

**SUSTAINABILITY ACTION FUND**

**FINANCIAL STATEMENTS**

**MAY 31, 2008**

**SUSTAINABILITY ACTION FUND**  
**FINANCIAL STATEMENTS**  
MAY 31, 2008

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**AUDITORS' REPORT**

**To the members of  
Sustainability Action Fund**

We have audited the balance sheet of Sustainability Action Fund as at May 31, 2008 and the statements of earnings, evolution of net assets and cash flows for the period of 241 days then ended. These financial statements are the responsibility of the organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted Canadian auditing standards. Those standards require that we plan and perform an audit to obtain reasonable insurance 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 our opinion, these financial statements present fairly, in all material respects, the financial position of the organization as at May 31, 2008 and the results of its operations and cash flows for the year then ended in accordance with generally accepted Canadian accounting principles.



Gauthier, Théorêt  
Chartered accountants

Shawinigan, September 19, 2008

**SUSTAINABILITY ACTION FUND**  
**STATEMENT OF EARNINGS**  
FOR THE PERIOD OF 241 DAYS ENDED MAY 31, 2008

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<b>INCOME</b>	<b>142 512 \$</b>
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<b>EXPENDITURES</b>	
Funding allocations (exhibit A)	73 155
Wages and employee benefits	13 884
Communication expenses	6 077
Office expenses	6 585
Immobilizations charged to expenditures	1 120
Professional fees	5 533
	<hr/>
	106 354
	<hr/>
<b>EXCESS OF INCOME OVER EXPENDITURES</b>	<b>36 158 \$</b>
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**SUSTAINABILITY ACTION FUND**  
**EVOLUTION OF NET ASSETS**  
FOR THE PERIOD OF 241 DAYS ENDED MAY 31, 2008

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NET ASSETS AT THE BEGINNING OF YEAR	- \$
EXCESS OF INCOME OVER EXPENDITURES	<u>36 158</u>
NET ASSETS AT THE END OF YEAR	<u>36 158 \$</u>

**SUSTAINABILITY ACTION FUND**  
**BALANCE SHEET**  
AS AT MAY 31, 2008

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**ASSETS**

**CURRENT ASSETS**

Cash	38 456 \$
Accounts receivable	666
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	39 122 \$
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**LIABILITIES**

**CURRENT LIABILITIES**

Accounts payable and accrued charges	2 964 \$
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**NET ASSETS**

Unrestricted net assets	36 158
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	39 122 \$
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**APPROVED**

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Director

*Gauthier, Théorêt c. a.*

**SUSTAINABILITY ACTION FUND**  
**NOTES TO FINANCIAL STATEMENTS**  
AS AT MAY 31, 2008

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**1- STATUS AND NATURE OF ACTIVITIES**

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The organization is incorporated under the Canada Corporations Act, Part III and began its operations on October 4th, 2007. The organization is a non-profit organization and is seeking to inspire necessary positive changes by funding sustainable initiatives on campus of Concordia University.

The corporation is a non-profit organization and is not subjected to the fiscal laws and consequently does not have to pay tax.

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**2- SIGNIFICANT ACCOUNTING POLICIES**

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**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 received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Interest and other investment income are recognized as revenue when earned. The endowments are recorded as a direct increase in net assets of the organization when received or receivable.

**Fixed assets**

Fixed assets are presented as expenditures when they are purchased.

**Cash and cash equivalents**

For the purpose of cash flows, cash and cash equivalents include cash and cash equivalents that are not restricted. Cash includes cash, bank overdraft and short-term deposits. Cash equivalents include investments held for short-term cash requirements but not those held for investment purposes more precisely they include investments, the value of which will not change significantly and the maturity does not exceed three months from the date of acquisition. The cash equivalents do not include investments held in shares.

**Use of estimates**

The presentation of financial statements in accordance with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingencies at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**SUSTAINABILITY ACTION FUND**  
**NOTES TO FINANCIAL STATEMENTS**  
AS AT MAY 31, 2008

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**3- FIXED ASSETS PRESENTED AS EXPENDITURES**

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The cost of fixed assets owned by the organization is :

Computer equipment	1 120 \$
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**4- STATE OF CASHFLOW**

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Treasury changes are not presented, because cashflow information concerning business activities, financing and investments is provided in other statements.

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**5- COMMITMENTS**

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The organization undertook to pay the following amounts to the below mentioned projects :

SP - Greenhouse (End of the project in January 2009)	9 251 \$
SP - Right to move (End of the project in August 2008)	1 750
SP - R4 Compost (25 000 \$ to pay until 2012)	25 000
SP - People's Potato Garden Project (End of the project in October 2008)	2 000
SP - Reggie Bar Partnership (End of the project in September 2008)	7 533
	45 534 \$

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**6- FINANCIAL INSTRUMENTS**

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The organization's financial instruments consist of cash, accounts receivable, accounts payable and accrued charges. It is management's opinion that the organization is not exposed to significant interest, currency of credit risks arising from these financial instruments. The fair value of these financial instruments approximates their carrying value, unless otherwise noted.



**SUSTAINABILITY ACTION FUND**  
**COMPLEMENTARY FINANCIAL INFORMATION**  
FOR THE PERIOD OF 241 DAYS ENDED MAY 31, 2008

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**EXHIBIT A- FUNDING ALLOCATIONS**

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Allego bike day	61 \$
Bring your own mug	37
Greenhouse	1 749
R4 Free Dish Project	628
Right to move	1 750
Art matters	3 480
Generation Tours	15 000
Pistol Press	1 600
SYC Conference	350
R4 Compost	34 000
SBC	10 000
2008 Assessment	4 500
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	73 155 \$
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