



North American Muslim Foundation

NORTH AMERICAN MUSLIM FOUNDATION

Financial Statements

December 31, 2015



North American Muslim Foundation

NORTH AMERICAN MUSLIM FOUNDATION

Year ended - December 31, 2015

CONTENTS

	Page
INDEPENDENT AUDITOR'S REPORT	1 - 2
FINANCIAL STATEMENTS	
Statement of financial position	3
Statement of operation	4
Statement of change in net assets	5
Statement of cash flows	6



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INDEPENDENT AUDITORS' REPORT

To the Members of
North American Muslim Foundation

I have audited the accompanying financial statements of North American Muslim Foundation, which comprise the statement of financial position as at December 31, 2015 and the statements of operations, changes in net assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements in accordance with an 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.

Auditor's Responsibility

My responsibility is to express an opinion of these financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I 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 the auditor's 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, the auditor considers internal control relevant to the organization'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 organization'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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified audit opinion.

Basis for Qualified Opinion

In common with many not-for-profit organizations, North American Muslim Foundation derives revenue from donations and fundraising activities the completeness of which is not susceptible to satisfactory audit verification. Accordingly, my verification of these revenues was limited to the amount recorded in the records of the organization and I was not able to determine whether any adjustments might be necessary to revenues, excess of revenues over expenses, assets and net assets.

Cont'd – page 2

Opinion

In my opinion, except for the effect of adjustments, if any, which I might have determined to be necessary had I been able to satisfy myself concerning the completeness of the revenue referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of North American Muslim Foundation as at December 31, 2015 and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Paracha Professional Corporation
Licensed Public Accountant

Milton, Ontario
May 8, 2016

Authorized to practise public accounting by the
Chartered Professional Accountants of Ontario



Statement of Financial Position
December 31, 2015

	2015	2014
ASSETS		
CURRENT		
Cash	\$4,393	\$2,882
Funds held in trust	-	10,221
Prepaid Expenses	800	800
Harmonized Sales Tax Refundable	41,366	20,702
	\$46,559	\$34,605
PROPERTY AND EQUIPMENT		
	4,156,521	4,081,848
	\$4,203,080	\$4,116,453
LIABILITIES AND NET ASSETS		
CURRENT		
Bank indebtedness	\$ -	\$53,132
Accounts payable and accrued liabilities	106,769	20,597
Qarz-e-Hasna	60,000	-
Government remittances payables	4,491	7,840
Obligation under capital leases - current portion	3,169	3,378
Long term debt - current portion	117,654	113,606
	292,083	198,553
LONG-TERM		
Obligation under Capital Leases	2,020	5,189
Long term debt	2,379,978	2,497,645
	2,381,998	2,502,834
	2,674,081	2,701,387
NET ASSETS		
Externally restricted for Fitra and Zakat	118	\$2,159
Unrestricted	1,528,881	1,412,907
	1,528,999	1,415,066
	\$4,203,080	\$4,116,453

Approved By:

Approved on behalf of the North American Muslim Foundation by:

Director: _____ Director: _____



Statement of Operations
Year Ended - December 31, 2015

	2015	2014
REVENUES		
Donations	\$669,691	\$542,792
Fitra and Zakat income	\$29,152	\$206,653
Program fees	202,827	132,588
Grants	43,509	61,295
	<u>\$945,179</u>	<u>\$943,328</u>
EXPENSES		
Amortization	99,628	104,745
Payroll	263,463	256,690
Fundraising expenses	61,787	51,083
Office and general	19,114	14,516
Bank charges and borrowing cost	101,818	110,280
Insurance expenses	10,676	8,874
Professional fees	47,083	19,015
Repairs and maintenance	9,004	5,089
Programs	84,251	168,005
School Expenses	77,528	20,671
Telecommunications	5,783	7,793
Travel and Automotive	14,329	26,723
Utilities and Common Expenses	36,782	41,185
Total Expenses	<u>831,246</u>	<u>830,962</u>
Excess revenues over expenses for year	<u>\$113,933</u>	<u>\$108,659</u>



Statement of Changes in Net Assets
Year Ended - December 31, 2015

	Total
Net Assets - Beginning of year	\$1,415,066
Excess of revenues over expenses (expenses over revenues) for year	113,933
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Net Assets - End of Year	\$1,528,999

Year Ended - December 31, 2014

	Total
Net Assets - Beginning of year	\$1,306,407
Excess of revenues over expenses (expenses over revenues) for year	108,659
<hr/>	
Net Assets - End of Year	\$1,415,066



Statement of Cash Flows
Year Ended - December 31, 2015

	2015	2014
Cash Provided by (Used in):		
Operating activities		
Excess of revenues over expenses for year	\$113,933	\$108,659
Less: Non-cash item - Amortization	99,628	104,745
	213,561	213,404
Changes in non-cash operating working capital:		
Funds held in trust	10,221	(10,221)
Prepaid Expenses	-	2,121
Harmonized Sales Tax Refundable	(20,664)	22,823
Accounts Payable & Accrued Liabilities	86,172	(29,997)
Government Remittances Payables	(3,349)	(10,177)
Cash Provided by Operations	285,941	187,953
Investing Activities		
Purchase of Property, Plant and Equipment	(174,301)	(2,749)
Cash Used for Investing	(174,301)	(2,749)
Financing Activities		
Bank indebtedness	(53,132)	(67,961)
Qurze Hasna	60,000	-
Obligation under Capital Leases	(3,378)	(6,704)
Long - term debt	(113,619)	(109,749)
Cash Used by Financing	(110,129)	(184,414)
Decrease in Cash	1,511	790
Cash - Beginning of Year	2,882	2,092
Cash - End of Year	\$4,393	\$2,882