



INDEPENDENT AUDITORS' REPORT

To the members of Aklavik Indian Band

Opinion

We have audited the accompanying consolidated financial statements of Aklavik Indian Band, which comprise of the consolidated statement of financial position as at March 31, 2024, and the consolidated statements of operations and accumulated surplus, consolidated statements of changes in net financial assets and accumulated surplus and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "financial statements").

In our opinion, these financial statements present fairly, in all material respects, the consolidated financial position of Aklavik Indian Band (the "Band") as at March 31, 2024 and the consolidated results of its operations, changes in net financial assets and 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 responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Band 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.

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

Management is responsible for the preparation and fair presentation of these 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 Band'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 Band or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Band's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objective is to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit.



We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Band's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Band's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Band 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 Band to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

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



Paul Teoh Professional Corporation
Chartered Professional Accountants

Calgary, Alberta
July 11, 2024

AKLAVIK INDIAN BAND

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

March 31,	2024	2023
		(Restated)
Financial Assets		
Cash and cash equivalents (note 2)	\$ 202,591	\$ 61,380
Accounts receivable (note 3)	45,763	25,560
Contributions receivable (note 4)	259,169	249,484
Total Financial Assets	507,523	336,424
Liabilities		
Accounts payable and accrued liabilities (note 5)	90,108	129,223
Contributions repayable (note 6)	51,508	51,508
Deferred contributions (note 7)	472,312	227,583
Total Liabilities	613,928	408,314
Net Financial Assets	(106,405)	(71,890)
Non-Financial Assets		
Long term investment (note 8)	508,401	446,520
Tangible capital assets (note 9)	7,433	10,256
Prepaid expenses and deposits	1,420	1,601
Total Non-Financial Assets	517,254	458,377
Accumulated Surplus (note 11)	\$ 410,849	\$ 386,487

Approved on behalf of the Council:

 Councillor

 Councillor

The accompanying notes and schedules are integral parts of these consolidated financial statements. 4.

AKLAVIK INDIAN BAND

CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS

For the year ended March 31,	2024	2024	2023
			(Restated)
	Budget (Unaudited)	Actual	Actual
Revenue			
Contributions - Indigenous Services			
Canada	\$ -	\$ 230,833	\$ 343,792
Contributions - Government of NWT	-	273,605	248,989
Contributions - NWT Housing Corporation	-	313,000	113,325
Other contributions and grants	-	75,000	-
Administration fees	-	200,377	207,937
Interest income	-	6,691	2,476
Other revenue and recoveries	-	249,215	263,617
Rental income	-	37,800	39,825
Add opening deferred revenue	-	227,582	303,227
Less closing deferred revenue	-	(472,311)	(227,582)
	-	1,141,792	1,295,606
Expenditure			
Band administration	-	415,607	459,226
Band governance	-	52,801	162,321
Community programs	-	97,980	57,000
Health and wellness	-	150,434	88,239
Housing	-	155,440	182,358
Ice road contracts	-	-	65,000
Nutrition programs	-	15,015	15,015
Post office operations	-	253,355	218,595
Youth programs	-	20,198	32,229
Write-down of Related Party Loans	-	-	108,604
	-	1,160,830	1,388,587
Operating Surplus (Deficit)	-	(19,038)	(92,981)
Earnings (loss) from Subsidiaries	-	43,400	(61,801)
Annual Surplus (Deficit)	-	24,362	(154,782)
Accumulated Surplus, beginning of year	386,487	386,487	541,269
Accumulated Surplus, end of year	\$ 386,487	\$ 410,849	\$ 386,487

The accompanying notes and schedules are integral parts of these consolidated financial statements. 5.

AKLAVIK INDIAN BAND

CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL DEBT

For the year ended March 31,	2024	2024	2023
	Budget (Unaudited)	Actual	Actual (Restated)
Annual Surplus (Deficit)	\$ -	\$ 24,362	\$ (154,782)
Amortization of tangible capital assets	-	2,823	3,943
Loss (gains) on sale of tangible capital assets	-	-	108,604
Write-downs of tangible capital assets	-	-	950
Decrease (increase) in portfolio investment	-	(61,881)	24,146
	-	(34,696)	(17,139)
Decrease (increase) in prepaid expenses and deposits	-	181	-
Increase (Decrease) in Net Financial Assets	-	(34,515)	(17,139)
Net Financial Assets, beginning of year	(71,890)	(71,890)	(54,751)
Net Financial Assets, end of year	\$ (71,890)	\$ (106,405)	\$ (71,890)

The accompanying notes and schedules are integral parts of these consolidated financial statements. 6.

AKLAVIK INDIAN BAND

CONSOLIDATED SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS

For the Year ended March 31, 2024	General Operating Fund	Enterprise Fund	Equity in Tangible Capital Assets	Total
Annual Surplus (Deficit)	\$ 24,362	\$ -	\$ -	\$ 24,362
Net Interfund Transfers:				
Amortization	2,823	-	(2,823)	-
Loss (earnings) from subsidiaries	(43,400)	43,400	-	-
Changes in receivable from related parties	(18,481)	18,481	-	-
Changes in Accumulated Surplus	(34,696)	61,881	(2,823)	24,362
Accumulated Surplus, beginning of year	(70,290)	446,520	10,257	386,487
Accumulated Surplus, end of year	\$ (104,986)	\$ 508,401	\$ 7,434	\$ 410,849

For the year ended March 31, 2023	General Operating Fund	Enterprise Fund	Equity in Tangible Capital Assets	Total
	(Restated)			
Annual Surplus (Deficit)	\$ (154,782)	\$ -	\$ -	\$ (154,782)
Net Interfund Transfers:				
Amortization	3,943	-	(3,943)	-
Loss (gain) on disposal of tangible capital assets	950	-	(950)	-
Loss (earnings) from subsidiaries	61,801	(61,801)	-	-
Changes in receivable from related parties	(37,655)	37,655	-	-
Changes in Accumulated Surplus	(125,743)	24,146	(4,893)	(154,782)
Accumulated Surplus, beginning of year (Restated)	55,453	470,666	15,150	541,269
Accumulated Surplus, end of year	\$ (70,290)	\$ 446,520	\$ 10,257	\$ 386,487

The accompanying notes and schedules are integral parts of these consolidated financial statements.

AKLAVIK INDIAN BAND

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended March 31,	2024	2023
Cash Flows from Operating Activities		
Cash receipts from government transfers	\$ 504,438	\$ 701,385
Cash receipts from contributions and recoveries	852,195	484,826
Cash paid to suppliers and employees	(1,196,941)	(1,238,729)
	159,692	(52,518)
Cash Flows from Investing Activities		
Decrease (increase) in receivable from related parties	-	(108,604)
Decrease (increase) in long-term investments	(18,481)	(37,655)
	(18,481)	(146,259)
Net Increase (Decrease) in Cash and Cash Equivalents	141,211	(198,777)
Cash and Cash Equivalents, beginning of year	61,380	260,157
Cash and Cash Equivalents, end of year	\$ 202,591	\$ 61,380

The accompanying notes and schedules are integral parts of these consolidated financial statements. 8.

AKLAVIK INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2024

The Aklavik Indian Band (the "Band") is an Indian Band registered under the *Indian Act*. The Band represents the aboriginal people of the Hamlet of Aklavik. The Band is exempt for income tax purposes under Section 149 of the *Income Tax Act*.

1. Significant Accounting Policies

(a) Basis of Preparation

These consolidated financial statements have been prepared in accordance with generally accepted accounting principles for governments as recommended by the Public Sector Accounting Board (PSAB) of the Chartered Professional Accountants of Canada.

(b) Reporting Entities

The consolidated financial statements includes the accounts of Aklavik Indian Band and its following subsidiary and associated companies using the modified equity method.

	Percentage Owned
Daazraii Investments Inc.	100%
Gwich'in Investments Limited Partnership	0.02%

(c) Long Term Investments

The Band's long term investments have been accounted for on a modified equity basis. Under the modified equity basis, the business enterprise's accounting principles are not adjusted to conform to those of the Nation and inter-organizational transactions and balances are not eliminated. Further, the business enterprise's accounting principles are not adjusted to conform with those of the Nation and inter-organizational transactions and balances are not eliminated.

(d) Cash and Cash Equivalents

Cash and cash equivalents includes highly liquid investments that can be readily converted into cash for a fixed amount and that matures less than three months from the date of acquisition.

(e) Allocation of Expenditure

The Band records a number of its expenses by program. The cost of each program includes the personnel, premises and other expenses that are directly related to providing the program.

Certain common expenditure have been allocated to programs based on estimate of services provided.

AKLAVIK INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2024

1. Significant Accounting Policies (Continued)

(f) Revenue Recognition

Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return.

They are recognized in the consolidated financial statements as revenue in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be determined.

(g) 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 normal course of operations. The change in non-financial assets during the year, together with the excess of revenues over expenses, provides the Change in Net Financial Assets (Debt) for the year.

(i) Tangible Capital Assets

Purchased tangible capital assets are recorded at cost. Amortization expense is recorded over the estimated useful lives of the assets using the following basis and annual rates:

Computer equipment	Declining Balance	30%
Office equipment	Declining Balance	20%
Leasehold improvements	Straight Line	Lease term

(h) Use of Estimates

The preparation of consolidated financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenue and expenses during the year. Actual results could differ from those estimates.

AKLAVIK INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2024

1. Significant Accounting Policies (Continued)

(i) Financial Instruments - Recognition and Measurement

The Nation has elected the following classifications with respect to its financial assets and financial liabilities:

- Cash and restricted cash are classified as assets held-for-trading and is subsequently measured at fair value with gains and losses arising from changes in the fair value recognized in net income in the period in which they arise. The estimated fair value of cash is assumed to approximate its carrying amount.
- Accounts receivable are classified as loans and receivables and are subsequently measured at amortized cost using the effective interest method. The amortized cost using the effective interest method approximates their fair values due to the short term nature.
- Accounts payable and accrued liabilities are classified as other financial liabilities and are subsequently measured at amortized cost using the effective interest method. At inception, the estimated fair values of accounts payable and accrued liabilities are assumed to approximate their carrying amounts.

Unless otherwise noted, it is management's opinion that the Nation is not exposed to significant interest, currency or credit risks arising from these financial instruments.

2. Cash and Cash Equivalents

	2024	2023
Bank chequing account	\$ 202,591	\$ 61,380
	\$ 202,591	\$ 61,380

3. Accounts Receivable

	2024	2023
Trade and others	\$ 49,772	\$ 1,769
GST refundable	5,998	23,791
	55,770	25,560
Less allowances for doubtful for trade and others	(10,007)	-
	\$ 45,763	\$ 25,560

AKLAVIK INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2024

4. Contributions Receivable

		2024	2023
Indigenous Services Canada:			
Amendment #6	2017/18	\$ 10,500	\$ 10,500
Amendment #1	2018/19	3,437	3,437
Amendment #3	2018/19	10,500	10,500
Amendment #5	2018/19	4,500	4,500
Amendment #3	2019/20	10,500	10,500
Amendment #2	2019/20	4,500	4,500
Amendment #5	2019/20	4,800	4,800
Amendment #6	2019/20	2,791	2,791
Base Agreement	2020/21	6,006	6,006
NR-000016 #1	2021/22	3,750	3,750
NR-000016 #2	2021/22	8,233	8,233
NR-000016 #3	2021/22	10,000	10,000
Amd#1 - Financial Mgt & Team	2022/23	5,000	5,000
Amd#3 - Records & Policy	2022/23	5,000	5,000
Amd#2 - Skill Link	2022/23	3,200	3,200
Amd#2 - Intergovernmental	2023/24	3,969	-
Government of NWT:			
Anti-Poverty	2023/24	14,475	-
Nutrition North	2023/24	7,508	-
Men's Healing Fund	2023/24	20,500	-
Department of Transportation	2022/23	-	65,000
Health and Social Services	2022/23	-	7,508
GNWT Misc	2022/23	-	42,734
Others:			
HNWT - Pathways	2023/24	120,000	-
NWT Housing Corp	2022/23	-	41,525
		\$ 259,169	\$ 249,484

5. Accounts Payable and Accrued Liabilities

	2024	2023
Trade and others	\$ 90,108	\$ 129,225

AKLAVIK INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2024

6. Contributions Repayable

	2024	2023
Government of Canada:		
New Horizons for Seniors	\$ 11,601	\$ 11,601
Government of NWT		
Community Access Program	29,357	29,357
Nutrition North Program	10,550	10,550
	\$ 51,508	\$ 51,508

7. Deferred Contributions

	2023 Opening	Additions/ (Transfer)	Utilized	2024 Closing
	(Restated)			
ISC Amd#3 - 21/22 - Election Code	\$ 20,325	\$ -	\$ 11,916	\$ 8,409
ISC Amd#4 - 21/22 - Band Mgr. Trainee	46,576	-	-	46,576
ISC Amd#6 - 21/22 - P&ID Funds	34,903	-	-	34,903
ISC Amd#3 - 22/23 - Records & Policies	15,124	-	1,193	13,931
Community Development	70,200	-	179	70,021
ISC Amd#2 - 22/23 - Skill Link	20,198	-	20,198	-
ISC Amd#1 - 22/23 - Fin. Mgt & Team	8,682	-	-	8,682
Wellness Initiative	6,575	175,390	150,434	31,531
Food Bank Canada	-	75,000	40,788	34,212
GNWT Men's Healing Fund	-	20,500	10,813	9,687
Aklavik-Northern Pathways	-	227,800	107,800	120,000
NWT Housing - Emergency Upgrades Homelessness	5,000	-	5,000	-
Housing NWT-Homeless Shelter and Programming Space	-	123,000	28,640	94,360
	\$ 227,583	\$ 621,690	\$ 376,961	\$ 472,312

AKLAVIK INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2024

8. Long Term Investments

Gwich'in Investments Limited Partnership

The Band owns 1,035 of 4,004,150 units in Gwich'in Investments Limited Partnership (GILP). The partnership's principal activity is to hold an investment in Denendeh Investments Limited Partnership.

The following summarizes the financial position and results of operations of GILP as at and for the year ended December 31, 2023

	2023	2022
Financial Position		
Current assets	\$ -	\$ 3,294
Non-current assets	-	12,547
Total assets	-	15,841
Current liabilities	-	91,970
Partners' equity (capital deficiency)	\$ -	\$ (76,129)
Share of partners' equity attributable to the Band	\$ -	\$ (20)
Financial Performance		
Revenues	\$ -	\$ -
Expenses	-	(5,410)
Other revenue (expenses)	-	(69,438)
Net earnings (loss)	\$ -	\$ (74,848)
Share of net earnings (loss) attributable to the Band	\$ -	\$ -
Investments:		
Investment at cost	\$ 1,035	\$ 1,035
Allowance for impairment	(1,034)	(1,034)
Investment in GILP	\$ 1	\$ 1

AKLAVIK INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2024

8. Long Term Investments (Continued)

Daazraii Investments Inc.

The Band owns all of the outstanding shares of Daazraii Investments Inc. (the "Company"), a private company incorporated under the laws of the Northwest Territories. The Company owns 51% of a local charter company that flies into and out of the Gwich'in Settlement Area - Aklavik, Northwest Territories. The following summarizes the consolidated financial position and results of operations of Daazraii Investments Inc. as at and for the year ended March 31, 2024:

	2024	2023
Financial Position		
Current assets	\$ 89,604	\$ 59,059
Non-current assets	417,476	473,381
Total assets	507,080	480,790
Current liabilities	23,981	34,273
Non-current liabilities	140,286	147,105
Shareholder's equity	\$ 342,813	\$ 299,412
Financial Performance		
Revenues	\$ 174,600	\$ 210,600
Expenses	140,167	256,852
Operating earnings (loss)	34,433	(46,252)
Other revenue (expenses)	8,967	(15,549)
Net earnings (loss)	43,400	(61,801)
Net earnings (loss) attributable to the Band	\$ 43,400	\$ (61,801)
Investments:		
Investment at cost	\$ 1	\$ 1
Receivable from the Company	165,586	147,105
Accumulated equity earnings	342,813	299,413
Investment in the Company	\$ 508,400	\$ 446,519
Total long term investments	\$ 508,401	\$ 446,520

AKLAVIK INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2024

9. Tangible Capital Assets

	2024		2023	
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Computer equipment	\$ 47,161	\$ 41,756	\$ 5,405	\$ 7,721
Office equipment	10,596	8,568	2,028	2,535
Leasehold improvements	6,016	6,016	-	-
	\$ 63,773	\$ 56,340	\$ 7,433	\$ 10,256

10. Equity in Tangible Capital Assets

	2024		2023	
Tangible capital assets	\$ 63,773	\$ 63,773		
Accumulated amortization	(56,340)	(53,517)		
	\$ 7,433	\$ 10,256		

11. Accumulated Surplus

	2024		2023	
Unrestricted				
General Operating Fund	\$(104,985)	\$(70,289)		
Enterprise Fund	508,401	446,520		
Equity in Tangible Capital Assets	7,433	10,256		
	\$ 410,849	\$ 386,487		

12. Government Transfers

	2024		2023	
Indigenous Services Canada	\$ 230,833	\$ 343,792		
Government of NWT	273,605	248,989		
	\$ 504,438	\$ 592,781		

AKLAVIK INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2024

13. Expenditure by Object

	2024	2024	2023
	Budget (Unaudited)	Actual	Actual
Administration	\$ -	\$ 24,056	\$ 20,666
Amortization	-	2,823	3,943
Bad debts (recovered)	-	10,007	(7,955)
Bank charges and interest	-	3,778	8,894
Community events	-	375	19,850
Computer and software	-	2,823	1,395
Contracted services	-	25,166	190,992
Contributions repaid	-	-	595
Donations and contributions	-	3,709	2,150
Equipment rental	-	750	4,983
Freight and postage	-	1,462	595
Honoraria	-	16,363	15,350
Insurance	-	15,263	6,314
Licences and dues	-	100	-
Loss (gains) on disposal of assets	-	-	950
Materials and supplies	-	244,493	174,355
Mobile equipment costs	-	22,810	18,233
Office	-	7,907	12,195
Professional fees	-	17,574	21,171
Rent	-	70,293	94,536
Repairs and maintenance	-	3,421	201
Telephone and Internet	-	13,028	11,997
Training and scholarships	-	255	-
Travel and accommodation	-	36,030	12,631
Utilities	-	18,072	9,393
Wages and benefits	-	620,272	656,549
Write-down of related party loans	-	-	108,604
Total Expenditure	\$ -	\$ 1,160,830	\$ 1,388,587

14. Related Party Transactions

2024 2023

The Band's transactions with related parties are summarized as follows:

Daazraii Investments Inc. - 100% subsidiary:

Share of administration costs	\$ 6,148	\$ 38,204
-------------------------------	----------	-----------

These transactions are in the normal course of business and are measured at the exchange amount, being the amount of considerations established and agreed to by both parties.

AKLAVIK INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2024

15. Economic Dependence

The Band receives a major portion of its revenue from the Indigenous Services Canada of the Government of Canada, the Government of NWT and other government agencies. The nature and extent of this revenue is of such significance that the Band is economically dependent on this source of revenue.

16. Comparative Figures

The Band received various contributions from Indigenous Services Canada over the years for different programs. During the year, the Band has determined that the allocation of expenses in previous year was inaccurate, which resulted in understated deferred contributions of \$34,903 for the year ending March 31, 2023.

As a result, the comparative figures for Band's deferred contributions and accumulated surplus have been restated by this amount.

The comparative figures have been restated as follows:

	Originally Stated	Adjustments	Re-stated
Statement of Financial Position:			
Deferred contributions	\$ 192,680	\$ 34,903	\$ 227,583
Statement of Operations:			
Less closing deferred revenue	(192,680)	(34,902)	(227,582)
Annual surplus (deficit)	(119,880)	(34,902)	(154,782)
Accumulated surplus, end of year	\$ 421,389	\$(34,902)	\$ 386,487

Certain figures presented for comparative purposes have been reclassified to conform with current year's presentation.

AKLAVIK INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2024

17. Financial Instruments and Risk Management

The Nation's financial instruments are exposed to certain risks, which include credit risk, market risk, interest rate risk and liquidity risk.

Credit Risk - Credit risk refers to the potential that the funding agencies or counter party to a financial instrument will fail to discharge its contractual obligations. The Nation is exposed mainly to credit risk from funding agencies' refusal to contribute the full funding due to the Nation's non-compliance to the contribution agreements. The Nation manages credit risk by ensuring that it complies with the terms and conditions of the contribution agreements.

Interest Rate Risk - Interest rate risk is the risk that the fair value of or future cash flows from a financial instrument will fluctuate because of changes to market interest rates. The Nation does not have debts that are subject to changes in interest rate and therefore is not exposed to interest risk.

Liquidity Risk - Liquidity risk is the risk that the Nation will not be able to meet its financial obligations as they fall due. The Nation manages liquidity risk through the management of its capital structure.

Unless otherwise noted, it is management's opinion that the Nation is not exposed to other significant currency and market risks arising from these financial instruments.