

Meadowvale Islamic Centre Inc.

FINANCIAL STATEMENTS

FOR THE YEAR ENDING April 30, 2010

Meadowvale Islamic Centre Inc.

Annual Report

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Auditor's Report

To

The Members of the Board

Meadowvale Islamic Centre Inc.

I have audited the consolidated balance sheets of Meadowvale Islamic Centre Inc. as at April 30, 2010 and the Statement of operations and cash flows for the year then ended. These financial statements are the responsibility of the management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I 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 my opinion, these financial statements present fairly, in all material respects, the financial position of Meadowvale Islamic Centre Inc. as at April 30, 2010 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

MISSISSAUGA, CANADA
AUGUST 05, 2010

Fareed Sheik CA Professional Corp.
FAREED SHEIK C.A., PROFESSIONAL CORPORATION
Authorized to practice public accounting by the
Institute of Chartered Accountants of Ontario
FAREED SHEIK C.A., C.F.E.
CHARTERED ACCOUNTANT
LICENSED PUBLIC ACCOUNTANT
MEMB. #378292

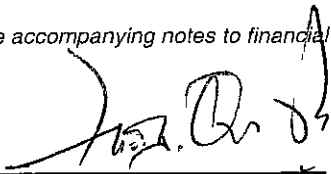
Meadowvale Islamic Centre Inc.

Balance Sheet

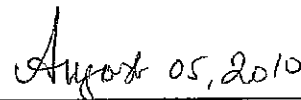
As at 4/30/2010

	4/30/2010	4/30/2009
Assets		
Cash	43,758	105,080
Advances and Notes Receivable	1,007	-
	44,765	105,080
Property, Plant and Equipment	464,812	464,811
	509,577	569,891
Liabilities and Net Assets:		
Accounts payable and accrued liabilities	6,785	10,395
Loan Payable	-	137,572
Mortgage Payable	58,971	294,220
Funds- In Trust	-	2,500
	65,756	444,687
Retained Surplus	443,821	125,204
	443,821	125,204
	509,577	569,891

See accompanying notes to financial statements



Approved By

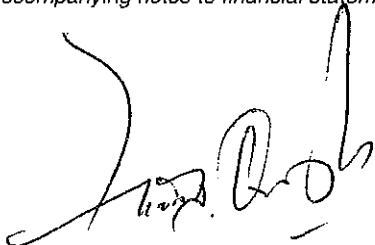


Date

Meadowvale Islamic Centre Inc.
Statement of Operations
For the year ending 4/30/2010

	4/30/2010	4/30/2009
Revenues:		
Community Contributions	438,343	100,044
	438,343	100,044
Expenditures:		
Wages and Salaries	45,771	45,985
Interest on Mortgage	10,031	13,167
Bank Charges	3,571	2,499
Rent - Prayer Hall	7,280	7,491
Advertisement and Promotion	348	-
Repairs and Maintenance	22,651	26,754
Office and Supplies	-	1,831
Professional Fees	8,751	6,837
Auto and Travel	-	13,566
Insurance Expenses	1,110	1,711
Social. Religious Programs/Activities	10,969	8,363
Printing and Publication	232	1,316
Taxes - Property	4,217	4,327
Telephone & Utilities	4,795	5,789
Amortization Expenses	-	12,440
	119,726	152,076
Excess revenue over expenditure	318,617	(52,032)
Retained Surplus - Beginning of the year	125,204	177,236
Retained Surplus - End of year	443,821	125,204

See accompanying notes to financial statements



August 05, 2010

Approved By

Date

Meadowvale Islamic Centre Inc.

Statement of Cash Flows

For the year ended April 30, 2010

April, 2010

Cash flow from operating activities:

Excess of Revenue over Expenditure 318,617

Net Changes in Working capital:

Change in Current Assets (1,007)

Change in Current Liabilities (3,610)

(4,617)

314,000

Cash Flow from Financing Activities:

Loans Payable (137,572)

Mortgage Payable (235,249)

Others (2,500)

(375,321)


Cash Flow from Investment Activities:

Increase (Decrease) in cash during the year:

(61,322)

Cash beginning of year 105,080

cash end of year 43,758


Approved By

Meadowvale Islamic Centre Inc.

Notes to Financial Statements for the year ending 30 April 2010

1. Purpose of the Organization:

Meadowvale Islamic Centre Inc. is a religious organization formed to provide the religious and spiritual services to the Muslim community in the Mississauga area. Its services include providing prayer services, religious education, Quran memorization etc. The organization is incorporated under the Corporations Act of Ontario as non-profit organization without share capital and is a registered charity under the Income Tax Act. As a non-profit entity, the Organization is exempt from income tax.

2. Summary of Significant Accounting Policies:

a. Revenue recognition

The Organization follows the deferral method of accounting for revenue. Restricted revenue is recognized as revenue in the year in which the related expenses are incurred. Unrestricted revenue is recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

b. Amortization:

Since Meadowvale Islamic Centre Inc. is an not for profit organization and exempt from taxes, the management has decided not to amortize its property, plant and equipment.

c. Donated Services:

A number of people have contributed significant amounts of time to the activities of the organization without compensation. These financial statements do not reflect the value of those contributed services because, although clearly substantial, no reliable basis exists for determining an appropriate amount.

d. Financial Instruments:

Unless disclosed otherwise in the notes to the financial statements, the estimated fair value of financial assets and liabilities approximate their carrying value.

3. Mortgage Payable:

The Mortgage payable is secured with the Royal bank of Canada against the land and building of the organization.

4. Financial Instruments:

Financial instruments are recognized in the balance sheet when the company has become a party to the contractual provisions of the instruments. Financial instruments are classified as liabilities or equity in accordance with the substance of the contractual arrangement.

Interest, dividends, gains and losses relating to a financial instrument classified as a liability, are reported as expense or income. Distributions to holders of financial instruments classified as equity are charged directly to equity.

Financial instruments are offset when the company has a legally enforceable right to offset and intends to settle either on a net basis or to realize the asset and settle the liability simultaneously.

The company's financial assets and liabilities consist of cash, accounts receivable, and accounts payable. It is management's opinion that the company' is not exposed to significant interest or credit risks arising from these financial assets and liabilities. The fair values of these financial assets and liabilities approximate their carrying values, except where otherwise noted.

5. Subsequent Events:

It is management's opinion that there are no significant events subsequent to the balance sheet date which would have a material impact on the financial statements or require adjustment or disclosure in the statements. In addition, the comparative figures have not been audited or reviewed.