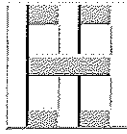

MÉTIS SKILLS AND EDUCATION CENTRE TRUST
FINANCIAL STATEMENTS
FOR THE YEARS ENDED
MARCH 31, 2013 AND 2012





MANNING ELLIOTT
CHARTERED ACCOUNTANTS

Suite 201 - 2001 McCallum Road, Abbotsford, BC, Canada V2S 3N5

Tel: 604. 557. 5750 Fax: 604. 850. 7399 Toll Free: 604. 857. 9509

INDEPENDENT AUDITORS' REPORT

To the Beneficiary of:
Métis Skills and Education Centre Trust

Report on the Financial Statements

We have audited the accompanying financial statements of Métis Skills and Education Centre Trust which comprise the statements of financial position as at March 31, 2013, March 31, 2012 and April 1, 2011 and the statements of operations and deficit and cash flows for the years then ended, and the related notes comprising a summary of significant accounting policies and other explanatory information.

Trustee's Responsibility for the Financial Statements

Trustee is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as trustee 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 audits. We conducted our audits 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 our 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, we consider 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 trustee, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained in our audits 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 Métis Skills and Education Centre Trust as at March 31, 2013, March 31, 2012 and April 1, 2011 and the results of its operations and its cash flows for the years then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Emphasis of Matter

Without qualifying our opinion, we draw attention to Note 8 in the financial statements which indicates that as at March 31, 2013 the Trust's current liabilities exceeded its current assets by \$745,956 (2012 - \$560,058) an accumulated deficit of \$745,956 (2012 - \$965,106). These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Trust's ability to continue as a going concern.

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INDEPENDENT AUDITORS' REPORT

Report on Other Legal and Regulatory Requirements

As required by the British Columbia Society Act, we report that, in our opinion, the Trust's financial statements have been prepared following Canadian accounting standards for not-for-profit organizations applied on a consistent basis.

Manning Elliott LLP

Chartered Accountants

Abbotsford, British Columbia

July 4, 2013




MÉTIS SKILLS AND EDUCATION CENTRE TRUST
STATEMENTS OF FINANCIAL POSITION
AS AT MARCH 31, 2013, 2012 AND APRIL 1, 2011

	March 31 2013	March 31 2012	April 1 2011
ASSETS			
CURRENT ASSETS			
Cash	\$ 285	\$ 7,500	\$ 2,200
Accounts receivable	-	282,673	322,032
Prepaid expenses	-	3,899	6,722
	285	293,972	330,954
ADVANCES TO RELATED PARTY	-	-	190,797
PROPERTY AND EQUIPMENT (Note 4)	-	69,541	64,405
	\$ 285	\$ 353,513	\$ 586,156
LIABILITIES AND DEFICIT			
CURRENT LIABILITIES			
Bank indebtedness (Note 5)	\$ 746,241	\$ 738,812	\$ 693,535
Accounts payable and accrued liabilities	-	115,218	125,106
Current portion of long-term debt	-	-	7,049
	746,241	854,030	825,690
ADVANCES FROM RELATED PARTY (Note 6)	-	464,589	-
	746,241	1,318,619	825,690
DEFICIT	(745,956)	(965,106)	(239,534)
	\$ 285	\$ 353,513	\$ 586,156

Approved by the Board:


 _____ Director


 _____ Director



MÉTIS SKILLS AND EDUCATION CENTRE TRUST
STATEMENT OF OPERATIONS AND DEFICIT
FOR THE YEARS ENDED MARCH 31, 2013 AND 2012

	2013	2012
EXCESS OF REVENUE OVER EXPENSES FROM OPERATIONS	\$ -	\$ -
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES FROM METIS SKILLS AND EDUCATION CENTRE - PER SCHEDULE	219,150	(725,572)
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES FOR THE YEARS	219,150	(725,572)
DEFICIT, BEGINNING OF YEARS	(965,106)	(239,534)
DEFICIT, END OF YEARS	\$ (745,956)	\$ (965,106)



MÉTIS SKILLS AND EDUCATION CENTRE TRUST
STATEMENT OF CASH FLOWS
FOR THE YEARS ENDED MARCH 31, 2013 AND 2012

	2013	2012
CASH FROM (USED IN):		
OPERATING ACTIVITIES		
Excess (deficiency) of revenue over expenses for the years	\$ 219,150	\$ (725,572)
Items not involving cash:		
Amortization	1,304	21,047
Bad debts	2,244	90,348
Recovery of payable obligation	(121,566)	-
Gain on disposal of property and equipment	-	(971)
	101,132	(615,148)
Change in non-cash working capital items:		
Accounts receivable	280,329	(50,889)
Prepaid expenses	3,899	2,823
Accounts payable and accrued liabilities	(115,218)	(9,887)
	270,142	(673,101)
FINANCING ACTIVITIES		
Advances (to) from related party, net	(343,023)	655,386
INVESTING ACTIVITIES		
Acquisition of property and equipment	58,237	(22,262)
DECREASE IN CASH AND EQUIVALENTS DURING THE YEAR	(14,644)	(39,977)
CASH AND EQUIVALENTS (DEFICIENCY), BEGINNING OF YEARS	(731,312)	(691,335)
CASH AND EQUIVALENTS (DEFICIENCY), END OF YEARS	\$ (745,956)	\$ (731,312)
Cash and cash equivalents included in the statement of cash flows comprise the following statement of financial position accounts:		
Cash	\$ 285	\$ 7,500
Bank indebtedness	(746,241)	(738,812)
	\$ (745,956)	\$ (731,312)



MÉTIS SKILLS AND EDUCATION CENTRE TRUST
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED MARCH 31, 2013 AND 2012

NATURE OF OPERATIONS

The Métis Education and Employment Training Trust was formed on November 18, 2004 to provide opportunities for the Métis people in British Columbia in areas of employment and training, economic development, housing, education, child care resources and essential skills. In 2012, the Trust legally changed its name to the Métis Skills and Education Centre Trust ("the Trust").

The operations of the Trust consist of the Métis Skills and Education Centre which is located at 30691 Simpson Road in Abbotsford, British Columbia. The land, building, as well as the related mortgage are recorded within the financial statements of the Métis Provincial Council of British Columbia, the legal owner of the property. In prior years the operations of the Trust also included a Training Centre which ceased operations as at March 31, 2011.

The trustee of the Trust is the Métis Skills and Education Centre Inc. a British Columbia company wholly-owned by the Métis Provincial Council of British Columbia. The beneficiaries of the Trust are the Métis Skills and Education Centre Inc. and the Métis Provincial Council of British Columbia.

During the year, the Trust ceased operations and transferred its net assets to the Métis Provincial Council of British Columbia.

1. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian Accounting Standards for Not-for-Profit Organizations (ASNPO) in accordance with Canadian generally accepted accounting principles (GAAP), and have in management's opinion, been prepared within reasonable limits of materiality using the significant accounting policies noted below:

a) Cash and cash equivalents

Cash is defined as cash on hand, cash on deposit, short-term deposits with maturity dates of less than 90 days at the date of purchase, bank overdrafts with balances that fluctuate frequently from being positive to overdrawn.

b) Revenue recognition

The Trust records revenue when received or receivable if the amount can be reasonably estimated and collection is reasonably assured.

c) Long-lived assets

A long-lived asset is tested for impairment whenever events or changes in circumstances indicate that its carrying amount may not be recoverable. An impairment loss is recognized when the carrying amount of the asset is not recoverable and exceeds its fair value. The impairment loss is measured as the amount by which the carrying amount of the long-lived asset exceeds its fair value. Impairment losses are not reversed if fair value subsequently increases. To March 31, 2013, no impairment losses have been recorded.



MÉTIS SKILLS AND EDUCATION CENTRE TRUST
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED MARCH 31, 2013 AND 2012

2. ADOPTION OF CANADIAN ACCOUNTING STANDARDS FOR NOT-FOR-PROFIT ORGANIZATIONS

The Trust adopted Canadian accounting standards for not-for-profit organizations ("ASNPO") on April 1, 2012 for its year ended March 31, 2013. As these are the Trust's first set of ASNPO financial statements, they have been prepared retrospectively as at the opening statement of financial position date of April 1, 2011. Retrospective preparation upon the first-time adoption of ASNPO also allows for the use of certain exemptions and elections. The Trust has not made use of any exemptions or elections.

The adoption of ASNPO resulted in a change in accounting policy with respect to the Trust's financial instruments. Under ASNPO, the Trust accounts for its financial instruments following the policies described in Note 3. The Trust previously followed the accounting policies for financial instruments set out in Section 3855 and 3861 of Part V of the CICA Handbook – Accounting. Although there has been a change in accounting policy, there has been no effect on the carrying amounts of the Council's financial instruments.

The adoption of ASNPO did not result in any other changes in accounting policy or changes in the carrying amounts of the Trust's assets and liabilities.

Accordingly, the adoption of ASNPO had no effect on the Trust's opening statement of financial position as at April 1, 2011, the comparative statement of financial position as at March 31, 2012 or its deficiency of revenue over expenses or cash flows for the year ended March 31, 2012.

3. FINANCIAL INSTRUMENTS RISKS

The Trust's financial instruments consist of cash, accounts receivable, advances to related party, bank indebtedness and accounts payable. In management's opinion the Trust is not exposed to significant foreign currency exchange rate risk, or credit risk arising from these financial instruments. The fair values of these financial instruments approximate their carrying values.

Interest rate risk

The Trust has floating rate debt which is subject to interest rate cash flow risk, as the required cash flows to service the debt will fluctuate as a result of changes in market rates. The interest rate on bank indebtedness is disclosed in Note 5.

4. PROPERTY AND EQUIPMENT

			2013	2012
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Automobiles	\$ -	\$ -	\$ -	\$ 3,775
Computer equipment	-	-	-	7,085
Computer software	-	-	-	722
Furniture and equipment	-	-	-	36,820
Leasehold improvements	-	-	-	11,139
	\$ -	\$ -	\$ -	\$ 59,541

On April 1, 2012, \$58,237 of property and equipment was transferred to the Métis Provincial Council of British Columbia at their carrying amount.



MÉTIS SKILLS AND EDUCATION CENTRE TRUST
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED MARCH 31, 2013 AND 2012

5. **BANK INDEBTEDNESS**

Bank indebtedness is secured by a general security agreement covering all personal property of the Métis Provincial Council of British Columbia and is with interest at prime plus 0%.

6. **ADVANCES FROM RELATED PARTY**

The amount payable of \$Nil (2012 - \$464,589) to the Métis Provincial Council of British Columbia was unsecured and without fixed terms of repayment. The advances were repaid during the fiscal year with the exception of \$121,567, which was recorded into income as a recovery of a payable obligation.

7. **RELATED PARTY TRANSACTIONS**

Accounts receivable includes \$Nil (2012 - \$153,810) due from the Métis Provincial Council of British Columbia.

Accounts payable includes \$Nil (2012 - \$53,670) due to the Métis Provincial Council of British Columbia.

Facilities Fees in the Schedule of Métis Skills and Employment Centre are for programs for which the Métis Provincial Council of British Columbia has received funding and which are operated at the Métis Skills and Employment Centre.

The operations of the Métis Skills and Employment Centre are carried out on premises owned by the Métis Provincial Council of British Columbia.

8. **ECONOMIC DEPENDENCE**

The Trust is economically dependent on the continued support from the Métis Provincial Council of British Columbia. At March 31, 2013 the Trust has a working capital deficiency of \$745,956 (2012 - \$560,058) and an accumulated deficit of \$745,956 (2012 - \$965,106).



MÉTIS SKILLS AND EDUCATION CENTRE TRUST
SCHEDULE OF METIS SKILLS AND EMPLOYMENT CENTRE
FOR THE YEARS ENDED MARCH 31, 2013 AND 2012

SCHEDULE

	2013	2012
FACILITIES FEES	\$ 130,526	\$ 752,509
EXPENSES		
Advertising	204	10,799
Amortization	1,304	21,047
Bad debts	2,244	90,348
Equipment rental	8,049	46,317
Insurance	3,999	13,537
Interest and bank charges	333	909
Licences, dues and fees	-	3,358
Office (recovery)	(4,093)	91,700
Professional fees	11,760	28,819
Rent and property taxes	2,520	534,758
Repairs and maintenance	-	27,446
Supplies	3,656	123,548
Telephone	546	10,622
Training and education	-	99,577
Travel (recovery)	(553)	35,698
Vehicle	533	6,700
Wages and benefits	2,441	333,869
	32,943	1,479,052
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES FROM OPERATIONS	97,583	(726,543)
OTHER INCOME		
Recovery of payable obligation (Note 6)	121,567	-
Gain on disposal of property and equipment	-	971
	121,567	971
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES FOR THE YEAR	\$ 219,150	\$ (725,572)

