

**MICHAEL CUCCIONE FOUNDATION**

*A Private Foundation*

**FINANCIAL STATEMENTS**

December 31, 2004

## INDEX TO FINANCIAL STATEMENTS

	<b>Page</b>
<b>Review Engagement Report</b>	2
<b>Financial Statements</b>	
Statement of Operations and Changes in Net Assets	3
Statement of Financial Position	4
Statement of Cash Flows	5
Notes to Financial Statements	5

## REVIEW ENGAGEMENT REPORT

To the members of **Michael Cuccione Foundation**

We have reviewed the statement of financial position of Michael Cuccione Foundation as at December 31, 2004 and the statements of operations and changes in net assets and cash flows for the year then ended. Our review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussion related to information supplied to us by the Foundation.

A review does not constitute an audit and consequently we do not express an audit opinion on these financial statements.

In common with many non-profit organizations, the Foundation derives most of its revenue from fundraising and donations, the completeness of which is not susceptible to satisfactory review verification. Accordingly, our verification of this revenue was limited to the amounts recorded in the records of the Foundation and we were not able to determine whether any adjustments might be necessary to this revenue, excess of revenue over expenses, assets or net assets.

Based on our review, except for the effect of adjustments, if any, we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of the revenue referred to in the preceding paragraph, nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with Canadian generally accepted accounting principles.



Certified General Accountants

Vancouver, BC  
May 18, 2005

# MICHAEL CUCCIONE FOUNDATION

## STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS

For the Year Ended December 31, 2004

*Unaudited - See Review Engagement Report*

	2004	2003
<b>Revenues</b>		
Fundraising dinners	\$ 124,212	169,009
Fundraising events	103,010	70,941
Donations	31,879	131,559
Interest	8,484	7,304
Foreign currency exchange gain (loss)	<u>(5,328)</u>	<u>(10,590)</u>
	<u>262,257</u>	<u>368,223</u>
<b>Expenses</b>		
Advertising and promotion	3,598	4,199
Amortization	1,071	685
Bank charges and interest	1,859	1,736
Fundraising dinners	38,857	54,522
Fundraising events	27,856	19,677
Office	3,035	4,680
Professional services	1,878	1,754
Telephone	1,517	1,556
Travel	1,711	1,887
Wages and benefits	<u>4,448</u>	<u>-</u>
	<u>85,830</u>	<u>90,696</u>
<b>Excess of Revenues over Expenses</b>	<u>176,427</u>	<u>277,527</u>
<b>Net Assets, Beginning of Year</b>	<u>479,776</u>	<u>346,006</u>
	<u>656,203</u>	<u>623,533</u>
<b>Donations</b>	<u>153,000</u>	<u>143,757</u>
<b>Net Assets, End of Year</b>	<u>\$ 503,203</u>	<u>479,776</u>

*See Accompanying Notes*

# MICHAEL CUCCIONE FOUNDATION

## STATEMENT OF FINANCIAL POSITION

As at December 31, 2004

*Unaudited - See Review Engagement Report*

	2004	2003
<b>ASSETS</b>		
<b>Current</b>		
Cash and short-term investments	\$ 480,897	465,472
Accounts receivable (Note 3)	20,982	9,262
Prepaid expenses	1,855	3,707
	<u>503,734</u>	<u>478,441</u>
<b>Equipment</b> (Note 4)	4,849	3,665
	<u>\$ 508,583</u>	<u>482,106</u>
<b>LIABILITIES</b>		
<b>Current</b>		
Accounts payable and accrued liabilities (Note 5)	\$ 5,380	2,330
<b>NET ASSETS</b>	<b>503,203</b>	<b>479,776</b>
	<u>\$ 508,583</u>	<u>482,106</u>

*See Accompanying Notes*

### Approved on Behalf of the Board:

"Michael Cuccione, Sr."  
*Michael Cuccione, Sr., President*

"John Audia"  
*John Audia, Vice President*

# MICHAEL CUCCIONE FOUNDATION

## STATEMENT OF CASH FLOWS

For the Year Ended December 31, 2004

*Unaudited - See Review Engagement Report*

	2004	2003
<b>CASH FLOWS FROM:</b>		
<b>Operating Activities</b>		
Excess of revenues over expenses	\$ 176,427	277,527
Amortization	1,071	685
Accounts receivable	(11,002)	(1,897)
Prepaid expenses	1,852	(1,648)
Accounts payable and accrued liabilities	2,333	2,824
	<b>170,681</b>	<b>277,491</b>
<b>Financing Activities</b>		
Donations	(153,000)	(143,757)
	<b>(153,000)</b>	<b>(143,757)</b>
<b>Investing Activities</b>		
Acquisition of equipment	(2,256)	(1,847)
	<b>(2,256)</b>	<b>(1,847)</b>
<b>Net Increase in Cash</b>	<b>15,425</b>	<b>131,887</b>
<b>Cash, Beginning of Year</b>	<b>465,472</b>	<b>333,585</b>
<b>Cash, End of Year</b>	<b>\$ 480,897</b>	<b>465,472</b>

*See Accompanying Notes*

# MICHAEL CUCCIONE FOUNDATION

## NOTES TO FINANCIAL STATEMENTS

December 31, 2004

*Unaudited - See Review Engagement Report*

### Note 1 Purpose of the Organization

Michael Cuccione Foundation is incorporated under the Societies Act of British Columbia as a not-for-profit organization and is a registered charity under the Income Tax Act.

The Foundation was formed to raise funds through bequests, gifts, donations and various fundraising activities and to expend or administer these funds for cancer research and for the use of children's hospitals located in Canada. In addition it is also the purpose of the Foundation to raise cancer awareness in the community and to provide emotional support to cancer patients and their families and to promote the foregoing purposes throughout Canada.

### Note 2 Accounting Policies

#### Revenue Recognition

The Foundation follows the deferral method of accounting for contributions. Investment income is recorded based on the accrual method.

### Note 3 Accounts Receivable

	<u>2004</u>	<u>2003</u>
Accrued interest	\$ 4,163	1,062
Fundraising	16,100	8,200
Government agencies	<u>719</u>	<u>-</u>
	<u>\$ 20,982</u>	<u>9,262</u>

### Note 4 Equipment

	<u>2004</u>	<u>2003</u>
Equipment	\$ 7,348	5,092
Accumulated amortization	<u>2,499</u>	<u>1,427</u>
Net book value	<u>\$ 4,849</u>	<u>3,665</u>

#### Amortization

Equipment is recorded at cost. Amortization is provided for using the following annual rates and methods:

Equipment	20%	Declining balance
-----------	-----	-------------------

# MICHAEL CUCCIONE FOUNDATION

NOTES TO FINANCIAL STATEMENTS

December 31, 2004

*Unaudited - See Review Engagement Report*

## **Note 5      Accounts Payable and Accrued Liabilities**

	<u>2004</u>	<u>2003</u>
Accounts payable	\$ 2,415	452
Accrued liabilities	1,000	1,000
Government agencies	<u>1,965</u>	<u>878</u>
	<u>\$ 5,380</u>	<u>2,330</u>