

**MANITOBA FLAX GROWERS ASSOCIATION**

**Financial Statements**

**Year Ended July 31, 2012**

*(Unaudited - See Notice To Reader)*

**MANITOBA FLAX GROWERS ASSOCIATION**

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**Year Ended July 31, 2012**

*(Unaudited - See Notice To Reader)*

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### NOTICE TO READER

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On the basis of information provided by management, we have compiled the statement of financial position of Manitoba Flax Growers Association as at July 31, 2012 and the statements of revenues and expenditures and changes in net assets for the year then ended.

We have not performed an audit or a review engagement in respect of these financial statements and, accordingly, we express no assurance thereon.

Readers are cautioned that these statements may not be appropriate for their purposes.

A handwritten signature in black ink that reads "Lazer Grant LLP".

Winnipeg, MB  
September 18, 2012

CHARTERED ACCOUNTANTS

MANITOBA FLAX GROWERS ASSOCIATION

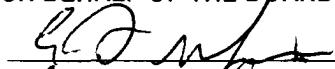
Statement of Financial Position


July 31, 2012

(Unaudited - See Notice To Reader)

	2012	2011
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$ 332,158	\$ 378,076
Producer levies receivable	24,375	39,037
Prepaid expenses	1,535	-
	<b>358,068</b>	417,113
<b>CAPITAL ASSETS</b>	<b>1,114</b>	1,592
	<b>\$ 359,182</b>	\$ 418,705
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT</b>		
Accounts payable and accrued liabilities	\$ 6,115	\$ 32,427
<b>NET ASSETS</b>		
Unrestricted	351,953	384,686
Invested in capital assets	1,114	1,592
	<b>353,067</b>	386,278
	<b>\$ 359,182</b>	\$ 418,705

ON BEHALF OF THE BOARD

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Director

**MANITOBA FLAX GROWERS ASSOCIATION****Statement of Revenues and Expenditures****Year Ended July 31, 2012***(Unaudited - See Notice To Reader)*

	<b>2012</b>	2011
<b>REVENUE</b>		
Producer levies	\$ 132,835	\$ 267,380
Interest and miscellaneous income	6,162	4,971
Levy refunds	(3,723)	(14,795)
Surplus levy refunds	-	(29,791)
	<b>135,274</b>	<b>227,765</b>
<b>EXPENSES</b>		
Administration	10,443	24,816
Advertising and promotion	5,555	1,560
Amortization	478	281
Annual meeting	633	1,885
Board expenses	1,960	872
Board remuneration	6,350	7,650
Courses	1,995	1,890
Funded projects	95,000	125,000
Insurance	1,280	1,260
Newsletter	1,749	1,423
Office	9,649	803
Professional fees	3,938	-
Rent	15,450	-
Travel	14,005	13,718
	<b>168,485</b>	<b>181,158</b>
<b>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES</b>	<b>\$ (33,211)</b>	<b>\$ 46,607</b>

**MANITOBA FLAX GROWERS ASSOCIATION**

**Statement of Changes in Net Assets**

**Year Ended July 31, 2012**

*(Unaudited - See Notice To Reader)*

	Unrestricted	Invested in capital assets	2012	2011
<b>NET ASSETS - BEGINNING OF YEAR</b>	\$ 384,686	\$ 1,592	\$ 386,278	\$ 339,671
Deficiency of revenue over expenses	(33,211)	-	(33,211)	46,607
Amortization	478	(478)	-	-
<b>NET ASSETS - END OF YEAR</b>	\$ 351,953	\$ 1,114	\$ 353,067	\$ 386,278