

**PARTNERS RELIEF AND DEVELOPMENT CANADA FOUNDATION**

**FINANCIAL STATEMENTS**

**JUNE 30, 2003 AND 2002**

# *Retzlaff & Wong*

Chartered Accountants

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## AUDITORS' REPORT

To the Board of  
Partners Relief and Development Canada Foundation

We have audited the statement of financial positions of Partners Relief and Development Canada Foundation as at JUNE 30, 2003 AND 2002 and the statements of revenue and expenses, changes in net assets, and cash flows for the year then ended. These financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we 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 not-for-profit organizations, the society derives revenue from certain donations, the completeness of which is not readily susceptible of satisfactory audit verification. Accordingly, our verification of these revenue was limited to the amounts recorded in the records of the foundation and we were not able to determine whether any adjustments might be necessary to revenue, excess (deficiency) of revenue over expenses, assets, liabilities and net assets.

In our opinion, except for the effect of adjustments, if any, which we may have determined to be necessary had we been able to audit the completeness of fund raising activities, as discussed in the above paragraph, these financial statements present fairly, in all material respects, the financial positions of the Foundation as at JUNE 30, 2003 AND 2002 and the results of its operations and its cash flows for the years then ended in accordance with Canadian generally accepted accounting principles.

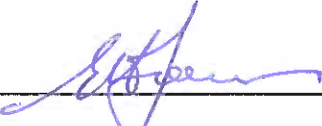
CALGARY, ALBERTA  
OCTOBER 8, 2003


  
CHARTERED ACCOUNTANTS

**PARTNERS RELIEF AND DEVELOPMENT CANADA FOUNDATION**  
**STATEMENT OF FINANCIAL POSITION**  
**JUNE 30**

	<u>2003</u>	<u>2002</u>
<b><u>ASSETS</u></b>		
<b>CURRENT</b>		
Cash	\$ 1,648	\$ 2,618
Receivables - goods and services tax	133	57
Prepaid expenses and deposits	<u>1,063</u>	<u>-</u>
	<u>\$ 2,844</u>	<u>\$ 2,675</u>
<b><u>LIABILITIES</u></b>		
<b>CURRENT</b>		
Accounts payable and accrued liabilities	\$ <u>1,972</u>	\$ <u>518</u>
<b><u>NET ASSETS</u></b>		
Unrestricted	<u>872</u>	<u>2,157</u>
	<u>\$ 2,844</u>	<u>\$ 2,675</u>

APPROVED BY THE BOARD:

  
 \_\_\_\_\_ Director

  
 \_\_\_\_\_ Director

**PARTNERS RELIEF AND DEVELOPMENT CANADA FOUNDATION  
STATEMENT OF REVENUE AND EXPENSES AND NET ASSETS  
YEAR ENDED JUNE 30**

	<u>2003</u>	<u>2002</u>
<b>REVENUE</b>		
Donations	\$ <u>60,553</u>	\$ <u>31,932</u>
<b>EXPENSES</b>		
Program costs		
Funds transferred to Thailand	28,383	21,183
Thailand employee salaries and benefits	28,181	6,528
Promotion - travel	4,422	1,087
Promotion - missions fests	<u>37</u>	<u>-</u>
	61,023	28,798
Interest and bank charges	279	202
Office and sundry	<u>536</u>	<u>775</u>
	<u>61,838</u>	<u>29,775</u>
<b>(Deficiency) excess of revenue over expenses</b>	<b>( 1,285)</b>	<b>2,157</b>
Net assets, beginning of year	<u>2,157</u>	<u>-</u>
Net assets, end of year	<u>\$ 872</u>	<u>\$ 2,157</u>

**PARTNERS RELIEF AND DEVELOPMENT CANADA FOUNDATION  
STATEMENT OF CHANGES IN NET ASSETS  
YEAR ENDED JUNE 30**

	<u>2003</u>	<u>2002</u>
	<u>Unrestricted</u>	<u>Unrestricted</u>
Net assets, beginning of year	\$ 2,157	\$ -
(Deficiency) excess of revenue over expenses	<u>( 1,285)</u>	<u>2,157</u>
Net assets, end of year	<u>\$ 872</u>	<u>\$ 2,157</u>

**PARTNERS RELIEF AND DEVELOPMENT CANADA FOUNDATION  
STATEMENT OF CASH FLOWS  
YEAR ENDED JUNE 30**

	<u>2003</u>	<u>2002</u>
<b>CASH FLOWS PROVIDED BY (USED IN) OPERATIONS:</b>		
<b>OPERATING ACTIVITIES</b>		
(Deficiency) excess of revenue over expenses	\$( 1,285)	\$ 2,157
Net change in non-cash working capital balances related to operations		
Receivables - goods and services tax	( 76)	( 57)
Prepaid expenses and deposits	( 1,063)	-
Accounts payable and accrued liabilities	<u>1,454</u>	<u>518</u>
	<u>( 970)</u>	<u>2,618</u>
<b>Changes in cash</b>	<b>( 970)</b>	<b>2,618</b>
Cash, beginning of year	<u>2,618</u>	<u>-</u>
Cash, end of year	<u>\$ 1,648</u>	<u>\$ 2,618</u>

**PARTNERS RELIEF AND DEVELOPMENT CANADA FOUNDATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2003 AND 2002**

### **1. PURPOSE OF THE ORGANIZATION**

The Partners Relief and Development Canada Foundation is a registered charity under the Income Tax Act and is set up:

- a) to proclaim God's love to victims of natural disaster, the oppressed and the poor,
- b) to provide essential items like food, clothing, and shelter for victims of natural disaster, the oppressed and the poor,
- c) to help impoverished people and communities with sustainable development projects,
- d) to assist orphans and marginalized people with appropriate care programs,
- e) to engage in training to develop spiritually mature and capable leaders,
- f) to engage in any lawful activity, subject to expressed limitations, if any.

### **2. SIGNIFICANT ACCOUNTING POLICIES**

#### Measurement uncertainty

The preparation of the financial statements of the Foundation are in conformity with Canadian generally accepted accounting principles that requires management to make estimates and assumptions that affect the reported amount of assets and liabilities at the date of the financial statements and the reported amount of revenue and expenses during the reporting period. Actual results could differ from these estimates.

#### Revenue recognition

Donations are recorded as revenue when received.

#### Contributed services

Volunteers assist the Foundation in carrying out certain activities. Because of the difficulty of determining their fair value and of the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

#### Financial instruments

The Foundation's financial instruments consists of cash, accounts receivable and accounts payable. It is management's opinion that the Foundation is not exposed to significant interest or credit risk arising from these financial instruments. The fair value of these financial instruments approximate their carrying value.

### **3. DISCLOSURE OF SALARIES AND BENEFITS**

During the past fiscal year, the board of directors received no remuneration for their services as directors.