

CANADIAN RURAL REVITALIZATION FOUNDATION
Financial Statements
Year Ended December 31, 2009

CANADIAN RURAL REVITALIZATION FOUNDATION

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Year Ended December 31, 2009

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AUDITORS' REPORT

To the Members of Canadian Rural Revitalization Foundation

We have audited the balance sheet of Canadian Rural Revitalization Foundation as at December 31, 2009 and the statements of loss, retained earnings and cash flows for the year then ended. These financial statements are the responsibility of the company'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 the company as at December 31, 2009 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

St. John's, Newfoundland and Labrador
April 13, 2010

CHARTERED ACCOUNTANTS

CANADIAN RURAL REVITALIZATION FOUNDATION

Balance Sheet

December 31, 2009

	2009	2008
ASSETS		
CURRENT		
Cash	\$ 4,607	\$ 21,019
Marketable securities	-	567
Accounts receivable	17,634	10,996
	\$ 22,241	\$ 32,582
LIABILITIES AND MEMBERS' EQUITY		
CURRENT		
Accounts payable	\$ 11,308	\$ 7,840
Current portion of deferred income	-	680
	11,308	8,520
RETAINED EARNINGS	10,933	24,062
	\$ 22,241	\$ 32,582

ON BEHALF OF THE BOARD

_____ *Director*

_____ *Director*

See notes to financial statements

CANADIAN RURAL REVITALIZATION FOUNDATION

Statement of Retained Earnings

Year Ended December 31, 2009

	2009	2008
RETAINED EARNINGS - BEGINNING OF YEAR	\$ 24,062	\$ 84,296
NET LOSS FOR THE YEAR	(13,129)	(60,234)
RETAINED EARNINGS - END OF YEAR	\$ 10,933	\$ 24,062

CANADIAN RURAL REVITALIZATION FOUNDATION

Statement of Loss

Year Ended December 31, 2009

	2009	2008
REVENUE	\$ -	\$ 60
EXPENSES		
Interest and bank charges	13	342
Meetings and conventions	(642)	5,285
Office	40	12,209
Conferences and workshops	11,359	10,000
Professional fees	-	4,446
	10,770	32,282
LOSS FROM OPERATIONS	(10,770)	(32,222)
OTHER INCOME		
Interest income	18	47
Miscellaneous revenue	680	8,856
Annual Fall Conference (<i>Schedule 1</i>)	8,985	(18,761)
Think Tank Project (<i>Schedule 2</i>)	-	(300)
Services Canada Contract (<i>Schedule 3</i>)	(12,042)	(24,842)
National Rural Research Network (<i>Schedule 4</i>)	-	6,988
	(2,359)	(28,012)
NET LOSS	\$ (13,129)	\$ (60,234)

See notes to financial statements

CANADIAN RURAL REVITALIZATION FOUNDATION

Statement of Cash Flows

Year Ended December 31, 2009

	2009	2008
OPERATING ACTIVITIES		
Net loss	\$ (13,129)	\$ (60,234)
Changes in non-cash working capital:		
Accounts receivable	(6,638)	100,557
Marketable securities	567	(16)
Accounts payable	3,468	(47,338)
Deferred income	(680)	-
Prepaid expenses	-	1,356
	(3,283)	54,559
DECREASE IN CASH FLOW	(16,412)	(5,675)
Cash - beginning of year	21,019	26,694
CASH - END OF YEAR	\$ 4,607	\$ 21,019
CASH FLOWS SUPPLEMENTARY INFORMATION		
Interest paid	\$ 12	\$ 342

See notes to financial statements

CANADIAN RURAL REVITALIZATION FOUNDATION

Notes to Financial Statements

Year Ended December 31, 2009

1. DESCRIPTION OF OPERATIONS

The Foundation promotes research on the changes in the rural soci-economic conditions of Canada. The Foundation is a registered charity. As such, it is exempt from income tax under Section 149(1)(l) of the Income Tax Act.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Measurement uncertainty

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

Revenue Recognition

The foundation follows the deferral method of accounting for contributions. Restricted revenue from grants is recorded when the related expenses are incurred.

Membership revenue is deferred and recognized in the year it is earned.

Fundraising revenue is recognized in the year it is earned.

Investment income is recognized on the accrual basis.

Capital assets

Capital assets are expensed in the year of acquisition. Currently the foundation does not own any capital assets.

3. COMPARATIVE FIGURES

Some of the comparative figures have been reclassified to conform to the current year's presentation.

CANADIAN RURAL REVITALIZATION FOUNDATION**Annual Fall Conference****(Schedule 1)****Year Ended December 31, 2009**

	2009	2008
REVENUE		
Fall workshop and conference	\$ 8,985	\$ -
Vermilion Fall Conference sponsorship	-	1,022
	8,985	1,022
EXPENSES		
Gatineau/Lanark Conference expenses	-	20,414
Vermilion Conference expenses	-	(631)
	-	19,783
EXCESS (DEFICIENCY) OF EXPENSES OVER REVENUE	\$ 8,985	\$ (18,761)

CANADIAN RURAL REVITALIZATION FOUNDATION

Think Tank Project

(Schedule 2)

Year Ended December 31, 2009

	2009	2008
EXPENSES		
Think Tank Project expenses	\$ -	\$ 300

CANADIAN RURAL REVITALIZATION FOUNDATION**Services Canada Contract****(Schedule 3)****Year Ended December 31, 2009**

	2009	2008
REVENUE	\$ 115,042	\$ 92,564
EXPENSES		
Project expenses	127,084	117,406
LOSS FROM OPERATIONS	\$ (12,042)	\$ (24,842)

CANADIAN RURAL REVITALIZATION FOUNDATION

National Rural Research Network

(Schedule 4)

Year Ended December 31, 2009

	2009	2008
REVENUE	\$ -	\$ 6,988