

**COMMUNITY FUTURES
MOUNT WADDINGTON
Financial Statements - March 31, 2019**

Independent Auditors' Report
Statement of Financial Position
Statement of Changes in Fund Balances
Statement of Operations
Statement of Cash Flows
Notes to Financial Statements
Schedules 1 - 9 (Unaudited)



INDEPENDENT AUDITORS' REPORT

To the Board Members of Community Futures Mount Waddington

Opinion

We have audited the accompanying financial statements of Community Futures Mount Waddington (the "Organization"), which comprise the statement of financial position as at March 31, 2019, the statement of changes in fund balances, the statement of operations 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, the Organization's financial statements present fairly, in all material respects, the financial position of the Organization as at March 31, 2019, and of its financial performance and its cash flows for the year then ended. The financial statements have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations.

Basis of Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Organization in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis of our opinion.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian accounting standards for not-for-profit organizations, 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 Organization'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 intends for the Organization to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for over-seeing the Organization's financial reporting process.

Auditors' 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.



Auditors' Responsibilities for the Audit of the Financial Statements (continued)

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 the 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 Organization'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 Organization'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 Organization 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.
- 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.

Chan Nowosad Boates Inc.

Chartered Professional Accountants
Campbell River, BC


June 27, 2019

COMMUNITY FUTURES MOUNT WADDINGTON

Statement of Financial Position

	Administration Fund						March 31, 2018
	Administration	SE	MWEF	Jobs and Career Expo	IC Group	Investment Funds (Schedule 1)	
	\$	\$	\$	\$	\$	\$	\$
ASSETS							
Current Assets							
Cash	250	1,092	4,108	939	11,934	860,838	1,011,248
Accounts Receivable	13,153	-	-	-	-	4,547	3,077
Prepaid Expenses	2,197	-	-	-	-	-	1,991
Current Portion of Loans Receivable (Note 3)	-	-	-	-	-	1,712,106	1,058,200
Loans Receivable (Note 3)	15,600	1,092	4,108	939	11,934	2,577,491	2,074,516
Long Term Investment (Note 4)	-	-	1	-	-	2,537,404	3,106,335
Property and Equipment (Note 5)	8,225	-	-	-	-	-	1
	23,825	1,092	4,109	939	11,934	5,114,895	8,225
							5,191,020
LIABILITIES AND NET ASSETS							
Current Liabilities							
Bank Indebtedness	144,297	-	-	-	-	-	144,297
Accounts Payable	1,990	-	1	-	-	3,713	5,704
Wages and Benefits	43,724	-	-	-	-	-	43,724
Deferred Revenue (Note 6)	25,824	-	-	981	-	23,480	50,285
Due to Syndicate CFs	-	-	-	-	-	2,857	2,857
Current Portion - Long Term Debt (Note 7)	-	-	-	-	-	315,644	318,629
Demand Debt (Note 7)	215,835	-	-	-	-	2,045,000	2,045,000
Long Term Debt (Note 7)	(170,898)	(90,676)	-	(75)	(13,578)	2,390,694	2,607,511
Due to (from) Funds	44,937	(90,676)	1	906	(13,578)	275,227	405,116
Net Assets	(21,112)	-	4,108	19	19,843	3,071,037	3,258,882
Unrestricted Surplus (Deficit)	-	91,768	-	14	5,669	2,043,858	2,141,309
Restricted Surplus	23,825	1,092	4,109	939	11,934	5,114,895	5,191,020

Approved by the Directors:


 Director

COMMUNITY FUTURES MOUNT WADDINGTON

Statement of Changes in Fund Balances

	Administration Fund						Total 2019	Total 2018
	Administration	SE	MWEF	Jobs and Career Expo	IC Group	Investment Funds		
	\$	\$	\$	\$	\$	\$	\$	
Surplus (Deficit)- Beginning	(22,192)	13,503	9,044	19	19,843	1,911,921	1,849,489	
Excess (Deficiency) of Revenue over Expenditures	(92,372)	78,265	(4,936)	14	5,669	225,389	82,649	
	(114,564)	91,768	4,108	33	25,512	2,137,310	1,932,138	
Interfund Items								
Interfund Transactions (Note 9)	93,452	-	-	-	-	(93,452)	-	
Surplus (Deficit) - End	(21,112)	91,768	4,108	33	25,512	2,043,858	1,932,138	

COMMUNITY FUTURES MOUNT WADDINGTON

Statement of Operations

	Administration Fund						Total 2019	Total 2018
	Administration	SE	MWEEF	Jobs and Career Expo	IC Group	Investment Funds		
	\$	\$	\$	\$	\$	\$	\$	
Revenue								
Federal Government Operating Grants	309,887	-	-	-	-	309,887	309,887	
Other Government Funding	27,855	101,846	-	-	-	129,701	89,388	
Projects, Recoveries and Other	55,230	-	4,000	-	21,672	92,201	74,118	
Interest	777	1,505	64	14	289	293,908	262,753	
	393,749	103,351	4,064	14	21,961	825,697	736,146	
Expenses								
	479,343	25,086	9,000	-	16,292	606,890	647,303	
	(85,594)	78,265	(4,936)	14	5,669	218,807	88,843	
Amortization of Property and Equipment	(5,642)	-	-	-	-	(5,642)	(6,194)	
Loss on Disposal of Equipment	(1,136)	-	-	-	-	(1,136)	-	
Excess (Deficiency) of Revenue Over Expenditures	<u>(92,372)</u>	<u>78,265</u>	<u>(4,936)</u>	<u>14</u>	<u>5,669</u>	<u>212,029</u>	<u>82,649</u>	

COMMUNITY FUTURES MOUNT WADDINGTON

Statement of Operations - Continued

	Administration Fund						Total 2019	Total 2018
	Administration	SE	MWEF	Jobs and Career Expo	IC Group	Investment Funds		
	\$	\$	\$	\$	\$	\$	\$	
Expenses								
Wages and Benefits								
Wages and Benefits	332,695	21,505	-	-	-	-	346,123	
Training	250	-	-	-	-	-	250	
Administration								
Increase in Provision for Loan Impairment	-	-	-	-	-	57,801	111,800	
Communications	22,048	613	-	-	-	-	22,661	
Community Projects	472	-	9,000	-	-	-	9,472	
Conferences and Meetings	7,926	3	-	4,348	-	-	12,277	
Dues and Subscriptions	4,811	-	-	879	-	-	5,690	
Insurance - General	3,889	-	-	-	-	-	3,889	
Interest and Bank Charges	3,501	-	-	-	-	19,398	22,899	
Loan Processing Costs	1,952	-	-	-	-	(30)	1,922	
Marketing	5,690	-	-	-	11,065	-	16,755	
Office and Miscellaneous	14,806	103	-	-	-	-	14,909	
Professional Fees	20,243	-	-	-	-	-	20,243	
Rent and Utilities	34,995	2,534	-	-	-	-	37,529	
Repairs and Maintenance	6,796	-	-	-	-	-	6,796	
Travel	19,269	197	-	-	-	-	19,466	
Workshops	-	131	-	-	-	-	131	
	<u>479,343</u>	<u>25,086</u>	<u>9,000</u>	<u>-</u>	<u>16,292</u>	<u>77,169</u>	<u>606,890</u>	
							<u>647,303</u>	

COMMUNITY FUTURES MOUNT WADDINGTON

Statement of Cash Flows

Year Ended March 31, 2018

	2019	2018
	\$	\$
Cash Flows From Operating Activities:		
Cash Received from Funders and Borrowers	746,152	680,156
Cash Paid to Suppliers, Employees and Participants	<u>(667,960)</u>	<u>(546,407)</u>
	<u>78,192</u>	<u>133,749</u>
Cash Flows From Financing Activities:		
Increase (Decrease) in Long Term Debt	<u>(318,766)</u>	<u>373,155</u>
Cash Flows From Investing Activities:		
Increase in Loans Receivable	(30,976)	(67,960)
Purchase of Equipment	<u>(4,834)</u>	<u>(5,512)</u>
	<u>(35,810)</u>	<u>(73,472)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(276,384)	433,432
Cash and Cash Equivalents - Beginning of Year	<u>1,011,248</u>	<u>577,816</u>
Cash and Cash Equivalents - End of Year	<u>734,864</u>	<u>1,011,248</u>
Cash and Cash Equivalents are Represented by:		
Cash on Hand and Held by Financial Institutions	879,161	1,011,248
Bank Indebtedness	<u>(144,297)</u>	<u>-</u>
	<u>734,864</u>	<u>1,011,248</u>

COMMUNITY FUTURES MOUNT WADDINGTON

Notes to Financial Statements

March 31, 2019

1. Purpose:

Community Futures Development Corporation of Mount Waddington ("CFMW") was established to promote employment and economic development in the Northern Vancouver Island area. The activities of CFMW include delivering various economic and business development and training programs on behalf of the Government of Canada, specifically for Western Economic Diversification. CFMW provides access to loans for small businesses that have difficulty receiving financing from traditional lending institutions. CFMW also operates programs to promote employment and economic development through loans and loan guarantees to qualifying local businesses.

The Corporation, incorporated without share capital under Part II of the Canada Corporations Act; which has been replaced by the Canada Not-for-Profit Corporations Act (S.C. 2009, c.23) and is a not-for-profit organization and is exempt from corporate income tax provided certain requirements of the Income Tax Act are met.

2. Significant Accounting Policies:

Basis of Presentation

The financial statements have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations.

CFMW follows the restricted fund method of accounting for contributions. Accordingly, the resources received for each of the specific programs managed by CFMW and the expenditures incurred in the delivery of those programs are segregated for accounting and reporting purposes into the following specific funds:

Administration Fund:

Provides the personnel and other facilities that enable CFMW to deliver the Community Futures Contribution Agreement with Western Economic Diversification (WED) and other related programs.

Self-Employment Fund (SE):

The Self-Employment program is a subcontract with North Island Employment Foundations Society (NIEFS) funded by British Columbia Ministry of Social Development and Poverty Reduction. This program provides assistance, training and support to individuals (who were previously unemployed and qualify under the Ministry guidelines) in the start-up phase of a business.

Mount Waddington Economic Fund (MWEF):

For economic development activities carried on by CFMW.

Jobs and Career Expo Fund (JCE):

Eight organizations collaborated to plan and host a Jobs and Career Expo in April 2015 in Port Hardy. The Expo was hosted in April 2015.

CFMW has been selected to hold the funds allocated by each participating organization to the Jobs and Career Expo for future events.

Island Coastal Group (IC Group):

Seven Community Futures offices serving Vancouver Island, Power River, the Sunshine Coast and Howe Sound comprise a regional network known as the Island Coastal Group. Collaborative initiatives such as marketing are undertaken to achieve economies of scale and branding reinforcement.

CFMW has been selected to hold the funds allocated by each participating CF to the Island Coastal Group for joint initiatives.

COMMUNITY FUTURES MOUNT WADDINGTON

Notes to Financial Statements

March 31, 2019

2. Significant Accounting Policies (Continued):

Investment Funds:

Promotes economic development in the community by providing assistance to small businesses in the form of loans, guarantees or equity investments. CFMW is restricted in the types of loans that can be made, according to its agreements with the federal government.

K'awat'si Investment Fund:

Funded by K'awat'si Economic Development General Partner Corporation (KEDGPC) to stimulate business activity in the Gwa'sala-'Nakwaxda'xw First Nation community through loans to members' businesses.

Revenue Recognition

Restricted contributions are recognized as revenue of the appropriate fund in the year received and in which the related expenses are incurred. Unrestricted contributions are recognized as revenue of the appropriate fund when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Grant revenue is recognized when received or receivable. Management fee revenue is recognized when received. Interest revenue is recognized when received or receivable. Interest is not accrued on loans which have been classified as impaired.

Property and Equipment

Property and equipment are recorded at cost. Amortization is calculated on a declining balance basis at the following rates:

Office Furniture	20%
Office Equipment	40%
Computer Equipment	50%
Leasehold Improvements	40%

Investments

CFMW follows the cost method of accounting for its investment in the share of Venture Connect Inc., an incorporated company that carries on the business of providing regional training, education and succession planning.

Financial Instruments

Financial instruments are recorded at fair value on initial recognition. CFMW's financial instruments consist of cash and term deposits, accrued interest and accounts receivable, loans receivable, trade accounts payable, wages and benefits payable and repayable contributions from Western Economic Diversification and the BC Ministry of Forests.

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, CFMW determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset.

If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount CFMW expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

COMMUNITY FUTURES MOUNT WADDINGTON

Notes to Financial Statements

March 31, 2019

2. Significant Accounting Policies (Continued):

Use of Estimates

The preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period.

Significant measurement uncertainty exists surrounding the valuation of loans receivable due to the variance of economic conditions on North Vancouver Island and the nature of loan recipients. Loans receivable are evaluated by management as to their collectability and an appropriate allowance for loan impairment is provided where considered necessary.

3. Loans Receivable:

	2019	2018
	\$	\$
Investment Funds		
Loans Receivable	4,529,391	4,386,441
Less: Allowance for Impaired Loans	<u>279,881</u>	<u>221,906</u>
	4,249,510	4,164,535
Less: Current Portion of Loans Receivable	<u>1,712,106</u>	<u>1,058,200</u>
	<u>2,537,404</u>	<u>3,106,335</u>

CFMW has provided for credit risk, as defined in Note 10, by establishing allowances for impaired loans and netting the allowances against the carrying value of certain impaired loans.

CFMW has also established a general allowance based on management's estimates of collectability of loans as well as based on the application of a five year historical review of actual write-off's as a percentage of loan balances, with that percentage being applied to the outstanding balance of Loans Receivable not already allowed for.

Loans are considered impaired as soon as collection of the full principle and interest on the loan becomes doubtful. Each impaired loan is evaluated separately and written down to the fair market value of any security held. Various forms of security are taken on loans ranging from promissory notes and personal guarantees of principals to chattel mortgages and mortgages over real property. The carrying values of specifically identified impaired loans included in loans receivable is as follows:

	2019	2018
	\$	\$
Investment Funds		
Gross Impaired Loans	295,844	183,428
Allowance	<u>(183,783)</u>	<u>(105,535)</u>
Carrying Value	<u>112,061</u>	<u>77,893</u>

COMMUNITY FUTURES MOUNT WADDINGTON

Notes to Financial Statements

March 31, 2019

3. Loans Receivable (Continued):

During the year ended March 31, 2019, CFMW recognized \$13,465 (2018 - \$0) in income as a result of the reversal of general allowances for impaired loans, provided for in prior periods.

4. Long Term Investment:

	2019	2018
	\$	\$
Venture Connect Inc. - shares at cost	<u>1</u>	<u>1</u>

CFMW holds 16.67% of the issued shares of Venture Connect Inc. Loans to the company are unsecured with no specified terms of repayment or stated interest rate. As at March 31, 2019, there is no loan outstanding from Venture Connect Inc. (2018 - \$10,000 loan outstanding with an allowance of \$10,000).

5. Property and Equipment:

	2019	
	Cost	Accumulated Amortization
	\$	\$
Furniture and Equipment	41,439	39,815
Computer Equipment	49,560	43,484
Leasehold Improvements	<u>19,068</u>	<u>18,543</u>
	<u>110,067</u>	<u>101,842</u>
Unamortized Cost	<u>8,225</u>	

	2018	
	Cost	Accumulated Amortization
	\$	\$
Furniture and Equipment	41,439	39,158
Computer Equipment	52,855	45,843
Leasehold Improvements	<u>19,068</u>	<u>18,193</u>
	<u>113,362</u>	<u>103,194</u>
Unamortized Cost	<u>10,168</u>	

COMMUNITY FUTURES MOUNT WADDINGTON

Notes to Financial Statements

March 31, 2019

6. Deferred Revenue:

Deferred revenue reported in the Administration Fund represent funds received in advance for administrative operations in the subsequent year. Deferred revenue reported in the SE program represents funds, for restricted program funding, received in the current and prior years that are related to subsequent years. Deferred revenue reported in the IC Group fund is received from other Island Coastal members to be used for future Island Coastal events. Deferred revenue reported in the Investment Fund represents funds received for the loan set-up fees that will be amortized over the life of the loans.

	2019	2018
	\$	\$
Administration	25,824	25,066
SE	-	86,084
Jobs and Career Expo	981	981
IC Group	-	1,501
Investment Funds	<u>23,480</u>	<u>-</u>
	<u>50,285</u>	<u>113,632</u>

7. Long Term Debt:

	2019	2018
	\$	\$
WED - Forestry Community Investment Loan Contribution	500,000	500,000
WED - Fishing Investment Fund Fisheries Legacy Trust Loan Contribution	420,000	420,000
WED - Disabled Investment Fund Loan Contribution	200,000	200,000
WED - Repayable Investment Fund Loan Contribution	350,000	350,000
Government of Canada Loan Contribution	500,000	500,000
K'awat'si Fund Loan Contribution	75,000	75,000
Community Futures BC Loan Contribution	665,493	943,748
Community Futures CC Loan Contribution	<u>55,267</u>	<u>95,778</u>
	2,765,760	3,084,526
Less: Current Portions of		
- Demand Debt	315,644	318,629
- Long Term Debt	<u>2,045,000</u>	<u>2,045,000</u>
Long Term Debt	<u>405,116</u>	<u>720,897</u>

COMMUNITY FUTURES MOUNT WADDINGTON

Notes to Financial Statements

March 31, 2019

7. Long Term Debt (Continued):

The Forestry Community Investment, Disabled Investment and Repayable Investment Funds contributions from Western Economic Diversification Canada are conditionally repayable. If specific conditions (as set out in the agreement) occur, Western Economic Diversification Canada can, by providing notice, request immediate repayment of the lower of the conditionally repayable contribution or the uncommitted cash balance of the conditionally repayable contribution. It is not anticipated that any condition would occur in the next fiscal period that would result in the request for immediate repayment of these loan dollars.

The K'awat'si investment fund contribution carries no interest and no terms of repayment. It is not anticipated the loan will be called in the next fiscal period.

The Government of Canada loan contribution was formerly owed to Forest Renewal BC contributions under the terms of the Forest Community Business Program. These funds are still repayable at 100% of the unloaned fund at termination (plus interest from that date until repaid) and 100% of all loan payments received, net of costs, up to 15% of the balance of funds as at date of termination. Balances are due on 90 days notice or on demand if in default under the terms of the agreement.

The cash balance of the Fishing Investment Fund contributions is repayable on demand.

The loan from Community Futures BC Futures Fund is a five year loan at an annual interest rate of 1.85% with annual loan payments of \$296,861. This loan is secured by a general security agreement.

The loan from Community Futures Cariboo-Chilcotin (CFCC) is a four year loan at an annual interest rate of 1.85% with annual loan payments of \$41,130. This loan is secured by a general security agreement.

8. Commitments:

Lease Commitments

CFMW leases its premises in Port McNeill under an operating lease expiring January 31, 2021 upon which it will be paying rent on a month to month basis. Future minimum lease payments in the Administration Fund are estimated to be as follows:

	\$
2020	31,609
2021	26,341

Other Commitments

CFMW has an authorized line of credit of \$200,000. Interest is payable at prime plus 1.5%. CFMW also has a Visa with a limit of \$15,000. The Visa and line of credit are secured by a general security agreement. At March 31, 2019, CFMW had drawn \$144,051 on the line of credit (2018 - \$0).

COMMUNITY FUTURES MOUNT WADDINGTON

Notes to Financial Statements

March 31, 2019

9. Inter Fund Transactions:

During the year ended March 31, 2019, certain loan, bank and term deposit interest amounting to \$93,452 (2018 - \$52,000) was transferred from the Investment Fund to the Administration Fund and the IC Group as management fees. This fee was allocated from the following investment funds and is presented as a management fee expense within the unaudited schedules:

	\$
Fishing	30,452
Forestry Community	27,000
General Investment	<u>36,000</u>
	<u>93,452</u>

10. Financial Risks and Concentration of Credit Risk:

Credit Risk

Credit risk refers to the risk that a counterparty may default on its contractual obligations resulting in a financial loss. CFMW is exposed to credit risk with respect to its outstanding loans receivable. CFMW assesses, on a continuous basis, loans receivable and provides for any amounts that are not collectible in the allowance for impaired loans. Further details about the allowance and basis for the allowance are included in Note 3.

Liquidity Risk

Liquidity risk is the risk that the CFMW will be unable to fulfil its obligations on a timely basis or at a reasonable cost. CFMW manages its liquidity risk by monitoring its operating requirements. CFMW derives the cash required to fulfill its operating requirements through collections of its loans receivable from borrowers as well as annual government funding. There has been no change to the risk exposures from 2018.

Interest Rate Risk

CFMW has the potential to be exposed to interest rate risk due its operating line of credit. At March 31, 2019 the operating line of credit had a balance of \$144,297 (2018 - \$0) and as a result interest rate risk is considered to be low. There has been no change to the risk exposure from 2018.

COMMUNITY FUTURES MOUNT WADDINGTON

Schedule 1 - Investment Funds

Statement of Financial Position
(Unaudited)

March 31, 2019

	\$	\$	\$	\$	\$	\$	\$	\$	\$
	Disabled	Fishing	Forest Community Business	General	Repayable	Mount Waddington	Micro Loan	K'awat'si	Total
ASSETS									
Current Assets									
Cash	105,898	180,113	42,862	237,772	191,196	20,060	5,858	77,079	860,838
Accounts Receivable	-	-	-	4,547	-	-	-	-	4,547
Prepaid Expenses	-	-	-	-	-	-	-	-	-
Current Portion of Loans Receivable	48,575	324,184	364,867	222,439	211,832	532,542	7,667	-	1,712,106
	<u>154,473</u>	<u>504,297</u>	<u>407,729</u>	<u>464,758</u>	<u>403,028</u>	<u>552,602</u>	<u>13,525</u>	<u>77,079</u>	<u>2,577,491</u>
Loans Receivable	57,167	634,676	434,003	437,077	185,213	785,989	3,279	-	2,537,404
	<u>211,640</u>	<u>1,138,973</u>	<u>841,732</u>	<u>901,835</u>	<u>588,241</u>	<u>1,338,591</u>	<u>16,804</u>	<u>77,079</u>	<u>5,114,895</u>

LIABILITIES AND NET ASSETS

Current Liabilities									
Accounts Payable	-	-	-	3,713	-	-	-	-	3,713
Due to (from) Syndicate CFs	(382)	-	-	-	-	3,239	-	-	2,857
Deferred Revenue	445	4,187	6,630	3,826	1,594	6,773	25	-	23,480
Current Portion of Long Term Debt	-	-	-	-	-	315,644	-	-	315,644
Demand Debt	200,000	420,000	1,000,000	-	350,000	-	-	75,000	2,045,000
	<u>200,063</u>	<u>424,187</u>	<u>1,006,630</u>	<u>7,539</u>	<u>351,594</u>	<u>325,656</u>	<u>25</u>	<u>75,000</u>	<u>2,390,694</u>
Long Term Debt Due to (from) Funds	-	-	-	-	-	405,116	-	-	405,116
	<u>(1,143)</u>	<u>(3,517)</u>	<u>(204,467)</u>	<u>(8,046)</u>	<u>(16,182)</u>	<u>493,662</u>	<u>14,920</u>	<u>-</u>	<u>275,227</u>
Net Assets Restricted Surplus	198,920	420,670	802,163	(507)	335,412	1,224,434	14,945	75,000	2,996,037
	<u>12,720</u>	<u>718,303</u>	<u>39,569</u>	<u>902,342</u>	<u>252,829</u>	<u>114,157</u>	<u>1,859</u>	<u>2,079</u>	<u>2,043,858</u>
	<u>211,640</u>	<u>1,138,973</u>	<u>841,732</u>	<u>901,835</u>	<u>588,241</u>	<u>1,338,591</u>	<u>16,804</u>	<u>77,079</u>	<u>5,114,895</u>

COMMUNITY FUTURES MOUNT WADDINGTON

Schedule 2 - Disabled Investment Fund Statement of Operations and Changes in Fund Balances (Unaudited)

Year Ended March 31, 2019	2019	2018
	\$	\$
Revenue		
Loan Portfolio Interest	10,118	10,537
Interest and Other Revenue	<u>1,153</u>	<u>675</u>
	<u>11,271</u>	<u>11,212</u>
Expenses		
Increase in Provision for Loan Impairment	42,030	1,315
Interest and Bank Charges	<u>300</u>	<u>367</u>
	<u>42,330</u>	<u>1,682</u>
Excess (Deficiency) of Revenue over Expenditures	(31,059)	9,530
Surplus - Beginning of Year	<u>43,779</u>	<u>34,249</u>
Surplus - End of Year	<u>12,720</u>	<u>43,779</u>

COMMUNITY FUTURES MOUNT WADDINGTON

Schedule 3 - Fishing Investment Fund Statement of Operations and Changes in Fund Balances

(Unaudited)

Year Ended March 31, 2019

2019

2018

\$

\$

Revenue

Loan Portfolio Interest

69,010

75,457

Interest and Other Revenue

2,728

771

71,738

76,228

Expenses

Increase (Decrease) in Provision for Loan Impairment

(9,731)

17,644

Interest and Bank Charges

469

529

Loan Processing Costs

(155)

-

Management Fee

30,452

32,000

21,035

50,173

Excess of Revenue over Expenditures

50,703

26,055

Surplus - Beginning of Year

667,600

641,545

Surplus - End of Year

718,303

667,600

COMMUNITY FUTURES MOUNT WADDINGTON

Schedule 4 - Forest Community Business Investment Fund Statement of Operations and Changes in Fund Balances

(Unaudited)

Year Ended March 31, 2019

	2019	2018
	\$	\$
Revenue		
Loan Portfolio Interest	46,751	32,866
Interest and Other Revenue	<u>1,601</u>	<u>1,249</u>
	<u>48,352</u>	<u>34,115</u>
Expenses		
Increase (Decrease) in Provision for Loan Impairment	(414)	9,730
Interest and Bank Charges	386	302
Management Fee	<u>27,000</u>	<u>20,000</u>
	<u>26,972</u>	<u>30,032</u>
Excess of Revenue over Expenditures	21,380	4,083
Surplus - Beginning of Year	<u>18,189</u>	<u>14,106</u>
Surplus - End of Year	<u>39,569</u>	<u>18,189</u>

COMMUNITY FUTURES MOUNT WADDINGTON

Schedule 5 - General Investment Fund Statement of Operations and Changes in Fund Balance

(Unaudited)

Year Ended March 31, 2019

	2019	2018
	\$	\$
Revenue		
Loan Portfolio Interest	57,958	49,427
Interest and Other Revenue	<u>1,004</u>	<u>1,196</u>
	<u>58,962</u>	<u>50,623</u>
Expenses		
Increase in Provision for Loan Impairment	24,456	15,405
Interest and Bank Charges	276	229
Loan Processing Costs	-	2,377
Management Fee	<u>36,000</u>	<u>-</u>
	<u>60,732</u>	<u>18,011</u>
Excess (Deficiency) of Revenue over Expenditures	(1,770)	32,612
Surplus - Beginning of Year	<u>904,112</u>	<u>871,500</u>
Surplus - End of Year	<u>902,342</u>	<u>904,112</u>

COMMUNITY FUTURES MOUNT WADDINGTON

Schedule 6 - Repayable Investment Fund Statement of Operations and Changes in Fund Balances

(Unaudited)

Year Ended March 31, 2019

2019

2018

\$

\$

Revenue

Loan Portfolio Interest

27,584

27,373

Interest and Other Revenue

1,100

602

28,684

27,975

Expenses

Increase (Decrease) in Provision for Loan Impairment

(3,122)

51,570

Interest and Bank Charges

510

335

Loan Processing Costs

125

-

(2,487)

51,905

Excess (Deficiency) of Revenue over Expenditures

31,171

(23,930)

Surplus - Beginning of Year

221,658

245,588

Surplus - End of Year

252,829

221,658

COMMUNITY FUTURES MOUNT WADDINGTON

Schedule 7 - Mount Waddington Investment Fund Statement of Operations and Changes in Fund Balances (Unaudited)

Year Ended March 31, 2019

	2019	2018
	\$	\$
Revenue		
Loan Portfolio Interest	78,876	64,554
Interest and Other Revenue	<u>2,470</u>	<u>1,652</u>
	<u>81,346</u>	<u>66,206</u>
Expenses		
Increase in Provision for Loan Impairment	4,780	15,857
Interest and Bank Charges	<u>17,227</u>	<u>19,874</u>
	<u>22,007</u>	<u>35,731</u>
Excess of Revenue over Expenditures	59,339	30,475
Surplus - Beginning of Year	<u>54,818</u>	<u>24,343</u>
Surplus - End of Year	<u>114,157</u>	<u>54,818</u>

COMMUNITY FUTURES MOUNT WADDINGTON

Schedule 8 - Micro Loan Investment Fund Statement of Operations and Changes in Fund Balances

(Unaudited)

Year Ended March 31, 2019

	2019	2018
	\$	\$
Revenue		
Loan Portfolio Interest	962	1,397
Interest and Other Revenue	<u>138</u>	<u>(53)</u>
	<u>1,100</u>	<u>1,344</u>
Expenses		
Increase (Decrease) in Provision for Loan Impairment	(198)	279
Interest and Bank Charges	<u>230</u>	<u>196</u>
	<u>32</u>	<u>475</u>
Excess of Revenue over Expenditures	1,068	869
Surplus (Deficit) - Beginning of Year	<u>791</u>	<u>(78)</u>
Surplus - End of Year	<u>1,859</u>	<u>791</u>

COMMUNITY FUTURES MOUNT WADDINGTON

Schedule 9 - K'awat'si Investment Fund Statement of Operations and Changes in Fund Balances

(Unaudited)

Year Ended March 31, 2019

	2019	2018
	\$	\$
Revenue		
Loan Portfolio Interest	-	-
Interest and Other Revenue	<u>1,105</u>	<u>573</u>
	<u>1,105</u>	<u>573</u>
Expenses		
Increase (Decrease) in Provision for Loan Impairment	<u>-</u>	<u>-</u>
Excess of Revenue over Expenditures	1,105	573
Surplus - Beginning of Year	<u>974</u>	<u>401</u>
Surplus - End of Year	<u>2,079</u>	<u>974</u>