

Independent Auditors' Report

To the Members of Thunderchild First Nation:

We have audited the accompanying financial statements of Thunderchild First Nation, which comprise the consolidated statement of financial position as at March 31, 2014 and the consolidated statements of operations, accumulated surplus, changes in net debt, and cash flows and related schedules 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 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 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 about whether the financial statements are free from 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 the 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 policies 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 financial statements present fairly, in all material respects, the financial position of Thunderchild First Nation as at March 31, 2014 and the results of its operations, changes in net debt, and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Saskatoon, Saskatchewan


July 29, 2014

MNP LLP
Chartered Accountants

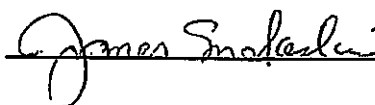
Thunderchild First Nation
Consolidated Statement of Financial Position
As at March 31, 2014

	<i>2014</i>	<i>2013</i>
Financial assets		
Current		
Cash resources	2,524,369	537,089
Accounts receivable (Note 3)	1,567,117	1,683,736
Inventory for resale	20,401	24,051
Loans receivable (Note 4)	38,604	-
Temporary investments (Note 5)	179,893	177,905
Restricted cash (Note 7)	627,255	1,148,816
Subtotal of current assets	4,957,639	3,571,597
Restricted cash and deposits (Note 8)	874,669	571,641
Funds held in trust (Note 9)	1,620,772	1,254,338
Equity investment in Co-op	69,046	72,988
Total financial assets	7,522,126	5,470,564
Liabilities		
Current		
Bank indebtedness (Note 10)	170,084	631,720
Accounts payable and accruals	3,048,181	3,367,313
Deferred revenue (Note 11)	1,227,609	881,676
Current portion of long-term debt (Note 13)	670,158	899,240
Subtotal of current liabilities	5,116,032	5,779,949
Deferred revenue (Note 12)	636,579	669,249
Long-term debt (Note 13)	4,367,804	2,824,118
Total financial liabilities	10,120,415	9,273,316
Net debt	(2,598,289)	(3,802,752)
Contingencies (Note 14)		
Guarantees (Note 15)		
Subsequent events (Note 16)		
Non-financial assets		
Tangible capital assets (Note 17)	49,226,199	48,046,884
Prepaid expenses	48,303	107,466
Total non-financial assets	49,274,502	48,154,350
Accumulated surplus (Note 18)	46,676,213	44,351,598

Approved on behalf of Chief and Council



Chief



Councillor