

Nipissing 2013 Boundary Claim Trust



Community Presentation 2023



November 18th, 2023



Jeff Frketich, FCPA, FCGA, CFA
AVP Trust Performance

Jeff has been working as an investment professional with First Nations for over 30 years. His specialties include drafting Investment Policy Statements, trust compliance & performance, and financial literacy and capacity building. In addition to his professional designations, Jeff graduated with a Bachelors of Commerce from the University of British Columbia.



Aeron Kawakami, BBA, CFA Level 3 Candidate
Senior Analyst, Trust Performance

Aeron has worked as an investment professional for over 5 years. Before starting at PHT, he worked on the asset management side of the business, calculating performance and analyzing portfolio characteristics for Institutional and First Nation clients. Aeron is currently a CFA Level 3 Candidate, and graduated with a BBA, majoring in Finance, from Simon Fraser University.



- Trust was established on **October 2, 2013**
- Trustees are:
 - Chief
 - Deputy Chief
 - Councilor with 2nd highest number of votes
 - 3 Nipissing Members appointed by Council after an application process
 - Peace Hills Trust is the Administrative Trustee



Trust outlined allowable fund uses:

1. PCD

- \$40,500,000 was paid out in 2013 to Members over the age of 18
- \$6,270,440 has been paid to Members who have turned 18

2. Potential Future PCD

- 10 years must pass, so after January 1st, 2024
- Trust value must exceed \$100 million (less the loans)
 - Market Value of the Trust as of July 30th, 2023 = \$99,344,817 - \$10,218,041 (Loans) =
\$89,126,776
- A BCR requests the PCD, the Trustees decide on the amount
- Only living Registered Members on the date of the BCR would receive a PCD



3. Trust Implementation Costs
 - BCR and supporting documents allowed for repayment of Trust implementation costs
4. Land Purchases
5. Community Development
6. Loan and Loan Guarantees
7. Investments
8. Authorized Expenses
9. Annual Payments to the Nation (upon completion of the Financial Audit)

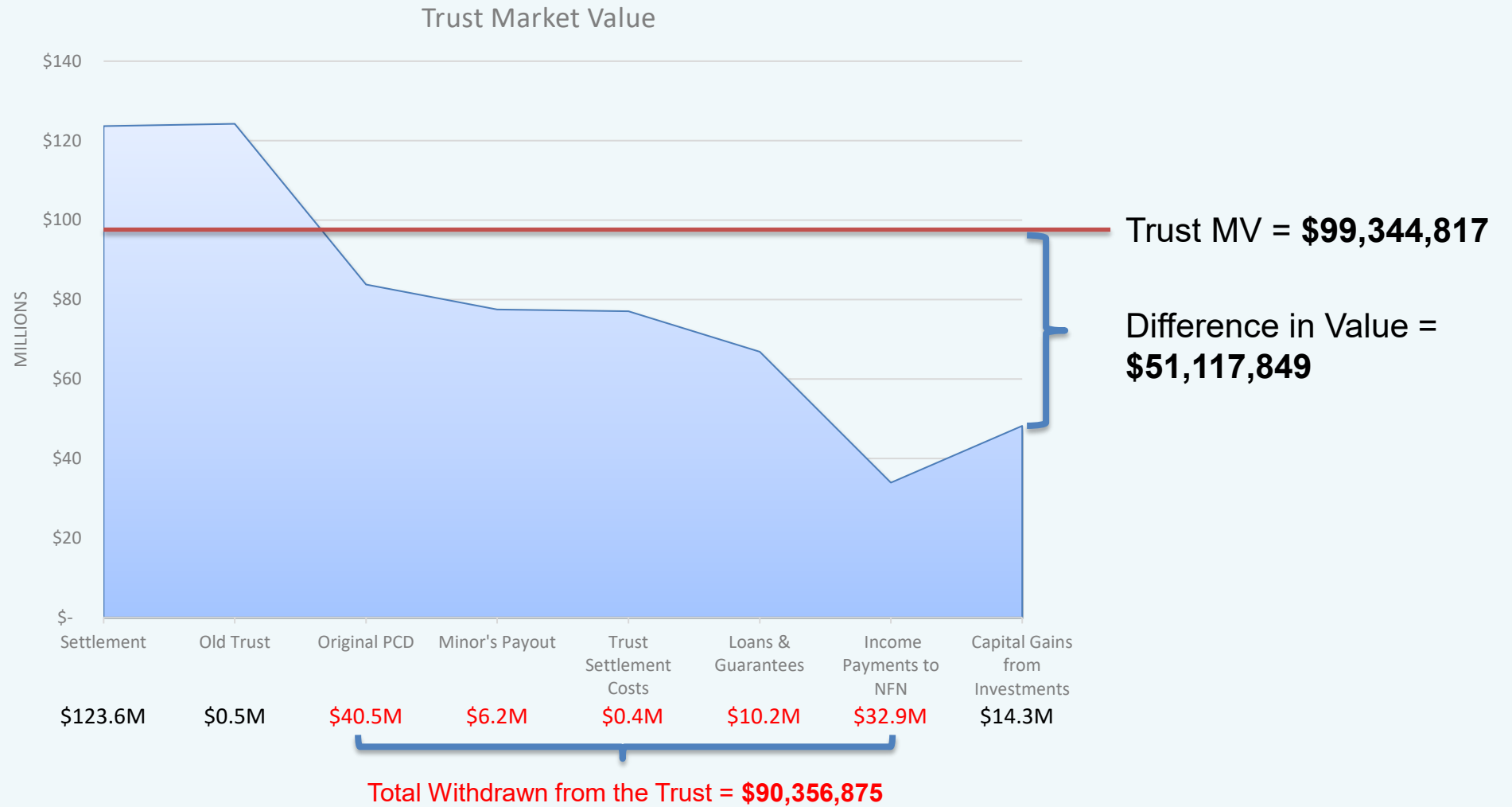


Growth of the Trust

	Inflows	Outflows	Total
Settlement Amount	\$ 123,674,730		
Plus: Payment from Old Trust	593,804		\$ 124,268,534
Less: Original PCD		-\$ 40,500,000	
Minor's Payouts		- 6,270,440	
Trust Settlement Costs		- 426,046	
Loans and Guarantees		- 10,218,041	
Total Income Payments to Nipissing		- 32,942,348	\$ <u>33,911,659</u>
Plus: Capital Gains from Investments	\$ 14,315,309		\$ <u>48,226,968</u>
Trust Fair Market Value at July 31, 2023			\$ 99,344,817
Trust Capital as at July 31, 2023			<u>48,226,968</u>
Growth			\$ <u>51,117,849</u>



Growth of the Trust



Loan Amount	\$371,361
Interest Rate	4.70%
Number of Years for Loan	20
Yearly Payment Amount	\$29,045
Total Interest Paid to Trust	\$209,552

If the Nation borrowed this money from a bank, the interest would have been paid to the bank.

By borrowing from the Trust, the Nation pays interest into the Trust, which is income to the Trust and is paid out to the Nation.

NFN has a total of \$10,218,014 out in loans, and the interest saved over the term of the loans is **\$6,101,625**.

In effect, this is an ***interest free loan*** for the Nation.



Performance Since Inception

As of September 30th, 2023



Markets go up and down, over the long term, the Trust has returned **6.8%** annually since October 2013



Thank you



Questions

