

MASTERS SWIMMING CANADA/MAÎTRES NAGEURS DU CANADA
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

AUDITOR'S REPORT

To the Directors of:
Masters Swimming Canada/Maîtres Nageurs Du Canada

We have audited the statement of financial position of Masters Swimming Canada/Maîtres Nageurs Du Canada as at December 31, 2006 and the statement of operations and net assets for the year then ended. These financial statements are the responsibility of the organization's management. Our responsibility is to express an opinion on 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 organization as at December 31, 2006 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.

February 27, 2007
Fredericton, NB

CHARTERED ACCOUNTANTS

MASTERS SWIMMING CANADA/MAÎTRES NAGEURS DU CANADA

STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2006

	2006	2005
ASSETS		
Current Assets		
Cash and short-term investments	\$ 44,921	\$ 54,764
Accounts receivable	-	1,500
Prepaid expenses	630	630
	\$ 45,551	\$ 56,894
LIABILITIES		
Current Liabilities		
Accounts payable	\$ 5,600	\$ 1,035
NET ASSETS		
Unrestricted Net Assets	39,951	55,859
	\$ 45,551	\$ 56,894

The accompanying notes are an integral part of these financial statements.

Approved by the Board

Director

MASTERS SWIMMING CANADA/MAÎTRES NAGEURS DU CANADA**STATEMENT OF OPERATIONS AND NET ASSETS****FOR THE YEAR ENDED DECEMBER 31, 2006**

	2006	2005
Revenue		
Membership fees	\$ 98,549	\$ 93,180
Other income	3,355	11,662
	101,904	104,842
Expenditures		
Meeting costs	25,159	18,316
National office and executive	24,869	9,477
Council of Provinces	8,389	-
Communications	22,546	18,517
Committee costs	12,562	33,125
SNC fees	18,750	17,884
Legal and audit	2,454	1,165
Insurance	1,512	1,384
Other expenses	471	-
FINA officials support	1,100	-
	117,812	99,868
Excess (Deficiency) Of Revenue Over Expenditures For The Year	(15,908)	4,974
Net Assets, beginning of year	55,859	50,885
Net Assets, end of year	\$ 39,951	\$ 55,859

The accompanying notes are an integral part of these financial statements.

MASTERS SWIMMING CANADA/MAÎTRES NAGEURS DU CANADA

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2006

1. Organization

Masters Swimming Canada/Maîtres Nageurs Du Canada was incorporated under the Canada Corporations Act, Part II, on October 26, 1993 for the purpose of fostering masters swimming in Canada. The incorporated entity continues activities formerly carried on by other bodies. The organization is exempt from tax under the Income Tax Act.

2. Summary Of Significant Accounting Policies

Presentation and basis of accounting

The organization's financial statements are prepared in accordance with Canadian generally accepted accounting principles. The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of certain assets and liabilities at the date of the financial statements and the reported amounts of certain revenues and expenses during the year. Actual results could differ from those estimates.

Equipment

Equipment is expensed as purchased. The principal equipment acquired by the organization is office equipment and computer software. During the year ended December 31, 2006, \$358 was expensed under this policy (2005- \$1,206).

3. Comparative Figures

The fiscal 2005 figures presented for comparative purposes have been reclassified to conform to the presentation adopted for fiscal 2006.