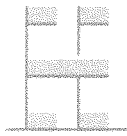

**COLLEGE OF TRADITIONAL CHINESE MEDICINE
PRACTITIONERS AND ACUPUNCTURISTS OF
BRITISH COLUMBIA**

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

MARCH 31, 2011





MANNING ELLIOTT
CHARTERED ACCOUNTANTS

11th Floor, 1050 West Pender Street, Vancouver, BC, Canada V6E 3S7

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INDEPENDENT AUDITOR'S REPORT

To the Members of
College of Traditional Chinese Medicine Practitioners and Acupuncturists of British Columbia

We have audited the accompanying financial statements of the College of Traditional Chinese Medicine Practitioners and Acupuncturists of British Columbia, which comprise the statement of financial position as at March 31, 2011, and the statement of operations and statement of changes in net assets for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, 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 statements 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 made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained in our audit is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the College of Traditional Chinese Medicine Practitioners and Acupuncturists of British Columbia as at March 31, 2011, and its financial performance for the year then ended in accordance with Canadian generally accepted accounting principles.

Manning Elliott LLP

Chartered Accountants

Vancouver, British Columbia

June 1, 2011

COLLEGE OF TRADITIONAL CHINESE MEDICINE PRACTITIONERS AND ACUPUNCTURISTS OF
BRITISH COLUMBIA

STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2011

	2011	2010
ASSETS		
CURRENT ASSETS		
Cash	\$ 834,069	\$ 694,005
Short-term investments	458,061	392,034
Accounts receivable	-	26,251
Prepaid expenses and deposits	5,387	7,430
	1,297,517	1,119,720
OFFICE EQUIPMENT (Note 4)	15,401	20,324
OFFICIAL MARKS	8,000	8,000
	\$ 1,320,918	\$ 1,148,044
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	\$ 98,959	\$ 89,011
Vacation payable	8,319	8,694
Deferred revenue (Note 5)	845,618	612,523
	952,896	710,228
COMMITMENTS (Note 6)		
NET ASSETS INVESTED IN OFFICE EQUIPMENT	15,401	20,324
NET ASSETS INTERNALLY RESTRICTED FOR ACQUISITION OF OFFICE	52,400	52,400
UNRESTRICTED NET ASSETS	300,221	365,092
	368,022	437,816
	\$ 1,320,918	\$ 1,148,044

Approved by the Board:



Director



Director



**COLLEGE OF TRADITIONAL CHINESE MEDICINE PRACTITIONERS AND ACUPUNCTURISTS OF
BRITISH COLUMBIA**

**STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED MARCH 31, 2011**

				2011	2010
	Net assets invested in office equipment	Net assets internally restricted for acquisition of office	Unrestricted net assets	Total	Total
Balance, beginning of year	\$ 20,324	\$ 52,400	\$ 365,092	\$ 437,816	\$ 349,412
(Deficiency) excess of revenue over expenses for the year	-	-	(69,794)	(69,794)	88,404
Additions during the year	1,872	-	(1,872)	-	-
Amortization expense	(6,795)	-	6,795	-	-
Balance, end of year	\$ 15,401	\$ 52,400	\$ 300,221	\$ 368,022	\$ 437,816



**COLLEGE OF TRADITIONAL CHINESE MEDICINE PRACTITIONERS AND ACUPUNCTURISTS OF
BRITISH COLUMBIA**

STATEMENT OF OPERATIONS

FOR THE YEAR ENDED MARCH 31, 2011

	2011	2010
REVENUE		
Registration fees	\$ 690,987	\$ 666,621
Examinations	184,485	208,975
Government projects	33,304	137,465
Courses	22,531	19,823
Tariffs and fines	12,233	22,294
Newsletter ads	8,995	7,990
Criminal record check	8,718	10,830
Training program review	7,304	-
Events	2,905	2,275
Late and NSF fee recovery	1,225	195
Document delivery	825	2,650
Interest income	781	1,846
	974,293	1,080,964
EXPENSES		
Staffing	313,348	297,096
Legal fees	203,184	136,163
Operations	117,077	136,373
Professional fees	100,492	62,156
Committee: inquiry, discipline and insurance	87,264	45,317
Examinations	77,153	104,372
Registrant services	43,018	46,893
Government projects	34,075	129,359
Board operations	22,696	9,635
Data quality project	19,315	-
Training program review	12,750	-
Committee: operations	7,652	15,888
Annual general meeting	5,499	8,859
Health professions review board: non-legal	564	449
	1,044,087	992,560
(DEFICIENCY) EXCESS OF REVENUE OVER EXPENSES FOR THE YEAR	\$ (69,794)	\$ 88,404



**COLLEGE OF TRADITIONAL CHINESE MEDICINE PRACTITIONERS AND ACUPUNCTURISTS OF
BRITISH COLUMBIA**

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2011

1. PURPOSE OF COLLEGE

The College is provincially incorporated under the Health Professions Act of British Columbia to govern, control and administer the affairs of its registrants. The College is a not-for-profit organization under the Income Tax Act and, as such, is exempt from income taxes.

2. SIGNIFICANT ACCOUNTING POLICIES

a) Basis of presentation

i) Net assets invested in office equipment consists of funds invested in office equipment.

ii) Net assets internally restricted for acquisition of office consists of funds which have been designated by the board of directors for expenditures relating to office premises and major capital asset purchases.

iii) Unrestricted net assets consists of surplus funds from general activities of the College.

b) Cash

Cash consists of funds held on deposit.

c) Short-term investments

Short-term investments include highly liquid investments carried at their fair value.

d) Financial instruments

The College classifies its financial instruments as "held for trading", which means that all financial instruments are measured and reported at fair value. Subsequent changes in fair value of financial instruments are recognized as gains or losses in the statement of operations in the period in which the change in value takes place.

The College has elected to continue to follow the financial instrument disclosure and presentation requirements of Section 3861 of the CICA Handbook instead of the requirements of Sections 3862 and 3863, as provided by Sections 3862 and 3863.

e) Amortization

Office equipment is stated at cost less accumulated amortization which is recorded over the useful lives of the assets on the declining balance basis, with a half-year's provision in the year of acquisition, at the following annual rates:

Computer hardware	45%-55%
Computer software	100%
Furniture and equipment	20%

Intangible assets with indefinite lives are not amortized, but are tested for impairment annually, or more frequently if events or changes in circumstances indicate that the asset might be impaired

f) Long-lived assets

The College monitors the recoverability of long-lived assets, which include office equipment and intangible assets, based on factors such as current market value and future asset utilization. The College's policy is to record an impairment loss when it is determined that the carrying amount of the assets may not be recoverable. To March 31, 2011 no impairment losses have been recorded



**COLLEGE OF TRADITIONAL CHINESE MEDICINE PRACTITIONERS AND ACUPUNCTURISTS OF
BRITISH COLUMBIA**

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2011**

2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

g) Revenue recognition

The College follows the deferral method of accounting for contributions. License and registration fees are recognized as revenue in the year to which they relate. Course and examination fees are recognized as revenue when the courses or examinations are taken. Other 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.

h) Use of estimates

The preparation of the financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions about future events that affect the reported amounts of assets, liabilities, revenues and expenses as at the end of or during the reporting period. Management believes that the estimates used are reasonable and prudent, however, actual results could differ from those estimates. Significant areas requiring the use of management estimates relate to the determination of the useful lives of assets for amortization, recognition of deferred revenue, and the amounts recorded as accrued liabilities.

i) Recent accounting pronouncements

In September 2010, the CICA's Accounting Standards Board confirmed that not-for-profit organizations will be required to prepare financial statements in accordance with Canadian accounting standards for not-for-profit organizations ("ASNPO") or International Financial Reporting Standards ("IFRS") for fiscal years beginning on or after January 1, 2012. Early adoption of ASNPO is permitted for fiscal years ending on or after December 31, 2010. Management anticipates that the College will adopt ASNPO for its year ending March 31, 2013 and has not yet determined its effect on the College's financial statements.

3. FINANCIAL INSTRUMENTS

The College's financial instruments consist of cash, short-term investments, accounts receivable and accounts payable. Financial instruments are carried at their fair value as described in Note 2(d). In management's opinion the College is not exposed to significant interest rate, currency exchange rate or credit risk arising from these financial instruments.

4. OFFICE EQUIPMENT

			2011		2010	
	Cost	Accumulated Amortization	Net Book Value		Net Book Value	
Computer hardware	\$ 52,456	\$ 48,249	\$ 4,207	\$	5,881	
Computer software	19,216	19,216	-		452	
Furniture and equipment	49,012	37,818	11,194		13,991	
	\$ 120,684	\$ 105,283	\$ 15,401	\$	20,324	



COLLEGE OF TRADITIONAL CHINESE MEDICINE PRACTITIONERS AND ACUPUNCTURISTS OF
BRITISH COLUMBIA

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2011

5. DEFERRED REVENUE

	2011	2010
Balance, beginning of year	\$ 612,523	\$ 621,996
Cash received	845,618	612,523
Amount recognized as revenue	(612,523)	(621,996)
Balance, end of year	\$ 845,618	\$ 612,523

6. COMMITMENTS

The College leases its premises and certain office equipment under long-term leases. The leases expire at varying dates to April 2013. Minimum payments required under the lease commitments during the next three years are anticipated to be as follows:

2012	\$ 26,477
2013	12,267
2014	176

7. CAPITAL MANAGEMENT

The capital structure of the College consists of net assets invested in office equipment, internally restricted net assets for the acquisition of office and unrestricted net assets. Net assets invested in office equipment are not available for other purposes because they are invested. Internally restricted net assets have been designated by the College's board of directors for the acquisition of new office premises and major capital asset purchases. Unrestricted net assets represents the College's accumulated excess of revenue over expenses from operations.

8. STATEMENT OF CASH FLOWS

A statement of cash flows has not been presented since information on the College's cash flows is readily available from the other statements and note disclosures presented.

9. COMPARATIVE FIGURES

Certain accounts in the prior year financial statements have been reclassified for comparative purposes to conform with the presentation adopted in the current year financial statements. Such reclassification does not have any effect on the excess of revenue over expenses, assets or net assets previously reported.

