Financial statements of

Future Generations Foundation

March 31, 2026

Deloitte.

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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 "Foundation"), which comprise the statement of financial position as at March 31, 2026, 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 Foundation as at March 31, 2026, 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 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 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 Foundation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the 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 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 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 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, 2026

									2026
	Notes	General Fund $	Education Fund $	Education Legacy Fund $	Métis Fund $	FutureGen Fund $	FNCFC Fund $	Other Funds	Total $
					(Note 8)	(Note 9)			
Revenue									
Government of Canada		—	873,402	873,402	48,472	—	50,000,000	—	51,795,276
Investment income (loss)	3	55,257	10,700,626	7,133,143	—	—	(646,227)	—	17,242,799
Donations	9	—	—	—	—	2,524,449		—	2,524,449
		55,257	11,574,028	8,006,545	48,472	2,524,449	49,353,773	—	71,562,524
Distributions to beneficiaries									
Payment to organizations	6	—	10,717,008	—	47,500	1,285,051	—	—	12,049,559
Payment to individuals	6	—	4,455,626	—	972	911,178	—	—	5,367,776
Payment to CTJ program	6	—	518,037	—	—	—	—	—	518,037
		—	15,690,671	—	48,472	2,196,229	—	—	17,935,372
Expenses									
Salaries and benefits		1,234,662	—	—	—	55,890	—	—	1,290,552
Professional services		312,197	—	—	—	90,768	—	—	402,965
Travel		360,925	—	—	—	14,660	—	—	375,585
Rent	5	101,311	—	—	—	—	—	—	101,311
Office expenses		103,782	—	—	—	11,340	—	—	115,122
Advertising, promotion and publications		76,251	—	—	—	936	—	—	77,187
Insurance		20,585	—	—	—	—	—	—	20,585
		2,209,713	—	—	—	173,594	—	—	2,383,307
		2,209,713	15,690,671	—	48,472	2,369,823	—	—	20,318,679
Excess (deficiency) of revenue over distributions and expenses		(2,154,456)	(4,116,643)	8,006,545	—	154,626	49,353,773	—	51,243,845
									—
Fund balances, beginning of year		—	105,760,864	166,330,488	—	218,141	—	—	272,309,493
Interfund transfers	7	2,154,456	(2,154,456)	—	—	—	—	—	—
Fund balances, end of year	8	—	99,489,765	174,337,033	—	372,767	49,353,773	—	323,553,338

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

Future Generations Foundation

Statement of operations and changes in fund balances

Year ended March 31, 2026

									2025
				Education					
		General	Education	Legacy	Métis	FutureGen	FNCFC	Other	
		Fund	Fund	Fund	Fund	Fund	Fund	Funds	Total
	Notes	$	$	$	$	$	$	$	$
					(Note 8)	(Note 9)			
Revenue									
Government of Canada									—
Investment income (loss)	3	68,105	15,145,132	10,096,754	—	—	—	—	25,309,991
Donations	9	—	—	—	—	3,483,677	—	—	3,483,677
		68,105	15,145,132	10,096,754	—	3,483,677	—	—	28,793,668
Distributions to beneficiaries									
Payment to organizations	6	—	9,022,322	—	234,192	1,199,400	—	16,325	10,472,239
Payment to individuals	6	—	3,687,893	—	308,467	1,700,000	—	—	5,696,360
Payment to CTJ program	6	—	1,113,321	—	—	—	—	—	1,113,321
		—	13,823,536	—	542,659	2,899,400	—	16,325	17,281,920
Expenses									
Salaries and benefits		1,051,440	—	—	—	78,013	—	—	1,129,453
Professional services		340,697	—	—	(171)	466,494	—	—	807,020
Travel		236,033	—	—	—	10,050	—	—	246,083
Rent	5	99,890	—	—	—	—	—	—	99,890
Office expenses		85,828	—	—	—	726	—	—	86,554
Advertising, promotion and publications		56,835	—	—	—	—	—	—	56,835
Insurance		20,123	—	—	—	—	—	—	20,123
		1,890,846	—	—	(171)	555,283	—	—	2,445,958
		1,890,846	13,823,536	—	542,488	3,454,683	—	16,325	19,727,878
Excess (deficiency) of revenue over distributions and expenses		(1,822,741)	1,321,596	10,096,754	(542,488)	28,994	—	(16,325)	9,065,790
Fund balances, beginning of year		—	106,240,631	156,233,734	563,866	189,147	—	16,325	263,243,703
Interfund transfers	7	1,822,741	(1,801,363)	—	(21,378)	—	—	—	—
Fund balances, end of year	8	—	105,760,864	166,330,488	—	218,141	—	—	272,309,493

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

Future Generations Foundation

Statement of financial position

As at March 31, 2026

	Notes	General Fund $	Education Fund $	Education Legacy Fund $	Métis Fund $	FutureGen Fund $	FNCFC Fund $	Other Funds $	Total $
									2026
					(Note 8)	**(Note 9)**			
Assets									
Current assets									
Cash		**(73,554)**	**1,020,230**	**2,563,711**	**(3,308)**	**(90,266)**	**211,848**	**—**	**3,628,661**
Accounts receivable		**10,250**	**108,858**	**—**	**3,308**	**500,000**	**—**	**—**	**622,416**
Sales taxes recoverable		**142,566**	**—**	**—**	**—**	**—**	**—**	**—**	**142,566**
Prepaid expenses		**74,562**	**—**	**—**	**—**	**—**	**—**	**—**	**74,562**
Short-term investments	3	**—**	**18,500,000**	**—**	**—**	**—**	**500,000**	**—**	**19,000,000**
Interfund receivable (payable)		**—**	**3,669,034**	**(3,669,034)**	**—**	**—**	**—**	**—**	**—**
		153,824	**23,298,122**	**(1,105,323)**	**—**	**409,734**	**711,848**	**—**	**23,468,205**
Capital assets	4	**66,063**	**—**	**—**	**—**	**—**	**—**	**—**	**66,063**
Investments	3		**79,439,599**	**175,524,325**	**—**		**48,832,119**	**—**	**303,796,043**
		219,887	**102,737,721**	**174,419,002**	**—**	**409,734**	**49,543,967**	**—**	**327,330,311**
Liabilities									
Current liabilities									**—**
Accounts payable and accrued liabilities		**216,657**	**3,247,956**	**81,969**	**—**	**36,967**	**190,194**	**—**	**3,773,743**
Balance due to National Indian Brotherhood	5	**3,230**	**—**	**—**	**—**	**—**	**—**	**—**	**3,230**
		219,887	**3,247,956**	**81,969**	**—**	**36,967**	**190,194**	**—**	**3,776,973**
Fund balances		**—**	**99,489,765**	**174,337,033**	**—**	**372,767**	**49,353,773**	**—**	**323,553,338**
		219,887	**102,737,721**	**174,419,002**	**—**	**409,734**	**49,543,967**	**—**	**327,330,311**

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

Future Generations Foundation

Statement of financial position

As at March 31, 2026

	Notes	General Fund $	Education Fund $	Education Legacy Fund $	Métis Fund $ (Note 8)	FutureGen Fund $ (Note 9)	FNCFC Fund $	Other Funds $	2025 Total $
Assets									
Current assets									
Cash		(56,538)	1,385,937	1,674,336	(3,308)	(636,009)	—	—	2,364,418
Accounts receivable		—	119,078	—	3,308	975,000	—	—	1,097,386
Sales taxes recoverable		169,914	—		—	—	—	—	169,914
Prepaid expenses		33,321	—	—	—	—	—	—	33,321
Short-term investments	3	—	17,500,000	—	—	—	—	—	17,500,000
Interfund receivable (payable)		—	4,930,271	(4,930,271)	—	—	—	—	—
		146,697	23,935,286	(3,255,935)	—	338,991	—	—	21,165,039
Capital assets	4	56,312	—	—	—	—	—	—	56,312
Investments	3	—	84,507,814	169,654,423	—	—	—	—	254,162,237
		203,009	108,443,100	166,398,488	—	338,991	—	—	275,383,588
Liabilities									
Current liabilities									
Accounts payable and accrued liabilities		203,009	2,682,236	68,000	—	120,850	—	—	3,074,095
Balance due to National Indian Brotherhood	5	—	—	—	—	—	—	—	—
		203,009	2,682,236	68,000	—	120,850	—	—	3,074,095
Fund balances		—	105,760,864	166,330,488	—	218,141	—	—	272,309,493
		203,009	108,443,100	166,398,488	—	338,991	—	—	275,383,588

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, 2026

	2026	2025
	$	$
Operating activities		
Excess of revenue over distributions and expenses	**51,243,845**	9,065,790
Amortization of capital assets	**20,963**	26,201
Realized gain on investments	**(5,940,002)**	(12,212,204)
Change in unrealized gain on investments	**6,110,543**	927,757
Changes in non-cash operating working capital items		
Accounts receivable	**474,970**	(1,069,601)
Prepaid expenses	**(41,241)**	65,233
Sales taxes recoverable	**27,348**	11,585
Accounts payable and accrued liabilities	**699,648**	(293,080)
	52,596,074	(3,478,319)
Investing activities		
Purchase of investments	**(72,512,320)**	(72,603,779)
Disposal of investments	**21,207,973**	76,826,215
Purchase of capital assets	**(30,714)**	(5,154)
Increase (decrease) in the balance due to National Indian Brotherhood	**3,230**	(7,729)
	(51,331,831)	4,209,553
Net increase in cash	**1,264,243**	731,234
Cash, beginning of year	**2,364,418**	1,633,184
Cash, end of year	**3,628,661**	2,364,418

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 "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 IRS system.

In carrying out these objects, the Foundation administers the General Fund, FutureGen Fund, Education Fund, Education Legacy Fund, Métis Fund, and First Nations Child and Family Compensation Fund (the "FNCFC Fund").

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

Indian Residential Schools Settlement Agreement (IRSSA)

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 Indian Residential Schools (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 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 Foundation's operations.

Under the court-approved terms and conditions, the 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)

As a consequence of the IRSSA, the 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.

On March 31, 2026, the Supreme Court of British Columbia approved revised Terms and Conditions and an updated Administration Plan governing the administration of residual funds from the DAF. The updated Terms and Conditions do not materially alter the Foundation's mandate to administer the funds for educational, healing, and reconciliation purposes; however, they clarify certain aspects of the administration of the funds, including the completion of the transfer process from the DAF, the finalization of Canada's obligations with respect to the DAF, termination of the obligation to Métis, and removal of 15% administration expenses cap. On March 12, 2026, the Foundation received the final payment from the DAF, in the amount of $1,795,276.

The updated Terms and Conditions no longer prescribe a fixed limit on administration expenses related to the funds received from the DAF as of March 31, 2026. The Foundation will be required to ensure that administration expenses are reasonable in relation to the size and nature of the funds administered.

First Nations Child and Family Compensation Fund (FNCFC Fund)

The Canadian Human Rights Tribunal (CHRT) awarded compensation to individuals affected by Canada's systemic discrimination in the underfunding of First Nations child and family services on reserve and in the Yukon, and its restrictive interpretation of Jordan's Principle (the "CHRT Proceeding"). This decision was subsequently upheld by the Federal Court of Canada.

In accordance with the related Settlement Agreement, Canada established an irrevocable trust for the benefit of the class (the "First Nations Child and Family Compensation Trust") on February 15, 2024. Under the terms of the trust and Settlement Agreement, $50,000,000 from income earned on trust assets (the "General Fund Amount") is to be transferred to an appointed trustee to provide culturally appropriate and trauma-informed supports for the benefit of the class. Based on its experience administering funds under the IRSSA, the Foundation was identified as the appropriate administrator of this amount.

In 2025-2026, the Foundation agreed to accept and administer the $50,000,000 as a segregated fund (the "FNCFC Fund"). On January 15, 2026, the Foundation received the $50,000,000 transfer from CIBC Trust Corporation.

The Foundation acts as trustee of the FNCFC Fund and has fiduciary responsibility for its administration. The Fund is managed in accordance with the Foundation's charitable purposes, applicable agreements, and its internal policies, and is accounted for as a separate fund in accordance with generally accepted accounting principles.

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 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, Education Legacy Fund, and FNCFC Fund.

The General Fund accounts are for the Foundation's operating activities. The unrestricted donations are recognized in the FutureGen 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 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 Foundation has no corresponding restricted fund, are deferred and recognized as revenue 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.

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 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 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 Foundation in the transaction.

2. Significant accounting policies (continued)

Financial instruments (continued)

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 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.

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 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.

3. Investments

The fair values and costs of investments as at March 31, 2026, are as follows:

								2026
	Education Fund		Education legacy Fund		FNCFC Fund		Total	
	Fair value $	Cost $	Fair value $	Cost $	Fair value $	Cost $	Fair value $	Cost $
Cash and Cash Equivalent	6,016	6,016	10,783	10,783	3,030	3,030	19,829	19,829
GMO Quality FD III	36,427,818	29,150,657	65,284,810	52,242,907	18,348,671	14,683,169	120,061,299	96,076,733
Crestpoint Ins Real ES FD 1150	15,762,188	14,267,247	28,248,506	25,569,319	7,939,405	7,186,404	51,950,099	47,022,970
Leith Wheeler Core Active Bond	22,471,920	24,488,205	40,273,481	43,887,004	11,319,093	12,334,694	74,064,494	80,709,903
Fiera CDN Equity FD E606N	22,575,698	21,481,306	40,459,470	38,498,134	11,371,366	10,820,121	74,406,534	70,779,561
TD Greystone	695,959	680,549	1,247,275	1,219,659	350,554	342,793	2,293,788	2,243,001
	97,939,599	90,073,980	175,524,325	161,427,806	49,332,119	45,370,211	322,796,043	296,871,997
Short-term investments	18,500,000	18,500,000	—	—	500,000	500,000	19,000,000	19,000,000
Long-term investments	79,439,599	71,573,980	175,524,325	161,427,806	48,832,119	44,870,211	303,796,043	277,871,997

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

								2025
	Education Fund		Education legacy Fund		FNCFC 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
Beutel Goodman CDN EQ CL I 200	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 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 years ended March 31, 2026 and 2025.

3. Investments (continued)

Investment income

The court-approved IRSSA 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 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.

On February 2, 2026, the Foundation invested the $50 million from the FNCFC Fund in its portfolio. Investment income earned in the FNCFC Fund remains in the FNCFC Fund. All the funds share the same rate of return before the reallocation of total investment income.

	2026	2025
	$	$
Investment income earned by the Education Legacy Fund	**10,802,177**	15,027,025
Allocation to the Education Fund	**(3,669,034)**	(4,930,271)
Investment income - Education Legacy Fund	**7,133,143**	10,096,754
Investment income earned by the Education Fund	**7,031,592**	10,214,861
Allocation to the Education Legacy Fund	**3,669,034**	4,930,271
Investment income - Education Fund	**10,700,626**	15,145,132
Investment income earned by the FNCFC Fund	**(646,227)**	—
Investment income earned by the General Fund	**55,257**	68,105
	17,242,799	25,309,991

The Foundation presents its investment income net of investment expenses of $929,715 ($779,094 in 2025).

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 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, 2026, the investments are held by five investment managers: GMO LLC. holds $120,061,299 (37%) ($155,519,456 (44%) in 2025), Leith Wheeler Investment Counsel Ltd. holds $74,064,494 (23%) ($51,726,830 (20%) in 2025), Fiera Capital Corporation holds $74,406,534 (23%) ($47,199,372 (18%) in 2025), Crestpoint Real Estate Investment Ltd. holds $51,969,928 (16%) ($47,216,579 (18%) in 2025) and TD Greystone Infrastructure Fund holds $2,293,788 (1%) (nil in 2025).

3. Investments (continued)

Investment risk

Investment in financial instruments renders the 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 Foundation's investments consist of units held in pooled funds. The Foundation has adopted investment policies, standards and procedures to control the amount of risk to which it is exposed. The investment practices of the 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 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 Foundation's holdings of non-Canadian denominated investments, which as at March 31, 2026, totaled $120,061,299 ($115,521,140 in 2025) of the total portfolio. The balance comprises of $0 of cash and $120,061,299 invested in GMO Quality Fund III, all of which are denominated in US dollars.

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

4. Capital assets

	Cost **$**	**Accumulated depreciation** **$**	**2026** **Net book value** **$**	2025 Net book value $
Furniture and equipment	**37,949**	**12,450**	**25,499**	29,293
Leasehold improvements	**4,049**	**1,316**	**2,733**	3,138
Computer equipment	**135,392**	**97,561**	**37,831**	23,881
	177,390	**111,327**	**66,063**	56,312

Cost and accumulated amortization as at March 31, 2025 amount to $146,676 and $90,364, 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 Foundation, the NIB is deemed to control the Foundation and thus the NIB is a related party.

As at March 31, 2026, the balance due to the NIB was $3,230 (nil in 2025).

5. Balance due to National Indian Brotherhood (continued)

For the year ended March 31, 2026, the Foundation paid the NIB $19,382 for the rental of office space ($15,162 in 2025). The Foundation continued to share office space with the NIB in Akwesasne at an annual cost of $19,382.

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 2025-2026, the Foundation approved distributions to 1,049 individuals and 105 to organizations across Canada aimed at healing, reconciliation and knowledge advancement. In addition, it approved distributions to 4 organizations across Canada under its new Continuing Their Journey (the "CTJ") Program. It also continued to fund the organizations approved in prior years. The Foundation distributed $5,367,776 to the approved individuals and $12,049,559 to the approved organizations, and $518,037 to the approved CTJ program.

In fiscal year 2024-2025, the 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 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.

7. Interfund transfers

In accordance with the previous limits set for administrative expenses as described in Note 1, the administrative expenses charged to the Education Fund for the year ended March 31, 2026, were $2,154,456 representing 13.74% (13.03% in 2025) of the amount paid to beneficiaries under the Education Fund.

8. Completion of Métis Fund

In the fiscal year 2025-2026, the Foundation received the final transfer of residual funds from the DAF in the amount of $1,795,276 on March 12, 2026. In accordance with the Terms and Conditions governing the administration of the DAF funds, 2.7% of the amount received, $48,472 was allocated to the Métis Fund. The Foundation has fully disbursed the Métis Fund and paid a total of $59,649 to Métis beneficiaries in fiscal year 2025-2026, including payments of $47,500 to Métis organizations and $12,149 to Métis individuals. A shortfall of $11,177 was transferred out and funded through the Foundation's administrative resources. In addition, no administrative expenses were charged to the Métis Fund during the year.

Pursuant to the revised Terms and Conditions approved by the Supreme Court of British Columbia on March 31, 2026, the Foundation's obligations with respect to the Métis portion have been fully satisfied and no further contractual obligations remain in this regard beyond March 31, 2026.

9. Beyond Reconciliation Campaign

In fiscal year 2025-2026, the Foundation received donations of $2,524,449 ($3,483,677 in 2025), under its Beyond Reconciliation Campaign. These funds are unrestricted and available for general use to support the Foundation's programs, operations, and other activities. The Foundation distributed $1,285,051 ($1,199,400 in 2025) to approved organizations, which could not access IRSSA funds due to restrictions and $911,178 ($1,700,000 in 2025) to approved individuals.

10. Commitments

The 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:

	$
2027	40,407
2028	41,800
2029	42,497
2030	43,890
2031	43,890
2032 and after	73,150
	285,634

The Foundation had committed to invest $40,000,000 with Crestpoint Real Estate Investment Ltd. and completed the final capital call in 2025-2026 fiscal year, therefore fulfilling its investment commitment as of March 31, 2026.

The Foundation has committed to invest $30,000,000 with TD Greystone Infrastructure Fund of which $1,021,000 has been called and $28,979,000 (nil in 2025) remains to be called.