



## Auditor's Report

To: Jack Peach, Chief Agent, Marijuana Party

I have audited the Balance Sheet, Statement of Revenue and Expenses and the Financial Transactions Return as at **December 31, 2012** 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, 2012** 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 10, 2013

**Parti Marijuana / Marijuana Party**

**Financial Statements**

**As at December 31, 2012.**

**Statement of Operations and Changes in Net Assets, Page 2.**

**Statement of Cash Flows, Page 3.**

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**Parti Marijuana / Marijuana Party**  
**Statement of Operations and Changes in Net Assets**  
**For the year ended December 31, 2012.**

	2012	2011
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<b>REVENUES</b>		
Contributions greater than \$200	\$3,050	\$800
Contributions \$200 or less	\$20	none
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	\$3,070	\$800
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<b>EXPENSES</b>		
Professional services	none	\$282.50
Advertizing – (Ad, Internet)	\$188.40	\$385.65
Office expenses	\$4,176.53	\$2,422.38
Bank charges	\$115.21	\$238.52
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	\$4,480.14	\$3,329.05
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Excess (deficiency) of revenues over expenses	(\$1,410.14)	(\$2,529.05)
Net assets, beginning of 2012 in new accounts	\$1,947.37	\$3,474.42
Net assets, end of year	\$1,240.48	\$1,947.37
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**Parti Marijuana / Marijuana Party****Statement of Cash Flows****For the year ended December 31, 2012.**

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	2012	2011
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<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Excess (deficiency) of revenues over expenses	(\$1,410.14)	(\$2,529.05)
Changes in working capital		
Accounts Receivable	none	none
Accounts Payable	none	none
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	(\$1,410.14)	(\$2,529.05)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
No loans.		
	<hr/>	<hr/>
Increase (decrease) in cash	(\$1,410.14)	(\$2,529.05)
Cash, beginning of year	\$1,947.37	\$3,474.42
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Cash, end of year	\$1,240.48	\$1,947.37

**Parti Marijuana / Marijuana Party****Statement of Financial Position**

As at December 31, 2012.

	2012	2011
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<b>ASSETS</b>		
Current assets		
Cash	\$1,240.48	\$1,947.37
Accounts Receivable	none	none
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	\$1,240.48	\$1,947.37
<b>LIABILITIES</b>		
Current liabilities		
Accounts Payable	none	none
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<b>NET ASSETS</b>	\$1,240.48	\$1,947.37

# **PARTI MARIJUANA / MARIJUANA PARTY**

## **Notes to Financial Statements**

**December 31, 2012**

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### **1. Purposes of the Organization**

The party officially registered as a political party in Canada on November 6, 2000.

### **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 of 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.

### **3. TRANSFERS**

There were no transfers in 2012.