

**IGBO CHARITABLE ASSOCIATION INC.**  
**FINANCIAL STATEMENTS**

December 31, 2010

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AUDITOR'S REPORT

To the Members of the Board,  
IGBO CHARITABLE ASSOCIATION INC.

We have audited the accompanying financial statements of IGBO CHARITABLE ASSOCIATION INC., which comprise the financial position as at December 31, 2010, 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 private enterprises, 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 judgment, 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.

In common with many charitable organizations, the organization derives revenue from donations the completeness of which is not susceptible of satisfactory audit verification. Accordingly, my verification of these revenues was limited to the amounts recorded in the records of the organization and I was not able to determine whether any adjustments might be necessary to contributions, excess of revenues over expenses, current assets and net assets.

Opinion: In our opinion, the financial statements present fairly, in all material respects, the financial position of IGBO CHARITABLE ASSOCIATION INC., as at December 31, 2010, 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



CHARTERED ACCOUNTANT, Licensed Public Accountant  
Ottawa Ontario, August 10, 2011

**IGBO CHARITABLE ASSOCIATION INC.**

**STATEMENT OF FINANCIAL POSITION**

**As At December 31, 2010**

	<b>2010</b>	<b>2009</b>
		<b>\$</b>
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	35	3,539
Accounts Receivable	0	0
Prepaid expenses	0	0
	<u>35</u>	<u>3,539</u>
<b>CAPITAL ASSETS (Notes 2 and 3)</b>	<u>0</u>	<u>0</u>
	<u><u>35</u></u>	<u><u>3,539</u></u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT</b>		
Accounts Payable and Accrued Liabilities	1,500	0
Loan Payable (Note 4)	0	0
	<u>1,500</u>	<u>0</u>
<b>Net Assets</b>	-1,465	3,539
	<u><u>35</u></u>	<u><u>3,539</u></u>

APPROVED BY THE BOARD:

Director \_\_\_\_\_

The accompanying notes form an integral part of these financial statements

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**ISSIE RABINOWITZ**  
Chartered Accountant

## STATEMENTS OF OPERATIONS AND CHANGES IN NET ASSETS

For the Year Ended December 31, 2010

	<u>2010</u>	<u>2009</u>
	\$	\$
<b>SUPPORT</b>		
Donations	16,853	14,270
Donations of Goods and Services (Note 3)	2,400	28,847
	<u>19,253</u>	<u>43,117</u>
<b>PROGRAM EXPENSES</b>		
Goods used in ICAFRICA (Note 3)	0	11,265
Micro credit advances in Africa	7,301	6,855
Wages for Africa - based staff	1,010	1,625
Marketing (Note 3)	0	3,353
Website upgrade (Note 3)	2,400	4,855
Printing and Publications (Note 3)	548	3,328
Business Licences Africa	3,540	0
	<u>14,799</u>	<u>31,281</u>
<b>GENERAL EXPENSES</b>		
Office and Miscellaneous	2,113	2,732
Professional Fees	1,500	659
Rent and Maintenance (Note 3)	3,210	3,372
Telephone and Internet	1,395	1,221
Travel	940	0
Vehicle	300	456
	<u>9,458</u>	<u>8,440</u>
Total expenses	<u>24,257</u>	<u>39,721</u>
Excess (Deficiency) of support over expend:	-5,004	3,396
Net Assets beginning of year	3,539	143
Net Assets end of year	<u>-1,465</u>	<u>3,539</u>

The accompanying notes form an integral part of these financial statements

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**ISSIE RABINOWITZ**  
Chartered Accountant

**IGBO CHARITABLE ASSOCIATION INC.**

**STATEMENT OF CASH FLOWS**

**For the Year Ended December 31, 2010**

	<b>2010</b>	<b>2009</b>
	<b>\$</b>	<b>\$</b>
<b>Operating activities</b>		
Excess of support over expenditures	-5,004	
Add Amortization of capital assets		
<b>Changes in non-cash working capital</b>		
Accounts Receivable	0	
Prepaid expenses	0	
Accounts Payables	1,500	
Net cash provided by operating activities	-3,504	
<b>Investing activities</b>		
Purchase of capital assets	0	
<b>Financing activities</b>		
Loan Payable (Note 4)	0	
<b>Net increase (decrease) in cash and cash equivalents</b>	-3,504	
<b>Cash and cash equivalents at beginning of period</b>	3,539	
<b>Cash and cash equivalents at end of period</b>	35	3,539

The accompanying notes form an integral part of these financial statements

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**ISSIE RABINOWITZ**  
Chartered Accountant

**IGBO CHARITABLE ASSOCIATION INC.**  
**NOTES TO FINANCIAL STATEMENTS**

December 31, 2010

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**1. SIGNIFICANT ACCOUNTING POLICIES.**

**REVENUE RECOGNITION**

Contributions are included in revenue in the year in which they are received.

**CONTRIBUTED GOODS AND SERVICES**

The work of the IGBO CHARITABLE ASSOCIATION INC. is dependent on the donation of goods and voluntary services of many individuals. The charity recognizes them as a donation without a tax receipt. The charity also recognizes the expense of these goods and services.

**USE OF ESTIMATES**

The preparation of financial statements in accordance with Canadian generally accepted accounting principles 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 amount of revenues and expenses during the reported period. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the period in which they become known.

**2. INCOME TAX STATUS.**

IGBO CHARITABLE ASSOCIATION INC. is a registered charity within the meaning of the Income Tax Act (Canada) and is exempt from income taxes

**3. DONATIONS OF GOODS AND SERVICES**

The charity did not issue tax receipts for donations of goods and services, Hence, they did not use another evaluator for the worth of these donation. These donations and their corresponding expenses are entered to the books as per the estimates of the charity.

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ISSIE RABINOWITZ  
Chartered Accountant