

N.D.G. SOCCER ASSOCIATION

**FINANCIAL STATEMENTS
AS AT OCTOBER 31, 2010**

N.D.G. SOCCER ASSOCIATION/ASSOCIATION DE SOCCER N.D.G.

OCTOBER 31, 2010

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AUDITORS' REPORT

To the Members of:

N.D.G. SOCCER ASSOCIATION/ASSOCIATION DE SOCCER N.D.G.

We have audited the balance sheet of **N.D.G. SOCCER ASSOCIATION/ASSOCIATION DE SOCCER N.D.G.** as at October 31, 2010 and the statements of income, changes in net assets and cash flows for the year then ended. These financial statements have been prepared in accordance with Canadian generally accepted accounting principles. These financial statements are the responsibility of the Association's management. 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 plan and perform an audit to obtain reasonable assurance 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 Association as at October 31, 2010 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

GOLDSMITH HERSH S.E.N.C.R.L.¹

Montréal, Québec
June 20, 2011

¹ CA auditor permit No. 3553

N.D.G. SOCCER ASSOCIATION/ASSOCIATION DE SOCCER N.D.G.

BALANCE SHEET

AS AT OCTOBER 31, 2010

ASSETS

	2010	2009
	\$	\$
CURRENT		
Cash	68,146	48,914
Term deposits (Note 3)	27,039	27,039
Accounts receivable (Note 4)	-	4,515
Prepaid expenses	475	4,732
	95,660	85,200

LIABILITIES

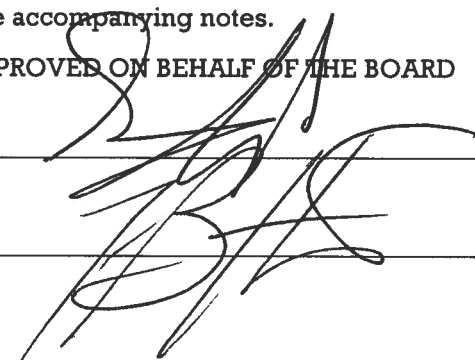
CURRENT		
Accounts payable and accrued liabilities (Note 5)	7,416	6,509
Deferred revenue	20,605	21,197
	28,021	27,706

NET ASSETS

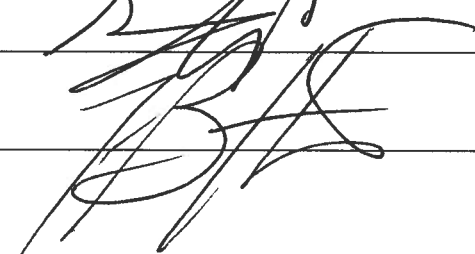
RESTRICTED FOR INTERNAL EXPENDITURE (Note 6)	5,000	5,000
CHARITY FUND - J.D. EIGENMAN (Note 7)	325	7,770
UNRESTRICTED	62,314	44,724
	67,639	57,494
	95,660	85,200

See accompanying notes.

APPROVED ON BEHALF OF THE BOARD



Director



Director

N.D.G. SOCCER ASSOCIATION/ASSOCIATION DE SOCCER N.D.G.
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED OCTOBER 31, 2010

	Charity Fund			2009
	Unrestricted	J.D. Eigenman	Restricted	
	\$	\$	\$	\$
Balance, beginning of year	44,724	7,770	5,000	26,503
Excess of revenues over expenditures	17,590	(7,445)	-	30,991
BALANCE, END OF YEAR	62,314	325	5,000	57,494

See accompanying notes.

N.D.G. SOCCER ASSOCIATION/ASSOCIATION DE SOCCER N.D.G.

STATEMENT OF INCOME

FOR THE YEAR ENDED OCTOBER 31, 2010

	2010	2009
	\$	\$
REVENUES		
Registration	491,688	455,142
Tournament	-	36,966
Sponsorship	46,033	34,430
Day camp	25,049	23,956
Subsidy	-	4,827
Soccer school	7,100	-
CDN team	4,900	-
Interest	224	1,000
Other	1,546	4,254
Charity fund - J.D. Eigenman	1,400	7,770
	577,940	568,345
EXPENSES		
Passports and affiliations	78,625	66,775
Rentals, uniforms and equipment	115,087	97,453
Referees	45,095	45,836
Tournaments	17,543	38,783
Technical director, coaching and physiotherapy	120,427	102,176
Salaries and benefits	72,200	76,412
Professional fees	12,987	10,104
Administration and office	96,986	99,815
J.D. Eigenman Fund	8,845	-
	567,795	537,354
EXCESS OF REVENUES OVER EXPENDITURES	10,145	30,991

N.D.G. SOCCER ASSOCIATION/ASSOCIATION DE SOCCER N.D.G.

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED OCTOBER 31, 2010**

	2010	2009
	\$	\$
CASH FLOW PROVIDED BY (USED IN):		
OPERATING ACTIVITIES		
Excess of revenues over expenditures	10,145	30,991
	10,145	30,991
Changes in non-cash working capital:		
Accounts receivable	4,515	(835)
Prepays	4,257	(4,270)
Accounts payable	907	(6,088)
Deferred revenue	(592)	7,568
	9,087	(3,625)
Cash flows provided by operating activities	19,232	27,366
DECREASE IN CASH AND CASH EQUIVALENTS	19,232	27,366
Cash and cash equivalents, beginning of year	75,953	48,587
CASH AND CASH EQUIVALENTS, END OF YEAR	95,185	75,953

N.D.G. SOCCER ASSOCIATION/ASSOCIATION DE SOCCER N.D.G.

NOTES TO FINANCIAL STATEMENTS

AS AT OCTOBER 31, 2010

1. PURPOSE OF ORGANIZATION

The organization was incorporated under Part III of the Quebec Companies Act on April 11, 1979. It is registered with Revenue Canada and Revenue Quebec as a tax exempt organization. The organization's primary purpose is to promote soccer activities in the area.

2. ACCOUNTING POLICIES

Use of Estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and revenue and expenses during the period reported. Actual results could differ from those estimates.

Cash and cash equivalents

Cash consists of cash on hand and bank deposits. Cash equivalents are restricted to investments that are readily convertible into a known amount of cash, that are subject to minimal risk of changes in value.

Revenue Recognition

N.D.G. SOCCER ASSOCIATION/ASSOCIATION DE SOCCER N.D.G. follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the period 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. Endowment contributions are recognized as direct increases in net assets.

Contributed services

In order to carry out its activities, the Organization receives volunteer services from the community. The value of contributed services is not recognized in these statements due to difficulty of determining their fair value.

Accounting Pronouncements

The Accounting Standards Board (AcSB) has restructured the accounting standards for not-for-profit organizations. For fiscal years beginning on or after January 1, 2012, NFPO's will be required to follow either accounting standards for not-for-profit organizations or International Financial Reporting Standards. These standards encompass several changes in the recognition, measurement, presentation and disclosure of items, some of which may impact the Organization's current accounting standards. Management is in the process of reviewing the new standards and has not yet determined what the impact of adopting these standards will have on its financial statements.

N.D.G. SOCCER ASSOCIATION/ASSOCIATION DE SOCCER N.D.G.

NOTES TO FINANCIAL STATEMENTS

AS AT OCTOBER 31, 2010

3. TERM DEPOSIT

The term deposit matures on August 31, 2011, at a rate of return of 0.5% (2009 - 0.2%).

4. ACCOUNTS RECEIVABLE

Accounts receivable consists of the following:

	2010	2009
	\$	\$
Accounts receivable	-	2,515
Other receivables	-	2,000
	-	4,515

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2010	2009
	\$	\$
Trade accounts payable	7,418	4,500
Accrued liabilities	-	674
Salaries and employee benefits	-	1,335
	7,418	6,509

6. INTERNALLY RESTRICTED FUND

In accordance with the policies and procedures of the Organization, \$5,000 is set up as restricted fund for any unforeseen expenditures that may arise in the normal course of operations. The board and the committee have the authority to pass a resolution to use this fund. The fund is invested in a short term deposit.

N.D.G. SOCCER ASSOCIATION/ASSOCIATION DE SOCCER N.D.G.

NOTES TO FINANCIAL STATEMENTS

AS AT OCTOBER 31, 2010

7. J. D. EIGENMAN CHARITY FUND

The charity fund was created to offer financial support to underprivileged kids for engaging in Soccer activities or their studies. The Organization is responsible for obtaining funds for this charitable fund.

8. FINANCIAL INSTRUMENTS

Risk Management Policy

The Organization is exposed to various risks through its financial instruments. The following analysis provides a measure of the risks as at October 31, 2010.

The carrying amounts of financial instruments including cash, term deposit, accounts receivable, and accounts payable and accrued liabilities approximate fair value because of the short maturity of those financial instruments.

Credit Risk

The carrying value of the Organization's financial assets represents the maximum credit risk to which the Company is exposed.

Liquidity Risk

The Organization considers that it has sufficient funds available to meet its obligations when they come due, at a reasonable cost.

9. CONTINGENT LIABILITY

The Organization is involved in a legal claim which has arisen in the normal course of operations, the outcome of which is not yet determinable. No accrual has been made regarding this claim as in the opinion of management, based on information presently available, any monetary liability or financial impact of such lawsuits, claims or potential claims to which the Organization might be subject would not be material to the financial position of the Organization and the results of operations.

10. CAPITAL DISCLOSURES

The Organization's Capital consists of its net assets. Its objective when managing its capital is to safeguard the Organization's ability to successfully continue its operations in order to fulfil its mission. The Organization manages the structure of its Capital by establishing annual budgets.

11. COMPARATIVE FIGURES

The comparative figures for the year ended 2009 were reported by the Organization's previous auditors.