



## INDEPENDENT AUDITOR'S REPORT

To the Chief Agent for the Libertarian Party of Canada

To the Chief Electoral Officer for Elections Canada

### Report on the return

I have audited the accompanying Registered Party Financial Transactions Return (the "Return") of the **Libertarian Party of Canada** for the year ended December 31, 2011. This return has been prepared by the Chief Agent of the Libertarian Party of Canada based on the financial reporting provisions of Section 429 (1) of the *Canada Elections Act* and in the prescribed form issued by Elections Canada.

### The Chief Agent's responsibility for the Return

The Chief Agent is responsible for the preparation of the Return in accordance with the financial reporting provisions of Section 429 (1) of the *Canada Elections Act* and in the prescribed form issued by Elections Canada and for such internal control as the Chief Agent determines necessary to enable the preparation of a Return is free from material misstatement, whether due to fraud or error.

### Auditor's responsibility

My responsibility is to express an opinion on the Return based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the Return is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Return. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Return, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the Return in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the chief agent, as well as evaluating the overall presentation of the Return.



I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis of my qualified audit opinion.

**Basis of qualified opinion**

The *Canada Elections Act* does not require me to report, nor was it practical to determine, that the accounting records include all transactions relating to the Libertarian Party of Canada for the year ended December 31, 2011. Accordingly, my verification of the election expenses was limited to the financial transactions recorded in the Libertarian Party of Canada's accounting records.

**Qualified Opinion**

In my opinion, except for the possible effects of the matter described in the Basis for qualified opinion paragraph, the Return of the Libertarian Party of Canada for the year ended December 31, 2011 is prepared, in all material respects, in accordance with the financial reporting provisions of Section 429 (1) of the *Canada Elections Act* and in the prescribed form issued by Elections Canada.

**Report on other legal and regulatory requirements**

As required by Subsection 430 (1) of the *Canada Elections Act*, in my opinion, the Return presents the information contained in the financial records on which it is based.

North Vancouver, BC, Canada  
May 31, 2012

CHARTERED ACCOUNTANT



## INDEPENDENT AUDITOR'S REPORT

To: The Chief Financial Officer: Paul Geddes  
Libertarian Party of Canada

To: The Chief Electoral Officer  
Elections Canada

I have audited the accompanying financial statements of the Libertarian Party of Canada, which comprise the statement of assets and liabilities as at December 31, 2011, and the statements of income and expenses for the year then ended.

### **Chief Financial Officer's Responsibility for the Financial Statements**

The Chief Financial Officer is responsible for the preparation and fair presentation of these financial statements in accordance with the Election Finances Act and the guidelines issued by the Chief Electoral Officer and for such internal control as the Chief Financial Officer determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the presentation of the financial statements. The Act does not, however, require me to report, nor was it practicable for me to determine, that contributions reported include only those which may be properly retained in accordance with the provisions of the Act.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

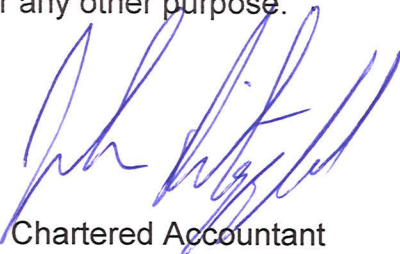


## Opinion

In my opinion, except for the effect of adjustments, if any, which I might have determined to be necessary had I been able to satisfy myself concerning the completeness of contribution income and expenses, these financial statements present fairly, in all material respects, the financial position of the Libertarian Party of Canada as at December 31, 2011, and its income and expenses for the year then ended in accordance with the accounting requirements of the Election Finances Act and the guidelines issued by the Chief Electoral Officer.

These financial statements, which have not been and were not intended to be prepared in accordance with Canadian generally accepted accounting principles, are solely for the information and use of the Chief Electoral Officer to comply with the Election Finances Act. The financial statements are not intended to be and should not be used by anyone other than the specified user or for any other purpose.

North Vancouver, B.C  
May 31, 2012



Chartered Accountant

LIBERTARIAN PARTY OF CANADA  
STATEMENT OF ASSETS AND LIABILITIES  
As at December 31, 2011

	2011	2010
Assets		
Cash in bank	\$9,474	\$12,775
Prepaid expenses	0	1,000
	-----	-----
	\$9,474	\$13,775
	=====	=====
Liabilities		
Accounts payable	\$1,736	\$2,224
Surplus		
Surplus at start of year	11,552	7,800
(Deficit)/surplus for the year	(3,814)	3,752
	-----	-----
	7,738	11,552
	-----	-----
	\$9,474	\$13,775
	=====	=====

LIBERTARIAN PARTY OF CANADA  
Statement of Income & Expenses  
For the year ended December 31, 2011

	2011	2010
Revenue		
Contributions	\$10,612	\$7,740
	<u>10,612</u>	<u>7,740</u>
Expenses		
Accounting fee	\$2,190	\$1,450
Advertising	0	85
Bank charges	24	124
Campaign contributions	4,397	0
Convention expenses	3,919	0
Office and general expenses	3,397	2,094
Returned Contribution	0	150
Travel expenses	498	0
Unhonoured Contribution	0	85
	<u>14,426</u>	<u>3,988</u>
(Deficit)/Surplus for the year	<u>(\$3,814)</u>	<u>\$3,752</u>

LIBERTARIAN PARTY OF CANADA  
Notes to the Statement of Assets and Liabilities  
For the year ended December 31, 2011

	2011	2010
1. Cash in bank		
Bank balance	\$8,402	\$12,475
Deposits in transit	4,240	300
Outstanding cheques	(3,169)	0
	-----	-----
	\$9,474	\$12,775
	=====	=====
2. Accounts payable		
Accrued liabilities	\$1,736	\$2,224
	-----	-----
	\$1,736	\$2,224
	=====	=====