

G.B. PHILLIPS - B.R. EDMISON
CHARTERED ACCOUNTANTS

3820 Alfred Ave.
P.O. Box 937
Smithers, B.C.
V0J 2N0

AUDITORS' REPORT

To the Directors
WET'SUWET'EN TREATY OFFICE SOCIETY
Moricetown, B.C.

We have audited the balance sheet of WET'SUWET'EN TREATY OFFICE SOCIETY as at March 31, 1997 and the statements of receipts and expenditures for the year then ended. These financial statements are the responsibility of the Society's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Society as at March 31, 1997 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Phillips
Edmison
Phillips and Edmison

Smithers, B.C.
June 16, 1997

WET'SUWET'EN TREATY OFFICE SOCIETY
Statement of Receipts and Expenditures
For the Year Ended March 31, 1997

EXHIBIT 'C'

B.C. TREATY COMMISSION

	<u>1997</u>	<u>1996</u>
Receipts		
Department of Indian and Northern Affairs - loan	\$ 570,104	797,354
British Columbia Treaty Commission- contribution	142,526	199,339
Transfer, Exhibit 'P'	-	85,330
Transfer, Exhibit 'D'	-	<u>108,014</u>
	<u>712,630</u>	<u>1,190,037</u>
Expenditures		
Administration	17,602	83,013
Audit	-	2,500
Consultants	171,235	252,038
Equipment lease	3,420	1,710
Honorarium - Chiefs	61,941	65,897
- Clan representation	4,400	55,274
Legal fees	-	84,474
Meeting expenses	14,734	28,823
Office rent	10,800	25,427
Office supplies	30,859	86,418
Photocopying	2,505	1,263
Telephone, fax	1,694	4,026
Training and workshops	5,146	1,511
Travel	55,356	134,243
Utilities	-	1,620
Wages and benefits	<u>332,938</u>	<u>384,895</u>
	<u>712,630</u>	<u>1,213,132</u>
Excess of Expenditures Over Receipts During Year	-	(23,095)
Excess of Receipts over Expenditures From Prior Years	<u>63,668</u>	<u>86,763</u>
Excess of Receipts Over Expenditures, End of Year	63,668	63,668
Loan Repayable, note 7	<u>(1,835,564)</u>	<u>(1,265,460)</u>
Deficit, end of year to Exhibit 'B'	<u><u>\$(1,771,896)</u></u>	<u><u>(1,201,792)</u></u>