

J. Kim Tanner, C.A., Ltd.

Chartered Accountant

AUDITOR'S REPORT

To the Trustees of the Yukon Fish and
Wildlife Enhancement Trust:

I have audited the statement of financial position of the Yukon Fish and Wildlife Enhancement Trust as at March 31, 2004 and the statements of operations, changes in net assets and cash flows for the year then ended. These financial statements are the responsibility of the Trust management. 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 plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Trust as at March 31, 2004 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.



CHARTERED ACCOUNTANT

Whitehorse, Yukon
December 9, 2004

YUKON FISH AND WILDLIFE ENHANCEMENT TRUST

STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2004

	<u>2004</u>	<u>2003</u>
ASSETS		
CURRENT ASSETS		
Cash	\$ 16,312	\$ 16,293
Marketable securities and investments (note 3)	3,614,342	3,580,137
GST receivable	<u>756</u>	<u>331</u>
	<u>\$ 3,631,410</u>	<u>\$ 3,596,761</u>
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	\$ 2,275	\$ 6,598
NET ASSETS		
UNRESTRICTED NET ASSETS	<u>3,629,135</u>	<u>3,590,163</u>
	<u>\$ 3,631,410</u>	<u>\$ 3,596,761</u>

APPROVED BY:

 Trustee

 Trustee

YUKON FISH AND WILDLIFE ENHANCEMENT TRUST

STATEMENT OF OPERATIONS

FOR THE YEAR ENDED MARCH 31, 2004

	<u>2004</u>	<u>2003</u>
REVENUE		
Walter Gordon Foundation donation	\$ 65,000	\$ 119,250
Interest income	115,675	54,259
Gain (loss) on sale of investments	(1,230)	-
United Way	219	-
	<u>179,664</u>	<u>173,509</u>
EXPENSES		
Advertising and promotion	1,238	41
Annual report	2,352	3,093
Bank charges and investment fees	21,308	1,049
Executive director	10,227	24,982
Office supplies and miscellaneous	647	1,378
Professional fees	3,162	6,188
Project expenses (note 4)	101,148	234,449
Telephone	610	726
	<u>140,692</u>	<u>271,906</u>
EXCESS (SHORTAGE) OF REVENUE OVER EXPENSES FOR THE YEAR	<u>\$ 38,972</u>	<u>\$ (98,397)</u>

YUKON FISH AND WILDLIFE ENHANCEMENT TRUST

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEAR ENDED MARCH 31, 2004

	<u>2004</u>	<u>2003</u>
BALANCE AT BEGINNING OF YEAR	\$ 3,590,163	\$ 3,688,560
Excess (shortage) of revenue over expenses in year	<u>38,972</u>	<u>(98,397)</u>
BALANCE AT END OF YEAR	<u>\$ 3,629,135</u>	<u>\$ 3,590,163</u>

YUKON FISH AND WILDLIFE ENHANCEMENT TRUST

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED MARCH 31, 2004

	<u>2004</u>	<u>2003</u>
CASH PROVIDED BY (USED FOR) OPERATIONS		
Cash received from Walter Gordon Foundation	\$ 65,000	\$ 112,250
Cash received from other organizations	219	-
Cash paid out for project expenses	(101,148)	(234,449)
Cash paid out for other expenses	<u>(45,522)</u>	<u>(34,992)</u>
	<u>(81,451)</u>	<u>(157,191)</u>
CASH PROVIDED BY (USED FOR) INVESTMENTS		
Investment income received	115,674	64,070
Net sales (purchases) of investments	<u>(34,205)</u>	<u>42,876</u>
	<u>81,469</u>	<u>106,946</u>
INCREASE (DECREASE) IN CASH FOR THE YEAR	18	(50,245)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>16,293</u>	<u>66,538</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ <u><u>16,311</u></u>	\$ <u><u>16,293</u></u>

YUKON FISH AND WILDLIFE ENHANCEMENT TRUST

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2004

3. MARKETABLE SECURITIES AND INVESTMENTS

	<u>2004</u>	<u>2003</u>
Cost as at year end is:		
Bonds and treasury bills	\$ <u>3,614,342</u>	\$ <u>3,580,137</u>
Fair market value as at year end is:		
Bonds and treasury bills	\$ <u>3,615,666</u>	\$ <u>3,580,137</u>

4. PROJECT EXPENSES

	<u>2004</u>	<u>2003</u>
The following project expenses were incurred in the year:		

FUNDED BY WALTER GORDON FOUNDATION

Oil and gas research	\$ -	\$ 45,000
Dawson District RRC Handbook	5,000	-
Porcupine and Salmon River Study	-	15,000
Access Management Policy Framework	14,000	-
Marten Study	-	7,000
Wildlife in Captivity Conference	5,000	-
Game Guardian Program	-	15,800
Community Stewardship and Monitoring	<u>41,000</u>	<u>36,450</u>
	<u>65,000</u>	<u>119,250</u>

Project # FUNDED FROM INVESTMENTS

1999-3	Woodland Bison Research	\$ -	\$ 1,000
1999-6	Traditional Knowledge of Kaska Dena	-	3,967
2000-5	Dezadeash Lake Management	-	2,250
2000-20	Yukon Conservation Society-Quartz Road	2,000	-
2001-2	Ice Fishing Day	-	800
2001-3	Klukshu Genetic Determination	-	1,300
2001-7	Ducks Unlimited - Southern Lakes Birds	-	2,000
2001-10	South Canol Culvert Restoration	-	3,000
2001-11	Judas Creek Wetland Signs	-	300
2001-15	Wolf Creek Fertility Control Research	-	1,000

YUKON FISH AND WILDLIFE ENHANCEMENT TRUST

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2004

4. PROJECT EXPENSE (CONT'D)

<u>Project #</u>	<u>FUNDED FROM INVESTMENTS</u>	<u>2004</u>	<u>2003</u>
2001-20	Pelly River Broad Whitefish	-	2,000
2001-22	Dall Sheep Research	-	1,500
2001-28	Southern Lake Caribou Game Guardian	-	3,000
2002-1	Pine Creek Fish Pass	-	2,000
2002-2	Champ/Aish Kluksh Lk	-	10,000
2002-3	YF&GA River Cleanup	-	900
2002-4	Ross River Game Guardian	4,580	-
2002-5	Yukon College Snowmob	3,000	5,000
2002-6	Laberge Enviro Nahanni Range	2,000	8,000
2002-7	Jody Mackenzie Grieve/Thermal Habitat	1,500	8,000
2002-8	TTC Game Guardian	1,000	4,000
2002-9	Kluane 1st. Nation	2,000	8,000
2002-10	Southern Lakes Caribou Steering Com.	1,500	8,500
2002-11	North YT RRC Caribou	-	3,000
2002-12	TIPS Video	-	4,000
2002-13	Pelly River Whitefish	-	3,000
2002-14	ORV. Education	1,000	3,000
2002-15	YFWMB Life Release Education	1,000	2,000
2002-16	Swan Haven Bird Boxes	-	600
2002-17	YF&G Family Ice Fishing Day	-	1,600
2002-18	Y.T. River Watershed	-	5,482
2002-19	Klushu Creek Hydrodes	1,900	6,000
2002-20	WRFN Caribou Project	5,000	10,000
2002-	Chisana Project	9,668	-
		<u>36,148</u>	<u>115,199</u>
		<u>\$ 101,148</u>	<u>\$ 234,449</u>

Some projects have not yet been completed and the trust has committed to further funding of the projects. These committed funds, not yet spent, total \$11,452.