

**CANADIAN IRANIAN FOUNDATION
(A CHARITY FOUNDATION)**

FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2006

AUDITOR'S REPORT

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AUDITOR'S REPORT

To the directors of
Canadian Iranian Foundation
(A Charity Foundation)

I have audited the statement of financial position of Canadian Iranian Foundation (A Charity Foundation) as at December 31, 2006 and the statements of operations, changes in net assets and cash flows for the year then ended. These financial statements are the responsibility of the Society's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I 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 my opinion, these financial statements present fairly, in all material respects, the financial position of the company as at December 31, 2006 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles. As required by the Societies Act of British Columbia, we report that, in our opinion, these principles have been applied on a basis consistent with that of the preceding year.

North Vancouver, Canada
March 7, 2007

J. Tartaglio & Company
Certified General Accountant

**CANADIAN IRANIAN FOUNDATION
(A CHARITY FOUNDATION)**
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2006

	2006	2005
ASSETS		
Current		
Cash	\$ 31,483	\$ 11,549
LIABILITIES		
Current		
Accounts payable	\$ 3,662	\$ 1,658
NET ASSETS		
Unrestricted net assets	27,821	9,891
	\$ 31,483	\$ 11,549

APPROVED ON BEHALF OF THE BOARD:

_____ Director

_____ Director

See accompanying notes

**CANADIAN IRANIAN FOUNDATION
(A CHARITY FOUNDATION)**

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS
YEAR ENDED DECEMBER 31, 2006

	2006	2005
REVENUES		
Sales (Schedule 1)	\$ 40,697	\$ 28,522
Cost of sales (Schedule 1)	27,418	21,640
Gross profit	13,279	6,882
Contributions	17,482	5,000
Membership fees	1,420	-
	32,181	11,882
EXPENSES		
Audit	2,660	-
Bank charges	121	9
Credit card discounts	176	-
General and office	905	723
Legal	4,134	1,050
Scholarships (Schedule 2)	6,000	-
Telephone	255	209
	14,251	1,991
EXCESS OF REVENUES OVER EXPENSES	17,930	9,891
UNRESTRICTED NET ASSETS, beginning of year	9,891	-
UNRESTRICTED NET ASSETS, end of year	\$ 27,821	\$ 9,891

See accompanying notes

CANADIAN IRANIAN FOUNDATION
(A CHARITY FOUNDATION)
 STATEMENT OF CASH FLOWS
 YEAR ENDED DECEMBER 31, 2006

	2006	2005
OPERATING ACTIVITIES		
Excess of revenues over expenses	\$ 17,930	\$ 9,891
Net change in working capital items		
Accounts payable	2,004	1,658
Cash generated by operating activities	19,934	11,549
NET INCREASE IN CASH	19,934	11,549
CASH, BEGINNING OF YEAR	11,549	-
CASH, END OF YEAR	\$ 31,483	\$ 11,549

See accompanying notes

**CANADIAN IRANIAN FOUNDATION
(A CHARITY FOUNDATION)**

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2006

1. PURPOSE OF THE FOUNDATION

The purpose of the Foundation is:

- a) To provide education, counselling, and other support services for immigrants and refugees in need, including language instruction, employment training, job research programs, translation services, and information programs in Canadian culture and life.
- b) To advance education by providing scholarships, bursaries, prizes, and financial assistance to students who will be attending an undergraduate or graduate full degree program at a post-secondary institution in Canada.
- c) For the purposes aforesaid, to receive donations, gifts, bequests, or devises of money or other property.

2. SIGNIFICANT ACCOUNTING POLICY

Revenue recognition

Canadian Iranian Foundation (A Charity Foundation) follows the deferral method of accounting for contributions. Contributions are recognized as revenue when received.

CANADIAN IRANIAN FOUNDATION
(A CHARITY FOUNDATION)
 SCHEDULE OF SALES AND COST OF SALES
 YEAR ENDED DECEMBER 31, 2006

			2006	2005
	Sales	Cost of Sales	Gross Profit	Gross Profit
Ticket sales – Darya Concert	\$ -	\$ -	\$ -	\$ 7,954
Ticket sales – Dr. Milani Lecture	-	-	-	(1,072)
Tee-shirt sales	3,025	1,479	1,546	-
Ticket sales – Kamand Ensemble Event	7,076	3,589	3,487	-
Ticket sales – Norouz Gala	26,240	21,106	5,134	-
Auction sales	3,406	-	3,406	-
Book sales	480	171	309	-
Barbecue sales	470	110	360	-
Prior year event	-	963	(963)	-
	\$ 40,697	\$ 27,418	\$ 13,279	\$ 6,882

SCHEDULE 2

CANADIAN IRANIAN FOUNDATION
(A CHARITY FOUNDATION)
 SCHEDULE OF SCHOLARSHIPS
 YEAR ENDED DECEMBER 31, 2006

Payee	Beneficiary	2006 Amount	2005 Amount
1. Simon Fraser University	Gohar Babakan	\$ 3,000	\$ -
2. University of British Columbia	Ardalan Ahmadi	1,000	-
3. University of British Columbia	Shahzad Pedram	1,000	-
4. University of British Columbia	Elisa Kharazi	1,000	-
		\$ 6,000	\$ -