

AOHKII (2018) Ltd.
Financial Statements
For the year ended March 31, 2020
(Unaudited - see Notice to Reader)

AOHKII (2018) Ltd.

Contents

*For the year ended March 31, 2020
(Unaudited - see Notice to Reader)*

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On the basis of information provided by management, we have compiled the statement of financial position of AOHKII (2018) Ltd. as at March 31, 2020 and the statements of income and other comprehensive income and changes in equity for the year then ended. We have not performed an audit or a review engagement in respect of these financial statements and, accordingly, we express no assurance thereon. Readers are cautioned that these statements may not be appropriate for their purposes.

Lethbridge, Alberta

June 23, 2020

MNP LLP

Chartered Professional Accountants

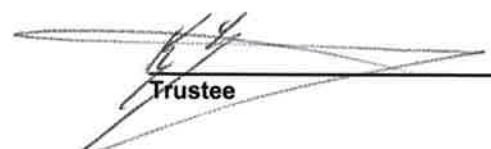
AOHKII (2018) Ltd.
Statement of Financial Position
As at March 31, 2020
(Unaudited - see Notice to Reader)

	2020	2019
Assets		
Current		
Cash	3,929,987	1,128,981
Trade and other receivables	264,000	110,307
Goods and Services Tax receivable	-	21,823
Current portion of long-term notes receivable	105,000	105,000
	4,298,987	1,366,111
Property, plant and equipment (Note 1)	4,374,093	3,462,440
Investments	24,674	13,545
Notes receivable	210,000	315,000
Investment in Alberta Timothy Marketing Corporation (Note 2)	64,000	792,904
Investment in Kainai Forage Limited Partnership (Note 3)	2,473,357	-
	11,445,111	5,950,000
Liabilities		
Current		
Trade and other payables	81,865	322,435
Goods and Services Tax payable	48,575	-
Current portion of long-term debt	-	140,000
	130,440	462,435
Deferred revenue	1,485,251	-
Advances from related parties	628,818	1,359,418
	2,244,509	1,821,853
Equity		
Retained earnings	5,650,222	4,128,147
Contributed surplus	3,550,380	-
	9,200,602	4,128,147
	11,445,111	5,950,000

Approved on behalf of the Board of Trustees



 Trustee



 Trustee

AOHKII (2018) Ltd.
Statement of Income and Other Comprehensive Income

*For the year ended March 31, 2020
(Unaudited - see Notice to Reader)*

	2020	2019
Revenue		
Lease revenue	5,222,848	4,501,626
Community land lease	1,067,523	1,365,025
Band revenue	595,000	595,000
Other revenue	225,573	388,298
Straw sales	154,140	-
	7,265,084	6,849,949
Expenses		
Head lease	1,481,443	1,339,355
Professional fees	622,503	295,861
Repairs and maintenance	580,211	622,166
Salaries, wages and benefits	891,806	955,047
Insurance	268,027	345,295
Utilities	128,412	115,513
Automotive	89,260	118,692
Board travel, training, and honouraria	86,612	80,440
Donations	57,986	24,920
Interest on long-term debt	45,078	64,952
Office	74,876	90,814
Bad debts	24,342	12,978
Training and education	18,825	13,241
Travel	10,485	33,237
Interest and bank charges	10,402	54,375
Rental	4,151	8,654
Amortization	574,030	223,414
	4,968,449	4,398,954
Income from operations	2,296,635	2,450,995
Other income (expense)		
Share of loss from investment in Kainai Forage Limited Partnership	(1,077,023)	-
Share of earnings (loss) from investment in Alberta Timothy Marketing Corporation	(281,233)	345,233
Management fees	250,000	-
Gain on disposal of property, plant and equipment	-	979,433
	(1,108,256)	1,324,666
Income and other comprehensive income for the year	1,188,379	3,775,661

AOHKII (2018) Ltd.
Statement of Changes in Equity
For the year ended March 31, 2020
(Unaudited - see Notice to Reader)

	2020	2019
Retained earnings, beginning of year	4,128,147	535,817
Income and other comprehensive income for the year	1,188,379	3,775,661
Dividends	(310,000)	(183,331)
Equity transfer from 709204 Alberta Ltd.	643,696	-
Retained earnings, end of year	5,650,222	4,128,147

AOHKII (2018) Ltd.
Notes to the Financial Statements
For the year ended March 31, 2020
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1. Property, plant and equipment

	<i>Cost</i>	<i>Accumulated amortization</i>	<i>2020 Net book value</i>	<i>2019 Net book value</i>
Buildings	840,930	345,549	495,381	513,494
Automotive	776,668	589,770	186,898	240,376
Computer equipment	253,984	188,696	65,288	16,128
Equipment	11,984,333	8,361,298	3,623,035	2,688,078
Furniture and fixtures	101,318	97,827	3,491	4,364
	13,957,233	9,583,140	4,374,093	3,462,440

2. Investment in Alberta Timothy Marketing Corporation

	<i>2020</i>	<i>2019</i>
Alberta Timothy Marketing Corporation (50% ownership interest)		
Opening Balance	792,904	-
Advances (repayment of advances)	(447,671)	447,671
Share of earnings (loss) from investment	(281,233)	345,233
	64,000	792,904

The share of loss has been calculated up to March 31, 2020.

3. Investment in Kainai Forage Limited Partnership

	<i>2020</i>	<i>2019</i>
Kainai Forage Limited Partnership (50.9995% ownership interest)		
Contributions	3,550,380	-
Share of earnings (loss) from investment	(1,077,023)	-
	2,473,357	-

The share of loss has been calculated up to March 31, 2020.