

**Dakota Ojibway Community  
Futures Development  
Corporation**

**Financial Statements  
For the year ended March 31, 2013**

# **Dakota Ojibway Community Futures Development Corporation**

## **Financial Statements**

**For the year ended March 31, 2013**

---

### **Contents**

<b>Independent Auditors' Report</b>	<b>2</b>
<b>Financial Statements</b>	
Statement of Financial Position as at March 31, 2013	<b>4</b>
Statement of Financial Position as at March 31, 2012	<b>5</b>
Statement of Financial Position as at April 1, 2011	<b>6</b>
Statement of Operations and Fund Balances For the year ended March 31, 2013	<b>7</b>
Statement of Cash Flows	<b>8</b>
Notes to Financial Statements	<b>9</b>
<b>Auditors' Comments on Supplementary Financial Information</b>	<b>13</b>
Statement of Operations - Operations	<b>14</b>
Schedule of Expenditures - Operations	<b>15</b>
Statement of Operations - Special Projects	<b>16</b>
Statement of Operations - Non-Repayable Loan Fund	<b>17</b>
Statement of Operations - Repayable Investment Fund	<b>18</b>
Statement of Operations - Youth Loan Fund	<b>19</b>
Statement of Operations - Disability Loan Fund	<b>20</b>
Management's Responsibility for Financial Reporting	<b>21</b>



Tel: 204 727 0671  
Fax: 204 726 4580  
www.bdo.ca

BDO Canada LLP  
148 - 10th Street  
Brandon MB R7A 4E6 Canada

---

## Independent Auditor's Report

---

### **To the Members of Dakota Ojibway Community Futures Development Corporation**

We have audited the accompanying financial statements of **Dakota Ojibway Community Futures Development Corporation**, which comprise the statements of financial position as at March 31, 2013, March 31, 2012 and April 1, 2011 and the statements of operations, changes in fund balances and cash flows for the years ended March 31, 2013 and March 31, 2012, 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 accounting standards for not-for-profit organizations, 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.

### **Auditors' 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 judgment, 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 audit opinion.



## Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of **Dakota Ojibway Community Futures Development Corporation** as at **March 31, 2013, March 31, 2012, and April 1, 2011** and the results of its operations and its cash flows for the years ended **March 31, 2013 and March 31, 2012** in accordance with Canadian accounting standards for not-for-profit organizations.

A handwritten signature in black ink that reads "BDO Canada".

Chartered Accountants  
Brandon, Manitoba  
June 13, 2013

## Dakota Ojibway Community Futures Development Corporation Statement of Financial Position

March 31, 2012

	GENERAL	NON REPAYABLE	REPAYABLE	TOTAL
<b>Assets</b>				
<b>Current Assets</b>				
Cash and short term investments	\$ 3,918	\$ 188,229	\$ 218,109	\$ 410,256
Accounts receivable	51,961			51,961
Prepaid expenses	750			750
	56,629	188,229	218,109	462,967
Loans receivable (Note 3)		104,921	261,245	366,166
Investments		28,641		28,641
	\$ 56,629	\$ 321,791	\$ 479,354	\$ 857,774

### Liabilities and Members' Equity

<b>Current Liabilities</b>				
Accounts payable	\$ 49,601		\$	\$ 49,601
<b>Long Term Liabilities</b>				
Repayable investment funds (Note 5)			213,391	213,391
	49,601		213,391	262,992
<b>Fund Balances</b>	7,028	321,791	265,963	594,782
	\$ 56,629	\$ 321,791	\$ 479,354	\$ 857,774

Director \_\_\_\_\_

Director \_\_\_\_\_

**Dakota Ojibway Community Futures Development Corporation  
Statement of Financial Position**

**April 1, 2011**

	GENERAL	NON REPAYABLE	REPAYABLE	TOTAL
<b>Assets</b>				
<b>Current Assets</b>				
Cash and short term investments	\$ 100	\$ 206,156	\$ 267,307	\$ 473,563
Accounts receivable	154,602			154,602
Prepaid expenses	691			691
	<u>155,393</u>	<u>206,156</u>	<u>267,307</u>	<u>628,856</u>
Loans receivable (Note 3)		182,564	195,774	378,338
Investments		28,641		28,641
	<u>\$ 155,393</u>	<u>\$ 417,361</u>	<u>\$ 463,081</u>	<u>\$ 1,035,835</u>

**Liabilities and Members' Equity**

<b>Current Liabilities</b>				
Bank indebtedness	\$ 40,204		\$ 2,310	\$ 40,204
Accounts payable	106,105			108,415
	<u>146,309</u>		<u>2,310</u>	<u>148,619</u>
<b>Long Term Liabilities</b>				
Repayable investment funds (Note 5)			267,307	267,307
	<u>146,309</u>		<u>269,617</u>	<u>415,926</u>
<b>Fund Balances</b>	<u>9,084</u>	<u>417,361</u>	<u>193,464</u>	<u>619,909</u>
	<u>\$ 155,393</u>	<u>\$ 417,361</u>	<u>\$ 463,081</u>	<u>\$ 1,035,835</u>

Director \_\_\_\_\_

Director \_\_\_\_\_

## Dakota Ojibway Community Futures Development Corporation Statement of Operations and Fund Balances

**For the year ended March 31, 2013**

	REVENUE	EXPENDITURES	INTERFUND TRANSFERS	SURPLUS (DEFICIT)	FUND BALANCE BEGINNING OF YEAR	FUND BALANCE END OF YEAR
<b>GENERAL FUND</b>						
Operations	\$ 307,861	\$ 307,644		\$ 217	\$ 7,028	\$ 7,245
Special Projects	105,460	105,460				
	<b>413,321</b>	<b>413,104</b>		<b>217</b>	<b>7,028</b>	<b>7,245</b>
<b>NON-REPAYABLE LOAN FUND</b>						
	6,520	799		5,721	321,791	327,512
<b>REPAYABLE LOAN FUND</b>						
Repayable Investment Fund	63,305	(88)		63,393	50,501	113,894
Youth Entrepreneur Fund	88,868			88,868	41,949	130,817
Disabled Entrepreneur Fund	33,367	165		33,202	173,513	206,715
	<b>185,540</b>	<b>77</b>		<b>185,463</b>	<b>265,963</b>	<b>451,426</b>
	<b>\$ 605,381</b>	<b>\$ 413,980</b>		<b>\$ 191,401</b>	<b>\$ 594,782</b>	<b>\$ 786,183</b>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

## Dakota Ojibway Community Futures Development Corporation Statement of Cash Flows

<b>For the year ended March 31</b>	<b>2013</b>	<b>2012</b>
<b>Cash Flows from Operating Activities</b>		
Surplus (deficit) for the year	\$ 191,401	\$ (25,127)
Adjustments for		
Change in Western Diversification loan repayable	(169,309)	(53,916)
Changes in non-cash working capital balances		
Accounts receivable	34,178	102,640
Prepaid expenses	(1,582)	(59)
Accounts payable	(32,832)	(58,815)
Incomplete projects	26,016	-
	<u>25,780</u>	<u>43,766</u>
	<u>47,872</u>	<u>(35,277)</u>
<b>Cash Flows from Investing Activities</b>		
Loans issued in year	<u>(217,734)</u>	<u>12,173</u>
<b>Decrease in cash and cash equivalents during the year</b>	<b>(169,862)</b>	<b>(23,104)</b>
<b>Cash and cash equivalents, beginning of year</b>	<u><b>410,253</b></u>	<u><b>433,357</b></u>
<b>Cash and cash equivalents, end of year</b>	<u><b>\$ 240,391</b></u>	<u><b>\$ 410,253</b></u>
<b>Represented by</b>		
Cash and short term investments	\$ 240,391	\$ 410,253
Bank indebtedness	<u>-</u>	<u>-</u>
	<u><b>\$ 240,391</b></u>	<u><b>\$ 410,253</b></u>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.



---

# Dakota Ojibway Community Futures Development Corporation

## Notes to Financial Statements

**March 31, 2013**

---

### 1. Nature of Operations and Summary of Significant Accounting Policies

#### Nature of Operations

Dakota Ojibway Community Futures Development Corporation is an economic development corporation that invests in First Nations' entrepreneurs. The company was incorporated with no authorized share capital, to be carried on without gain to its members, with any profits to be used in furthering its undertaking. Upon the liquidation of the corporation, the net assets of the corporation shall be distributed to a corporation of similar undertaking.

#### Financial Instruments

The organization's financial instruments consist of cash and short term investments, accounts receivable, loans receivable, investments, bank indebtedness and accounts payable. Unless otherwise noted, it is management's opinion that the organization is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair values of these financial instruments approximate their carrying values, unless otherwise noted.

The entity has classified its cash and short term investments as held-for-trading, accounts, and loans receivable as loans and receivables and its bank indebtedness, and accounts payable as other liabilities, which are measured at amortized cost.

#### Contributions

The corporation's financial statements are prepared using the restricted fund method of accounting for contributions. The General Fund accounts for the corporation's delivery and administration activities. The Loan Funds account for the investment activities to promote new business or the expansion of existing business. Loan funds are segregated into repayable and non-repayable funds.

#### Revenue Recognition

Restricted contributions related to general operations are recognized as revenue of the General Fund in the year in which the related expenses are incurred. Funds received but not yet expended or funds expended but not yet received are included in the financial statements as incomplete projects.

Unrestricted contributions are recognized as revenue of the General Fund in the year received or receivable if the amount can be reasonably estimated and collection is reasonably assured.

Investment income earned on the non-repayable portion of the Investment Fund is recognized as revenue in the Investment Fund when earned.

#### Repayable Investment Funds

Repayable Investment Funds are recognized as liabilities when received.

---

# Dakota Ojibway Community Futures Development Corporation

## Notes to Financial Statements

**March 31, 2013**

---

### **Loans Receivable**

Loans receivable are stated net of an allowance for loan impairment and net of any unearned interest.

Interest income is recorded on an accrual basis unless the loan is classified as an impaired loan. Loans receivable are considered to be impaired when, in management's opinion, there is a reasonable doubt as to the ultimate collectability of some portion of the principal or interest. When a loan is classified as impaired, recognition of interest in accordance with the original loan agreement ceases.

Impaired loans are recorded at their estimated realizable amounts.

### **Allowance For Loan Impairment**

The allowance for loan impairment is maintained in an amount considered adequate to absorb anticipated credit losses. This account is increased by the provision for impaired loans charged to income in the case of non-repayable investment fund loans or to the liability in the case of repayable investment fund loans, and reduced by write-offs, net of recoveries.

Specific provisions are established on a loan by loan basis to absorb losses on all doubtful accounts that have been identified as a result of the corporation's regular review of its loan portfolio.

Write-offs are recorded after all restructuring or collection activities have taken place and the possibility of further recovery is considered to be remote.

### **Capital Assets**

Capital assets are not reflected on the balance sheet but are expensed against the related funding. Accordingly, no amortization is charged. There were no capital asset purchases in the current year.

### **Investments**

The company records its long-term investments at cost and records no income until a dividend has been declared by the paying company.

### **Use of Estimates**

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future.

Specifically, the net realizable value of loans receivable represents an area where significant estimates have been made.

# Dakota Ojibway Community Futures Development Corporation

## Notes to Financial Statements

**March 31, 2013**

### 2. First-time Adoption

Effective April 1, 2012, the organization adopted the requirements of the new accounting framework, Canadian Accounting Standards for Not-for-Profit Organizations (ASNPO) or Part III of the requirements of the Canadian Institute of Chartered Accountants (CICA) Handbook - Accounting. These are the organization's first financial statements prepared in accordance with this framework and the transitional provisions of Section 1501, First-time Adoption have been applied. Section 1501 requires retrospective application of the accounting standards with certain elective exemptions and mandatory exceptions. The accounting policies set out in Note 1 have been applied in preparing the financial statements for the year ended March 31, 2013, the comparative information presented in these financial statements for the year ended March 31, 2012 and in the preparation of an opening ASNPO statement of financial position at the date of transition of April 1, 2011.

The organization issued financial statements for the year ended March 31, 2012 using generally accepted accounting principles prescribed by the CICA Handbook - Accounting Part V - Pre-changeover Accounting Standards. The adoption of ASNPO did not result in any adjustments to the previously reported assets, liabilities, surplus, and cash flows of the organization.

### 3. Loans Receivable

Loans are receivable from various Aboriginal business ventures with various maturity dates not exceeding November 30, 2019. Effective May 1, 1993 the interest rate charged on all loans receivable was reduced to 7%. Subsequent to that date loans were made at rates ranging from 4.5 - 7%.

	Loans Receivable	Allowance for Impairment	Net 2013	Net 2012
Non-repayable loan fund	\$ 237,192	\$ 104,717	\$ 132,475	\$ 104,921
Youth entrepreneur fund	-	-	-	35,087
Disabled entrepreneur	243,122	17,360	225,762	192,560
Investment fund	227,954	2,291	225,663	33,598
	<b>\$ 708,268</b>	<b>\$ 124,368</b>	<b>\$ 583,900</b>	<b>\$ 366,166</b>

It is not practical to estimate the fair market value of loans receivable at year end.

### 4. Deferred Revenue

	2013	2012
Western Economic Development Canada	\$ 26,016	-

---

## Dakota Ojibway Community Futures Development Corporation Notes to Financial Statements

**March 31, 2013**

---

### 5. Repayable Investment Funds

Investment funds are repayable to Western Economic Diversification Canada (WD) as follows:

	<u>2013</u>	<u>2012</u>
Youth entrepreneur fund	\$ -	\$ 88,317
Disabled entrepreneur fund	27,741	50,074
Repayable loan fund	<u>16,341</u>	<u>75,000</u>
	<u>\$ 44,082</u>	<u>\$ 213,391</u>

The lesser of the uncommitted cash balance remaining or the original principle balance shall be repaid to WD no sooner than March 31, 2013 at the request of the Minister.

### 6. Economic Dependence

The company receives a major portion of its revenues pursuant to a funding arrangement with Western Economic Diversification Canada.

### 7. Related Party Transactions

Dakota Ojibway Community Futures Development Corporation is related to Dakota Ojibway Tribal Council (DOTC) as their board of directors is appointed by the same group of Chief and Councils that appoint the Council of Chiefs that control DOTC. Administration fees were paid to DOTC in year for payroll services in the amount \$6,582 (2012 - \$6,616).

---

## Auditors' Comments on Supplementary Financial Information

---

**To the Directors of  
Dakota Ojibway Community Futures Development Corporation**

We have audited the financial statements of the organization, which comprise the statement of financial position as at March 31, 2013, March 31, 2012 and April 1, 2011 and the statements of operations, changes in fund balances and cash flows for the years ended March 31, 2013 and March 31, 2012, and a summary of significant accounting policies and other explanatory information, and have issued our report thereon dated June 13, 2013 which contained a qualified opinion on those financial statements. The audit was performed to form an opinion on the financial statements as a whole. The following schedule of grants and grant commitments and schedule of endowment funds is presented for the purposes of additional analysis and is not a required part of the financial statements. Such supplementary information is the responsibility of management and was derived from the underlying accounting and other records used to prepare the financial statements.

The supplementary information has been subject to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such supplementary information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves.



**Chartered Accountants**

**Brandon, Manitoba  
June 13, 2013**

**Dakota Ojibway Community Futures Development Corporation  
Statement of Operations - Operations  
(Unaudited)**

<b>For the year ended March 31</b>			<b>2013</b>	<b>2012</b>
	<b>Budget</b>		<b>Actual</b>	<b>Actual</b>
<b>Revenue</b>				
Western Economic Diversification	\$ 302,483	\$	302,483	\$ 302,483
Recovery - other	-		750	2,848
Administration fees	5,000		840	10,130
Application fee	-		225	225
Summer Career Placement	2,940		2,940	-
Interest	242		623	605
	<b>310,665</b>		<b>307,861</b>	<b>316,291</b>
<b>Expenditures, per schedule</b>	<b>310,665</b>		<b>307,644</b>	<b>318,347</b>
<b>Surplus (deficit) for year</b>	<b>\$ -</b>	<b>\$</b>	<b>217</b>	<b>\$ (2,056)</b>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

**Dakota Ojibway Community Futures Development Corporation**  
**Schedule of Expenditures - Operations**  
**(Unaudited)**

<b>For the year ended March 31</b>			<b>2013</b>	<b>2012</b>
	<b>Budget</b>		<b>Actual</b>	<b>Actual</b>
Administration	\$ 6,582	\$	6,582	\$ 6,616
Advertising / marketing	1,725		2,000	1,400
Application processing	-		86	147
Audit	5,500		5,528	5,955
Bad debts	-		-	2,642
Benefits	28,884		29,184	28,416
Board - travel/meetings	10,000		10,095	11,645
Computer maintenance	2,400		1,644	2,326
Dues and subscriptions	4,507		4,125	4,103
Equipment lease	1,560		1,605	1,957
Insurance	2,290		1,218	2,169
Legal	1,512		1,474	134
Office supplies	6,000		4,354	6,672
Photocopy	5,000		3,554	3,959
Postage	500		221	226
Rent	17,280		18,630	18,630
Telephone / fax	6,000		5,096	5,489
Travel	13,285		10,746	14,506
Wages	194,640		199,180	196,247
Workshops, seminars, training	3,000		2,322	5,108
	<b>\$ 310,665</b>	<b>\$</b>	<b>307,644</b>	<b>\$ 318,347</b>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

**Dakota Ojibway Community Futures Development Corporation**  
**Statement of Operations - Special Projects**  
**(Unaudited)**

<b>For the year ended March 31</b>	<b>2013</b>		<b>2012</b>
	<b>Budget</b>	<b>Actual</b>	<b>Actual</b>
<b>Revenue</b>			
Vision Quest flow through	\$ 85,000	\$ 85,000	\$ 83,000
Vision Quest reimbursements	551	2,326	1,242
A.B.S.N.	-	-	2,543
E.D.P.	-	-	2,000
Marketing project	-	-	3,005
A.A.N.D.C. - Aboriginal business match	4,700	4,700	-
A.A.N.D.C. - Junior achievement	-	-	1,111
K.T.C. - community development planning	-	-	44,300
N.A.C.C.A. training	10,000	13,434	10,280
C.I.E.P.	-	-	12,000
	<b>100,251</b>	<b>105,460</b>	<b>159,481</b>
<b>Expenses</b>			
A.A.N.D.C. - Aboriginal business match	4,700	4,700	-
Junior achievement	-	-	1,111
N.A.C.C.A. training	10,000	13,434	10,280
Vision Quest	85,000	85,000	83,000
Vision Quest special expense	551	2,326	1,242
Marketing project	-	-	3,005
C.I.E.P. - website	-	-	12,000
Community development planning	-	-	44,300
A.B.S.N.	-	-	2,543
E.D.P.	-	-	2,000
	<b>100,251</b>	<b>105,460</b>	<b>159,481</b>
<b>Surplus (deficit) for year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.



**Dakota Ojibway Community Futures Development Corporation**  
**Statement of Operations - Non-Repayable Loan Fund**  
**(Unaudited)**

<b>For the year ended March 31</b>	<b>2013</b>	<b>2012</b>
<b>Revenue</b>		
Bank and short term investment interest	\$ 2,287	\$ 2,268
Loan interest - cash	4,233	3,525
	<u>6,520</u>	<u>5,793</u>
<b>Expenses</b>		
Bad debts	<u>799</u>	<u>101,363</u>
<b>Surplus (deficit) for year</b>	<b>\$ 5,721</b>	<b>\$ (95,570)</b>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

**Dakota Ojibway Community Futures Development Corporation**  
**Statement of Operations - Repayable Investment Fund**  
**(Unaudited)**

<b>For the year ended March 31</b>	<b>2013</b>	<b>2012</b>
<b>Revenue</b>		
Bank and short-term investment interest	\$ 1,398	\$ 747
Loan interest - cash	3,248	1,822
Repayable to Western Diversification	<u>58,659</u>	<u>(4,572)</u>
	<u>63,305</u>	<u>(2,003)</u>
<b>Expenses</b>		
Bad debts (recovery)	<u>(88)</u>	-
<b>Surplus (deficit) for year</b>	<u>\$ 63,393</u>	<u>\$ (2,003)</u>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

**Dakota Ojibway Community Futures Development Corporation  
Statement of Operations - Youth Entrepreneur Fund  
(Unaudited)**

<b>For the year ended March 31</b>	<b>2013</b>	<b>2012</b>
<b>Revenue</b>		
Bank and short-term investment interest	\$ 148	\$ 868
Loan interest - cash	403	841
Repayable to Western Diversification	<u>88,317</u>	<u>15,328</u>
	<u>88,868</u>	<u>17,037</u>
<b>Expenses</b>		
Bad debts	<u>-</u>	<u>864</u>
<b>Surplus (deficit) for year</b>	<u>\$ 88,868</u>	<u>\$ 16,173</u>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

**Dakota Ojibway Community Futures Development Corporation**  
**Statement of Operations - Disabled Entrepreneur Fund**  
**(Unaudited)**

<b>For the year ended March 31</b>	<b>2013</b>	<b>2012</b>
<b>Revenue</b>		
Bank and short term investment interest	\$ 361	\$ 1,067
Loan Interest - accrued	10,624	6,864
Recoveries	49	92
Repayable to Western Diversification	22,333	43,160
	<u>33,367</u>	<u>51,183</u>
<b>Expenses</b>		
Bad debts (recovery)	165	(7,146)
	<u>165</u>	<u>(7,146)</u>
<b>Surplus for year</b>	<b>\$ 33,202</b>	<b>\$ 58,329</b>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

---

## Management's Responsibility for Financial Reporting

---

The accompanying financial statements of the Dakota Ojibway Community Futures Development Corporation and all the information in this annual report are the responsibility of management and have been approved by the Chairman on behalf of the Board of Directors.

The financial statements have been prepared in accordance with Accounting Standards for Not-for-Profit Organizations. Financial statements are not precise since they include certain amounts based on estimates and judgments. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the financial statements are presented fairly, in all material respects.

The Corporation maintains systems of internal accounting and administrative controls of high quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and the Corporation's assets are appropriately accounted for and adequately safeguarded.

The Board of Directors is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the statements.

The Board of Directors reviews and approves the Corporation's financial statements. The Board of Directors meets periodically with management, as well as the external auditors, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and to review the annual report, the financial statements and the external auditor's report. The Board of Directors also considers the engagement of the external auditors.

The financial statements have been audited by BDO Canada LLP in accordance with Accounting Standards for Not-for-Profit Organizations on behalf of the members. BDO Canada LLP have full and free access to the Board of Directors.

Chairman \_\_\_\_\_