

Financial Statements of

**MÉTIS NATION - SASKATCHEWAN
SECRETARIAT INC.**

Year ended March 31, 2010



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AUDITORS' REPORT TO THE MEMBERS

We have audited the statement of financial position of the Métis Nation - Saskatchewan Secretariat Inc. as at March 31, 2010 and the statement of revenue and expenses, changes in net assets and cash flows for the year then ended. These financial statements are the responsibility of the Metis Nation's management. 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 plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Métis Nation as at March 31, 2010 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules 1 through 26 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

KPMG LLP

Chartered Accountants

Saskatoon, Canada
August 10, 2010

MÉTIS NATION - SASKATCHEWAN SECRETARIAT INC.

Statement of Financial Position

March 31, 2010, with comparative figures for 2009

	2010	2009
Assets		
Current assets:		
Accounts receivable (note 4)	\$ 432,835	\$ 659,279
Property and equipment (note 5)	274,252	246,225
	<u>\$ 707,087</u>	<u>\$ 905,504</u>

Liabilities and Net Assets

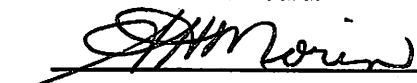
Current liabilities:		
Bank indebtedness (note 6)	\$ 275,083	\$ 270,720
Accounts payable and accrued liabilities	169,186	235,622
Deferred revenue (note 7)	233,747	319,538
	<u>678,016</u>	<u>825,880</u>
Deferred grants for equipment (note 8)	152,353	129,570
Net assets:		
Operating fund	(245,181)	(166,601)
Capital fund	121,899	116,655
	<u>(123,282)</u>	<u>(49,946)</u>
	<u>\$ 707,087</u>	<u>\$ 905,504</u>

Nature of operations (note 1)

Contingency (note 11)

See accompanying notes to financial statements.

On behalf of the Board:

 Director

 Director

MÉTIS NATION - SASKATCHEWAN SECRETARIAT INC.

Statement of Revenue and Expenses

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Revenue (schedules 2 - 25):		
Federal grants	\$ 2,101,372	\$ 1,708,228
Provincial grants	1,194,846	877,476
Other	418,214	126,615
	<u>3,714,432</u>	<u>2,712,319</u>
Expenses - Summary schedule of expenses (schedule 1)	3,787,768	2,675,876
Excess (deficiency) of revenue over expenses	\$ (73,336)	\$ 36,443

See accompanying notes to financial statements.

MÉTIS NATION - SASKATCHEWAN SECRETARIAT INC.

Statement of Changes in Net Assets

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Operating Fund		
Balance, beginning of year	\$ (166,601)	\$ (192,993)
Excess (deficiency) of revenue over expenses	(73,336)	36,443
Transfer from capital fund for amortization	65,047	30,132
Transfer to capital fund for purchase of equipment	(93,074)	(169,753)
Deferred contributions related to equipment	78,150	154,865
Amortization of deferred contributions for equipment	(55,367)	(25,295)
Balance, end of year	\$ (245,181)	\$ (166,601)

Capital Fund

Balance, beginning of year	\$ 116,655	\$ 106,604
Transfer to operating fund for amortization	(65,047)	(30,132)
Transfer from operating fund for purchase of equipment	93,074	169,753
Deferred contributions related to equipment	(78,150)	(154,865)
Amortization of deferred contributions for equipment	55,367	25,295
Balance, end of year	\$ 121,899	\$ 116,655

See accompanying notes to financial statements.

MÉTIS NATION - SASKATCHEWAN SECRETARIAT INC.

Statement of Cash Flows

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Cash flows from (used in):		
Operations:		
Excess (deficiency) of revenue over expenses	\$ (73,336)	\$ 36,443
Items not involving cash:		
Amortization	65,047	30,132
Amortization of deferred contributions for equipment	(55,367)	(25,295)
Change in non-cash operating working capital:		
Accounts receivable	226,445	(267,123)
Accounts payable and accrued liabilities	(66,436)	(117,485)
Due to Provincial Métis Holdco Inc.	-	(55,000)
Deferred revenue	(85,791)	243,184
	10,562	(155,144)
Financing:		
Deferred contributions for equipment	78,150	154,865
Investing:		
Purchase of equipment	(93,074)	(169,753)
Decrease in cash position	(4,363)	(170,032)
Bank indebtedness, beginning of year	(270,720)	(100,688)
Bank indebtedness, end of year	\$ (275,083)	\$ (270,720)
Bank indebtedness consists of bank balance (overdraft) less outstanding cheques as follows:		
Bank balance (overdraft)	\$ (91,766)	\$ 61,927
Outstanding cheques	(183,317)	(332,647)
	\$ (275,083)	\$ (270,720)

See accompanying notes to financial statements.

MÉTIS NATION - SASKATCHEWAN SECRETARIAT INC.

Notes to Financial Statements

Year ended March 31, 2010

Métis Nation - Saskatchewan Secretariat Inc. (the "Métis Nation") is incorporated under the Métis Act of Saskatchewan. The Métis Nation's purpose is to undertake activities that strive to recognize the political, legal and constitutional rights of the Métis people in Saskatchewan.

1. Nature of operations:

These financial statements have been prepared on a going concern basis, which presumes that the Métis Nation will continue in operation for a reasonable period of time and will be able to realize its assets and discharge its liabilities in the normal course of operations.

The Métis Nation's continuation as a going concern is dependent upon its ability to attain profitable operations and obtain sufficient cash from external funding to meet its liabilities and commitments. The outcome of these matters cannot be determined at this time.

These financial statements do not include any adjustments in the carrying values of assets and liabilities, the reported deficiency of revenue over expenditures and the statement of financial position classifications that would be necessary if the going concern assumptions were not appropriate, should the Métis Nation not be able to continue its normal course of business.

2. Significant accounting policies:

(a) Use of estimates:

The preparation of financial statements in conformity with Canadian generally accepted accounting principles 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 amount of revenue and expenses during the reporting period. Actual results could differ from these estimates.

In prior years, accounts payable and accrued liabilities included \$226,185 of amounts related to March 31, 2008 and prior years. These amounts have been outstanding for many years and during the current year, the Metis Nation determined that it was unlikely any of these past creditors would be claiming any further amounts. As a result, these previous accounts payable and accrued liabilities have been written off in the current year.

(b) Cash:

Cash consists of balances with financial institutions which have an initial term to maturity of three months or less.

MÉTIS NATION - SASKATCHEWAN SECRETARIAT INC.

Notes to Financial Statements (continued)

Year ended March 31, 2010

2. Significant accounting policies (continued):

(c) Property and equipment:

Property and equipment are stated at cost. Amortization is computed based upon the estimated useful lives and salvage values of the equipment. In the year of acquisition, one-half of the normal rate of amortization is used. No amortization on equipment is taken in the year of disposal.

Amortization is provided using the following method and annual rates.

Asset	Method	Rate
Equipment	Declining Balance	20%
Furniture	Declining Balance	35%
Computers	Declining Balance	50%

Contributions for equipment purchases are deferred and amortized on the same basis as the assets to which they relate. Amortization of deferred contributions for equipment is included in revenue from federal funding sources.

(d) Revenue recognition:

The Métis Nation follows the deferral method of accounting for contributions. Externally restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

(e) Deferred revenue:

Deferred revenue relates to funds received which relate to the next fiscal year.

MÉTIS NATION - SASKATCHEWAN SECRETARIAT INC.

Notes to Financial Statements (continued)

Year ended March 31, 2010

2. Significant accounting policies (continued):

(f) Accounting for program activities:

The statement of financial position and the statements of revenue and expenses, changes in net assets and cash flows are all prepared on a combined basis. Revenue and expenses related to administration activities and program delivery are reported as follows:

- Administration
- Registry Program
- Federal Duty to Consult Program
- Regional Duty to Consult Program
- Duty to Consult - Enbridge Program
- Duty to Consult - Appeal Process Program
- Regional Duty to Consult Prior Year Deferred Revenue
- Bilateral Program
- Tripartite Self-Government Program
- Basic Organizational Capacity Program
- Premiers Round Table Program
- Aboriginal Health Transition Program
- Harvesting Program
- Fishery Program
- Duty to Consult - Regulatory Reform
- Public Health Agency of Canada - Surveillance
- Duty to Consult - Nuclear Waste Management Organization
- Youth Leadership Workshop
- Fisheries Round Table Program
- Tripartite Constitutional Workshop
- Organizational Assessment
- Saskatchewan Landing Water Project
- Water West Water Project
- Batoche Activities

MÉTIS NATION - SASKATCHEWAN SECRETARIAT INC.

Notes to Financial Statements (continued)

Year ended March 31, 2010

2. Significant accounting policies (continued):

(g) Financial instruments:

Financial assets and financial liabilities are initially recognised at fair value and their subsequent measurement is dependent on their classification as described below:

Cash and investments that may arise and bank indebtedness are classified as financial assets held for trading and are measured at fair value.

Accounts receivable are classified as loans and receivables and are recorded at amortized cost.

Accounts payable and accrued liabilities are classified as other liabilities and measured at amortized cost.

Transaction costs related to held for trading financial assets are expensed as incurred.

3. Recently issued standard:

Effective April 1, 2009 the Métis Nation adopted the Canadian Institute of Chartered Accountants ("CICA") amendments to section 1000 of the CICA Handbook. These amendments clarified the criteria for recognition of an asset or liability, removing the ability to recognize assets or liabilities solely on the basis of matching of revenue and expense items. Adoption of these recommendations had no significant impact on the financial statements for the year ended March 31, 2010.

Effective April 1, 2009, the Métis Nation adopted the CICA amendments to the 4400 Sections of the CICA Handbook. These amendments eliminate the requirement to show net assets invested in capital assets as a separate component of net assets, clarify the requirement for revenue and expenses to be presented on a gross basis when the not-for-profit organization is acting as principal and require a statement of cash flow. Adoption of these recommendations had no significant impact on the financial statements for the year ended March 31, 2010.

Effective April 1, 2009, the Métis Nation adopted CICA Handbook Section 4470, Disclosure of Allocated Expenses by Not-for-Profit Organizations which establishes disclosure standards for entities that choose to classify their expenses by function and allocate expenses from one function to another. Adoption of these recommendations had no significant impact on the financial statements for the year ended March 31, 2010.

MÉTIS NATION - SASKATCHEWAN SECRETARIAT INC.

Notes to Financial Statements (continued)

Year ended March 31, 2010

4. Accounts receivable:

	2010	2009
GST recoverable	\$ 94,441	\$ 51,643
Program funding and other	343,640	619,136
Due from related party	6,254	8,000
Allowance for doubtful accounts	(11,500)	(19,500)
	\$ 432,835	\$ 659,279

5. Property and equipment:

				2010	2009
	Cost	Accumulated amortization		Net book value	Net book value
Land	\$ 99,405	\$ -	\$	99,405	\$ 99,405
Equipment	194,551	117,446		77,105	64,250
Furniture	72,988	28,163		44,825	43,972
Computers	96,288	43,371		52,917	38,598
	\$ 463,232	\$ 188,980	\$	274,252	\$ 246,225

6. Bank Indebtedness:

Bank indebtedness is comprised of cheques issued in excess of funds on deposit (bank overdraft). The Métis Nation has available a line of credit to the maximum amount of \$275,000 at March 31, 2010. The Métis Nation also has available a \$20,000 line of credit secured by a Guaranteed Investment Certificate held by Provincial Métis Holdco Inc., a related party.

MÉTIS NATION - SASKATCHEWAN SECRETARIAT INC.

Notes to Financial Statements (continued)

Year ended March 31, 2010

7. Deferred revenue:

Deferred revenue is comprised of the following:

	2010	2009
Health Initiatives	\$ 120,000	\$ -
Aboriginal Health Transition Program (schedule 13)	80,676	319,538
Public Health Agency of Canada - Surveillance (schedule 17)	17,227	-
Batoche Activities (schedule 25)	15,844	-
	\$ 233,747	\$ 319,538

8. Deferred grants for equipment:

			2010	2009
	Cost	Accumulated amortization	Net book value	Net book value
Equipment	\$ 90,798	\$ 20,778	\$ 70,020	\$ 58,491
Furniture	68,664	26,158	42,506	40,405
Computers	73,553	33,726	39,827	30,674
	\$ 233,015	\$ 80,662	\$ 152,353	\$ 129,570

9. Related party transactions:

During the year the Métis Nation incurred rent expense of \$128,669 (2009 - \$89,504) to Provincial Métis Holdco Inc., an organization with which it is related through common board members. This rent represents amounts agreed between the related parties. Amounts due to Provincial Métis Holdco in the amount of \$27,622 (2009 - \$72,423) and included in accounts payable and accrued liabilities, are non-interest bearing, unsecured and have no fixed terms of repayment. Accounts receivable include \$6,254 from the former treasurer of the Métis Nation.

MÉTIS NATION - SASKATCHEWAN SECRETARIAT INC.

Notes to Financial Statements (continued)

Year ended March 31, 2010

10. Financial instruments and risk management:

The Métis Nation, through its financial assets and liabilities, has exposure to the following risks from its use of financial instruments:

Credit risk

The Métis Nation's principal financial asset is accounts receivable, which is subject to credit risk. The carrying amount of this financial asset on the statement of financial position represent the Métis Nation's maximum credit exposure at March 31, 2010. The amounts disclosed in the statement of financial position are net of allowance for doubtful accounts, estimated by management of the Metis Nation based on previous experience and its assessment of the current economic environment.

Interest Rate Risk

The interest-bearing bank indebtedness has limited exposure to interest rate risk due to it's short-term maturity.

Fair Values

The fair values of bank indebtedness, accounts receivable and accounts payable and accrued liabilities approximate their carrying value due to their short-term period to maturity. The fair value of amounts due to Provincial Métis Holdco Inc., a related party, is not determinable due to the non-arm's length of the relationship between the parties.

11. Contingency:

A claim has been filed by a former employee against the Métis Nation alleging wrongful dismissal. A statement of defence has been filed. The Métis Nations is in the process of determining the nature of the claim and their potential liability and will account for the amount of settlement if any, upon final determination of any liability.

12. Comparative figures:

Certain comparative figures have been reclassified to conform with the financial statement presentation adopted in the current year.

MÉTIS NATION - SASKATCHEWAN SECRETARIAT INC.

Schedule 1 - Summary Schedule of Expenses

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Salaries and benefits	\$ 1,450,159	\$ 662,354
Travel	837,222	467,958
Consulting	656,033	459,096
Office rent (note 9)	128,669	89,504
Printing and postage	103,873	7,160
Meetings	96,710	46,079
Audit, accounting and business services	95,956	17,873
Advertising	83,862	89,488
Annual General Assembly	75,818	65,000
Metis Nation Legislative Assembly	75,818	65,000
Amortization	65,047	30,132
Sundry	53,012	32,667
Office supplies	45,946	53,406
Legal	42,097	132,658
Telephone and internet	37,043	26,803
Technical support	34,564	228,087
Sports and recreation	32,425	-
Strategic planning	30,566	30,000
Bank charges and interest	21,464	4,689
Reference materials	16,858	136,493
Relocations expenses	15,056	-
Ceremonial	5,318	4,092
Storage	5,207	3,285
Repairs and services	3,570	18,269
Equipment leasing	1,660	5,783
Prior year accounts payable recovery	(226,185)	-
	\$ 3,787,768	\$ 2,675,876

MÉTIS NATION - SASKATCHEWAN SECRETARIAT INC.

Schedule 2 - Administration

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Revenue:		
Other	\$ 69,556	\$ 32,015
Sports and recreation	26,300	-
Federal funding	6,888	3,176
Provincial funding	-	54,000
	102,744	89,191
Expenses:		
Administration:		
Office rent	69,887	10,953
Meetings	38,714	28,466
Sports and recreation	32,425	-
Bank charges and interest	21,464	4,689
Relocation expenses	15,056	-
Office supplies	14,012	1,723
Telephone and internet	7,172	10,247
Ceremonial	5,222	2,958
Storage	5,207	3,285
Advertising	4,621	68
Technical support	2,822	23,839
Printing and postage	2,725	1,919
Amortization	2,263	1,440
Equipment leasing	1,660	5,783
Sundry	(588)	1,632
	222,662	97,002
Professional services:		
Audit, accounting and business services	40,956	12,873
Consulting	17,466	10,573
Legal	8,182	49,299
	66,604	72,745
Salaries and contracted services:		
Executive and chief executive officer	94,961	36,682
Other	68,836	12,179
	163,797	48,861
Travel:		
Other	107,761	67,917
Executive	42,024	33,574
	149,785	101,491
Total expenses	602,848	320,099
Excess (deficiency) of revenue over expenses before allocated administration fees	\$ (500,104)	\$ (230,908)
Allocated administration fees	304,113	234,497
Excess (deficiency) of revenue over expenses	(195,991)	3,589

MÉTIS NATION - SASKATCHEWAN SECRETARIAT INC.

Schedule 3 - Registry Program

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Federal funding including amortization of deferred contributions for equipment of \$55,367 (2009 - \$25,295)	\$ 1,033,211	\$ 870,200
Expenses:		
Salaries and benefits	521,017	92,400
Allocated administration fees	138,871	130,435
Printing and postage	89,844	39
Travel	69,376	41,222
Amortization	55,761	25,295
Advertising	53,823	77,486
Sundry	50,600	23,388
Consulting	37,966	41,040
Technical support	23,793	204,248
Reference materials	16,858	136,493
Office supplies	10,010	40,414
Repairs and services	3,570	18,269
Office rent	300	32,147
Telephone	300	2,157
Legal	-	2,036
Meetings	-	1,350
	1,072,089	868,419
Excess (deficiency) of revenue over expenses	\$ (38,878)	\$ 1,781

See schedule 26 - Supplemental Schedule of Expenditures for Funding Purposes

MÉTIS NATION - SASKATCHEWAN SECRETARIAT INC.

Schedule 4 - Federal Duty to Consult Program

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Federal funding	\$ 20,153	\$ 70,000
Expenses:		
Meetings	13,658	-
Allocated administration fees	3,913	1,061
Audit, accounting and business services	2,000	-
Office supplies	582	801
Travel	-	58,654
Consulting	-	8,350
Ceremonial	-	1,134
	20,153	70,000
Excess of revenue over expenses	\$ -	\$ -

Federal funding of \$30,000 is in excess amounts expensed of \$20,153 and the excess of \$9,847 is included in accounts payable and accrued liabilities at March 31, 2010.

Schedule 5 - Regional Duty to Consult Program

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Provincial funding	\$ -	\$ 200,000
Expenses		
Consulting	-	160,000
Legal	-	7,688
	-	167,688
Excess of revenue over expenses	\$ -	\$ 32,312

MÉTIS NATION - SASKATCHEWAN SECRETARIAT INC.

Schedule 6 - Duty to Consult - Enbridge Program

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Funding - Enbridge	\$ 100,000	\$ 80,000
Expenses:		
Métis Nation Regional Council ER IIA	25,000	20,000
Métis Nation Regional Council ER III	25,000	20,000
Métis Nation Regional Council WR IIA	25,000	20,000
Westcap Management Inc. (Regina Métis Sports and Culture)	25,000	20,000
	100,000	80,000
Excess of revenue over expenses	\$ -	\$ -

Schedule 7 - Duty to Consult - Appeal Process Program

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Federal funding	\$ -	\$ 49,852
Expenses:		
Travel	-	32,542
Consulting	-	7,500
Allocated administration fees	-	5,361
Office supplies	-	2,533
Equipment	-	1,916
	-	49,852
Excess of revenue over expenses	\$ -	\$ -

MÉTIS NATION - SASKATCHEWAN SECRETARIAT INC.

Schedule 8 - Regional Duty to Consult Prior Year Deferred Revenue

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Provincial funding:	\$ -	\$ 76,354
Expenses:		
Legal	-	18,752
Travel	-	15,921
Allocated administration fees	-	11,453
Consulting	-	9,152
Salaries and benefits	-	9,147
Meetings	-	7,706
Advertising	-	2,791
Printing and postage	-	1,129
Office supplies	-	303
	-	76,354
Excess of revenue over expenses	\$ -	\$ -

Schedule 9 - Bilateral Program

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Provincial funding	\$ 96,103	\$ 100,000
Expenses:		
Consulting	41,298	74,000
Travel	35,247	11,000
Allocated administration fees	15,000	15,000
Audit, accounting and business services	4,000	-
Office supplies	558	-
	96,103	100,000
Excess of revenue over expenses	\$ -	\$ -

Provincial funding of \$100,000 is in excess of amounts expensed of \$96,103 and the excess of \$3,897 is included in accounts payable and accrued liabilities at March 31, 2010.

MÉTIS NATION - SASKATCHEWAN SECRETARIAT INC.

Schedule 10 - Tripartite Self Government Program

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Revenue:		
Provincial funding	\$ 285,000	\$ 285,000
Federal funding	285,000	285,000
Métis Nation Legislative Assembly - booth display contributions	6,400	10,100
Métis Nation Legislative Assembly - affiliates contributions	-	4,500
	576,400	584,600
Expenses:		
Salaries and benefits	267,093	255,946
Annual General Assembly	75,818	65,000
Métis Nation Legislative Assembly	75,818	65,000
Audit, accounting and business services	38,000	5,000
Travel	44,363	48,345
Strategic planning	30,566	30,000
Telephone and internet	14,091	14,400
Office rent	14,000	36,000
Office supplies	9,308	7,200
Advertising	7,200	3,197
Legal	4,819	23,999
Printing and postage	4,080	5,037
Meetings	4,029	7,812
Amortization	3,962	2,641
Sundry	3,000	3,000
Consulting	-	13,262
	596,147	585,839
Deficiency of revenue over expenses	\$ (19,747)	\$ (1,239)

Schedule 11 - Basic Organizational Capacity Program

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Federal funding	\$ 460,000	\$ 430,000
Expenses:		
Salaries and benefits	286,640	256,000
Travel - regional directors	111,900	109,500
Allocated administration fees	64,500	64,500
	463,040	430,000
Excess of revenue over expenses	\$ (3,040)	\$ -

MÉTIS NATION - SASKATCHEWAN SECRETARIAT INC.

Schedule 12 - Premiers Round Table Program

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Provincial funding	\$ -	\$ 35,000
Expenses:		
Travel	-	29,750
Allocated administration fees	-	5,250
	-	35,000
Excess of revenue over expenses	\$ -	\$ -

Schedule 13 - Aboriginal Health Transition Program

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Provincial funding	\$ 401,108	\$ 77,122
Expenses:		
Salaries and Benefits	178,692	-
Consulting	71,084	37,720
Travel	63,736	19,532
Office rent	37,632	10,404
Allocated administration fees	14,837	-
Telephone and internet	10,500	-
Office supplies	6,867	376
Advertising	4,855	5,946
Technical support	4,400	-
Meetings	3,643	565
Printing and postage	2,904	80
Amortization	1,958	757
Sundry	-	1,742
	401,108	77,122
Excess of revenue over expenses	\$ -	\$ -

MÉTIS NATION - SASKATCHEWAN SECRETARIAT INC.

Schedule 14 - Harvesting Program

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Provincial funding	\$ 37,500	\$ 45,000
Expenses:		
Consulting	25,200	12,500
Legal	2,532	30,883
Audit, accounting and business services	2,000	-
Office rent	900	-
Meetings	300	180
Telephone and internet	300	-
Office supplies	192	-
Allocated administration fees	-	1,437
	31,424	45,000
Excess of revenue over expenses	\$ 6,076	\$ -

Schedule 15 - Fishery Program

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Provincial funding	\$ 131,295	\$ 5,000
Expenses:		
Consulting	65,000	5,000
Travel	37,664	-
Salaries	5,500	-
Audit, accounting and business services	5,000	-
Printing and postage	1,766	-
Meetings	1,386	-
Telephone and internet	1,000	-
Advertising	820	-
	118,136	5,000
Excess of revenue over expenses	\$ 13,159	\$ -

MÉTIS NATION - SASKATCHEWAN SECRETARIAT INC.

Schedule 16 - Duty to Consult - Regulatory Reform

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Provincial funding	\$ 50,000	\$ -
Expenses:		
Consulting	26,000	-
Travel	23,026	-
Legal	20,464	-
Salaries and benefits	13,468	-
Allocated administration fees	6,450	-
Office rent	500	-
Meetings	418	-
Amortization	294	-
Printing and postage	248	-
Advertising	101	-
Office supplies	61	-
Telephone and internet	13	-
	91,043	-
Deficiency of revenue over expenses	\$ (41,043)	\$ -

Schedule 17 - Public Health Agency of Canada - Surveillance

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Federal funding	\$ 42,176	\$ -
Expenses:		
Consulting	19,500	-
Travel	6,826	-
Salaries and benefits	4,800	-
Technical support	3,550	-
Office rent	2,250	-
Printing and postage	2,000	-
Office supplies	1,500	-
Meetings	1,000	-
Telephone and internet	750	-
	42,176	-
Excess of revenue over expenses	\$ -	\$ -

MÉTIS NATION - SASKATCHEWAN SECRETARIAT INC.

Schedule 18 - Duty to Consult - Nuclear Waste Management Organization

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Other funding	\$ 215,458	\$ -
Expenses:		
Travel	126,582	-
Consulting	67,905	-
Allocated administration fees	26,410	-
Meetings	19,410	-
Salaries and benefits	6,000	-
Telephone and internet	2,000	-
Office supplies	1,487	-
Advertising	827	-
Amortization	386	-
Printing and postage	306	-
	251,313	-
Deficiency of revenue over expenses	\$ (35,855)	\$ -

Schedule 19 - Youth Leadership Workshop

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Federal funding - Canadian Heritage	\$ 108,408	\$ -
Expenses:		
Consulting	50,904	-
Travel	40,223	-
Advertising	11,615	-
Office rent	3,200	-
Meetings	1,723	-
Telephone and internet	917	-
Office supplies	475	-
Amortization	423	-
Salaries and benefits	369	-
	109,849	-
Deficiency of revenue over expenses	\$ (1,441)	\$ -

MÉTIS NATION - SASKATCHEWAN SECRETARIAT INC.

Schedule 20 - Fisheries Round Table Program

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Revenue:		
Provincial funding	\$ 118,840	\$ -
Other funding	500	-
	<u>119,340</u>	<u>-</u>
Expenses:		
Travel	57,027	-
Allocated administration fees	14,490	-
Consulting	9,429	-
Meetings	7,700	-
Legal	6,100	-
Audit, accounting and business services	4,000	-
Salaries and benefits	2,782	-
Office supplies	895	-
Ceremonial	96	-
	<u>102,519</u>	<u>-</u>
Excess of revenue over expenses	\$ 16,821	\$ -

Schedule 21 - Tripartite Constitutional Workshop

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Federal funding	\$ 93,935	\$ -
Expenses:		
Travel	69,150	-
Administration fee	15,000	-
Consulting	9,785	-
	<u>93,935</u>	<u>-</u>
Excess of revenue over expenses	\$ -	\$ -

Federal funding of \$111,690 is in excess of amounts expensed of \$93,935 and the excess of \$17,755 is included in accounts payable and accrued liabilities at March 31, 2010.

MÉTIS NATION - SASKATCHEWAN SECRETARIAT INC.

Schedule 22 - Organizational Assessment

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Federal funding	\$ 35,592	\$ -
Expenses:		
Consulting	30,331	-
Allocated administration fees	4,642	-
Meetings	204	-
	35,177	-
Excess of revenue over expenses	\$ 415	\$ -

Schedule 23 - Saskatchewan Landing Water Project

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Federal funding	\$ 1,700	\$ -
Expenses:		
Travel	1,027	-
Meetings	673	-
	1,700	-
Excess of revenue over expenses	\$ -	\$ -

MÉTIS NATION - SASKATCHEWAN SECRETARIAT INC.

Schedule 24 - Water West Water Project

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Federal funding	\$ 5,142	\$ -
Expenses:		
Meetings	3,853	-
Travel	1,289	-
	5,142	-
Excess of revenue over expenses	\$ -	\$ -

Schedule 25 - Batoche Activities

Year ended March 31, 2010, with comparative figures for 2009

	2010	2009
Revenue:		
Provincial funding	\$ 75,000	\$ -
Federal funding	9,167	-
	84,167	-
Expenses:		
Consulting	84,167	-
Excess of revenue over expenses	\$ -	\$ -

MÉTIS NATION - SASKATCHEWAN SECRETARIAT INC.

Schedule 26 - Supplemental Schedule of Expenditures for Funding Purposes

Year ended March 31, 2010, with comparative figures for 2009

	Registry Program	
	2010	2009
Expenses (schedule 3)	1,072,089	868,419
Capitalized equipment expenditures	78,150	154,865
Amortization expense (schedule 3)	(55,761)	(25,295)
Total expenditures for funding purpose	\$ 1,094,478	\$ 997,989



Financial Statements of

**PROVINCIAL MÉTIS HOLDCO
INC.**

Year ended December 31, 2009



KPMG LLP
Chartered Accountants
600-128 4th Avenue South
Saskatoon Saskatchewan S7K 1M8
Canada

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AUDITORS' REPORT TO THE MEMBERS

We have audited the statement of financial position of Provincial Métis Holdco Inc. as at December 31, 2009 and the statements of revenue and expenses, changes in net assets and cash flows for the year then ended. These financial statements are the responsibility of the Company's management. 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 plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In previous years, the Company did not record amortization on its building in the financial statements as required by Canadian generally accepted accounting principles. During 2009, the land and building were sold and a gain on sale recorded. The gain on sale would have been increased from the amount recorded had the Company previously recorded amortization on its building. The revised amount of the gain has not been determined.

In our opinion, except for the failure to record amortization on building and the impact on the gain on sale of land and building recorded in the financial statements as described in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the Company as at December 31, 2009 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

KPMG LLP

Chartered Accountants

Saskatoon, Canada
June 29, 2010

PROVINCIAL MÉTIS HOLDCO INC.

Statement of Financial Position

December 31, 2009, with comparative figures for 2008

	2009	2008
Assets		
Current assets:		
Cash	\$ 524,779	\$ 472
Guaranteed Investment Certificate (note 2)	22,102	22,102
Rent receivable (net of allowance for doubtful accounts of \$70,387; 2008 \$72,424)	45,607	40,743
Prepaid expenses	29,049	2,449
	621,537	65,766
Capital assets (note 3)	-	508,346
	\$ 621,537	\$ 574,112
Liabilities and Net Assets		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 20,676	\$ 10,786
GST payable	79	495
Due to affiliate (note 5)	-	112,100
	20,755	123,381
Long-term debt (note 4)	-	517,658
Net assets:		
Unrestricted	600,782	(66,927)
Commitments (note 9)		
	\$ 621,537	\$ 574,112

See accompanying notes to financial statements.

On behalf of the Board:

 Director

 Director

PROVINCIAL MÉTIS HOLDCO INC.

Statement of Revenue and Expenses

Year ended December 31, 2009, with comparative figures for 2008

	2009	2008
Revenue:		
Rental income (related organizations)	\$ 156,622	\$ 164,726
Other income	130	1,612
	156,752	166,338
Expenses:		
Office rent	42,696	-
Interest on long-term debt (net of interest forgiveness)	37,476	13,143
Repairs and maintenance	25,831	11,756
Janitorial	23,060	10,243
Common area (electrical)	17,077	16,586
Property taxes	14,582	29,479
Professional fees	14,053	6,340
Common area (gas)	10,431	13,059
Common area (water and sewer)	7,864	9,033
Grounds and parking lot maintenance	6,979	2,601
Insurance	2,449	9,139
Snow and refuse removal	2,114	2,226
Storage	2,000	-
Bank charges	223	233
Bad debts (recovery)	(2,036)	24,210
	204,799	148,048
Earnings (deficiency) before the undernoted	(48,047)	18,290
Gain on sale of land and building	715,756	-
Excess of revenue over expenses	\$ 667,709	\$ 18,290

See accompanying notes to financial statements.

PROVINCIAL MÉTIS HOLDCO INC.

Statement of Changes in Net Assets

Year ended December 31, 2009, with comparative figures for 2008

	2009	2008
Balance, beginning of year	\$ (66,927)	\$ (85,217)
Excess of revenue over expenses	667,709	18,290
Balance, end of year	\$ 600,782	\$ (66,927)

See accompanying notes to financial statements.

PROVINCIAL MÉTIS HOLDCO INC.

Notes to Financial Statements

Year ended December 31, 2009

Nature of operations:

The Company was incorporated July 15, 1992 under the Non-Profit Corporations Act of Saskatchewan, with one class of membership consisting of two charter members, The Métis Nation - Saskatchewan Secretariat Inc. and Provincial Métis Housing Corporation. The purpose of the Company is to promote the economic and social welfare of persons of Métis origin and to provide support for recognized benevolent and charitable enterprises, federations, agencies and societies engaged in assisting the development, both economic and social of Métis citizens.

The Company currently leases an office building in Saskatoon, Saskatchewan which it rents to other organizations. During 2009, the Company sold its previously owned land and building and moved to new leased premises. The Company's mandate is served by renting office space to organizations providing services to Métis citizens and by providing financial support to such organizations.

Due to the nature of its activities, the Company is not taxable for income tax purposes under section 149 of the Income Tax Act.

1. Significant accounting policies:

(a) Basis of presentation:

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles and include the following significant accounting policies.

(b) Use of estimates:

The preparation of financial statements in conformity with Canadian generally accepted accounting principles 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 amount of revenue and expenses during the reporting period. Actual results could differ from these estimates.

(c) Capital assets and amortization:

Capital assets are carried at cost if purchased, or fair value at the date of acquisition if received by gift. Proceeds of disposals, less carrying values of these assets are reported in the statement of revenue and expenses as gains or losses on disposal. The Company does not record amortization on an annual basis.

PROVINCIAL MÉTIS HOLDCO INC.

Notes to Financial Statements (continued)

Year ended December 31, 2009

1. Significant accounting policies (continued):

(d) Revenue recognition:

The Company recognizes revenue as it accrues in accordance with the terms of its rental agreements, provided reasonable assurance exists regarding measurement and collectibility.

(e) Financial instruments:

The Company has designated all of its cash and investments that may arise as "held for trading" and records them at fair value. Rent receivable is classified as "loans and receivables" and measured at amortized cost. Liabilities, loans and long-term debt are classified as "other financial liabilities" and measured at amortized cost.

2. Guaranteed Investment Certificate:

The guaranteed investment certificate bears interest at a variable rate (currently 0.2%) and matures November 29, 2010. It is pledged as security for the line of credit of Métis Nation - Saskatchewan Secretariat Inc. at the Royal Bank of Canada.

3. Capital assets:

	2009	2008
Land and building	\$ -	\$ 508,155
Equipment	-	192
	\$ -	\$ 508,347

During the year, the land and building were sold for proceeds of \$1,224,102. The proceeds were used, in part, to repay the long-term debt described in note 4 and the amount due to affiliate described in note 5. The balance of the proceeds has been retained in a trust account.

PROVINCIAL MÉTIS HOLDCO INC.

Notes to Financial Statements (continued)

Year ended December 31, 2009

4. Long-term debt:

	2009	2008
Sasknative Economic Development Corporation mortgage payable in monthly instalments of \$4,190 including interest at 9% per annum; secured by a promissory note for \$286,000, a second mortgage on land and building, a general security agreement on all property, and assignment of insurance. Terms were amended to interest only payments of \$1,750 per month.	\$ -	\$ 231,658
Clarence Campeau Development Fund mortgage payable in quarterly instalments of \$2,860 of interest only at 4.81% per annum; secured by first mortgage on land and building, and assignment of insurance.	-	286,000
	-	517,658
Less principal portion due within one year.	-	(316,676)
	\$ -	\$ 200,982

5. Due to affiliate:

	2009	2008
Provincial Métis Housing Corporation	\$ -	\$ 112,100

The loan was unsecured and non-interest bearing. Provincial Métis Housing Corporation is affiliated with Provincial Métis Holdco Inc. through membership in Métis Nations - Saskatchewan. Provincial Métis Housing Corporation had the ability to demand repayment of the loan and, as a result, the loan had been classified as a current liability.

6. Related party transactions:

All rents received during the year from organizations related by common membership occurred in the normal course of operations and were measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

PROVINCIAL MÉTIS HOLDCO INC.

Notes to Financial Statements (continued)

Year ended December 31, 2009

7. Financial instruments:

The Company as part of its operations carries a number of financial instruments. It is management's opinion that the company is not exposed to significant interest or credit risks arising from these financial instruments.

Fair Value

Cash and Guaranteed Investment Certificate are carried at fair value. The carrying amounts of rent receivable and accounts payable and accrued liabilities approximate their fair values due to the short-term maturities of these items.

Credit Concentration

Of the total rent receivable at year end, a significant portion is due from one tenant, the Métis Nation - Saskatchewan Secretariat Inc., one of the Company's charter members.

8. Comparative figures:

Certain comparative figures have been reclassified to conform with the financial statement presentation adopted in the current year.

9. Commitments:

The Company leases office space pursuant to the terms of an operating lease expiring September 30, 2012. The estimated future minimum lease payments including occupancy cost are as follows:

2010	\$	157,560
2011		157,560
2012		118,170
		<hr/>
		\$ 433,290
