

# **CANADIAN TEAM CATTLE PENNING ASSOCIATION**

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## **FINANCIAL STATEMENTS**

**DECEMBER 31, 2005**

(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, 2005, 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 30, 2006

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>2005</u>	<u>2004</u>
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$ 119,549	\$ 71,557
Accounts receivable	<u>4,768</u>	<u>388</u>
	124,317	71,945
<b>CAPITAL ASSETS (Note 3)</b>	<u>5,101</u>	<u>4,537</u>
	<u>\$ 129,418</u>	<u>\$ 76,482</u>
 <b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 82,767	\$ 295
<b>NET ASSETS</b>		
Unrestricted net assets	<u>46,651</u>	<u>76,187</u>
	<u>\$ 129,418</u>	<u>\$ 76,482</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>2005</u>	<u>2004</u>
<b>REVENUES</b>		
Member dues	\$ 19,685	\$ 19,046
Association fees	39,463	33,442
Interest earned on unrestricted funds	<u>21</u>	<u>23</u>
	<u>59,169</u>	<u>52,511</u>
<b>EXPENSES</b>		
Administration charges	22,632	18,924
Accounting and legal fees	4,951	5,435
Insurance	1,298	5,198
Office expense	11,580	5,063
Meetings	4,165	4,308
Telephone	2,843	3,922
Website maintenance	1,055	2,154
Amortization	1,927	1,646
Seminars	3,951	449
Interest and bank charges	516	285
Travel	1,657	-
Advertising and promotion	<u>1,455</u>	<u>-</u>
	<u>58,030</u>	<u>47,384</u>
	1,139	5,127
<b>NATIONAL FINALS</b> <i>(Schedule)</i>	<u>(30,675)</u>	<u>(41,006)</u>
<b>EXCESS OF EXPENSES OVER REVENUES</b>	(29,536)	(35,879)
<b>NET ASSETS</b> , beginning of the year	<u>76,187</u>	<u>112,066</u>
<b>NET ASSETS</b> , end of the year	<u>\$ 46,651</u>	<u>\$ 76,187</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>2005</u>	<u>2004</u>
Show entries	\$ 355,694	\$ 332,859
Less: Prizes	<u>(291,764)</u>	<u>(275,122)</u>
	<u>63,930</u>	<u>57,737</u>
Cost of show	70,561	70,268
Facilities	57,788	67,115
Less: Stall rental	<u>(15,278)</u>	<u>(16,523)</u>
	<u>113,071</u>	<u>120,860</u>
	(49,141)	(63,123)
Excess of revenue over costs for:		
Banquet	(2,786)	(1,570)
Parking	7,907	7,720
Sponsorship	<u>13,345</u>	<u>15,967</u>
<b>EXCESS OF EXPENSES OVER REVENUES</b>	<u>\$ (30,675)</u>	<u>\$ (41,006)</u>

*See accompanying notes*

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# CANADIAN TEAM CATTLE PENNING ASSOCIATION

## NOTES TO FINANCIAL STATEMENTS

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December 31, 2005

(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, 2005

(Unaudited - See Notice to Reader)

### 3. CAPITAL ASSETS

	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Net Book Value</u>	
			<u>2005</u>	<u>2004</u>
Office furniture and equipment	\$ 750	\$ 187	\$ 563	\$ 638
Computer hardware	4,532	1,006	3,526	3,574
Computer software	<u>4,430</u>	<u>3,418</u>	<u>1,012</u>	<u>325</u>
	<u>\$ 9,712</u>	<u>\$ 4,611</u>	<u>\$ 5,101</u>	<u>\$ 4,537</u>