

Child Find Canada Incorporated

Financial Statements

December 31, 2006

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Auditor's Report

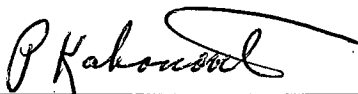
To the members of
Child Find Canada Incorporated

I have audited the statement of financial position of Child Find Canada Incorporated as at December 31, 2006 and the statement of operations and changes in fund balances and of cash flow for the year then ended. These financial statements are the responsibility of the organization's management. My responsibility is to express an opinion on these financial statements based on my audit.

Except as explained in the following paragraph, 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 common with many charitable organizations, Child Find Canada Incorporated derives revenue from donations and sundry fund raising activities, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, my verification of these revenues was limited to the amounts recorded in the records of the organization and I was not able to determine whether any adjustments might be necessary to donation and sundry fund raising revenues, deficiency of receipts over expenses and surplus.

In my opinion, except for the effect of any adjustment, which I might have determined to be necessary had I been able to satisfy myself concerning the completeness of the donations and fund raising referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the organization as at December 31, 2006 and the results of its operations, changes in fund balances, and cash flow for the year then ended in accordance with Canadian generally accepted accounting practices.



P. Kahanovitch & Co., C.G.A.

April 10, 2007

Winnipeg, MB

Child Find Canada Incorporated
STATEMENT OF FINANCIAL POSITION
As At December 31, 2006

STATEMENT 1

	2006	2005
Current assets		
Bank (Note 3)	\$ 41,807	\$ 27,174
Accounts Receivable (Note 4)	11,739	5,125
Prepaid Expenses (Note 5)	1,470	1,580
	55,016	33,880
Investments (Note 6)	25,966	25,562
	\$ 80,982	\$ 59,441
Current liabilities		
Accounts payable & accrued liabilities (Note 7)	\$ 3,687	\$ 4,691
Fund balances		
Unrestricted Net Assets, End of Year (Note 8)	\$ 77,296	25,363
	\$ 80,982	\$ 30,054

Approved on behalf of the Board:

_____ Director

_____ Director

The accompanying notes are an integral part of these financial statements

Child Find Canada Incorporated
**STATEMENT OF OPERATIONS AND CHANGES IN FUND
BALANCES**

STATEMENT 2

For The Year Ended December 31, 2006

	2006	2005
REVENUE (Note 9)		
Donations	\$ 115,160	\$ 146,938
Fundraising	14,203	2,652
Other	1,240	1,072
	130,603	150,662
EXPENSES		
Administration	8,031	12,964
Agency Development	12,114	13,613
Bank Charges and Interest	665	459
Honours and Awards	509	513
Insurance	1,969	1,705
Meetings and Conferences	35,584	41,246
Membership	242	281
Office	2,239	4,404
Postage and Courier	120	234
Professional Development	1,154	235
Professional Fees	4,832	5,027
Program Expense	24,573	46,017
Provincial Development	-	1,296
Regional Supports	9,807	4,538
Rent	3,656	3,664
Telephone	2,959	4,744
Travel	-	641
	108,454	141,581
Excess of revenues over expenses	22,149	9,081
Fund balances, beginning of year	55,147	25,363
	\$ 77,296	\$ 34,444

The accompanying notes are an integral part of these financial statements

Child Find Canada Incorporated
STATEMENT OF CASH FLOW
For The Year Ended December 31, 2007

STATEMENT 3

	2006
Sources of cash	
Donations	\$ 104,474
Fundraising	14,203
Memberships	700
GST Refunded	4,944
Interest earned	58
GIC's cashed in	25,562
	<hr/> 149,941
Uses of cash	
Operations	109,342
Purchase of GIC's	25,966
	<hr/> 135,308
Excess of revenues over expenses	14,633
Cash balances, beginning of year	27,174
Cash balances, end of year	<hr/> \$ 41,807

The accompanying notes are an integral part of these statements

Child Find Canada Incorporated
NOTES TO FINANCIAL STATEMENTS
December 31, 2006

1. PURPOSE OF THE ORGANIZATION

Child Find Canada Incorporated was incorporated without share capital under the laws of Canada on July 11, 1988 to operate exclusively for charitable and educational purposes. The objectives of the organization include aiding in locating missing children and public awareness of the problems surrounding child abduction. The organization is a registered charity as defined by Section 149 of the Income Tax Act and as such is exempt from income tax.

These financial statements present the financial position and results of operations of Child Find Canada Incorporated. They do not include revenues, expenditures, liabilities and net assets of the provincial organizations.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Capital Assets

The organization's policy is to expense all capital assets, including office equipment, in the year of purchase. Capital asset purchases are not considered financially significant to the organization.

b) Revenue Recognition

Donations and fundraising are recorded on a cash basis.
Vending is recorded on an accrual basis.

3. BANK

The organization has decided to maintain funds on hand to cover up to six months of operating expenses, due to volatility of the U-turn vendor income.

4. ACCOUNTS RECEIVABLE

Accounts Receivables are made up of the following:

In Motion for the Missing	\$ 8,586
GST Receivable (1/2 of all GST paid on expenses for year)	2,973
Accrued Interest Earned on GIC Investments	187
	<hr/>
	\$ 11,746

5. PREPAID EXPENSES

Prepaid Expenses are made up of the following:

AMECO Membership	\$ 158
Directors Insurance	529
Content Insurance	229
Key and Security Deposit on Office	250
January, 2007 Rent	304
	<hr/>
	\$ 1,470

Child Find Canada Incorporated
NOTES TO FINANCIAL STATEMENTS

December 31, 2006

6. INVESTMENTS

The investments consist of four one year GIC's issued by the Royal Bank.

\$ 5,070	interest rate of 2.35% per annum maturity February 16, 2007
5,216	interest rate of 2.65% per annum maturity September 30, 2007
10,494	interest rate of 2.65% per annum maturity November 8, 2007
5,187	interest rate of 2.65% per annum maturity November 17, 2007

\$ 25,967

7. ACCOUNTS PAYABLE

Accounts Payable are made up of the following:

Trade Accounts Payable	\$ 1,427
Audit Fees Payable	2,260
	<hr/>
	\$ 3,687

8. UNRESTRICTED FUNDS

\$28,000 of the unrestricted net assets has been dedicated to upcoming case management training programs. As well, the organization is working on setting aside a surplus fund to cover up to six months of operating funds.

9. Revenue

Revenue is made up of the following:

Donations:	
U-turn Vending	\$ 78,866
Donations	36,294
	<hr/>
	115,160

Fundraising:	
Green Ribbon of Hope	14,203

Other:	
Provincial Memberships	700
Interest Earned	540
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	1,240

\$ 130,603
