
WESTWIND FOREST STEWARDSHIP INC.

FINANCIAL STATEMENTS

MARCH 31, 2012

WESTWIND FOREST STEWARDSHIP INC.

MARCH 31, 2012

CONTENTS

	Page
REVIEW ENGAGEMENT REPORT	1
FINANCIAL STATEMENTS	
Balance Sheet	2
Statement of Changes in Net Assets	3
Statement of Revenue, Expenditures, and Surplus	4
Statement of Changes in Financial Position	5
Notes to the Financial Statements	6

Charles A. Durocher
Chartered Accountant

6 William Street
Parry Sound, Ontario P2A 1V1
Phone: 705-746-5300
Fax: 705-746-1482

REVIEW ENGAGEMENT REPORT

To the Members of
WESTWIND FOREST STEWARDSHIP INC.

I have reviewed the balance sheet of WESTWIND FOREST STEWARDSHIP INC. as at March 31, 2012 and the statements of revenue, expenditures and surplus, changes in net assets and changes in financial position, for the year then ended. My review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussion related to information supplied to me by the company.

A review does not constitute an audit and consequently, I do not express an audit opinion on these financial statements.

Based on my review nothing has come to my attention that causes me to believe that these financial statements are not, in all material respects, in accordance with Canadian generally accepted accounting principles.

Parry Sound, Ontario
May 11, 2012

CHARLES A. DUROCHER, C. A.
LICENSED PUBLIC ACCOUNTANT

WESTWIND FOREST STEWARDSHIP INC.

BALANCE SHEET
AS AT MARCH 31, 2012

	2012	2011
ASSETS		
CURRENT ASSETS		
Cash and term deposits	\$ 224,824	\$ 153,756
Accounts receivable (Note 3)	68,230	99,980
	293,054	253,736
CAPITAL ASSETS (Note 4)		
	7,811	9,990
	\$ 300,865	\$ 263,726
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	\$ 116,527	\$ 96,620
	116,527	96,620
NET ASSETS		
Net assets invested in capital assets	7,811	9,990
Unrestricted net assets	176,527	157,116
	184,338	167,106
	\$ 300,865	\$ 263,726

APPROVED ON BEHALF OF THE MEMBERS:

Director

PREPARED WITHOUT AUDIT

WESTWIND FOREST STEWARDSHIP INC.

STATEMENT OF CHANGES IN NET ASSETS**FOR THE YEAR ENDED MARCH 31, 2012**

	<u>Invested in Capital Assets</u>	<u>Unrestricted</u>	<u>Internally Restricted</u>	<u>2012 Total</u>	<u>2011 Total</u>
Balance beginning of year	\$ 9,990	\$ 157,116	\$ -	\$ 167,106	\$ 113,856
Excess (shortfall) of revenue over expenses	(2,179)	19,411	-	17,232	53,250
	\$ 7,811	\$ 176,527	\$ -	\$ 184,338	\$ 167,106

PREPARED WITHOUT AUDIT

WESTWIND FOREST STEWARDSHIP INC.

STATEMENT OF REVENUE, EXPENDITURES AND SURPLUS**FOR THE YEAR ENDED MARCH 31, 2012**

	2012	2011
OPERATING REVENUE		
Funding		
Renewal trust	\$ 143,171	\$ 142,631
Forestry futures	342,630	289,468
Ivey foundation	103,537	48,400
Other		
Levies	492,732	397,450
Services	5,117	5,034
MNR inventory	39,100	89,590
MNR partnership	3,450	8,000
Roads funding	613,908	615,163
Share sales	59,531	127,623
Interest income	1,814	351
	1,804,990	1,723,710
OPERATING EXPENSES		
Staff	471,441	483,378
Vehicle	49,965	41,937
Office and administration	48,577	49,081
FSC standards	35,802	13,337
Annual planning	77,774	72,534
Other operational	740,153	707,912
Forestry futures	340,492	286,859
Silviculture expenses	21,375	12,602
Depreciation	2,179	2,820
	1,787,758	1,670,460
SURPLUS FOR THE YEAR	\$ 17,232	\$ 53,250

PREPARED WITHOUT AUDIT

WESTWIND FOREST STEWARDSHIP INC.

STATEMENT OF CHANGES IN FINANCIAL POSITION**FOR THE YEAR ENDED MARCH 31, 2012**

	2012	2011
OPERATING ACTIVITIES		
Working capital from operations		
Surplus (deficiency)	\$ 17,232	\$ 53,250
Add: non working capital charges (credits)		
Depreciation	2,179	2,820
	19,411	56,070
Net change in non-cash working capital balances from operations*	51,657	(62,371)
	71,068	(6,301)
FINANCING ACTIVITIES		
	-	-
INVESTING ACTIVITIES		
	-	-
INCREASE (DECREASE) IN CASH	71,068	(6,301)
CASH, beginning of year	153,756	160,057
CASH, end of year	\$ 224,824	\$ 153,756

* Consisting of changes in accounts receivable, GST receivable, accounts payable and accrued liabilities and stewardship funds payable.

PPREPARED WITHOUT AUDIT

WESTWIND FOREST STEWARDSHIP INC.

NOTES TO THE FINANCIAL STATEMENTS**MARCH 31, 2012****1. NATURE OF ORGANIZATION**

The organization is a non-profit corporation that provides for the ecologically sustainable management of the French/Severn Forest. For income tax purposes the organization is classed as a non-profit organization.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**(a) Capital Assets**

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

Computer	- 30% declining balance
Equipment	- 20% declining balance
Vehicles	- 30% declining balance

(b) Revenue Recognition - Contributions

The organization follows the deferral method of accounting for contributions. Restricted contributions are recognised as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognised as revenue when received or receivable.

3. ACCOUNTS RECEIVABLE

Accounts receivable consist of the following:

	2012	2011
URS	\$ -	\$ 21,470
Norman Forestry	27,120	-
RBC	26,979	17,370
Others	14,131	61,140
Total	\$ 68,230	\$ 99,980

4. CAPITAL ASSETS

	<u>Cost</u>	<u>Accumulated Amortization</u>	Net 2012	Net 2011
Computer	\$ 56,744	\$ 55,568	\$ 1,176	\$ 1,680
Equipment	59,762	53,216	6,546	8,183
Vehicles	9,180	9,091	89	127
Total	\$ 125,686	\$ 117,875	\$ 7,811	\$ 9,990

5. COMMITMENT

The organization has entered into an office lease agreement for 1 year at an annual rental of \$14,300.

PREPARED WITHOUT AUDIT