

THE BRIDGE PARTY OF CANADA
Financial Statements
Year Ended December 31, 2015

THE BRIDGE PARTY OF CANADA
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Year Ended December 31, 2015

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**Suntharalingam
Professional Corporation**
Chartered Accountant and Business Advisor

INDEPENDENT AUDITOR'S REPORT

To the Chief Agent and Central Executive Committee for The Bridge Party of Canada

I have audited the accompanying financial statements of The Bridge Party of Canada, which comprise the statement of financial position as at December 31, 2015 and the statements of operations, changes in net assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management 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 judgment, 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 and fair presentation 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 overall presentation of the financial statements.

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

Authorized to practice public accounting by The Chartered Professional Accountants of Ontario.

(continues)

THE BRIDGE PARTY OF CANADA
Statement of Financial Position
December 31, 2015

ASSETS

CURRENT

Cash

\$ 19,563

LIABILITIES AND NET ASSETS

CURRENT

Loan payable

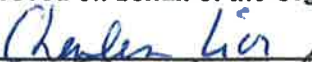
\$ 4,336


NET ASSETS - UNRESTRICTED

15,227

\$ 19,563

Approved on behalf of the Organization's Executive committee:

 _____ Chief Agent

 _____ Leader

See accompanying notes to financial statements

THE BRIDGE PARTY OF CANADA
Statement of Changes in Net Assets
Year Ended December 31, 2015

| | <u>2015</u> |
|---|-------------------------|
| NET ASSETS - UNRESTRICTED, BEGINNING OF YEAR | \$ - |
| EXCESS OF REVENUE OVER EXPENSES | <u>15,227</u> |
| NET ASSETS - UNRESTRICTED, END OF YEAR | <u>\$ 15,227</u> |

See accompanying notes to financial statements

THE BRIDGE PARTY OF CANADA
Statement of Operations
Year Ended December 31, 2015

REVENUE

| | |
|--|------------------|
| Transfer - Candidate campaign election | <u>\$ 70,167</u> |
|--|------------------|

EXPENSES

| | |
|-------------------------------------|--------|
| Candidate campaign election expense | 45,915 |
|-------------------------------------|--------|

| | |
|-------------|-------|
| Advertising | 6,769 |
|-------------|-------|

| | |
|----------------|--------------|
| Office expense | <u>2,256</u> |
|----------------|--------------|

| | |
|--|---------------|
| | <u>54,940</u> |
|--|---------------|

EXCESS OF REVENUE OVER EXPENSES

| | |
|--|------------------|
| | <u>\$ 15,227</u> |
|--|------------------|

THE BRIDGE PARTY OF CANADA
Statement of Cash Flows
Year Ended December 31, 2015

| | |
|---------------------------------|-----------------------------|
| OPERATING ACTIVITY | |
| EXCESS OF REVENUE OVER EXPENSES | <u>\$ 15,227</u> |
| FINANCING ACTIVITY | |
| Loan payable | <u> 4,336</u> |
| INCREASE IN CASH FLOW | 19,563 |
| CASH - BEGINNING OF YEAR | <u> -</u> |
| CASH - END OF YEAR | <u>\$ 19,563</u> |

See accompanying notes to financial statements

THE BRIDGE PARTY OF CANADA
Notes to Financial Statements
Year Ended December 31, 2015

1. PURPOSE OF THE ORGANIZATION

The Bridge Party of Canada (the "Organization") is a not-for-profit political organization. The organization is a registered official political party under the Elections Canada Act. The organization strives to unite within its ranks all those who defend and advance the interests of the working class in Canada and who aspire for a socialist future. The organization participates in federal elections and is active in a wide range of extra parliamentary activities across Canada on a consistent and ongoing basis. The organization is a not-for-profit organization under the Income Tax Act (Canada) and as such, is exempt for income taxes, provided certain requirements of the Income Tax Act are met.

2. BASIS OF PRESENTATION

The financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Cash and cash equivalents

Cash is defined as cash on hand, cash on deposit, and short-term deposits with maturity dates of less than 90 days, net of cheques issued and outstanding at the reporting date.

Use of estimates

The preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the year. Significant items subject to such estimates and assumptions. Actual results could differ from management's best estimates as additional information becomes available in the future.

Contributed services

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

Financial instruments policy

The organization initially measures its financial assets and financial liabilities at fair value, except for certain non-arm's length transactions. The organization subsequently measures all its financial assets and financial liabilities at amortized cost. Financial assets measured at amortized cost include cash. Financial liabilities measured at amortized cost include loan payable.

4. FINANCIAL INSTRUMENTS

The organization is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the organization's risk exposure and concentration as of December 31, 2015:

(continues)

THE BRIDGE PARTY OF CANADA
Notes to Financial Statements
Year Ended December 31, 2015

4. FINANCIAL INSTRUMENTS *(continued)*

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The organization is exposed to this risk mainly in respect of its receipt of funds from its customers and other related sources, and loan payable.

Basis of Qualified Opinion

In common with many not-for-profit organizations, the Bridge Party of Canada derives a substantial portion of its revenue from donations and contributions, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, my verification of revenue from this source was limited to accounting for the amounts recorded in the books of the Bridge Party of Canada and I was not able to determine where any adjustment might be necessary to the amount of donations and contributions reported.

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 Bridge Party of Canada for the year ending December 31, 2015 is prepared, in all material respects, in accordance with the financial reporting provisions of Section 432(1) of the Canada Elections Act and in the prescribed form issued by Elections Canada.

Basis of Accounting and Restriction on Use

I draw your attention to the Note to the Return which describes the basis of accounting. The Return is prepared to assist the chief agent of the Bridge Party of Canada to meet the requirements of the Canada Elections Act. As a result, the Return may not be suitable for another purpose. My report is intended solely for the chief agent of the Bridge Party of Canada and the chief electoral officer, and should not be used by parties other than the chief agent and the chief electoral officer.

Report on the Other Legal and Regulatory Requirements

As required by Subsection 435 (1) of the Canada Elections Act, in my opinion, the Return presents the information contained in the financial records on which it is based.



Krishan Suntharalingam
Chartered Accountant
Chartered Professional Accountant