

Ross, Pope & Company

Chartered Accountants

101 Cedar Street South
Timmins, Ontario
P4N 2G7

Telephone: (705) 264-9484
Fax: (705) 264-0788
inform@rosspope.com
www.rosspope.com

DERIVATIVE REPORT BY THE AUDITOR

We have audited the consolidated financial statements of Taykwa Tagamou Nation at March 31, 2006, and for the year then ended and reported on September 17, 2006.

A Schedule of Federal Government Funding is required to be presented to the Taykwa Tagamou Nation pursuant to the funding agreement between Indian and Northern Affairs Canada and Taykwa Tagamou Nation. The Schedule has been compiled by the management of Taykwa Tagamou Nation from their records. For the purposes of understanding our involvement with this Schedule, please note that:

We have audited and separately reported on the consolidated financial statements;

Our audit was conducted for the purposes of forming an opinion on the consolidated financial statements taken as a whole;

The attached Schedule is presented for the purpose of providing additional information to the Membership and does not form part of the consolidated financial statements; and,

The Schedule has been subjected to the auditing procedures applied to the audit of the consolidated financial statements taken as a whole.

During the course of the aforementioned audit, we encountered no discrepancies on this Schedule. However, no procedures have been carried out on this Schedule in addition to those necessary to form an opinion on the consolidated financial statements as a whole.

This report has been prepared in accordance with the applicable Assurance and Related Services Guideline issued by the Canadian Institute of Chartered Accountants.

Ross, Pope & Company

Timmins, Ontario
November 21, 2006

ROSS, POPE & COMPANY
CHARTERED ACCOUNTANTS

TAYKWA TAGAMOU NATION SCHEDULE OF FEDERAL GOVERNMENT FUNDING

Year Ended March 31, 2006

Federal Government Funding	Federal Funded Programs and Services Directly/Indirectly Funded by the Government of Canada	Unexpended Federal Funding			Total Expended from all Sources
		Federal Funding Received [a]	Beginning of Year [b]	Adjustments/Transfers [c]	
		\$	\$	\$	\$
INAC					
	Administration	\$ 170,630	\$ -	\$ -	\$ 170,630
	Capital	153,200	67,387	-	220,587
	Community Operations - Community Buildings	35,700	-	-	35,700
	Community Operations - Fire Protection	2,800	-	-	2,800
	Community Operations - Roads and Bridges	8,600	-	-	8,600
	Community Operations - Sanitation Systems	38,999	-	-	38,999
	Community Operations - Water Systems	56,248	-	-	56,248
	Community Operations - Electrical Systems	800	-	-	800
	Community Operations - Special Services	18,920	-	-	18,920
	Economic Development and Employment - Economic Development	27,200	-	-	27,200
	Economic Development and Employment - Summer Students	3,200	-	-	3,200
	Education - Post Secondary	201,600	-	-	201,600
	Education - Secondary/Elementary	283,900	50,834	-	334,734
	Education - Administration	22,300	-	-	22,300
	Education - Transportation	35,500	-	-	35,500
	Special Project - Indian Management Development	30,000	30,322	-	60,322
	Special Project - Indian Registration Development	2,500	-	-	2,500
		1,092,097	148,543	-	1,240,640
					1,080,723
INDUSTRY CANADA					
	Finger Joint Project		14,163	-	14,163
CMHC					
	Social Housing	33,857	-	-	33,857
HEALTH CANADA					
	Community Health Services	134,082	-	-	134,082
	Non-Insured Health Benefits	28,144	-	-	28,144
	Addictions	19,173	-	-	19,173
	Children	9,530	-	-	9,530
		190,929	162,706	-	190,929
TOTAL		\$1,316,883	1,479,589	-	1,461,060