

**THE ATLANTICA PARTY  
ASSOCIATION OF NOVA SCOTIA**

**Financial Statements**

**Nine Month Period Ended December 31, 2010**

**THE ATLANTICA PARTY ASSOCIATION OF NOVA SCOTIA**  
**Index to Financial Statements**  
**Nine Month Period Ended December 31, 2010**

---

	Page
INDEPENDENT AUDITOR'S REPORT	1
FINANCIAL STATEMENTS	
Statement of Operations	2
Statement of Financial Position	3
Statement of Cash Flows	4
Notes to Financial Statements	5

## INDEPENDENT AUDITOR'S REPORT

To the Members of The Atlantica Party Association of Nova Scotia

I have audited the accompanying financial statements of The Atlantica Party Association of Nova Scotia, which comprise the statement of financial position as at December 31, 2010, and the statements of operations and cash flows for the nine month period 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, 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

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified audit opinion.

### Basis for Qualified Opinion

In common with many political organizations, the association derives revenue from political donations and membership fees, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, my verification of these revenues was limited to the amounts recorded in the records of the association and I was not able to determine whether any adjustments might be necessary to contributions, excess of expenditures over receipts, current assets and net assets.

### Qualified Opinion

In my opinion, except for the effect of adjustments, if any, which I might have determined to be necessary had I been able to satisfy myself 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 Atlantica Party Association of Nova Scotia as at December 31, 2010 and the results of its operations and its cash flows for the period then ended in accordance with Canadian generally accepted accounting principles.

Dartmouth, Nova Scotia  
June 2, 2011

*SV Shupe & Associates*  
S V SHUPE & ASSOCIATES  
Chartered Accountant

**THE ATLANTICA PARTY ASSOCIATION OF NOVA SCOTIA**  
**Statement of Operations**  
**Nine Month Period Ended December 31, 2010**

	<b>2010</b>
<b>Receipts</b>	
Contributions	\$ 1,206
Membership fees	121
Other income	<u>56</u>
	<u>1,383</u>
<b>Expenditures</b>	
Interest and bank charges	25
Meetings	41
Posters, pamphlets and promotion	216
Professional fees	4,156
Registration fees	106
Transfers to Candidates	495
Websites	<u>248</u>
	<u>5,287</u>
<b>Deficiency of expenditures over receipts for the period</b>	<b>\$ (3,904)</b>

See notes to financial statements

**THE ATLANTICA PARTY ASSOCIATION OF NOVA SCOTIA**  
**Statement of Financial Position**  
**December 31, 2010**

---

**ASSETS**

Current  
Cash \$ 252

---

**LIABILITIES**

Current  
Accounts payable \$ 4,156

**NET ASSETS**

Unrestricted (3,904)

---

**\$ 252**

---

**ON BEHALF OF THE BOARD**

\_\_\_\_\_ *Director*

\_\_\_\_\_ *Director*

See notes to financial statements

**THE ATLANTICA PARTY ASSOCIATION OF NOVA SCOTIA**  
**Statement of Cash Flows**  
**Nine Month Period Ended December 31, 2010**

---

<b>Operating activities</b>	
Cash receipts from members	\$ 1,383
Cash paid to suppliers	<u>(1,131)</u>
<b>Increase in cash for the year</b>	<b>252</b>
<b>Cash - beginning of period</b>	<u>-</u>
<b>Cash - end of period</b>	<b>\$ 252</b>

---

See notes to financial statements

# THE ATLANTICA PARTY ASSOCIATION OF NOVA SCOTIA

## Notes to Financial Statements

Nine Month Period Ended December 31, 2010

---

### 1. NATURE OF ACTIVITIES

The Association was incorporated on April 28, 2009 under the Societies Act of Nova Scotia and was established to propose new and exciting ideas for Nova Scotians.

The Association is a not-for-profit organization under the Income Tax Act, and as such is not subject to either federal or provincial income taxes.

These financial statements include only the assets, liabilities and operations of the Association and therefore, do not include the assets, liabilities and operations of any provincial constituency.

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### Capital management

Capital is comprised of the association's unrestricted general fund and any debt that it may have outstanding. As at December 31, 2010, the association's unrestricted net assets (deficit) was \$(3,904) and it had no outstanding debt. The association's objectives when managing capital are to continue as a going concern and to protect its ability to meet its on-going liabilities.

#### Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

#### Revenue recognition

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

### 3. FINANCIAL INSTRUMENTS

The Association's financial instruments consist of cash and accounts payable. It is management's opinion that the Association is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair value of these financial instruments approximate their carrying values due to their immediate or short term maturity of these instruments.