

**SOCIAL AND ENTERPRISE
DEVELOPMENT INNOVATIONS
- TD FINANCIAL LITERACY GRANT FUND
FINANCIAL STATEMENT
FOR THE YEAR ENDED
MARCH 31, 2012**

**SOCIAL AND ENTERPRISE
DEVELOPMENT INNOVATIONS
- TD FINANCIAL LITERACY GRANT FUND**

MARCH 31, 2012

CONTENTS

	Page
INDEPENDENT AUDITOR'S REPORT	1
FINANCIAL STATEMENT	
Statement of Revenues and Expenditures	2
Notes to the Financial Statement	3

INDEPENDENT AUDITOR'S REPORT

To: The Toronto Dominion Bank and "Class Counsel"

We have audited the statement of Revenues and Expenditures of the Social and Enterprise Development Innovations - TD Financial Literacy Grant Fund for the year ended March 31, 2012 and a summary of significant accounting policies and other explanatory information (together "the financial statement"). 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 this financial statement 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 financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement 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 financial statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts in the financial statement. The procedures selected depend on the auditor's judgement, including the assessment of risks of material misstatement of the financial statement, 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 financial statement 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 financial statement.

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 statement presents fairly, in all material respects, the revenues and expenditures of the Social and Enterprise Development Innovations - TD Financial Literacy Grant Fund for the year ended March 31, 2012 in accordance with the Ontario Superior Court of Justice Order.

Basis of Accounting

Without modifying our opinion, we draw attention to Note 2 to the financial statement, which describes the basis of accounting. The financial statement is prepared to provide information to The Toronto Dominion Bank and "Class Counsel". As a result, the statement may not be suitable for another purpose.

*Akler, Browning, Frimet
& Landsberg LLP*

**CHARTERED ACCOUNTANTS
LICENSED PUBLIC ACCOUNTANTS
TORONTO, CANADA
JULY 3, 2012**

**SOCIAL AND ENTERPRISE DEVELOPMENT INNOVATIONS
- TD FINANCIAL LITERACY GRANT FUND**

STATEMENT OF REVENUES AND EXPENDITURES

Page 2

	For the Year Ended March 31	
	<u>2012</u>	<u>2011</u>
	\$	\$
REVENUES		
TD Fund	1,353,887	949,911
Interest earned	<u>176,370</u>	<u>182,195</u>
	<u>1,530,257</u>	<u>1,132,106</u>
EXPENDITURES		
Grant Fund Program Related Costs:		
Project salaries and benefits	145,779	142,245
Translation	10,760	13,914
Promotion	-	1,560
Printing	-	94
Travel and meetings	<u>118</u>	<u>80</u>
	<u>156,657</u>	<u>157,893</u>
Administration and Overhead Costs:		
Salaries and benefits	50,400	50,400
Occupancy costs	7,700	7,740
Audit	5,000	5,000
Insurance	2,500	2,400
Equipment	2,400	2,431
Telephone and internet	2,400	2,490
Office and general expense	<u>2,211</u>	<u>814</u>
	<u>72,611</u>	<u>71,275</u>
Grant disbursement	<u>1,300,989</u>	<u>902,938</u>
	<u>1,530,257</u>	<u>1,132,106</u>
EXCESS OF REVENUES OVER EXPENDITURES	<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 - TD FINANCIAL LITERACY GRANT FUND

NOTES TO THE FINANCIAL STATEMENT
MARCH 31, 2012

Page 3

Note 1: Objectives

Social and Enterprise Development Innovations ("SEDI") is a non-profit organization incorporated without share capital and is registered with Canada Revenue Agency as a charitable organization.

The TD Financial Literacy Grant Fund represents a \$11,094,130 fund for the purpose of making grants to charitable or other non-profit organizations who serve low income and otherwise economically disadvantaged persons and groups in Canada to support and promote financial literacy. The TD Financial Literacy Grant Fund shall be disbursed on or before December 31, 2015.

Note 2: Significant Accounting Policy

The basis of accounting used in this financial statement differs from Canadian generally accepted accounting principles in that the accompanying financial statement reflects only the results and operation for the program - TD Financial Literacy Grant Fund 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 \$8,724,590 of the TD Financial Literacy Grant Fund remains unspent. These funds will be recognized as revenue in the period in which they are spent.