



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

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## INDEPENDENT AUDITOR'S REPORT

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To the Chief Agent and Directors for the Animal Alliance Environment Voters Party of Canada

I have audited the accompanying financial statements of Animal Alliance Environment Voters Party of Canada, which comprise the statement of financial position as at December 31, 2013 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.

Independent Auditor's Report to the Chief Agent and Directors of the Animal Alliance Environment Voters Party of Canada *(continued)*

**Basis for Qualified Opinion**

In common with many charitable organizations, the organization derives revenue from contributions, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, my verification of these revenues was limited to the amounts recorded in the records of the organization. Therefore, I was not able to determine whether any adjustments might be necessary to contributions, excess of revenues over expenses and cash flows from operations for the year ended December 31, 2013, current assets and net assets as at January 1, 2013 and December 31, 2013.

**Qualified Opinion**

In my opinion, except for the possible effects of the matter described in the basis of qualified opinion paragraph, the financial statements present fairly, in all material respects, the financial position of Animal Alliance Environment Voters Party of Canada as at December 31, 2013 and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Toronto, Ontario  
June 23, 2014

  
CHARTERED PROFESSIONAL ACCOUNTANT  
CHARTERED ACCOUNTANT

**ANIMAL ALLIANCE ENVIRONMENT VOTERS PARTY OF CANADA**  
**Index to Financial Statements**  
**Year Ended December 31, 2013**


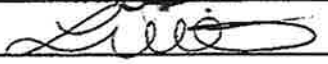
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**ANIMAL ALLIANCE ENVIRONMENT VOTERS PARTY OF CANADA**  
**Statement of Financial Position**  
**December 31, 2013**

	2013	2012
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$ 114,058	\$ 73,173
Accounts receivable (Note 4)	9,092	4,935
Investments (Note 5)	1,332	995
	<u>\$ 124,482</u>	<u>\$ 79,103</u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT</b>		
Accounts payable and accrued liabilities	\$ 6,248	\$ 5,093
<b>NET ASSETS - UNRESTRICTED</b>	<u>118,234</u>	<u>74,010</u>
	<u>\$ 124,482</u>	<u>\$ 79,103</u>

Approved on behalf of the Organization's Executive committee:

  
 \_\_\_\_\_ Chief Agent  
  
 \_\_\_\_\_ Leader

See accompanying notes to financial statements

**ANIMAL ALLIANCE ENVIRONMENT VOTERS PARTY OF CANADA**  
**Statement of Changes in Net Assets**  
**Year Ended December 31, 2013**

	2013	2012
<b>NET ASSETS - UNRESTRICTED, BEGINNING OF YEAR</b>	<b>\$ 74,010</b>	<b>\$ 64,293</b>
Excess of revenue over expenses	<u>44,224</u>	<u>9,717</u>
<b>NET ASSETS - UNRESTRICTED, END OF YEAR</b>	<b><u>\$ 118,234</u></b>	<b><u>\$ 74,010</u></b>

See accompanying notes to financial statements

**ANIMAL ALLIANCE ENVIRONMENT VOTERS PARTY OF CANADA**  
**Statement of Operations**  
**Year Ended December 31, 2013**

	2013	2012
<b>REVENUE</b>		
Political donations	\$ 261,833	\$ 263,438
Investment income	388	46
	<u>262,221</u>	<u>263,484</u>
<b>EXPENSES</b>		
Salaries and benefits	80,946	110,231
Professional fees	48,509	62,290
Fundraising activities	41,327	32,053
Office expenses	35,649	31,174
Bank charges	6,861	7,794
Travel	4,705	8,982
Rent	-	1,243
	<u>217,997</u>	<u>253,767</u>
<b>EXCESS OF REVENUE OVER EXPENSES</b>	<u>\$ 44,224</u>	<u>\$ 9,717</u>

See accompanying notes to financial statements

**ANIMAL ALLIANCE ENVIRONMENT VOTERS PARTY OF CANADA**  
**Statement of Cash Flows**  
**Year Ended December 31, 2013**

	2013	2012
<b>OPERATING ACTIVITIES</b>		
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	\$ 44,224	\$ 9,717
Changes in non-cash working capital:		
Accounts receivable	(4,157)	(2,040)
Accounts payable and accrued liabilities	1,155	4,940
Change in fair value of marketable securities	(337)	-
	<u>(3,339)</u>	<u>2,900</u>
<b>INCREASE IN CASH FLOW</b>	<b>40,885</b>	<b>12,617</b>
CASH - BEGINNING OF YEAR	<u>73,173</u>	<u>60,556</u>
<b>CASH - END OF YEAR</b>	<b>\$ 114,058</b>	<b>\$ 73,173</b>

See accompanying notes to financial statements

**ANIMAL ALLIANCE ENVIRONMENT VOTERS PARTY OF CANADA**  
**Notes to Financial Statements**  
**Year Ended December 31, 2013**

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1. PURPOSE OF THE ORGANIZATION

The Animal Alliance Environment Voters Party of Canada (the "Organization") is a not-for-profit political organization. The organization is a registered official political party under the Canada Elections Act. The organization nominates, runs and supports its candidates in federal elections and by-elections and is active in a wide range of extra parliamentary activities across Canada on a consistent 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 generally accepted accounting principles 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 include the valuation allowances for accounts receivable. 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.

Revenue recognition

Unrestricted donations to the Animal Alliance Environment Voters Party of Canada are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred.

Investment income is recognized as revenue of the related fund when earned.

Financial instruments policy

The organization initially measures its financial assets and financial liabilities at fair value. The organization subsequently measures all its financial assets and financial liabilities at amortized cost, except for investments that are measured at fair value. Financial assets measured at amortized cost include cash and accounts receivable. Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.



**ANIMAL ALLIANCE ENVIRONMENT VOTERS PARTY OF CANADA**  
**Notes to Financial Statements**  
**Year Ended December 31, 2013**

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4. ACCOUNTS RECEIVABLE

	<u>2013</u>	<u>2012</u>
Donations receivable	<u>\$ 9,902</u>	<u>\$ 4,935</u>

5. INVESTMENTS

Investments consist of marketable securities with Scotia Bank and measured at fair value.

6. CAPITAL DISCLOSURE

The organization's capital is made up of net assets. The organization manages its capital structure by monitoring its cash flows to maintain a satisfactory level of capital.

7. RELATED PARTY TRANSACTIONS

The organization pays shared costs such as overhead expense, office, marketing and administration fees to an organization, which is related by virtue of certain common directors. These transactions were made in the normal course of business and have been recorded at fair market value amounts, which the amount of consideration established and agreed to by the related parties.

8. 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, 2013.

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 donors and accounts payable.



Mr. Marc Mayrand, Chief Electoral Officer,  
Elections Canada  
30 Victoria Street  
Gatineau, Quebec  
K1A 0M6  
1-800-463-6868(p)  
1-613-993-2975(f)

Dear Mr. Mayrand,

Please find enclosed material pertaining to the Animal Alliance Environment Voters Party of Canada Financial Transactions Return pursuant to Section 424 of the *Canada Elections Act*.

Included in the material:

- This cover letter;
- Registered Party Financial Transactions Return (Electronic Financial Return- EFR) – CD copy (by mail);
- Auditor's Financial Statements for the year ending December 31, 2007, including a statement of AAEV Party of Canada's Assets and Liabilities and Revenues and Expenses; and
- Budget Report.

Thank you for your assistance in this matter.

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Website:  
www.environmentvoters.org

Sincerely,



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Stephen Best, Chief Agent

Date

June 23, 2014