

INDEPENDENT AUDITORS' REPORT

To the Members of
Vuntut Gwitchin First Nation:

We have audited the accompanying non-consolidated financial statements of Vuntut Gwitchin First Nation (the "First Nation") which comprise the non-consolidated statement of financial position as at March 31, 2015, and the non-consolidated statement of operations, non-consolidated statement of changes in net financial assets and non-consolidated statement of 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 non-consolidated financial statements in accordance with Canadian public sector accounting standards and for such internal control as management determines is necessary to enable the preparation of the non-consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on these non-consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the non-consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the non-consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the non-consolidated 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 non-consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

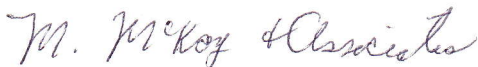
Basis for Qualified Opinion

As explained in Note 2 to the non-consolidated financial statements, these financial statements have been prepared on a non-consolidated basis. Canadian public sector accounting standards require public sector organizations' financial statements to be prepared on a consolidated basis.

In addition, we were unable to satisfy ourselves with the year-end physical count of the inventories held as at March 31, 2015. As a result, we were unable to determine whether any adjustments might have been found necessary in respect of recorded or unrecorded inventories, and the elements making up the non-consolidated statement of income, changes in net financial assets and cash flows.

Qualified Opinion

In our opinion, except for the effects of the matters described in the Basis for Qualified Opinion paragraphs, these non-consolidated financial statements present fairly, in all material respects, the financial position of Vuntut Gwitchin First Nation as at March 31, 2015, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.



M. McKay & Associates Ltd.
Certified General Accountants

Whitehorse, Yukon
August 4, 2015