



# Scase & Partners

Professional Accountants LLP

To the Shareholders and Members of Student Energy

We have reviewed the balance sheets of Student Energy as at December 31, 2012 and the statements of financial position, operations, changes in net assets and cash flows for the year then ended. Our review was made in accordance with Canadian generally accepted standards for not-for-profit organizations and, accordingly, consisted primarily of enquiry, analytical procedures and discussion related to information supplied to us by the enterprise.

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

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 accounting standards for not-for-profit enterprises.

July 17, 2013

Calgary, Alberta

Professional Accountants

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Partners are members of the CGA Association of Alberta

**STUDENT ENERGY**

**Financial Statements**

(Unaudited)

**For the Year Ended December 31, 2012**

**STUDENT ENERGY**  
**Index to the Financial Statements**  
**For the Year Ended December 31, 2012**  
*(Unaudited)*

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**STUDENT ENERGY**  
**Statement of Financial Position**  
For the year ended December 31, 2012  
*(Unaudited)*

	2012	2011
<b>ASSETS</b>		
<b>Current</b>		
Cash	\$ 8,866	\$ 4,450
<b>LIABILITIES AND NET ASSETS</b>		
<b>Current liabilities</b>		
Accounts payable and accrued liabilities	\$ 8,500	\$ 162
<b>Net assets</b>		
Unrestricted	363	4,285
Share capital	3	3
	<u>366</u>	<u>4,288</u>
	<u>\$ 8,866</u>	<u>\$ 4,450</u>

Approved by:

Director: *Timothy Harmon*

Director: *[Signature]*

**STUDENT ENERGY**  
**Statement of Operations**  
For the year ended December 31, 2012  
(Unaudited)

	2012	2011
<b>REVENUE</b>		
Corporate sponsorships	\$ 45,000	\$ 5,000
Licenses and program fees	4,990	-
Other income	1	-
<b>TOTAL REVENUE</b>	<b>49,991</b>	<b>5,000</b>
<b>EXPENSES</b>		
Contractors and consultants	16,288	518
Travel	10,008	-
Professional fees	9,450	162
Fundraising	8,552	-
Office and administrative	3,062	35
Meetings	2,764	-
Marketing	2,479	-
Insurance	1,200	-
Incorporation costs	110	-
<b>TOTAL EXPENSES</b>	<b>53,913</b>	<b>715</b>
<b>(DEFICIENCY) EXCESS OF REVENUE OVER EXPENSES</b>	<b>\$ (3,922)</b>	<b>\$ 4,285</b>

**STUDENT ENERGY**  
**Statement of Changes in Net Assets**  
**For the Year Ended December 31, 2012**  
*(Unaudited)*

	Shareholders'		2012	2011
	equity	Unrestricted		
Net assets, beginning of the year	\$ 3	\$ 4,285	\$ 4,288	\$ -
Excess (deficiency) of revenue over expenses	-	(3,922)	(3,922)	4,285
Issuance of common shares	-	-	-	3
<b>Net assets, end of the year</b>	<b>\$ 3</b>	<b>\$ 363</b>	<b>\$ 366</b>	<b>\$ 4,288</b>

**STUDENT ENERGY**  
**Statement of Cash Flows**  
For the Year Ended December 31, 2012  
(Unaudited)

	2012	2011
<b>OPERATING ACTIVITIES:</b>		
Excess (deficiency) of revenue over expenses	\$ (3,922)	\$ 4,285
Change in non-cash working capital		
Accounts payable and accrued liabilities	8,338	162
	<u>4,416</u>	<u>4,447</u>
<b>FINANCING ACTIVITIES:</b>		
Issuance of share capital	-	3
	<u>-</u>	<u>3</u>
<b>Increase (decrease) in cash</b>	4,416	4,450
Cash at the beginning of the year	<u>4,450</u>	-
<b>CASH AND EQUIVALENTS, END OF YEAR</b>	<u>\$ 8,866</u>	<u>\$ 4,450</u>

# STUDENT ENERGY

## Notes to Financial Statements

For the Year Ended December 31, 2012

(Unaudited)

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### 1. DESCRIPTION OF BUSINESS

Student Energy (the "Organization") is an organization with a global outlook that is creating the next generation of energy leaders committed to transitioning the world to a sustainable future. The Organization is a registered not-for-profit organization and was incorporated on October 6, 2011 under the Companies Act of Alberta and is not subject to tax under Section 149(1)(l) of the Income Tax Act.

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Canadian accounting standards for not for profit organizations and include the following significant accounting policies:

#### a) Revenue recognition

The Organization 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.

#### b) Financial instruments

The Organization initially measures their financial assets and financial liabilities at fair value. They subsequently measure all of their financial assets and liabilities at amortized cost.

The financial assets measured at amortized cost include cash. The financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

#### c) Donated services

Volunteers contribute significant amounts of time to the activities of the Organization without compensation. Because of the difficulty in determining the fair value of the services contributed, there has been no recognition of these services in the financial statements.

#### d) Measurement uncertainty

The preparation of financial statements in accordance with Canadian accounting standards for not for profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. By their nature, these estimates are subject to measurement uncertainty and the effect on the financial statements of changes in such estimates in future periods could be significant.



# **STUDENT ENERGY**

## **Notes to Financial Statements**

**For the Year Ended December 31, 2012**

*(Unaudited)*

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### **e) Impairment of financial assets**

Financial assets are assessed at each reporting date in order to determine whether objective evidence exists that the assets are impaired as a result of one or more events which have had a negative effect on the estimated future cash flows of the asset.

If there is objective evidence that a financial asset has become impaired, the amount of the impairment loss is calculated as the difference between its carrying amount and the present value of the estimated future cash flows from the asset discounted at its original effective interest rate. Impairment losses are recorded in earnings. If the amount of the impairment loss decreases in a subsequent period and the decrease can be objectively related to an event occurring after the impairment was recognized, the impairment loss is reversed up to the original carrying value of the asset. Any reversal is recognized in earnings.

### **3 SHARE CAPITAL**

In 2011, the Organization issued 3 common voting shares valued at \$1 each to the members of the board.

### **4. RELATED PARTY TRANSACTIONS**

During the period of October 6, 2011 to July 31, 2012, three members of the board received compensation for performing the roles of executive director, fundraising and sponsorship manager and other roles as required to incorporate and begin the operations of the Organization. Two of these board members resigned from the board on August 1, 2012 to complete these roles without conflict while the third board member ceased receiving compensation. In the current period, \$15,184 (2011: \$nil) was paid to related parties.

### **5. SUBSEQUENT EVENTS**

In February 2013 the Organization obtained charitable status. (Registration number 82362 1909 RR0001)

### **6. CAPITAL MANAGEMENT**

The organization's objective when managing capital is to safeguard the entity's ability to continue as a going concern, so that it can continue to fund its current and future program commitments as they are entered into.

The organization sets the amount of funding it requires through a budgeting process. The organization considers its net assets as its capital.

### **7 COMPARATIVE FIGURES.**

The prior years financial statements were not prepared by us. We have not audited, reviewed or otherwise attempted to verify their accuracy or completeness. They have been included for comparison purposes only.

## STUDENT ENERGY

### Schedule A: Statement of Operations by Program

For the year ended December 31, 2012

(Unaudited)

	ISES	YUVA	Operations and admin	Total 2012	2011
<b>REVENUE</b>					
Corporate sponsorships	\$ -	\$ 20,000	\$ 25,000	\$ 45,000	\$ 5,000
Licenses and program fees	4,990	-	-	4,990	-
Other income	-	-	1	1	-
<b>TOTAL REVENUE</b>	<b>4,990</b>	<b>20,000</b>	<b>25,001</b>	<b>49,991</b>	<b>5,000</b>
<b>EXPENSES</b>					
Contractors and consultants	1,229	10,408	4,651	16,288	518
Travel	2,379	7,353	276	10,008	-
Professional fees	-	-	9,450	9,450	162
Fundraising	3,937	-	4,615	8,552	-
Office and administrative	662	278	2,122	3,062	35
Meetings	-	-	2,764	2,764	-
Marketing	263	2,043	173	2,479	-
Insurance	-	-	1,200	1,200	-
Incorporation costs	-	-	110	110	-
<b>TOTAL EXPENSES</b>	<b>8,470</b>	<b>20,082</b>	<b>25,361</b>	<b>53,913</b>	<b>715</b>
<b>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES</b>	<b>\$ (3,480)</b>	<b>\$ (82)</b>	<b>\$ (360)</b>	<b>\$ (3,922)</b>	<b>\$ 4,285</b>