

Financial Statements of

**SUN PEAKS MOUNTAIN
RESORT ASSOCIATION
(DBA TOURISM SUN PEAKS)**

Year ended March 31, 2008



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AUDITORS' REPORT

To the Members of Sun Peaks Mountain Resort Association (dba Tourism Sun Peaks)

We have audited the statement of financial position of Sun Peaks Mountain Resort Association (dba Tourism Sun Peaks) as at March 31, 2008 and the statements of financial activity and net assets and cash flows for the year then ended. These financial statements are the responsibility of the Association's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatements. 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 our opinion, these financial statements present fairly, in all material respects, the financial position of Sun Peaks Mountain Resort Association (dba Tourism Sun Peaks) as at March 31, 2008 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, slightly slanted style. A horizontal line is drawn underneath the signature, extending from the left side of the 'K' towards the right.

Chartered Accountants

Kamloops, Canada
May 13, 2008

SUN PEAKS MOUNTAIN RESORT ASSOCIATION (DBA TOURISM SUN PEAKS)

Statement of Financial Position

March 31, 2008, with comparative figures for 2007

	2008	2007
Assets		
Current assets:		
Cash	\$ 95,279	\$ 74,752
Accounts receivable (note 2)	619,893	379,592
Prepaid expenses	14,755	30,932
	729,927	485,276
Capital assets (note 3)	91,202	59,560
	\$ 821,129	\$ 544,836

Liabilities and Net Assets

Current liabilities:		
Accounts payable and accrued liabilities	\$ 382,533	\$ 184,995
Deferred revenue	25,872	13,167
	408,405	198,162
Net assets:		
Unrestricted net assets	321,522	287,114
Net assets invested in capital assets (note 11)	91,202	59,560
	412,724	346,674
Commitments (note 8)		
Contingencies (note)		
	\$ 821,129	\$ 544,836

See accompanying notes to financial statements.

On behalf of the Board:

_____ Director

_____ Director

SUN PEAKS MOUNTAIN RESORT ASSOCIATION (DBA TOURISM SUN PEAKS)

Statement of Financial Activity and Net Assets

Year ended March 31, 2008, with comparative figures for 2007

	2008 Budget (unaudited)	2008	2007
Revenue:			
Assessments (note 5)	\$ 1,431,000	\$ 1,429,127	\$ 1,391,894
Central reservation commissions	269,750	265,071	264,597
Activity centre	43,210	43,103	37,170
Interest and miscellaneous	3,000	2,045	5,439
Accommodation tax revenues	244,500	270,957	240,231
	1,991,460	2,010,303	1,939,331
Expenditures:			
Audit, accounting, and legal	22,000	30,306	12,707
Bad debt	3,600	-	1,906
Equipment leases	20,244	43,718	46,491
Insurance	4,500	2,059	3,824
Interest and bank charges	14,359	16,620	27,459
Management fees, Sports Centre (note 10)	58,200	60,000	72,783
Marketing - Summer	265,400	292,239	214,889
Marketing - Winter	677,150	635,392	608,218
Office and miscellaneous	19,400	37,642	19,383
Rent	24,550	21,708	9,000
Repairs and maintenance	29,592	47,103	169
Supplies	19,200	17,092	33,907
Telephone and utilities	37,139	33,403	28,253
Travel and promotion	12,000	5,577	8,482
Wages and benefits	676,117	671,456	523,786
	1,825,251	1,914,315	1,611,257
Excess of revenue over expenditures before other expenses	166,209	95,988	328,074
Other expenses:			
Amortization	(24,600)	(30,901)	(20,956)
Gain (loss) on disposition of capital assets	-	963	(794)
	(24,600)	(29,938)	(21,750)
Excess of revenue over expenditures	141,609	66,050	306,324
Net assets, beginning of year	346,674	346,674	40,350
Net assets, end of year	\$ 488,283	\$ 412,724	\$ 346,674
Represented by:			
Unrestricted net assets		\$ 321,522	\$ 287,114
Net assets invested in capital assets		91,202	59,560
		\$ 412,724	\$ 346,674

See accompanying notes to financial statements.