

CANADIAN HUMANITARIAN ORGANIZATION FOR INTERNATIONAL RELIEF

Financial Statements

Year Ended March 31, 2007



PPW Chartered Accountants LLP

Gerald I. Peterson Chartered Accountant Ltd.
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AUDITORS' REPORT

To the Members of Canadian Humanitarian Organization for International Relief

We have audited the statement of financial position of Canadian Humanitarian Organization for International Relief as at March 31, 2007 and the statement of operations and net assets for the year 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 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 organization derives revenue from contributions 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 organization and we was not able to determine whether any adjustments might be necessary to contributions, excess of revenues over expenses, current assets and net assets.

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of the contributions referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the organization as at March 31, 2007 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Winnipeg, Manitoba
May 14, 2007

PPW LLP
Chartered Accountants

CANADIAN HUMANITARIAN ORGANIZATION FOR INTERNATIONAL RELIEF

Statement of Financial Position

March 31, 2007

	<u>2007</u>	<u>2006</u>
ASSETS		
CURRENT		
Cash	\$ 33,282	\$ 3,824
Supplies inventory	-	4,000
	<u>\$ 33,282</u>	<u>\$ 7,824</u>
LIABILITIES		
CURRENT		
Accounts payable	\$ 1,609	\$ 202
Deferred revenues	13,750	-
	15,359	202
NET ASSETS	<u>17,923</u>	<u>7,622</u>
	<u>\$ 33,282</u>	<u>\$ 7,824</u>

APPROVED BY THE BOARD

_____ *Director*

_____ *Director*

CANADIAN HUMANITARIAN ORGANIZATION FOR INTERNATIONAL RELIEF

Statement of Operations and Net Assets

Year Ended March 31, 2007

	2007	2006
REVENUE	\$ 179,893	\$ 60,836
EXPENSES		
Bank charges and interest	203	103
Fundraising expenses	5,488	3,038
Insurance	1,950	-
Office	784	275
Payroll expenses	23,835	5,618
Professional fees	3,778	30
Project expenses	133,554	46,431
	<u>169,592</u>	<u>55,495</u>
NET INCOME	10,301	5,341
NET ASSETS - BEGINNING OF YEAR	<u>7,622</u>	<u>2,281</u>
NET ASSETS - END OF YEAR	<u>\$ 17,923</u>	<u>\$ 7,622</u>

CANADIAN HUMANITARIAN ORGANIZATION FOR INTERNATIONAL RELIEF

Notes to Financial Statements

Year Ended March 31, 2007

1. PURPOSE OF THE ORGANIZATION

Canadian Humanitarian Organization for International Relief is a national organization formed to provide the basic necessities of life such as nutrition, shelter, health care, and education to disadvantaged children everywhere. Also, Canadian Humanitarian Organization for International Relief qualifies as not-for-profit organization under the provisions of the Income Tax Act.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Revenue Recognition

The organization follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Deferred Revenues

Deferred revenues represents contributions received regarding expenses to be incurred in a future year. These contributions will be recognized as revenue in the year in which the related expenses are incurred. Unless otherwise indicated these expenses are anticipated to be incurred within one year.

Contributed Goods and Services

Volunteer time and office costs are contributed to the organization each year to assist it in carrying out its activities. Because of the difficulty of determining their fair value, contributed goods and services are not recognized in the financial statements.
