

David J. Lee

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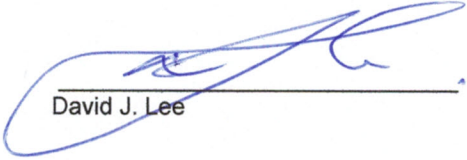
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November 13 2013

To : Members of the London North Rotary Club Foundation

I have examined the financial statements of the London North Rotary Club Foundation as of June 30, 2013, which have been prepared by the Treasurer and find all arithmetical calculations to be accurate.

I have also examined the bank statements from TD Canada Trust and the Investment statement from RBC Dominion Securities and find that the balances agree with the London North Rotary Club Foundation statement as of June 30, 2013.



David J. Lee

FINANCIAL STATEMENTS

LONDON NORTH ROTARY CLUB FOUNDATION

June 30, 2013

London North Rotary Club Foundation
Incorporated under the laws of Canada

STATEMENT OF FINANCIAL POSITION
(unaudited)

As at June 30

	2013	2012
	\$	\$
ASSETS		
Current Assets		
Cash	558	26,802
Investments (note 2)	77,677	45,933
GST Rebate		
	<u>78,235</u>	<u>72,735</u>
LIABILITIES		
Accounts Payable		
Accrued Audit Fee	100	100
	<u>100</u>	<u>100</u>
FUND BALANCES		
Resitricted - scholarship fund	74,926	70,346
Unrestricted	3,209	2,289
	<u>78,135</u>	<u>72,635</u>
Total liabilities and fund balances	<u>78,235</u>	<u>72,735</u>

see accompanying notes

Approved on behalf of the Board

Director

Director

Treasurer

William Webster

Wm T. Webster

London North Rotary Club Foundation

STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCES

Year ended June 30 (unaudited)

	Restricted		Unrestricted		Total	Total
	2013	2012	2013	2012	2013	2012
REVENUE						
Dividends	1106	750		0	1106	750
Donations			1050	550	1050	550
Interest	609	954	0	0	609	954
Return of Capital	-117	-7	0	0	-117	-7
Capital Gain/Loss		-746			0	-746
London North Rotary Club Inc.	0	0	2000	2540	2000	2540
	1598	951	3050	3090	4648	4041
EXPENSES						
Donations	0	0	2000	2000	2000	2000
Annual filing fee and admin expenses	0	0	30	30	30	30
Audit fees	0	0	100	100	100	100
Bursaries	0	0	0	0	0	0
	0	0	2130	2130	2130	2130
Other revenue & expenses	2982	683			2982	683
	2982	683			2982	683
Excess (deficiency) of revenue over expenses	4580	1634	920	960	5500	2594
Fund balance, beginning of year	70346	68712	2289	1329	72635	70041
	74926	70346	3209	2289	78135	72635

	Restricted	
	2013	2012
	\$	\$
INTERIM REVENUE		
Unrealized capital gains for restricted investment	-2982	-683

see accompanying notes

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

1 ACCOUNTING POLICIES

(a) General

The London North Rotary Club Foundation is a non-profit organization that qualifies under Section 149 (1) (f) of the *Income Tax Act* for tax-exempt status as a registered charity. The members of the Foundation consist of the current members of the London North Rotary Club Inc.

A Statement of Changes in Financial Position has not been prepared as the relevant information is available on the Statements of Operations.

(b) Organization

The Foundation was incorporated under Part II of the *Canada Corporation Act*, without share capital. The incorporation date was September 6, 1989.

(c) Revenue Recognition

Unrestricted contributions are recognized as revenue when they are received or receivable if the collection is reasonably assured. Restricted contributions are recognized as revenue in the year in which the contribution is received.

(d) Basis of Presentation

Restricted funds consist of those donations for which the donor has required the Foundation to hold the principal of the funds for a period of not less than ten years. These funds have been designated by the Board of the Foundation as part of the scholarship fund.

Unrestricted funds may be used for charitable purposes at the discretion of the Board of Directors of the Foundation.

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

2 SCHOLARSHIP FUND

The Scholarship Funds are to be used to provide bursaries to London area students attending their first year at the University of Western Ontario, its affiliated University, Colleges or Fanshawe College.

The investments that are held by the Foundation and their related market values at June 30 are as follows:

	2013		2012	
	Cost	Market Value	Cost	Market Value
Government of Canada 5-year bond fund	18,608	18,199	18,622	18,486
Province of Nova Scotia Bond 2015	8,580	8,727	0	0
Province of Nova Scotia Bond 2017	8,582	8,681	0	0
Province of Quebec Bond 2020	9,252	9,247	0	0
RBC Canadian Equity Fund	14,261	15,532	12,462	12,800
RBC North American Value Fund	14,728	17,291	14,167	14,648
	<u>74,011</u>	<u>77,677</u>	<u>45,251</u>	<u>45,934</u>
	<u>74,011</u>	<u>77,677</u>	<u>45,251</u>	<u>45,934</u>

3 FINANCIAL INSTRUMENTS

The Company's financial instruments consist of cash, accounts receivable, due from shareholder, investment, accounts payable and accrued liabilities. Unless otherwise noted, it is management's opinion that the Company is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair value of these financial instruments approximate their carrying values, unless otherwise noted.

4 LONDON NORTH ROTARY CLUB INC.

The Foundation received donations from London North Rotary Club Inc., that amounted to \$2,000. (2012-\$2,000)