

ALGONQUIN TREATY NEGOTIATION FUNDING TRUST

FINANCIAL STATEMENTS

FOR YEAR ENDED MARCH 31, 2011

(see accompanying notes)

**Wilfred J. Lamb
CHARTERED ACCOUNTANT**

Wilfred J. Lamb
CHARTERED ACCOUNTANT

11 Humphrey Way
Kanata, Ontario
K2L 2S9

Tel (613) 836-6618
wj lamb@sympatico.ca

INDEPENDENT AUDITOR'S REPORT

To the Trustees and Members of

Algonquin Treaty Negotiation Funding Trust

I have audited the financial statements of the Algonquin Treaty Negotiation Funding Trust, which comprise the statement of financial position as at March 31, 2011, and the statements of revenue and expenses for the Workplan, the Negotiation Preparedness Initiative, Gathering Strength-Reorientation of Self Government, Consultation Program, Enrolment and Ratification, Agreement in Principle Ratification Process and Other Funding for the year 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 generally accepted accounting principles 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.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 judgement, 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 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements present fairly, in all material respects, the financial position of Algonquin Treaty Negotiation Funding Trust as at March 31, 2011 and its financial performance for the year then ended in accordance with Canadian generally accepted accounting principles.

Kanata, Ontario
8-Jul-11


Wilfred Lamb
Licensed Public Accountant

ALGONQUIN TREATY NEGOTIATION FUNDING TRUST

STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2011

ASSETS

	<u>2011</u>	<u>2010</u>
CURRENT ASSETS		
Cash in trust account	\$ 868,472	\$ 368,056
Funding receivables	278,400	400,960
Due from Algonquin Opportunity (No. 1) Corporation - note 4	5,915	
Due from Algonquin Opportunity (No. 2) Corporation - note 4	<u>22,439</u>	<u>6,682</u>
	<u>\$ 1,175,226</u>	<u>\$ 775,698</u>

LIABILITIES AND NET LIABILITIES

CURRENT LIABILITIES

Accounts payable and accrued liabilities	\$ 691,374	\$ 735,683
Due to Indian and Northern Affairs Canada	33,396	40,015
Due to Province of Ontario	14,738	
Deferred revenue - note 5	<u>435,718</u>	
	<u>1,175,226</u>	<u>775,698</u>

LONG TERM DEBT

Loan payable - note 6	11,752,588	9,785,985
	<u>12,927,814</u>	<u>10,561,683</u>

NET LIABILITIES

Balance at beginning of year	(9,785,985)	(8,476,000)
Excess of Expenses over Revenues for year - Workplan	<u>(1,966,603)</u>	<u>(1,309,985)</u>
Balance at end of year	<u>(11,752,588)</u>	<u>(9,785,985)</u>
	<u>\$ 1,175,226</u>	<u>\$ 775,698</u>

(see accompanying notes)

Wilfred J. Lamb
CHARTERED ACCOUNTANT

ALGONQUIN TREATY NEGOTIATION FUNDING TRUST

WORKPLAN

STATEMENT OF REVENUE AND EXPENSES

FOR YEAR ENDED MARCH 31, 2011

(With 2010 figures for comparison)

	Budget Total	2011 INAC	2011 Other	2010 Total
Revenue				
Ministry of Aboriginal Affairs	<u>\$ 729,000</u>	<u>\$ -</u>	<u>\$ 729,000</u>	<u>\$ 657,500</u>
Expenditures				
Accounting and reporting services	97,000	50,003	41,945	91,112
Audit	5,000	5,000		6,000
Remuneration	832,000	774,400	57,600	816,000
Legal	170,000	63,861	146,269	68,677
Principal negotiator and senior legal counsel	461,000	351,003	110,000	258,645
Professional services	202,605	99,841	70,000	-
Travel expenses	145,000	120,127	45,000	153,971
Accommodations and meals	153,495	126,819	20,000	108,135
Office expenses	508,100	375,549	131,486	394,778
Enrolment	27,000		34,931	23,380
Executive director	87,800		46,274	-
Newsletters	20,000		11,520	40,021
Archaeologist	20,000		6,475	6,766
Forestry Specialist			7,500	
	<u>2,729,000</u>	<u>1,966,603</u>	<u>729,000</u>	<u>1,967,485</u>
Excess of Expenses over Revenue for year	<u>\$ (2,000,000)</u>	<u>\$ (1,966,603)</u>	<u>\$ -</u>	<u>\$ (1,309,985)</u>

(see accompanying notes)

Wilfred J. Lamb
CHARTERED ACCOUNTANT

ALGONQUIN TREATY NEGOTIATION FUNDING TRUST

NEGOTIATION PREPAREDNESS INITIATIVE

STATEMENT OF REVENUE AND EXPENSES

FOR YEAR ENDED MARCH 31, 2011

(With 2010 figures for comparison)

	<u>Budget</u>	<u>2011</u>	<u>2010</u>
Revenue			
Indian and Northern Affairs Canada	<u>\$ 700,000</u>	<u>\$ 700,000</u>	<u>\$ 700,000</u>
Expenditures			
Accounting and reporting services	26,000	26,000	35,639
Archaeologist	15,000		
Audit	1,500	1,500	1,500
Community travel	25,000	6,450	
Elders	75,000	110,713	-
Legal	80,000	122,404	58,848
Office expenses	41,710	21,913	
Office rent	100,000	100,000	
Office salaries	48,290	52,462	
Principal negotiator and senior legal counsel			121,927
Professional services	237,500	214,876	482,086
Rockcliffe Development	<u>50,000</u>	<u>43,682</u>	
	<u>700,000</u>	<u>700,000</u>	<u>700,000</u>
Excess of Revenue over Expenses for year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(see accompanying notes)

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ALGONQUIN TREATY NEGOTIATION FUNDING TRUST
GATHERING STRENGHT - RE-ORIENTATION OF SELF-GOVERNMENT

STATEMENT OF REVENUE AND EXPENSES

FOR YEAR ENDED MARCH 31, 2011

(With 2010 figures for comparison)

	Budget	<u>2011</u>	<u>2010</u>
Revenue			
Indian and Northern Affairs Canada	<u>\$ 344,000</u>	<u>\$ 344,000</u>	<u>\$ 380,000</u>
Expenditures			
Accounting and reporting services	22,000	37,055	24,117
Audit	2,000	2,000	1,500
Capacity building	75,000	60,118	57,437
Communication program	45,000	3,561	31,428
Community meetings	17,500	9,969	10,534
Elders	75,000	75,000	101,511
Election process	40,000	40,000	
Legal			63,165
Nation Gathering	5,000	23,871	5,848
Newsletters	42,500	42,501	-
Opening ceremony			30,000
Principal negotiator and senior legal counsel	20,000	49,925	24,798
Professional services	<u>344,000</u>	<u>344,000</u>	<u>29,662</u>
Excess of Revenue over Expenses for year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(see accompanying notes)

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ALGONQUIN TREATY NEGOTIATION FUNDING TRUST

CONSULTATION PROGRAM

STATEMENT OF REVENUE AND EXPENSES

FOR YEAR ENDED MARCH 31, 2011

(With 2010 figures for comparison)

	<u>Budget</u>	<u>2011</u>	<u>2010</u>
Revenue			
Ministry of Aboriginal Affairs	<u>\$ 455,000</u>	<u>\$ 455,000</u>	<u>\$ 468,614</u>
Expenditures			
Accounting and reporting services	20,000	33,684	35,048
Audit	1,800	1,800	2,500
Elders	50,000	30,398	50,365
Principal negotiator and senior legal counsel	50,000	50,000	18,000
Professional services	225,349	217,500	55,270
Enrolment		57,117	119,143
Office - rent	12,436	12,436	88,632
Office - salaries			23,378
Office - operating costs	6,165		26,157
Opening ceremony			18,486
Biologist	<u>89,250</u>	<u>52,065</u>	<u>31,635</u>
	<u>455,000</u>	<u>455,000</u>	<u>468,614</u>
Excess of Revenue over Expenses for year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(see accompanying notes)

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ALGONQUIN TREATY NEGOTIATION FUNDING TRUST

ENROLMENT AND RATIFICATION

STATEMENT OF REVENUE AND EXPENSES

FOR YEAR ENDED MARCH 31, 2011

(With 2010 figures for comparison)

	<u>Budget</u>	<u>2011</u>	<u>2010</u>
Revenue			
Indian and Northern Affairs Canada	<u>\$ 150,000</u>	<u>\$ 150,000</u>	<u>\$ 175,000</u>
Expenditures			
Accounting and reporting services	20,000	20,000	10,588
Audit	800	800	
Administrative support			80,000
Elders			14,412
Enrolment	<u>129,200</u>	<u>129,200</u>	<u>70,000</u>
	<u>150,000</u>	<u>150,000</u>	<u>175,000</u>
Excess of Revenue over Expenses for year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(see accompanying notes)

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ALGONQUIN TREATY NEGOTIATION FUNDING TRUST

AGREEMENT IN PRINIPAL RATIFICATION PROCESS

STATEMENT OF REVENUE AND EXPENSES

FOR YEAR ENDED MARCH 31, 2011

(With 2010 figures for comparison)

	<u>Budget</u>	<u>2011</u>	<u>2010</u>
Revenue			
Indian and Northern Affairs Canada	\$ 400,000	\$ 400,000	\$ -
Ministry of Aboriginal Affairs	<u>16,899</u>	<u>16,899</u>	<u> </u>
	<u>416,899</u>	<u>416,899</u>	<u> </u>
 Expenditures			
Ratification Process			
Liaison Support	119,986	119,986	
Professional services	136,628	136,628	
Communications			
Mail outs	38,750	38,750	
External communications	12,048	12,048	
Administration			
Ratification committee	66,466	66,466	
Review Committee	11,979	11,979	
Administration	<u>31,042</u>	<u>31,042</u>	<u> </u>
	<u>416,899</u>	<u>416,899</u>	<u> </u>
 Excess of Revenue over Expenses for year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(see accompanying notes)

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ALGONQUIN TREATY NEGOTIATION FUNDING TRUST

OTHER FUNDING

STATEMENT OF REVENUE AND EXPENSES

FOR YEAR ENDED MARCH 31, 2011

(With 2010 figures for comparison)

	<u>Budget</u>	<u>2011</u>	<u>2010</u>
Revenue			
First Nickel - private funding	\$ 554	\$ 554	\$ 4,403
Ministry of Northern Development, Mines and Forestry		-	34,460
Ministry of Natural Resources	<u>98,491</u>	<u>98,491</u>	<u>142,960</u>
	<u>99,045</u>	<u>99,045</u>	<u>181,823</u>
Expenditures			
Frontenac Ventures			
Native values	18,983	18,983	6,000
Algonquin Harvest	79,508	79,508	70,960
Mining & Minerals Protocol Agreement			34,460
Lightening the Footprint			66,000
First Nickel	554	554	4,403
	<u>99,045</u>	<u>99,045</u>	<u>181,823</u>
Excess of Revenue over Expenses for year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(see accompanying notes)

Wilfred J. Lamb
CHARTERED ACCOUNTANT

ALGONQUIN TREATY NEGOTIATION FUNDING TRUST

NOTES TO FINANCIAL STATEMENTS

FOR YEAR ENDED MARCH 31, 2011

- Note 1** The Algonquin Treaty Negotiation Funding Trust was created December 20, 2005. The objects of the Trust are to facilitate the negotiations for claim agreements with the Crown. The trust is overseen by sixteen elected individuals from ten Algonquin communities, three of whom are appointed as trustees.
- Note 2** **Significant Accounting Policies**
- These financial statements have been prepared in accordance with Canadian generally accepted accounting principles and include the following significant accounting policies;
- Use of estimates**
- The preparation of financial statements in accordance with Canadian generally accepted accounting principles require the Trust's management to make estimates that affect the reported amounts of assets and liabilities as at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period presented.
- Revenue and expenditures are recorded on the accrual basis of accounting.
- Note 3** **Financial instruments**
- The Trust's financial instruments consist of cash in trust account, funding receivables, accounts payable and accrued liabilities and Loan payable. Unless otherwise noted, it is management's opinion that the Trust is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair value of these financial instruments approximate their carrying value unless otherwise noted.
- Note 4** **Related party transactions**
- The Algonquin Treaty Negotiation Funding Trust provided funding to cover costs of assisting the operations of the Algonquin Treaty Negotiation Funding Trust operating within Algonquin Opportunity (No. 2) Corporation.
- The Algonquin Treaty Negotiation Funding Trust provided funding to cover costs of assisting the operations of Algonquin Opportunity (No. 1) Corporation.
- The amounts due from both Corporations are interest free and have no specific repayment terms.

ALGONQUIN TREATY NEGOTIATION FUNDING TRUST

NOTES TO FINANCIAL STATEMENTS

FOR YEAR ENDED MARCH 31, 2011

Note 5 Deferred revenue

The trust has received funding in advance to be applied to expenditures of subsequent years as follows

Native values	\$ 23,517
Ratification	383,101
Nation Gathering	<u>29,100</u>
	<u><u>\$ 435,718</u></u>

Note 6 Loan payable represents advances from the Indian and Northern Affairs Canada for the purpose of financing costs incurred in the negotiations of claim agreements. The loans are to be deemed advances on an eventual claim settlement.

Total advances in the year amounted to \$ 1,966,603. Loans will be interest free until the earliest of;

- 1) The date such advances become due
- 2) The actual claims settlement date
- 3) The date of demand by the Minister in event of a default having occurred

Interest rates on advances bear interest rates equal to rates payable by Crown Corporations on loans from the consolidated revenue fund for a term of years equal to the term of years between the cheque issue date for the advance and the due date of the advance.

	<u>2011</u>	<u>2010</u>
Balance at beginning of year	\$ 9,785,985	\$ 8,476,000
Advances in current year on Workplan	<u>1,966,603</u>	<u>1,309,985</u>
Balance at end of year	<u><u>\$ 11,752,588</u></u>	<u><u>\$ 9,785,985</u></u>

ALGONQUIN OPPORTUNITY (NO. 2) CORPORATION

FINANCIAL STATEMENTS

FOR YEAR ENDED MARCH 31, 2011

(see accompanying notes)

**Wilfred J. Lamb
CHARTERED ACCOUNTANT**

Wilfred J. Lamb
CHARTERED ACCOUNTANT

11 Humphrey Way
Kanata, Ontario
K2L 2S9

Tel (613) 836-6618
wj lamb@sympatico.ca

INDEPENDENT AUDITOR'S REPORT

To the Directors of

Algonquin Opportunity (No 2) Corporation

I have audited the accompanying statements of the Algonquin Opportunity (No. 2) Corporation, which comprise the Balance Sheet as at March 31, 2011, and the statements of income, retained earnings and cash flows for the year 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 generally accepted accounting principles 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.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 judgement, 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 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements present fairly, in all material respects, the financial position of Algonquin Opportunity (No. 2) Corporation as at March 31, 2011 and its financial performance and its cash flows for the year ended in accordance with Canadian generally accepted accounting principles.

Kanata, Ontario
July 8, 2011


Wilfred Lamb
Licensed Public Accountant

ALGONQUIN OPPORTUNITY (NO. 2) CORPORATION

BALANCE SHEET

AS AT MARCH 31, 2011

(With 2010 figures for comparison)

ASSETS

	<u>2011</u>	<u>2010</u>
CURRENT ASSETS		
Cash in bank	\$ 37,986	\$ 8,656
Prepaid expenses	<u>1,100</u>	<u>8,656</u>
	39,086	
LONG TERM ASSETS		
Due from Algonquin of Ontario Opportunities Trust (note 5)	<u>10</u>	<u>10</u>
	<u>\$ 39,096</u>	<u>\$ 8,666</u>

LIABILITIES AND SHAREHOLDER'S EQUITY

CURRENT LIABILITIES

Accounts payable and accrued liabilities	\$ 16,647	\$ 1,974
Due to Algonquin Treaty Negotiation Funding Trust (note 5)	<u>22,439</u>	<u>6,682</u>
	39,086	8,656

SHAREHOLDER'S EQUITY

Capital stock

Authorized - unlimited number of common shares

Issued - 100 common shares

<u>10</u>	<u>10</u>
<u>\$ 39,096</u>	<u>\$ 8,666</u>

Approved on behalf on the board: Doreen Davis

(see accompanying notes)

Wilfred J. Lamb
CHARTERED ACCOUNTANT

ALGONQUIN OPPORTUNITY (NO. 2) CORPORATION

STATEMENT OF INCOME

FOR YEAR ENDED MARCH 31, 2011

(With 2010 figures for comparison)

	<u>2011</u>	<u>2010</u>
Negotiation Operations -Received from Algonquin Treaty Negotiation Funding Trust	<u>\$ 251,102</u>	<u>\$ 87,646</u>
Expenses		
Office	9,752	7,270
Insurance		18
Interest and bank charges	513	147
Meals and entertainment	5,679	2,173
Rent	101,294	42,206
Repairs and maintenance		75
Telephone	2,708	1,892
Salary	119,941	28,387
Supplies	25	2,868
Travel	11,190	2,610
	<u>251,102</u>	<u>87,646</u>
Operating income from negotiation operations	<u>\$ -</u>	<u>\$ -</u>
New Relationship Funding - Provincial funding	<u>\$ 80,000</u>	<u>\$ 85,000</u>
Expenses		
Administration	7,500	7,525
Elders circle	22,723	
Nation gathering	25,000	
Office setup		7,810
Professionals/elders		34,424
Reference material	4,688	
Training	20,089	15,073
Travel		4,841
Workshop		15,327
	<u>80,000</u>	<u>85,000</u>
Operating income from New Relationship Funding	<u>\$ -</u>	<u>\$ -</u>
Ratification Operations - Algonquin Treaty Negotiation Funding Trust	<u>\$ 50,820</u>	<u>\$ -</u>
Expenses		
Equipment	3,304	
External communications	28,808	
Mail outs	12,669	
Other expenses	731	
Salary	5,235	
Travel	73	
	<u>50,820</u>	
Net income from ratification operations	<u>\$ -</u>	<u>\$ -</u>
Net income for year	<u>\$ -</u>	<u>\$ -</u>

(see accompanying notes)

Wilfred J. Lamb
CHARTERED ACCOUNTANT

ALGONQUIN OPPORTUNITY (NO. 2) CORPORATION

STATEMENT OF RETAINED EARNINGS

FOR YEAR ENDED MARCH 31, 2011

(With 2010 figures for comparison)

	2011	2010
Balance at beginning of year	\$ -	\$ -
Net income for year	<u>-</u>	<u>-</u>
Balance at end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

(see accompanying notes)

Wilfred J. Lamb
CHARTERED ACCOUNTANT

ALGONQUIN OPPORTUNITY (NO. 2) CORPORATION

STATEMENT OF CASH FLOWS

FOR YEAR ENDED MARCH 31, 2011

(With 2010 figures for comparison)

	2011	2010
Cash flows from operating activities		
Net income for year	\$ -	\$ -
Changes in working capital items		
(Increase) in prepaid expenses	(1,100)	
(Increase) in due from Algonquin of Ontario Opportunities Trust		(10)
Increase in accounts payable and accrued liabilities	14,673	1,974
Increase in due to Algonquin Treaty Negotiation Funding Trust	<u>15,757</u>	<u>6,682</u>
Cash provided by operations	29,330	8,646
Investing activities		
Proceeds on issuance of common shares	<u>-</u>	<u>10</u>
Increase in cash in bank in year	29,330	8,656
Cash in bank at beginning of year	<u>8,656</u>	<u>-</u>
Cash in bank at end of year	<u>\$ 37,986</u>	<u>\$ 8,656</u>

(see accompanying notes)

Wilfred J. Lamb
CHARTERED ACCOUNTANT

ALGONQUIN OPPORTUNITY (NO. 2) CORPORATION

NOTES TO FINANCIAL STATEMENTS

FOR YEAR ENDED MARCH 31, 2011

Note 1 Nature of business

The company was incorporated March 23, 2009 under the Laws of Ontario and its operations consist of assisting the Algonquins of Ontario in facilitating the negotiations of claim agreements with the Crown.

Note 2 a) Revenue Recognition

Transfers from Algonquin Treaty Negotiation Funding Trust are recognized at the time expenses are incurred.

b) Use of estimates

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may differ from managements' best estimates as additional information becomes available in the future.

Note 3 Financial instruments

Where it is not disclosed, the carrying amount of the company's financial instruments, Cash in bank, due from Algonquins of Ontario Opportunities Trust, accounts payable and due to Algonquin Treaty Negotiation Funding Trust approximates their fair value, except where fair values are not readily obtainable. Unless otherwise noted, it is management's opinion that the company is not exposed to significant interest rate, currency or credit risks arising from these financial instruments.

Note 4 Economic dependence

The company is dependent for the majority of it's funding from Algonquin Treaty Negotiation Funding Trust, which is funded mainly by Government funding.

Note 5 Related party transactions

Algonquin Opportunity (No. 2) Corporation is 100% owned by Algonquins of Ontario Opportunities Trust. The amount due from Algonquins of Ontario Opportunities Trust is interest free and has no specific repayment terms. The Algonquin Treaty Negotiation Funding Trust provides funding to cover costs of assisting the operations of the Algonquin Treaty Negotiation Funding Trust operating within Algonquin Opportunity (No. 2) Corporation. The amount due to Algonquin Treaty Negotiation Funding Trust is interest free and has no specific repayment terms.

Note 6 Contractual obligations

The Corporation has extended its lease for office space to May 31, 2013.

Future minimum lease payments will be as follows

To May 31, 2011 - \$8,441 per month plus applicable sales taxes

From June 1, 2011 to May 31, 2012 - \$8,770 per month plus applicable sales taxes

From June 1, 2012 to May 31, 2013 - \$8,770 per month plus percentage increase of CPI for Ontario as calculated by the Bank of Canada plus applicable sales taxes.