

**THE CANADIAN COUNCIL FOR
ACCREDITATION OF PHARMACY PROGRAMS**

FINANCIAL STATEMENTS

MARCH 31, 2005

AUDITORS' REPORT

To the Directors of
The Canadian Council for Accreditation of Pharmacy Programs

We have audited the statement of financial position of The Canadian Council for Accreditation of Pharmacy Programs as at March 31, 2005 and the statement of operations and changes in net assets for the year then ended. These financial statements are the responsibility of the council's management. Our responsibility is to express an opinion of these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we 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 our opinion, these financial statements present fairly, in all material respects, the financial position of the company as at March 31, 2005, and the results of its operations and the changes in its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

A handwritten signature in black ink that reads "Thomson Jaeger & Associates". The signature is written in a cursive, flowing style.

Saskatoon, Saskatchewan
May 3, 2005

CHARTERED ACCOUNTANTS

THE CANADIAN COUNCIL FOR
ACCREDITATION OF PHARMACY PROGRAMS

STATEMENT OF FINANCIAL POSITION

MARCH 31, 2005

	<u>2005</u>	<u>2004</u>
Assets		
Current assets		
Cash	\$ 64,365	\$ 86,024
Term deposits	75,449	45,000
Accounts receivable	<u>362</u>	<u>195</u>
	140,176	131,219
Term deposits	<u>110,000</u>	<u>90,000</u>
	<u>\$ 250,176</u>	<u>\$ 221,219</u>
Liabilities		
Current liabilities		
Accounts payable and accrued expenses	\$ 5,040	\$ 6,243
Deferred revenue	<u>101,000</u>	<u>97,500</u>
	<u>106,040</u>	<u>103,743</u>
Unrestricted net assets	<u>144,136</u>	<u>117,476</u>
	<u>\$ 250,176</u>	<u>\$ 221,219</u>

Approved on behalf of the Board

_____ Director

_____ Director

See accompanying accounting policies and notes

**THE CANADIAN COUNCIL FOR
ACCREDITATION OF PHARMACY PROGRAMS**

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS

YEAR ENDED MARCH 31, 2005

	<u>2005</u>	<u>2004</u>
Revenue		
Accreditation fees	\$ 54,000	\$ 45,000
Membership fees	39,000	36,000
Grants	21,000	15,000
Interest	<u>2,975</u>	<u>4,918</u>
	<u>116,975</u>	<u>100,918</u>
Expenses		
Administration fees	40,000	40,001
Audit	2,263	1,641
Meetings and travel	27,091	9,381
Office	10,971	10,313
Rent (Note 4)	1,484	1,524
Service recognition	-	759
Site visits	5,802	22,428
Website development	<u>2,704</u>	<u>-</u>
	<u>90,315</u>	<u>86,047</u>
Excess of revenue over expenses	26,660	14,871
Unrestricted net assets, beginning of year	<u>117,476</u>	<u>102,605</u>
Unrestricted net assets, end of year	\$ <u>144,136</u>	\$ <u>117,476</u>

See accompanying accounting policies and notes

**THE CANADIAN COUNCIL FOR
ACCREDITATION OF PHARMACY PROGRAMS**

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2005

1. DESCRIPTION OF OPERATIONS

The Canadian Council for Accreditation of Pharmacy Programs is a non-profit organization incorporated in 1993 under the Canada Corporations Act. The council assesses the quality of pharmacy degree programs in Canadian universities and promotes continued improvement of educational programs.

2. ACCOUNTING POLICIES

Capital assets

Capital assets are expensed in the year of acquisition. There were no capital assets purchased during the year (2004 - nil).

Recognition of revenue

The council follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

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 amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the year. Actual results could differ from those estimates.

3. FINANCIAL INSTRUMENTS

Interest rate risk

The council manages its portfolio investments based on its cash flow needs and with a view to optimizing its interest income.

The effective interest rate on the temporary investments during the year varied from 1.52% to 4.30% (2004 - 2.08% to 5.88%). The average interest rate at the end of the year was 2.50% (2004 - 3.07%) with investments maturing within 12 months.

For long-term investments, the effective interest rate realized during the year was 2.1% (2004 - 3.1%). The average interest rate was 2.1% (2004 - 3.1%).

THE CANADIAN COUNCIL FOR
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NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2005

3. FINANCIAL INSTRUMENTS (CONT'D)

Fair values

The fair value of cash, amounts receivable and accounts payable and accrued liabilities is equal to their carrying value given their maturity date.

4. LEASE COMMITMENTS

The council leases premises under a one-year lease expiring June, 2005. The fixed minimum annual rental payment is \$1,484.

5. STATEMENT OF CASH FLOWS

A statement of cash flows has not been included as the information provided by that statement is readily available in the statements as presented.