

# **CANADIAN TEAM CATTLE PENNING ASSOCIATION**

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## **FINANCIAL STATEMENTS**

**DECEMBER 31, 2004**

(Unaudited - See Notice to Reader)

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**NOTICE TO READER**

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I have compiled the statement of financial position of the Canadian Team Cattle Penning Association as at December 31, 2004, and the statement of operations and net assets for the year then ended from information provided by Association directors. I have not audited, reviewed or otherwise attempted to verify the accuracy or completeness of such information. Readers are cautioned that these statements may not be appropriate for their purposes.

Calgary, Canada  
May 11, 2005

CHARTERED ACCOUNTANT

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# CANADIAN TEAM CATTLE PENNING ASSOCIATION

## STATEMENT OF FINANCIAL POSITION

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As at December 31,

(Unaudited - See Notice to Reader)

	<u>2004</u>	<u>2003</u>
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$ 71,557	\$ 85,116
Accounts receivable	<u>388</u>	<u>38,384</u>
	71,945	123,500
<b>CAPITAL ASSETS (Note 3)</b>	<u>4,537</u>	<u>3,519</u>
	<u>\$ 76,482</u>	<u>\$ 127,019</u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 295	\$ 14,953
<b>NET ASSETS</b>		
Unrestricted net assets	<u>76,187</u>	<u>112,066</u>
	<u>\$ 76,482</u>	<u>\$ 127,019</u>

*See accompanying notes*

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# CANADIAN TEAM CATTLE PENNING ASSOCIATION

## STATEMENT OF OPERATIONS AND NET ASSETS

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For the Year Ended December 31,

(Unaudited - See Notice to Reader)

	<u>2004</u>	<u>2003</u>
<b>REVENUES</b>		
Member dues	\$ 19,046	\$ 14,658
Association fees	33,442	34,488
Interest earned on unrestricted funds	<u>23</u>	<u>372</u>
	<u>52,511</u>	<u>49,518</u>
<b>EXPENSES</b>		
Administration charges	18,924	7,621
Accounting and legal fees	5,435	9,694
Insurance	5,198	4,860
Office expense	5,063	2,452
Meetings	4,308	3,792
Telephone	3,922	4,640
Website maintenance	2,154	4,230
Amortization	1,646	1,038
Judge's clinics	449	2,572
Interest and bank charges	285	1,008
Cost of membership	-	7,283
Travel and entertainment	<u>-</u>	<u>765</u>
	<u>47,384</u>	<u>49,955</u>
	5,127	(437)
<b>NATIONAL FINALS (Schedule)</b>	<u>(41,006)</u>	<u>(2,911)</u>
<b>EXCESS OF EXPENSES OVER REVENUES</b>	(35,879)	(3,348)
<b>NET ASSETS, beginning of the year</b>	<u>112,066</u>	<u>115,414</u>
<b>NET ASSETS, end of the year</b>	<u>\$ 76,187</u>	<u>\$ 112,066</u>

See accompanying notes

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# CANADIAN TEAM CATTLE PENNING ASSOCIATION

## SCHEDULE OF NATIONAL FINALS OPERATIONS

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For the Year Ended December 31,

(Unaudited - See Notice to Reader)

	<u>2004</u>	<u>2003</u>
Show entries	\$ 332,859	\$ 433,076
Less: Prizes	<u>(275,122)</u>	<u>(319,874)</u>
	<u>57,737</u>	<u>113,202</u>
Cost of show	70,268	109,485
Facilities	67,115	68,560
Less: Stall rental	<u>(16,523)</u>	<u>(25,604)</u>
	<u>120,860</u>	<u>152,441</u>
	(63,123)	(39,239)
Excess of revenue over costs for:		
Banquet	(1,570)	(754)
Parking	7,720	9,482
Sponsorship	<u>15,967</u>	<u>27,600</u>
<b>EXCESS OF EXPENSES OVER REVENUES</b>	<u>\$ (41,006)</u>	<u>\$ (2,911)</u>

*See accompanying notes*

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# CANADIAN TEAM CATTLE PENNING ASSOCIATION

## NOTES TO FINANCIAL STATEMENTS

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December 31, 2004

(Unaudited - See Notice to Reader)

The Canadian Team Cattle Penning Association (CTCPA) was incorporated October 16, 1996 under federal legislation as a non-profit organization and is generally not subject to income taxes on its excess of revenues over expenses.

### 1. SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with generally accepted accounting principles which, in the Association's opinion, have been properly prepared within reasonable limits of materiality. Significant accounting policies are described below.

#### a) Revenue recognition

The CTCPA 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 reasonable assured. Endowment contributions are recognized as direct increases in net assets.

#### b) Donated services

The work of CTCPA is dependent on the voluntary services of many members. The value of donated services is not recognized in these statements.

#### c) Capital Assets

Capital assets are recorded at cost. Depreciation and amortization are provided annually at rates calculated to write-off the assets over their estimated useful lives as follows:

Office furniture and equipment	10% straight line
Computer hardware	12% straight line
Computer software	100% straight line

### 2. STATEMENT OF CASH FLOW

No statement of cash flow or statement of changes in financial position is provided as the changes are readily apparent from the balance sheet and statement of operations and net assets.

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# CANADIAN TEAM CATTLE PENNING ASSOCIATION

## NOTES TO FINANCIAL STATEMENTS

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December 31, 2004

(Unaudited - See Notice to Reader)

### 3. CAPITAL ASSETS

	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Net Book Value</u>	
			<u>2004</u>	<u>2003</u>
Office furniture and equipment	\$ 750	\$ 112	\$ 638	\$ 713
Computer hardware	4,064	490	3,574	1,927
Computer software	<u>2,407</u>	<u>2,082</u>	<u>325</u>	<u>879</u>
	<u>\$ 7,221</u>	<u>\$ 2,684</u>	<u>\$ 4,537</u>	<u>\$ 3,519</u>