

**H.E.A.L. (HEALTH, EDUCATION AND LEADERSHIP) INTERNATIONAL**

FINANCIAL STATEMENTS  
(unaudited)

YEAR ENDED DECEMBER 31<sup>st</sup> 2013

# *Mill Woods Accounting Services Ltd*

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## **NOTICE TO READER**

We have compiled the balance sheet of **H.E.A.L. (Health, Education and Leadership) International** as at December 31<sup>st</sup> 2013 and the statements of income, retained earnings and changes in financial position for the year ended from information provided by the foundation.

We have not audited, reviewed or otherwise attempted to verify the accuracy or completeness of such information. Readers are cautioned that these statements may not be appropriate for their purposes.

*Michael J James B.Ed. C.I.S.*

Mill Woods Accounting Services Ltd  
Edmonton, AB  
June 2014

H.E.A.L. (HEALTH, EDUCATION AND LEADERSHIP) INTERNATIONAL

STATEMENT OF FINANCIAL POSITION  
(unaudited)

FOR THE YEAR ENDED DECEMBER 31 2013      2012

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**ASSETS**

CURRENT

Current account	14,610	11,339
Accounts receivable	70	
Inventory	1,153	170
	<u>15,833</u>	<u>11,509</u>

**LIABILITIES AND ACCUMULATED SURPLUS**


CURRENT

Accounts payable	2,100	--
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EQUITY

Accumulated Surplus (Shortfall)	13,733	11,509
	<u>15,833</u>	<u>11,509</u>

ON BEHALF OF THE BOARD

 \_\_\_\_\_ *President*

 \_\_\_\_\_ *Treasurer*

**MWA**

H.E.A.L. (HEALTH, EDUCATION AND LEADERSHIP) INTERNATIONAL

SOURCE AND APPLICATION OF FUNDS  
(unaudited)

FOR THE YEAR ENDED DECEMBER 31	2013	2012
SOURCE OF FUNDS		
Donations	10,877	35,964
Fund raising	25,876	683
	<u>36,753</u>	<u>36,647</u>
APPLICATION OF FUNDS		
Insurance	820	1,113
Interest and bank charges	207	145
Government fees and permits	116	--
Professional fees	1,284	--
Office expenses	305	431
Telephone	--	146
Program /project supplies	14,422	--
Sponsorships	18,686	36,151
	<u>35,840</u>	<u>37,986</u>
TOTAL APPLICATION OF FUNDS	35,840	37,986
Excess (shortfall) of Revenue over expenditure	913	(1,339)

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**H.E.A.L (HEALTH, EDUCATION AND LEADERSHIP) INTERNATIONAL**

**STATEMENT OF CHANGES IN NET ASSETS**  
(unaudited)

FOR THE YEAR ENDED DECEMBER 31	<b>2013</b>	<b>2012</b>
Accumulated Surplus (Shortfall) (Beginning of year)	11,509	15,104
Excess (shortfall) of Revenue over Expenditure	913	(1,339)
Adjustment for items double counted, prior year	--	(2,256)
Adjustment for ledger retained earnings opening balance	1,311	
Accumulated Surplus (Shortfall) (End of year)	13,733	11,509

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# H.E.A.L. (HEALTH, EDUCATION AND LEADERSHIP) INTERNATIONAL

## Notes to Financial Statements

Year Ended December 31, 2012

(Unaudited)

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### DESCRIPTION OF BUSINESS

H.E.A.L. (Health, Education and Leadership) International is a non-profit organisation, incorporated under the Business Corporations Act of Canada, whose purpose is to advance education of needy student and to provide child sponsorship to needy children and other developing countries.

H.E.A.L. (Health, Education and Leadership) International is a non-profit organisation under the Income tax Act, and is therefore exempt from income taxes. Effective July 18<sup>th</sup> 2007, the foundation is registered as charity under paragraph 149 (1)(f) of the Income Tax Act

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### SIGNIFICANT ACCOUNTING POLICIES

#### Fund accounting

The foundation follows the restricted fund method of accounting for contributions.

The general fund accounts for the foundation's operating and administrative activities.

#### Sales revenue recognition

- a) Sales are normally recognised when the products are sold, at which time title passes to the customer
- b) Donations are recognized as revenue of the sponsorship in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

#### Contributed Services

Volunteer services contributed on behalf of the foundation in carrying out its operating activities are not recognised in these financial statements due to the difficulty of determining their fair value.

#### Going concern

These financial statements have been prepared on a going concern basis, which contemplates the realization of assets and payment of liabilities in the ordinary course of business. Should the foundation be unable to continue as a going concern, it may be unable to realize the carrying value of its assets and to meet its liabilities as they become due.

The foundation's ability to continue as a going concern is dependent upon its ability to attain profitable operations and generate funds therefrom, and to continue to obtain donations from third parties sufficient to meet current and future obligations and payables. These financial statements do not reflect an adjustment or reclassification of assets and liabilities, which would be necessary if the foundation were unable to continue its operations.

**H.E.A.L. (HEALTH, EDUCATION AND LEADERSHIP) INTERNATIONAL**

**Notes to Financial Statements**

**Year Ended December 31<sup>st</sup> 2013**

(Unaudited)

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**FINANCIAL INSTRUMENTS**

The foundation's financial instruments consist of cash and accrued liabilities.. Unless otherwise noted, the Board of Director's opinion that it is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair value of these financial instruments approximates their carrying values, unless otherwise noted

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