

**PEOPLE'S POLITICAL POWER PARTY  
OF CANADA**

**Financial Statements**

**For the  
fourteen and a half month period  
ended December 31, 2009**



CORPORATION PROFESSIONNELLE

**TALBOT** & ASSOCIÉS  
PROFESSIONAL CORPORATION

Comptable général accrédité / Certified General Accountant

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## AUDITORS' REPORT

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To the members of People's Political Power Party of Canada

We have audited the balance sheet of People's Political Power Party of Canada as at December 31, 2009 and the statements of loss and deficit for the fourteen month period then ended. These financial statements are the responsibility of the company's management. 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. Those 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 management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the company as at December 31, 2009 and the results of its operations and its cash flows for the period then ended in accordance with Canadian generally accepted accounting principles.

Winnipeg, Manitoba  
May 21, 2010

  
Talbot & Associates  
Certified General Accountants

## Auditors' report on Registered Party Financial Transactions Return

To the Chief Electoral Officer, Elections Canada

At the request of the People's Political Power Party of Canada, we have audited the Registered Party Financial Transactions Return prepared in accordance with Sections 424(2)(a), (b), (c), (f), (g), (h), (h.1), (h.2), (i), (j), (k), and 404.3(2) of the Canada Elections Act (the "Act") for the year ended December 31, 2009. This financial information is the responsibility of the management of the People's Political Power Party of Canada. Our responsibility, in accordance with Section 426(1) of the Act, is to express an opinion on this financial information based on our audit.

Except as explained in the following paragraph, we conducted our audit in accordance with Canadian generally accepted accounting standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial information is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial information. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial information.

In common with many not-for-profit organizations, the People's Political Power Party of Canada derives a substantial portion of its revenue from contributions, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of revenue from this source was limited to accounting for the amounts recorded in the books of the Party and we were not able to determine whether any adjustment might be necessary to the amount of contributions reported.

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 the contributions referred to in the preceding paragraph, this Registered Party Financial Transactions Return presents fairly, in all material respects, the financial information required to be reported under the Act for the year ended December 31, 2009 in accordance with the provisions of Sections 424(2)(a), (b), (c), (f), (g), (h), (h.1), (h.2), (i), (j), (k), and 404.3(2) of the Act.



Jean-Guy Talbot, CGA  
TALBOT & ASSOCIATES

**PEOPLE'S POLITICAL POWER PARTY OF CANADA**

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**For the fourteen and a half month period ended December 31, 2009**

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**PEOPLE'S POLITICAL POWER PARTY OF CANADA**

**Balance Sheet**

**As at December 31, 2009**

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<b>ASSETS</b>	
CURRENT	
Cash	\$ 2,273
INTANGIBLES ( <i>Net of accumulated amortization</i> )	<u>850</u>
	<u>\$ 3,123</u>
<b>LIABILITIES</b>	
CURRENT	
Accounts payable & accrued liabilities	\$ 6,970
DUE TO MEMBERS ( <i>Note 3</i> )	<u>10,501</u>
	17,471
DEFICIT	<u>(14,348)</u>
	<u>\$ 3,123</u>

The accompanying notes are an integral part of these financial statements

**PEOPLE'S POLITICAL POWER PARTY OF CANADA**

**Statement of Deficit**

**For the fourteen and a half month period ended December 31, 2009**

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DEFICIT - BEGINNING OF PERIOD	\$ (11,378)
NET LOSS FOR THE PERIOD	<u>(2,970)</u>
DEFICIT - END OF PERIOD	<u>\$ (14,348)</u>

The accompanying notes are an integral part of these financial statements

**PEOPLE'S POLITICAL POWER PARTY OF CANADA**

**Statement of Loss**

**For the fourteen and a half month period ended December 31, 2009**

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<b>REVENUE</b>	
Donations	\$ 11,890
Gifts in kind	1,398
Other Income	2,058
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	15,346
<b>EXPENSES</b>	
Interest and bank charges	336
Memberships	220
Office supplies, postage and printing	1,001
Website	480
Reimbursements	272
Professional fees	4,918
Rental	5,000
Telephone	1,837
Utilities	4,285
	<hr/>
	18,349
<b>LOSS FROM OPERATIONS</b>	(3,003)
<b>OTHER INCOME</b>	33
	<hr/>
<b>NET LOSS</b>	<b>\$ (2,970)</b>

The accompanying notes are an integral part of these financial statements

# PEOPLE'S POLITICAL POWER PARTY OF CANADA

## Notes to Financial Statements

December 31, 2009

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### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Canadian Generally Accepted Accounting Principles and, in management's opinion, have been properly prepared within reasonable limits of materiality and within the framework of the significant accounting policies summarized below.

#### Financial instruments

The association's financial instruments consist of cash, short-term investments, accounts receivable accounts payable. Unless otherwise noted, it is our opinion that the association is not exposed to significant interest, currency, or credit risks arising from these financial instruments. The fair value of the instruments approximates their carrying values, unless otherwise noted.

#### Statement of cash flows

A separate statement of cash flows has not been prepared since the sources and uses of cash are readily apparent from the information included in the financial statements.

#### Revenue recognition

Membership fees and donations are recognized as revenue when collected. Gifts in kind are recognized as the off-setting expenses incurred.

#### Incorporation costs

Incorporation costs are stated at cost. Amortization is calculated on a straight-line basis over 5 years.

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### 2. DESCRIPTION OF OPERATIONS

The People's Political Power Party of Canada was incorporated on March 23, 2005 under the Corporations Act of Canada. The political party is a non-profit organization and is exempt from income tax under section 149 of the *Income Tax Act*.

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### 3. DUE TO MEMBERS

Laural McCallum, Denis Gregoire, Bertha David	\$ 6,923
Roger Poisson (political party leader)	<u>3,578</u>
	<u>\$ 10,501</u>

The amounts due to members are non-interest bearing, have no set repayment terms. Accordingly, the advances from members have been classified as a long-term liability.

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### 4. REASON FOR AUDIT

Required by Elections Canada for the period ending December 31, 2009.

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