

**COMMUNITY FUTURES
MOUNT WADDINGTON
Financial Statements - March 31, 2012**

Independent Auditors' Report
Balance Sheet
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Statement of Operations
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INDEPENDENT AUDITORS' REPORT

To: The Members of
Community Futures Mount Waddington

We have audited the accompanying financial statements of Community Futures Mount Waddington which comprise the balance sheet as at March 31, 2012, and the statements of changes in fund balances, operations, 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 generally accepted accounting principles 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

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 comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Community Futures Mount Waddington as at March 31, 2012, and its financial performance and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles for not-for-profit organizations.

A handwritten signature in black ink that reads "Chan Nowosad Boates".

Chartered Accountants
Campbell River, BC

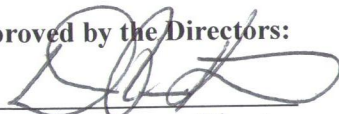
June 25, 2012

COMMUNITY FUTURES MOUNT WADDINGTON


Balance Sheet

March 31, 2012	Administration Fund				Investment Funds	Total 2012	Total 2011
	Administration	NISEP	MWEF	WestCCAP			
	\$	\$	\$	\$	\$	\$	\$
ASSETS							
Current Assets							
Cash	137,984	16,228	67	490,107	1,139,631	1,784,017	1,366,986
Accounts Receivable (Note 6)	15,587	1,940	-	-	-	17,527	9,222
Prepaid Expenses	1,879	-	-	-	375	2,254	6,263
Current Portion of Loans Receivable (Note 4)	-	-	-	-	650,129	650,129	778,909
	<u>155,450</u>	<u>18,168</u>	<u>67</u>	<u>490,107</u>	<u>1,790,135</u>	<u>2,453,927</u>	<u>2,161,380</u>
Loans Receivable (Note 4)	-	-	-	-	1,694,955	1,694,955	1,354,523
Due (to) from Funds (Note 5)	(80,410)	(17)	10,000	70,410	17	-	-
Long Term Investments (Note 6)	-	-	25,001	-	-	25,001	-
Property and Equipment (Note 7)	<u>16,051</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>16,051</u>	<u>24,021</u>
	<u>91,091</u>	<u>18,151</u>	<u>35,068</u>	<u>560,517</u>	<u>3,485,107</u>	<u>4,189,934</u>	<u>3,539,924</u>
LIABILITIES AND NET ASSETS							
Current Liabilities							
Accounts Payable	73,149	3,861	-	-	1,852	78,862	45,386
Wages and Benefits	14,004	207	-	-	-	14,211	12,471
Deferred Revenue (Note 8)	-	583	-	560,517	-	561,100	293,452
Current Portion of Long Term Debt (Note 9)	-	-	-	-	1,970,000	1,970,000	1,970,000
Long Term Debt (Note 9)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	87,153	4,651	-	560,517	1,971,852	2,624,173	2,321,309
Net Assets							
Unrestricted Surplus	3,938	-	35,068	-	-	39,006	32,812
Restricted Surplus	-	13,500	-	-	1,513,255	1,526,755	1,185,803
	<u>91,091</u>	<u>18,151</u>	<u>35,068</u>	<u>560,517</u>	<u>3,485,107</u>	<u>4,189,934</u>	<u>3,539,924</u>

Approved by the Directors:



Director



Director

COMMUNITY FUTURES MOUNT WADDINGTON

Statement of Changes in Fund Balances

Year Ended March 31, 2012	Administration Fund				Investment Funds	Total 2012	Total 2011
	Administration	NISEP	MWEF	WestCCAP			
	\$	\$	\$	\$	\$	\$	\$
Surplus - Beginning	11,611	13,500	21,201	-	1,172,303	1,218,615	1,152,639
Excess (Deficiency) of Revenue over Expenditures	<u>(14,923)</u>	<u>-</u>	<u>117</u>	<u>-</u>	<u>361,952</u>	<u>347,146</u>	<u>65,976</u>
	(3,312)	13,500	21,318	-	1,534,255	1,565,761	1,218,615
Interfund Items							
Interfund Transfer	(13,750)	-	13,750	-	-	-	-
Interfund Transactions (Note 11)	<u>21,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(21,000)</u>	<u>-</u>	<u>-</u>
Surplus - End	<u>3,938</u>	<u>13,500</u>	<u>35,068</u>	<u>-</u>	<u>1,513,255</u>	<u>1,565,761</u>	<u>1,218,615</u>

COMMUNITY FUTURES MOUNT WADDINGTON

Statement of Operations

Year Ended March 31, 2012	Administration Fund				Investment Funds	Total 2012	Total 2011
	Administration	NISEP	MWEF	WestCCAP			
	\$	\$	\$	\$	\$	\$	\$
Revenue							
Federal Government Grants							
- Operating	309,887	-	-	-	-	309,887	309,887
- Programs	20,074	150,159	-	669,118	-	839,351	584,072
Other Government Funding	-	-	-	-	-	-	2,146
Projects, Recoveries and Other	45,812	-	-	-	(1,164)	44,648	34,027
Interest	<u>5,758</u>	<u>280</u>	<u>117</u>	<u>-</u>	<u>158,113</u>	<u>164,268</u>	<u>145,497</u>
	381,531	150,439	117	669,118	156,949	1,358,154	1,075,629
Expenses							
	<u>383,816</u>	<u>150,439</u>	<u>-</u>	<u>669,118</u>	<u>(205,003)</u>	<u>998,370</u>	<u>1,001,876</u>
	(2,285)	-	117	-	361,952	359,784	73,753
Amortization of Property and Equipment	(10,427)	-	-	-	-	(10,427)	(7,777)
Loss on Disposal of Equipment	<u>(2,211)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,211)</u>	<u>-</u>
Excess of Revenue							
Over Expenditures	<u>(14,923)</u>	<u>-</u>	<u>117</u>	<u>-</u>	<u>361,952</u>	<u>347,146</u>	<u>65,976</u>

COMMUNITY FUTURES MOUNT WADDINGTON

Statement of Operations - Continued

Year Ended March 31, 2012	Administration Fund				Investment Funds	Total 2012	Total 2011
	Administration	NISEP	MWEF	WestCCAP			
	\$	\$	\$	\$	\$	\$	\$
Expenses							
Wages and Benefits							
Wages and Benefits	235,471	69,503	-	-	-	304,974	306,575
Participant Wages and Benefits	-	53,558	-	-	-	53,558	117,453
Training	195	-	-	-	-	195	511
Administration							
Bad Debts	-	-	-	-	3	3	14,477
Increase (Reduction) in Provision for Loan Impairment	-	-	-	-	(206,544)	(206,544)	45,589
Communications	6,441	2,385	-	-	-	8,826	9,869
Community Projects	16,654	-	-	669,118	-	685,772	362,762
Conferences and Meetings	6,317	110	-	-	-	6,427	6,085
Dues and Subscriptions	4,310	-	-	-	-	4,310	5,579
Insurance - General	3,389	900	-	-	-	4,289	3,707
Interest and Bank Charges	2,348	-	-	-	1,533	3,881	4,128
Loan Processing Costs	1,904	-	-	-	5	1,909	867
Marketing	8,992	1,382	-	-	-	10,374	12,615
Materials	-	-	-	-	-	-	314
Office and Miscellaneous	15,804	1,433	-	-	-	17,237	20,598
Professional Fees	25,543	2,849	-	-	-	28,392	27,478
Rent and Utilities	24,477	5,364	-	-	-	29,841	28,180
Repairs and Maintenance	16,548	-	-	-	-	16,548	6,745
Travel	15,423	2,837	-	-	-	18,260	17,694
Workshops	-	10,118	-	-	-	10,118	10,650
	<u>383,816</u>	<u>150,439</u>	<u>-</u>	<u>669,118</u>	<u>(205,003)</u>	<u>998,370</u>	<u>1,001,876</u>

COMMUNITY FUTURES MOUNT WADDINGTON

Statement of Cash Flows

Year Ended March 31, 2012

	2012	2011
	\$	\$
Cash Flows From Operating Activities:		
Cash Received from Funders and Borrowers	1,617,494	1,046,554
Cash Paid to Suppliers, Employees and Participants	<u>(959,142)</u>	<u>(927,633)</u>
	<u>658,352</u>	<u>118,921</u>
Cash Flows From Financing Activities:		
Loan to Related Company	<u>(25,000)</u>	<u>-</u>
Cash Flows From Investing Activities:		
Increase in Loans Receivable	(211,652)	(444,939)
Purchase of Equipment	(4,668)	(17,043)
Purchase of Investment	(1)	-
Proceeds on Sale of Investments	<u>-</u>	<u>60,000</u>
	<u>(216,321)</u>	<u>(401,982)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	417,031	(283,061)
Cash and Cash Equivalents - Beginning of Year	<u>1,366,986</u>	<u>1,650,047</u>
Cash and Cash Equivalents - End of Year	<u>1,784,017</u>	<u>1,366,986</u>
Cash and Cash Equivalents are Represented by:		
Cash on Hand and Held by Bank	<u>1,784,017</u>	<u>1,366,986</u>

COMMUNITY FUTURES MOUNT WADDINGTON

Notes to Financial Statements

March 31, 2012

1. Purpose:

Community Futures Development Corporation of Mount Waddington ("CFMW") was established to promote employment and economic development in the Northern Vancouver Island area. The activities of CFMW include delivering various economic and business development and training programs on behalf of the Government of Canada, specifically for Western Economic Diversification. CFMW provides access to loans for small businesses that have difficulty receiving financing from traditional lending institutions. CFMW also operates programs to promote employment and economic development through loans and loan guarantees to qualifying local businesses.

CFMW, incorporated without share capital under Part II of the Canada Corporations Act, is a not-for-profit organization and is exempt from corporate income tax provided certain requirements of the Income Tax Act are met.

2. Significant Accounting Policies:

Basis of Presentation

The financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles for not-for-profit organizations.

CFMW follows the restricted fund method of accounting for contributions. Accordingly, the resources received for each of the specific programs managed by CFMW and the expenditures incurred in the delivery of those programs are segregated for accounting and reporting purposes into the following specific funds:

Administration Fund - provides the personnel and other facilities that enable CFMW to deliver the Community Futures Contribution Agreement with Western Economic Diversification (WED) and other related programs.

North Island Self-Employment Program Fund (NISEP) - provides assistance, training and support to self-employed individuals in the start-up phase of their businesses (who were previously unemployed) through the CFMW contribution agreement with BC Ministry of Housing & Social Development (formerly Service Canada) under the Canada-British Columbia Labour Market Development Agreement. This program is in a wind-down phase.

2. Significant Accounting Policies Continued:

Mount Waddington Economic Fund (MWEF) - for economic development activities carried on by CFMW.

West Coast Community Adjustment Program Fund (WestCCAP) - promotes economic activity and improving the quality of life in British Columbia's fishing-dependant coastal communities.

Investment Funds - promotes economic development in the community by providing assistance to small businesses in the form of loans, guarantees or equity investments. CFMW is restricted in the types of loans that can be made, according to its agreements with the federal government. Loans for the Youth and Disabled Investment Funds are limited to businesses owned by youth and disabled entrepreneurs respectively.

Revenue Recognition

Restricted contributions are recognized as revenue of the appropriate fund in the year received and in which the related expenses are incurred. Unrestricted contributions are recognized as revenue of the appropriate fund when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Grant revenue is recognized when received or receivable. Management fee revenue is recognized when received. Interest revenue is recognized when received or receivable. Interest is not accrued on loans which have been classified as impaired.

Property and Equipment

Property and equipment are recorded at cost. Amortization is calculated on a declining balance basis at the following rates:

Office Furniture	20%
Office Equipment	40%
Computer Equipment	50%
Leasehold Improvements	40%

Investments

CFMW followed the cost method of accounting for its investment in the shares of Venture Connect Inc., an incorporated company that will carry on the business of regional training, education and succession planning.

COMMUNITY FUTURES MOUNT WADDINGTON

Notes to Financial Statements

March 31, 2012

2. Significant Accounting Policies Continued:

Financial Instruments

CFMW's financial instruments consist of cash and term deposits, accrued interest and accounts receivable, loans receivable, trade accounts payable, wages and benefits payable and repayable contributions from Western Economic Diversification and BC Ministry of Forests. Unless otherwise noted, it is management's opinion that CFMW is not exposed to significant interest or currency risk arising from these financial instruments.

With respect to loans receivable, concentration of credit risk may arise from exposure to a single debtor or a group of debtors having similar characteristics, such that their ability to meet their obligations is expected to be affected similarly by changes in economic or other conditions. To alleviate potential risk concentration, credit limits are established and monitored in light of changing debtor and market conditions. The majority of loans receivable have interest tied to the prime rate, which increases the exposure to interest rate risk.

The carrying amount of cash, term deposits, accounts receivable and accounts payable approximates their fair value due to the short-term maturities of these items.

It is not practical, within the constraints of timelines or cost, to determine the fair value of loans receivable or repayable contributions as these instruments are not traded in an organized financial market.

Fair values are based on management's best estimates after consideration of current market conditions. The estimates are subjective and involve considerable judgement, and as such are not necessarily indicative of the amounts that CFMW may realize or incur in actual market transactions.

New Accounting Pronouncement

The Accounting Standards Board ("AcSB") released a new accounting framework for not-for-profit organizations. This new accounting framework will be adopted by CFMW effective April 1, 2012.

2. Significant Accounting Policies Continued:

Measurement Uncertainty

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period. Accounts receivable and loans receivable are evaluated as to their collectability and an appropriate allowance for loan impairment is provided where considered necessary. Amortization is based on the estimated useful lives of capital assets.

3. Bank Overdraft:

CFMW has an authorized line of credit of \$40,000. Interest is payable at prime plus 1.5%. CFMW also has a visa with a limit of \$15,000. The visa and line of credit are secured by a general security agreement.

4. Loans Receivable:

	2012	2011
	\$	\$
Investment Funds		
Loans Receivable	2,534,373	2,712,654
Less: Allowance for Impaired Loans	<u>(189,289)</u>	<u>(579,222)</u>
	2,345,084	2,133,432
Less: Current Portion of Loan Receivable	<u>650,129</u>	<u>778,909</u>
	<u>1,694,955</u>	<u>1,354,523</u>

COMMUNITY FUTURES MOUNT WADDINGTON

Notes to Financial Statements

March 31, 2012

4. Loans Receivable Continued:

Credit risk is the risk assumed by the lender that the borrower will fail to honour its financial obligation. CFMW has provided for credit risk by establishing allowances against the carrying value of certain impaired loans and a general allowance based on management's estimates on collectability of loans. Loans are considered impaired as soon as collection of the full principle and interest on the loan becomes doubtful. Each impaired loan is evaluated separately and written down to the fair market value of any security held. Various forms of security are taken on loans ranging from promissory notes and personal guarantees of principals to chattel mortgages and mortgages over real property. The carrying values of specifically identified impaired loans included in loans receivable is as follows:

	2012	2011
	\$	\$
Investment Funds		
Gross Impaired Loans	59,364	242,886
Allowance	<u>(59,364)</u>	<u>(242,886)</u>
Carrying Value	<u>-</u>	<u>-</u>

5. Due from (to) Other Funds:

	2012	2011
	\$	\$
Administration Fund		
Due from (to)		
Administration	-	-
Due from (to)		
NISEP Fund	(17)	-
Due from (to)		
WestCCAP Fund	(70,410)	1,604
Due from (to) MWEF	(10,000)	(300)
Due from (to)		
Investment Funds	<u>17</u>	<u>-</u>
	<u>(80,410)</u>	<u>1,304</u>

5. Due from (to) Other Funds Continued:

NISEA/SEP Fund

Due from (to)		
Administration Fund	<u>(17)</u>	<u>-</u>

MWEF

Due from (to)		
Administration Fund	<u>10,000</u>	<u>300</u>

Investment Funds

Due from (to)		
Administration Fund	<u>17</u>	<u>-</u>

WestCCAP Fund

Due from (to)		
Administration Fund	<u>70,410</u>	<u>(1,604)</u>

6. Long Term Investment:

	2012	2011
	\$	\$
Venture Connect Inc.		
- shares at cost	1	-
- advances	<u>25,000</u>	<u>-</u>
	<u>25,001</u>	<u>-</u>

CFMW holds 16.67% of the issued shares of the company. Loans to the company are unsecured with no specified terms of repayment or stated interest rate. As at March 31, 2012, there was also an amount outstanding totalling \$3,210 included in accounts receivable.

7. Property and Equipment:

	2012	
	Cost	Accumulated Amortization
	\$	\$
Furniture and Equipment	45,827	42,465
Computer Equipment	24,207	18,030
Leasehold Improvements	<u>13,566</u>	<u>7,054</u>
	<u>83,600</u>	<u>67,549</u>
Unamortized Cost	<u>16,051</u>	

COMMUNITY FUTURES MOUNT WADDINGTON

Notes to Financial Statements

March 31, 2012

7. Property and Equipment Continued:

	2011	
	Cost	Accumulated Amortization
	\$	\$
Furniture and Equipment	46,713	42,283
Computer Equipment	28,926	20,188
Leasehold Improvements	<u>13,566</u>	<u>2,713</u>
	<u>89,205</u>	<u>65,184</u>
Unamortized Cost	<u>24,021</u>	

8. Deferred Revenue:

Deferred revenue reported in the NISEP and WestCCAP Funds represent funds, for restricted program funding, received in the current year that are related to the subsequent year. Deferred revenue reported in the Administration fund represent administration fees remaining to be expensed.

	2012	2011
	\$	\$
Ministry of Housing and Social Development	583	13,746
WestCCAP	<u>560,517</u>	<u>279,706</u>
	<u>561,100</u>	<u>293,452</u>

9. Long Term Debt:

	2012	2011
	\$	\$
WED - Forestry Investment Loan Contribution	<u>500,000</u>	<u>500,000</u>
WED - Fishing Investment Fund Fisheries Legacy Trust Loan Contribution	<u>420,000</u>	<u>420,000</u>
WED - Disabled Investment Fund Loan Contribution	<u>200,000</u>	<u>200,000</u>
Subtotal	<u>1,120,000</u>	<u>1,120,000</u>

9. Long Term Debt Continued:

Carried Forward	<u>1,120,000</u>	<u>1,120,000</u>
WED - Community Economic Adjustment Initiative Investment Fund Loan Contribution	-	687,155
Write Down Bad Debts	<u>-</u>	<u>(687,155)</u>
WED - Repayable Investment Fund Loan Contribution	<u>350,000</u>	<u>350,000</u>
Government of Canada Loan Contribution	<u>500,000</u>	<u>500,000</u>
	1,970,000	1,970,000
Less: Current Portion	<u>(1,970,000)</u>	<u>(1,970,000)</u>
	<u>-</u>	<u>-</u>

The Repayable Investment and Disabled Investment Fund contributions from Western Economic Diversification Canada are conditionally repayable. If specific conditions (as set out in the agreement) occur, Western Economic Diversification Canada can, by providing notice, request immediate repayment of the lower of the conditionally repayable contribution or the uncommitted cash balance of the conditionally repayable contribution. It is not anticipated that any condition would occur in the next fiscal period that would result in the request for immediate repayment of these loan dollars.

The Government of Canada loan contribution was formerly owed to Forest Renewal BC contributions under the terms of the Forest Community Business Program. These funds are still repayable at 100% of the unloaned fund at termination (plus interest from that date until repaid) and 100% of all loan payments received, net of costs, up to 15% of the balance of funds as at date of termination. Balances are due on 90 days notice or on demand if in default under the terms of the agreement.

The cash balance of the Fishing Investment Fund contributions is repayable on demand.

COMMUNITY FUTURES MOUNT WADDINGTON

Notes to Financial Statements

March 31, 2012

10. Commitments:

Lease Commitments

CFMW leases its premises in Port McNeill under an operating lease expiring May 2014. Future minimum lease payments in the Administration Fund over the next 3 years are estimated to be as follows:

	\$
2013	20,460
2014	20,460
2015	3,410

11. Inter-Fund Transactions:

During the year ended March 31, 2012, certain loan, bank and term deposit interest amounting to \$21,000 (2011 - \$24,500) was transferred from the Investment Fund to the Administration Fund as management fees. This fee was allocated to the following investment funds:

	\$
CEAI Fund	6,000
Fishing Fund	10,000
Forestry Fund	5,000

12. Economic Dependence:

CFMW is dependent upon contributions from the Government of Canada and the Government of British Columbia; specifically:

- 1) Administration Fund by funding from the WED.
- 2) North Island Self-Employment Program by funding from The Ministry of Housing and Social Development. This program is in the wind-down phase and will end April 30, 2012.
- 3) Community Business Loans Program (Forestry Investment Fund) by funding from BC Ministry of Community and Rural Development.
- 4) General Investment Fund, Fishing Investment Fund, Youth Investment Fund, Disabled Investment Fund, Community Economic Adjustment Initiative Investment Fund, and Repayable Investment Fund by funding from WED.

COMMUNITY FUTURES MOUNT WADDINGTON

Schedule 1 - Investment Funds

Balance Sheet

March 31, 2012

	Disabled	Fishing	Forest Community	Investment	Repayable General	CEAI	Micro	Total
	\$	\$	\$	\$	\$	\$	\$	\$
ASSETS								
Current Assets								
Cash	122,823	253,298	302,702	210,728	240,583	259	9,238	1,139,631
Prepaid Expenses	-	-	-	375	-	-	-	375
Current Portion of Loans Receivable	<u>24,556</u>	<u>224,606</u>	<u>178,543</u>	<u>165,282</u>	<u>53,137</u>	-	<u>4,005</u>	<u>650,129</u>
	147,379	477,904	481,245	376,385	293,720	259	13,243	1,790,135
Loans Receivable	77,949	411,145	396,862	660,226	140,689	-	8,084	1,694,955
Due (to) from Funds	<u>(112)</u>	<u>(386)</u>	<u>(443)</u>	<u>1,225</u>	<u>19,771</u>	-	<u>(20,038)</u>	<u>17</u>
	<u>225,216</u>	<u>888,663</u>	<u>877,664</u>	<u>1,037,836</u>	<u>454,180</u>	<u>259</u>	<u>1,289</u>	<u>3,485,107</u>
LIABILITIES AND NET ASSETS								
Current Liabilities								
Accounts Payable	-	-	-	1,852	-	-	-	1,852
Current Portion of Long Term Debt	200,000	420,000	1,000,000	-	350,000	-	-	1,970,000
Net Assets								
Restricted Surplus (Deficit)	<u>25,216</u>	<u>468,663</u>	<u>(122,336)</u>	<u>1,035,984</u>	<u>104,180</u>	<u>259</u>	<u>1,289</u>	<u>1,513,255</u>
	<u>225,216</u>	<u>888,663</u>	<u>877,664</u>	<u>1,037,836</u>	<u>454,180</u>	<u>259</u>	<u>1,289</u>	<u>3,485,107</u>

COMMUNITY FUTURES MOUNT WADDINGTON

Schedule 2 - Disabled Investment Fund

Statement of Operations and Changes in Fund Balances

Year Ended March 31, 2012

	2012	2011
	\$	\$
Revenue		
Loan Portfolio Interest	6,822	6,936
Interest and Other	<u>1,260</u>	<u>804</u>
	<u>8,082</u>	<u>7,740</u>
Expenses		
Bad Debts	-	11,451
Reduction in Provision for Loan Impairment	(12,673)	(3,532)
Interest and Bank Charges	<u>273</u>	<u>240</u>
	<u>(12,400)</u>	<u>8,159</u>
Excess (Deficiency) of Revenue over Expenditures	20,482	(419)
Surplus - Beginning of Year	<u>4,734</u>	<u>5,153</u>
Surplus - End of Year	<u>25,216</u>	<u>4,734</u>

COMMUNITY FUTURES MOUNT WADDINGTON

Schedule 3 - Fishing Investment Fund Statement of Operations and Changes in Fund Balances

Year Ended March 31, 2012

	2012	2011
	\$	\$
Revenue		
Loan Portfolio Interest	42,380	44,487
Interest and Other	<u>2,029</u>	<u>1,747</u>
	<u>44,409</u>	<u>46,234</u>
Expenses		
Bad Debts	3	-
Reduction in Provision for Loan Impairment	(65,926)	(2,463)
Interest and Bank Charges	228	260
Management Fee	<u>10,000</u>	<u>20,000</u>
	<u>(55,695)</u>	<u>17,797</u>
Excess of Revenue over Expenditures	100,104	28,437
Surplus - Beginning of Year	<u>368,559</u>	<u>340,122</u>
Surplus - End of Year	<u>468,663</u>	<u>368,559</u>

COMMUNITY FUTURES MOUNT WADDINGTON

Schedule 4 - Forest Community Business Loans Investment Fund Statement of Operations and Changes in Fund Balances

Year Ended March 31, 2012

	2012	2011
	\$	\$
Revenue		
Loan Portfolio Interest	40,748	24,563
Interest and Other	<u>1,503</u>	<u>4,535</u>
	<u>42,251</u>	<u>29,098</u>
Expenses		
Increase (Reduction) in Provision for Loan Impairment	(84,732)	80,752
Interest and Bank Charges	292	280
Management Fee	<u>5,000</u>	<u>4,500</u>
	<u>(79,440)</u>	<u>85,532</u>
Excess (Deficiency) of Revenue over Expenditures	121,691	(56,434)
Surplus - Beginning of Year	<u>(244,027)</u>	<u>(187,593)</u>
Surplus (Deficit) - End of Year	<u>(122,336)</u>	<u>(244,027)</u>

COMMUNITY FUTURES MOUNT WADDINGTON

Schedule 5 - General Investment Fund Statement of Operations and Changes in Fund Balance

Year Ended March 31, 2012

	2012	2011
	\$	\$
Revenue		
Loan Portfolio Interest	44,629	43,488
Interest and Other	<u>1,909</u>	<u>1,908</u>
	<u>46,538</u>	<u>45,396</u>
Expenses		
Bad Debts	-	2,360
Reduction in Provision for Loan Impairment	(27,194)	(43,505)
Insurance - Life	-	1
Interest and Bank Charges	258	285
Loan Processing Costs	<u>5</u>	<u>880</u>
	<u>(26,931)</u>	<u>(39,979)</u>
Excess of Revenue over Expenditures	73,469	85,375
Surplus - Beginning of Year	<u>962,515</u>	<u>877,140</u>
Surplus - End of Year	<u>1,035,984</u>	<u>962,515</u>

COMMUNITY FUTURES MOUNT WADDINGTON

Schedule 6 - Repayable Investment Fund Statement of Operations and Changes in Fund Balances

Year Ended March 31, 2012

	2012	2011
	\$	\$
Revenue		
Loan Portfolio Interest	12,809	12,236
Interest and Other	<u>1,465</u>	<u>1,252</u>
	<u>14,274</u>	<u>13,488</u>
Expenses		
Increase (Reduction) in Provision for Loan Impairment	(14,503)	13,335
Interest and Bank Charges	<u>240</u>	<u>302</u>
	<u>(14,263)</u>	<u>13,637</u>
Excess (Deficiency) of Revenue over Expenditures	28,537	(149)
Surplus - Beginning of Year	<u>75,643</u>	<u>75,792</u>
Surplus - End of Year	<u>104,180</u>	<u>75,643</u>

COMMUNITY FUTURES MOUNT WADDINGTON

Schedule 7 - Community Economic Adjustment Initiative Investment Fund Statement of Operations and Changes in Fund Balances

Year Ended March 31, 2012

	2012	2011
	\$	\$
Revenue		
Interest and Other	<u>17</u>	<u>153</u>
	<u>17</u>	<u>153</u>
Expenses		
Management Fee	<u>6,000</u>	<u>-</u>
	<u>6,000</u>	<u>-</u>
Excess (Deficiency) of Revenue over Expenditures	(5,983)	153
Surplus - Beginning of Year	<u>6,242</u>	<u>6,089</u>
Surplus - End of Year	<u>259</u>	<u>6,242</u>

COMMUNITY FUTURES MOUNT WADDINGTON

Schedule 8 - Micro Loan Investment Fund Statement of Operations and Changes in Fund Balances

Year Ended March 31, 2012

	2012	2011
	\$	\$
Revenue		
Loan Portfolio Interest	1,290	1,443
Interest and Other	<u>88</u>	<u>35</u>
	<u>1,378</u>	<u>1,478</u>
Expenses		
Bad Debts	-	666
Increase (Reduction) in Provision for Loan Impairment	(1,516)	1,003
Interest and Bank Charges	<u>242</u>	<u>300</u>
	<u>(1,274)</u>	<u>1,969</u>
Excess (Deficiency) of Revenue over Expenditures	2,652	(491)
Surplus (Deficiency) - Beginning of Year	<u>(1,363)</u>	<u>(872)</u>
Surplus (Deficiency) - End of Year	<u>1,289</u>	<u>(1,363)</u>