

THE FULCRUM PUBLISHING SOCIETY
FINANCIAL STATEMENTS
FOR THE 334 DAYS ENDED APRIL 30, 2006

Auditors' Report
Statement of Financial Position
Statement of Operations
Statement of Cash Flows
Statement of Changes in Net Assets
Notes to Financial Statements

CONNELLY & KOSHY
Professional Corporation
CHARTERED ACCOUNTANTS

To The Board of Directors of
The Fulcrum Publishing Society

AUDITORS' REPORT

We have audited the statement of financial position of The Fulcrum Publishing Society as at April 30, 2006, and the statements of operations, the statement of cash flows and the statement of changes in net assets for the period then ended. These financial statements are the responsibility of the organization's management. 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 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 our opinion, these financial statements present fairly, in all material respects, the financial position of the organization as at April 30, 2006 and the results of its operations and changes in its financial position for the period then ended in accordance with Canadian generally accepted accounting principles.

Connelly & Koshy P.C.
Chartered Accountants

Ottawa, Ontario
November 23, 2006

THE FULCRUM PUBLISHING SOCIETY
(A Not-For-Profit corporation)

(Incorporated under Laws of Ontario)

STATEMENT OF FINANCIAL POSITION

AS AT APRIL 30, 2006

	2006
	\$
ASSETS	
CURRENT	
Accounts receivable	<u>70,611</u>
CAPITAL (Note 1d)	
Furniture and equipment - at cost	28,273
Less accumulated amortization	<u>(2,827)</u>
	<u>25,446</u>
GOODWILL (Note 2)	<u>1</u>
TOTAL ASSETS	<u><u>96,058</u></u>

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES	
Bank overdraft	7,805
Accounts payable and accrued liabilities	11,008
Advertising credit (Note 3)	23,142
Current portion of long-term debt (Note 4)	<u>13,500</u>
	<u>55,455</u>
LONG-TERM	
Loans payable (Note 4)	<u>15,218</u>
NET ASSETS	
Invested in capital assets	25,446
Unrestricted, end of year	<u>(61)</u>
	<u>25,385</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>96,058</u></u>

APPROVED ON BEHALF OF THE BOARD:

Director _____

Director _____

(See attached Auditors' Report)
(See Accompanying Notes to the Financial Statements)

THE FULCRUM PUBLISHING SOCIETY

STATEMENT OF OPERATIONS

FOR THE 334 DAYS ENDED APRIL 30, 2006 (SEE NOTE 5)

	2006
	\$
REVENUE	
Fund raising	4,750
Local advertising	100,929
National advertising	64,723
Student levy - SFUO	142,552
Student levy - GSAED	3,616
Miscellaneous revenue	1,591
	<u>318,161</u>
EXPENSES	
Amortization	2,827
Salaries and wages	157,337
Bad debts	5,903
Bank charges and interest	2,060
Subscription	3,599
Parking	1,212
Printing	76,743
Professional fees	19,683
Travel	1,450
Repair and maintenance	537
Office supplies and expenses	5,354
Website expense	1,562
Telephone and internet	7,049
Conference expense	7,460
	<u>292,776</u>
EXCESS OF REVENUES OVER EXPENSES	<u><u>25,385</u></u>

(See attached Auditors' Report)
(See Accompanying Notes to the Financial Statements)