

Financial Statements of

**COLLINGWOOD SCHOOL
SOCIETY**

Year ended June 30, 2015



KPMG LLP
Metrotower II
Suite 2400 – 4720 Kingsway
Burnaby BC V5H 4N2
Canada

Telephone (604) 527-3600
Fax (604) 527-3636
Internet www.kpmg.ca

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of Collingwood School Society

Report on the Financial Statements

We have audited the accompanying financial statements of the Collingwood School Society, which comprise the statement of financial position as at June 30, 2015, the statements of operations, changes in net assets and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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 comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Collingwood School Society as at June 30, 2015 and its results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Report on Other Legal and Regulatory Requirements

As required by the Society Act (British Columbia), we report that, in our opinion, the accounting policies applied in preparing and presenting the financial statements in accordance with Canadian accounting standards for not-for-profit organizations have been applied on a basis consistent with that of the preceding year.

KPMG LLP

Chartered Professional Accountants

September 16, 2015

Burnaby, Canada

COLLINGWOOD SCHOOL SOCIETY

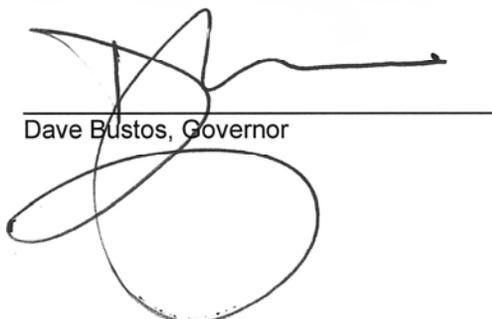
Statement of Financial Position

June 30, 2015, with comparative information for 2014

	2015	2014
Assets		
Current assets:		
Cash	\$ 10,705,717	\$ 9,484,698
Accounts receivable (notes 3 and 16)	392,314	912,730
Prepaid expenses	314,142	291,053
	<u>11,412,173</u>	<u>10,688,481</u>
Capital assets (note 4)	70,846,559	60,457,450
Long-term prepaid lease (note 5)	129,685	138,947
Other assets (note 6)	270,000	385,000
	<u>\$ 82,658,417</u>	<u>\$ 71,669,878</u>
Liabilities and Net Assets		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 1,314,388	\$ 6,181,403
Accrued salaries and benefits	2,910,238	2,946,384
Tuition and other fees received in advance	5,094,218	3,407,681
Current portion of long-term debt (note 7)	14,877,244	4,854,825
	<u>24,196,088</u>	<u>17,390,293</u>
Long-term debt (note 7)	523,701	550,980
Net assets:		
Unrestricted	2,441,930	(1,407,732)
Internally restricted	51,084	84,692
Invested in capital assets (note 9)	55,445,614	55,051,645
	<u>57,938,628</u>	<u>53,728,605</u>
Commitments (note 13)		
	<u>\$ 82,658,417</u>	<u>\$ 71,669,878</u>

See accompanying notes to financial statements.

Approved on behalf of the Board:



Dave Bustos, Governor



Brent Wolverton, Governor

COLLINGWOOD SCHOOL SOCIETY

Statement of Operations

Year ended June 30, 2015, with comparative information for 2014

	Operating	Internally restricted	Externally restricted	Capital assets	2015 Total	2014 Total
Revenue:						
Tuition fees	\$ 25,207,988	\$ -	\$ -	\$ -	\$ 25,207,988	\$ 22,386,610
Less: Bursaries granted	(645,030)	-	-	-	(645,030)	(512,026)
	24,562,958	-	-	-	24,562,958	21,874,584
Government grants (note 8)	3,313,363	-	-	-	3,313,363	3,192,613
New student admission fees	488,250	-	-	-	488,250	605,535
Contributions received from						
Parents' Council Fundraising (note 10)	-	197,522	-	-	197,522	24,220
Transportation revenue (note 11)	118,987	-	-	-	118,987	113,588
Other (note 12)	327,328	-	-	-	327,328	318,923
	28,810,886	197,522	-	-	29,008,408	26,129,463
Expenses:						
Salaries and benefits	19,173,060	-	-	-	19,173,060	18,819,136
Professional development	315,270	-	-	-	315,270	291,478
Curricular expense	1,065,134	-	-	-	1,065,134	938,068
Buildings and grounds maintenance	1,154,507	-	-	-	1,154,507	1,017,310
Transportation expense (note 11)	516,638	-	-	-	516,638	516,767
Information technology	373,315	-	-	-	373,315	270,378
Parent, alumni and community relations	355,723	-	-	-	355,723	304,726
General and administrative	1,314,597	-	-	-	1,314,597	1,061,732
Amortization	-	-	-	2,430,213	2,430,213	1,811,891
Interest	328,770	-	-	-	328,770	37,645
	24,597,014	-	-	2,430,213	27,027,227	25,069,131
Excess (deficiency) of revenue over expenses before other items	4,213,872	197,522	-	(2,430,213)	1,981,181	1,060,332
Other:						
Fundraising (note 17)	-	-	2,575,164	-	2,575,164	4,649,386
Master Campus plan expenses	(346,322)	-	-	-	(346,322)	(633,341)
	(346,322)	-	2,575,164	-	2,228,842	4,016,045
Net excess (deficiency) of revenue over expenses	\$ 3,867,550	\$ 197,522	\$ 2,575,164	\$ (2,430,213)	\$ 4,210,023	\$ 5,076,377

See accompanying notes to financial statements.

COLLINGWOOD SCHOOL SOCIETY

Statement of Changes in Net Assets

Year ended June 30, 2015, with comparative information for 2014

	Unrestricted	Internally restricted	Externally restricted	Invested in capital assets	2015 Total	2014 Total
Net assets (deficit), beginning of year	\$ (1,407,732)	\$ 84,692	\$ -	\$ 55,051,645	\$ 53,728,605	\$ 48,652,228
Net excess (deficiency) of revenue over expenses	3,867,550	197,522	2,575,164	(2,430,213)	4,210,023	5,076,377
Net change in invested in capital assets (note 9(b))	(17,888)	(231,130)	(2,575,164)	2,824,182	-	-
Net assets, end of year	\$ 2,441,930	\$ 51,084	\$ -	\$ 55,445,614	\$ 57,938,628	\$ 53,728,605

See accompanying notes to financial statements.

COLLINGWOOD SCHOOL SOCIETY

Statement of Cash Flows

Year ended June 30, 2015, with comparative information for 2014

	2015	2014
Cash provided by (used in):		
Operating:		
Net excess of revenue over expenses	\$ 4,210,023	\$ 5,076,377
Items not involving cash:		
Amortization	2,430,213	1,811,891
Amortization of prepaid lease	9,262	9,264
Fair value adjustment of stamp and coin collection	115,000	90,000
Change in non-cash operating working capital:		
Accounts receivable	520,416	(185,273)
Prepaid expenses	(23,089)	(7,657)
Accounts payable and accrued liabilities	(4,867,015)	3,566,221
Accrued salaries and benefits	(36,146)	160,476
Tuition and other fees received in advance	1,686,537	114,839
	<u>4,045,201</u>	<u>10,636,138</u>
Investments:		
Additions to capital assets	(12,819,322)	(21,588,060)
	<u>(12,819,322)</u>	<u>(21,588,060)</u>
Financing:		
Decrease in bank indebtedness	-	(550,000)
Increase in long-term debt	10,021,000	4,830,000
Repayment of long-term debt	(25,860)	(23,683)
	<u>9,995,140</u>	<u>4,256,317</u>
Change in cash	1,221,019	(6,695,605)
Cash, beginning of year	9,484,698	16,180,303
Cash, end of year	<u>\$ 10,705,717</u>	<u>\$ 9,484,698</u>

See accompanying notes to financial statements.

COLLINGWOOD SCHOOL SOCIETY

Notes to Financial Statements

Year ended June 30, 2015

1. Operations:

Collingwood School Society (the "Society") was incorporated on December 8, 1983 under the authority of the Society Act of British Columbia. The Society is a registered charity under the Income Tax Act and is therefore exempt from the payment of income tax.

The Society operates Collingwood School (the "School") at the Morven Campus (600 students, grades 8 - 12) and the Wentworth Campus (650 students, junior kindergarten - grade 7), both in West Vancouver. The School is classified as a Group 2 independent school under the Independent School Act.

The School is non-denominational and co-educational. It aims to graduate students whose achievements are excellent, who are inspired by learning, who appreciate the contribution made to a fulfilling life by scholarship, the arts, athletics and service, and who understand the rights, obligations and responsibilities of living in a free democratic society.

2. Significant accounting policies:

The financial statements have been prepared by management in accordance with Canadian Accounting Standards for Not-For-Profit Organizations and include the following significant accounting policies:

(a) Fund accounting:

The resources and operations of the Society have been segregated for accounting purposes into the following funds:

(i) Operating fund:

The operating fund accounts for the Society's program delivery, support and administrative activities. Amortization charges relating to these activities are accounted for in the capital assets fund.

(ii) Restricted funds:

The externally restricted fund accounts for funds derived from donations and fundraising efforts which the purposes have been specifically designated by donors.

The internally restricted fund represents contributions received from the Parents' Council fundraising to be used for the benefit of the School.

(iii) Capital assets fund:

The capital assets fund accounts for the amortization of capital assets used in operations of the Society as well as the Society's investment in capital assets and related long-term debt.

Interfund transfers to fund capital asset acquisitions and long-term debt repayments related to capital assets are presented in the statement of changes in net assets.

COLLINGWOOD SCHOOL SOCIETY

Notes to Financial Statements (continued)

Year ended June 30, 2015

2. Significant accounting policies (continued):

(b) Revenue recognition:

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

(i) Unrestricted contributions:

Unrestricted contributions, including government grants, are recognized as revenue of the Operating Fund in the period in which the entitlement is received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

(ii) Restricted contributions:

Restricted contributions, including capital fundraising, received for future capital acquisitions are recorded in the restricted fund when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

(iii) Parent Council contributions that are for specific purposes are internally restricted.

(iv) Asset and service contributions:

Donations and contributions in kind are recorded at fair value at the time of receipt when and if such a value can be reasonably determined.

Volunteers contribute a significant amount of time each year to assist the Society in fundraising and carrying out its programs and services. Because of the difficulty of determining their fair value, contributed services of volunteers are not recognized in these financial statements.

(v) Tuition fees received prior to June 30 for the upcoming year are deferred as tuition fees received in advance and recognized as revenue in the period to which the fees relate. New student admission fees are recognized as fully earned when the applicant is accepted for admission to the school. The school grants bursaries for students of the faculty and other students who apply for financial aid. These bursaries are recorded as a reduction of revenues when granted.

(vi) Other fees are recorded as revenue when the related services are provided.

COLLINGWOOD SCHOOL SOCIETY

Notes to Financial Statements (continued)

Year ended June 30, 2015

2. Significant accounting policies (continued):

(c) Capital assets:

Capital assets are recorded at cost and are amortized over the estimated useful lives of the assets using the following methods and annual rates:

Assets	Basis	Rates
Morven Campus:		
Building	Straight-line	50 years
Turf Field	Straight-line	15 years
Wentworth Campus:		
Buildings	Straight-line	20 - 50 years
Turf Field	Straight-line	15 years
Furniture, fixtures and other	Straight-line	10 years

School development costs are not amortized until the assets are in use

School development costs are capitalized as capital assets once there is certainty as to the future benefit being realized on the project. Once projects are complete, they are transferred to the appropriate capital asset category for amortization.

(d) Impairment of capital assets:

The Society reviews its capital assets for impairment which are held and in use whenever events or changes in circumstances indicate that the assets no longer have long-service potential to the Society. If such conditions exist, an impairment loss is measured at the amount by which the carrying amount of the asset exceeds its residual value.

(e) Prepaid lease:

The components of the prepaid lease are amortized on a straight-line basis over the term of the arrangement.

(f) Other assets:

The Society received a donation of a stamp and coin collection that was originally recorded at its estimated fair market value. The amount is assessed annually for impairment based on the current estimated fair market value.

(g) Use of estimates:

The preparation of financial statements 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 revenue and expenses during the year. Significant areas requiring management estimates include the recoverability of accounts receivable and the useful lives of capital assets, accrued liabilities, and provisions for employee future benefits. Actual results could differ from these estimates.

COLLINGWOOD SCHOOL SOCIETY

Notes to Financial Statements (continued)

Year ended June 30, 2015

2. Significant accounting policies (continued):

(h) Financial instruments:

Financial instruments are recorded at fair value on initial recognition. Freestanding derivative instruments that are not in a qualifying hedging relationship and equity instruments that are quoted in an active market are subsequently measured at fair value. All other financial instruments are subsequently recorded at cost or amortized cost, unless management has elected to carry the instruments at fair value. The Society has not elected to carry any financial instruments at fair value.

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the straight-line method.

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the Society determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Society expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

3. Accounts receivable

	2015	2014
Trade and other receivables (note 16)	\$ 234,817	\$ 203,522
Commodity sales tax	170,290	722,001
	405,107	925,523
Allowance for doubtful accounts	(12,793)	(12,793)
	\$ 392,314	\$ 912,730

COLLINGWOOD SCHOOL SOCIETY

Notes to Financial Statements (continued)

Year ended June 30, 2015

4. Capital assets:

	Cost	Accumulated amortization	2015 Net book value	2014 Net book value
Morven Campus:				
Land	\$ 682,971	\$ -	\$ 682,971	\$ 682,971
Buildings	47,846,768	4,443,827	43,402,941	3,012,720
Turf Field	855,405	-	855,405	-
School development costs	-	-	-	33,010,105
Wentworth Campus:				
Land	4,404,621	-	4,404,621	4,404,621
Buildings	22,372,999	4,702,177	17,670,822	17,884,975
Turf Field	544,453	145,188	399,265	435,562
Furniture, fixtures and other	6,979,484	3,548,950	3,430,534	1,026,496
	<u>\$ 83,686,701</u>	<u>\$ 12,840,142</u>	<u>\$ 70,846,559</u>	<u>\$ 60,457,450</u>

5. Prepaid lease:

On December 18, 2008, the Society entered into an agreement with the Capilano Rugby Club (the "Club") for the use of the Club's field and facilities until December 31, 2031 for consideration of \$200,000. The lease is amortized on a straight-line basis over the usage term.

6. Other assets

Other assets consist of a stamp and coin collection donated to the Society in 2013. During the year, the Society recorded a fair value adjustment of \$115,000 (2014 - \$90,000) to reduce the value of the stamp and coin collection.

COLLINGWOOD SCHOOL SOCIETY

Notes to Financial Statements (continued)

Year ended June 30, 2015

7. Long-term debt:

	2015	2014
Term loan:		
Royal Bank mortgage loan, repayable in monthly instalments of \$4,506, including interest at 5.14%, and due February 2017 (a)	\$ 549,945	\$ 575,805
Project loan:		
Royal Bank construction loan bearing interest of prime plus 0.30% due November 30, 2015, convertible to term loan at completion of construction (b)	14,851,000	4,830,000
	15,400,945	5,405,805
Less current portion of long-term debt	14,877,244	4,854,825
	\$ 523,701	\$ 550,980

(a) Principal repayments related to the mortgage loan are as follow:

2016	\$ 26,244
2017	523,701
	\$ 549,945

(b) The Society has entered into a Project Agreement to finance construction of the Morven Campus. This Project Agreement represents a non-revolving project loan of up to \$18,000,000 to be drawn as construction progresses. The loan is secured by a general security agreement covering all property of the Society, a first charge of \$7,500,000 on the Morven Campus land and buildings, a first charge of \$8,200,000 on the Wentworth Campus land and buildings and a certificate of insurance over buildings and equipment with a loss payable to the Royal Bank. As of June 30, 2015, \$14,851,000 (2014 - \$4,830,000) was drawn on this facility. Upon completion of construction, the total amount outstanding of the project loan under the Project Agreement will be converted to the 20 year non-revolving term loan facility provided in the Credit Agreement.

The project loan is due on November 30, 2015 and will be converted as at or prior to that date into a non-revolving term loan to be amortized over 20 years, as set out in the Credit Agreement. As the project loan has a maturity of November 30, 2015, the loan balance outstanding as at June 30, 2015 is classified as current until such time as it is converted into the 20 year term loan.

COLLINGWOOD SCHOOL SOCIETY

Notes to Financial Statements (continued)

Year ended June 30, 2015

7. Long-term debt (continued):

(b) (continued):

The Society has entered into a Credit Agreement with the Royal Bank of Canada to finance the operations of the School. The facility permits total borrowing of \$22,350,000 (2014 - \$22,375,000), which includes the existing mortgage. The facility includes a revolving loan of up to \$3,500,000; a non-revolving 20 year term loan of \$18,000,000, and a Visa credit limit of \$300,000. As of June 30, 2015, the School had no amounts outstanding under either the revolving loan (2014 - nil) or the term loan.

8. Government grants:

The Society receives an Independent School Act grant based on the number of eligible students. In order for students to be eligible, the following conditions must hold:

- (a) the student must be enrolled in an independent school for at least 600 hours between July 1 and May 15 in a school year;
- (b) the student must be five years or older; and
- (c) the student's parent or guardian must be a citizen of Canada or a landed immigrant and they must reside in British Columbia.

The School receives 35% of the amount the government funds the Vancouver School Board for operating costs per eligible student. During 2015, there were 1,182 (2014 - 1,164) eligible students.

9. Invested in capital assets:

(a) Invested in capital assets is comprised of the following:

	2015	2014
Capital assets	\$ 70,846,559	\$ 60,457,450
Amounts financed by long-term debt	(15,400,945)	(5,405,805)
	<u>\$ 55,445,614</u>	<u>\$ 55,051,645</u>

COLLINGWOOD SCHOOL SOCIETY

Notes to Financial Statements (continued)

Year ended June 30, 2015

9. Invested in capital assets (continued):

(b) Change in net assets invested in capital assets is comprised of the following:

	2015	2014
Excess of revenue over expense:		
Amortization of capital assets	\$ (2,430,213)	\$ (1,811,891)
Net change in invested in capital assets:		
Additions to capital assets	12,819,322	21,588,060
Disposals of capital assets	-	-
Addition to long-term debt	(10,021,000)	(4,830,000)
Repayment of long-term debt	25,860	23,683
	2,824,182	16,781,743
	\$ 393,969	\$ 14,969,852

10. Parents' Council Fundraising:

The Parents' Council generates revenues through their fundraising activities to support the School's activities and programs. The amount fluctuates from year to year based on fundraising activities.

11. Transportation:

Transportation revenue and expenses consist of the cost of transporting students to various events and field trips, in addition to the revenue and expenses of operating the school bus services in the morning and afternoon as follows:

2015	Revenue	Expenses	Net
Bus service	\$ 118,987	\$ 267,621	\$ (148,634)
Transportation to events	-	249,017	(249,017)
	\$ 118,987	\$ 516,638	\$ (397,651)

2014	Revenue	Expenses	Net
Bus service	\$ 113,588	\$ 264,290	\$ (150,702)
Transportation to events	-	252,477	(252,477)
	\$ 113,588	\$ 516,767	\$ (403,179)

COLLINGWOOD SCHOOL SOCIETY

Notes to Financial Statements (continued)

Year ended June 30, 2015

12. Other revenue:

Other revenue consists of the following:

	2015	2014
Interest	\$ 167,080	\$ 186,317
Wentworth lunch program, net	33,688	34,362
Uniform shop commissions	24,242	21,925
Cafeteria	17,253	17,314
Donations	12,285	10,320
Vancouver Foundation (note 15)	12,921	12,493
Camp, net	(6,959)	(867)
Miscellaneous	66,818	37,059
	<u>\$ 327,328</u>	<u>\$ 318,923</u>

13. Commitments:

The Society has commitments under various operating leases for equipment. Future payments under such lease obligations are due as follows:

2016	\$ 53,711
2017	51,848
2018	47,399
2019	3,486
	<u>\$ 156,444</u>

The Society has outstanding construction commitments of \$159,400 (2014 - \$5,217,300) related to the Morven Campus project which are expected to be expended.

14. Financial risks:

(a) Liquidity risk:

Liquidity risk is the risk that the Society will be unable to fulfill its obligations on a timely basis or at a reasonable cost. The Society manages its liquidity risk by monitoring its operating requirements and obtaining appropriate financing as required. The Society prepares budget and cash forecasts to ensure it has sufficient funds to fulfill its obligations.

COLLINGWOOD SCHOOL SOCIETY

Notes to Financial Statements (continued)

Year ended June 30, 2015

14. Financial risks (continued):

(b) Credit risk:

Credit risk refers to the risk that a counterparty may default on its contractual obligations resulting in a financial loss. The Society is exposed to credit risk with respect to the accounts receivable. The Society assesses, on a continuous basis, accounts receivable and provides for any amounts that are not collectible in the allowance for doubtful accounts.

(c) Interest rate risk:

The Society is exposed to interest rate risk on its fixed interest rate financial instruments. Further details about the fixed rate long-term debt are included in note 7.

15. Collingwood School Scholarship Fund:

The Society has established the Collingwood School Scholarship Fund (the "Fund") with the Vancouver Foundation to provide scholarship awards and bursaries to students of Collingwood School. The assets in the fund of \$391,260 (2014 - \$376,430) will be administered by and remain with the Vancouver Foundation in perpetuity. As such, the Scholarship Fund is not recorded in these financial statements.

The interest and return of capital received on this Fund during the year of \$12,921 (2014 - \$12,493) has been included in other revenue (note 12).

16. Collingwood School Foundation:

The Collingwood School Foundation (the "Foundation") was incorporated under the Society Act of British Columbia in 1997 and received charitable status on January 1, 1998. The Foundation is designated as a public foundation, is a registered charity under the Income Tax Act and is therefore exempt from the payment of income tax.

The Society is the sole beneficiary of funds raised by the Foundation. These financial statements do not reflect the accounts of the Foundation.

Included in accounts receivable is \$21,316 (2014 - \$10,661) due from the Foundation for both reimbursement of administration expenses paid on the Foundation's behalf and \$4,200 (2014 - \$2,100) of donations not yet transferred to the Society.

During the year, the Society received \$2,100 (2014 - \$2,100) from the endowment fund of the Foundation towards Scholarships and Bursaries.

The net assets of the Foundation consisting of endowment funds are \$849,241 as at June 30, 2015 (2014 - \$830,567).

COLLINGWOOD SCHOOL SOCIETY

Notes to Financial Statements (continued)

Year ended June 30, 2015

17. Fundraising:

During the year, donations and fundraising were received related to the Tartan Fund and to the Master Campus Plan.

There are pledges of support for the Master Campus Plan totaling \$12,221,110 (2014 - \$11,745,900), of which \$8,800,825 (2014 - \$6,745,400) has been received and \$3,420,285 (2014 - \$5,000,500) in the form of pledges which have not yet been recognized in the financial statements.

18. Comparative figures:

Certain comparative figures have been reclassified to conform with the financial statement presentation adopted for the current year.