

Child Find Canada Incorporated

Financial Statements

December 31, 2008

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PHILIP KAHANOVITCH

B. Comm. (Hons.), M.B.A., C.G.A.
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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, 2008, and the statements of operations, changes in net assets, and 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.

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 from 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, these financial statements present fairly, in all material respects, the financial position of the Organization as at December 31, 2008 and the results of its operations and cash flow for the year then ended in accordance with Canadian generally accepted accounting principles.

A handwritten signature in cursive script, appearing to read 'P. Kahanovitch', written over a horizontal line.

Philip Kahanovitch, B.Comm (Hons), M.B.A., C.G.A.

March 16, 2009

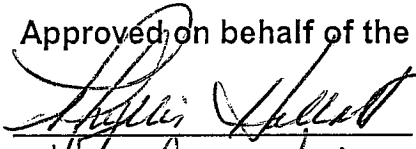
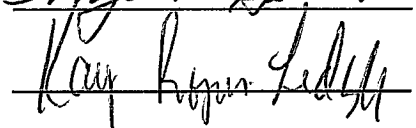
Winnipeg, MB

Child Find Canada Incorporated
STATEMENT OF FINANCIAL POSITION
As At December 31, 2008

STATEMENT 1

	2008	2007
Current assets		
Bank (Note 3)	\$ 47,438	\$ 18,203
Accounts Receivable (Note 4)	4,419	5,753
Prepaid Expenses (Note 5)	1,755	1,184
	<u>53,612</u>	<u>25,140</u>
Investments (Note 6)	-	47,272
	<u>53,612</u>	<u>72,412</u>
Current liabilities		
Accounts payable & accrued liabilities (Note 7)	2,790	3,932
Net Assets		
End of Year (Note 8)	50,823	68,480
	<u>\$ 53,612</u>	<u>\$ 72,412</u>

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 NET ASSETS
 For The Year Ended December 31, 2008

STATEMENT 2

	2008	2007
REVENUE (Note 9)		
Donations	\$ 50,634	\$ 78,722
Fundraising	90	395
Other	788	2,006
	51,511	81,123
EXPENSES		
Administration	4,915	5,411
Agency Development	10,322	11,362
Bank Charges and Interest	265	320
Honours and Awards	649	503
Insurance	1,437	1,943
Meetings and Conferences	5,412	5,172
Membership	241	263
Office	1,083	1,469
Postage and Courier	748	493
Professional Development	983	1,082
Professional Fees	4,818	4,885
Program Expense	2,198	3,638
Regional Supports	24,660	38,667
Rent	3,630	3,648
Telephone	7,809	8,883
	69,169	87,739
Excess (Deficit) of revenues over expenses	(17,658)	(6,616)
Net Assets, beginning of year	68,480	77,096
	50,823	70,480
Prior period adjustment (Note 10)		2,000
Net Assets, end of year	50,823	\$ 68,480

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, 2008

STATEMENT 3

	2008	2007
Sources of cash		
Donations	50,634	\$ 87,308
Fundraising	90	395
Memberships Received (Note 10)	600	700
Interest Received (Note 10)	951	1,373
GIC's Cashed in	47,272	25,966
	99,547	115,742
Uses of cash		
Operations (Note 10)	70,312	89,874
Purchase of GIC's		47,272
	70,312	137,146
Prior Period Adjustment		2,200
Excess of revenues over expenses	29,235	-23,604
Cash balances, beginning of year	18,203	41,807
Cash balances, end of year	47,438	\$ 18,203

The accompanying notes are an integral part of these statements

Child Find Canada Incorporated
NOTES TO FINANCIAL STATEMENTS

December 31, 2008

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 defined by Section 149 of the Income Tax Act and as such is exempt from income

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 Receivable are made up of the following:

	2008	2007
GST Receivable (1/2 of all GST paid on expenses for the years 2007 and 2008)	\$ 4,319	\$ 5,575
Membership-Child Find Newfoundland & Labrador	100	
Accrued Interest Earned on GIC Investments	-	187
	<u>\$ 4,419</u>	<u>\$ 5,762</u>

5. PREPAID EXPENSES

Prepaid Expenses are made up of the following:

	2008	2007
AMECO Membership	\$ 112	\$ 100
Directors Insurance	1,164	584
Content Insurance	229	250
Key and Security Deposit on Office	250	250
	<u>\$ 1,755</u>	<u>\$ 1,184</u>

Child Find Canada Incorporated
NOTES TO FINANCIAL STATEMENTS

December 31, 2008

6. INVESTMENTS

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

\$ 20,000 interest rate of 2.75% per annum maturity March 5, 2008

26,274 interest rate of 2.75% per annum maturity March 5, 2008

\$ 46,274

7. ACCOUNTS PAYABLE

Accounts Payable are made up of the following:

	2008	2007
Trade Accounts Payable	\$ 550	\$ 1,636
Audit Fees Payable	2,240	2,260
	<u>\$ 2,790</u>	<u>\$ 3,896</u>

8. UNRESTRICTED FUNDS

\$28,000 of the unrestricted net assets has been dedicated to an 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

	2008	2007
Revenue is made up of the following:		
Donations:		
U-turn Vending	\$ 20,557	\$ 35,755
Donations	30,077	42,967
	<u>50,634</u>	<u>78,722</u>
Fundraising:		
Green Ribbon of Hope	90	395
Other:		
Provincial Memberships	700	700
Interest Earned	88	1,306
	<u>788</u>	<u>2,006</u>
	<u>\$ 51,511</u>	<u>\$ 81,123</u>

10. Statement of Cash Flow

Cash Flows represent actual cash received and expended during the year versus accrued revenues and expenses.

Child Find Canada Incorporated
NOTES TO FINANCIAL STATEMENTS

December 31, 2008

Memberships	
Memberships Assessed	\$ 700
Less: Outstanding	100
	<hr/>
	\$ 600
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Interest Received	
Interest Earned	\$ 88
Add: Previously Accrued	863
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	\$ 951
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Operations	
2007 Accounts Payable	\$ 3,932
2008 Expenses	69,169
Less: 2008 Accounts Payable	2,790
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	\$ 70,311
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