

Variety Club of Ontario - Tent 28

Financial Statements

(unaudited - see Notice to Reader)

For the Year Ended September 30, 2014

NOTICE TO READER

On the basis of information provided by , we have compiled the statement of financial position of Variety Club of Ontario - Tent 28 as at September 30, 2014 and the statement of operations and deficit for the year then ended.

We have not performed an audit or review engagement in respect of these financial statements and, accordingly, we express no assurance thereon.

Readers are cautioned that these statements may not be appropriate for their purposes.

Collins Barrow Toronto LLP

Licensed Public Accountants
Chartered Accountants
December 1, 2014
Toronto, Ontario

Variety Club of Ontario - Tent 28
Statement of Financial Position
As at September 30, 2014
(unaudited - see Notice to Reader)

	2014	2013
Current asset		
Cash	\$ 108	\$ 100

Current liabilities

Accounts payable and accrued liabilities	\$ 2,204	\$ 2,142
Due to related party (Note 2)	-	10,407
	2,204	12,549

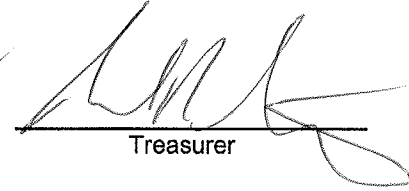
Net deficiency

Unrestricted	(2,096)	(12,449)
	\$ 108	\$ 100

Guarantee (Note 4)

Approved by the Board


Chair


Treasurer

Variety Club of Ontario - Tent 28
Statement of Operations and Changes in Net Assets
Year Ended September 30, 2014
(unaudited - see Notice to Reader)

	2014	2013
Revenue		
Funding from Variety - The Children's Charity (Ontario) (Note 2)	\$ 12,485	\$ -
Other	40	-
	12,525	-
Expenses		
Other	2,172	2,102
Excess (deficiency) of revenue over expenses	10,353	(2,102)
Unrestricted net deficiency, beginning of year	(12,449)	(10,347)
Unrestricted net deficiency, end of year	\$ (2,096)	\$ (12,449)

1. NATURE OF ORGANIZATION

Variety Club of Ontario - Tent 28 (the "Organization") is incorporated under the laws of Ontario without share capital. It is a not-for-profit organization and is exempt from income taxes, provided certain requirements are met.

Variety - The Children's Charity (Ontario) (the "Charity") controls the Organization by virtue of a common Board of Directors.

2. DUE TO RELATED PARTY AND RELATED PARTY TRANSACTIONS

Accounts payable of \$Nil (2013 - \$10,407) to the Charity are due on demand, unsecured and non-interest bearing.

Contributions provided by the Charity for the year ended September 30, 2014 were \$12,485 (2013 - \$Nil).

These transactions are in normal course of operations and are measured at the exchange amount of consideration established and agreed to by the related parties.

3. CAPITAL ASSET OWNERSHIP

Specific capital assets including land and building at 3701 Danforth Avenue are nominally owned by the Organization. The Organization has no beneficial interest in the properties.

Given the intent for the beneficial ownership to rest with the Charity, the capital assets are recorded in the Charity.

4. GUARANTEE

Subsequent to year end, the Charity renewed its bank credit facility in the amount of \$3,043,605 after making a repayment of \$1,000,000. The outstanding debt as at September 30, 2014 was \$4,066,649. The debt is secured by the assets held by the Charity, first ranking over all personal property of the Charity and guaranteed by the Organization and Variety Village, a related organization controlled by the Charity.