

NEW DIMENSIONS FOUNDATION

Notes to Financial Statements (continued)

Year ended May 31, 2008

4. Capital assets:


The building under construction relates to a multi-sport centre. No amortization has been charged in the year as the facility was not in use.

5. Related organizations:

The Foundation is related to the MultiSport Centre of Excellence ("MCEF") by virtue of common control and board membership.

During the year there were no transactions between the related organizations, and no balances outstanding as at May 31, 2008.

6. Subsequent event:



On June 1, 2008, the assets and liabilities of the Foundation were transferred to MCEF at their carrying value.

The transfer was a non-cash transaction and the net balance of the transfer value was recorded as a receivable by the Foundation on June 1, 2008.

MULTISPORT CENTRE OF EXCELLENCE FOUNDATION

Notes to Financial Statements (continued)

Period from incorporation on October 18, 2007 to September 30, 2008

5. Note payable:

The note payable is due to New Dimensions Foundation ("NDF"), a party related by virtue of common control and board members.

The note is interest bearing at the [REDACTED] prime rate and is secured on the land and buildings of the Foundation. The note is repayable within 60 days on demand but NDF has waived the right to demand repayment until October 1, 2009. As such, the note payable has been treated as a long-term liability.

6. Acquisition of assets and liabilities:

On June 1, the assets and liabilities of NDF were acquired by the Foundation in exchange for a note payable to NDF. The assets were transferred at their carrying values to NDF on the date of transfer, which was also the recorded and agreed upon exchange amount.

The transfer of assets and liabilities included the following identifiable items:

Cash	\$ 152,747
Current assets	2,691,641
Short-term investments	4,599,793
Land and buildings	7,949,518
Current liabilities	(3,154,270)
	\$ 12,239,429

7. Related parties:

(a) New Dimensions Foundation:

The Foundation is related to the NDF by virtue of common control and board membership.

At September 30, 2008, the Foundation had an outstanding note payable to NDF of \$17,392,300, of which \$268,701 was comprised of accrued interest.

(b) Member:

At September 30, 2008, the Foundation had an outstanding balance to its sole member in the amount of \$11,000.

8. Financial instruments:

The carrying amounts of GST receivable, accounts payable and notes payable are recorded at amortized cost which approximates their fair value, due to the short-term nature of these instruments.

Cash and short-term investments and marketable securities are measured at their fair value.