

NORTHWEST TERRITORIES OPPORTUNITIES FUND

Financial Statements

For the period ended

March 19, 2014

Northwest Territories Opportunities Fund

Financial Statements

March 19, 2014

Page

Management's Responsibility for Financial Reporting	3
Independent Auditor's Report	4 - 5
Statement of Financial Position	6
Statement of Operations and Accumulated Surplus	7
Statement of Change in Net Financial Resources	8
Statement of Cash Flow	9
Notes to the Financial Statements	10 - 11

Management's Responsibility for Financial Reporting

The accompanying financial statements of the Northwest Territories Opportunities Fund (the "Fund") have been prepared by management in accordance with Canadian public sector accounting standards as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants. Management is responsible for the integrity and objectivity of the data in these financial statements and, where appropriate, the financial statements include estimates based on careful consideration of the information available to management.

Management maintains financial and management systems and practices which are designed to provide reasonable assurance that transactions are properly authorized and recorded, assets are safeguarded, proper books of account are maintained, reliable financial information is available on a timely basis, and the Fund complies with the relevant authorities and policies approved by the Board of Directors. Management also recognizes its responsibility for conducting the Fund's affairs in accordance with the requirements of applicable laws and for maintaining the standards of conduct that are appropriate for a public agency of the Government of the Northwest Territories.

Avery, Cooper & Co. provides an independent, objective audit for the purpose of expressing an opinion on the financial statements of the Fund. They also consider whether the transactions that have come to their notice during the course of the audit were, in all significant respects, in accordance with the specified authorities.



Peter Vician
Chair



Kelly Kaylo
President

March 24, 2013
Yellowknife, Canada



Gerald F. Avery, FCGA
W. Brent Hinche, B. Comm., C.G.A.
Cathy A. Cudmore, B. Rec, C.G.A.

Toll-Free: 1-800-661-0787
Website: www.averycooper.com

4918 - 50th Street, P.O. Box 1620
Yellowknife, NT X1A 2P2
Telephone: (867) 873-3441
Facsimile: (867) 873-2353

INDEPENDENT AUDITOR'S REPORT

To the Minister of Industry, Tourism and Investment

Report on the Financial Statements

We have audited the accompanying financial statements of the Northwest Territories Opportunities Fund, which comprise the statement of financial position as at March 19, 2014, and the statement of operations and accumulated surplus, statement of change in net financial resources and statement of cash flow for the period then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian public sector accounting standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Northwest Territories Opportunities Fund as at March 19, 2014, and the results of its operations, changes in its net financial resources, and its cash flows for the period then ended in accordance with Canadian public sector accounting standards.

INDEPENDENT AUDITOR'S REPORT, continued

Emphasis of Matter

Without modifying our opinion, we draw attention to Note 1 to the financial statements, which describes that the Fund ceased operations on March 19, 2014 and has commenced dissolution procedures.

Report on Other Legal and Regulatory Requirements

In our opinion, proper books of account have been kept by the Northwest Territories Opportunities Fund and the financial statements are in agreement therewith. In addition, the transactions of the Northwest territories Opportunities Fund that have come to our notice during the audit of the financial statements have, in all significant respects, been in accordance with the Northwest Territories Societies Act and regulations, the Northwest Territories Opportunities Fund's by-laws, the Immigration and Refugee Protection Regulations of Canada and the Fund Agreement between the Northwest Territories Opportunities Fund and the Minister of Citizenship and Immigration of Canada, dated October 1, 2003.

Avery, Cooper + Co.

Avery, Cooper & Co.
Certified General Accountants
Yellowknife, NT

March 24, 2014

Northwest Territories Opportunities Fund**Statement of Financial Position**

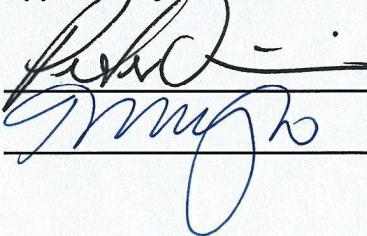
As at March 19, 2014	2014	2013
-----------------------------	-------------	-------------

Financial assets

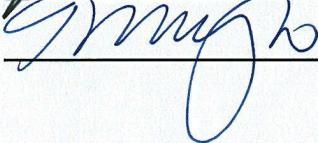
Cash and cash equivalents (note 3)	\$ -	\$ 7,240,365
Accrued interest receivable	\$ -	1,527
Total financial assets	\$ -	7,241,892

Liabilities

Accounts payable	-	9,677
Total liabilities	-	9,677
Net financial resources	-	7,232,215
Accumulated surplus	\$ -	\$ 7,232,215

Approved by the Board

Chairman of the Board



President of the Board

Northwest Territories Opportunities Fund**Statement of Operations and Accumulated Surplus**

For the period ended March 19, 2014	2014	2013
Revenue		
Interest income	\$ 78,811	\$ 92,722
GNWT contribution - services provided without charge (note 4)	20,280	33,420
	99,091	126,142
Expenses		
Administration services (note 4)	20,280	33,420
Bank charges and investment fees	6,736	7,813
Professional fees	3,956	7,588
Contributions (note 1)	7,300,334	1,040,000
	7,331,306	1,088,821
Annual surplus (deficit)	(7,232,215)	(962,679)
Accumulated surplus at beginning of period	7,232,215	8,194,894
Accumulated surplus at end of period	\$ -	\$ 7,232,215

The accompanying notes are an integral part of these financial statements

Northwest Territories Opportunities Fund**Statement of Change in Net Financial Resources**

For the period ended March 19, 2014	2014	2013
Net financial resources at beginning of period	\$ 7,232,215	\$ 8,194,894
Annual surplus (deficit)	(7,232,215)	(962,679)
Net financial resources at end of period	\$ -	\$ 7,232,215

The accompanying notes are an integral part of these financial statements

Northwest Territories Opportunities Fund**Statement of Cash Flow**

For the period ended March 19, 2014	2014	2013
Operating transactions		
Interest income received	\$ 80,338	\$ 93,276
Bank charges and investment fees paid	(6,735)	(7,813)
Cash paid to suppliers	(13,634)	(13,409)
Contributions paid	(7,300,334)	(1,040,000)
Total cash used for operating transactions	(7,240,365)	(967,946)
Cash and cash equivalents at beginning of period		
	7,240,365	8,208,311
Cash and cash equivalents at end of period		
	\$ -	\$ 7,240,365

The accompanying notes are an integral part of these financial statements

Northwest Territories Opportunities Fund

Notes to the Financial Statements

March 19, 2014

1. Authority and operations

The Northwest Territories Opportunities Fund (the Fund) was established by the Government of the Northwest Territories (the GNWT) under the Northwest Territories *Societies Act* to receive and invest the Northwest Territories' share of immigrant investor funds received under the federal Immigrant Investor Program (IIP). The Fund's operations are overseen by a Board of Directors appointed by the Minister of Industry, Tourism and Investment and its objectives are to promote investment, economic development and job creation in the Northwest Territories. The Fund is not subject to taxation under the *Income Tax Act* of Canada.

Financial Management Board (FMB) also directed the Fund to use the Fund's remaining net assets to support economic development initiatives in the Northwest Territories in accordance with the Fund's mandate under the IIP program.

During the period, the Fund completed its mission and repaid surplus funds to the GNWT Consolidated Revenue Fund totalling \$7,300,334. The Northwest Territories Opportunities Fund ceased operations on March 19, 2014 and has commenced dissolution procedures.

2. Significant accounting policies

(a) Basis of accounting

The financial statements have been prepared in accordance with Canadian public sector accounting standards as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada.

(b) Cash and cash equivalents

Cash and cash equivalents are comprised of bank account balances and short-term highly liquid investments that are readily convertible to cash with an original maturity date of 90 days or less.

(c) Interest income

Interest income on the loan receivable is recognized when earned.

(d) Services provided without charge

The Fund records the estimated cost of the accounting and administrative services it receives without charge from the Department of Industry, Tourism and Investment. These services are recorded as a government contribution - services provided without charge and included in the expenses in the statement of operations.

Northwest Territories Opportunities Fund

Notes to the Financial Statements

March 19, 2014

2. Significant accounting policies (continued)

(e) Measurement uncertainty

The preparation of financial statements in accordance with Canadian public sector accounting standards requires the Fund to make estimates and assumptions that affect the reported amounts in the financial statements and accompanying notes. Actual results could differ significantly from these estimates.

(g) Related parties

The Fund is related in terms of common ownership to all Government of the Northwest Territories departments and public agencies. The Fund enters into transactions with these entities in the normal course of business and these transactions are measured at the exchange amount except for the services provided without charge which are measured at their estimated cost.

3. Cash and cash equivalents

The Fund's cash balances are pooled with the Government's surplus cash and are invested in a diversified portfolio of high-grade, short-term income producing assets. The cash can be withdrawn at any time and is not restricted by maturity dates on investments made by the Government. The Department of Finance approved the eligible classes of securities, categories of issuers, limits and terms. All instruments, depending on their investment class, are rated R-1 Low or better by the Dominion Bond Rating Service Ltd.

4. Related party transactions

The Department of Industry, Tourism and Investment provides the Fund with accounting and administrative services without charge. The total cost of these services has been estimated to be \$20,280 (2013 - \$41,658) and are included in the statement of operations.

The Department of Finance provides the Fund with cash and investment management services. The Department charges the Fund 0.10% (2013 - 0.10%) on the average balance invested. The total cost for this service for the period ended March 19, 2014, was \$6,556 (2013 - \$7,674) and is accounted for as bank charges and investment fees.

5. Comparative figures

The comparative figures are as at March 31, 2013 and for the year then ended.

6. Financial instruments

Financial instruments consist of cash and cash equivalents, accrued interest receivable, and accounts payable. Unless otherwise noted, it is management's opinion that the Fund is not exposed to significant interest rate, market, currency, credit, cash flow or liquidity risks. The fair value of these financial instruments approximate their carrying values, unless otherwise noted.