

SPORT MATTERS GROUP

FINANCIAL STATEMENTS

MARCH 31, 2008



AUDITORS' REPORT

To: Sport Matters Group

We have audited the statement of financial position of Sport Matters Group as March 31, 2008 at and the statement of revenue and expenditure for the year then ended. These financial statements are the responsibility of the Organization's management. 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 plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of Sport Matters Group as at March 31, 2008 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

OHCID LLP.

Ottawa, Ontario
April 28, 2008

OUSELEY HANVEY CLIPSHAM DEEP LLP
Licensed Public Accountants

SPORT MATTERS GROUP

STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2008

	2008	2007
ASSETS		
Cash	\$ 5,550	\$ 20,268
Accounts receivable	22,000	9,253
	\$ 27,550	\$ 29,521
LIABILITIES		
Accounts payable	\$ 11,196	\$ 13,301
Due to CAHPERD	17,101	762
	28,297	14,063
UNRESTRICTED NET ASSETS (DEFICIT)		
Balance - beginning of year	15,458	49,083
Net expenditure for the year	(16,205)	(33,625)
Balance - end of year	(747)	15,458
	\$ 27,550	\$ 29,521

Approved:

SPORT MATTERS GROUP

STATEMENT OF REVENUE AND EXPENDITURE FOR THE YEAR ENDED MARCH 31, 2008

	2008	2007
REVENUE		
Connecting Canadian Sport / Sport Canada	\$ 5,600	\$ 100,000
NSO/MSO	97,850	104,850
CVI Awareness Project / Social Development Canada	-	12,600
CVI Volunteer Canada	-	20,000
McConnell Foundation	120,000	4,550
Connecting Sport and Canadians	3,500	8,000
Other	8,739	13,641
	235,689	263,641
EXPENDITURE		
Salaries and benefits	175,663	176,047
Professional fees	2,697	6,042
Meetings	12,347	20,254
Travel	8,017	16,370
Publications	187	94
Communications/public relations	711	657
Consulting contracts	41,145	57,880
Equipment	981	1,095
Bad debts	-	1,500
Administration	2,256	6,077
Courier and postage	586	1,205
Office supplies	954	498
Printing and production	-	1,993
Repairs and maintenance	1,061	-
Telecommunications	2,807	4,155
Translation	2,482	3,399
	251,894	297,266
NET EXPENDITURE FOR THE YEAR	\$ (16,205)	\$ (33,625)

SPORT MATTERS GROUP

NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2008

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Organization

Sport Matters Group is a voluntary group of sport leaders and organizations who have come together to deliberate and collaborate around issues that effect sport in Canada.

(b) Revenue recognition

NSO/MSO contributions are recognized as revenue when received. Other revenue and contributions are recognized using the deferral method.

(c) Government of Canada Contributions

Contributions received are subject to specific terms and conditions regarding the expenditure of the funds. The Organization's accounting records are subject to audit by the various funders to identify instances, if any, in which amounts charged against contributions have not complied with the agreed terms and conditions and which, therefore, would be refundable to the Federal Government. Adjustments to prior years' contributions are recorded in the year in which the funder requests the adjustment.

Contributions are accounted for on an accrual basis. Any portion of a contribution that has not been spent for the purpose it was intended is considered refundable to the Federal Government.

(d) Capital assets

The cost of capital assets, consisting of office equipment and furniture, is charged to expenditure in the year of acquisition. During the year the Organization purchased capital assets amounting to \$nil (2007 - \$1,095).

(e) 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 of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

2. CONTRIBUTIONS IN-KIND

During the year Sport Matters Group received many in-kind contributions including office premises, internet access, website management, financial and human resources administration, meeting rooms, T-shirts and donated work effort. These contributions have not been recorded in the financial statements.