

Foundation for Canadian Parks and Wilderness

Financial Statements For the year ended March 31, 2009

Foundation for Canadian Parks and Wilderness

Financial Statements

For the year ended March 31, 2009

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Auditors' Report

To the Member of Foundation for Canadian Parks and Wilderness

We have audited the statement of financial position of Foundation for Canadian Parks and Wilderness as at March 31, 2009 and the statement of operations and changes in net assets for the year then ended. These financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as explained in the following paragraph, 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 common with many charitable organizations, the Foundation may derive revenue from donations, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Foundation and we were not able to determine whether any adjustments might be necessary to donations revenue, deficiency of revenue over expenses for the year, assets and net assets.

In our opinion, except for the effect of adjustments, if any, which we may have determined to be necessary had we been able to satisfy ourselves concerning the completeness of donations revenue as described in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the Foundation as at March 31, 2009 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles. As required by the Canada Corporations Act, we report that, in our opinion, these principles have been applied, on a basis consistent with that of the preceding year.

Collins Barrow Ottawa LLP

Chartered Accountants, Licensed Public Accountants

May 15, 2009

Foundation for Canadian Parks and Wilderness Statement of Financial Position

March 31 2009 2008

Assets

Cash (Note 1)	\$	97,036	\$	50,171
Temporary investment (Note 2)		38,272		37,037
Loan receivable from Canadian Parks and Wilderness Society - National Office (Note 3)		-		78,278
Investments restricted for the Boreal Campaign (Note 4)		-		171,320
Investment restricted for endowment purposes (Note 2)		26,402		26,402
		26,402		26,402
	\$	161,710	\$	363,208

Liabilities and Net Assets

Liabilities

Accounts payable and accrued liabilities (Note 4)	\$	3,000	\$	193,711
Due to Canadian Parks and Wilderness Society - National Office (Note 3)		10,000		-
Deferred contributions (Note 5)		3,303		4,954
		16,303		198,665

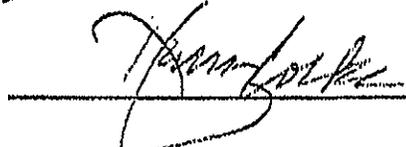
Net assets (Note 6)

Endowment		26,402		26,402
Unrestricted		119,005		138,141
		145,407		164,543
	\$	161,710	\$	363,208

On behalf of the Board:



Director



Director

**Foundation for Canadian Parks and Wilderness
Statement of Changes in Net Assets**

For the year ended March 31, 2009

(With comparative amounts for the year ended March 31, 2008)

	2009			2008		
	Endowment	Unrestricted	Total	Endowment	Unrestricted	Total
Balance , beginning of year	\$ 26,402	\$ 138,141	\$ 164,543	\$ 26,402	\$ 151,288	\$ 177,690
Deficiency of revenue over expenses for the year	-	(19,136)	(19,136)	-	(13,147)	(13,147)
Balance , end of year	\$ 26,402	\$ 119,005	\$ 145,407	\$ 26,402	\$ 138,141	\$ 164,543

Foundation for Canadian Parks and Wilderness Statement of Operations

For the year ended March 31	2009	2008
Revenue		
Donations (Note 5)	\$ 1,651	\$ 1,652
Investment (Note 3)	4,894	11,841
	6,545	13,493
Expenses		
Bank charges	66	29
Donations to Canadian Parks and Wilderness Society - National Office (Note 3)	13,509	22,794
Professional fees (Note 7)	12,106	3,817
	25,681	26,640
Deficiency of revenue over expenses for the year	\$ (19,136)	\$ (13,147)

Foundation for Canadian Parks and Wilderness

Summary of Significant Accounting Policies

March 31, 2009

Nature and Purpose of the Organization

The Foundation is incorporated under the laws of Canada as a not-for-profit organization without share capital under Part II of the Canada Corporations Act. The Foundation is a registered charity and as such is exempt from income taxes and may issue tax receipts for donations. The Foundation manages an endowment fund, which was established to support the Canadian Parks and Wilderness Society - National Office (the "Society" or "CPAWS"). The Society exercises control over the Foundation by virtue of it being the sole member of the Foundation and therefore has the ability to appoint all of the Foundation's Board of Directors.

The Foundation also promotes the conservation of natural land and marine ecosystems in Canada through public education, scientific studies and protection. In doing so the Foundation may solicit and receive donations, grants and bequests to fund its administration as well as projects undertaken directly or by other organizations promoting the same objectives of the Foundation.

Financial Instruments

The accounting standards for financial instruments require that financial assets and liabilities be classified according to their characteristics, management's intention, or the choice of category in certain circumstances. Financial assets must be classified as either held-for-trading, held-to-maturity, available-for-sale or loans and receivables. Financial liabilities must be classified as held-for-trading or other liabilities. When initially recognized, financial assets and financial liabilities are recorded at fair value on the statement of financial position. In subsequent periods, financial assets and financial liabilities classified as held-for-trading will be valued at fair value with gains or losses arising from a change in fair value recognized in operations as they occur. Financial assets classified as available-for-sale are also recorded at fair value with any change in fair value recognized in the statement of changes in net assets until realized or there is a decline in value that is considered other than temporary in which case they would be transferred to the statement of operations. Items that are classified in the following categories, will be measured at amortized cost using the effective interest method with gains or losses recognized in operations when realized. These categories are loans and receivables, financial assets held-to-maturity and other liabilities.

The Foundation's 2009 and 2008 fiscal years financial instruments consisted of cash, a temporary investment, investments restricted for the Boreal Campaign, an investment restricted for endowment purposes, the loan receivable from CPAWS, accounts payable and accrued liabilities, and amounts due to CPAWS. Unless otherwise noted, it is management's opinion that the Foundation is not and was not exposed to significant interest, currency or credit risks arising from these financial instruments.

Foundation for Canadian Parks and Wilderness Summary of Significant Accounting Policies

March 31, 2009

Financial Instruments
(continued)

Cash, the loan receivable from CPAWS, accounts payable and accrued liabilities, and amounts due to CPAWS were valued at cost which approximated fair value at the end of the respective fiscal year due to their short-term maturities and/or if they were interest bearing due to their bearing of a variable rate of interest.

The temporary investment and the investment restricted for endowment purposes were classified as held-for-trading and were recorded at fair value based on quoted market prices.

Investments restricted for the Boreal Campaign were classified as held-to-maturity and were recorded at amortized cost based on the effective interest method. Investments were carried at amortized cost as the Foundation had the intent and ability to hold the investments to maturity.

**Financial Risk
Management**

The Foundation manages its investment portfolio to earn investment revenue and invests only in low risk investments. The Foundation is not involved in any hedging relationships through its operations and does not hold or use any derivative financial instruments for trading purposes.

Revenue Recognition

The Foundation follows the deferral method of accounting for contributions. Externally restricted contributions other than endowment contributions are recognized as revenue in the year in which the related expenses are incurred. Endowment contributions are recognized as direct increases in net assets. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably assured.

Unrestricted and endowment investment revenue is available for spending at the discretion of the Foundation, unless externally restricted, and is recognized as revenue when it is earned. Externally restricted investment revenue, if any, is added to deferred contributions and is recognized as revenue in the year in which the related expenses are incurred.

Statement of Cash Flows

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

Foundation for Canadian Parks and Wilderness Summary of Significant Accounting Policies

March 31, 2009

Future Changes in Accounting Standards

The Canadian Institute of Chartered Accountants (CICA) has revised certain Canadian generally accepted accounting principles for not-for-profit organizations as set out in CICA Handbook Section 4400, Financial Statement Presentation by Not-For-Profit Organizations. In addition, the CICA has issued a new standard, CICA Handbook Section 4470, Disclosure of Allocated Expenses by Not-For-Profit Organizations. These sections are effective for fiscal periods commencing on or after January 1, 2009 which would be the Foundation's March 31, 2010 fiscal year however earlier adoption is permitted. These revisions relate to presentation and disclosure standards and hence will have no impact on an organization's net financial position or its results of operations.

There is not expected to be any effects to the Foundation's financial statement presentation and disclosure as a result of adopting these changes in accounting standards.

Foundation for Canadian Parks and Wilderness Notes to Financial Statements

March 31, 2009

1. Cash

The Foundation's bank account is held at one chartered bank. The bank account earns interest at a nominal rate.

2. Temporary Investment

The temporary investment consists of a mutual fund in a Canadian Money Market Fund. This mutual fund includes \$26,402 for 2009 and 2008 which has been restricted for endowment purposes.

3. Related Party Transactions

The Society provides administrative services to the Foundation at no cost. The Society also incurs expenses on behalf of the Foundation and these amounts are then repaid to the Society by the Foundation at cost.

In addition to the amounts above and in note 4 to these financial statements, there was loan issued in September 2006 that originally was to mature within one year. The loan agreement was amended during the Foundation's 2007 fiscal year to mature in the Foundation's 2010 fiscal year. The agreement was later amended in the Foundation's 2008 fiscal year to have no fixed terms of repayment. During the Foundation's 2009 fiscal year the loan was repaid. The interest rate of the loan was 5% per annum. Interest earned on the loan of \$3,501 (2008 - \$4,464) is included in investment revenue.

For its 2009 fiscal year the Foundation made total donations to the Society in the amount of \$13,509 (2008 - \$22,794 which includes the \$17,056 in note 4 to these financial statements) of which \$10,000 is due to the Society at March 31, 2009 (2008 - \$17,056).

4. Investments Restricted for the Boreal Campaign

Investments restricted for the Boreal Campaign consisted of a guaranteed investment certificate held at a chartered bank that matured April 9, 2008. These funds represented a portion of a restricted bequest to the Society that was transferred to the Foundation. Due to the nature of the restriction this investment was returned to the Society along with all interest that was earned on the investment since it was received by the Foundation during its 2006 fiscal year.

During its 2007 fiscal year, the Foundation repaid 50% of the \$333,333 received from the Society along with a portion of the interest earned. The payment of \$172,676 consisted of \$166,666 of principal and \$6,010 of interest. The interest was recorded as a donation to the Society since the interest revenue was not externally restricted.

Foundation for Canadian Parks and Wilderness Notes to Financial Statements

March 31, 2009

4. Investments Restricted for the Boreal Campaign (continued)

The remaining principal of \$166,667 plus the remaining interest earned of \$17,056 for a total of \$183,723 was recorded in accounts payable and accrued liabilities as at March 31, 2008. The interest was again recorded as a donation to the Society. When the investment was redeemed at the beginning of the Foundation's 2009 fiscal year this final \$183,723 was paid to the Society.

As at March 31, 2008, investments restricted for the Boreal Campaign were classified as held-to-maturity and consisted of guaranteed investment certificates which were carried at their fair value, which was equal to their amortized cost of \$171,320, and had face value of \$169,775. These investments had a stated and effective interest rate of 4.05%.

5. Deferred Contributions

Deferred contributions represent unspent contributions which have been restricted externally by the donor. These funds are recognized as revenue in the fiscal year in which the Foundation meets the restriction which is on an annual basis until its 2011 fiscal year.

	2009	2008
Bishop stock funds		
Balance, beginning of year	\$ 4,954	\$ 6,606
Recognized as revenue for the year	1,651	1,652
Balance, end of year	\$ 3,303	\$ 4,954

6. Capital Disclosures

The Foundation has adopted CICA Handbook Section 1535, Capital Disclosures, which establishes standards for the disclosure of information about an organization's capital and how it is managed. The Foundation's capital is its net assets which totals \$145,407 (2008 - \$164,543). Restrictions on the Foundation's capital consists of its endowment fund in the amount of \$26,402 (2008 - \$26,402). Therefore after this restriction, the Foundation's available capital consists of its unrestricted net assets in the amount of \$119,005 (2008 - \$138,141).

The Foundation manages its capital structure and makes adjustments to it in light of changes in the economic conditions and the risk characteristics of the underlying assets to meet its organizational objectives. These objectives are stated in the nature and purpose of the organization section of the summary of significant accounting policies accompanying these financial statements. In addition, as a registered charity, the Foundation must meet its disbursement requirement under the Income Tax Act of Canada.

The Board of Directors does not establish quantitative return on capital criteria.

Foundation for Canadian Parks and Wilderness Notes to Financial Statements

March 31, 2009

7. Professional Fees

During its 2009 fiscal year, the Foundation incurred additional professional fees related to its 2006, 2007 and 2008 fiscal years that were not provided for in the respective prior year's financial statements. As such, they are shown as an expense in the Foundation's 2009 fiscal year statement of operations. These additional expenses included finalization of the 2006 fiscal year audit as well as services related to the Foundation's 2008 fiscal year and certain prior fiscal years' registered charity information returns.
