

# CANADIAN TEAM CATTLE PENNING ASSOCIATION

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## FINANCIAL STATEMENTS

DECEMBER 31, 2006

(Unaudited - See Notice to Reader)

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**Gordon F. Roper**  
Chartered Accountant

# Gordon F. Roper Professional Corporation

Chartered Accountant

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## NOTICE TO READER

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On the basis of information provided by management, I have compiled the statement of financial position of the Canadian Team Cattle Penning Association as at December 31, 2006, and the statement of operations and net assets for the year then ended.

I have not performed an audit or a review engagement in respect of these financial statements and, accordingly, I express no assurance thereon.

Readers are cautioned that these financial statements may not be appropriate for their purposes.

Calgary, Canada  
September 13, 2007



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>2006</u>	<u>2005</u>
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$ 80,104	\$ 119,549
Accounts receivable	<u>13,221</u>	<u>4,768</u>
	93,325	124,317
<b>CAPITAL ASSETS (Note 3)</b>	<u>5,040</u>	<u>5,101</u>
	<u>\$ 98,365</u>	<u>\$ 129,418</u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 47,371	\$ 82,767
<b>NET ASSETS</b>		
Unrestricted net assets	<u>50,994</u>	<u>46,651</u>
	<u>\$ 98,365</u>	<u>\$ 129,418</u>

*See accompanying notes*

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**Gordon F. Roper**  
Chartered Accountant

# CANADIAN TEAM CATTLE PENNING ASSOCIATION

## STATEMENT OF OPERATIONS AND NET ASSETS

For the Year Ended December 31,

(Unaudited - See Notice to Reader)

	<u>2006</u>	<u>2005</u>
<b>REVENUES</b>		
Member dues	\$ 18,458	\$ 19,685
Association fees	39,797	39,463
Interest earned on unrestricted funds	<u>-</u>	<u>21</u>
	<u>58,255</u>	<u>59,169</u>
<b>EXPENSES</b>		
Administration charges	36,367	22,632
Accounting and legal fees	1,262	4,951
Insurance	1,298	1,298
Office expense	12,083	11,580
Meetings	2,690	4,165
Telephone	3,260	2,843
Website maintenance	2,484	1,055
Amortization	1,838	1,927
Seminars	-	3,951
Interest and bank charges	259	516
Travel	436	1,657
Advertising and promotion	<u>1,025</u>	<u>1,455</u>
	<u>63,002</u>	<u>58,030</u>
	(4,747)	1,139
<b>NATIONAL FINALS (Schedule)</b>	<u>9,090</u>	<u>(30,675)</u>
<b>EXCESS OF REVENUES OVER EXPENSES</b>	4,343	(29,536)
<b>NET ASSETS, beginning of the year</b>	<u>46,651</u>	<u>76,187</u>
<b>NET ASSETS, end of the year</b>	<u>\$ 50,994</u>	<u>\$ 46,651</u>

See accompanying notes

Gordon F. Roper  
Chartered Accountant

# CANADIAN TEAM CATTLE PENNING ASSOCIATION

## SCHEDULE OF NATIONAL FINALS OPERATIONS

For the Year Ended December 31,

(Unaudited - See Notice to Reader)

	<u>2006</u>	<u>2005</u>
Show entries	\$ 374,235	\$ 355,694
Less: Prizes	<u>(268,528)</u>	<u>(291,764)</u>
	<u>105,707</u>	<u>63,930</u>
Cost of show	70,092	70,561
Facilities	62,057	57,788
Less: Stall rental	<u>(17,844)</u>	<u>(15,278)</u>
	<u>114,305</u>	<u>113,071</u>
	(8,598)	(49,141)
Excess of revenue over costs for:		
Banquet	(2,472)	(2,786)
Parking	8,462	7,907
Sponsorship	<u>11,698</u>	<u>13,345</u>
<b>EXCESS OF REVENUES OVER EXPENSES</b>	<u>\$ 9,090</u>	<u>\$ (30,675)</u>

*See accompanying notes*

Gordon F. Roper  
Chartered Accountant

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# CANADIAN TEAM CATTLE PENNING ASSOCIATION

## NOTES TO FINANCIAL STATEMENTS

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December 31, 2006

(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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Gordon F. Rope

Chartered Accountant

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# CANADIAN TEAM CATTLE PENNING ASSOCIATION

## NOTES TO FINANCIAL STATEMENTS

December 31, 2006

(Unaudited - See Notice to Reader)

### 3. CAPITAL ASSETS

	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Net Book Value</u>	
			<u>2006</u>	<u>2005</u>
Office furniture and equipment	\$ 750	\$ 263	\$ 487	\$ 563
Computer hardware	6,080	1,642	4,438	3,526
Computer software	<u>4,659</u>	<u>4,544</u>	<u>115</u>	<u>1,012</u>
	<u>\$ 11,489</u>	<u>\$ 6,449</u>	<u>\$ 5,040</u>	<u>\$ 5,101</u>

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Gordon F. Roper

Chartered Accountant