

SIKHS SERVING CANADA ASSOCIATION
(Operating as Seva Food Bank)
Financial Statements
Year Ended December 31, 2010
(Unaudited)

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(Operating as Seva Food Bank)
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(Unaudited)

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REVIEW ENGAGEMENT REPORT

To the Members of Sikhs Serving Canada Association (Operating as Seva Food Bank)

We have reviewed the statement of financial position of Sikhs Serving Canada Association, operating as Seva Food Bank, as at December 31, 2010 and the statements of operations, 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 inquiry, analytical procedures and discussion related to information supplied to us by the organization.

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

In common with many not-for-profit organizations, Sikhs Serving Canada Association, operating as Seva Food Bank, derives revenues from cash donations, the completeness of which is not verifiable. Accordingly, our review of donations is limited to the amounts recorded in the records by the organization and we are not able to determine whether any adjustments might be necessary to donations and net assets.

Except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to complete our review of donations, as described 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.

The comparative figures were neither reviewed or audited.

Bateman MacKay LLP

Mississauga, Ontario
February 29, 2012

CHARTERED ACCOUNTANTS
Licensed Public Accountants

SIKHS SERVING CANADA ASSOCIATION
(Operating as Seva Food Bank)
Statement of Financial Position
December 31, 2010
(Unaudited)

	2010	2009
ASSETS		
CURRENT		
Cash (<i>Note 3</i>)	\$ 15,251	\$ 55
Prepaid expenses and deposits	<u>7,158</u>	<u>-</u>
	<u>\$ 22,409</u>	<u>\$ 55</u>
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable and accrued liabilities	\$ 3,501	\$ -
NET ASSETS		
General fund	<u>18,908</u>	<u>55</u>
LIABILITIES AND NET ASSETS	<u>\$ 22,409</u>	<u>\$ 55</u>

ON BEHALF OF THE BOARD

_____ *Director*

_____ *Director*

SIKHS SERVING CANADA ASSOCIATION***(Operating as Seva Food Bank)*****Statement of Operations****Year Ended December 31, 2010***(Unaudited)*

	2010	2009
DONATIONS	\$ 52,578	\$ 100
EXPENSES		
Advertising and promotion	1,979	-
Credit card processing	358	-
Insurance	1,560	-
Bank charges	248	45
Meetings and memberships	605	-
Office	3,887	-
Professional fees	3,550	-
Building lease	17,298	-
Repairs and maintenance	1,797	-
Telephone	800	-
Utilities	1,643	-
	33,725	45
EXCESS OF DONATIONS OVER EXPENSES	\$ 18,853	\$ 55

SIKHS SERVING CANADA ASSOCIATION

(Operating as Seva Food Bank)

Statement of Changes in Net Assets

Year Ended December 31, 2010

(Unaudited)

	General Fund	Restricted Fund	2010	2009
NET ASSETS - BEGINNING OF YEAR	\$ 55	\$ -	\$ 55	\$ -
Excess of donations over expenses	18,853	-	18,853	55
NET ASSETS - END OF YEAR <i>(Note 3)</i>	\$ 18,908	\$ -	\$ 18,908	\$ 55

SIKHS SERVING CANADA ASSOCIATION***(Operating as Seva Food Bank)*****Statement of Cash Flows****Year Ended December 31, 2010***(Unaudited)*

	2010	2009
OPERATING ACTIVITIES		
Excess of donations over expenses	\$ 18,853	\$ 55
Changes in non-cash working capital:		
Accounts payable and accrued liabilities	3,501	-
Prepaid expenses and deposits	(7,158)	-
	(3,657)	-
INCREASE IN CASH FLOW	15,196	55
Cash - beginning of year	55	-
CASH - END OF YEAR <i>(Note 3)</i>	\$ 15,251	\$ 55
CASH FLOWS SUPPLEMENTARY INFORMATION		

SIKHS SERVING CANADA ASSOCIATION

(Operating as Seva Food Bank)

Notes to Financial Statements

Year Ended December 31, 2010

(Unaudited)

1. DESCRIPTION OF ORGANIZATION

Sikhs Serving Canada Association (the "Organization") was incorporated on January 28, 2009 pursuant to the Business Corporations Act of Ontario.

The mission of the Organization is to relieve poverty by establishing, operating and maintaining a food bank in Mississauga, Ontario to provide safe, nutritious and culturally appropriate foods to persons of low income in the L5B and L5C postal codes.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Contributed materials and services

The Organization receives office equipment and food donations. The Organization's policy is to record contributed materials and services at fair market value only when a fair value can be reasonably estimated. As the fair value of contributed office equipment and food is not reasonably estimated, the donation and expense has not been recorded to the financial statements.

Fund accounting

Sikhs Serving Canada Association follows the restricted fund method of accounting for contributions.

The General Fund accounts for the organization's program delivery and administrative activities. This fund reports unrestricted resources and restricted operating grants.

The Restricted Fund reports the assets, liabilities, revenues and expenses related to Sikhs Serving Canada Association's restricted contributions. As of December 31, 2010, the Organization has not received any restricted contributions.

Revenue recognition

The Organization follows the restricted fund method of accounting for contributions.

Unrestricted contributions and donations are recognized as revenue of the General Fund in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Restricted contributions related to general operations are recognized as revenue of the General Fund in the year in which the related expenses are incurred. All other restricted contributions are recognized as revenue of the appropriate restricted fund.

Financial Instrument

The Organization has designated all of its cash as held for trading and is carried at fair value. Accounts receivable are classified as loans and receivables which are measured at amortized cost. Accounts payable and accrued liabilities are classified as other financial liabilities which are also measured at amortized cost.

3. GENERAL FUND

These assets are used for the ongoing maintenance and operations of the Organization.

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4. FINANCIAL INSTRUMENTS

Fair value

The organization's carrying value of cash, and accounts payable and accrued liabilities approximates its fair value due to the immediate or short term maturity of these instruments.

5. CAPITAL DISCLOSURES

The Organization defines capital as the total of its unrestricted net assets. The total capital position of the Organization as at December 31, 2010 is \$18,908.

The Organization's objective when managing capital is to hold sufficient unrestricted net assets to maintain operations and to withstand unexpected financial events.

The Organization is not subject to any external capital restrictions.

6. LEASE COMMITMENTS

The organization has a long term lease with respect to its premises. Future minimum lease payments as at December 31, 2010, are as follows:

2011	\$ 42,033
2012	43,071
2013	<u>21,795</u>
	<u>\$ 106,899</u>