

PEOPLE FOR ANIMALS OF SASKATCHEWAN INC.
Financial Statements

Year Ended December 31, 2014

PEOPLE FOR ANIMALS OF SASKATCHEWAN INC.

Index to the Financial Statements
Year Ended December 31, 2014

Contents

	Page
Auditors' Report	1
Balance Sheet	2
Statement of Retained Earnings	3
Statement of Income	4
Statement of Cash Flows	5
Notes to the Financial Statements	6

Independent Auditor's Report

To the Shareholders of
PEOPLE FOR ANIMALS OF SASKATCHEWAN INC.

We have audited the accompanying financial statements of PEOPLE FOR ANIMALS OF SASKATCHEWAN INC., which comprise the balance sheet as at December 31, 2014, and the income statement and statement of retained earnings 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 for Not-for-profit organizations, 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.

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.

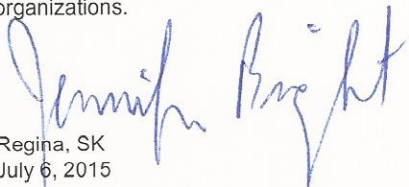
Basis for qualified opinion

PEOPLE FOR ANIMALS OF SASKATCHEWAN INC. derives a significant portion of its revenue from donations, the completeness of which is not susceptible of audit verification. Consequently, we were unable to obtain sufficient appropriate audit evidence to support the completeness of donation revenue, and we were unable to determine whether any adjustments were necessary.

Opinion

In our opinion, except for the effects of the matter described in the Basis for qualified opinion paragraph, the financial statements present fairly, in all material respects, the financial position of PEOPLE FOR ANIMALS OF SASKATCHEWAN INC. as at December 31, 2014, 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.

Regina, SK
July 6, 2015



Bright Company Accounting & Taxation
Certified General Accountants

PEOPLE FOR ANIMALS OF SASKATCHEWAN INC.

Balance Sheet as at December 31, 2014

	2014	2013
ASSETS		
Current		
Cash and cash equivalents	\$ 10,058	\$ 2,407
Accounts receivable (note 3)	11,434	11,721
	<u>21,492</u>	<u>14,128</u>
	<u>\$ 21,492</u>	<u>\$ 14,128</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Accounts payable and accrued liabilities	7,187	11,714
Other liabilities	-	1
	<u>7,187</u>	<u>11,715</u>
	<u>7,187</u>	<u>11,715</u>
Net Assets		
Retained earnings	14,305	2,413
	<u>14,305</u>	<u>2,413</u>
	<u>\$ 21,492</u>	<u>\$ 14,128</u>

See accompanying notes to the financial statements

Approved by:

Director:  _____

Director:  _____

PEOPLE FOR ANIMALS OF SASKATCHEWAN INC.

Statement of Retained Earnings for the year ended December 31, 2014

	2014		2013	
Retained earnings, beginning of the year	\$	2,413	\$	10,795
Net income (loss)		11,892		(8,382)
Retained earnings, end of the year	\$	14,305	\$	2,413

See accompanying notes to the financial statements

PEOPLE FOR ANIMALS OF SASKATCHEWAN INC.

Statement of Income for the year ended December 31, 2014

	2014	2013
Trade sales	\$ 223,823	\$ 166,359
Net trade Sales	223,823	166,359
Cost of sales		
Gross Profit	223,823	166,359
Operating Expenses:		
Advertising and promotion	795	37
Insurance	2,062	-
Interest and bank charges	1,105	682
Management fees	116,937	125,794
Memberships and licenses	220	-
Office expenses	3,912	3,227
Other operating expenses	11,862	10,763
Rental	4,134	3,837
Supplies	70,904	41,091
	211,931	185,431
Net income (loss) before other items and taxes	11,892	(19,072)
Other income:		
Other revenue	-	10,690
	-	10,690
Income (Loss) before income taxes	11,892	(8,382)
Net income (loss)	\$ 11,892	\$ (8,382)

See accompanying notes to the financial statements

PEOPLE FOR ANIMALS OF SASKATCHEWAN INC.

Statement of Cash Flows for the year ended December 31, 2014

	2014	2013
Cash flow from operating activities		
Net income (loss)	\$ 11,892	\$ (8,382)
Items not affecting cash:		
Changes in non-cash working capital:		
Accounts and notes receivable	287	(7,395)
Accounts payable and accrued liabilities	(4,528)	3,195
Net cash provided by (used in) operating activities	<u>7,651</u>	<u>(12,582)</u>
Cash flows from investing activities		
Cash flows from financing activities		
Net increase (decrease) in cash	<u>7,651</u>	<u>(12,582)</u>
Cash at the beginning of the year	2,407	14,989
Cash at the end of the year	<u>\$ 10,058</u>	<u>\$ 2,407</u>

PEOPLE FOR ANIMALS OF SASKATCHEWAN INC.

Notes to Financial Statements
Year Ended December 31, 2014

1. Description of business

People for Animals of Saskatchewan Inc. ("the Association") is an organization that was formed in order to educate people about animal welfare, feeding of feral and companion animals, to participate in a sterilization program and animal rescue. Regina Cat Rescue is the new operating name that was registered during 2014 by the Association since it only deals with cats, currently. People for Animals of Saskatchewan Inc. is incorporated and is continued under the Non-Profit Corporations Act of Saskatchewan (1982) and is a registered charity under the Income Tax Act.

2. Summary of Significant Accounting Policies

Capital Assets

Property, plant, and equipment are expensed in the year of purchase. Proceeds of subsequent dispositions are included in income in the year they occur. To date the Association has not owned any capital assets.

Revenue

Contributions are recognized under the deferral method of accounting. Revenue from contributions, fundraising gifts in kind, bingo events and adoption fees are recognized as received or receivable. None of these revenues are received in advance.

Grants received have been recorded as revenue by the Association in the period the grant pertains to according to the terms of each grant. Any additional amounts not received by year end are shown as grants receivable and any amounts that are received that relate to the next fiscal period are shown, as unearned grant revenue.

3. Accounts Receivable

	<u>2014</u>	<u>2013</u>
Other receivables	11,434	11,721
	<u>\$ 11,434</u>	<u>\$ 11,721</u>