

**MCILWRAITH FIELD NATURALISTS OF
LONDON ONTARIO INCORPORATED**

FINANCIAL STATEMENTS

AUGUST 31, 2009

AUDITOR'S REPORT

To the Board of Directors of
McIlwraith Field Naturalists of London Ontario Incorporated:

I have audited the statement of financial position of **McIlwraith Field Naturalists of London Ontario Incorporated** as at August 31, 2009 and the statements of changes in net assets and operations for the year then ended. These financial statements are the responsibility of the organization's management. My responsibility is to express an opinion on these financial statements based on my audit.

Except as explained in the following paragraph, 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 common with many charitable organizations, the organization derives revenue from donations, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, my verification of these revenues was limited to the amounts recorded in the records of the organization and I was not able to determine whether any adjustments might be necessary to contributions, excess of revenues over expenses, current assets and net assets.

In my opinion, except for the effect of any adjustments, if any, which I might have determined to be necessary had I been able to satisfy myself concerning the completeness of the contributions referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the organization as at August 31, 2009 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.

London, Ontario
December 23, 2009

Michael A. King

MICHAEL A. KING, C. A.
Licensed Public Accountant

MCILWRAITH FIELD NATURALISTS OF LONDON ONTARIO INCORPORATED

Statement of Financial Position

As at August 31

	2009	2008
Assets		
Current assets:		
Cash	\$ 38,456	\$ 13,211
Accounts receivable	2,747	2,621
Prepaid expenses	1,368	1,556
	42,571	17,388
Capital assets, at cost (note 1)		
Real estate - Cedarcroft property	23,125	23,125
Investments (note 2)	36,509	56,001
	\$ 102,205	\$ 96,514
Liabilities and Net Assets		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 3,700	\$ 3,700
Deferred revenue - membership fees	210	540
	3,910	4,240
Net Assets:		
Unrestricted - General fund	72,656	66,635
Invested in capital assets	23,125	23,125
Externally restricted - Cedarcroft	2,500	2,500
	98,281	92,260
	\$ 102,191	\$ 96,500

Approved on Behalf of the Board:

_____ Director

_____ Director

See accompanying notes to the financial statements.

**MCILWRAITH FIELD NATURALISTS OF LONDON ONTARIO
INCORPORATED**

Statement of Changes in Net Assets

Year ended August 31

2009	Invested in	Externally	Unrestricted	
Total	Capital Assets	Restricted	General	
Balance, beginning of year	\$ 23,125	\$ 2,500	\$ 66,635	\$ 92,260
Excess (deficiency) of revenue over expenses for year	-	-	6,021	6,021
	\$ 23,125	\$ 2,500	\$ 72,656	\$ 98,281

2008	Invested in	Externally	Unrestricted	
Total	...Capital Assets	Restricted	General	
Balance, beginning of year	\$ 23,125	\$ 3,500	\$ 55,492	\$ 82,117
Excess (deficiency) of revenue over expenses for year	-	-	10,143	10,143
Interfund Transfer	-	(1,000)	1,000	-
	\$ 23,125	\$ 2,500	\$ 66,635	\$ 92,260

See accompanying notes to the financial statements.

**MCILWRAITH FIELD NATURALISTS OF LONDON ONTARIO
INCORPORATED**

General Fund

Statement of Operations

Year ended August 31

	2009	2008
Revenues:		
Charitable donations - Other	\$ 11,849	\$ 6,192
General membership fees	10,081	9,810
OMB Hearing - Block 1, Plan33M-405 OMB8	10,000	-
Banquet sales	4,292	4,020
OMB Hearing - OPA 403 (Significant Woodlands)	3,105	19,530
Sales of card, calendars, reports, etc.	2,844	4,833
Bequests	2,500	11,000
Interest on term deposits	1,037	3,541
Cardinal advertising	675	800
Long Point Birdathon	197	535
	46,580	60,261
Operating Expenses:		
Cardinal expenses	3,861	4,397
Banquet expenses	3,724	3,558
Office expense and printing	3,472	3,700
Audit fees	2,768	2,781
Insurance	565	489
Cost of cards, publications, etc.	408	1,291
	14,798	16,216
Other Expenses:		
Project expenses (page 6)	22,338	29,359
Indoor meetings (page 6)	1,468	1,157
Donations (page 5)	1,100	2,100
Cedarcroft property expenses (page 6)	421	276
Affiliation fees (page 5)	275	892
Conservation	159	118
	25,761	33,902
Total expenses	40,559	50,118
Excess (deficiency) of revenues over expenses for the year	\$ 6,021	\$ 10,143

See accompanying notes to the financial statements.

**MCILWRAITH FIELD NATURALISTS OF LONDON ONTARIO
INCORPORATED**

General Fund

Schedule of Expenses

Year ended August 31

	2009	2008
Affiliation fees:		
Ontario Nature	\$ 225	\$ 225
Thames Talbot Land Trust	100	100
Friends of the Coves	75	75
Nature Canada	75	42
Urban League	50	50
Carolinian Canada	50	50
Ontario Tallgrass Prairie and Savanna	-	50
Ausable Bird Observatory	(300)	300
	\$ 275	\$ 892
Donations:		
W.E. Saunders Library	\$ 600	\$ 600
W.E. Saunders Children's Library	400	400
Lambton Wildlife Inc.	100	-
Nature Conservancy of Canada	-	500
Long Point Basin Land Trust	-	500
Upper Thames River Conservation Authority	-	100
	\$ 1,100	\$ 2,100

See accompanying notes to the financial statements.

**MCILWRAITH FIELD NATURALISTS OF LONDON ONTARIO
INCORPORATED**

General Fund

Schedule of Expenses (continued)

Year ended August 31

	2009	2008
Cedarcroft Property Expenses:		
Maintenance	\$ 190	\$ 62
Building maintenance	119	53
Insurance	97	147
Property tax	15	-
Grounds maintenance	-	14
	\$ 421	\$ 276
Indoor Meetings:		
Speaker	\$ 940	\$ 650
Room rental	507	507
Office expenses	21	-
	\$ 1,468	\$ 1,157
Project expenses:		
Bequests	\$ 10,000	10,000
OMB Hearings - Block 1, Plan33M-405 OMB8	8,147	-
OMB Hearings - OPA 403 (Significant Woodlands)	3,799	19,359
Feeding Birds at Environment Centre	392	-
	\$ 22,338	\$ 29,359

See accompanying notes to the financial statements.

MCILWRAITH FIELD NATURALISTS OF LONDON ONTARIO INCORPORATED

Notes to the Financial Statements

August 31, 2009

Purpose of the Organization

The McIlwraith Field Naturalists of London Ontario Incorporated was created to acquire and disseminate knowledge of natural history, to conserve wildlife and to protect natural habitat, to stimulate public interest in and understanding of nature and its protection and preservation, and, to develop and sponsor special interest groups in the various fields of natural history.

McIlwraith Field Naturalists of London Ontario Incorporated is incorporated under the Ontario Corporations Act as a not-for-profit organization and is exempt from taxes on its income under the provisions of the Income Tax Act. This organization is a registered charity under the Income Tax Act.

Summary of Significant Accounting Policies:

These financial statements of McIlwraith Field Naturalists of London Ontario Incorporated have been prepared in accordance with Canadian generally accepted accounting principles and, in the opinion of management, are within reasonable limits of materiality and within the framework of the accounting policies summarized below:

Fund Accounting:

McIlwraith Field Naturalists of London Ontario Incorporated follows the restricted fund method of accounting for contributions.

The General Fund:

The General Fund accounts for the organization's program delivery and administrative activities. This fund reports unrestricted resources.

Cedarcroft Fund:

The Cedarcroft fund was established from donations received in a previous year designated to be used for costs associated with this property.

MCILWRAITH FIELD NATURALISTS OF LONDON ONTARIO INCORPORATED

Notes to the Financial Statements - continued

August 31, 2009

Contributed Services:

Volunteers contribute time to assist the corporation in carrying out its services. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

Revenue recognition:

Restricted contributions related to general operations are recognized as revenue of the General Fund in the year in which the related expenses are incurred. All other restricted contributions are recognized as revenue of the appropriate restricted fund. Unrestricted contributions are recognized as revenue of the General Fund in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Investment income is recognized as revenue of the General Fund on the accrual basis as earned.

Use of Estimates:

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 and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Actual results could differ from these estimates. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the period in which they become known. The most significant estimate in these financial statements is accruals for services rendered but not yet invoiced.

MCILWRAITH FIELD NATURALISTS OF LONDON ONTARIO INCORPORATED

Notes to the Financial Statements - continued

August 31, 2009

1. Capital Assets:

Purchased real estate is recorded at cost. Contributed capital assets are recorded at fair market value at the date of contribution. The organization does not derive income from its capital assets, specifically land, accordingly amortization is not recorded in the amounts.

2. Investments:

As of August 31, 2009, the following guaranteed investment certificates were held for general purposes.

	2009	2008
Term Deposits:		
5.0%, maturing January 17, 2010	\$ 10,501	\$ 10,000
3.65%, maturing May 22, 2012	5,183	5,000
3.65%, maturing May 22, 2012	2,591	2,500
3.55%, maturing May 22, 2011	5,177	5,000
3.55%, maturing May 22, 2011	2,589	2,500
3.35%, maturing May 22, 2010	2,584	2,500
3.35%, maturing May 22, 2010	2,584	2,500
1.225%, maturing May 22, 2010	2,581	2,500
1.225%, maturing May 22, 2010	2,581	2,500
2.0%, maturing August 28, 2009	-	5,098
3.9%, maturing October 20, 2008	-	5,448
3.65%, maturing January 22, 2009	-	10,370
Shares in Libro Financial	138	85
	\$ 36,509	\$ 56,001

MCILWRAITH FIELD NATURALISTS OF LONDON ONTARIO INCORPORATED

Notes to the Financial Statements - continued

August 31, 2009

3. Financial instruments:

The fair values of the organization's financial current assets and liabilities, including cash, accounts receivable and accounts payable are approximately equal to their carrying value due to their short-term maturity dates.

Financial instruments classified as held-to-maturity are financial assets with fixed or determinable payments and fixed maturities that the organization's management has the positive intention and ability to hold to maturity. These assets are initially recorded at fair value and subsequently carried at fair value which equals cost. In these financial statements, Guaranteed Investment Certificates have been classified as held-to-maturity.

Unless otherwise noted, the organization's financial instruments do not expose the organization to significant interest, current or credit risk.

4. Subsequent Events

Subsequent to year-end, the organization adopted a new operating name, Nature London. The legal name of the organization has not been changed.