

**PARTI MARIJUANA / MARIJUANA PARTY**

**Financial Statements  
as at December 31, 2007**

Statement of Operations and Changes in Net Assets	2
Statement of Cash Flows	3
Statement of Financial Position	4
Notes to Financial Statements	5

# Gary A. Rozon

Certified Management Accountant  
Certified Government Auditing Professional  
Auditor

156 Redpath Drive  
Ottawa ON  
K2G 6K5

## Auditor's Report

To: Jan Redekop, Chief Agent Marijuana Party

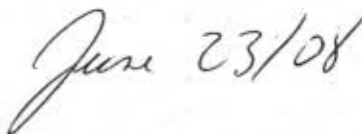
I have audited the Balance Sheet, Statement of Revenue and Expenses and the Financial Transactions Return as at December 31, 2007 in accordance with sections 424 to 434 of the Canada Elections Act. These financial statements are the responsibility of the Party's management. My responsibility is to express an opinion on this Financial Transaction Return based on my audit.

I conducted the audit in accordance with Canadian Generally Accepted Auditing Standards and Section 424 to 434 of the Canada Elections Act. 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 statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement preparation.

In my opinion, the financial transaction return present fairly, in all material respects, the financial position of the Party as at December 31, 2007 and the results of its operations, changes in fund balances and cash flows for the period then ended in accordance with Canadian Generally Accepted Accounting Principles and Sections 424 to 434 of the Canada Elections Act.



Ottawa, Ontario  
June 23, 2008



**PARTI MARIJUANA / MARIJUANA PARTY**  
**Statement of Operations and Changes in Net Assets**  
for the year ended December 31, 2007

	<u>2007</u>	<u>2006</u>
<b>REVENUES</b>		
Contributions greater than \$200	\$ 3,400	\$ 5,405
Contributions \$200 or less	-	100
Transfers	-	55
	<u>3,400</u>	<u>5,560</u>
<b>EXPENSES</b>		
Professional services	424	750
Advertising - Other (signs, brochures, ads, Internet)	232	624
Interest	-	180
Office expenses	2,550	-
Travel	1,000	-
Bank charges	88	85
	<u>4,294</u>	<u>1,639</u>
Excess (deficiency) of revenues over expenses	(894)	3,921
Net assets, beginning of year	<u>1,652</u>	<u>(2,269)</u>
Net assets, end of year	<u>\$ 758</u>	<u>\$ 1,652</u>

The attached notes are an integral part of these financial statements.

**PARTI MARIJUANA / MARIJUANA PARTY****Statement of Cash Flows**

for the year ended December 31, 2007

	<u>2007</u>	<u>2006</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Excess (deficiency) of revenues over expenses	\$ (894)	\$ 3,921
Changes in working capital		
Accounts Receivable	(400)	-
Accounts Payable	(28)	(350)
	<u>(1,321)</u>	<u>3,572</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Loan from member	-	(2,000)
Decrease (increase) in cash	(1,321)	1,572
Cash, beginning of year	1,680	108
Cash, end of year	<u>\$ 358</u>	<u>\$ 1,680</u>

The attached notes are an integral part of these financial statements.

**PARTI MARIJUANA / MARIJUANA PARTY****Statement of Financial Position**

as at December 31, 2006

---

	<u>2007</u>	<u>2006</u>
<b>ASSETS</b>		
Current assets		
Cash	\$ 358	\$ 1,680
Accounts Receivable	400	-
	<u>\$ 758</u>	<u>\$ 1,680</u>
<b>LIABILITIES</b>		
Current liabilities		
Accounts Payable	\$ -	\$ 28
	-	28
<b>NET ASSETS</b>	<u>758</u>	<u>1,652</u>
	<u>\$ 758</u>	<u>\$ 1,680</u>

The attached notes are an integral part of these financial statements.



**PARTI MARIJUANA / MARIJUANA PARTY****Notes to Financial Statements**December 31, 2007

---

**1 PURPOSE OF THE ORGANIZATION**

The party was officially registered as a political party on November 6, 2000 and has as its objective the legalization of marijuana and the legalization of a revolution.

**2 SIGNIFICANT ACCOUNTING POLICIES****Accounting estimates**

The preparation of the financial statements in conformity with generally accepted accounting principles requires the chief agent to make estimates that affect the reported amounts of assets and liabilities as at the date of the financial statements, as well as reported amounts of revenues and expenses during the reporting period. These estimates are subject to measurement uncertainty and the effect on the financial statements of changes in such estimates in future periods could be significant.

**Revenue recognition**

Monetary contributions are recognized on a cash basis. Non-monetary contributions are recognized at their fair market value when goods or services are received.

**Contributed services**

The functioning of the party depends, in a large part, on the volunteer work of members. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements.