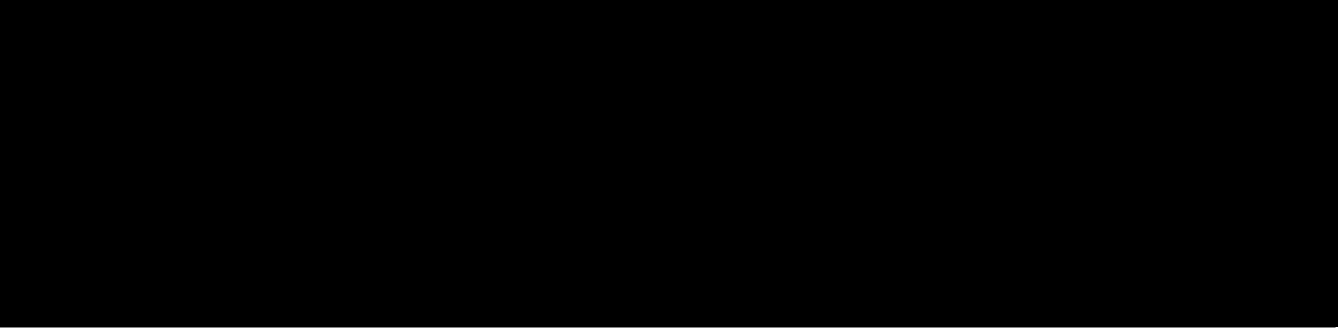


CHABAD LUBAVITCH YOUTH ORGANIZATION

FINANCIAL STATEMENTS

AS AT DECEMBER 31, 2016



NOTICE TO READER

On the basis of information provided by management, I have compiled the balance sheet and statement of receipts and expenditures of Chabad Lubavitch Youth Organization for the year ended December 31, 2016.

I have not performed an audit or a review engagement in respect of this financial statement and, accordingly, I express no assurance thereon.

Readers are cautioned that this statement may not be appropriate for their purposes.

During the compilation of the financial statement, my accounting firm prepared journal entries.



August 16, 2016.



Unaudited
See Notice to Reader

CHABAD LUBAVITCH YOUTH ORGANIZATION

BALANCE SHEET

AS AT DECEMBER 31, 2016

A S S E T S

<u>CURRENT</u>	<u>2016</u>	<u>2015</u>
Cash	343,001	642,173
Accounts Receivable	53,553	21,609
Sales Taxes Receivable	10,637	68,309
Short-term Investments	-	5,000
Loans Receivable - affiliated branch	84,029	160,475
Loans Receivable - other	36,407	97,111
Prepaid Expenses	<u>685</u>	<u>-</u>
	528,312	994,677
<u>Property, Plant and Equipment</u> (Note 5)	<u>1,696,677</u>	<u>4,763,424</u>
<u>TOTAL ASSETS</u>	<u>2,224,989</u>	<u>5,758,101</u>

LIABILITIES AND SURPLUS

CURRENT LIABILITIES

Bank Indebtedness	7,506	-
Accounts Payable and Accrued Liabilities	47,442	349,128
Bank Loan	22,455	-
Loans Payable	25,844	228,796
Current Portion of Long-Term Debt	<u>-</u>	<u>43,262</u>
	<u>103,247</u>	<u>621,186</u>

LONG-TERM LIABILITY

Loans payable	92,230	904,085
Mortgage payable (Note 7)	<u>896,041</u>	<u>-</u>
	<u>988,271</u>	<u>904,085</u>

TOTAL LIABILITIES 1,091,518 1,525,271

SURPLUS 1,133,471 4,232,830

TOTAL LIABILITIES & SURPLUS 2,224,989 5,758,101

Unaudited
See Notice to Reader

CHABAD LUBAVITCH YOUTH ORGANIZATION
STATEMENT OF RECEIPTS AND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>2016</u>	<u>2015</u>
<u>RECEIPTS</u>		
Donations	1,442,089	7,474,369
Rental Income	19,563	-
Other Income	17,160	82,087
Grants	<u>5,545</u>	<u>11,175</u>
	<u>1,484,357</u>	<u>7,567,631</u>
<u>EXPENSES</u>		
Fundraising Expenses	32,559	34,041
Rent	188,741	389,916
Insurance/ Alarm	7,967	38,158
Salaries	264,756	469,825
Kitchen/ Food	27,589	39,493
Repairs and Maintenance	60,494	101,933
Taxes and Licenses	33,926	57,157
Light, Heat and Power	21,211	90,555
Telephone	25,383	24,383
Bank Charges	17,246	11,805
Professional Fees	60,648	56,077
Program	48,901	305,257
Travel for Activities	23,026	89,013
Office Expenses	26,579	56,197
Long-term debt interest	7,727	183,593
Religious Activities	289,334	1,321,958
Automobile Expenses	18,157	41,608
Qualified Donnee	3,287,256	7,791,765
Donations	136,879	413,842
Amortisation	5,337	-
Contractor	<u>-</u>	<u>3,600</u>
	<u>4,583,716</u>	<u>11,520,176</u>
<u>EXCESS OF EXPENSES OVER REVENUE</u>	<u>(3,099,359)</u>	<u>(3,952,545)</u>
<u>SURPLUS, beginning of year</u>	4,232,830	8,407,345
Adjustment For Spun off Entities	<u>-</u>	<u>(221,970)</u>
<u>SURPLUS, BEGINNING OF YEAR: Adjusted</u>	<u>4,232,830</u>	<u>8,185,375</u>
<u>SURPLUS, end of year</u>	<u>1,133,471</u>	<u>4,232,830</u>