$38,897. (2012 - \$0)

These purchases are in the normal course of business and are measured at the exchange rate, which is the amount of consideration established and agreed to by the related parties.

14. FISHING LICENSES

The Qalipu Mi'kmaq First Nation has ownership of eight commercial fishing licences for the use and benefit of its membership. These assets have been recorded at cost of \$877,600.

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2013
(With comparative figures for the six months ended March 31, 2012)

15. SEGMENT DISCLOSURE

Qalipu Mi'kmaq First Nation provides a range of services to its members. For management reporting purposes, operations and activities are organized and reported by department. These are as follows:

Education – The Education department works to help Aboriginal students acquire the skills they need to enter the labour market. Support is provided primarily for post-secondary education.

Health – The Health department is focused on improving the health of Aboriginal communities. Its mandate is to educate and assist members in accessing Non-Insured Health Benefits.

Economic Development – The Economic Development department is dedicated to encouraging Aboriginal entrepreneurship, enhancing workforce skills of members, and facilitating community economic development projects.

Band Government – Band Government is accountable for administration of the Band.

Other - Other funding includes support for the Band Registrar; Secure Card Program and other fisheries support programs.

For each segment separately reported, the segment revenue and expenses represent amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. The presentation by segment is based on the same accounting policies as described in the summary of Significant Accounting Policies as described in Note 1. The segment results for the periods are reported on the following pages.

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2013

(With comparative figures for the six months ended March 31, 2012)

15. SEGMENT DISCLOSURE (Continued)

	EDUCATION			HEALTH			ECONOMIC DEVELOPMENT		
	BUDGET 2013	2012	BUDGET 2013	2013	2012	BUDGET 2013	2013	2012	
REVENUE									
Federal government operating transfers	\$ 9,698,032	\$ 9,644,170	\$ 92,868	\$ 93,068	\$	\$ 721,500	\$ 697,957	\$ 820,000	
Federal government capital transfers									
Provincial government operating transfers	34,000	11,328	5,964	5,963					
Provincial government capital transfers									
Contributed assets									
Economic activities									
Income from investments in government business enterprises									
Other revenue	67,500	85,144							
Total Revenue	9,799,532	9,722,998	98,832	99,031		721,500	697,957	820,000	
EXPENSES									
Salaries and benefits	631,632	528,155	58,968	57,414		189,594	141,980	5,927	
Debt Servicing									
Amortization									
Other Expenses	9,162,900	9,114,360	39,364	27,765		574,332	579,328	814,073	
Total Expenses	9,794,532	9,642,515	98,332	85,179		763,926	721,308	820,000	
Annual surplus (Deficit)	\$ 5,000	\$ 80,483	\$ 500	\$ 13,852	\$	\$ (42,426)	\$ (23,351)	\$	

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2013

(With comparative figures for the six months ended March 31, 2012)

15. SEGMENT DISCLOSURE (Continued)

	BAND GOVERNMENT			OTHER			TOTAL		
	BUDGET 2013	2013	2012	BUDGET 2013	2013	2012	BUDGET 2013	2013	2012
REVENUE									
Federal government operating transfers	\$ 439,298	\$ 439,298	\$ 343,621	\$ 634,089	\$ 551,388	\$ 680,896	\$11,585,787	\$11,425,881	\$ 5,908,864
Federal government capital transfers									
Provincial government operating transfers							39,964	17,291	
Provincial government capital transfers									
Contributed assets									
Economic activities	35,700	46,550	7,800				35,700	46,550	7,800
Income from investments in government business enterprises									
Other revenue	145,593	61,155	44,383	16,000	16,000		229,093	144,655	129,527
Total Revenue	620,591	547,003	395,804	650,089	567,388	680,896	11,890,544	11,634,377	6,046,191
EXPENSES									
Salaries and Benefits	199,115	188,231	93,699	381,771	347,669	118,356	1,461,080	1,263,449	458,523
Debt Servicing									
Amortization		99,285	53,005					99,285	53,005
Other Expenses	400,600	374,904	273,152	268,318	176,519	557,846	10,445,514	10,272,876	5,535,881
Total Expenses	599,715	662,420	419,856	650,089	524,188	676,202	11,906,594	11,635,610	6,047,409
Annual Surplus (Deficit)	\$ 20,876	\$ (115,417)	\$ (24,052)	\$	\$ 43,200	\$ 4,694	\$ (16,050)	\$ (1,233)	\$ (1,218)

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2013

(With comparative figures for the six months ended March 31, 2012)

16. TANGIBLE CAPITAL ASSETS

	<u>Totals</u>			
	2013	2012		
Opening Costs	\$ 1,153,730	\$ 1,153,730	\$	\$
Transferred from Federation of Newfoundland Indians				1,147,851
Transferred to Qalipu Development Corporation	(137,320)			
Additions during the year	50,677			36,018
Disposals and write downs		(30,139)		(30,139)
Closing costs	202,597	202,597	\$	\$
Opening Accumulated Amortization	121,116	121,116	\$	\$
Transferred from Federation of Newfoundland Indians				243,614
Transferred to Qalipu Development Corporation	(2,746)			
Amortization	16,296			53,005
Disposals and write downs		(9,998)		(9,998)
Closing accumulated amortization	137,412	137,412	\$	\$
Net Book Value of Tangible Capital Assets	\$ 867,109	\$ 867,109	\$	\$

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2013

(With comparative figures for the six months ended March 31, 2012)

17. GOVERNMENT TRANSFERS

	2013		2012	
	Operating	Capital	Operating	Capital
Federal government operating transfers:				
Aboriginal Affairs and Northern Development Canada	\$ 9,882,204	\$	\$ 5,452,264	\$
Health Canada	93,068			
Canada Mortgage and Housing Corporation				
Other	1,450,609		456,600	
Total	11,425,881		5,908,864	
Provincial government transfers	17,291			
Other	191,205		137,327	
Total	\$11,634,377	\$	\$ 6,046,191	\$ 6,046,191

18. EXPENSES BY OBJECT

The following is a summary of expense by object.

	2013	2012
Salaries and benefits	\$ 1,263,448	\$ 458,522
Staff development	66,024	5,602
Supplies and services	10,451	11,156
Interest and bank charges	7,947	3,046
Professional services	68,347	20,828
Rental expenditures	140,228	38,577
Fees and contract services	531,141	338,097
Other	9,448,739	5,118,576
Amortization	99,285	53,005
Total	\$11,635,610	\$ 6,047,409

The accompanying notes and supplementary schedules are an integral part of these financial statements

**QALIPU MI'KMAQ FIRST NATION
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED
MARCH 31, 2013**

**QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENSES
BAND SUPPORT**

FOR THE YEAR ENDED MARCH 31, 2013

(With comparative figures for the six months ended March 31, 2012)

	<u>Budget</u>	<u>2013</u>	<u>2012</u>
REVENUE			
Federal Government			
Aboriginal Affairs and Northern Development Canada	\$ 439,298	\$ 439,298	343,621
Administration fees	145,593	160,116	48,377
Miscellaneous		4,712	700
Rent	<u>35,700</u>	<u>46,550</u>	<u>7,800</u>
	<u>620,591</u>	<u>650,676</u>	<u>400,498</u>
EXPENSES			
Wages and benefits	199,115	188,231	93,699
Election expense	80,000	97,115	
Honorariums and per diems	55,000	53,964	20,425
Rent	40,000	41,327	15,582
Contribution to Community Economic Opportunities Program		40,000	
Travel and meetings	27,000	30,663	42,556
Reserve for election (Note: 11)		30,000	
Professional fees	40,000	24,286	7,418
Cultural activities	22,000	21,730	500
Staff skills development	7,500	19,282	
Office and postage	16,076	17,722	14,098
Telephone	14,000	12,080	12,093
Interest and bank charges	7,000	7,947	3,046
Insurance	14,100	6,139	3,887
Advertising and promotion	8,000	5,690	42,325
Consulting and research fees	60,000	5,185	48,145
Miscellaneous	1,000	1,344	11,048
Band support		430	
Maintenance and supplies	8,924		3,709
Band internet support			5,500
Contribution to Aboriginal Housing Program			7,834
Heat and light			3,697
Contribution to Qalipu Development Corporation			11,148
Office equipment			<u>17,878</u>
	<u>599,715</u>	<u>603,135</u>	<u>364,588</u>
EXCESS OF REVENUE OVER EXPENSES	<u>\$ 20,876</u>	<u>\$ 47,541</u>	<u>\$ 35,910</u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

**QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENSES
ADVANCED EDUCATION AND SKILLS
FOR THE YEAR ENDED MARCH 31, 2013**

	<u>Budget</u>	<u>2013</u>	<u>2012</u>
REVENUE			
Province of Newfoundland and Labrador Department of Human Resources Labour and Employment	\$ <u>34,000</u>	\$ <u>11,328</u>	<u> </u>
EXPENSES			
Consulting and research fees	<u>34,000</u>	<u>11,328</u>	<u> </u>
EXCESS OF REVENUE OVER EXPENSES	\$ <u> </u>	\$ <u> </u>	\$ <u> </u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

**QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENSES
ATLANTIC COMMERCIAL FISHERIES DIVERSIFICATION INITIATIVE
FOR THE YEAR ENDED MARCH 31, 2013**

	<u>Budget</u>	<u>2013</u>	<u>2012</u>
REVENUE			
Federal Government			
Aboriginal Affairs and Northern Development Canada	\$ <u>13,200</u>	\$ <u>13,200</u>	<u> </u>
EXPENSES			
Consulting and research fees	<u>13,200</u>	<u>13,200</u>	<u> </u>
EXCESS OF REVENUE OVER EXPENSES	\$ <u> </u>	\$ <u> </u>	\$ <u> </u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENSES
ABORIGINAL FISHERIES STRATEGY
FOR THE YEAR ENDED MARCH 31, 2013
(With comparative figures for the six months ended March 31, 2012)

	<u>Budget</u>	<u>2013</u>	<u>2012</u>
REVENUE			
Federal Government			
Department of Fisheries and Oceans	\$ <u>275,000</u>	\$ <u>275,000</u>	\$ <u>456,600</u>
EXPENSES			
Wages and benefits	156,458	157,110	2,703
Contribution to Mi'kmaq Commercial Fisheries Inc	75,000	75,000	435,600
Administration fee	20,000	20,000	
Insurance	6,870	6,870	6,870
Rent	5,650	5,089	2,700
Travel an meetings	4,426	4,426	5,123
Staff skills development	316	2,681	
Telephone	2,403	2,455	591
Office and postage	<u>3,877</u>	<u>1,369</u>	<u>3,013</u>
	<u>275,000</u>	<u>275,000</u>	<u>456,600</u>
EXCESS OF REVENUE OVER EXPENSES	\$ <u> </u>	\$ <u> </u>	\$ <u> </u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENSES
ABORIGINAL AFFAIRS AND NORTHERN DEVELOPMENT CANADA
REGISTRATION AND MEMBERSHIP
FOR THE YEAR ENDED MARCH 31, 2013
(With comparative figures for the six months ended March 31, 2012)

	<u>Budget</u>	<u>2013</u>	<u>2012</u>
REVENUE			
Federal Government			
Aboriginal Affairs and Northern Development Canada	\$ 150,000	\$ 89,474	\$ 75,000
EXPENSES			
Wages and benefits	80,506	61,174	19,670
Rent	12,000	11,052	3,300
Administration fee	14,094	8,947	
Office and postage	6,400	6,237	2,791
Telephone	6,000	2,012	109
Travel and meetings	1,000	142	
Assistance of enrolment clerks			49,130
Election expense	25,000		
Tech Support	4,000		
Staff skills development	1,000		
	<u>150,000</u>	<u>89,564</u>	<u>75,000</u>
EXCESS OF REVENUE OVER EXPENSES	<u>\$</u>	<u>\$ (90)</u>	<u>\$</u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENSES
ABORIGINAL AFFAIRS AND NORTHERN DEVELOPMENT CANADA
COMMUNITY ECONOMIC DEVELOPMENT PROGRAM
FOR THE YEAR ENDED MARCH 31, 2013
(With comparative figures for the six months ended March 31, 2012)

	<u>Budget</u>	<u>2013</u>	<u>2012</u>
REVENUE			
Federal Government			
Aboriginal Affairs and Northern Development Canada	\$ 545,000	\$ 545,000	\$ 820,000
EXPENSES			
Consulting and research fees	335,389	367,484	263,546
Wages and benefits	94,144	73,079	5,927
Staff skills development	18,341	34,120	
Travel and meetings	28,771	24,216	13,349
Contribution to Qalipu Development Corporation	23,963	23,963	518,000
Office and postage	16,097	6,418	1,012
Advertising and promotion	5,374	5,150	4,757
Rent	4,735	4,735	
Professional fees	16,154	2,530	13,409
Telephone	2,000	2,096	
Cost of Services or equipment		961	
Miscellaneous	<u>2,458</u>	<u>248</u>	<u> </u>
	<u>547,426</u>	<u>545,000</u>	<u>820,000</u>
EXCESS OF REVENUE OVER EXPENSES	<u>\$ (2,426)</u>	<u>\$</u>	<u>\$</u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENSES
ABORIGINAL AFFAIRS AND NORTHERN DEVELOPMENT CANADA
LEADERSHIP GOVERNANCE CAPACITY DEVELOPMENT
FOR THE YEAR ENDED MARCH 31, 2013
(With comparative figures for the six months ended March 31, 2012)

	<u>Budget</u>	<u>2013</u>	<u>2012</u>
REVENUE			
Federal Government			
Aboriginal Affairs and Northern Development Canada	\$ _____	\$ _____	31,100
EXPENSES			
Consulting and research fees			26,406
Administration fees	_____	_____	4,694
	_____	_____	31,100
EXCESS OF REVENUE OVER EXPENSES	\$ _____	\$ _____	\$ _____

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENSES
ABORIGINAL AFFAIRS AND NORTHERN DEVELOPMENT CANADA
SECURE CARD PROGRAM
FOR THE YEAR ENDED MARCH 31, 2013
(With comparative figures for the six months ended March 31, 2012)

	<u>Budget</u>	<u>2013</u>	<u>2012</u>
REVENUE			
Federal Government			
Aboriginal Affairs and Northern Development Canada	\$ 195,889	\$ 195,889	\$ 118,196
Less repayment	<u> </u>	<u>(22,175)</u>	<u> </u>
Aboriginal Affairs and Northern Development Canada, net	<u>195,889</u>	<u>173,714</u>	<u>118,196</u>
 EXPENSES			
Wages and benefits	144,807	129,385	95,983
Rent	26,400	22,682	3,195
Administration fee	16,432	14,343	
Telephone	6,600	3,899	143
Office and postage	1,650	3,257	7,341
Travel and meetings		148	4,087
Maintenance and supplies	<u> </u>	<u> </u>	<u>7,447</u>
	<u>195,889</u>	<u>173,714</u>	<u>118,196</u>
 EXCESS OF REVENUE OVER EXPENSES	 <u>\$</u>	 <u>\$</u>	 <u>\$</u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENSES
POST SECONDARY EDUCATION
FOR THE YEAR ENDED MARCH 31, 2013
(With comparative figures for the six months ended March 31, 2012)

	<u>Budget</u>	<u>2013</u>	<u>2012</u>
REVENUE			
Federal Government			
Aboriginal Affairs and Northern Development Canada	\$ <u>8,468,561</u>	\$ <u>8,468,561</u>	\$ <u>4,064,347</u>
Expenditures			
Post Secondary			
Skills development - Community College			
Living allowances	1,212,626	1,227,499	504,150
Tuition and books	<u>1,045,336</u>	<u>1,044,026</u>	<u>364,098</u>
	<u>2,257,962</u>	<u>2,271,525</u>	<u>868,248</u>
Skills development - University			
Living allowances	2,875,480	2,930,914	1,830,462
Tuition and books	<u>2,607,282</u>	<u>2,632,060</u>	<u>878,694</u>
	<u>5,482,762</u>	<u>5,562,974</u>	<u>2,709,156</u>
Administration			
Salary and benefits	375,970	351,331	240,541
Consulting and research fees		71,340	
Office equipment		45,037	18,140
Office and postage	38,600	40,823	77,228
Rent	36,000	35,238	13,800
Professional Fees	8,000	27,732	
Travel and meetings	36,000	20,932	8,120
Telephone	21,600	11,319	4,552
Maintenance and supplies		10,451	
Staff skills development	5,000	9,552	5,602
Advertising	10,000	7,594	12,061
Insurance		2,789	
Miscellaneous			1,295
Contribution to PSE offices			105,604
Administration fee	<u>196,667</u>	<u> </u>	<u> </u>
	<u>727,837</u>	<u>634,138</u>	<u>486,943</u>
TOTAL EXPENDITURES	<u>8,468,561</u>	<u>8,468,637</u>	<u>4,064,347</u>
CUMULATIVE UNEXPENDED FUNDING, end of year	\$ <u> </u>	\$ <u> (76)</u>	\$ <u> </u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENSES
ABORIGINAL SKILLS AND EMPLOYMENT TRAINING STRATEGY
CONSOLIDATED REVIEW FUNDING
FOR THE YEAR ENDED MARCH 31, 2013

	<u>Budget</u>	<u>2013</u>	<u>2012</u>
REVENUE			
Federal Government			
Service Canada	\$ <u>823,525</u>	\$ <u>779,335</u>	\$ _____
EXPENSES			
Administration			
Salary and benefits	43,797	41,380	
Administration fee	16,780	16,150	
Professional fees	6,937	6,937	
Insurance	6,600	6,600	
Travel and meetings	15,510	5,587	
Office and postage	5,100	5,460	
Rent	5,203	3,200	
Telephone	14,220	1,550	
Staff skills development	3,390	389	
Advertising and promotions	6,000		
Core Program Services			
Salary and benefits	112,356	78,228	
Rent	6,800	6,800	
Telephone	3,235	3,235	
Office and postage	1,000	802	
Travel and meetings		189	
Agreement Holder Programs			
Skills development - Community College	271,926	371,715	
Summer program	74,000	71,409	
Graduate incentive	40,000	42,785	
RCMP youth program	46,000	35,804	
Self employment assistance	30,000	19,350	
Skills development - University	26,323	19,103	
Wage subsidy	20,000	10,749	
Partnership Development			
Salary and benefits	49,348	24,414	
Travel	14,000	3,745	
Communications	4,000	3,754	
Office supplies	<u>1,000</u>	<u> </u>	<u> </u>
TOTAL PROGRAM EXPENSES	<u>823,525</u>	<u>779,335</u>	<u> </u>
EXCESS OF REVENUE OVER EXPENSES	<u>\$ _____</u>	<u>\$ _____</u>	<u>\$ _____</u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

**QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENSES
ABORIGINAL SKILLS AND EMPLOYMENT TRAINING STRATEGY
EMPLOYMENT INSURANCE FUNDING
FOR THE YEAR ENDED MARCH 31, 2013**

	<u>Budget</u>	<u>2013</u>	<u>2012</u>
REVENUE			
Federal Government Service Canada	\$ 405,946	\$ 396,274	\$ _____
EXPENSES			
Administration			
Administration fee	19,210	16,840	
Salary and benefits	18,381	13,177	
Professional fees	5,863	5,863	
Insurance	5,400	5,400	
Travel and meetings		3,572	
Office and postage	500	3,058	
Capacity building	2,000	1,935	
Telephone	3,780	1,565	
Rent		1,200	
Core Program Services			
Salary and benefits	31,780	19,625	
Office and postage		2,520	
Rent		2,478	
Telephone		1,941	
Agreement Holder Programs			
Skills development - Community College	222,100	233,195	
Self employment assistance	18,000	29,667	
Skills development - University	21,932	23,151	
Wage subsidy	42,000	19,822	
Graduate incentive	<u>10,000</u>	<u>11,265</u>	_____
TOTAL PROGRAM EXPENSES	<u>400,946</u>	<u>396,274</u>	_____
EXCESS OF REVENUE OVER EXPENSES	<u>\$ 5,000</u>	<u>\$ _____</u>	<u>\$ _____</u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

**QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENSES
CONGRESS OF ABORIGINAL PEOPLES - ATK
FOR THE YEAR ENDED MARCH 31, 2013**

	<u>Budget</u>	<u>2013</u>	<u>2012</u>
REVENUE			
Congress of Aboriginal Peoples			
ATK funding	\$ <u>16,000</u>	\$ <u>16,000</u>	\$ _____
Expenses			
Contributions to MAMKA	<u>16,000</u>	<u>16,000</u>	_____
EXCESS OF REVENUE OVER EXPENSES	\$ <u> </u>	\$ <u> </u>	\$ <u> </u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENSES
ABORIGINAL SKILLS AND EMPLOYMENT TRAINING STRATEGY
CONGRESS OF ABORIGINAL PEOPLES
FOR THE YEAR ENDED MARCH 31, 2013
(With comparative figures for the six months ended March 31, 2012)

	<u>Budget</u>	<u>2013</u>	<u>2012</u>
REVENUE			
Congress of Aboriginal Peoples			
Consolidated Review Funding	\$ 50,625	\$ 50,625	\$ 56,642
Employment Insurance Part II Funding	<u>16,875</u>	<u>16,875</u>	<u>28,502</u>
	<u>67,500</u>	<u>67,500</u>	<u>85,144</u>
Expenses			
Consolidated Review Funding			
Skills development - Community College	48,726	29,865	56,642
Skills development - University		18,861	
Administration fee	1,899	1,899	
Employment Insurance Part II Funding			
Skills development - Community College	16,242	16,242	25,697
Administration fee	633	633	
Skills development - University			<u>2,805</u>
	<u>67,500</u>	<u>67,500</u>	<u>85,144</u>
EXCESS OF REVENUE OVER EXPENSES	<u>\$ _____</u>	<u>\$ _____</u>	<u>\$ _____</u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

**QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENSES
FINFISH STUDY
FOR THE YEAR ENDED MARCH 31, 2013**

	<u>Budget</u>	<u>2013</u>	<u>2012</u>
REVENUE			
Federal Government			
Aboriginal Affairs and Northern Development Canada	\$ 16,500	\$ 16,500	\$ _____
EXPENSES			
Consulting and research fees	16,500	16,500	_____
EXCESS OF REVENUE OVER EXPENSES	<u>\$ _____</u>	<u>\$ _____</u>	<u>\$ _____</u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

**QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENSES
COMMUNITY ECONOMIC OPPORTUNITIES PROGRAM
FOR THE YEAR ENDED MARCH 31, 2013**

	<u>Budget</u>	<u>2013</u>	<u>2012</u>
REVENUE			
Federal Government			
Aboriginal Affairs and Northern Development Canada	\$ 160,000	\$ 160,000	\$ _____
Less deferred	_____	(23,543)	_____
Aboriginal Affairs and Northern Development Canada, net Contribution from Band Support	160,000	136,457	_____
	_____	40,000	_____
	<u>160,000</u>	<u>176,457</u>	_____
EXPENSES			
Wages and benefits	95,450	68,901	
Consulting and research fees	45,200	40,140	
Travel and meetings	36,200	38,582	
Administration fee	18,000	14,400	
Communications	5,150	6,549	
Office and postage		2,620	
Advertising and promotion		1,917	
Office equipment		1,286	
Rent		1,200	
Telephone		862	
	_____	_____	_____
	<u>200,000</u>	<u>176,457</u>	_____
EXCESS OF REVENUE OVER EXPENSES	\$ <u>(40,000)</u>	\$ _____	\$ _____

The accompanying notes and supplementary schedules are an integral part of these financial statements

**QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENSES
NON INSURED HEALTH BENEFITS
FOR THE YEAR ENDED MARCH 31, 2013**

	<u>Budget</u>	<u>2013</u>	<u>2012</u>
REVENUE			
Federal Government			
Health Canada	\$ 92,868	\$ 93,068	\$
Province of Newfoundland and Labrador			
Department of Health and Community Services	<u>5,964</u>	<u>5,963</u>	<u> </u>
	<u>98,832</u>	<u>99,031</u>	<u> </u>
EXPENSES			
Wages and benefits	58,968	57,414	
Office and postage	2,700	6,633	
Consulting and research fees	5,964	5,964	
Administration fees	5,200	5,260	
Rent	4,800	5,226	
Bookkeeping	5,200	5,200	
Office equipment		3,392	
Advertising and promotion	3,000	3,000	
Telephone	3,000	2,994	
Travel and meetings	6,500	2,948	
Staff skills development	2,000		
Professional fees	<u>1,000</u>	<u>1,000</u>	<u> </u>
	<u>98,332</u>	<u>99,031</u>	<u> </u>
EXCESS OF REVENUE OVER EXPENSES	\$ <u>500</u>	\$ <u> </u>	\$ <u> </u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
ANNEX INFORMATION
FOR THE YEAR ENDED
MARCH 31, 2013

REVIEW ENGAGEMENT REPORT

To the Chief, Council and Members of
Qalipu Mi'kmaq First Nation

We have reviewed the Schedule of Salaries, Honoraria, Travel Expenses and Other Remuneration for Elected or Appointed Officials, the Schedule of Salaries, Honoraria, Travel Expenses and Other Remuneration for Unelected Senior Officials and the Schedule of Federal Government Funding of Qalipu Mi'kmaq First Nation for the year ended March 31, 2013. Our 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 us by the First Nation.

A review does not constitute an audit and consequently we do not express an audit opinion on these schedules.

Based on our review, nothing has come to our attention that causes us to believe that these schedules are not, in all material respects, in accordance with Canadian generally accepted accounting principles.

Corner Brook,
Newfoundland and Labrador
June 24, 2013

Bonnell Cole Janes
CHARTERED ACCOUNTANTS

ANNEX B

**Schedule of Salaries, Honoraria, Travel Expenses and Other Remuneration
Elected or Appointed Officials**

**Qalipu Mi'kmaq First Nation
For the Year Ended March 31, 2013**

Name of Individual	Position Title	Number of Months	Salary	Honoraria	Other Remuneration	Total	Travel Expenses
Brendan Sheppard	Chief	Twelve	\$91,755.85			\$91,755.85	\$13,812.76
Kevin Barnes	Vice Chief	Twelve		\$6,282.14		\$6,282.14	\$1,329.01
Terry Mills	Vice Chief	Nine		\$3,540.78		\$3,540.78	\$3,138.14
Gerard Alexander	Councillor	Nine		\$3,563.70		\$3,563.70	\$216.90
Karen White	Councillor	Twelve		\$5,522.70		\$5,522.70	\$1,599.51
Kristina Duffy	Councillor	Five	\$23,967.99	\$2,136.40		\$26,104.39	\$14.85
Nellie Power	Councillor	Nine	\$7,571.20	\$4,734.94		\$12,306.14	\$1,958.14
Calvin Francis	Councillor	Twelve	\$10,500.00	\$3,438.89		\$13,938.89	\$2,299.76
Laetitia MacDonald	Councillor	Twelve		\$6,058.94		\$6,058.94	\$502.5
Liz LaSaga	Councillor	Nine		\$3,563.70		\$3,563.70	\$264.74
Edward Webb	Councillor	Nine		\$3,463.70		\$3,463.70	\$14.85
Marie Vaters	Councillor	Nine	\$10,769.28	\$4,054.44		\$14,823.72	\$1,558.29
Randy Drover	Vice Chief	Four		\$2,066.68		\$2,066.68	\$2,502.24
Andy Barker	Councillor	Four		\$2,266.68		\$2,266.68	\$2,924.00
Bernard White	Councillor	Four		\$1,866.68		\$1,866.68	\$214.50
Francis Skeard	Councillor	Four		\$1,866.68		\$1,866.68	\$1,805.6
Brendan Mitchell	Councillor	Four		\$1,866.68		\$1,866.68	\$112.60
Ben Bennett	Councillor	Four		\$2,166.68		\$2,166.68	\$509.71
Gerald White	Councillor	Four		\$1,766.68		\$1,766.68	\$407.36

The accompanying notes and supplementary schedules are an integral part of these financial statements

ANNEX C
Schedule of Salaries, Honoraria, Travel Expenses and Other Remuneration
Unelected Senior Officials

Qalipu Mi'kmaq First Nation
For the Year Ended March 31, 2013

Name of Individual	Position Title	Number of Months	Actual Salary	Honoraria Expense	Other Remuneration	Travel Expenses
Annie Randell	CEO	Twelve	\$81,197.30			\$18,095.54
Keith Goulding	Director of Education	Twelve	\$62,503.17			\$14,647.10

The accompanying notes and supplementary schedules are an integral part of these financial statements

ANNEX E
Schedule of Federal Government Funding
Qalipu Mi'kmaq First Nation
For the Year Ended March 31, 2013

Department	Federally Funded Programs, Projects and Services Directly/Indirectly Funded by the Government of Canada	Federal Funding Received (A)	Unexpended Federal Funding Beginning of the Year (B)	Adjustments or Transfers (e.g. Block transfers) (C)	Total Federal Funding Available A + B + C = D	Total Expenses from All Sources (Option 2)
Aboriginal Affairs and Northern Development Canada	<u>Education</u>					
	Post Secondary Education	\$ 8,468,561	\$	\$	\$ 8,468,561	\$ 8,468,637
	<u>Economic Development</u>					
	Community Economic Development	545,000			545,000	545,000
	Finfish Study	16,500			16,500	16,500
	Community Economic Opportunities Program	160,000			160,000	176,457
	<u>Indian Government Support</u>					
	Band Support Funding	439,298			439,298	603,135
	<u>Indian Registration</u>					
	Registration and Membership	89,474			89,474	89,564
Secure Card Program	195,889			195,889	173,714	
<u>Other</u>						
Atlantic Commercial Fisheries Diversification	13,200			13,200	13,200	
Sub-total for ANDC		9,927,922			9,927,922	10,086,207

ANNEX E
Schedule of Federal Government Funding

Qalipu Mi'kmaq First Nation
For the Year Ended March 31, 2013

(Continued)

Department	Federally Funded Programs, Projects and Services Directly/Indirectly Funded by the Government of Canada	Federal Funding Received (A)	Unexpended Federal Funding Beginning of the Year (B)	Adjustments or Transfers (e.g. Block transfers) (C)	Total Federal Funding Available A + B + C = D	Total Expenses from All Sources (Option 2)
Health Canada	<u>Health Benefits</u>	\$ 93,068			\$ 93,068	\$ 99,031
	Non-insured Health Benefits					
Service Canada	<u>Aboriginal Skills and Employment Training Strategy</u>					
	Consolidated Review Funding	779,335			779,335	779,335
	Employment Insurance Funding	396,274			396,274	396,274
Subtotal for Service Canada		<u>1,175,609</u>			<u>1,175,609</u>	<u>1,175,609</u>
Department of Fisheries and Oceans	<u>Fisheries Strategy</u>					
	Aboriginal Fisheries Strategy	275,000			275,000	275,000
Grand Total		\$11,471,599	\$	\$	\$11,471,599	\$11,635,847

The accompanying notes and supplementary schedules are an integral part of these financial statements