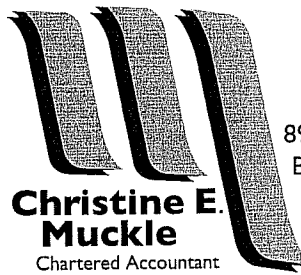


Junior Achievement of Sarnia Inc.

Financial Statements

Year Ended June 30, 2008



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AUDITOR'S REPORT

To the Directors of Junior Achievement of Sarnia Inc.

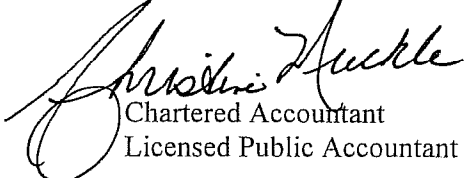
I have audited the statement of financial position of Junior Achievement of Sarnia Inc. as at June 30, 2008 and the statements of revenue, expenses and fund balances and cash flows for the year then ended. These financial statements are the responsibility of the organization's management. My responsibility is to express an opinion on these financial statements based on my audit.

I have conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I 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 common with many charitable organizations, the organization derives revenue from donation and other fund raising activities the completeness of which is not susceptible to satisfactory audit verification. Accordingly, my verification of this revenue was limited to the amounts recorded in the records of the company and I was not able to determine whether any adjustments might be necessary to donation, other program revenue, excess of revenue over expenses, assets and fund balances.

In my opinion, except for the effect of adjustments, if any, which I might have determined to be necessary had I been able to extend my examination of donation and other fundraising activities referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the organization as at June 30, 2008 and the results of its operations and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Blenheim, Ontario
September 26, 2008


Chartered Accountant
Licensed Public Accountant

Junior Achievement of Sarnia Inc.

Statement of Financial Position

June 30, 2008

	Operating Fund	Achiever Fund	2008	2007
Assets				
Current Assets				
Cash	\$ 4,176	\$ 353	\$ 4,529	\$ 3,794
Accounts receivable	5,730	16	5,746	335
Inter-fund account	1,635	(1,635)	-	-
Prepaid expenses	<u>-</u>	<u>1,950</u>	<u>1,950</u>	<u>1,431</u>
	11,541	684	12,225	5,560
Capital assets (note 2)	<u>1,356</u>	<u>-</u>	<u>1,356</u>	<u>1,715</u>
	<u>\$ 12,897</u>	<u>\$ 684</u>	<u>\$ 13,581</u>	<u>\$ 7,275</u>
Liabilities and Fund Balances				
Current liabilities				
Accounts payable and accrued liabilities	\$ 13,075	\$ -	\$ 13,075	\$ 7,308
Fund Balances				
Invested in capital assets	1,356	-	1,356	1,715
Unrestricted	<u>(1,534)</u>	<u>684</u>	<u>(850)</u>	<u>(1,748)</u>
	<u>(178)</u>	<u>684</u>	<u>506</u>	<u>(33)</u>
	<u>\$ 12,897</u>	<u>\$ 684</u>	<u>\$ 13,581</u>	<u>\$ 7,275</u>

See accompanying notes to financial statements

Approved on Behalf of the Board

_____ Director

_____ Director

Junior Achievement of Sarnia Inc.
Statement of Revenue, Expenses and Fund Balances
Year Ended June 30, 2008

	Operating Fund	Achiever Fund	2008 Total	2007 Total
Revenue				
Contributions and donations	\$ 49,870	\$ -	\$ 49,870	\$ 30,062
Fundraising	6,975	-	6,975	7,830
Other revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,982</u>
	56,845	-	56,845	42,874
Expenses				
Centre				
Advertising and promotion	613	-	613	776
Amortization	359	-	359	457
Bank charges	-	-	-	3
Insurance	1,158	-	1,158	2,493
Office expenses	361	-	361	1,672
Rent	2,074	-	2,074	2,819
Telephone	<u>2,915</u>	<u>-</u>	<u>2,915</u>	<u>2,476</u>
	7,480	-	7,480	10,696
Program				
Conferences and travel	-	-	-	804
Fees -JACAN	2,920	-	2,920	2,452
Direct program	2,913	693	3,606	5,790
Professional fees	1,493	-	1,493	1,360
Fundraising	<u>3,672</u>	<u>-</u>	<u>3,672</u>	<u>2,683</u>
	10,998	693	11,691	13,089
Salaries and wages	<u>37,135</u>	<u>-</u>	<u>37,135</u>	<u>36,313</u>
	<u>55,613</u>	<u>693</u>	<u>56,306</u>	<u>60,098</u>
Excess of revenue over expenses (expenses over revenue)	1,232	(693)	539	(17,224)
Fund balance (deficiency), beginning of year	<u>(1,410)</u>	<u>1,377</u>	<u>(33)</u>	<u>17,191</u>
Fund balance (deficiency), end of the year	<u>\$ (178)</u>	<u>\$ 684</u>	<u>\$ 506</u>	<u>\$ (33)</u>

See accompanying notes to financial statements

Junior Achievement of Sarnia Inc.

Statement of Cash Flows

Year Ended June 30, 2008

	2008	2007
Cash Provided by (used for)		
Operations		
Excess of revenue over expenses (expenses over revenue)	\$ 539	\$ (17,224)
Items not involving cash:		
Amortization of capital costs which does not involve cash	359	457
Change in non-cash operating working capital	<u>(163)</u>	<u>(953)</u>
	735	(17,720)
Increase (decrease) in cash	735	(17,720)
Cash, beginning of year	<u>3,794</u>	<u>21,514</u>
Cash, end of year	<u>\$ 4,529</u>	<u>\$ 3,794</u>

See accompanying notes to financial statements

Junior Achievement of Sarnia Inc.

Notes to Financial Statements

Year ended June 30, 2008

Junior Achievement of Sarnia Inc. is a registered charity under the Income Tax Act and accordingly is exempt from income tax provided certain requirements of the Income Tax Act are met.

1. Summary of Significant Accounting Policies

Fund accounting

The company follows the restricted fund method of accounting for contributions.

The operating fund accounts for the day-to-day activities of the organization.

The achiever fund reports only activities related to achiever purposes.

Revenue recognition

Restricted contributions are recognized as revenue of the appropriate fund in the year in which the related expenses are incurred. Where a portion of a restricted contribution relates to a future period, it is deferred and recognized in the appropriate period.

Unrestricted contributions are recognized as revenue of the operating fund in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Capital assets

Capital assets are recorded at cost. Amortization is provided on the straight-line basis at the following annual rates:

Equipment	20%
Computer equipment	30%

Contributed services

A substantial number of volunteers contribute a significant amount of time each year. Due to the difficulty in determining the fair value, contributed services are not recognized in the financial statements.

Use of estimates

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

Junior Achievement of Sarnia Inc.

Notes to Financial Statements

(Unaudited)

Year ended June 30, 2008

2. Capital assets

	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>2008</u>	<u>2007</u>
Equipment	\$ 7,090	\$ 5,844	\$ 1,246	\$ 1,558
Computer equipment	<u>4,126</u>	<u>4,016</u>	<u>110</u>	<u>157</u>
	<u>\$ 11,216</u>	<u>\$ 9,860</u>	<u>\$ 1,356</u>	<u>\$ 1,715</u>

3. Fair value of financial assets and financial liabilities

The carrying value of cash, accounts receivable and accounts payable and accrued liabilities approximate their fair value due to the relatively short term period to maturity of the financial instruments and /or they bear interest rates which reflect current market rates.

4. Subsequent event

On July 1, 2008 Junior Achievement of Sarnia Inc. amalgamated with Junior Achievement of Chatham-Kent County to become Junior Achievement of Southwestern Ontario.