

VUNTUT GWITCHIN FIRST NATION
NOTES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2019

1. GENERAL

The Vuntut Gwitchin First Nation (the "First Nation") is a First Nation government located in Old Crow, Yukon Territory in Canada. The First Nation is one of the "first four" First Nations to sign their Final Agreement and Self Government Agreement in 1993. The Final Agreement sets out the rights, titles and interests of the First Nation. The Self Government Agreement sets out the rights of the First Nation to govern itself. The First Nation provides various government programs and services to its citizens.

2. BASIS OF PRESENTATION

These non-consolidated financial statements have been prepared by Vuntut Gwitchin First Nation's ("First Nation") management in accordance with Canadian generally accepted accounting principles for public sector as prescribed by the Public Sector Accounting Board ("PSAB") of the Chartered Professional Accountants of Canada.

These financial statements have been prepared on a non-consolidated basis and include financial information of the First Nation only. The non-consolidated financial statements do not include the First Nation's equity investments in businesses and trusts directly and indirectly owned by the First Nation. 40925 Yukon Inc. and Old Crow Development Corporation have been carried in the books of the First Nation at cost (see Note 7).

3. SIGNIFICANT ACCOUNTING POLICIES

a) Cash and restricted cash

Cash and restricted cash are comprised of deposits held with financial institutions and cash equivalents. Cash equivalents are short-term highly liquid investments that are readily convertible to known amounts of cash and that are subject to an insignificant risk of changes in value.

b) Financial instruments

The First Nation's financial instruments consist of cash and restricted cash, accounts receivable, grants receivable, loans receivable, portfolio investments, accounts payable and accrued liabilities, wages, benefits and payroll liabilities and long-term debts. Unless otherwise noted, it is management's opinion that the First Nation is not exposed to significant interest, currency, credit or liquidity risks arising from these financial instruments. Unless otherwise noted, the fair value of these financial instruments approximates their carrying value.

c) Inventories

These are inventories held for consumption or use by the First Nation and are carried at cost.

d) Designated assets

These are assets that have been formally designated by the First Nation to indicate the First Nation's attention to use those assets for a specific purpose.

**VUNTUT GWITCHIN FIRST NATION
NOTES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2019**

3. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

e) Tangible capital assets

Tangible capital assets are initially recorded at cost and subsequently carried at cost less accumulated amortization. Costs include the purchase price, direct construction costs and other costs directly attributable to the acquisition, construction, development and betterment of the assets.

Tangible capital assets are amortized using the straight-line method over the useful life of the assets as follows:

VGFN/CMHC Houses	25 years
Other buildings	25 years
Infrastructure	40 years
Recreation facilities	20 years
Tank farm	20 years
Equipment and furniture	3-5 years
Vehicles	5-10 years
Construction in progress	No amortization until completion

Impairment

Impairment testing is performed whenever events or changes in circumstances indicate that the asset's carrying value may not be recoverable. Impairment losses are recognized when undiscounted future cash flows from its use and disposal are less than the asset's carrying amount. Impairment losses are charged against the statement of operations.

f) Surplus and deferred revenue

All unexpended items of revenue are treated as surplus until such time as the related project is completed. Unexpended balances of various contribution agreements with restrictions are treated as deferred revenue.

g) Portfolio investments

These are investments by the First Nation in equity instruments that do not form part of the government reporting entity. These are recorded at cost.

h) Investment in subsidiaries

Investment in subsidiaries is reported using the cost method whereby the investments are initially recorded at cost.

i) Revenue recognition

Funding received under the Financial Transfer Agreement with the Government of Canada is recognized as revenue in the year the funding pertains to, as specified in the Agreement.

Contributions received under the terms of other agreements are recognized as revenue at the time applications are approved by the relevant funding agency.

j) Expenses

The First Nation's expenses are presented using the segmented format. A segment is defined as a distinguishable activity or group of activities of a government for which it is appropriate to separately report financial information to achieve the objectives of the standard.

**VUNTUT GWITCHIN FIRST NATION
NOTES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2019**

3. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

k) Retirement benefits

Retirement benefits are charged as an expense in the statement of operations. Defined contribution plans are post-employment benefit plans under which the First Nation pays fixed contributions on a voluntary basis. The First Nation has no obligation to make any further payment once the contributions have been paid.

l) Estimates

The preparation of the financial statements in conformity with Canadian generally accepted accounting principles require 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 revenue and expenditures during the reporting period. Significant areas requiring the use of management estimates relate to amortization rates and allowance for doubtful accounts. Actual results could differ from those reported.

m) Contaminated Sites

Effective April 1, 2014, the First Nation has adopted the new Public Sector Accounting Standard PS3260 Contaminated Sites. The new standard can be applied retroactively or prospectively, and the First Nation has elected to apply it prospectively. Under PS3260 governments are required to accrue a liability for the costs to remediate a contaminated site. Liabilities are recognized when an environmental standard exists, contamination exceeds the standard, the government has responsibility for remediation, future economic benefits will be given up and a reasonable estimate can be made. Management has assessed its potential liabilities under the new standard including sites that are no longer in productive use and sites which the First Nation accepts responsibility. There were no such sites that had contamination in excess of an environmental standard which required remediation by the First Nation at this time, therefore no liability was recognized on transition as at April 1, 2014 or at March 31, 2019.

4. RESTRICTED AND DESIGNATED CASH

This account consists of the following:

	<u>2019</u>	<u>2018</u>
Restricted cash		
Canada Mortgage and Housing Corporation reserves	\$ 195,569	\$ 193,166
Designated cash		
Tax Buy-out Fund	90,922	89,399
Oil and Gas	644,825	634,025
Distributions from Vuntut Gwitchin Trust and Business Trust	3,369,806	3,722,501
Old Crow Retail Coop Ltd. Loan Subsidy reserve	210,298	240,199
Contingency fund	336,443	219,032
	<u>\$ 4,847,863</u>	<u>\$5,098,322</u>

**VUNTUT GWITCHIN FIRST NATION
NOTES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2019**

4. RESTRICTED AND DESIGNATED CASH (CONTINUED)

Restricted cash

Restricted cash represents resources restricted by agreements with external parties that specify the purposes for which the resources are to be used.

Canada Mortgage and Housing Corporation ("CMHC") Reserves

Pursuant to its agreement, the First Nation is required to segregate funds for replacement and subsidy reserves. The expenditures from these funds are restricted by the terms of the agreement. Annual allocation of the replacement and subsidy reserves are charged against CMHC reserves in the statement of financial position.

Designated cash

Designated assets represent resources restricted internally by the First Nation. These assets are designated for a specific purpose as a result of the First Nation's legislation or resolutions.

Tax Buy-out Fund

These are amounts received from the Government of Canada as compensation for changing certain income tax exemptions to taxable status.

Oil and Gas

These are amounts received from Government of Yukon as a result of a royalty agreement.

Distributions from Vuntut Gwitchin Trust ("VGT") and Business Trust ("VGBT")

These are distributions received from VGT and VGBT.

Old Crow Retail Coop Ltd. Loan Subsidy reserve

These are funds allocated by the First Nation to provide for future contributions to Old Crow Retail Cooperative Ltd. for funding of monthly loan payment shortfalls in respect of the Old Crow Retail Cooperative BMO loans.

Contingency Fund

These are funds allocated by the First Nation against any future possible losses.

5. ACCOUNTS RECEIVABLE

This account consists of the following:

	<u>2019</u>	<u>2018</u>
Due from related parties	21,676	21,676
Other receivables	480,791	302,854
	<u>\$ 502,467</u>	<u>\$ 324,530</u>

**VUNTUT GWITCHIN FIRST NATION
NOTES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2019**

6. LOANS RECEIVABLE

This account consists of the following:

	<u>2019</u>	<u>2018</u>
Vuntut Gwitchin Trust	\$ 2,274,432	\$ 1,176,713
Vuntut Gwitchin Business Trust	9,481,987	184,689
40782 Yukon Inc.	11,321,355	11,321,355
40925 Yukon Inc.	2,262,059	2,262,059
Yukon Indian Development Corporation	137,628	137,628
	<u>\$ 25,477,461</u>	<u>\$ 15,082,444</u>

Vuntut Gwitchin Trust

Vuntut Gwitchin Trust issued promissory notes in favour of the First Nation for distributions payable. The notes are non-interest bearing and no stated terms of repayment.

Vuntut Gwitchin Business Trust

Vuntut Gwitchin Business Trust issued promissory notes in favour of the First Nation for distributions payable. The notes are non-interest bearing and have no stated terms of repayment.

40782 Yukon Inc.

40782 Yukon Inc. issued a promissory note in favour of the First Nation amounting to \$3,200,000 to fund its investment in Rivers Edge Partnership. The note is non-interest bearing and has no stated terms of repayment. 40782 Yukon Inc. issued a promissory note in favour of the First Nation amounting to \$ 8,121,355 to fund the transfer of the tank farm. The note is due on demand, bears no interest and has no specific terms of repayment.

40925 Yukon Inc.

40925 Yukon Inc. issued a promissory note in favour of the First Nation whereby the First Nation replaced its equity interest in the residual assets of Vuntut Development Corporation, which were transferred to VGLP, with the note. The note is non-interest bearing and has no stated terms of repayment.

Yukon Indian Development Corporation ("YIDC")

The First Nation owns approximately 6% of the outstanding shares of YIDC. The loans receivable consists of dividends declared by YIDC and subsequently reinvested in YIDC. There are no stated terms of repayment existing for this receivable.

7. PORTFOLIO INVESTMENTS AND INVESTMENT IN SUBSIDIARIES

The portfolio investments consist of the following:

	<u>2019</u>	<u>2018</u>
First Nations Bank of Canada, <i>at cost</i>	<u>\$ 500,002</u>	<u>\$ 500,002</u>
	<u>\$ 500,002</u>	<u>\$ 500,002</u>

The First Nation owns approximately 1.7% of the outstanding shares of the First Nations Bank of Canada. This investment has been recorded at cost.

**VUNTUT GWITCHIN FIRST NATION
NOTES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2019**

7. PORTFOLIO INVESTMENTS AND INVESTMENT IN SUBSIDIARIES (CONTINUED)

The investment in subsidiaries consist of the following:

	<u>2019</u>	<u>2018</u>
40925 Yukon Inc., <i>at cost</i>	\$ 1	\$ 1
Old Crow Development Corporation, <i>at cost</i>	<u>100</u>	<u>100</u>
	<u>\$ 101</u>	<u>\$ 101</u>

The First Nation owns 100% of 40925 Yukon Inc. The investment in the equity of the subsidiary is recorded at cost.

Old Crow Development Corporation was incorporated to pursue economic development opportunities in the village of Old Crow, Yukon and Vuntut Gwitchin Settlement Land. The First Nation has 100% ownership in Old Crow Development Corporation. The investment in the equity of the subsidiary is recorded at cost.

8. INVENTORIES OF SUPPLIES

Inventories of supplies consist of the following:

	<u>2019</u>	<u>2018</u>
Materials	\$ 1,449,473	\$ 1,492,977
Gravel	188,459	228,053
Sundries	<u>21,029</u>	<u>-</u>
	<u>\$ 1,658,961</u>	<u>\$ 1,721,030</u>

9. DEFERRED REVENUE

Deferred revenue consists of the following:

	<u>2019</u>	<u>2018</u>
Government of the Yukon	\$ 90,911	\$ 418,719
Yukon Housing Corporation	75,000	-
Parks Canada	249,751	306,319
Government of Canada	98,810	31,862
Other	11,260	21,501
Council of Yukon First Nations	152,121	31,923
Crown-Indigenous Relations and Northern Affairs Canada	1,821,035	697,813
	<u>\$ 2,498,888</u>	<u>\$ 1,508,137</u>

**VUNTUT GWITCHIN FIRST NATION
NOTES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2019**

10. RELATED PARTY TRANSACTIONS

Transactions with related parties as at March 31, 2019 is listed below.

Porcupine Enterprises Ltd.

The First Nation has entered into contracts with Porcupine Enterprises Ltd. (“PEL”), a construction company 100%-owned by Vuntut Gwitchin Limited Partnership (a 100%-indirectly owned entity by the First Nation). For the year ended March 31, 2019, the First Nation had recorded transactions for these contracts for \$765,057 (March 31, 2018: \$354,123).

Air North Partnership (“ANP”)

ANP, 49%-owned by Vuntut Gwitchin Limited Partnership II (100%-indirectly owned entity by the First Nation), provides transportation services to the First Nation at prevailing market rates. For the year ended March 31, 2019, the First Nation had recorded transactions for transportation services provided by Air North for \$610,763 (2018: \$831,288).

40782 Yukon Inc. (operating as Vuntut Development Corporation)

40782 Yukon Inc., 100%-owned by 40925 Yukon Inc. owns a fuel depot in Old Crow and purchases and sells fuel. The First Nation operates the fuel depot and carries associated payroll costs. The First Nation is responsible for fuel pricing and bears any subsidy offered to customers. For the year ended March 31, 2019, the First Nation had recorded transactions for fuel purchases from 40782 Yukon Inc. for \$1,752,458 (2018: \$1,586,889). During the year ended March 31, 2019, the First Nation provided 40782 Yukon Inc. with a grant for \$60,000.

11. LONG-TERM DEBTS

Mortgages payable

Amounts shown as mortgages payable represent monies borrowed to finance construction of residential houses. The loans are secured by a mortgage to the lender on the land and buildings as well as a ministerial guarantee by the Government of Canada.

Other loans

Other loans represent monies borrowed to finance the construction of a winter road, tank farm and buildings.

The balances and terms of the mortgages and other loans are as follows:

**VUNTUT GWITCHIN FIRST NATION
NOTES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2019**

11. LONG-TERM DEBTS (CONTINUED)

	<u>2019</u>	<u>2018</u>
Mortgage payable to Canada Housing and Mortgage Corporation at \$1,557 blended monthly including interest at 2.50%, due June 1, 2023	\$ 221,778	\$ 234,987
Mortgage payable to Canada Housing and Mortgage Corporation at \$1,434 blended monthly including interest at 1.3%, due June 1, 2022	206,982	221,405
Mortgage payable to Canada Housing and Mortgage Corporation at \$1,726 blended monthly including interest at 2.20%, due June 1, 2024	332,399	345,661
Mortgage payable to Canada Housing and Mortgage Corporation at \$1,651 blended monthly including interest at 1.48%, due January 1, 2022	383,819	397,854
Mortgage payable to First Nations Bank of Canada at \$1,879 monthly including interest at 3.56%, fully paid	-	16,593
Mortgage payable to First Nations Bank of Canada at \$1,300 monthly including interest at 3.25%, fully paid	-	11,234
Mortgage payable to First Nations Bank of Canada at \$781 monthly including interest at 3.95% due December 1, 2020	15,427	23,865
	<u>\$ 1,160,405</u>	<u>\$ 1,251,599</u>
Loan payable to First Nations Bank of Canada at \$17,118 blended monthly including interest at published rate plus 0.50%, due December 15, 2023	898,971	1,062,834
Loan payable to First Nations Bank of Canada at \$8,333 blended monthly including interest at published rate plus 0.50%, due May 6, 2019	16,686	116,682
Loan payable to First Nations Bank of Canada at \$20,413 blended monthly including interest at 4.17%, due May 20, 2019	1,136,879	1,330,009
	<u>\$ 3,212,941</u>	<u>\$ 3,761,124</u>

Estimated principal repayments are as follows. These long-term debts are expected to be renewed by the First Nation at maturity date with the same comparable rates and payment terms.

Current Year	\$ 451,472
FY 2020-2021	449,622
FY 2021-2022	461,124
FY 2022-2023	479,889
Thereafter	1,370,834
	<u>\$ 3,212,941</u>

**VUNTUT GWITCHIN FIRST NATION
NOTES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2019**

12. ACCUMULATED SURPLUS

Movement and breakdown of the accumulated surplus are as follows:

	<u>2018</u>	<u>Net change</u>	<u>Inter-fund Transfer</u>	<u>Transfer from CMHC reserve</u>	<u>2019</u>
Unrestricted surplus	8,731,724	\$16,200,460	(\$15,017,736)	\$ 100,093	\$10,014,541
Appropriated surplus:					
Old Crow Coop Loan					
Subsidy reserve fund	240,198	-	(29,901)	-	210,297
Contingency fund	219,032	-	117,411	-	336,443
189.2 collaborative fiscal policy reserve fund	-	-	737,963	-	737,963
VGT distributions	4,905,869	-	745,022	-	5,650,891
VGBT distributions	178,035	-	9,297,299	-	9,475,334
Tax buy-out fund	89,400	-	1,523	-	90,923
Oil and gas	634,025	-	10,800	-	644,825
Other investments	6,121,366	-	-	-	6,121,366
Tangible capital assets	25,646,754	-	4,137,619	-	29,784,373
	<u>\$ 46,766,403</u>	<u>\$16,200,460</u>	<u>-</u>	<u>\$100,093</u>	<u>\$ 63,066,956</u>

13. CONTINGENCIES

Old Crow Coop Loan guarantee and payment portion agreement

On March 31, 2015, the First Nation sold the new community store building located on lot 665 to the Old Crow Retail Cooperative Ltd. The First Nation has agreed to provide a guarantee of the loan contracted by the Old Crow Retail Cooperative Ltd. The loan guarantee authorized by the First Nation is in the amount of \$2,437,704.

On March 31, 2015, the First Nation has also agreed to make payment of the balance of the BMO monthly payment not covered by the Old Crow Retail Cooperative Ltd. for approximately \$2,492 per month for the first 3 years of the loan and for such increased amount as it will result from any increase in the interest rate after such initial 3 year term. As at March 31, 2015, a loan subsidy reserve has been established by the First Nation in the amount of \$300,000 to cover the payments. During the year, payments have been made for \$29,901 (2018 – 29,901) and the balance of the reserve is \$210,298 (2018 - \$240,199).

Yukon First Nation Implementation Fund Trust ("YFNIFT")

Income distributions receivable by the First Nation amounting to \$439,203 as at March 31, 2018 and \$439,203 in March 31, 2017 were declared by the Trustees of YFNIFT. No information is available as at March 31, 2019. One of its objectives is to support Yukon First Nations to establish the entities required for a Yukon First Nation to carry out its responsibilities in implementing the Umbrella Final Agreement and a Yukon First Nation Final Agreement. This income distribution has not been recorded in the books as the likelihood of collecting these distributions is remote.

**VUNTUT GWITCHIN FIRST NATION
NOTES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2019**

13. CONTINGENCIES (CONTINUED)

Litigation

The First Nation is in the process of negotiating a settlement with a supplier claiming \$299,250 for services rendered. It is not possible at this time to determine if the negotiation will be successful. A reasonable amount has been accrued by the First Nation.

14. CONTRACTUAL OBLIGATIONS

The First Nation has entered into lease agreement with VGLP, an indirectly owned partnership. This contractual obligation will become liabilities in the future when the terms of the contract is met. Disclosure relates to the unperformed portion of the contracts follows:

Current Year	22,000
FY 2020-2021	22,000
FY 2021-2022	22,000
FY 2022-2023	18,333
	\$ 84,333

**VUNTUT GWITCHIN FIRST NATION
NOTES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2019**

15. EXPENSES BY OBJECT

Expenses of the First Nation categorized as to their object are as follows:

	<u>2019</u>	<u>2018</u>
Wages and benefits (see Note 16)	\$ 5,630,149	\$ 5,672,125
Amortization	1,881,439	1,753,141
Rent and utilities	1,091,398	695,735
Professional fees and consultants	1,441,198	1,176,557
Materials and supplies	627,635	638,891
Repairs and maintenance	1,026,306	914,487
Training	544,886	613,973
Honoraria	267,329	257,412
Elders' pension	305,200	303,200
Social assistance	370,712	402,181
Travel	384,299	399,154
Interest and loan payments	155,602	151,877
Telephone, internet and office supplies	187,517	202,405
Insurance	198,014	187,339
Vehicle	182,193	197,324
Property taxes	76,977	76,873
Equipment	24,133	15,059
Grants and contributions	418,794	82,189
Advertising	560	-
Administration	27,205	38,837
Contracts	40,041	6,747
Equipment rental	341,422	37,952
Others	169,021	150,169
	<u>\$ 15,392,030</u>	<u>\$ 13,973,627</u>

16. EMPLOYEES PENSION PLAN

The First Nation matches contributions made by employees, to a maximum of 5.5% of wages and salaries, to a defined contribution plan. During the year ended March 31, 2019, the First Nation contributed \$167,486 (2018: \$173,580) in the plan.

17. BUDGET INFORMATION

The budget figures have not been audited, reviewed or otherwise verified and consequently the auditors do not express an opinion on them.

18. COMPARATIVE INFORMATION

Certain comparative figures have been reclassified to conform to current year presentation. The changes do not affect prior year earnings.

**VUNTUT GWITCHIN FIRST NATION
NOTES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2019**

19. SEGMENTED INFORMATION

A segment is defined as a distinguishable activity or group of activities of a government for which it is appropriate to separately report financial information to achieve the objectives of the standard. The First Nation has presented its non-consolidated statement of operations in segmented format. For reporting purposes, the First Nation's operations and activities are organized and reported by service area. Certain allocation methodologies are employed in the preparation of segmented financial information.

Departments and activities for which they are responsible are reported in these services areas. The departments listed in the non-consolidated statement of operations and the services that each department provides are listed below:

Administration

This department includes internal support and central services such as Finance, Administration and Information Technology.

Natural and Cultural Resources

The department is responsible for protecting and enhancing the cultural identity, traditional values and lifestyle of the First Nation's citizens.

Health and Social

The department renders health and social programs to its citizens. This includes, home and community care, community counselling, social assistance, elders' programs, justice programs and other services and programs that promotes the well-being of the First Nation's citizens.

Education

To support the First Nation's citizens access to education and reintroduce them into the workforce by obtaining training with the qualifications and skills needed to pursue individual careers. This also includes recreation programs.

Capital and Maintenance

This department implements capital projects undertaken by the First Nation. This includes providing adequate and affordable housing to the First Nation's citizens.

Government and Implementation

Services related to governance function of the First Nation. This includes development of laws and regulations, approval of agreements and contracts, and other duties and responsibilities rendered by the different government branches of the First Nation.

**VUNTUT GWITCHIN FIRST NATION
NOTES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2019**

20. FUTURE CHANGES IN ACCOUNTING POLICIES

PS 3450 - *Financial Instruments* is effective for fiscal years beginning on or after April 1, 2019. Under PS 3450, all financial instruments, including derivatives, are included on the statement of financial position and are measured either at fair value or amortized cost based on the characteristics of the instrument and the First Nation's accounting policy choices. The First Nation is currently assessing the impact of this change in accounting policy.

VUNTUT GWITCHIN FIRST NATION
NOTES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2019

21 TANGIBLE CAPITAL ASSETS

	<u>Beginning</u> <u>of year</u>	<u>Additions</u>	<u>Reclassification</u>	<u>Disposals</u>	<u>Amortization</u>	<u>End of year</u>
March 31, 2019						
<i>Cost:</i>						
Houses	\$ 26,901,996	\$ 83,569	\$ 933,106	\$-	\$-	\$ 27,918,671
Other buildings	11,895,850	27,550	-	-	-	11,923,400
Recreation facilities	1,194,437	38,193	472,875	-	-	1,705,505
Infrastructure	4,114,223	9,595	-	-	-	4,123,818
Tank farm	322,461	-	-	-	-	322,461
Equipment and furniture	2,390,715	59,693	(148,631)	-	-	2,301,777
Vehicles	1,584,054	22,222	-	-	-	1,606,276
Construction in progress - houses	831,865	966,971	(933,106)	-	-	865,730
Construction in progress -others	3,042,317	4,811,240	(324,244)	-	-	7,529,313
	<u>52,277,918</u>	<u>6,019,033</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>58,296,951</u>
<i>Accumulated depreciation:</i>						
Houses	(14,808,599)	-	-	-	(968,356)	(15,776,955)
Other buildings	(6,751,206)	-	-	-	(394,245)	(7,145,451)
Recreation facilities	(870,844)	-	-	-	(70,658)	(941,502)
Infrastructure	(1,134,827)	-	-	-	(102,856)	(1,237,683)
Tank farm	(285,278)	-	-	-	(16,123)	(301,401)
Equipment and furniture	(1,597,045)	-	-	-	(204,480)	(1,801,525)
Vehicles	(1,183,364)	-	-	-	(124,697)	(1,308,061)
	<u>(26,631,163)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,881,415)</u>	<u>(28,512,578)</u>
Net book value	<u>\$ 25,646,755</u>	<u>\$ 6,019,033</u>	<u>\$ -</u>	<u>\$-</u>	<u>\$ (1,881,415)</u>	<u>\$ 29,784,373</u>
March 31, 2018						
<i>Cost:</i>						
Houses	\$ 26,676,356	\$ 24,547	\$ 201,093	\$-	\$-	\$ 26,901,996
Other buildings	11,895,850	-	-	-	-	11,895,850
Recreation facilities	1,272,180	-	(77,743)	-	-	1,194,437
Infrastructure	4,114,223	-	-	-	-	4,114,223
Tank farm	322,461	-	-	-	-	322,461
Equipment and furniture	1,852,745	537,970	-	-	-	2,390,715
Vehicles	1,480,056	103,998	-	-	-	1,584,054
Construction in progress - houses	259,970	831,865	(259,970)	-	-	831,865
Construction in progress -others	-	2,905,697	136,620	-	-	3,042,317
	<u>47,873,841</u>	<u>4,404,077</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>52,277,918</u>
<i>Accumulated depreciation:</i>						
Houses	(13,901,418)	-	-	-	(907,181)	(14,808,599)
Other buildings	(6,357,531)	-	-	-	(393,675)	(6,751,206)
Recreation facilities	(821,160)	-	-	-	(49,684)	(870,844)
Infrastructure	(1,031,971)	-	-	-	(102,856)	(1,134,827)
Tank farm	(269,155)	-	-	-	(16,123)	(285,278)
Equipment and furniture	(1,433,113)	-	-	-	(163,932)	(1,597,045)
Vehicles	(1,063,675)	-	-	-	(119,689)	(1,183,364)
	<u>(24,878,023)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,753,140)</u>	<u>(26,631,163)</u>
Net book value	<u>\$ 22,995,818</u>	<u>\$ 4,404,077</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,753,140)</u>	<u>\$ 25,646,755</u>