

**DRAFT FOR DISCUSSION
PURPOSES ONLY**

December 6, 2011

**PROGRAMME DE CONCORDIA POUR BÉNÉVOLES À L'ÉTRANGER/
CONCORDIA VOLUNTEER ABROAD PROGRAM**

Financial Statements

December 31, 2010

PROGRAMME DE CONCORDIA POUR BÉNÉVOLES À L'ÉTRANGER/
CONCORDIA VOLUNTEER ABROAD PROGRAM

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INDEPENDENT AUDITORS' REPORT

To the Members of
PROGRAMME DE CONCORDIA POUR BÉNÉVOLES À L'ÉTRANGER/
CONCORDIA VOLUTEER ABROAD PROGRAM

We have audited the accompanying financial statements of PROGRAMME DE CONCORDIA POUR BÉNÉVOLES À L'ÉTRANGER/CONCORDIA VOLUTEER ABROAD PROGRAM which comprise the statement of financial position as at December 31, 2011, and the statement of operations and changes in net assets 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 financial statements in accordance with Canadian generally accepted accounting principles, and for such internal control as management determines is necessary to enable the preparation of 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 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 financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the 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 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 financial statements.

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

Basis For Qualified Opinion - In common with many non-profit organizations, the organization derives revenue from donations the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the organization's records and we were not able to determine whether any adjustments might be necessary to donations, excess of revenue over expenses, current assets and net assets.

Qualified Opinion - In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of donations referred to in the previous paragraphs, the financial statements present fairly, in all material respects, the financial position of PROGRAMME DE CONCORDIA POUR BÉNÉVOLES À L'ÉTRANGER/CONCORDIA VOLUTEER ABROAD PROGRAM as at December 31, 2011 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

By R. Amstutz CA auditor
December 6, 2011
Montreal, Quebec

PROGRAMME DE CONCORDIA POUR BÉNÉVOLES À L'ÉTRANGER/
 CONCORDIA VOLUTEER ABROAD PROGRAM
 STATEMENT OF FINANCIAL POSITION
 as at December 31, 2010

	<u>2 0 1 0</u>	<u>2 0 0 9</u> (unaudited)
ASSETS		
CURRENT ASSETS		
Cash	\$ 122,894	\$ -
Accounts receivable	<u>-</u>	<u>1,500</u>
	122,894	1,500
CAPITAL ASSETS (Note 3)	<u>1,722</u>	<u>2,152</u>
	<u>\$ 124,616</u>	<u>\$ 3,652</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Bank indebtedness	-	\$ 4,996
Accounts payable and accrued charges	\$ 2,500	1,500
Deferred revenue	<u>45,000</u>	<u>-</u>
	<u>47,500</u>	<u>6,496</u>
NET ASSETS		
Invested in capital assets	1,722	2,152
Unrestricted	<u>75,394</u>	<u>(4,996)</u>
	<u>77,116</u>	<u>(2,844)</u>
	<u>\$ 124,616</u>	<u>\$ 3,652</u>

ON BEHALF OF THE BOARD

.....Director

.....Director

The accompanying notes form an integral part of the financial statements.

PROGRAMME DE CONCORDIA POUR BÉNÉVOLES À L'ÉTRANGER/
 CONCORDIA VOLUTEER ABROAD PROGRAM
 STATEMENT OF CHANGES IN NET ASSETS
 year ended December 31, 2010

	<u>2 0 1 0</u>		<u>2 0 0 9</u> (unaudited)	
	<u>Invested in capital assets</u>	<u>Un- restricted</u>	<u>Total</u>	<u>Total</u>
Balance, beginning of year	\$ 2,152	\$ (4,996)	\$ (2,844)	\$ 9,146
Excess (deficiency) of revenues over expenses	-	79,960	79,960	(11,990)
Amortization	<u>(430)</u>	<u>430</u>	<u>-</u>	<u>-</u>
Balance, end of year	\$ <u>1,722</u>	\$ <u>75,394</u>	\$ <u>77,116</u>	\$ <u>(2,844)</u>

The accompanying notes form an integral part of the financial statements.

PROGRAMME DE CONCORDIA POUR BÉNÉVOLES À L'ÉTRANGER/
 CONCORDIA VOLUTEER ABROAD PROGRAM
 STATEMENT OF OPERATIONS
 year ended December 31, 2010

	<u>2 0 1 0</u>	<u>2 0 0 9</u> (unaudited)
REVENUES		
Student fees	\$ 230,000	\$ 200,000
Funding raising activities	3,470	6,175
Donations	<u>12,310</u>	<u>430</u>
	<u>245,780</u>	<u>206,605</u>
EXPENSES		
Donations - Uganda project (Note 3)	129,090	160,448
Consulting fees	20,352	37,040
Travel	6,733	1,169
Professional and accounting fees	3,240	5,372
Office	2,590	7,813
Telecommunications	1,432	1,554
Advertising	1,319	-
Bank charges	634	444
Amortization	430	-
Printing	-	3,660
Meetings and events	-	300
Insurance	<u>-</u>	<u>795</u>
	<u>165,820</u>	<u>218,595</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$ <u>79,960</u>	\$ <u>(11,990)</u>

The accompanying notes form an integral part of the financial statements.

PROGRAMME DE CONCORDIA POUR BÉNÉVOLES À L'ÉTRANGER/
CONCORDIA VOLUTEER ABROAD PROGRAM
NOTES TO THE FINANCIAL STATEMENTS
as at December 31, 2010

1. STATUTES OF INCORPORATION AND NATURE OF ACTIVITIES

The organization was incorporated February 15, 2006 under the Québec Companies Act as a non-profit organization.

The organization is an independent, student-funded, Concordia University organization, mandated to support community-led development in Gulu, Uganda.

2. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted by the organization are the following:

Accounting estimates

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts recorded in the financial statements and notes to the financial statements. These estimates are based on management's best knowledge of current events and actions that the organization may undertake in the future. Actual results may differ from these estimates.

Revenue recognition

The organization follows the deferral method of accounting for contributions. Restricted contributions related to general operations are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Capital assets

Capital assets are stated at cost. Amortization is calculated to amortize the cost of the assets less their residual values over their estimated useful lives, using the following method and rate:

Furniture and fixtures	20% declining-balance
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Contributed services

The organization receives the services of volunteers to carry out various activities. For the current year it is not possible to evaluate the services received from the volunteers. If it were possible to determine the monetary value of these services, the amounts would have been recorded in the appropriate revenue and expense captions.

PROGRAMME DE CONCORDIA POUR BÉNÉVOLES À L'ÉTRANGER/
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 NOTES TO THE FINANCIAL STATEMENTS
 as at December 31, 2010

3.	CAPITAL ASSETS	<u>2 0 1 0</u>	<u>2 0 0 9</u> (unaudited)
		<u>Cost</u>	<u>Accumulated Amortization</u>
		<u>Net Book Value</u>	<u>Net Book Value</u>
	Furniture and fixtures	2,152	430
		1,722	1,722
		\$ <u>2,152</u>	\$ <u>430</u>
		\$ <u>1,722</u>	\$ <u>1,722</u>

Amortization provided for in the current period totalled \$430.

4. RELATED PARTY TRANSACTIONS

The organization achieves its objectives in Uganda through a related organization incorporated under the laws of Uganda operating under the name M/S Concordia Volunteer Abroad Programme.

During the year the organization donated \$129,090 (2009 - \$160,448) to the Ugandan organization (M/S Concordia Volunteer Abroad Programme).

5. FINANCIAL INSTRUMENTS

The organization's financial assets and financial liabilities are held for trading.

Interest rate risk

The organization manages its short-term investments according to its cash requirements and in order to maximize its interest revenues.

Fair value

The carrying values of short-term assets and short-term liabilities approximate their estimated fair value due to the relatively short periods to maturity of these instruments or because they are receivable or payable on demand because interest rate is similar to current market.

6. COMPARATIVE FIGURES

The figures presented for 2009 were not audited or reviewed.

7. CASH FLOW STATEMENT

A cash flow statement has not been prepared because it would not provide any additional useful information in understanding the cash flows for the year.

PROGRAMME DE CONCORDIA POUR BÉNÉVOLES À L'ÉTRANGER/
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NOTES TO THE FINANCIAL STATEMENTS
as at December 31, 2010

8. CHANGES IN ACCOUNTING POLICIES

Adoption of accounting policies

During the year, the organization applied the new recommendations of the Canadian Institute of Chartered Accountants for not-for-profit organizations as to the accounting, evaluation and presentation of financial information contained in the 4400 series and Chapter 1540 of the CICA Handbook. International Financial Reporting Standards

9. CAPITAL DISCLOSURES

The organization defines capital as being comprised of balances invested in capital assets and unrestricted balances. The organization is not subject to externally imposed requirements on capital.

The organization manages its financial resources to achieve its objectives with respect to the services provided to its members. Management's objectives in managing capital are to hold sufficient unrestricted assets to enable it to withstand unexpected financial events, in order to maintain stability in the financial structure. The organization seeks to minimize reliance on financial leverage and to maintain sufficient liquidity to enable it to meet its obligations as they become due.