



REGISTERED CHARITY INFORMATION RETURN

22 2011-05-31 864070859 RR 0001 3020678

Section A: Identification

- Guide T4033, *Completing the Registered Charity Information Return*, is available through our Forms and publications Web pages at www.cra.gc.ca/charities.
- The *Privacy Act* protects all personal information given on this form, which is kept in personal information bank CRA PPU 200. The Canada Revenue Agency (CRA) will make this form and all attachments available to the public on the Charities Directorate Web site, except for information or data identified as confidential. All of the information collected on this form may be shared as permitted by law (e.g. with certain other government departments and agencies).

Remember: Even if the charity goes through an inactive period, you must continue to file information returns to maintain its registered status.

If you did not receive a barcode label to affix to the return, please complete the following:

1. Charity's name:

2. Return for fiscal period ending:

3. BN/registration number:

4. Web address (if applicable):

A1 Was the charity in a subordinate position to a parent organization? 1510 Yes No

If yes, please provide the name and BN/registration number of the organization.

Name	BN (if applicable) RR
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A2 Has the charity wound-up, dissolved, or terminated operations? 1570 Yes No

A3 All charities are designated as one of the following: a charitable organization, a public foundation, or a private foundation. Is your organization designated as a public foundation or private foundation? 1600 Yes No

(Refer to the Form TF725, *Registered Charity Basic Information sheet (BIS)* to confirm. This form is included in the return package.)

If yes, you must complete and attach Schedule 1, *Foundations*, to your return.

Section B: Directors/trustees and like officials

B1 The charity is required to provide certain information for all members of its board of directors/trustees for the complete fiscal period. Only the **public information** section on the worksheet is available to the public. The **confidential data** section is for the CRA's use but may be shared as permitted by law (e.g. with certain other government departments and agencies). Use Form T1235, *Directors/Trustees and Like Officials Worksheet*, or include your own sheet with the same information. Charities subject to the *Ontario Corporations Act* may complete a blended worksheet.

Section C: Programs and general information

C1 Was the charity active during the fiscal period? If no, explain why in the "Ongoing programs" space provided at C2 1800 Yes No

C2 In the space provided, describe all **ongoing** and **new** charitable programs the charity carried on to further its charitable purpose(s) (as defined in its governing documents) this fiscal period. "Programs" includes all of the charitable work the charity carries out on its own through employees or volunteers as well as through qualified donees and intermediaries. The charity may also use this space to describe the contributions of its volunteers in carrying out its programs (e.g. number of volunteers and/or hours). Grant-making charities should describe the types of organizations they support. Please note that "programs" **does not** include fundraising activities. **Do not attach additional sheets of paper or annual reports.**

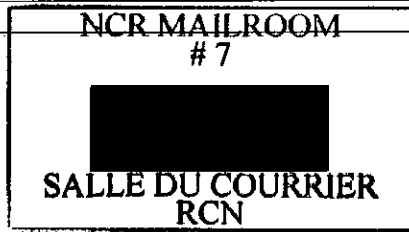
Ongoing programs:

DAILY OPERATIONS INCLUDING DELIVERY OF ACADEMIC PROGRAM TO STUDENTS FOR A FOUR-YEAR BACCALAUREATE LIBERAL ARTS AND SCIENCE DEGREE.

PROVIDING OF RESIDENCE FACILITIES TO STUDENTS.

DEVELOPED PARTNERSHIP AGREEMENTS WITH CERTAIN POST-SECONDARY INSTITUTIONS AROUND THE WORLD.

New programs:



Registered charities may make gifts to qualified donees. Qualified donees are other registered Canadian charities, as well as certain other organizations described in the *Income Tax Act*.

C3 Did the charity make gifts or transfer funds to qualified donees or other organizations? **2000** Yes No

If yes, you must complete and attach Form T1236, *Qualified Donees Worksheet/Amounts Provided to Other Organizations*, to your return.

C4 Did the charity carry on, fund, or provide any resources through employees, volunteers, agents, joint ventures, contractors, or any other individuals, intermediaries, entities, or means (other than qualified donees) for any activity/program/project outside Canada? **2100** Yes No

If yes, you must complete and attach Schedule 2, *Activities Outside Canada*, to your return.

A registered charity may pursue political activities to retain, oppose, or change the law, policy, or decision of any level of government inside or outside Canada provided the activities are non-partisan, related to its charitable purposes, and limited in extent.

C5 (a) Did the charity carry on any political activities during the fiscal period? **2400** Yes No

(b) Enter the total amount spent by the charity on these activities **5030**\$

C6 If the charity carried on fundraising activities or engaged third parties to carry on fundraising activities on its behalf, tick all fundraising methods that it used during the fiscal period.

2500 <input type="checkbox"/> Advertisements/print/radio/TV commercials	2570 <input checked="" type="checkbox"/> Fundraising sales (e.g., cookies)	2620 <input type="checkbox"/> Telephone/TV solicitations
2510 <input type="checkbox"/> Auctions	2575 <input type="checkbox"/> Internet	2630 <input checked="" type="checkbox"/> Tournament/sporting events
2530 <input type="checkbox"/> Collection plate/boxes	2580 <input type="checkbox"/> Mail campaigns	2640 <input type="checkbox"/> Cause-related marketing
2540 <input type="checkbox"/> Door-to-door solicitation	2590 <input checked="" type="checkbox"/> Planned-giving programs	2650 <input type="checkbox"/> Other
2550 <input type="checkbox"/> Draws/lotteries	2600 <input type="checkbox"/> Targeted corporate donations/sponsorships	2660 Specify: _____
2560 <input type="checkbox"/> Fundraising dinners/galas/concerts	2610 <input type="checkbox"/> Targeted contacts	

C7 Did the charity pay external fundraisers? **2700** Yes No

If yes, you must complete the following lines, and complete and attach Schedule 4, *Confidential Data*, 1. Information about Fundraisers.

(a) Enter the gross revenue collected by the fundraisers on behalf of the charity. **5450**\$

(b) Enter the amounts paid to and/or retained by the fundraisers. **5460**\$

(c) Identify the method of payment to the fundraiser:

2730 <input type="checkbox"/> Commissions	2750 <input type="checkbox"/> Finder's fees	2770 <input type="checkbox"/> Honoraria
2740 <input type="checkbox"/> Bonuses	2760 <input type="checkbox"/> Set fee for services	2780 <input type="checkbox"/> Other
2790 Specify: _____		

(d) Did the fundraiser issue tax receipts on behalf of the charity? **2800** Yes No

C8 Did the charity compensate any of its directors/trustees or like officials or persons not at arm's length from the charity for services provided during the fiscal period (other than reimbursement for out-of-pocket expenses)? **3200** Yes No

C9 Did the charity incur any expenses for compensation of employees during the fiscal period? **3400** Yes No

If yes, you must complete and attach Schedule 3, *Compensation*, to your return.

C10 Did the charity receive any donations or gifts of any kind valued at \$10,000 or more from any donor that was not resident in Canada and was not any of the following: **3900** Yes No

- A Canadian citizen, nor
- Employed in Canada, nor
- Carrying on a business in Canada, nor
- A person having disposed of taxable Canadian property?

If yes, you must complete and attach Schedule 4, *Confidential Data*, 2. Information about Donors Not Resident in Canada, for each donation of \$10,000 or more.

C11 Did the charity receive any non-cash gifts (gifts-in-kind) for which it issued tax receipts? **4000** Yes No

If yes, you must complete and attach Schedule 5, *Non-Cash Gifts* to your return.

C12 Did the charity acquire a non-qualifying security? **5800** Yes No

C13 Did the charity allow a donor to use any of the charity's property during the fiscal period? (except for permissible uses) **5810** Yes No

C14 Did the charity issue any of its tax receipts for donations on behalf of another organization? **5820** Yes No

Section D: Financial information

If any of the following applies to your charity, proceed to Schedule 6, *Detailed Financial Information*, and do not complete Section D below. If none of the following applies, complete Section D.

- a) The charity's revenue exceeds \$100,000.
- b) The amount of all property (e.g., investments, rental properties) not used in charitable programs exceeds \$25,000.
- c) The charity currently has permission to accumulate funds during this fiscal period.

Please show all figures to the nearest single dollar.

D1 Was the financial information reported below prepared on an accrual or cash basis? **4020** Accrual Cash

D2 Summary of financial position:

Using the charity's own financial statements, provide the following:

Does the charity own land and/or buildings? **4050** Yes No

Total assets (including land and buildings) **4200** \$

Total liabilities **4350** \$

Did the charity borrow from, loan to, or invest assets with any non-arm's length parties? **4400** Yes No

D3 Revenue:

Did the charity issue tax receipts for donations? **4490** Yes No

If yes, what is the total eligible amount of all donations for which the charity issued tax receipts **4500** \$ 0

Total amount of 10 year gifts received **4505** \$ 0

Total amount received from other registered charities **4510** \$ 0

What is the total amount for all other donations received for which a tax receipt was not issued by the charity? (excluding amounts at lines 4575 and 4630) **4530** \$

Did the charity receive any revenue from any level of Canadian government? **4565** Yes No

If yes, total amount received **4570** \$

Total non tax-receipted amounts from all sources outside Canada (government and non-government). **4575** \$

Total non tax-receipted amounts from fundraising **4630** \$ 0

Total revenue from sale of goods and services (except to any level of Canadian government). **4640** \$

Other amounts not already included in the amounts above **4650** \$

Total revenue (Add lines 4500 to 4650, excluding line 4505) **4700** \$ 0

D4 Expenditures:

What was the charity's total expenditure on professional and consulting fees? **4860** \$

What was the charity's total expenditure on travel and vehicles? **4810** \$

All other expenditures not already included in the amounts above (excluding gifts to qualified donees) **4920** \$

Total expenditures (excluding gifts to qualified donees) (Add lines 4860, 4810, and 4920) **4950** \$

Of the total amount at line 4950:

a) How much did the charity spend on charitable programs? **5000** \$ 0

b) How much did the charity spend on management and administration? **5010** \$

Total amount of gifts made to all qualified donees **5050** \$ 0

Total expenditures (Add lines 4950 and 5050) **5100** \$ 0

Section E: Certification

This return must be signed by a director/trustee or like official of the registered charity who has authority to sign on behalf of the charity. It is a serious offence under the *Income Tax Act* to provide false or deceptive information.

I certify that the information given on this form, the basic information sheet, and any attachment is, to the best of my knowledge, correct, complete, and current.

Name (please print):	Signature:	
Position in charity:	Date:	Telephone No:
CFO		

Section F: Confidential Data

F1 Provide the physical address of the charity and the address in Canada for the charity's books and records.
Post office box numbers and rural routes are not sufficient.

	Physical address of the charity	Address for the charity's books and records
Number, street, apt. no., or lot and concession no.		
City		
Province or territory and postal code		

F2 Name and address of individual who completed this return.

T3010, Registered Charity Information Return, checklist

- Have you confirmed that all charity information included in the Form TF725, *Registered Charity Basic Information Sheet* (BIS) is correct?
 - Some changes can be made directly on the BIS.
- Have you attached Form TF725, *Registered Charity Basic Information sheet* (BIS)?
- Has the charity made any amendments to its governing documents during the fiscal period?
 - If yes, have you sent us an official copy of the amended governing documents in a separate envelope?
- Have you completed Schedule 1, *Foundations*, if required?
- Have you attached Form T1235, *Directors/Trustees and Like Officials Worksheet*?
- Have you attached Form T1236, *Qualified Donees Worksheet/Amounts Provided to Other Organizations*, if required?
- Have you completed Schedule 2, *Activities Outside Canada*, if required?
- Have you completed Schedule 3, *Compensation*, if required?
- Have you completed Schedule 4, *Confidential Data*, if required?
- Have you completed Schedule 5, *Non-Cash Gifts*, if required?
- Have you completed Schedule 6, *Detailed Financial Information*, if required?
- Have you attached a copy of the charity's financial statements?

- 1** Did the foundation acquire control of a corporation in the fiscal period? **100** Yes No
- 2** Did the foundation incur any debts at any time during the fiscal period other than for current operating expenses, purchasing or selling investments, or in administering charitable programs? **110** Yes No

For private foundations only:

- 3** At any time during the fiscal period, did the foundation hold any shares, rights to acquire shares, or debts owing to it that meet the definition of a non-qualified investment? **120** Yes No
- 4** Did the foundation own more than 2% of any class of shares of a corporation at any time during this fiscal period? **130** Yes No

If yes, you must complete and attach *Form T2081, Excess Corporate Holdings Worksheet*, to your return.
 (Note: Only private foundations will have this worksheet included in their return package.)

For more information about carrying on programs outside Canada see the Charities Directorate website at www.cra.gc.ca/charities

- 1** What were total expenditures on activities/programs/projects carried on outside Canada during the fiscal period, excluding gifts to qualified donees? **200**\$
- 2** Were any of the charity's resources provided for programs outside Canada under any kind of an arrangement including a contract, agency agreement, or joint venture to any other individual or entity (excluding gifts to qualified donees)? **210** Yes No

If yes, enter the amounts of the total reported on line 200 transferred to these individuals/organizations as required in the following table.

Name of individual/organization	Using the list on the reverse, identify country code where activities were carried on.	Amount (\$) Show amounts to the nearest single dollar.

- 3** Using the list on the reverse, identify the countries where the charity itself carried on programs or provided any of its resources. Enter the appropriate country codes in the following spaces.

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- 4** Are any projects undertaken outside Canada funded by the Canadian International Development Agency (CIDA)? **220** Yes No
- If yes, what was the total amount of funds expended under this arrangement? **230**\$
- 5** Were any programs carried on outside Canada carried out by employees of the charity? **240** Yes No
- 6** Were any programs carried on outside Canada carried out by volunteers of the charity? **250** Yes No
- 7** Is the charity exporting goods as part of its charitable programs? **260** Yes No

If yes, list the items being exported, their value, their destination (city/region) and country code.

Item	Value	Destination (city/region)	Country code

COUNTRY CODES

Americas-Central and South

AR-Argentina
 BO-Bolivia
 BR-Brazil
 CL-Chile
 CO-Columbia
 CR-Costa Rica
 CU-Cuba
 DO-Dominican Republic
 EC-Ecuador
 SV-El Salvador
 GT-Guatemala
 GY-Guyana
 HT-Haiti
 HN-Honduras
 JM-Jamaica
 MX-Mexico
 NI-Nicaragua
 PA-Panama
 PE-Peru
 UY-Uruguay
 VE-Venezuela
 QM-Other

Americas-North

US-United States of America
 QN-Other

Middle East

IR-Iran
 IQ-Iraq

IL-Israel
 PS-Israeli Occupied Territories
 JO-Jordan
 KW-Kuwait
 LB-Lebanon
 OM-Oman
 QA-Qatar
 SA-Saudi Arabia
 SY-Syrian Arab Republic
 YE-Yemen
 QO-Other

Europe

AL- Albania
 AM-Armenia
 BA-Bosnia and Herzegovina
 BY-Belarus
 BG-Bulgaria
 DK-Denmark
 ES-Spain
 FR-France
 GE-Georgia
 DE-Germany
 GB-United Kingdom
 HR-Croatia
 IT-Italy
 CY-Cyprus
 MK-Macedonia
 ME-Montenegro
 NL-Netherlands
 PL-Poland
 RO-Romania

RU-Russia
 RS-Serbia
 TR-Turkey
 UA-Ukraine
 QP-Other

Asia and Oceania

AF- Afghanistan
 AZ-Azerbaijan
 BD-Bangladesh
 BT-Bhutan
 KH-Cambodia
 CN-China
 IN-India
 ID-Indonesia
 KZ-Kazakhstan
 KG-Kyrgyzstan
 LA-Laos
 LK-Sri Lanka
 MY-Malaysia
 MN-Mongolia
 MM-Myanmar (Burma)
 KP-North Korea
 KR-South Korea
 PK-Pakistan
 PH-Philippines
 SG-Singapore
 TH-Thailand
 TJ-Tajikistan
 TL-Timor-Leste
 UZ-Uzbekistan
 VN-Vietnam
 QR-Other

Africa

DZ-Algeria
 AO-Angola
 BW-Botswana
 CM-Cameroon
 CF-Central African Republic
 TD-Chad
 CG-Republic of Congo
 CD- Democratic Republic of Congo
 EG-Egypt
 ET-Ethiopia
 GA-Gabon
 GM-Gambia
 GH-Ghana
 NA-Namibia
 KE-Kenya
 LR-Liberia
 MG-Madagascar
 NE-Niger
 NG-Nigeria
 RW-Rwanda
 SL-Sierra Leone
 SO-Somalia
 SD-Sudan
 UG-Uganda
 ZM-Zambia
 ZW-Zimbabwe
 QS-Other

Compensation

Schedule 3

1 (a) Enter the **number** of permanent, full-time, compensated positions in the fiscal period. This number should represent the number of positions the charity had including both managerial positions and others, and should not include independent contractors. **300**

(b) For the **ten (10)** highest compensated, permanent, full-time positions enter the **number** falling within each of the following annual compensation categories.

305 <input type="text" value="2"/> \$1 – \$39, 999	310 <input type="text" value="3"/> \$40,000 – \$79,999	315 <input type="text" value="5"/> \$80,000 – \$119,999
320 <input type="text" value="2"/> \$120,000 – \$159,999	325 <input type="text" value=""/> \$160,000 – \$199,999	330 <input type="text" value=""/> \$200,000 – \$249,999
335 <input type="text" value=""/> \$250,000 – \$299,999	340 <input type="text" value=""/> \$300,000 – \$349,999	345 <input type="text" value=""/> \$350,000 and over

2 (a) Enter the **number** of part-time or part-year (for example, seasonal) employees the charity employed during the fiscal period **370**

(b) What was the total expenditure on compensation for part-time or part-year employees in the fiscal period? **380**\$

3 What was the charity's total expenditure on all compensation in the fiscal period? **390**\$

The information in this confidential data schedule is for the CRA's use but may be shared as permitted by law (e.g. with certain other government departments and agencies).

1. Information about Fundraisers

Please provide the name(s) and arm's length status of external fundraiser(s).

Name	At arm's length? Yes/No
[REDACTED]	[REDACTED]

2. Information about Donors Not Resident in Canada

Complete this schedule to report any donation of \$10,000 or more received from any donor that was not resident in Canada and was not any of the following:

- A Canadian citizen, nor
- Employed in Canada, nor
- Carrying on business in Canada, nor
- A person having disposed of taxable Canadian property

Provide the name of the donor and the value of the donation in the chart below. You must also indicate whether the donor was an organization (for example a business, corporate entity, charity, non-profit organization), a government or an individual by placing a check mark in the appropriate box.

Name	Amount	Organization	Government	Individual
[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]

Non-Cash Gifts

Schedule 5

1. Identify all types of non-cash gifts (gifts-in-kind) received for which a tax-receipt was issued:

- | | | |
|--|---|--|
| <input type="checkbox"/> 500 Artwork/wine/jewellery | <input type="checkbox"/> 525 Ecological properties | <input type="checkbox"/> 550 Publicly traded securities/mutual funds |
| <input type="checkbox"/> 505 Building materials | <input type="checkbox"/> 530 Life insurance policies | <input type="checkbox"/> 555 Books (literature, comics) |
| <input type="checkbox"/> 510 Clothing/furniture/food | <input type="checkbox"/> 535 Medical equipment/supplies | <input type="checkbox"/> 560 Other |
| <input type="checkbox"/> 515 Vehicles | <input type="checkbox"/> 540 Privately-held securities | <input type="checkbox"/> 565 Specify: _____ |
| <input type="checkbox"/> 520 Cultural properties | <input type="checkbox"/> 545 Machinery/equipment (including computers and software) | |

2. Indicate the total eligible amount of tax receipted non-cash gifts

580\$

Was the financial information reported below prepared on an accrual or cash basis?

4020 Accrual Cash

Statement of financial position

Show figures to the nearest single dollar.

Assets:

Cash, bank accounts, and short-term investments	4100	\$	975,705
Amounts receivable from non-arm's length parties	4110	\$	
Amounts receivable from all others	4120	\$	329,699
Investments in non-arm's length parties	4130	\$	
Long-term investments	4140	\$	
Inventories	4150	\$	86,545
Land and buildings in Canada	4155	\$	92,371,453
Other capital assets in Canada	4160	\$	2,438,258
Capital assets outside Canada	4165	\$	
Accumulated amortization of capital assets	4166	\$	(9,764,690)
Other assets	4170	\$	172,163
10 year gifts	4180	\$	
Total assets (add lines 4100 to 4170)	4200	\$	86,609,133

Liabilities:

Accounts payable and accrued liabilities	4300	\$	727,012
Deferred revenue	4310	\$	397,498
Amounts owing to non-arm's length parties	4320	\$	
Other liabilities	4330	\$	75,023,352
Total liabilities (add lines 4300 to 4330)	4350	\$	76,147,862

Amount included in lines 4150, 4155, 4160, 4165 and 4170 not used in charitable programs

4250 \$

Statement of operations

Revenue:

Total eligible amount of all gifts for which the charity issued tax receipts		4500	\$	
Total eligible amount of tax-receipted tuition fees	5610	\$		
Total amount of 10 year gifts received	4505	\$		
Total amount received from other registered charities	4510	\$	5,475,000	
Total other gifts received for which a tax receipt was not issued by the charity	4530	\$		
Total revenue received from federal government	4540	\$		
Total revenue received from provincial/territorial governments	4550	\$		
Total revenue received from municipal/regional governments	4560	\$		
Total revenue received from all sources outside Canada	4575	\$		
Total interest and investment income received or earned	4580	\$	1,647	
Gross proceeds from disposition of assets	4590	\$		
Net proceeds from disposition of assets (show a negative amount with brackets)	4600	\$	(278,993)	
Gross income received from rental of land and/or buildings	4610	\$		
Non tax-receipted revenues received for memberships, dues, and association fees	4620	\$		
Total non tax-receipted revenue from fundraising	4630	\$	1,667	
Total revenue from sale of goods and services (except to government)	4640	\$	2,887,012	
Other revenue not already included in the amounts above	4650	\$	7,384,985	
Specify type(s) of revenue included in the amount reported at 4650 (e.g., dividends)	4655		Amortization of deferred contributions	
Total revenue (add lines 4500, 4510 to 4580, and 4600 to 4650)	4700	\$	15,471,318	

Expenditures:

Advertising and promotion	4800	\$	231,589
Travel and vehicle expenses	4810	\$	
Interest and bank charges	4820	\$	24,267
Licences, memberships, and dues	4830	\$	
Office supplies and expenses	4840	\$	514,749
Occupancy costs	4850	\$	4,349,767
Professional and consulting fees	4860	\$	79,881
Education and training for staff and volunteers	4870	\$	
Total expenditure on all compensation (enter the amount reported at line 390 in Schedule 3 if applicable)	4880	\$	4,106,432
Fair market value of all donated goods used in charitable programs	4890	\$	
Total cost of all purchased supplies and assets	4891	\$	

Amortization of capitalized assets	4900\$	2,575,855
Total expenditure for research grants and scholarships as part of charitable programs	4910\$	4,612,878
Other expenditures not included in the amounts above (excluding gifts to qualified donees)	4920\$	1,174,780
Specify type(s) of expenditures included in the amount reported at 4920	4930 consulting, conferences and programs	
Total expenditures before gifts to qualified donees (add lines 4800 to 4920)	4950\$	17,670,198

Lines 5000 to 5040 represent a breakdown of the expenditures on lines 4800 to 4920. The total of lines 5000 to 5040 should equal line 4950.

Total expenditures on charitable programs	5000\$	16,788,990
Total expenditures on management and administration	5010\$	879,380
Total expenditures on fundraising	5020\$	1,828
Total expenditures on political activities, inside or outside Canada	5030\$	
Total other expenditures included in line 4950	5040\$	
Total amount of gifts made to all qualified donees	5050\$	
Total expenditures (add amounts from line 4950 and 5050)	5100\$	17,670,198

Other financial information

Permission to accumulate property:

Only registered charities that have written permission to accumulate should complete this section.

• Enter the amount accumulated for the fiscal period, including income earned on accumulated funds	5500\$	0
• Enter the amount disbursed for the fiscal period for the specified purpose we have permitted	5510\$	0

Permission to reduce disbursement quota:

If the charity has received approval from the Charities Directorate to make a reduction to its disbursement quota, enter the amount for the fiscal period

5750\$	0
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Property not used in charitable activities

Enter the value of property not used for charitable activities or administration during:

• The 24 months before the beginning of the fiscal period	5900\$	471,830
• The 24 months before the end of the fiscal period	5910\$	171,242



Directors/Trustees and Like Officials Worksheet

Enter the prescribed information for each director/trustee and like official of the charity. The public information section on this worksheet available to the public. Confidential data, may be shared as permitted by law (e.g. with certain other government departments and agencies). See the reverse of this form for an explanation of terms used.

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Total Number of Directors/Trustees and Like Officials:

Public information	Confidential Data
Last name: BROMLEY First name: BLAKE Initial: _____ Director/Trustee/Like Officials Term ▶ Start Date: <u>2008/07/28</u> End Date: <u>2011/04/28</u> Position: DIRECTOR At arm's length with other Directors, etc.? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	
Last name: DAVIS First name: BASIL Initial: _____ Director/Trustee/Like Officials Term ▶ Start Date: <u>2008/08/26</u> End Date: <u>2011/10/02</u> Position: DIRECTOR At arm's length with other Directors, etc.? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	
Last name: WORLAND First name: IAN Initial: _____ Director/Trustee/Like Officials Term ▶ Start Date: <u>2008/07/28</u> End Date: _____ Position: DIRECTOR At arm's length with other Directors, etc.? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	
Last name: HELFAND First name: DAVID Initial: _____ Director/Trustee/Like Officials Term ▶ Start Date: <u>2008/09/26</u> End Date: _____ Position: DIRECTOR At arm's length with other Directors, etc.? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	
Last name: ARMITAGE First name: JIM Initial: _____ Director/Trustee/Like Officials Term ▶ Start Date: <u>2010/12/23</u> End Date: <u>2011/01/10</u> Position: DIRECTOR At arm's length with other Directors, etc.? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	
Last name: _____ First name: _____ Initial: _____ Director/Trustee/Like Officials Term ▶ Start Date: _____ End Date: _____ Position: _____ At arm's length with other Directors, etc.? <input type="checkbox"/> Yes <input type="checkbox"/> No	
Last name: _____ First name: _____ Initial: _____ Director/Trustee/Like Officials Term ▶ Start Date: _____ End Date: _____ Position: _____ At arm's length with other Directors, etc.? <input type="checkbox"/> Yes <input type="checkbox"/> No	
Last name: _____ First name: _____ Initial: _____ Director/Trustee/Like Officials Term ▶ Start Date: _____ End Date: _____ Position: _____ At arm's length with other Directors, etc.? <input type="checkbox"/> Yes <input type="checkbox"/> No	
Last name: _____ First name: _____ Initial: _____ Director/Trustee/Like Officials Term ▶ Start Date: _____ End Date: _____ Position: _____ At arm's length with other Directors, etc.? <input type="checkbox"/> Yes <input type="checkbox"/> No	
Last name: _____ First name: _____ Initial: _____ Director/Trustee/Like Officials Term ▶ Start Date: _____ End Date: _____ Position: _____ At arm's length with other Directors, etc.? <input type="checkbox"/> Yes <input type="checkbox"/> No	

Quest University Canada

**Financial Statements
For the year ended May 31, 2011**

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Independent Auditors' Report

**To the Members of:
Quest University Canada**

We have audited the accompanying financial statements of Quest University Canada ("the University"), which comprise the financial position as at May 31, 2011 and the statement of operations, statement of changes in net assets and cash flow statement 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 statements in accordance with Canadian generally accepted accounting principles, 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 error or fraud.

Auditors' 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 of material misstatement.

An audit includes performing procedures to obtain audit evidence about amounts and disclosures in the financial statements. The procedures selected depend on the auditors judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risks assessments, the auditor considers internal control relevant to the University'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 University'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 opinion.

Opinion

In our opinion, these financial statements present fairly, in all material respects, the financial position of the University as at May 31, 2011 and its financial performance and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Vancouver, British Columbia
November 8, 2011



Chartered Accountants

Quest University Canada
Statement of Financial Position

May 31	2011	2010
Assets		
Current		
Cash	\$ 299,532	\$ 297,100
Term deposits	171,123	171,361
Accounts receivable	329,699	212,962
Prepaid expenses & other current assets	172,163	465,380
Inventory	86,545	39,735
	<u>1,059,062</u>	<u>1,186,538</u>
Restricted cash (Note 3)	505,050	351,506
Property & equipment (Note 4)	85,045,021	87,510,366
	<u>\$ 86,609,133</u>	<u>\$ 89,048,410</u>
Liabilities, Deferred Contributions and Net Assets		
Current		
Accounts payable & accrued liabilities	\$ 727,012	\$ 743,953
Current portion of capital lease obligations (Note 6)	-	94,245
Deferred tuition revenues	210,013	196,442
Deferred contributions	-	158,876
Demand loan (Note 5)	75,023,352	75,023,352
	<u>75,960,377</u>	<u>76,216,868</u>
Deferred library contributions (Note 7)	187,485	171,390
	<u>76,147,862</u>	<u>76,388,258</u>
Net assets		
Unrestricted	122,037	87,267
Invested in property & equipment (Note 8)	9,802,477	12,189,254
Invested in library collection	31,707	32,125
Restricted for certification (Note 3)	505,050	351,506
	<u>10,461,271</u>	<u>12,660,152</u>
	<u>\$ 86,609,133</u>	<u>\$ 89,048,410</u>

Commitments (Note 9)

Subsequent events (Note 11)

Approved on behalf of the Board of Governors:

Director

Director

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

Quest University Canada
Statement of Operations

For the year ended May 31	2011	2010
<i>(with comparatives for the 9 month period ended May 31, 2010)</i>		
Revenues		
Tuition	\$ 7,335,442	\$ 4,588,750
Room and boarding (Note 12)	2,131,838	1,307,020
Ancillary rentals	488,986	290,212
School operations	262,527	139,652
	<u>10,218,793</u>	<u>6,325,634</u>
Expenses		
Administration	379,307	234,618
Advertising, promotion and student recruitment	231,589	183,376
Ancillary rental costs	167,600	59,617
Amortization of property & equipment	2,575,855	1,979,054
Campus accommodations	3,428,821	2,183,876
Campus operations	920,946	1,025,407
Consulting	92,882	273,152
Insurance	159,710	142,506
Loss (gain) on disposal	278,993	(1,366)
Professional fees	79,881	46,052
Programs	912,471	398,175
Salaries and employee benefits	4,106,432	2,448,669
Scholarships and bursaries	4,612,878	2,926,756
	<u>17,947,365</u>	<u>11,899,892</u>
Loss from operations before other items	<u>(7,728,572)</u>	<u>(5,574,258)</u>
Other items		
Donations	5,485,263	1,876,958
Interest	1,647	100
Amortization of deferred library contributions	39,875	26,360
Amortization of deferred athletic contributions	2,906	1,080
Other income	-	2,200,598
	<u>5,529,691</u>	<u>4,105,096</u>
Loss from operations	<u>\$ (2,198,881)</u>	<u>\$ (1,469,162)</u>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

Quest University Canada
Statement of Changes in Net Assets

For the year ended May 31, 2011

(with comparatives for the 9 month period ended May 31, 2010)

	<u>Unrestricted</u>	<u>Invested in property & equipment</u>	<u>Invested in library collection</u>	<u>Externally restricted for certification</u>	<u>Total</u>
Net Assets, August 31, 2009	\$ (164,592)	\$ 13,904,605	\$ 37,795	\$ 351,506	\$ 14,129,314
Loss from operations, as restated (Note 14)	(1,469,162)	-	-	-	(1,469,162)
Investment in property & equipment, as restated (Note 14)	(231,673)	231,673	-	-	-
Amortization of property & equipment	1,979,054	(1,947,024)	(32,030)	-	-
Amortization of deferred library contributions, as restated (Note 14)	(26,360)	-	26,360	-	-
Net Assets, May 31, 2010, as restated (Note 14)	\$ 87,267	\$ 12,189,254	\$ 32,125	\$ 351,506	\$ 12,660,152
Loss from operations	(2,198,881)	-	-	-	(2,198,881)
Investment in property & equipment	(148,785)	142,110	6,675	-	-
Amortization of property & equipment	2,575,855	(2,528,887)	(46,968)	-	-
Amortization of deferred library contributions	(39,875)	-	39,875	-	-
Interfund transfers	(153,544)	-	-	153,544	-
Net Assets, May 31, 2011	\$ 122,037	\$ 9,802,477	\$ 31,707	\$ 505,050	\$ 10,461,271

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

Quest University Canada
Statement of Cash Flows

For the year ended May 31	2011	2010
(with comparatives for the 9 month period ended May 31, 2010)		
Cash flows from operating activities		
Cash received from students	\$ 9,364,114	\$ 4,643,704
Cash received from contributions	6,088,422	4,423,823
Cash used for program and administrative expenditures	(14,863,051)	(10,193,528)
	<u>589,485</u>	<u>(1,126,001)</u>
Cash flows from investing activities		
Proceeds from sale of term deposits	159,143	1,600,000
Purchases of term deposits	(158,905)	(999,063)
Purchase of equipment	(389,502)	(122,311)
	<u>(389,264)</u>	<u>478,626</u>
Cash flows from financing activities		
Library contributions received	50,000	50,000
Capital lease payments	(94,245)	(118,328)
	<u>(44,245)</u>	<u>(68,328)</u>
Increase (decrease) in cash during the year	155,976	(715,703)
Cash, beginning of period	648,606	1,364,309
Cash, end of period	\$ 804,582	\$ 648,606
Supplemental cash flow information		
Cash comprised of:		
Cash	\$ 299,532	\$ 297,100
Restricted cash (Note 3)	505,050	351,506
	<u>\$ 804,582</u>	<u>\$ 648,606</u>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

Quest University Canada
Notes to Financial Statements

May 31, 2011

1. Nature and Purpose of Operations

Quest University Canada (the "University") is incorporated under the Sea to Sky University Act of the Province of British Columbia. The University began operations in September 2007 as an independent university and focuses exclusively on liberal arts and sciences.

The University is registered with the Canada Revenue Agency as a charitable organization and is therefore exempt from income tax under section 149 of the Income Tax Act. The University is also exempt from provincial property taxes as the land is used exclusively for educational purposes.

2. Significant Accounting Policies

(a) Use of estimates

The preparation of these financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts in the financial statements and accompanying notes. Specific areas of estimate include allowance for doubtful accounts, the rate of amortization of capital assets, accrued liabilities and deferred library contributions. Actual results may differ from these estimates. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the period in which they became known.

(b) Revenue recognition

The University uses the deferral method of accounting for contributions.

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

Restricted contributions relating to the library collection are deferred and amortized to revenue on a basis consistent with the amortization rate for the library collection.

Revenues from tuition, room and boarding, and University operations are recognized when earned.

(c) Term deposits

Term deposits consist of guaranteed investment certificates with maturities greater than 90 days with an annual interest rate ranging from 0.15% - 0.25%.

(d) Accounts receivable

Accounts receivable are stated net of allowances for uncollectible accounts. Management develops the estimate of the allowance based on the University's assessment of its accounts.

(e) Deferred tuition

Deferred tuition is comprised of prepaid tuition fees.

Quest University Canada Notes to Financial Statements

May 31, 2011

2. Significant Accounting Policies (continued)

(f) Property & equipment

Property & equipment are recorded at cost and are amortized in the following manner:

Buildings		straight-line over 40 years
Computer equipment	30%	declining balance
Equipment under capital lease	20%	declining balance
Furniture and equipment	20%	declining balance
Leasehold improvements		straight-line over the lease term
Library collection	20%	declining balance
Vehicles	20%	declining balance
Website	30%	declining balance

Amortization is calculated at one-half of the rate in the year of acquisition except for buildings and leasehold improvements.

(g) Financial instruments

During 2009, the CICA announced that not-for-profit organizations could elect to continue to apply CICA Handbook Section 3861, Financial Instruments - Disclosure and Presentation in place of CICA Handbook Sections 3862, Financial Instruments - Disclosure and 3863, Financial Instruments - Presentation. The University has elected to continue to apply the financial instrument disclosure and presentation standards in accordance with CICA Handbook Section 3861.

The University has designated cash, restricted cash and term deposits as "held for trading"; accounts receivable as "loans and receivables"; accounts payable and accrued liabilities and demand loan as "other financial liabilities". All financial instruments are recognized at fair value on initial recognition.

Subsequent to initial recognition, financial assets designated as "held for trading" are recorded at fair value. Gains and losses realized on disposal, unrealized gains and losses from market fluctuations and other investment income are reported in the statement of operations.

Subsequent to initial recognition, financial instruments classified as loans and receivables or other financial liabilities are measured at amortized cost using the effective interest rate method.

It is management's opinion that the University is not exposed to significant currency risk on its financial instruments. The University is exposed to interest rate risk on fixed income term deposits held. The risk arises from fluctuations in interest rates and the degree of volatility of these risks. The University is exposed to credit risk. Credit risk is monitored on a regular basis, and management determines the probable losses and sets up a provision for doubtful accounts, as needed, based on the estimated realizable value. The University is exposed to market risk as the fair value or future cash flows from investments will fluctuate due to changes in market prices.

The fair value of the University's financial instruments approximates carrying value due to their short term nature.

Quest University Canada
Notes to Financial Statements

May 31, 2011

2. Significant Accounting Policies (continued)

(h) Foreign currency transactions

Transactions denominated in a currency other than Canadian dollars are translated into Canadian dollars by applying exchange rates in effect at the transaction date. At year-end, monetary assets and liabilities denominated in a foreign currency are translated using the exchange rate at that date. Any resulting foreign currency translation gains and losses are included in income in the current period.

3. Restricted Cash

Restricted cash is a guaranteed investment certificate held in trust [REDACTED] for \$505,050 (2010 - \$351,506). This asset is held in accordance with an agreement with the Ministry of Advanced Education, and is a requirement of certification as a post-secondary and degree granting institution.

4. Property & Equipment

	Cost	Accumulated amortization	Net 2011
Buildings	\$ 91,721,453	\$ 8,442,014	\$ 83,279,439
Computer equipment	1,010,893	662,986	347,907
Furniture and equipment	813,000	323,472	489,528
Land	650,000	-	650,000
Leasehold improvements	58,803	58,803	-
Library collection	386,835	167,643	219,192
Vehicles	98,133	48,529	49,604
Website	70,594	61,243	9,351
	\$ 94,809,711	\$ 9,764,690	\$ 85,045,021

	Cost	Accumulated amortization	Net 2010
Buildings	\$ 91,721,453	\$ 6,148,978	\$ 85,572,475
Computer equipment	830,730	552,489	278,241
Equipment under capital lease	447,234	168,241	278,993
Furniture and equipment	666,304	219,427	446,877
Land	650,000	-	650,000
Leasehold improvements	58,803	53,903	4,900
Library collection	324,190	120,675	203,515
Vehicles	98,133	36,127	62,006
Website	70,594	57,235	13,359
	\$ 94,867,441	\$ 7,357,075	\$ 87,510,366

Quest University Canada
Notes to Financial Statements

May 31, 2011

5. Demand Loan

The University has a non-interest bearing demand loan payable at the earlier of written demand or August 15, 2017 for \$75,023,352 (2010 - \$75,023,352). This loan has registered security on the University's property up to \$75,000,000.

6. Capital Lease Obligations

	2011	2010
Capital lease repaid during the year	\$ -	\$ 94,245
Less: current portion	-	(94,245)
	\$ -	\$ -

7. Deferred Library Contributions

Deferred library contributions represent the unamortized amount of contributions received for the purchase of the library collection. The amortization of deferred contributions for library collection is recorded as revenue in the statement of operations.

	2011	2010
Balance, beginning of year	\$ 171,390	\$ 153,720
Contributions received during the year	55,970	44,030
Amortization	(39,875)	(26,360)
Balance, end of year	\$ 187,485	\$ 171,390

8. Net Assets Invested in Property & Equipment

Net assets invested in property & equipment is calculated as follows:

	2011	2010
Property & equipment	\$ 85,045,021	\$ 87,510,366
Less: Library collection	(219,192)	(203,515)
Due to Sea to Sky Foundation	(75,023,352)	(75,023,352)
Capital lease obligations	-	(94,245)
Total	\$ 9,802,477	\$ 12,189,254

Quest University Canada
Notes to Financial Statements

May 31, 2011

9. Commitments

The University has various operating leases for equipment & student residences. The annual commitments for the next four years are as follows:

2012	\$ 2,544,778
2013	2,542,482
2014	429,395
2015	<u>3,051</u>
	<u>\$ 5,519,706</u>

10. Related Party Transactions

The University is related to Quest University Canada Foundation due to common economic interest. During the year, Quest University Canada Foundation donated \$275,000 (2010 - \$Nil) to the University.

11. Subsequent Events

The following events occurred subsequent to the fiscal year-end:

- (a) In June 2011, the University entered into an agreement to borrow \$1,500,000 from Global Charity Fund. The loan is non-interest bearing until January 31, 2013. Effective February 1, 2013, interest will accrue at 5% per annum and will be due on demand.

The loan was used to finance a letter of credit as required by the [REDACTED] in order to secure student financial aid for [REDACTED] students attending the University.

- (b) In June 2011, the University entered into an agreement to borrow \$1,500,000 at 7% interest per annum from the Almoner Foundation, due on demand. At the time of the issuance of these financial statements, the University was in the process of negotiating the terms of this agreement.
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12. Room and Boarding

During fiscal 2011, the University's contract with a cafeteria operator ceased, and the University assumed the cafeteria operations for a two-month period. The following are revenues and expenses related to the cafeteria operations, which have been recorded in room and boarding:

Cafeteria revenue	\$ 205,272
Related expenses	<u>196,833</u>
	<u>\$ 8,439</u>

Quest University Canada
Notes to Financial Statements

May 31, 2011

13. Major Contributors

During fiscal 2011, three major contributors provided 99.8% of donation revenue (2010 - three major contributors provided 95.5%), which funded 31% of expenses (2010 - 15% of expenses).

14. Restatements

Certain financial statement line items in the 2010 financial statements have been restated as follow:

(a) Vacation pay payable

These financial statements have been adjusted to record vacation pay payable as at fiscal 2010, which was previously not accrued.

(b) Deferred library contributions

These financial statements have been adjusted to correct a misstatement in amortization of deferred library contributions and additions to deferred library contributions during fiscal 2010, together with the corresponding impact on various related accounts.

The cumulative effect of the above restatements on the 2010 balances is summarized below:

	As previously stated	Increase (decrease)	As restated
Deferred library contributions	\$ 167,976	\$ 3,414	\$ 171,390
Deferred contributions	152,906	5,970	158,876
Amortization of deferred library contributions	35,744	(9,384)	26,360
Accounts payable & accrued liabilities	625,253	118,700	743,953
Net assets - Unrestricted, May 31, 2010	211,937	(124,670)	87,267
Net assets - Invested in library collection, May 31, 2010	35,539	(3,414)	32,125
Loss from operations	(1,341,078)	(128,084)	(1,469,162)

15. Capital Disclosures

The University's objective when managing capital is to safeguard its ability to continue operating as an independent liberal arts and sciences university. Therefore, it strives to hold sufficient unrestricted net assets to enable it to withstand unexpected financial events.

The University maintains sufficient liquidity to meet its obligations as they become due.

Quest University Canada
Notes to Financial Statements

May 31, 2011

16. Future Accounting Changes

The Accounting Standards Board has issued a new financial reporting framework for Canadian private sector not-for-profit organizations which is effective for reporting periods beginning on or after January 1, 2012. These organizations may apply accounting standards for not-for-profit organizations in the CICA Handbook - Accounting (Part III) or International Financial Reporting Standards in the Handbook (Part I). Earlier application is permitted.

The University is planning on adopting the accounting framework in CICA Handbook - Accounting (Part III) and is currently evaluating the impact on its systems and financial reporting. The University believes that this adoption will not have any significant change in its current systems or financial reporting.

17. Comparative Figures

Certain comparative figures have been reclassified to conform with the current year's presentation.

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