

**SOCIAL AND ENTERPRISE  
DEVELOPMENT INNOVATIONS  
- CANADIAN CENTRE FOR FINANCIAL LITERACY  
OPERATING FUND  
FINANCIAL STATEMENT  
FOR THE YEAR ENDED  
MARCH 31, 2011**

**SOCIAL AND ENTERPRISE  
DEVELOPMENT INNOVATIONS  
- CANADIAN CENTRE FOR FINANCIAL LITERACY  
OPERATING FUND**

**MARCH 31, 2011**

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INDEPENDENT AUDITORS' REPORT

To: The Toronto Dominion Bank and "Class Counsel"

We have audited the statement of Revenues and Expenditures of Social and Enterprise Development Innovations ("SEDI") - Canadian Centre for Financial Literacy Operating Fund for the year ended March 31, 2011. This financial statement has been prepared pursuant to an Ontario Superior Court of Justice Order.

**Management's Responsibility**

Management is responsible for the preparation of the report in accordance with the Ontario Superior Court of Justice Order, and for such internal control as management determines is necessary to enable the preparation of the report that is free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

Our responsibility is to express an opinion on this report based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts in the report. The procedures selected depend on the auditor's judgement, including the assessment of risks of material misstatement of the report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, if any, made by management, as well as evaluating the overall presentation of the report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Opinion**

In our opinion, the financial information in the statement of revenues and expenditures report of Social and Enterprise Development Innovations - Canadian Centre for Financial Literacy Operating Fund as at March 31, 2011 is prepared, in all material respects, in accordance with the Ontario Superior Court of Justice Order.

**Restriction on Distribution**

This report is prepared to assist Social and Enterprise Development Innovations to meet the Canadian Centre for Financial Literacy Operating Fund Ontario Superior Court of Justice Order. As a result, the report may not be suitable for another purpose. Our report is intended solely for Social and Enterprise Development Innovations and should not be distributed to parties other than Social and Enterprise Development Innovations, Toronto Dominion Bank and "Class Counsel".

*Akler, Browning, Frimet  
& Landsberg LLP*

CHARTERED ACCOUNTANTS  
LICENSED PUBLIC ACCOUNTANTS  
TORONTO, CANADA  
JUNE 27, 2011

**SOCIAL AND ENTERPRISE DEVELOPMENT INNOVATIONS  
- CANADIAN CENTRE FOR FINANCIAL LITERACY OPERATING FUND**

**STATEMENT OF REVENUES AND EXPENDITURES**

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	<b>For the Year Ended March 31</b>	
	<b><u>2011</u></b>	<b><u>2010</u></b>
	<b>\$</b>	<b>\$</b>
<b>REVENUES</b>		
Grants	428,326	191,474
Interest earned	<u>52,455</u>	<u>1,677</u>
	<u>480,781</u>	<u>193,151</u>
<b>EXPENDITURES</b>		
Salaries and benefits	333,282	140,145
Occupancy costs	39,100	25,875
Program support (Evaluation/Partnership Development)	38,744	2,194
Printing and promotion	28,957	1,374
Travel and meetings	13,402	3,545
Office and general	11,444	1,865
Website development	7,707	9,015
Audit	4,107	3,750
Telephone and internet	4,038	480
Equipment/software	<u>-</u>	<u>4,908</u>
	<u>480,781</u>	<u>193,151</u>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	<u><u>-</u></u>	<u><u>-</u></u>

The accompanying notes are an integral part of this statement.

APPROVED ON BEHALF OF THE BOARD:

"ANTHONY GRNAK" - TREASURER

**SOCIAL AND ENTERPRISE DEVELOPMENT INNOVATIONS  
- CANADIAN CENTRE FOR FINANCIAL LITERACY OPERATING FUND**

NOTES TO THE FINANCIAL STATEMENT  
MARCH 31, 2011

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**Note 1: Objectives**

SEDI is a non-profit organization incorporated without share capital and is registered with Canada Revenue Agency as a charitable organization.

The Canadian Centre for Financial Literacy Operating Fund ("CCFL") represents a \$3,500,000 fund provided by the CCFL co-founder TD Bank Financial Group effective July 9, 2009 to support the activities of the CCFL over a five year period ending December 31, 2014. The purpose of the CCFL is to expand opportunities for increasing the financial literacy of low income and otherwise economically disadvantaged persons and groups in Canada.

**Note 2: Significant Accounting Policy**

The accompanying financial statement reflects only the results and operation for the CCFL as disclosed by its books, and does not include any other assets, liabilities, revenues or expenditures of SEDI.

The organization designates its cash, term deposits, accounts payable and accrued liabilities and deferred contributions as held for trading and carries them at fair value due to their short term nature. TD Financial Literacy Fund is designated as held to maturity and is measured at amortized cost.

**Note 3: Deferred Contributions**

SEDI follows the deferral method of accounting for contributions. Deferred contributions represent unspent resources externally restricted by the funder that are related to a future period. At year end \$2,880,041 of funds had been received and remained unspent. These funds will be recognized as revenue in the period in which they are spent.