

**PROGRAMME DE CONCORDIA POUR BÉNÉVOLES À L'ÉTRANGER/
CONCORDIA VOLUNTEER ABROAD PROGRAM**

Financial Statements

December 31, 2014

PROGRAMME DE CONCORDIA POUR BÉNÉVOLES À L'ÉTRANGER/
CONCORDIA VOLUNTEER ABROAD PROGRAM

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Amstutz Inc.
Société de Comptables Professionnels Agréés

INDEPENDENT AUDITORS' REPORT

To the Members of
PROGRAMME DE CONCORDIA POUR BÉNÉVOLES À L'ÉTRANGER/
CONCORDIA VOLUNTEER ABROAD PROGRAM

We have audited the accompanying financial statements of PROGRAMME DE CONCORDIA POUR BÉNÉVOLES À L'ÉTRANGER/CONCORDIA VOLUNTEER ABROAD PROGRAM which comprise the statement of financial position as at December 31, 2014, and the statements of operations, changes in net assets and cash flows for the year then ended and a summary of significant accounting policies and other explanatory information.

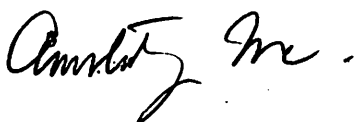
Management's Responsibility for the Financial Statements - Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's 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 judgement, 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 PROGRAMME DE CONCORDIA POUR BÉNÉVOLES À L'ÉTRANGER/CONCORDIA VOLUNTEER ABROAD PROGRAM as at December 31, 2014 and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.



By: R. Amstutz, CPA auditor, CA
March 10, 2015
Montreal, Quebec

PROGRAMME DE CONCORDIA POUR BÉNÉVOLES À L'ÉTRANGER/
 CONCORDIA VOLUNTEER ABROAD PROGRAM
 STATEMENT OF FINANCIAL POSITION
 as at December 31, 2014

| | <u>2 0 1 4</u> | <u>2 0 1 3</u> |
|--------------------------------------|-------------------------|--------------------------|
| ASSETS | | |
| CURRENT ASSETS | | |
| Cash | \$ 84,719 | \$ 110,226 |
| Prepaid expenses | <u>1,295</u> | <u>12,429</u> |
| | 86,014 | 122,655 |
| PROPERTY AND EQUIPMENT (Note 3) | <u>2,324</u> | <u>3,193</u> |
| | \$ <u><u>88,338</u></u> | \$ <u><u>125,848</u></u> |
| LIABILITIES AND NET ASSETS | | |
| CURRENT LIABILITIES | | |
| Accounts payable and accrued charges | \$ 2,970 | \$ 4,678 |
| Deferred revenue | - | 1,410 |
| Current portion of long-term debt | <u>-</u> | <u>29,934</u> |
| | 2,970 | 36,022 |
| NET ASSETS | | |
| Invested in capital assets | 2,324 | 3,193 |
| Unrestricted | <u>83,044</u> | <u>86,633</u> |
| | <u>85,368</u> | <u>89,826</u> |
| | \$ <u><u>88,338</u></u> | \$ <u><u>125,848</u></u> |

ON BEHALF OF THE BOARD

.....Director

.....Director

The accompanying notes form an integral part of the financial statements.

PROGRAMME DE CONCORDIA POUR BÉNÉVOLES À L'ÉTRANGER/
 CONCORDIA VOLUNTEER ABROAD PROGRAM
 STATEMENT OF CHANGES IN NET ASSETS
 year ended December 31, 2014

| | | | <u>2 0 1 4</u> | <u>2 0 1 3</u> |
|--|---|-------------------|------------------|------------------|
| | Invested in property and <u>equipment</u> | Un- restricted | <u>Total</u> | <u>Total</u> |
| Balance, beginning of year | \$ 3,193 | \$ 86,633 | \$ 89,826 | \$ 26,263 |
| (Deficiency) Excess of revenues over expenses | - | (4,458) | (4,458) | 63,563 |
| Amortization | <u>(869)</u> | <u>869</u> | <u>-</u> | <u>-</u> |
| Balance, end of year | \$ <u>2,324</u> | \$ <u>83,044</u> | \$ <u>85,368</u> | \$ <u>89,826</u> |

The accompanying notes form an integral part of the financial statements.

PROGRAMME DE CONCORDIA POUR BÉNÉVOLES À L'ÉTRANGER/
 CONCORDIA VOLUNTEER ABROAD PROGRAM
 STATEMENT OF OPERATIONS
 year ended December 31, 2014

| | <u>2 0 1 4</u> | <u>2 0 1 3</u> |
|--|--------------------------|-------------------------|
| REVENUES | | |
| Student fees | \$ 260,000 | \$ 249,000 |
| Fund raising activities | 1,006 | 2,665 |
| Donations and grants | <u>17,564</u> | <u>19,654</u> |
| | <u>278,570</u> | <u>271,319</u> |
| EXPENSES | | |
| Donations - Uganda project (Note 4) | 168,646 | 106,152 |
| Salaries and fringe benefits | 59,432 | 33,312 |
| Travel | 13,983 | 13,303 |
| Interest on long-term debt | 11,188 | 13,066 |
| Consulting fees | 9,945 | 19,783 |
| Professional and accounting fees | 3,787 | 4,113 |
| Office and general | 3,576 | 4,312 |
| Telecommunications and website | 3,122 | 2,295 |
| Printing and design | 2,059 | 3,031 |
| Meetings and events | 1,938 | 3,935 |
| Insurance | 1,570 | 1,497 |
| Advertising and promotion | 1,093 | 842 |
| Foreign exchange | 971 | - |
| Amortization | 869 | 1,211 |
| Bank charges | <u>849</u> | <u>904</u> |
| | <u>283,028</u> | <u>207,756</u> |
| (DEFICIENCY) EXCESS OF REVENUES OVER EXPENSES | \$ <u>(4,458)</u> | \$ <u>63,563</u> |

The accompanying notes form an integral part of the financial statements.

PROGRAMME DE CONCORDIA POUR BÉNÉVOLES À L'ÉTRANGER/
 CONCORDIA VOLUNTEER ABROAD PROGRAM
 STATEMENT OF CASH FLOWS
 year ended December 31, 2014

| | <u>2 0 1 4</u> | <u>2 0 1 3</u> |
|--|-------------------------|--------------------------|
| OPERATING ACTIVITIES | | |
| (Deficiency) Excess of revenues over expenses | \$ (4,458) | \$ 63,563 |
| Item not affecting cash | | |
| Amortization | <u>869</u> | <u>1,211</u> |
| | (3,589) | 64,774 |
| CHANGES IN NON CASH OPERATING WORKING CAPITAL | | |
| Prepaid expenses | 11,134 | (10,258) |
| Accounts payable | (1,708) | (2,500) |
| Deferred revenue | <u>(1,410)</u> | <u>1,410</u> |
| | <u>4,427</u> | <u>53,426</u> |
| FINANCING ACTIVITIES | | |
| Repayment of long-term debt | <u>(29,934)</u> | <u>(29,934)</u> |
| | <u>(29,934)</u> | <u>(29,934)</u> |
| INVESTING ACTIVITIES | | |
| Acquisition of property and equipment | <u>-</u> | <u>(3,302)</u> |
| | <u>-</u> | <u>(3,302)</u> |
| (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS | (25,507) | 20,190 |
| CASH AND CASH EQUIVALENTS BEGINNING OF YEAR | <u>110,226</u> | <u>90,036</u> |
| CASH AND CASH EQUIVALENTS END OF YEAR | \$ <u><u>84,719</u></u> | \$ <u><u>110,226</u></u> |

The accompanying notes form an integral part of the financial statements

PROGRAMME DE CONCORDIA POUR BÉNÉVOLES À L'ÉTRANGER/
CONCORDIA VOLUNTEER ABROAD PROGRAM
NOTES TO THE FINANCIAL STATEMENTS
as at December 31, 2014

1. STATUTES OF INCORPORATION AND NATURE OF ACTIVITIES

The organization was incorporated February 15, 2006 under the Québec Companies Act as a non-profit organization.

The organization is an independent, student-funded, Concordia University organization, mandated to support community-led development in Gulu, Uganda.

2. SIGNIFICANT ACCOUNTING POLICIES

The organization has elected to apply Canadian accounting standards for not-for-profit organizations, and reflect the following policies:

Accounting estimates

The preparation of financial statements in conformity with Canadian accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may differ from these estimates.

Revenue recognition

The organization follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when they are received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Self-financing

Revenues from self-financing activities are recognized when the services are rendered or when the events have taken place.

Property and equipment

Property and equipment are recorded at cost. They are amortized over their estimated useful lives using the declining-balance method at the following annual rates:

| | |
|------------------------|-----|
| Computer equipment | 30% |
| Furniture and fixtures | 20% |

Contributed services

The organization receives the services of volunteers to carry out various activities. For the current year it is not possible to evaluate the services received from the volunteers. If it were possible to determine the monetary value of these services, the amounts would have been recorded in the appropriate revenue and expense captions.

PROGRAMME DE CONCORDIA POUR BÉNÉVOLES À L'ÉTRANGER/
 CONCORDIA VOLUNTEER ABROAD PROGRAM
 NOTES TO THE FINANCIAL STATEMENTS
 as at December 31, 2014

2. SIGNIFICANT ACCOUNTING POLICIES (cont'd)

Financial instruments

The organization initially measures its financial assets and financial liabilities at fair value. The organization subsequently measures all its financial assets and financial liabilities at cost or amortized cost.

Financial assets measured at amortized cost include cash. Financial liabilities measured at amortized cost include accounts payable.

3. PROPERTY AND EQUIPMENT

| | | <u>2 0 1 4</u> | | <u>2 0 1 3</u> |
|------------------------|-----------------|-------------------------------------|---------------------------|---------------------------|
| | <u>Cost</u> | <u>Accumulated Amortization</u> | <u>Net Book Value</u> | <u>Net Book Value</u> |
| Computer equipment | \$ 3,302 | \$ 1,684 | \$ 1,618 | \$ 2,311 |
| Furniture and fixtures | <u>2,152</u> | <u>1,446</u> | <u>706</u> | <u>882</u> |
| | <u>\$ 5,454</u> | <u>\$ 3,130</u> | <u>\$ 2,324</u> | <u>\$ 3,193</u> |

Amortization provided for in the current period totalled \$869 (2013 - \$1 211).

4. RELATED PARTY TRANSACTIONS

The organization achieves its objectives in Uganda through a related organization incorporated under the laws of Uganda operating under the name M/S Concordia Volunteer Abroad Programme.

During the year the organization donated \$168,646 (2013 - \$106,152) to the Ugandan organization (M/S Concordia Volunteer Abroad Programme).

PROGRAMME DE CONCORDIA POUR BÉNÉVOLES À L'ÉTRANGER/
CONCORDIA VOLUNTEER ABROAD PROGRAM
NOTES TO THE FINANCIAL STATEMENTS
as at December 31, 2014

5. FINANCIAL INSTRUMENTS

Risks and concentrations

The organization is exposed to various risks through its financial instruments. The following analysis provides a measure of the organization's risk exposure and concentrations at the balance sheet date, i.e. December 31, 2014.

Liquidity risk

Liquidity risk is the risk that the organization will encounter difficulty in meeting obligations associated with financial liabilities. The organization is exposed to this risk mainly in respect of its accounts payable.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The organization is exposed to interest rate risk on its fixed rate financial instruments. Fixed-rate financial instruments subject the organization to a fair value risk.