

ISLAMIC ASSOCIATION OF SASKATCHEWAN, MOOSE JAW INC.

Financial Statements

Year Ended June 30, 2018

ISLAMIC ASSOCIATION OF SASKATCHEWAN, MOOSE JAW INC.

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Year Ended June 30, 2018

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S.N.ROY & ASSOCIATES

INDEPENDENT AUDITOR'S REPORT

To the Members of Islamic Association of Saskatchewan, Moose Jaw Inc.

We have audited the accompanying financial statements of Islamic Association of Saskatchewan, Moose Jaw Inc., which comprise the statement of financial position as at June 30, 2018 and the statements of revenues and expenditures and cash flow 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 financial statements in accordance with Canadian accounting standards for not-for-profit organizations, 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

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 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis for Qualified Opinion

In common with many not-for-profit organizations, Islamic Association of Saskatchewan, Moose Jaw Inc. derives revenue from fundraising activities the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of Islamic Association of Saskatchewan, Moose Jaw Inc. Therefore, we were not able to determine whether any adjustments might be necessary to fundraising revenue, excess of revenues over expenses, and cash flows from operations for the year ended June 30, 2018, current assets and net assets as at June 30, 2018.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of Islamic Association of Saskatchewan, Moose Jaw Inc. as at June 30, 2018 and the results of its operations and its cash flow for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Moose Jaw, Saskatchewan

S.N.Roy & Associates

September 26, 2018

ISLAMIC ASSOCIATION OF SASKATCHEWAN, MOOSE JAW INC.

Statement of Financial Position

June 30, 2018

	2018	2017
ASSETS		
CURRENT		
Cash	\$ 25,379	\$ 293,698
Goods and services tax recoverable	32,458	20,124
	<u>57,837</u>	313,822
PROPERTY, PLANT AND EQUIPMENT (<i>Note 2</i>)	<u>1,479,327</u>	883,692
	<u>\$ 1,537,164</u>	<u>\$ 1,197,514</u>
LIABILITIES		
LONG TERM DEBT (<i>Note 3</i>)	\$ 200,000	\$ 200,000
General fund	1,337,164	997,514
NET ASSETS	<u>1,337,164</u>	997,514
LIABILITIES AND NET ASSETS	<u>\$ 1,537,164</u>	<u>\$ 1,197,514</u>

ON BEHALF OF THE BOARD

_____ Director

_____ Director

See notes to financial statements

ISLAMIC ASSOCIATION OF SASKATCHEWAN, MOOSE JAW INC.

Statement of Revenues and Expenditures

For the Year Ended June 30, 2018

	2018	2017
REVENUE		
Tax receipted donations	\$ 352,341	\$ 253,662
Fundraising and other revenue	21,954	32,177
	<u>374,295</u>	<u>285,839</u>
EXPENSES		
Donations	-	5,540
Bank fees	2,144	1,364
Office	65	-
Professional fees	400	-
Rental	260	1,350
Clergy & Assistants	25,676	12,000
Supplies	6,100	8
	<u>34,645</u>	<u>20,262</u>
EXCESS OF REVENUE OVER EXPENSES	<u>\$ 339,650</u>	<u>\$ 265,577</u>

See notes to financial statements

ISLAMIC ASSOCIATION OF SASKATCHEWAN, MOOSE JAW INC.

Statement of Cash Flow

Year Ended June 30, 2018

	2018	2017
OPERATING ACTIVITIES		
Excess of revenue over expenses	\$ 339,650	\$ 265,577
Changes in non-cash working capital:		
Accounts payable	1	(1)
Goods and services tax payable	(12,334)	(20,124)
	<u>(12,333)</u>	<u>(20,125)</u>
Cash flow from operating activities	<u>327,317</u>	<u>245,452</u>
INVESTING ACTIVITY		
Purchase of property, plant and equipment	<u>(595,636)</u>	<u>(715,891)</u>
DECREASE IN CASH FLOW	(268,319)	(470,439)
Cash - beginning of year	<u>293,698</u>	<u>764,137</u>
CASH - END OF YEAR	\$ 25,379	\$ 293,698

See notes to financial statements

ISLAMIC ASSOCIATION OF SASKATCHEWAN, MOOSE JAW INC.

Notes to Financial Statements

Year Ended June 30, 2018

1. DESCRIPTION OF BUSINESS

The business is incorporated under the provincial business corporations act. The corporation is a registered charity. The purpose is to provide and maintain a place for prayer and education of the Islamic faith. The charity supports the community as part of the religious tenets, doctrines, and culture associated with the Islamic faith.

2. PROPERTY, PLANT AND EQUIPMENT

	Cost	Accumulated amortization	2018 Net book value	2017 Net book value
Land	\$ 96,854	\$ -	\$ 96,854	\$ 96,854
Buildings	1,382,473	-	1,382,473	786,837
	<u>\$ 1,479,327</u>	<u>\$ -</u>	<u>\$ 1,479,327</u>	<u>\$ 883,691</u>

The charity will be building a place for worship. The preliminary costs are capitalized.

3. LONG TERM DEBT

A member of the organization has provided funds in order to commence the construction of a place of worship. Funds provided are non-interest bearing and have no set terms of repayment. Therefore, they are considered to be a long term debt.
