

INTERNATIONAL FEDERATION OF CLINICAL NEUROPHYSIOLOGY

Financial Statements

December 31, 2001

(Expressed in U.S. dollars)

INTERNATIONAL FEDERATION OF CLINICAL NEUROPHYSIOLOGY

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(Expressed in U.S. dollars)

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LOEWEN KRUSE

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AUDITORS' REPORT

To the Members of
International Federation of Clinical Neurophysiology

We have audited the statement of financial position of International Federation of Clinical Neurophysiology as at December 31, 2001 and the statements of operations and changes in fund balances, for the year then ended. These financial statements are the responsibility of the organization'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 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 our opinion, these financial statements present fairly, in all material respects, the financial position of the organization as at December 31, 2001 and the results of its operations and changes in fund balances and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Loewen Kruse

Chartered Accountants

Vancouver, British Columbia
May 31, 2002

INTERNATIONAL FEDERATION OF CLINICAL NEUROPHYSIOLOGY

Statement of Financial Position

December 31, 2001

(Expressed in U.S. dollars)

	Operating Fund	Long Range Planning Fund	2001	2000 <i>(Note 6)</i>
ASSETS				
CURRENT				
Cash	\$ 57,527	\$ -	\$ 57,527	\$ 24,825
Temporary investments	596,280	586,593	1,182,873	1,265,662
Prepaid expenses	-	-	-	6,409
	\$ 653,807	\$ 586,593	\$ 1,240,400	\$ 1,296,896
LIABILITIES AND FUND BALANCES				
CURRENT				
Accounts payable and accrued liabilities	\$ 12,024	\$ -	\$ 12,024	\$ 15,925
FUND BALANCES - page 3				
Unrestricted	641,783	-	641,783	1,280,971
Restricted	-	586,593	586,593	-
	641,783	586,593	1,228,376	1,280,971
	\$ 653,807	\$ 586,593	\$ 1,240,400	\$ 1,296,896

INTERNATIONAL FEDERATION OF CLINICAL NEUROPHYSIOLOGY

Statement of Operations and Changes in Fund Balances

Year ended December 31, 2001

(Expressed in U.S. dollars)

	Operating Fund	Long Range Planning Fund	2001	2000 <i>(Note 6)</i>
REVENUE				
Fees	\$ 40,483	\$ -	\$ 40,483	\$ 62,561
Elsevier Royalties	196,937	-	196,937	189,011
Interest	17,161	28,154	45,315	39,318
	254,581	28,154	282,735	290,890
EXPENDITURES				
Travel Exco-expenditures	111,013	-	111,013	48,561
Support for congresses and fellowships	86,577	-	86,577	75,550
Meetings Exco-expenditures	50,533	-	50,533	25,792
Editors-in-chief	32,730	-	32,730	35,006
Loss (gain) on foreign exchange	20,775	-	20,775	(63,702)
Executive committee operations	17,717	-	17,717	24,220
OCIC Meetings and Federation subsidies	15,315	-	15,315	8,364
Miscellaneous	670	-	670	4,591
Practice recommendation book expenses	-	-	-	54,725
	335,330	-	335,330	213,107
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES FOR THE YEAR	(80,749)	28,154	(52,595)	77,783
FUND BALANCES - Beginning of year	722,532	558,439	1,280,971	1,203,188
FUND BALANCES - End of year	\$ 641,783	\$ 586,593	\$ 1,228,376	\$ 1,280,971

INTERNATIONAL FEDERATION OF CLINICAL NEUROPHYSIOLOGY

Statement of Cash Flows

Year ended December 31, 2001

(Expressed in U.S. dollars)

	Operating Fund	Long Range Planning Fund	2001	2000 <i>(Note 6)</i>
OPERATING ACTIVITIES				
Excess (deficiency) of revenue over expenditures for the year	\$ (80,749)	\$ 28,154	\$ (52,595)	\$ 77,783
Changes in non-cash working capital:				
Prepaid expenses	6,409		6,409	30,131
Accounts payable	(3,901)	-	(3,901)	(77,239)
NET INCREASE (DECREASE) IN CASH FLOWS	(78,241)	28,154	(50,087)	30,675
CASH AND CASH EQUIVALENTS				
- Beginning of year	732,048	558,439	1,290,487	1,259,812
CASH AND CASH EQUIVALENTS				
- End of year	\$ 653,807	\$ 586,593	\$ 1,240,400	\$ 1,290,487
CASH AND CASH EQUIVALENTS CONSISTS OF:				
Cash	\$ 57,527	\$ -	\$ 57,527	\$ 24,825
Temporary investments	596,280	586,593	1,182,873	1,265,662
	\$ 653,807	\$ 586,593	\$ 1,240,400	\$ 1,290,487

See notes to financial statements

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INTERNATIONAL FEDERATION OF CLINICAL NEUROPHYSIOLOGY

Notes to Financial Statements

Year ended December 31, 2001

(Expressed in U.S. dollars)

1. OPERATIONS

International Federation of Clinical Neurophysiology was registered in Marseille, France in 1953 as a non-profit organization, involved in the education and dissemination of clinical neurophysiology.

2. ACCOUNTING POLICIES

Basis of Presentation

These financial statements are expressed in U.S. dollars.

Revenue Recognition

The organization follows the deferral method of accounting for contributions.

Unrestricted investment income is recognized as revenue when earned.

Temporary Investments

Temporary investments are recorded at the lower of cost and market value.

Foreign Exchange

Revenue and expenditures denominated in foreign currencies are translated at the average exchange rate during the month they are incurred. Current assets and liabilities denominated in foreign currencies are translated at the rate effective as of the date of the statement of financial position. Non-current assets and liabilities are translated at the rate of exchange on the date of transaction.

Use of Estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount 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 expenditures during the reporting period. Actual results could differ from those estimates. Significant areas requiring the use of management estimates relate to the evaluation of accounts receivable and accrued interest.

INTERNATIONAL FEDERATION OF CLINICAL NEUROPHYSIOLOGY

Notes to Financial Statements

Year ended December 31, 2001

(Expressed in U.S. dollars)

5. FAIR VALUE OF THE FINANCIAL INSTRUMENTS

The carrying value of cash, temporary investments, and accounts payable and accrued liabilities approximates the fair value of these financial instruments due to their short-term maturity or capacity of prompt liquidation. Unless otherwise noted, it is management's opinion that the organization is not exposed to significant interest, currency or credit risks arising from these financial instruments.

6. COMPARATIVE FIGURES

Certain comparative figures have been re-stated to conform to the current year's presentation.

The comparative figures were audited and reported on by an accountant who is a member of the Swiss Institute of Certified Accountants and Tax Consultants.
