

KURIN AND PARTNERS LLP

CHARTERED ACCOUNTANTS

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AUDITOR'S REPORT

To the Chief Financial Officer
Libertarian Party of Canada

We have audited the statement of assets and liabilities of Libertarian Party of Canada as at December 31, 2008 and the statement of income and expenses for the year then ended, prepared in accordance with the Election Finances Act and the guidelines issued by the Chief Electoral Officer. These financial statements are your responsibility as the chief financial officer of the constituency association/political party. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards and the requirements of the Election Finances Act. Canadian generally accepted auditing standards require that we 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 the chief financial officer, as well as evaluating the overall financial statement presentation. The Act does not, however, require us to report, nor was it practicable for us to determine, that contributions reported include only those which may be properly retained in accordance with the provisions of the Act.

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves 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, 2008 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 as disclosed in the notes to the financial statements.

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 users or for any other purpose.



CHARTERED ACCOUNTANTS
LICENSED PUBLIC ACCOUNTANTS

Toronto, Canada
September 23, 2009

Libertarian Party of Canada
Balance Sheet
Balance Sheet

Prepared by	Reviewed by
BM	JK
9/21/2009	9/23/2009

2.1

	Current	Prior	Variance	%Var
ASSETS				
Current Assets				
Bank	8,581.84	14,885.97	(6,304.13)	(42.35)
Accounts receivable	1,344.00	0.00	1,344.00	0.00
Prepaid expenses and deposits	0.00	700.00	(700.00)	(100.00)
Marketable Securities	0.00	0.00	0.00	0.00
	<u>9,925.84</u>	<u>15,585.97</u>	<u>(5,660.13)</u>	<u>(36.32)</u>
Capital Assets	0.00	0.00	0.00	0.00
	<u>9,925.84</u>	<u>15,585.97</u>	<u>(5,660.13)</u>	<u>(36.32)</u>
LIABILITIES				
Current Liabilities				
Accounts payable	3,346.13	2,148.00	1,198.13	55.78
	<u>3,346.13</u>	<u>2,148.00</u>	<u>1,198.13</u>	<u>55.78</u>
SURPLUS				
Surplus (Deficit)	6,579.71	13,437.97	(6,858.26)	(51.04)
	<u>6,579.71</u>	<u>13,437.97</u>	<u>(6,858.26)</u>	<u>(51.04)</u>
	<u>9,925.84</u>	<u>15,585.97</u>	<u>(5,660.13)</u>	<u>(36.32)</u>

Libertarian Party of Canada
Balance Sheet
Balance Sheet

Prepared by	Reviewed by
EM	JK
9/21/2009	9/23/2009

2. 1-1

	Current	Prior	Variance	%Var
Opening Surplus (Deficit)	13,437.97	5,315.00	8,124.97	152.93
Net Surplus (Deficit)	<u>(6,858.26)</u>	<u>8,124.97</u>	<u>(14,983.23)</u>	<u>(184.41)</u>
Balance, end of the year	<u>6,579.71</u>	<u>13,437.97</u>	<u>(6,858.26)</u>	<u>(51.04)</u>

Libertarian Party of Canada
STATEMENT OF RETAINED EARNINGS
Balance Sheet

Prepared by	Reviewed by
EM	JK
9/21/2009	9/23/2009

2. 1-2

	Current	Prior	Variance	%Var
1. BANK				
Cash	8,581.84	10,700.97	(2,119.13)	(19.80)
Deposits in transit	0.00	4,185.00	(4,185.00)	(100.00)
	<u>8,581.84</u>	<u>14,885.97</u>	<u>(6,304.13)</u>	<u>(42.35)</u>
2. ACCOUNTS RECEIVABLE				
Accounts receivable	1,344.00	0.00	1,344.00	0.00
Allowance for doubtful debts	0.00	0.00	0.00	0.00
Other receivable	0.00	0.00	0.00	0.00
Total	<u>1,344.00</u>	<u>0.00</u>	<u>1,344.00</u>	<u>0.00</u>
3. PREPAID EXPENSES				
Prepaid expenses	0.00	700.00	(700.00)	(100.00)
Prepaid rent	0.00	0.00	0.00	0.00
Total	<u>0.00</u>	<u>700.00</u>	<u>(700.00)</u>	<u>(100.00)</u>
4. CAPITAL ASSETS & ACC.AMORTIZATION				
Automobile	0.00	0.00	0.00	0.00
Furniture and equipment	0.00	0.00	0.00	0.00
Computer	0.00	0.00	0.00	0.00
	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Acc.Amort-Automobile	0.00	0.00	0.00	0.00
Acc.Amort-Furniture & equip	0.00	0.00	0.00	0.00
Acc.Amort-Computer	0.00	0.00	0.00	0.00
	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Net Book Value	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
5. ACCOUNTS PAYABLE				
Accrued Liabilities	3,346.13	2,148.00	1,198.13	55.78
Accrued Contributions	0.00	0.00	0.00	0.00
Accounts payable	0.00	0.00	0.00	0.00
Total	<u>3,346.13</u>	<u>2,148.00</u>	<u>1,198.13</u>	<u>55.78</u>
	0.00	0.00	0.00	0.00

Libertarian Party of Canada
INCOME STATEMENT
Income Statement

Prepared by	Reviewed by
BM	JK
9/21/2009	9/23/2009

2.2

	Current	%	Prior	%	Variance	%
CONTRIBUTIONS						
Contributions	8,091.69	0.00	10,710.00	0.00	(2,618.31)	(24.45)
Interest Income	0.00	0.00	0.00	0.00	0.00	0.00
other income	0.00	0.00	0.00	0.00	0.00	0.00
	<u>8,091.69</u>	<u>0.00</u>	<u>10,710.00</u>	<u>0.00</u>	<u>(2,618.31)</u>	<u>(24.45)</u>
Expenses						
Legal Fees	0.00	0.00	0.00	0.00	0.00	0.00
Advertising and Promotion	1,000.00	0.00	0.00	0.00	1,000.00	0.00
Amortization expense	0.00	0.00	0.00	0.00	0.00	0.00
Automotive expenses	0.00	0.00	0.00	0.00	0.00	0.00
Accounting Fees	1,286.00	0.00	420.00	0.00	866.00	206.19
Bank Charges	837.22	0.00	297.00	0.00	540.22	181.89
Interest Earned	0.00	0.00	0.00	0.00	0.00	0.00
Donation processing fee	660.00	0.00	620.00	0.00	40.00	6.45
Annual fundraiser	0.00	0.00	0.00	0.00	0.00	0.00
Convention or Meeting Expense	9,272.75	0.00	0.00	0.00	9,272.75	0.00
Bad debts	0.00	0.00	0.00	0.00	0.00	0.00
Insurance	0.00	0.00	0.00	0.00	0.00	0.00
Parking Expense	0.00	0.00	0.00	0.00	0.00	0.00
Professional Fees	0.00	0.00	0.00	0.00	0.00	0.00
Telephone	0.00	0.00	0.00	0.00	0.00	0.00
Reimbursement of expenses	0.00	0.00	0.00	0.00	0.00	0.00
Office and general expenses	1,893.98	0.00	1,248.03	0.00	645.95	51.76
Occupancy Cost	0.00	0.00	0.00	0.00	0.00	0.00
	<u>14,949.95</u>	<u>0.00</u>	<u>2,585.03</u>	<u>0.00</u>	<u>12,364.92</u>	<u>478.33</u>
Net Surplus (Deficit) For The Year	<u>(6,858.26)</u>	<u>0.00</u>	<u>8,124.97</u>	<u>0.00</u>	<u>(14,983.23)</u>	<u>(184.41)</u>

Libertarian Party of Canada
INCOME STATEMENT
Income Statement

Prepared by	Reviewed by
BM 9/21/2009	JK 9/23/2009

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	Current	%	Prior	%	Variance	%
2. ADVERTISING & PROMOTION						
Advertising and Promotion	1,000.00	0.00	0.00	0.00	1,000.00	0.00
Entertainment & Meal	0.00	0.00	0.00	0.00	0.00	0.00
	<u>1,000.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>1,000.00</u>	<u>0.00</u>
3. OFFICE & GENERAL						
Office and General	1,172.69	0.00	0.00	0.00	1,172.69	0.00
Postage and Delivery	721.29	0.00	1,246.03	0.00	(526.74)	(42.21)
Supplies and Materials	0.00	0.00	0.00	0.00	0.00	0.00
	<u>1,893.98</u>	<u>0.00</u>	<u>1,248.03</u>	<u>0.00</u>	<u>645.95</u>	<u>51.76</u>

Libertarian Party of Canada

Year End: December 31, 2008

Adjusting Journal Entries

Date: 1/1/2008 To 12/31/2008

Prepared by	Reviewed by
BM	JK
4/21/2009	5/23/2009

3.0

Number	Date	Name	Account No	Ref Annotation	Debit	Credit	Recurrence
1	12/31/2008	Accrued Liabilities	2000		2,148.00		
1	12/31/2008	Accounting Fees	8100			420.00	
1	12/31/2008	Donation processing fee	8115			480.00	
1	12/31/2008	Convention or Meeting Expense	8300			1,248.00	
		To reverse PY accrued liabilities - per w/p 55					
2	12/31/2008	Prepaid expenses	1300			700.00	
2	12/31/2008	Convention or Meeting Expense	8300		700.00		
		To reverse prepaid convention expenses for the year.					
3	12/31/2008	Cash	1000			2,202.57	
3	12/31/2008	Convention or Meeting Expense	8300		1,348.10		
3	12/31/2008	Convention or Meeting Expense	8300		754.47		
3	12/31/2008	Convention or Meeting Expense	8300		100.00		
		To record o/s cheques.					
4	12/31/2008	Accrued Liabilities	2000			846.13	
4	12/31/2008	Donation processing fee	8115		240.00		
4	12/31/2008	Convention or Meeting Expense	8300		606.13		
		To set up y/e accounts payable.					
5	12/31/2008	Accrued Liabilities	2000			2,500.00	
5	12/31/2008	Accounting Fees	8100		2,500.00		
		To set up audit fee for 2008 audit.					
6	12/31/2008	Cash	1000		1,089.18		
6	12/31/2008	Contributions	6000			1,089.18	
		To record o/s deposit for cheques received by the client but held until April 2009 deposit.					
7	12/31/2008	Accounts receivable	1100		1,344.00		
7	12/31/2008	Accounting Fees	8100			1,344.00	
		To set up expected audit subsidy receivable (balance receivable used to reduce amount payable to Kurin and Partners).					
8	12/31/2008	Cash	1000		900.00		
8	12/31/2008	Contributions	6000			900.00	
		To record o/s deposit for Toban Wiebe and Conrad Ranzan - see w/p DON.1 for details.					
					11,709.88	11,709.88	

Libertarian Party of Canada

Year End: December 31, 2008

Adjusting Journal Entries

Date: 1/1/2008 To 12/31/2008

Prepared by	Reviewed by
BM 5/21/2009	JK 9/23/2009

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Number	Date	Name	Account No	Ref Annotation	Debit	Credit	Recurrence
		Net Income (Loss)	(6,858.26)				
