ENIYUD COMMUNITY FORESTS LIMITED PARTNERSHIP

Financial Information

Year Ended March 31, 2025

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P M T CHARTERED PROFESSIONAL ACCOUNTANTS LLP

260D Broadway Avenue N
Williams Lake, BC V2G 2X9
Telephone 250-392-2911
Fax 250-392-5789
www.pmtcpa.com

COMPILATION ENGAGEMENT REPORT

To the Directors of Eniyud Community Forests Limited Partnership

On the basis of information provided by management, we have compiled the balance sheet of Eniyud Community Forests Limited Partnership as at March 31, 2025, and the statements of partners' capital, income for the year then ended, and Note 1, which describes the basis of accounting applied in the preparation of the compiled financial information and other explanatory information ("financial information").

Management is responsible for the accompanying financial information, including the accuracy and completeness of the underlying information used to compile it and the selection of the basis of accounting.

We performed this engagement in accordance with Canadian Standard on Related Services (CSRS) 4200, *Compilation Engagements*, which requires us to comply with relevant ethical requirements. Our responsibility is to assist management in the preparation of the financial information.

We did not perform an audit engagement or a review engagement, nor were we required to perform procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an audit opinion or a review conclusion, or provide any form of assurance on the financial information.

Readers are cautioned that the financial information may not be appropriate for their purposes.

Williams Lake, BC
September 26, 2025

PMT

PMT CHARTERED PROFESSIONAL ACCOUNTANTS LLP

ENIYUD COMMUNITY FORESTS LIMITED PARTNERSHIP
Balance Sheet
March 31, 2025

	2025	2024
ASSETS		
Current		
Cash	**$ 4,039,619**	$ 1,883,705
Term deposits	**-**	750,000
Accounts receivable	**34,810**	421,599
Prepaid expenses	**115,558**	15,549
Due from related parties *(Note 3)*	**2,990,853**	2,840,853
Deferred project expenses	**116,935**	12,575
	7,297,775	5,924,281
Intangible assets	**1**	1
Goodwill	**1**	1
	$ 7,297,777	$ 5,924,283
LIABILITIES		
Current		
Accounts payable and accrued liabilities	**$ 278,640**	$ 135,428
Deferred income	**231,343**	70,154
Due to related parties	**-**	220
Siviculture liability	**83,000**	187,895
	592,983	393,697
Siviculture liability	**825,509**	274,358
	1,418,492	668,055
PARTNERS' CAPITAL		
Partners' capital	**5,879,285**	5,256,228
	$ 7,297,777	$ 5,924,283

APPROVED BY THE PARTNERS

______________________________ *Partner*

______________________________ *Partner*

The accompanying notes are an integral part of this statement

Statement of Partners' Capital

Year Ended March 31, 2025

	Eniyud Community Forests Ltd.	Tatla Resource Association	Tsideldel First Nation	**2025**	2024
Balance - beginning of year	$ 112,474	$ 2,571,877	$ 2,571,877	**$ 5,256,228**	$ 5,084,212
Net income	40,859	291,099	291,099	**623,057**	172,016
Balance - end of year	$ 153,333	$ 2,862,976	$ 2,862,976	**$ 5,879,285**	$ 5,256,228

The accompanying notes are an integral part of this statement

ENIYUD COMMUNITY FORESTS LIMITED PARTNERSHIP

Statement of Income

Year Ended March 31, 2025

	2025	2024
Revenue		
Project funding	**$ 1,073,654**	$ 720,714
Silviculture revenues	**633,005**	-
Log sales	**517,590**	83,380
Delivery allowance	**41,341**	46,965
	2,265,590	851,059
Direct costs		
Contractors	**10,828**	-
Insurance and licences	**2,196**	3,722
Management fees	**168,913**	128,565
Planning	**26,677**	122,669
Post-harvest activities	**148,093**	11,226
Rentals	**14,770**	14,842
Silviculture	**1,399,909**	499,727
	1,771,386	780,751
Gross profit *(21.81%; 2024 - 8.26%)*	**494,204**	70,308
General and administrative expenses		
Accounting fees	**7,663**	11,967
Advertising and promotion	**196**	-
Bad debts	**189**	-
Bank charges and interest	**(11,643)**	29,789
Licences, dues and fees	**251**	13,166
Meetings and conventions	**29**	3,328
Professional fees	**127**	3,226
	(3,188)	61,476
Income from operations	**497,392**	8,832
Other income		
Interest income	**125,665**	163,184
Net income	**$ 623,057**	$ 172,016

The accompanying notes are an integral part of this statement

1. Basis of accounting

The basis of accounting applied in the preparation of the balance sheet of Eniyud Community Forests Limited Partnership as at March 31, 2025, and the statements of partners' capital, income for the year then ended is the historical cost basis and reflects cash transactions with the addition of:

- Term deposits recorded at cost;
- Accounts receivable;
- Prepaid expenses over the specified term of the expense;
- Property, plant and equipment amortized in accordance with income tax CCA class rates without accelerated claims;
- Goodwill recorded at cost;
- Accounts payable and accrued liabilities;
- Silviculture accrued liability as estimated by the current cost of reforestation;
- Revenue from logs sales is recognized when scaled and delivered;
- Revenue from term deposits are accrued based on the underlying maturity date and interest rate.

2. Description of business

The Tsideldel First Nation and the Tatla Resource Association formed the Eniyud Community Forests Limited Partnership (the "Partnership") to carry on the business of managing a community forest, with a view to profit, in a safe and ecologically sound manner that enables forestry and tourism to prosper, preserves First Nations traditional uses of the land base and encourages community stability.

3. Due to related parties

	2025	2024
Eniyud Community Forests Ltd.	$ 40,853	$ 40,853
Tatla Resource Association	1,475,000	1,400,000
Tsideldel First Nation	1,475,000	1,400,000
	$ 2,990,853	$ 2,840,853

4. Partnership units

Issued

		2025	2024
20,000	Common units	$ 2,000	$ 2,000
1,000	Class A Preferred units	30,716	30,716
		$ 32,716	$ 32,716

Class A Preferred units were issued as consideration for assets transferred to the Partnership. The fair market value of the Preferred units is $4,085.289 per unit or $4,085,289.00 in aggregate.

5. Allocation of net income and net loss

The net income and net loss shall be allocated, at the end of each fiscal period, as follows:

1. Net income shall be allocated first to the Preferred units, calculated as 1% times the fair market value of the capital contribution of the Preferred units at the time of allocation
2. After the allocation to the Preferred units, remaining net income is allocated pro-rata to the Limited Partners (99.999%) and General Partner (0.001%)
3. All net losses shall be allocated to the holders of the Common units.

6. Comparative figures

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