HFN DEVELOPMENT LIMITED PARTNERSHIP
Consolidated Financial Statements
Year ended March 31, 2012

(Unaudited - see Notice to Reader)

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Be A Front Runner...

Presley & Partners

NOTICE TO READER

On the basis of information provided by management, we have compiled the consolidated statement of financial position of HFN Development Limited Partnership as at March 31, 2012 and the consolidated statements of changes in partners' equity and financial performance 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 consolidated statements may not be appropriate for their purposes.

PRESLEY & PARTNERS
Chartered Accountants

Courtenay, B.C.

November 14, 2012

HFN DEVELOPMENT LIMITED PARTNERSHIP

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
MARCH 31, 2012
(Unaudited - see Notice to Reader)

ASSETS	2012
CURRENT ASSETS	
Cash	$ 98,255
Sales tax receivable	32,486
Inventory - Gas station	3,322
	134,063
INVESTMENT RELATED PARTNERSHIPS	738,181
PROPERTY AND EQUIPMENT - at cost	
Campground facilities	181,962
West Coast Trail equipment	6,037
Gas station facilities	46,624
Office equipment	1,405
	236,028
Less accumulated amortization	15,063
	220,965
	$ 1,093,209
LIABILITIES AND PARTNERS' EQUITY	
CURRENT LIABILITIES	
Accounts payable and accrued liabilities	$ 6,927
PARTNERS' EQUITY	1,086,282
	$ 1,093,209

Approved by the Partners

_____ Partner

_____ Partner

HFN DEVELOPMENT LIMITED PARTNERSHIP

CONSOLIDATED STATEMENT OF CHANGES IN PARTNERS' EQUITY
YEAR ENDED MARCH 31, 2012
(Unaudited - see Notice to Reader)

	Huu-Ay-Aht First Nations	*HFN Development Corporation*	*2012 Total*
PARTNERS' EQUITY AT BEGINNING OF YEAR	$ -	$ -	$ -
Loss for the year	(360,729)	(361)	(361,090)
Capital contributed	1,447,372	-	1,447,372
PARTNERS' EQUITY AT END OF YEAR	$ 1,086,643	$ (361)	$ 1,086,282

HFN DEVELOPMENT LIMITED PARTNERSHIP
CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE
YEAR ENDED MARCH 31, 2012
(Unaudited - see Notice to Reader)

		2012
REVENUE		
Gas station sales	$	42,090
West Coast Trail contract and cost recoveries		109,287
Campground revenue		17,427
		168,804
EXPENSES		
Advertising and promotion		5,979
Amortization		15,063
Fuel		47,874
Insurance		7,313
Interest and service charges		1,400
Management fees		120,115
Office and miscellaneous		6,164
Professional fees		66,785
Rent		5,500
Repairs and maintenance		23,629
Subcontracts		79,974
Supplies		4,109
Telephone		3,018
Training and education		9,850
Travel and promotion		34,312
Wages and employee benefits		157,818
Workers' compensation		1,407
		590,310
LOSS FROM OPERATIONS		421,506
INCOME FROM PARTNERSHIPS		60,416
LOSS FOR THE YEAR	$	361,090