



**FINANCIAL STATEMENTS**  
**FOR THE PERIOD FROM INCORPORATION ON JUNE 1, 2015**  
**TO JULY 31, 2016**

**GARY J WESTFALL  
CHARTERED PROFESSIONAL ACCOUNTANT  
38 MALLARD CRESCENT  
BRAMALEA, ONTARIO  
L6S 2T6**

**REVIEW ENGAGEMENT REPORT**

**To the Members  
London Bridge Centre**

I have reviewed the statement of financial position of The London Bridge Centre Inc. as at July 31, 2016 and the statements of revenue and expenses and net assets, restricted net assets and cash flows for the period then ended. My review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussion related to information supplied to me by the association.

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

Based on my review, nothing has come to my attention that causes me to believe that these financial statements are not, in all material respects, in accordance with Canadian generally accepted accounting principles.

Bramalea, Ontario

September 17, 2016

Handwritten signature of G.J. Westfall in black ink, with the letters 'CPA, CA' written in a smaller font to the right of the signature.

G.J. Westfall, CPA, C.A.

Licensed Public Accountant

**LONDON BRIDGE CENTRE INC.**  
**Statement of Financial Position**  
As at July 31, 2016  
(Unaudited)

	<u>2016</u>
<b>ASSETS</b>	
<b>Current Assets</b>	
Cash	68,860
Prepaid Expenses	133
<b>Total Current Assets</b>	<u>68,993</u>
<b>Capital Assets (Note 2)</b>	91,241
<b>Other Assets</b>	4,371
	<u><u>\$ 164,605</u></u>
<b>LIABILITIES &amp; NET ASSETS</b>	
<b>Liabilities</b>	
<b>Current Liabilities</b>	
Accounts Payable	4,083
HST Payable	307
Deferred Revenue	1,500
	<u>5,890</u>
<b>PROMISSORY NOTES (Note 3)</b>	118,200
<b>NET ASSETS</b>	
Unrestricted Net Assets	40,515
	<u><u>\$ 164,605</u></u>

Approved on behalf of the Board of Directors:

President     *Dwight Bender*

Treasurer    *Susan Edwards*

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

**LONDON BRIDGE CENTRE INC.**  
**Statement of Revenue and Expenses and Net Assets**  
for the period from Incorporation on June 1, 2015 to July 31, 2016  
(Unaudited)

	<b>2016</b>
<b>REVENUE</b>	
Game Fees	\$ 100,814
Membership Dues	11,956
Special Events Net Revenue (a)	3,928
Lesson Revenue	2,317
Room rental	1,104
Miscellaneous Revenue	361
	<b>120,480</b>
 <b>EXPENSES</b>	
Facilities and Equipment (b)	64,320
Bridge Expenses (c)	34,209
Operations (d)	5,056
Member Expenses (e)	3,477
Interest Expense & Bank charges	688
Other Expenses	619
Contract Services	600
	<b>108,969</b>
 <b>EXCESS OF REVENUE OVER EXPENSES FROM OPERATIONS</b>	<b>11,511</b>
Add: Donation Revenue	29,004
 <b>EXCESS OF REVENUE OVER EXPENSES</b>	<b>40,515</b>
 <b>NET ASSETS, beginning of period</b>	<b>0</b>
 <b>NET ASSETS, end of period</b>	<b>\$ 40,515</b>

**Notes:**

- (a) LBIAD, Championship weekend, Barbara Seagram event, Unit Team Championship, etc
- (b) rent, depreciation, security, insurance, cleaning, AV installation, utilities
- (c) directors' fees, ACBL fees, bridge supplies, Pianola
- (d) computer expense, office supplies, printing, telephone & internet
- (e) name tags, hospitality

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

**LONDON BRIDGE CENTRE INC.**  
**Statement of Cash Flows**  
for the period from Incorporation on June 1, 2015 to July 31, 2016  
(Unaudited)

	<b>2016</b>
<b>OPERATING ACTIVITIES</b>	
Income from operations	\$ 40,515
Items not affecting cash	
Amortization of capital assets	11,340
	51,855
Changes in non-cash working capital	
Prepaid expenses	(133)
Purchase Capital Assets	(102,581)
Other assets	(4,371)
Accounts payable	4,083
HST payable	307
Deferred revenue	1,500
	(101,195)
Cash flow from operating activities	(49,340)
<b>INVESTING ACTIVITIES</b>	
Promissory notes	157,000
Repayments	(38,800)
	118,200
<b>INCREASE IN CASH FLOW</b>	<b>68,860</b>
<b>CASH - END OF PERIOD</b>	<b>\$ 68,860</b>

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

# **LONDON BRIDGE CENTRE INC.**

## **NOTES TO FINANCIAL STATEMENTS**

**Period ended July 31, 2016**

**(Unaudited)**

London Bridge Centre Inc. was incorporated under the laws of Ontario on June 1, 2015.

The objectives of London Bridge Centre Inc. are as follows.

1. To promote interest in, and the playing of, the game of bridge.
2. To provide facilities for playing, teaching and introducing new players to the game of bridge; and such other complementary purposes not inconsistent with these objects.

### **NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES**

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles for not-for-profit organizations and reflect the following policies.

- a) London Bridge Centre Inc. follows the deferral method of fund accounting for revenue.
- b) The capital assets are being amortized on a straight-line basis.

Leasehold Improvements	10 year straight-line basis.
Furniture & Equipment	5 year straight-line basis.
Bridge Computer Equipment	3 year straight-line basis.
- c) London Bridge Centre Inc. is a non-profit entity under the Income Act (Canada) and, as such, is exempt from income taxes under section 149(1)(l).
- d) The success of a member-run club depends on the contribution of services by its members. Because of the difficulty in determining their market value, contributed services are not recognized in the financial statements. However, it should be noted that the original plan for the operation of the bridge centre called for management fees of \$6,000 per annum. These fees have been declined by the volunteers carrying out these functions.

## NOTE 2 – CAPITAL ASSETS

	Cost	Accumulated Amortization	Net Book Value
Leasehold Improvements	\$ 69,465	\$ 5,220	\$ 64,245
Furniture & Equipment	17,973	2,430	15,543
Computer Equipment	15,143	3,690	11,453
TOTAL	<u>\$ 102,581</u>	<u>\$ 11,340</u>	<u>\$ 91,245</u>

## NOTE 3 - PROMISSORY NOTES

The Promissory Notes are scheduled to be repaid prior to October 15, 2022. Twenty five per cent of the notes were repaid in the current year.

## NOTE 3 - LONG TERM LEASE COMMITMENTS

The Centre has a lease commitment for the next 4 years as follows:

2017	\$ 44,250
2018	\$ 46,125
2019	\$ 48,625
2020	\$ 53,000

**These notes are an integral part of the financial statements.**