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# Financial statements of Future Generations Foundation

March 31, 2025

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## Independent Auditor's Report

To the Trustees of Future Generations Foundation

### Opinion

We have audited the financial statements of the Future Generations Foundation (the "FG Foundation"), which comprise the statement of financial position as at March 31, 2025, and the statements of operations and changes in fund balances and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the FG Foundation as at March 31, 2025, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

### Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards ("Canadian GAAS"). 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 FG Foundation 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 for our opinion.

### Other Information

Management is responsible for the other information. The other information comprises the information, other than the financial statements and our auditor's report thereon, in the Annual Report.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

We obtained the Annual Report prior to the date of this auditor's report. If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in this auditor's report. We have nothing to report in this regard.

## 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 FG Foundation'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 either intends to liquidate the FG Foundation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the FG Foundation's financial reporting process.

## Auditor's 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. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Canadian GAAS 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 users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian GAAS, 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 FG Foundation'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 FG Foundation'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 FG Foundation 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.

We 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.

*Deloitte LLP*

Chartered Professional Accountants  
Licensed Public Accountants  
July 7, 2025

**Future Generations Foundation**  
**Statement of operations and changes in fund balances**  
Year ended March 31, 2025

		2025											2024		
		General Fund	Education Fund	Education Legacy Fund	Métis Fund	FutureGen Fund	Other Funds	Total	General Fund	Education Fund	Education Legacy Fund	Métis Fund	FutureGen Fund	Other Funds	Total
Notes		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
					(Note 8)	(Note 9)	(Note 10)					(Note 8)	(Note 9)	(Note 10)	
<b>Revenue</b>															
Investment income	3	68,105	15,145,132	10,096,754	—	—	—	25,309,991	77,861	21,788,318	14,525,545	193,707	—	—	36,585,431
Donations	9	—	—	—	—	3,483,677	—	3,483,677	—	—	—	—	2,526,930	—	2,526,930
		68,105	15,145,132	10,096,754	—	3,483,677	—	28,793,668	77,861	21,788,318	14,525,545	193,707	2,526,930	—	39,112,361
<b>Distributions to beneficiaries</b>															
Payment to organizations	6	—	9,022,322	—	234,192	1,199,400	16,325	10,472,239	—	7,570,619	—	668,147	390,799	3,607	8,633,172
Payment to individuals	6	—	3,687,893	—	308,467	1,700,000	—	5,696,360	—	3,695,132	—	412,710	1,395,000	10,931	5,513,773
Payment to CTJ program	6	—	1,113,321	—	—	—	—	1,113,321	—	339,825	—	—	—	—	339,825
		—	13,823,536	—	542,659	2,899,400	16,325	17,281,920	—	11,605,576	—	1,080,857	1,785,799	14,538	14,486,770
<b>Expenses</b>															
Salaries and benefits		1,051,440	—	—	—	78,013	—	1,129,453	968,601	—	—	—	—	—	968,601
Professional services		340,697	—	—	(171)	466,494	—	807,020	341,096	—	—	—	725,435	—	1,066,531
Travel		236,033	—	—	—	10,050	—	246,083	236,427	—	—	—	9,757	—	246,184
Rent	5	99,890	—	—	—	—	—	99,890	98,388	—	—	—	—	—	98,388
Office expenses		85,828	—	—	—	726	—	86,554	108,579	—	—	—	210	—	108,789
Advertising, promotion and publications		56,835	—	—	—	—	—	56,835	69,709	—	—	—	41,447	—	111,156
Insurance		20,123	—	—	—	—	—	20,123	19,293	—	—	—	—	—	19,293
		1,890,846	—	—	(171)	555,283	—	2,445,958	1,842,093	—	—	—	776,849	—	2,618,942
		1,890,846	13,823,536	—	542,488	3,454,683	16,325	19,727,878	1,842,093	11,605,576	—	1,080,857	2,562,648	14,538	17,105,712
<b>Excess (deficiency) of revenue over distributions and expenses</b>															
		(1,822,741)	1,321,596	10,096,754	(542,488)	28,994	(16,325)	9,065,790	(1,764,232)	10,182,742	14,525,545	(887,150)	(35,718)	(14,538)	22,006,649
Fund balances, beginning of year		—	106,240,631	156,233,734	563,866	189,147	16,325	263,243,703	—	97,671,812	141,708,189	1,601,325	224,865	30,863	241,237,054
Interfund transfers	7	1,822,741	(1,801,363)	—	(21,378)	—	—	—	1,764,232	(1,613,923)	—	(150,309)	—	—	—
Fund balances, end of year	8	—	105,760,864	166,330,488	—	218,141	—	272,309,493	—	106,240,631	156,233,734	563,866	189,147	16,325	263,243,703


The accompanying notes are an integral part of the financial statements.

**Future Generations Foundation**  
**Statement of financial position**  
As at March 31, 2025

		2025						2024							
Notes	General Fund	Education Fund	Education Legacy Fund	Métis Fund	FutureGen Fund	Other Funds	Total	General Fund	Education Fund	Education Legacy Fund	Métis Fund	FutureGen Fund	Other Funds	Total	
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	
	(Note 8) (Note 9) (Note 10)							(Note 8) (Note 9) (Note 10)							
<b>Assets</b>															
Current assets															
	(56,538)	1,385,937	1,674,336	(3,308)	(636,009)	—	2,364,418	7,768	(338,339)	1,699,843	30,580	217,007	16,325	1,633,184	
Accounts receivable	—	119,078	—	3,308	975,000	—	1,097,386	—	27,785	—	—	—	—	27,785	
Sales taxes recoverable	169,914	—	—	—	—	—	169,914	181,499	—	—	—	—	—	181,499	
Prepaid expenses	33,321	—	—	—	—	—	33,321	48,554	50,000	—	—	—	—	98,554	
Short-term investments	—	17,500,000	—	—	—	—	17,500,000	—	15,000,000	—	577,486	—	—	15,577,486	
Interfund receivable (payable)	—	4,930,271	(4,930,271)	—	—	—	—	—	7,302,094	(7,302,094)	—	—	—	—	
	146,697	23,935,286	(3,255,935)	—	338,991	—	21,165,039	237,821	22,041,540	(5,602,251)	608,066	217,007	16,325	17,518,508	
Capital assets	56,312	—	—	—	—	—	56,312	77,359	—	—	—	—	—	77,359	
Investments	—	84,507,814	169,654,423	—	—	—	254,162,237	—	87,046,535	161,976,205	—	—	—	249,022,740	
	203,009	108,443,100	166,398,488	—	338,991	—	275,383,588	315,180	109,088,075	156,373,954	608,066	217,007	16,325	266,618,607	
<b>Liabilities</b>															
Current liabilities															
Accounts payable	—	—	—	—	—	—	—	—	—	—	—	—	—	—	
and accrued liabilities	203,009	2,682,236	68,000	—	120,850	—	3,074,095	307,451	2,847,444	140,220	44,200	27,860	—	3,367,175	
Balance due to	—	—	—	—	—	—	—	—	—	—	—	—	—	—	
National Indian Brotherhood	—	—	—	—	—	—	—	7,729	—	—	—	—	—	7,729	
	203,009	2,682,236	68,000	—	120,850	—	3,074,095	315,180	2,847,444	140,220	44,200	27,860	—	3,374,904	
<b>Fund balances</b>															
	—	105,760,864	166,330,488	—	218,141	—	272,309,493	—	106,240,631	156,233,734	563,866	189,147	16,325	263,243,703	
	203,009	108,443,100	166,398,488	—	338,991	—	275,383,588	315,180	109,088,075	156,373,954	608,066	217,007	16,325	266,618,607	

The accompanying notes are an integral part of the financial statements.

On behalf of the Trustees

 , Arnold Blackstar, Chair of the Board of Trustees

 , Odessa Epp, Trustee

**Future Generations Foundation**  
**Statement of cash flows**  
Year ended March 31, 2025

	<b>2025</b>	2024
	<b>\$</b>	\$
<b>Operating activities</b>		
Excess of revenue over distributions and expenses	<b>9,065,790</b>	22,006,649
Amortization of capital assets	<b>26,201</b>	20,557
Realized gain on investments	<b>(12,212,204)</b>	(2,587,276)
Change in unrealized gain on investments	<b>927,757</b>	(24,171,480)
Changes in non-cash operating working capital items		
Accounts receivable	<b>(1,069,601)</b>	75,028
Prepaid expenses	<b>65,233</b>	(39,079)
Sales taxes recoverable	<b>11,585</b>	(88,594)
Accounts payable and accrued liabilities	<b>(293,080)</b>	467,435
	<b>(3,478,319)</b>	(4,316,760)
<b>Investing activities</b>		
Purchase of investments	<b>(72,603,779)</b>	(12,097,337)
Disposal of investments	<b>76,826,215</b>	16,624,803
Purchase of capital assets	<b>(5,154)</b>	(30,194)
(Decrease) increase in the balance due to National Indian Brotherhood	<b>(7,729)</b>	7,729
	<b>4,209,553</b>	4,505,001
Net increase in cash	<b>731,234</b>	188,241
Cash, beginning of year	<b>1,633,184</b>	1,444,943
<b>Cash, end of year</b>	<b>2,364,418</b>	1,633,184

The accompanying notes are an integral part of the financial statements.



## **1. Purpose of the organization**

The Future Generations Foundation (formerly National Indian Brotherhood Trust Fund) was established on November 1, 1975, as a registered charity under paragraph 149(l)(f) of the *Income Tax Act*.

The objects of the Future Generations Foundation (the "FG Foundation") are as follows:

- (a) To study in conjunction with First Nations representatives from the various parts of Canada the problems confronting First Nations in today's society;
- (b) To do research into the economic, social, and scientific problems of First Nations communities with a view to proposing solutions to these problems;
- (c) To do research into the historical and cultural aspects of First Nations communities with a view to assisting in retaining First Nations culture and values;
- (d) In order to further carry out the foregoing objects, to obtain and disseminate information to First Nations groups and others concerned with the quality of First Nations life;
- (e) To provide educational programs and related services and initiatives that provide assistance to First Nations peoples including the provision of financial assistance to attend education institutions at all levels; and,
- (f) To provide healing and reconciliation programs, services and initiatives for First Nations peoples as required as a result of the intergenerational impacts of the Indian Residential Schools (IRS) system.

In carrying out these objects, the FG Foundation administers the Education Fund, Education Legacy Fund, Métis Fund, General Fund, FutureGen Fund, and the Research Sponsor Fund.

The General Fund accounts for the FG Foundations' operating activities. Unrestricted donations to the FG Foundation are being administered by the FutureGen Fund for disbursements to programs and operations that support the objects of the FG Foundation.

In 2009, the Future Generations Foundation applied to the court to amend its objects to include the ability to fund education programs and reconciliation initiatives to address the legacy of IRS.

Pursuant to the Indian Residential Schools Settlement Agreement (IRSSA), the federal government, in 2006, established a Designated Amount Fund (DAF) to compensate former students of IRS. Both the Common Experience Payment and Personal Credits were paid out of the DAF. The IRSSA stipulated that any surplus funds from the DAF were to be transferred to the FG Foundation. The courts supervising the implementation of the IRSSA issued an order in July 2015 endorsing the transfer of funds, including a transfer of \$300,000 for startup costs of the FG Foundation's operations.

Under the court-approved terms and conditions, the FG Foundation is to administer the residual funds from the DAF for the benefit of First Nations and Métis, with the initial contributions of funds from the Government of Canada divided as follows:

- First Nations: 97.3%
- Métis: 2.7%

The terms and conditions require that at least 50% of the initial funds received from the DAF on behalf of the First Nations should be invested in a reserve fund for a period of 20 years from the date of transfer of the initial funds in 2015 until 2035. The Métis Fund is not subject to the restrictions.

## **1. Purpose of the organization (continued)**

The terms and conditions also set a limit on the administrative expenses related to the funds received from the DAF. The court approved an annual 15% administration expenses cap for these expenses. The administrative expenses for the IRSSA funds are managed under the General Fund.

As a consequence of the IRSSA, the FG Foundation established three funds in 2016:

- (1) The Education Fund to support educational programs for the purpose of healing, reconciliation, and knowledge advancement for First Nations organizations and individuals;
- (2) The Métis Fund to provide assistance to Métis organizations and individuals for the purpose of healing and reconciliation programs; and
- (3) The Education Legacy Fund to invest in a reserve fund for 20 years for First Nations organizations and individuals for future generations.

## **2. Significant accounting policies**

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies:

### *Fund accounting*

In accordance with the principles of fund accounting, the FG Foundation maintains its accounting records to ensure that limitations and restrictions placed on the use of available resources are observed. Under this method, all resources are classified for accounting and reporting purposes into funds that are in accordance with specific activities and objectives. Accordingly, separate accounts are maintained for the following funds: General Fund, Education Fund, Métis Fund, FutureGen Fund, Education Legacy Fund, Youth Healing Fund, Research Sponsor Fund and Heroes of Our Time Fund.

The General Fund accounts are for the FG Foundation's operating activities, including charitable and fundraising activities. The unrestricted donations are recognized in the General Fund for fundraising, distributions to beneficiaries and administrative costs. The remaining funds are externally restricted and are to be used only in the manner set out in Note 1.

### *Revenue recognition*

The FG Foundation follows the restricted method of accounting for contributions.

Unrestricted contributions are recognized as revenue in the year in which the contributions are received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Restricted and endowment contributions are recognized as revenue in the year in which the contributions are received. Restricted contributions, for which the FG Foundation has no corresponding restricted fund, are deferred and recognized as revenue in the FutureGen Fund in the year in which the related expenses are incurred.

### *Investment income*

In compliance with the court-approved administration plan for the funds received pursuant to the IRSSA under the section of the investment of capital, investment income is recognized as it is earned. Investment income earned in the Education Legacy Fund and the Education Fund is allocated to the appropriate fund as follows:

- Education Fund: 60% of the investment income; and
- Education Legacy Fund: 40% of the investment income.

## **2. Significant accounting policies (continued)**

### *Investment income (continued)*

Investment income earned in the Métis Fund remains in the Métis Fund and is exempt from the Education and Education Legacy Fund's restrictions.

### *Financial instruments*

#### *Initial measurement*

Financial assets and financial liabilities originated or exchanged in arm's length transactions are initially recognized at fair value when the FG Foundation becomes a party to the contractual provisions of the financial instrument. Financial assets and financial liabilities originated or exchanged in related party transactions, except for those that involve parties whose sole relationship with the FG Foundation is in the capacity of management, are initially recognized at cost.

The cost of a financial instrument in a related party transaction depends on whether the instrument has repayment terms. The cost of financial instruments with repayment terms is determined using its undiscounted cash flows, excluding interest and dividend payments, less any impairment losses previously recognized by the transferor. The cost of financial instruments without repayment terms is determined using the consideration transferred or received by the FG Foundation in the transaction.

#### *Subsequent measurement*

All financial instruments are subsequently measured at amortized cost with the exception of cash and investments which are recorded at fair value.

Interest earned on investments, unrealized gains and losses on listed shares, and realized gains and losses on sales of investments are included in Investment income in the statement of operations.

#### *Transaction costs*

Transaction costs related to financial instruments subsequently measured at fair value are expensed as incurred. Transaction costs related to other financial instruments are added to the carrying value of the asset or netted against the carrying value of the liability and are then recognized over the expected life of the instrument using the effective interest method. Any premium or discount related to an instrument measured at amortized cost is amortized over the expected life of the item using the effective interest method and recognized in net earnings as interest income or expense.

#### *Impairment*

With respect to financial assets measured at cost or amortized cost, the FG Foundation recognizes an impairment loss, if any, in net earnings when there are indicators of impairment, and it determines that a significant adverse change has occurred during the period in the expected timing or amount of future cash flows. When the extent of impairment of a previously written-down asset decreases and the decrease can be related to an event occurring after the impairment was recognized, the previously recognized impairment loss is reversed to net earnings in the period the reversal occurs.

## **2. Significant accounting policies (continued)**

### *Capital assets*

Capital assets are recorded at cost.

Depreciation is provided on the straight-line basis over the estimated useful lives of the assets. Leasehold improvements are depreciated over their lease term.

Computer equipment	3 years
Leasehold improvements	10 years
Furniture and equipment	10 years

### *Contributed materials and services*

Contributed materials and services which are used in the normal course of the FG Foundation's operations and would otherwise have been purchased are recorded at their fair value at the date of contribution if the fair value can be reasonably estimated.

### *Use of estimates*

The preparation of financial statements in conformity 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 disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Significant estimates in the current financial statements include the collectability of accounts receivable, the valuation of investments and the amount of accrued liabilities. Actual results could differ from these estimates.

**Future Generations Foundation**  
**Notes to the financial statements**  
March 31, 2025

### 3. Investments

The fair values and costs of investments as at March 31, 2025, are as follows:

	2025							
	Education Fund		Education legacy Fund		Métis Fund		Total	
	Fair value	Cost	Fair value	Cost	Fair value	Cost	Fair value	Cost
	\$	\$	\$	\$	\$	\$	\$	\$
Cash and Cash Equivalent	12,176	12,176	20,250	20,250	—	—	32,426	32,426
GMO QUALITY FD III	43,376,457	31,153,211	72,141,610	51,812,502	—	—	115,518,067	82,965,713
CRESTPOINT INS REAL ES FD 1150	17,722,144	16,365,844	29,474,606	27,218,875	—	—	47,196,750	43,584,719
LEITH WHEELER CORE ACTIVE BOND	19,418,958	21,201,850	32,296,664	35,261,884	—	—	51,715,622	56,463,734
FIERA CDN EQUITY FD E606N	21,478,079	21,245,904	35,721,293	35,335,152	—	—	57,199,372	56,581,056
	102,007,814	89,978,985	169,654,423	149,648,663	—	—	271,662,237	239,627,648
Short-term investments	17,500,000	17,500,000	—	—	—	—	17,500,000	17,500,000
Long-term investments	84,507,814	72,478,985	169,654,423	149,648,663	—	—	254,162,237	222,127,648

It is the FG Foundation's intent to hold investments on a long-term basis. The amounts reflected under short-term investments represent the estimated budget to be distributed in the next twelve months to individuals, organizations and administration for the year ended March 31, 2025.

The fair values and costs of investments as at March 31, 2024, are as follows:

	2024							
	Education Fund		Education legacy Fund		Métis Fund		Total	
	Fair value	Cost	Fair value	Cost	Fair value	Cost	Fair value	Cost
	\$	\$	\$	\$	\$	\$	\$	\$
Cash and Cash Equivalent	8,228	8,228	13,060	13,060	46	46	21,334	21,334
GMO QUALITY FD III	46,360,354	35,131,883	73,586,763	55,764,060	262,356	198,813	120,209,473	91,094,756
CRESTPOINT INS REAL ES FD 1150	17,183,114	15,690,067	27,274,375	24,904,497	97,240	88,791	44,554,729	40,683,355
LEITH WHEELER CORE ACTIVE BOND	18,462,466	21,086,122	29,305,063	33,469,534	104,480	119,327	47,872,009	54,674,983
BEUTEL GOODMAN CDN EQ CL I 200	20,032,373	17,417,875	31,796,944	27,647,007	113,364	98,569	51,942,681	45,163,451
	102,046,535	89,334,175	161,976,205	141,798,158	577,486	505,546	264,600,226	231,637,879
Short-term investments	15,000,000	15,000,000	—	—	577,486	505,546	15,577,486	15,505,546
Long-term investments	87,046,535	74,334,175	161,976,205	141,798,158	—	—	249,022,740	216,132,333

It is the FG Foundation's intent to hold investments on a long-term basis. The amounts reflected under short-term investments represent the estimated budget to be distributed in the next twelve months to individuals, organizations and administration for the year ended March 31, 2024.

### 3. Investments (continued)

#### *Investment income*

The court-approved administration plan mandates at least 10% of all annual investment income generated by the Education Legacy Fund must be reinvested into the fund, and up to 90% of all annual investment income generated from the Education Legacy Fund can be made available for disbursement to beneficiaries. The administration plan also mandates the depletion of the Education Fund by 2035.

The FG Foundation Board of Trustees has approved the following allocation of total investment income earned in the Education Legacy Fund and Education Fund as follows:

- Education Fund: 60% of the investment income; and
- Education Legacy: 40% of the investment income.

Investment income earned in the Métis Fund remains in the Métis Fund and is exempt from the Education and Education Legacy Fund's restrictions.

	<b>2025</b>	2024
	<b>\$</b>	<b>\$</b>
Investment income earned by the Education Legacy Fund	<b>15,027,025</b>	21,827,639
Allocation to the Education Fund	<b>(4,930,271)</b>	(7,302,094)
Investment income - Education Legacy Fund	<b>10,096,754</b>	14,525,545
Investment income earned by the Education Fund	<b>10,214,861</b>	14,486,224
Allocation to the Education Legacy Fund	<b>4,930,271</b>	7,302,094
Investment income - Education Fund	<b>15,145,132</b>	21,788,318
Investment income earned by the Métis Fund	<b>—</b>	193,707
Investment income earned by the General Fund	<b>68,105</b>	77,861
	<b>25,309,991</b>	36,585,431

The Métis Fund's ending balance as of March 31, 2024, \$577,486, was liquidated to cash on April 1, 2024, to fund program and administration payments. As a result, the Métis Fund did not earn investment income from the FG Foundation's investments in the 2024-2025 fiscal year.

The FG Foundation presents its investment income net of investment expenses of \$779,094 (\$817,812 in 2024).

#### *Determination of fair values*

The fair value of investments approximates the value at which these instruments could be exchanged in a transaction between knowledgeable and willing parties. Information supplied by the FG Foundation's custodian is used to reflect fair value, which may differ from that which could eventually be realized. Pooled fund units are valued at prices based on the fair value of the underlying securities held by the pooled funds.

As at March 31, 2025, the investments are held by four investment managers: GMO LLC. holds \$115,519,456 (44%), Leith Wheeler Investment Counsel Ltd. holds \$51,726,830 (20%), Fiera Capital Corporation holds \$47,199,372 (18%) and Crestpoint Real Estate Investment Ltd. holds \$47,216,579(18%). The FG Foundation has committed to invest \$40,000,000 with Crestpoint Real Estate Investment Ltd. of which \$37,963,669 has been called and \$2,036,331 (\$3,553,697 in 2024) remains to be called.

In March 2025, per the resolution passed by the Board of Trustees, the FG Foundation sold its investments with Beutel Goodman & Company Ltd. for total proceeds of \$56,349,879 and reinvested to Fiera Capital Corporation.

### **3. Investments (continued)**

#### *Investment risk*

Investment in financial instruments renders the FG Foundation subject to investment risks. These include the risks arising from changes in interest rates, in rates of exchange for foreign currency, and in equity markets both domestic and foreign. They also include the risks arising from the failure of a counterparty to a financial instrument to discharge an obligation when it is due.

The FG Foundation's investments consist of units held in pooled funds. The FG Foundation has adopted investment policies, standards and procedures to control the amount of risk to which it is exposed. The investment practices of the FG Foundation are designed to avoid undue risk of loss and impairment of assets and to provide a reasonable expectation of fair return given the nature of the investments. The maximum investment risk to the FG Foundation is represented by the market value of the investments.

#### *Concentration risk*

Concentration risk exists when a significant proportion of the portfolio is invested in securities with similar characteristics or subject to similar economic, political or other conditions. Management believes there is no concentration that represents excessive risk.

#### *Foreign currency risk*

Foreign currency exposure arises from the FG Foundation's holdings of non-Canadian denominated investments, which as at March 31, 2025, totaled \$115,521,140 (\$120,210,862 in 2024) of the total portfolio. The balance comprises of \$3,073 of cash and \$115,518,067 invested in GMO Quality Fund III, all of which are denominated in US dollars.

The FG Foundation does not enter into financial hedges for managing foreign currency risks.

### **4. Capital assets**

	<b>Cost</b>	<b>Accumulated depreciation</b>	<b>2025 Net book value</b>	<b>2024 Net book value</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Furniture and equipment	<b>37,949</b>	<b>8,656</b>	<b>29,293</b>	33,088
Leasehold improvements	<b>4,049</b>	<b>911</b>	<b>3,138</b>	3,543
Computer equipment	<b>104,678</b>	<b>80,797</b>	<b>23,881</b>	40,728
	<b>146,676</b>	<b>90,364</b>	<b>56,312</b>	77,359

Cost and accumulated amortization as at March 31, 2024 amount to \$141,521 and \$64,162, respectively.

### **5. Balance due to National Indian Brotherhood**

Since National Indian Brotherhood (NIB), which acts as the secretariat of the AFN, appoints the Trustees of the FG Foundation, the NIB is deemed to control the FG Foundation and thus the NIB is a related party.

As at March 31, 2025, the balance due to the NIB was nil (\$7,729 in 2024).

**5. Balance due to National Indian Brotherhood (continued)**

For the year ended March 31, 2025, the FG Foundation paid the NIB \$15,162 for the rental of office space (\$15,162 in 2024). The FG Foundation continued to share office space with the NIB in Akwesasne. The annual rent will increase to \$19,382, effective April 2025.

The transactions with the AFN have been recorded at their exchange amount which is the amount in accordance with the agreements signed between the parties.

**6. Distributions to beneficiaries**

In fiscal year 2024-2025, the FG Foundation approved distributions to 1117 individuals and to 115 organizations across Canada aimed at healing, reconciliation and knowledge advancement. In addition, it approved distributions to 5 organizations across Canada under its new Continuing Their Journey (the "CTJ") Program. It also continued to fund the organizations approved in prior years. The FG Foundation distributed \$5,696,360 to the approved individuals and \$10,472,239 to the approved organizations, and \$1,113,321 to the approved CTJ program.

In fiscal year 2023-2024, the FG Foundation approved distributions to 1309 individuals and to 87 organizations across Canada aimed at healing, reconciliation and knowledge advancement. In addition, it approved distributions to 3 organizations across Canada under its new Continuing Their Journey (the "CTJ") Program. It also continued to fund the organizations approved in prior years. The FG Foundation distributed \$5,513,773 to the approved individuals and \$8,633,172 to the approved organizations, and \$339,825 to the approved CTJ program.

**7. Interfund transfers**

In accordance with the limits set for administrative expenses as described in Note 1, the administrative expenses charged to the Education Fund for the year ended March 31, 2025, were \$1,801,363 representing 13.03% (13.91% in 2024) of the amount paid to beneficiaries under the Education Fund. The Métis Fund contributed administration expenses \$21,378, representing 3.94% (13.91% in 2024) of the amount paid to Métis beneficiaries, which was the available allowable balance.

**8. Contractual Obligations**

In the fiscal year 2024-2025, the FG Foundation approved distributions to Métis beneficiaries, 3 organizations and 114 individuals utilizing the final balance in the Métis Fund.

The DAF had a closing balance of \$1,894,000 as of December 31, 2023 with an outstanding contractual obligation of \$103,577 to claimants and operations after the date. As per the provisions for the residual funds on the DAF, the FG Foundation is expected to receive approximately \$1,688,369 in the final DAF transfer in the fiscal year 2025-2026. The amount allocated to the Métis Fund is expected at \$45,586 (2.7%) and was awarded to 2024-2025 approved individuals.

Additional Métis individual payments are expected to be paid out of the Métis Fund subsequent to March 31, 2025. As at March 31, 2025, these estimated future payments amount to \$13,600.

Additional Métis organization payments are expected to be paid out of the Métis Fund subsequent to March 31, 2025. As at March 31, 2025, these estimated future payments amount to \$30,000.

Additional administration costs relating to the processing of the distributions are expected to be paid out of the Métis Fund subsequent to March 31, 2025. As at March 31, 2025, these estimated future payments amount to \$1,986.



## 9. Beyond Reconciliation Campaign

In fiscal year 2024-2025, the FG Foundation established the FutureGen Fund to more distinctly track and manage the financial outcomes of its fundraising activities. Prior to this change, these activities were administered within the General Fund. The related fundraising expenses that were previously recorded under General Fund have also been reclassified to align with the newly established fund. The reclassification of funds from the previous period's General Fund to this new separate fund has no impact on the overall financial position of the FG Foundation.

In fiscal year 2024-2025, the FG Foundation received donations of \$3,483,677 (\$2,526,930 in 2024), under its Beyond Reconciliation Campaign. These funds are unrestricted and available for general use to support the FG Foundation's programs, operations, and other activities. The FG Foundation distributed \$1,199,400 (\$390,799 in 2024) to approved organizations, which could not access IRSSA funds due to restrictions and \$1,700,000 (\$1,395,000 in 2024) to approved individuals.

The FutureGen Fund balance as at March 31, 2025, is \$218,141 (\$189,147 in 2024).

## 10. Other Funds

The Research Sponsor Fund was the only remaining other fund as at March 31, 2024. The Research Sponsor Fund was distributed to 1 organization beneficiary for a total of \$16,325 in 2025. The total fund balance is nil (\$16,325 in 2024).

The Research Sponsor Fund was established in 2001 to enable research into the economic, social and scientific problems of First Nations communities with a view to proposing solutions to these problems.

	<b>2025</b>	2024
	<b>Fund balance</b>	Fund balance
	<b>\$</b>	<b>\$</b>
Research Sponsor Fund	—	16,325
	—	16,325

## 11. Commitments

The FG Foundation is committed to future minimum lease payments under operating leases for office space maturing in 2033 for which minimum annual payments for the next five years and thereafter are as follows:

	<b>\$</b>
2026	39,710
2027	40,407
2028	41,800
2029	42,497
2030	43,890
2031 to 2033	117,040
	<u>325,344</u>

## 12. Comparative figures

Certain comparative figures have been reclassified to conform to the current year's presentation.