

REINING CANADA
FINANCIAL STATEMENTS
DECEMBER 31, 2008
(Unaudited)

WYLIE, WICKLAND & ASSOCIATES
AIRDRIE, ALBERTA

REVIEW ENGAGEMENT REPORT

To the Directors of
Reining Canada

We have reviewed the statement of financial position of Reining Canada as at December 31, 2008 and the statements of changes in net assets and operations for the year then ended. Our review was made in accordance with Canadian generally accepted accounting standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussion related to the information supplied to us by the corporation.

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

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

Airdrie, Alberta
January 26, 2009

Wylie, Wickland & Associates

REINING CANADA
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2008

(Unaudited)

	2008	2007
ASSETS		
CURRENT		
Cash	\$ 81,303	\$ 67,385
Accounts receivable	3,500	1,180
	84,803	68,565
PROPERTY, PLANT AND EQUIPMENT (Note 3)	861	1,565
	\$ 85,664	\$ 70,130
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	\$ 27,603	\$ 39,910
Prepaid memberships	19,470	7,210
Loans payable (Note 4)	-	1,667
	47,073	48,787
NET ASSETS		
Net assets invested in capital assets	861	1,565
Unrestricted net assets	37,730	19,778
	38,591	21,343
	\$ 85,664	\$ 70,130

APPROVED BY THE BOARD:

_____ Director

_____ Director

REINING CANADA

STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2008

(Unaudited)

	Invested in Capital Assets	Unrestricted	Total 2008	Total 2007
BALANCE, beginning of year	\$ 1,565	\$ 19,778	\$ 21,343	\$ 8,106
Surplus of income over expenses	<u>(704)</u>	<u>17,952</u>	<u>17,248</u>	<u>13,237</u>
BALANCE, end of year	<u>\$ 861</u>	<u>\$ 37,730</u>	<u>\$ 38,591</u>	<u>\$ 21,343</u>

REINING CANADA
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2008

(Unaudited)

	2008	2007
INCOME		
Fundraising	\$ -	\$ 21,827
Grants	9,343	-
Memberships	41,396	69,864
NRHA rebate	19,440	15,650
Other	9,249	4,868
	<u>79,428</u>	<u>112,209</u>
OPERATING EXPENSES		
Administration	38,566	52,266
Advertising and promotion	1,371	230
Affiliate costs	5,100	6,665
Amortization	704	730
Awards	3,974	8,873
Bad debts	1,180	-
Bank charges, interest and exchange fees	1,863	2,362
Director meetings	-	7,056
Education and development program	-	3,500
Insurance and licenses	1,930	1,976
Meeting registration	200	-
Membership expense	2,129	2,800
Miscellaneous	1,487	148
Newsletter	2,573	9,452
Show	-	108
Website design and maintenance	1,103	2,806
	<u>62,180</u>	<u>98,972</u>
SURPLUS OF INCOME OVER EXPENSES	<u>\$ 17,248</u>	<u>\$ 13,237</u>

REINING CANADA

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2008

(Unaudited)

1. PURPOSE OF THE ORGANIZATION

Reining Canada is incorporated under the Canada Corporations Act of Industry Canada by Letters Patent. The corporation's activities pertain mainly to the sport of reining horses for sport and for competition in shows across Canada and internationally.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Income recognition

The Corporation follows the deferral method of accounting for income and expenses.

Capital assets

Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution. Amortization is based on CRA rates for each class of assets. Only one half of the normal provision is recorded in the year of acquisition.

Contributed services

Volunteers contribute a large amount of time each year to assist the Corporation in carrying out its work. Because of the difficulty determining their fair value, contributed services are not recognized in the financial statements.

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 at the date of the financial statements and the reported amounts of income and expenses during the period. Such estimates include providing for amortization of capital assets. Actual results could differ from these estimates.

3. PROPERTY, PLANT AND EQUIPMENT

	<u>Cost</u>	<u>Accumulated Amortization</u>			<u>Net Book</u>	<u>Net Book</u>
		<u>Opening</u>	<u>Current</u>	<u>Closing</u>	<u>Value</u>	<u>Value</u>
				2008	2007	
Computer equipment	\$ 2,459	\$ 894	\$ 704	\$ 1,598	\$ 861	\$ 1,565
	<u>\$ 2,459</u>	<u>\$ 894</u>	<u>\$ 704</u>	<u>\$ 1,598</u>	<u>\$ 861</u>	<u>\$ 1,565</u>

4. LOAN PAYABLE

Loan payable to Equine Canada for \$1,667 was off paid in 2008. Is non-interest bearing and unsecured. There is no fixed repayment term.

5. STATEMENT OF CASH FLOWS

A statement of cash flows has not been presented, as it would not provide any additional useful information in these circumstances.