

**LA SOCIÉTÉ RÉSO SANTÉ
COLOMBIE-BRITANNIQUE**

FINANCIAL STATEMENTS

MARCH 31, 2014

FEARN & ASSOCIATES

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Review Engagement Report

To the Directors:

LA SOCIÉTÉ RÉSO SANTÉ COLOMBIE-BRITANNIQUE

I have reviewed the statement of financial position of **LA SOCIÉTÉ RÉSO SANTÉ COLOMBIE-BRITANNIQUE** as at March 31, 2014, the statement of revenue and expenditure for the year then ended, and statement of changes in net assets for the year then ended. My review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussions related to information supplied to me by the Society.

A review does not constitute an audit and consequently I do not express an audit opinion on these financial statements.

Based on my review, nothing has come to my attention that causes me to believe that these financial statements are not, in all material respects, in accordance with Canadian generally accepted accounting principles.



Certified General Accountant

Langley, B.C.
June 3th, 2014

LA SOCIETE RESO SANTE COLOMBIE-BRITANNIQUE
STATEMENT OF FINANCIAL POSITION
AS AT 'MARCH 31, 2014

	<u>2014</u>	<u>2013</u>
A S S E T S		
CURRENT ASSETS		
Cash	\$ 10,501	\$ 2,587
HST Receivable	<u>1,339</u>	<u>-</u>
	<u>\$ 11,840</u>	<u>\$ 2,587</u>
L I A B I L I T I E S		
CURRENT LIABILITIES		
Accounts Payable	\$ <u>7,986</u>	\$ <u>-</u>
	<u>7,986</u>	<u>-</u>
NET ASSETS		
Unrestricted	<u>3,854</u>	<u>2,587</u>
	<u>\$ 11,840</u>	<u>\$ 2,587</u>

Approved by the Directors:

LA SOCIÉTÉ RÉSO SANTÉ COLOMBIE-BRITANNIQUE
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 2014

	<u>2014</u>
REVENUE	
Health Canada	\$ 190,921
Transition	10,717
FLAC	6,096
Various Income	<u>1,193</u>
	<u>208,927</u>
 EXPENSES	
Advertising & Promotion	8,070
Rent & Utilities	15,095
Rental Equipment	595
Salaries and Benefits	170,054
Supplies	10,779
Travel & Accommodations	<u>3,067</u>
	<u>207,660</u>
 Net Income	 1,267
 Opening Balance Unrestricted Funds	 <u>2,587</u>
 Closing Balance, Unrestricted Funds	 \$ <u><u>3,854</u></u>

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LA SOCIÉTÉ RÉSO SANTÉ COLOMBIE-BRITANNIQUE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2014
(Unaudited)

1. Purpose of the Society

The La Société Réso Santé Colombie Britannique is a non-profit society incorporated under the Society Act of British Columbia and as such is not subject to income taxes. The purpose of the Society is to foster the health of the French community in British Columbia.

2. Significant Accounting Policies

- a) These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations.

- b) Revenue recognition

The deferral method is used to account for revenue. Restricted revenue is recognized in the year in which the related expenses are incurred. Unrestricted revenue is recognized when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

- c) Use of estimates

The preparation of financial statements, in conformity with Canadian generally accepted accounting principles, requires management to make estimates and assumptions that affect the amounts reported in financial statements. By their nature, these estimates are subject to measurement uncertainty and actual results could differ.

- d) Contributed services

Volunteers contribute their time to assist the Society in carrying out its activities. Because of the difficulty of determining its fair value, volunteer time is not recognized in the financial statements.

LA SOCIÉTÉ RÉSO SANTÉ COLOMBIE-BRITANNIQUE
NOTES TO THE FINANCIAL STATEMENTS *(Continued)*
FOR THE YEAR ENDED MARCH 31, 2014
(Unaudited)

2. Significant Accounting Policies *(Continued)*

e) Allocation of expenses

The Society reports its expenses by nature and provides supplementary information about expenses in the schedules of revenues and expenses for Administration and Support for the Future of Songs and Music. Allocations in the schedules are based on direct assignment of costs attributable to each function and program.

f) Financial instruments

The Society classifies its financial instruments as “held for trading”, which means that all financial instruments are measured and reported at fair value. Subsequent changes in fair value of financial instruments are recognized as gains or losses in the statement of operations in the period in which the change in value takes place.

The Society has elected to continue to follow the financial instrument disclosure and presentation requirements of Section 3861 of the CICA Handbook instead of the requirements of Sections 3862 and 3863, as provided by Sections 3862 and 3863.

3. Financial Instruments

The Society's financial instruments consist of cash, accounts receivable, and accounts payable. In management's opinion, the Society is not exposed to significant currency exchange rate or credit risk arising from these financial instruments. The fair values of these financial instruments approximate their carrying values.

4. Statement of Cash Flows

A statement of cash flows is not presented because this information is readily determinable from the other statements presented.

5. Capital Management

The capital structure of the Society consists of unrestricted net assets. The unrestricted net assets represent the Society's accumulated excess of revenue over expenses. The primary objective of the Society is to invest its capital in a manner that will allow it to continue as a going-concern and comply with its stated objectives.

LA SOCIÉTÉ RÉSO SANTÉ COLOMBIE-BRITANNIQUE
NOTES TO THE FINANCIAL STATEMENTS *(Continued)*
FOR THE YEAR ENDED MARCH 31, 2014
(Unaudited)

6. Economic Dependence

The subsidies received from the Health Canada can only be spent on programs which the ministry approves. The Society is economically dependent upon Health Canada for operating funds as they comprise over 90% of total revenue.

7. Comparative Figures

The comparative figures for 2013 on the statement of revenues and expenses have been removed since the society had less than 3 months of operating in the prior year since it was incorporated in January 28, 2013.

LA SOCIÉTÉ RÉSO SANTÉ COLOMBIE-BRITANNIQUE
STATEMENT OF OTHER INCOME & EXPENSES
FOR THE YEAR ENDED MARCH 31, 2014

	<u>2014</u>
REVENUE	
Various Income	\$ <u>1,193</u>
	<u>1,193</u>
EXPENSES	
Supplies	<u>24</u>
	<u>24</u>
NET INCOME	\$ <u><u>1,169</u></u>

**LA SOCIETE RÉSO SANTÉ COLOMBIE-BRITANNIQUE
STATEMENT OF REVENUE AND EXPENDITURE - FLAC
FOR THE YEAR ENDED MARCH 31, 2014**

	<u>2014</u>
REVENUE	
FLAC	\$ <u>6,096</u>
	<u>6,096</u>
EXPENSES	
Salaries and Benefits	5,329
Supplies	<u>767</u>
	<u>6,096</u>
NET INCOME	\$ <u><u>-</u></u>

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LA SOCIÉTÉ RÉSO SANTÉ COLOMBIE-BRITANNIQUE
STATEMENT OF REVENUE AND EXPENDITURE FROM HEALTH CANADA
FOR THE YEAR ENDED MARCH 31, 2014

	<u>2014</u>
REVENUE	
Health Canada	\$ <u>190,921</u>
	<u>190,921</u>
EXPENSES	
Advertising & Promotion	8,070
Rent & Utilities	15,095
Rental Equipment	595
Salaries and Benefits	154,134
Supplies	9,960
Travel & Accommodations	<u>3,067</u>
	<u>190,921</u>
NET INCOME	\$ <u><u>-</u></u>

LA SOCIÉTÉ RÉSO SANTÉ COLOMBIE-BRITANNIQUE
STATEMENT OF REVENUE AND EXPENDITURE FOR TRANSITION
FOR THE YEAR ENDED MARCH 31, 2014

	<u>2014</u>
REVENUE	
Transition	\$ <u>10,717</u>
	<u>10,717</u>
EXPENSES	
Salaries and Benefits	10,589
Supplies	<u>29</u>
	<u>10,618</u>
NET INCOME	\$ <u><u>99</u></u>