

INDEPENDENT AUDITOR'S REPORT

To: Allen Gullon, Chief Agent for the Progressive Canadian Party

To: The Chief Electoral Officer for Elections Canada

Report on the Return

I have audited the accompanying Registered Party Financial Transactions Return (the "Return") of the Progressive Canadian Party for the year ended December 31, 2016. This return has been prepared by the Chief Agent of the Progressive Canadian Party based on the financial reporting provisions of Section 432(1) of the Canada Elections Act and in the prescribed form issued by Elections Canada.

The Chief Agent's responsibility for the Return

The Chief Agent is responsible for the preparation of the Return 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 and for such internal control as the Chief Agent determines necessary to enable the preparation of a Return is free from material misstatement, whether due to fraud or error.

Auditor's responsibility

My responsibility is to express an opinion on the Return 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 whether the Return is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Return. The procedures selected depend on the auditor's judgment, including the assessment of the risks and material misstatements of the Return, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the Return 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 the chief agent, as well as evaluating the overall presentation of the Return.

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

Basis of qualified opinion

The Canada Elections Act does not require me to report, nor was it practical to determine, that the accounting records include all transactions relating to the Progressive Canadian Party for the year ended December 31, 2015. Accordingly, my verification of the election expenses was limited to the financial transactions recorded in the Progressive Canadian Party's accounting records.

Qualified Opinion

In my opinion, except for the possible effects of the matter described in the Basis for qualified opinion paragraph, the Return for the Progressive Canadian Party for the year ended December 31, 2016 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.

Report on 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.



PRACTITIONER

Ottawa, Ontario

August 31, 2017

**PROGRESSIVE CANADIAN PARTY
STATEMENT OF ASSETS AND LIABILITIES**

AS AT DECEMBER 31,	2016	2015
ASSETS		
Current		
Cash	\$ 812.35	\$ 2,252
Prepaid expenses	nil	2,000
	<u>812.35</u>	<u>4,252</u>
LIABILITIES		
Current		
Accounts payable and accrued liabilities	\$ nil	\$ 8,145
Loans payable	<u>37,123</u>	<u>33,723</u>
	37,123.	41,868
NET ASSETS		
Deficit	<u>(36,310.65)</u>	<u>(37,616)</u>
	\$ <u>812.35</u>	\$ <u>4,252</u>

STATEMENT OF DEFICIT

FOR THE YEAR ENDED DECEMBER 31,	2016	2015
BALANCE, BEGINNING OF YEAR	\$ (37,616)	\$ (27,072)
EXCESS OF EXPENSES OVER REVENUES	<u>(5801)</u>	<u>(10,544)</u>
BALANCE, END OF YEAR	\$ <u>(43,417)</u>	\$ <u>(37,616)</u>

Progressive Canadian Party Fiscal year-end 2016/12/31

STATEMENT OF REVENUES AND EXPENSES

FOR THE YEAR ENDED DECEMBER 31,

	<u>2016</u>	<u>2015</u>
REVENUES		
Contributions	\$ 1025	\$ 3,500
Membership fee	310	741
Other income	nil	-
	<u>1335</u>	<u>4,241</u>
EXPENSES		
Bank charges and interest	1660.45	4,089
Office expenses	1205.55	866
Professional fee	4200.00	9,830
Transfers out	nil	-
	<u>7066.00</u>	<u>14,785</u>
EXCESS OF EXPENSES OVER REVENUES	<u>\$ (5731)</u>	<u>\$ (10,544)</u>

ON BEHALF OF THE PARTY:

Director



Director
and Chief Agent for the PC Party

Signed - 14 Aug 2017

Progressive Canadian Party Fiscal year-end 2016/12/31