

Financial Statements of
KASLO TRAILBLAZER SOCIETY
December 31, 2007

BERG NAQVI LEHMANN

CHARTERED ACCOUNTANTS & BUSINESS ADVISORS

BNL.CA

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January 26, 2008

Nelson, B.C.



REVIEW ENGAGEMENT REPORT

To the Directors of Kaslo Trailblazer Society
Kaslo, B.C.

We have reviewed the statement of financial position of Kaslo Trailblazer Society as at December 31, 2007 and the statement of operations and change in net assets for the year then ended. Our review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussion related to information supplied to us by the company.

A review does not constitute an audit and consequently, we do not express an audit opinion on these financial statements.

In common with many charitable organizations, the Society derives revenue from donations over which there are limited accounting controls exercised prior to the initial entry of these transactions into the accounting records of the Society. Accordingly, our review of donations was limited to the amounts recorded in the records of the Society, and we were not able to determine whether any adjustments might be necessary to revenue, excess of revenue over expenses, current assets and net assets.

Except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of the contributions referred to in the preceding paragraph, based on our review, nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with Canadian generally accepted accounting principles.



Chartered Accountants


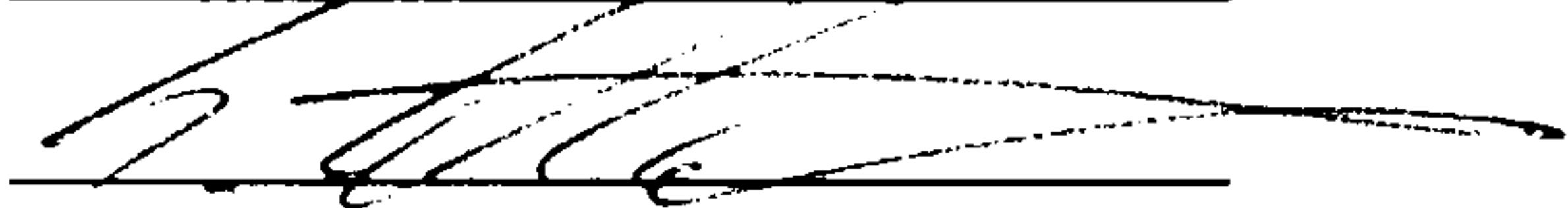
January 26, 2008

Nelson, B.C.

KASLO TRAILBLAZER SOCIETY
STATEMENT OF FINANCIAL POSITION
 As At December 31, 2007
 (Unaudited)

ASSETS	2007	2006
CURRENT ASSETS		
Cash and short-term investments	\$ 4,824	\$ 61,593
Grants and donations receivable	6,200	700
	\$ 11,024	\$ 62,293
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable	\$ 700	\$ 700
Advance from RDCK	10,000	
	10,700	700
NET ASSETS		
Unrestricted	324	61,593
	\$ 11,024	\$ 62,293

Approved by the Directors:

KASLO TRAILBLAZER SOCIETY
STATEMENT OF OPERATIONS AND CHANGE IN NET ASSETS
For the Year Ended December 31, 2007
(Unaudited)

	2007	2006
REVENUE		
Memberships	\$ 780	\$ 3,780
Donations	2,757	1,287
Grants - Kaslo & District Community Forest Society	-	5,000
Grants - Regional District of Central Kootenay	8,000	10,000
Grants - Village of Kaslo	500	1,400
Grants - Columbia Basin Trust	64,350	7,200
Grants - BC Credit Union Foundation	-	5,000
Bridge Post sponsorships	800	-
Bench sponsorships	1,800	3,920
Table sponsorships	-	700
Bridge tread sponsorships	7,200	14,155
Map sponsorship	-	4,000
Miscellaneous revenue	822	534
	87,009	56,976
EXPENSES		
Advertising and promotion	250	318
Engineering costs	8,558	1,113
Material costs	135,671	9,063
Office and administration expense	854	167
Professional fees	742	700
Trail maintenance	2,203	127
	148,278	11,488
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	(61,269)	45,488
UNRESTRICTED NET ASSETS, BEGINNING OF YEAR	61,593	16,105
UNRESTRICTED NET ASSETS, END OF YEAR	\$ 324	\$ 61,593

1. PURPOSE OF THE ORGANIZATION

Kaslo Trailblazer Society was incorporated under the Society Act of British Columbia on February 10, 2005.

The Society builds and maintains hiking trails and associated structures in Kaslo, British Columbia.

2. SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of the significant accounting policies of the Society.

Short-Term Investments

Short-term investments are recorded at the lower of cost and market value.

Revenue Recognition

The Society follows the deferral method of accounting for contributions. Under this method 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 amounts to be received can be reasonably estimated and collection is reasonably assured.

Membership fees are recognized as revenue when received, as there are no related expenses incurred during the currency of the membership, making them essentially donations.

Donated Services

Donated services and volunteer hours are not recognized in the Society's financial statements, because of the difficulty in determining their fair value.

Financial Instruments

The Society's financial instruments consist of cash and short-term investments, accounts receivable, and accounts payable. It is management's opinion that the Society is not exposed to significant interest, currency, or credit risks arising from these financial instruments. The fair values of these financial instruments approximate their carrying values, unless otherwise noted.

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

Statement of Cash Flows

These financial statements do not include a statement of cash flows, as the Society has no financing or investing activities, and cash-flow information is readily apparent in the statements of financial position, net assets and operations.
