

Financial Statements of

**SATURNA NET CO-OPERATIVE**

Year ended January 31, 2013

DRAFT

## NOTICE TO READER

On the basis of the information prepared by management, I have compiled the statement of financial position of Saturna Net Co-operative Association as at January 31, 2013 and the statements of operations and net assets and the statement of cash flows for the year then ended. I have not performed an audit or a review engagement in respect of these financial statements and, accordingly, I express no assurance thereon. Readers are cautioned that these statements may not be appropriate for their purposes.

**Jean Elwell**  
**Chartered Accountant**

Saturna Island, British Columbia

July 18, 2013

# SATURNA NET CO-OPERATIVE

## Statement of Financial Position

January 31, 2013, with comparative figures for 2012

(Unaudited – See Notice to Reader)

	2013	2012
<b>Assets</b>		
Cash	\$ 8,671	\$ 32,729
Accounts receivable	4,044	2,554
Undeposited funds	3,877	-
	16,592	35,283
<b>Capital assets (Note 3)</b>	64,860	76,855
	81,452	112,138
<b>Liabilities</b>		
Accounts payable and accrued liabilities	4,578	1,366
GST/HST payable	1,236	626
Long term loans	1,300	2,120
	7,114	4,112
<b>Equity</b>		
Member shares	4,980	4,680
Net Assets	69,358	103,346
	74,338	108,026
	\$ 81,452	\$ 112,138

### ON BEHALF OF THE BOARD OF DIRECTORS

\_\_\_\_\_, Director

\_\_\_\_\_, Director

Jean Elwell, Chartered Accountant

The accompanying notes are an integral part of these financial statements.

## SATURNA NET CO-OPERATIVE

### Statement of Operations and Net Assets

January 31, 2013, with comparative figures for 2012  
(Unaudited – See Notice to Reader)

	2013	2012
<b>Revenue</b>		
Installations	\$ 5,643	\$ 7,735
Subscribers	72,017	65,165
BC Government Grant	-	50,000
Other income	604	450
	78,264	123,350
<b>Expense</b>		
Administrative expenses	9,704	397
Bank charges	114	203
High speed service fees	34,217	31,616
Depreciation	25,009	32,938
Technical support	43,208	14,526
	112,252	79,680
Excess of revenue over expense	<b>(33,988)</b>	<b>43,670</b>
Prior period adjustment	-	69
Net assets, beginning of year	103,346	59,607
<b>Net assets, end of year</b>	<b>\$ 69,358</b>	<b>\$ 103,346</b>

Jean Elwell, Chartered Accountant

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# SATURNA NET CO-OPERATIVE

## Statement of Cash Flows

January 31, 2013, with comparative figures for 2012  
(Unaudited – See Notice to Reader)

	2013	2012
<b>Operations</b>		
(Deficit)/excess of revenues over expenses	\$ (33,988)	\$ 43,670
Depreciation	25,009	32,938
Net change in non-cash working capital (see below)	1,511	(3,654)
	(7,468)	72,954
<b>Investing activities</b>		
Investment in capital assets	(13,013)	(49,469)
	(13,013)	(49,469)
<b>Financing activities</b>		
Membership shares issued	300	480
Prior period adjustment	-	69
	300	549
<b>Increase/(decrease) in cash</b>	(20,181)	24,034
Cash, beginning of year	32,729	8,695
<b>Cash, end of year</b>	\$ 12,548	\$ 32,729

	2013	2012
Net changes in working capital balances		
Accounts receivable	\$ (1,490)	\$ 104
Accounts payable	403	(1,641)
Credit card payable	2,809	-
GST/HST payable	609	123
Due to original investors	(820)	(2,240)
	\$ 1,511	\$ (3,654)

Jean Elwell, Chartered Accountant

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