

BIRKEN FOREST BUDDHIST MONASTERY SOCIETY
 NOTES TO FINANCIAL STATEMENTS
(Unaudited)
 July 31, 2010

The Society is incorporated under the Society Act of British Columbia as a not-for-profit organization and is a registered charity under the Income Tax Act. Its principal activity is the operation of programs for teaching the Buddhist philosophy and meditation to visitors of the monastery.

FINANCIAL STATEMENTS:

These financial statements include the accounts of all funds under the direction of the Birken Forest Buddhist Monastery and have been prepared in accordance with Canadian Generally Accepted Accounting Principles for not-for-profit organizations. The full accrual method is used in accounting for all funds.

1. Capital (Fixed) Assets and Amortization:

The cost of capital assets purchased is recorded as an increase in the capital asset account. Amortization is based on the estimated useful life of the assets and is recorded using the declining balance basis at the following annual rates (1/2 in year of acquisition):

Buildings	5 %
Books	10 %
Furniture and equipment	20 %
Office equipment	20 %
Automotive	30 %
Computer software	100 %

	<u>Net 2009</u>	<u>Additions</u>	<u>Dispositions</u>	<u>Rate</u>	<u>Amortization</u>	<u>Net 2010</u>
Land	187,382	-	-			187,382.00
Buildings:						
Main building	464,411					
Kuties	26,014					
Trailers	4,001					
Storage building	1,172					
Total Buildings	495,598	27,292.02	-	0.05	25,462.20	497,427.82
Books	868	452.15	-	0.1	109.41	1,210.74
Furniture	17,806	1,238.89	-	0.2	3,685.09	15,359.80
Office Equipment	12,014	3,453.00	-	0.2	2,748.10	12,718.90
Equipment	14,062	3,242.84	-	0.2	3,136.68	14,168.16
Automotive	45,079	-	-	0.3	13,523.70	31,555.30
	<u>772,809</u>	<u>35,678.90</u>	<u>-</u>		<u>48,665.18</u>	<u>759,822.72</u>

2. Long Term Debt

	<u>total</u>	<u>current</u>	<u>long term</u>
		<u>portion</u>	<u>portion</u>
Private Loan (0% interest rate payable at \$500/month)	48,500	6,000	42,500