



Consolidated Financial Statements

**Toronto Atmospheric Fund**

December 31, 2009

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## Auditors' Report

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To the Board of Directors of  
**Toronto Atmospheric Fund and the City of Toronto**

We have audited the consolidated statement of financial position of the **Toronto Atmospheric Fund** as at December 31, 2009 and the statements of operations, changes in fund balances and cash flows for the year then ended. These financial statements are the responsibility of 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 Entity as at December 31, 2009, and the results of its operations, changes in fund balances and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

The comparative figures are based on financial statements which were audited by Akler, Browning, Frimet & Landsberg LLP who expressed an opinion on those statements in a report dated March 15, 2009.

Toronto, Ontario  
March 30, 2010

*Grant Thornton LLP*

Chartered Accountants  
Licensed Public Accountants

# Toronto Atmospheric Fund

## Consolidated Statement of Financial Position

December 31

2009

2008

### Assets

Cash	\$ 384,533	\$ 114,557
Accounts receivable	189,781	146,222
External funding receivable	92,000	226,640
Loans receivable (note 3)	1,447,644	2,494,587
Capital assets (note 4)	-	-
Portlands Energy Centre funds (note 6 (f))	-	370,670
Deferred expenses (note 2(f))	531	9,759
Investments held in trust by the City of Toronto (note 5)	<u>21,075,538</u>	<u>18,479,778</u>
	<b>\$ <u>23,190,027</u></b>	<b>\$ <u>21,842,213</u></b>

### Liabilities

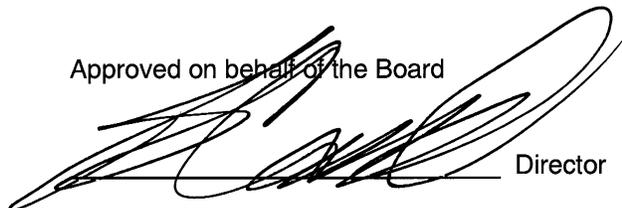
Accounts payable and accrued liabilities	\$ 226,705	\$ 214,032
Grants payable (note 9)	609,472	702,953
Funds held in trust Dan Leckie Fund (note 2(h))	28,373	28,373
Deferred revenue	768,581	687,691
Refundable deposits	32,500	30,000
Special Projects payable	<u>51,325</u>	<u>99,488</u>
	<b><u>1,716,956</u></b>	<b><u>1,762,537</u></b>

### Fund Balances

Operating Fund	19,382,493	18,772,707
Grant Fund (Note 7)	376,378	306,969
Board Allocation Fund (Note 7)	-	1,000,000
Stabilization Fund (Note 8)	<u>1,714,200</u>	<u>-</u>
	<b><u>21,473,071</u></b>	<b><u>20,079,676</u></b>
	<b>\$ <u>23,190,027</u></b>	<b>\$ <u>21,842,213</u></b>

Commitments and contingencies (Note 6)

Approved on behalf of the Board

  
Director

  
Director

See accompanying notes to the financial statements.

# Toronto Atmospheric Fund

## Consolidated Statement of Changes in Fund Balances

Year Ended December 31, 2009

	<u>Operating Fund</u>	<u>Grant Fund</u> (Note 7)	<u>Board Allocation</u> (Note 7)	<u>Stabilization Fund</u> (Note 8)	<b><u>Total 2009</u></b>	<b><u>Total 2008</u></b>
Fund balances, beginning of year	\$ 18,772,707	\$ 306,969	\$ 1,000,000	\$ -	\$ 20,079,676	\$ 24,076,749
Excess (deficiency) of revenue over expenditures	1,393,395	-	-	-	1,393,395	(3,997,073)
Interfund transfers						
Rescissions	(346,073)	46,073	300,000	-	-	-
Returned to operating fund	1,300,000	-	(1,300,000)	-	-	-
Carry forward amount	(23,336)	23,336	-	-	-	-
Stabilization contribution	<u>(1,714,200)</u>	<u>-</u>	<u>-</u>	<u>1,714,200</u>	<u>-</u>	<u>-</u>
Fund balances, end of year	<b><u>\$ 19,382,493</u></b>	<b><u>\$ 376,378</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 1,714,200</u></b>	<b><u>\$ 21,473,071</u></b>	<b><u>\$ 20,079,676</u></b>

See accompanying notes to the financial statements.

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## Toronto Atmospheric Fund

### Consolidated Statement of Operations

Year Ended December 31

2009

2008

(Note 13)

#### Revenues

Investment income (loss), net (note 2(c))	\$ 2,588,200	\$ (2,803,757)
Community loan interest	108,548	79,616
Advisory and application fees	4,450	12,675
External funding	163,812	833,402
Deferred funding	(88,062)	(657,691)
Sundry	<u>33,562</u>	<u>5,358</u>
	<u>2,810,510</u>	<u>(2,530,397)</u>

#### Expenditures

Program delivery	355,668	310,662
Grants approved (note 9)	751,664	617,614
Less: rescinded grants and special projects	(346,073)	(100,000)
Funding for Clean Air Partnership	-	50,000
Salaries and employee benefits	585,406	477,779
Salaries allocated to program delivery (note 10)	(42,000)	-
Contract services	19,043	32,410
Communications and printing	16,893	10,932
Office and general	37,494	23,084
Legal services	9,082	14,111
Audit services	10,130	11,160
Clerk services	10,008	10,023
Insurance	3,000	3,183
Telecommunications	6,800	5,076
Amortization	-	642
	<u>1,417,115</u>	<u>1,466,676</u>

**Excess of revenues over expenditures /  
(losses and expenditures over revenues)**

	\$ <u>1,393,395</u>	\$ <u>(3,997,073)</u>
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See accompanying notes to the financial statements.

# Toronto Atmospheric Fund

## Consolidated Statement of Cash Flows

Year Ended December 31

2009

2008

Increase (decrease) in cash and short term investments

### Operating activities

Net increase (decrease) in Operating fund	\$ 1,393,395	\$ (3,997,073)
Items not involving cash:		
Deferred funding	80,890	283,409
Grants approved	751,664	617,614
Grants and special projects rescinded	(346,073)	(100,000)
Special projects	-	50,000
Amortization	-	642
	<u>1,879,876</u>	<u>(3,145,408)</u>
Net change in non-cash working capital items:		
Accounts receivable	(43,559)	(97,784)
External funding receivable	134,640	(226,640)
Portlands Energy Centre funds	370,670	33,612
Loans receivable	1,046,943	(1,176,516)
Accounts payable and accrued liabilities	12,673	107,442
Deferred expenses	9,228	(2,750)
Refundable deposits	2,500	-
Grants paid, net of recovered	(545,145)	(797,203)
Special projects paid, net of recovered	(2,090)	(129,167)
Net cash flows from operating activities	<u>2,865,736</u>	<u>(5,434,414)</u>

### Investment activities

Bank loan payable	-	(154,387)
Funds on deposit with the City of Toronto:		
Reinvestment of investment gains	(2,595,760)	-
Investment loss	-	2,803,358
Withdrawals	-	2,900,000

### Dan Leckie fund:

Program expenditures	(1,881)	(1,561)
Income attributed	1,881	1,561
Net cash flows from investing activities	<u>(2,595,760)</u>	<u>5,548,971</u>

Net change in cash position for year	269,976	114,557
Cash position, beginning of year	<u>114,557</u>	<u>-</u>
Cash position, end of year	<u>\$ 384,533</u>	<u>\$ 114,557</u>

Cash position is comprised entirely of balances held with a Canadian chartered bank

See accompanying notes to the financial statements.

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# Toronto Atmospheric Fund

## Notes to the Consolidated Financial Statements

December 31, 2009

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### 1. Nature of operations

The Toronto Atmospheric Fund ("TAF") was incorporated under the laws of the Province of Ontario, by the Toronto Atmospheric Fund Act, 1992 (the "TAF Act"), on December 10, 1992 as a Corporation without share capital. The objectives of TAF include promotion of global climate stabilization and promotion of public understanding of global warming and its implications. TAF functions as a not for profit organization.

The City of Toronto (the "City") appoints the Board of Directors of TAF and, under amendments made in 1996 to the Municipal Act, has additional powers over the activities of TAF.

TAF is currently governed by the Toronto Atmospheric Fund Act, 2005, amending the TAF Act to change TAF's objects, investment powers and other relevant provisions of the TAF Act.

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### 2. Summary of significant accounting policies

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Management believes that the estimates utilized in preparing its financial statements are reasonable and prudent. Actual results could differ from these estimates.

The significant accounting policies of TAF are summarized below:

#### (a) Basis of presentation

These consolidated financial statements include the accounts of the Toronto Atmospheric Fund and its wholly owned subsidiary, CAIT Ventures Inc. ("CAIT"); refer to note 14. These accounts are prepared on an accrual basis, in accordance with Canadian generally accepted accounting principles.

#### (b) Financial Instruments

Investments are recorded at fair market value. The cost of other financial instruments approximates fair value due to their short term nature.

#### (c) Investment income

Investment income consists of interest, dividends, realized gains (losses) on disposition of investments and changes in unrealized gains (losses) on investments. Investment income is recorded net of management fees.

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# Toronto Atmospheric Fund

## Notes to the Consolidated Financial Statements

December 31, 2009

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### 2. Significant accounting policies (continued)

#### (d) Grants

Grants are included in current liabilities and expenditures on approval of the project by the Board of Directors.

Payment of the first instalment of a grant for a project meeting the objectives of TAF is generally made after approval of the Board of Directors and on execution of an agreement. Subsequent payments of grant instalments are generally made after acceptance and approval of reports detailing progress and results of work on the project and are subject to other conditions.

#### (e) Revenue recognition

Contributions related to expenses of future periods or specific expenditures are deferred and recognized as the related expenditures are incurred.

#### (f) Deferred expenses

Legal expenses related to financing negotiations which are payable by the borrower are deferred and expensed when reimbursement is received. Expenses related to programs of future periods are deferred and recognized as the program occurs.

#### (g) Capital assets

Computer equipment and software are amortized on the straight line method over four years with half year rates applying in the year of acquisition.

#### (h) Dan Leckie fund

The Clean Air Partnership ("CAP") has engaged TAF as its agent to invest this fund for CAP's account. The purpose of the fund is to support and recognize emissions reductions opportunities in Toronto. Investment income earned on resources of the fund is recognized as income of the fund. Accordingly, TAF attributes investment income to the fund. The income is based on the long term average rate of return for the portfolio as used in the budget. For the 2009 year the rate used was 6.63% amounting to \$1,881 (2008 - TAF used the five year average rate of return of 5.5% \$1,561).

A summary of fund operations for the year is as follows:

Opening balance	\$ 28,373
Income attributed	<u>1,881</u>
Expenditures	<u>(1,881)</u>
Closing balance	\$ <u>28,373</u>

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## Toronto Atmospheric Fund

### Notes to the Consolidated Financial Statements

December 31, 2009

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#### 2. Significant accounting policies (continued)

##### (i) Carry forward of unspent portion of annual grants budget

In 2006 TAF established a policy of carrying forward the unspent portion of the year's grants budget. The amount is transferred to the Grant Fund, an internally restricted fund; refer to Note 7.

##### (j) Stabilization fund

Established in 2003, the purpose of this fund is to enable TAF to reduce fluctuation in its spending from investment income through different market environments; refer to Note 8.

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<b>3. Loans receivable</b>	<u><b>2009</b></u>	<u><b>2008</b></u>
Exhibition Place (note 3(a))	\$ <b>546,901</b>	\$ 885,286
Toronto Artscape Inc. (note 3(b))	<b>161,857</b>	184,301
Toronto Artscape Inc. Wychwood Barns (note 3(c))	-	700,000
Toronto Standard Condominium Corporation No. 1959 (note 3(d))	<b>440,856</b>	500,000
TREC convertible loan (note 3(e))	<b>150,000</b>	150,000
Enwise Capital Corporation advances (note 3(f))	<u><b>148,030</b></u>	<u>75,000</u>
	<u><b>\$ 1,447,644</b></u>	<u><b>\$ 2,494,587</b></u>

##### (a) Exhibition Place:

TAF approved and advanced a loan of \$1 million to Exhibition Place for the District Energy and Trigeneration project in 2007. Security for this loan is a chattel mortgage on the Trigeneration asset. The loan is to be repaid in semi-annual instalments of \$67,402 blending principal and interest at a rate of 6.06% per annum, compounded semi-annually. The first instalment was paid in July 2007 and the final payment is due in January 2017. In 2009 Exhibition Place exercised its option to repay principal in the amount of \$256,000. The subsequent semi-annual instalments were adjusted to \$45,911.

##### (b) Toronto Artscape Inc.:

TAF approved and advanced a loan in the amount of \$280,000 to Toronto Artscape Inc. in 2003. The security consists of a collateral mortgage covering the renovation assets. The loan is to be repaid in monthly instalments of \$2,927 blending principal and interest at a rate of 7.39% per annum, compounded semi-annually. The first instalment was paid in September 2004 and the final payment is due in August 2015.

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# Toronto Atmospheric Fund

## Notes to the Consolidated Financial Statements

December 31, 2009

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### 3. Loans receivable (continued)

#### (c) Toronto Artscape Inc. Wychwood Barns:

TAF approved and advanced a bridge loan in the amount of \$700,000 to Toronto Artscape Inc. for the Wychwood Barns project in 2008. The loan principal has open repayment terms; until the principal is fully repaid, interest only is payable monthly at the rate of 5.36%. Toronto Artscape Inc. repaid the loan in 2009.

#### (d) Nuvo Green Condo Loan:

TAF approved and advanced a loan of \$ 500,000 to Toronto Standard Condominium Corporation No. 1959 (created by Tridel Builders Inc. for the Nuvo condominiums at 25 Viking Lane, Toronto) in 2008. This loan is secured by a general security agreement covering the common area energy efficiency assets. The loan is to be repaid in monthly instalments of \$7,319 blending principal and interest at a rate of 6.14% per annum, compounded semi-annually. The first instalment was paid in January 2009 and the final payment is due in December 2015. This loan is part of the commitment to Tridel Builders Inc.; refer to note 6 (b).

#### (e) Lakewind Power Generation wind farm:

TAF approved and entered into an agreement to provide financing of up to \$300,000 to the Toronto Renewable Energy Co-operative ("TREC") for the purpose of establishing the Lakewind Power Generation Project, a wind farm to be located on the shore of Lake Huron. During 2004 TAF advanced \$50,000 to TREC and a further \$100,000 in 2006 with no interest payable. There was no security provided for this loan. The original agreement provided for the loan being forgivable if the project did not proceed by December 31, 2008. A Loan Amending Agreement was entered into on December 1, 2008 to extend the term for funding the loan. The loan may be terminated by TAF at any time after January 11, 2011. If the project proceeds, the entire loan amount is to be converted into equity in the Windshare co-operative corporation (established to operate the project). If the project cannot proceed, TAF, at its discretion, will forgive the loan. The agreement acknowledges that TAF is entitled to receive repayment of its loan only by way of share participation, and to the extent the loan funds have not been spent, by return of those funds to TAF without interest.

#### (f) Enwise Capital Corporation:

TAF entered into an agreement in 2008 with Enwise Capital Corporation ("Enwise") to administer the loans to be made to residential homeowners participating in the Toronto Solar Neighbourhoods Initiative (see note 6 (e)). The loans are backed by unsecured promissory notes. As at December 31, 2009 the total advances paid to Enwise amounted to \$148,030, of which \$134,353 had been disbursed in respect of deposits to contractors and loans for completed installations. No interest is payable on the advances. TAF earns interest on the loans at the rate of 7.25% based on a ten year term. The loans have open repayment privileges.

# Toronto Atmospheric Fund

## Notes to the Consolidated Financial Statements

December 31, 2009

4. Capital assets	2009		2008	
	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Net Book Value</u>	<u>Net Book Value</u>
Computer equipment	\$ <u>32,553</u>	\$ <u>32,553</u>	\$ <u>-</u>	\$ <u>-</u>

### 5. Investments held in trust

In accordance with the TAF Act, monies that are not immediately required are given to the Treasurer of the City for custody. Investments consist of funds held by investment managers jointly selected by TAF and the City. These monies are invested in securities authorized under the current Sections 27 to 31 of the Trustee Act and income earned accrues to TAF.

### 6. Commitments and contingencies

- (a) TAF has approved \$300,000 in contingent debt financing to TREC for the Lakewind Power Generation Project. Advances made as at December 31, 2009 total \$150,000 (refer to note 3(e)). The total committed not yet advanced amounts to \$150,000.
- (b) TAF has entered into agreements to provide up to \$1,425,000 in debt financing to the condominium corporations that will be created by Tridel Builders Inc. ("Tridel") for one or more projects to be designated by Tridel, to fund energy efficiency enhancements. In 2008 TAF advanced the first loan in the amount of \$500,000 (see note 3(d)). The second loan in the amount of \$600,000 was advanced by TAF in January 2010. The total committed not yet advanced amounts to \$325,000.
- (c) TAF has approved \$615,000 in debt financing to Senarra Green Energy Capital Inc. to finance the installation of solar hot water heating systems at City of Toronto facilities. No agreement has been executed and no advances had been made as at December 31, 2009.
- (d) TAF has approved \$635,000 in debt financing to the condominium corporation that will be created by TAS DesignBuild to fund energy efficiency enhancements. No agreement has been executed and no advances had been made as at December 31, 2009.
- (e) TAF has approved \$425,000 in debt financing to deliver the Toronto Solar Neighbourhood Initiative program ("TSNI"). The TSNI is a program to encourage installation of solar thermal water heating by residents in Ward 30. The program offered financing and financial incentives for the installation of 100 units. The loans to residents are interest free. TAF provides the funds for the loans. TAF earns interest on the total loans outstanding which is paid out of the funds received from the Portlands Energy Centre (note 6 (f)). TAF has entered into an agreement with Enwise Capital Corporation ("Enwise") to administer the loan program (see note 3(f)). TAF advances funds to Enwise. Enwise disburses funds to the installing contractors on behalf of the residents. The loan to the resident commences once the installation is complete.

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# Toronto Atmospheric Fund

## Notes to the Consolidated Financial Statements

December 31, 2009

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### 6. Commitments and contingencies (continued)

- (f) TAF received advance funding from the Portlands Energy Centre ("PEC") in 2007 to be used for the Toronto Solar Neighbourhood Initiative program ("TSNI"). In 2008 TAF drew upon \$50,000 of these funds. The balance of the funds have been drawn by TAF in 2009.
- (g) Any defaults on the agreements, security facilities and lines of credit noted above will be recorded as expenditures of TAF if and when a loss is anticipated and determinable.

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### 7. Grant Fund and Board Allocation Fund

In 2006 TAF established a policy of carrying forward the unspent portion of the year's grants budget to the following year's grants budget. Grants rescinded are added to the amount to be carried forward.

In 2007, the Board approved a special grant allocation of up to \$1,300,000 to be spent over 18 to 24 months. TAF allocated \$300,000 of this to the City of Toronto, Solid Waste Management Service to support Thackeray landfill gas capture and generation, and the balance of \$1,000,000 was carried forward.

In 2009 the Thackeray grant was rescinded and no further grants were made from the special allocation. As at December 31, 2009 the term of the special allocation had expired and the full amount of \$1,300,000 was returned to the Operating Fund capital.

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### 8. Stabilization fund

The investment income which was in excess of the long term average rate of return assumption in the budget was contributed to the Stabilization fund. The contribution amounted to \$1,714,200 (in 2008, \$413,564 was withdrawn from the fund).

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## Toronto Atmospheric Fund

### Notes to the Consolidated Financial Statements

December 31, 2009

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#### 9. Grants approved

Grants approved by the TAF Board of Directors which were awarded during the year and balances payable as at December 31, 2009 are as follows:

	<u>Approved</u>	<u>Payable</u>
City mandated contributions to Clean Air Partnership:		
GTA Clean Air Council	\$ 50,000	\$ 5,000
2009 Smog Summit	50,000	5,000
Element Village Community Services	10,000	1,000
IBEW Local 353	50,000	50,000
Local Enhancement & Appreciation of Forests	25,000	2,500
Ontario Clean Air Alliance	25,000	2,500
Ontario Sustainable Energy Association	50,000	50,000
Options Group of Companies	8,000	8,000
Parkdale United Church Foundation Inc.	25,000	6,250
South Riverdale Community Health Centre	27,664	27,664
Toronto – City Manager’s Office	25,000	2,500
Toronto – Facilities & Real Estate	20,000	20,000
Toronto – Fleet Services	90,000	90,000
Toronto Renewable Energy Cooperative – two grants	105,000	105,000
University Health Network	100,000	10,000
University of Toronto	25,000	2,500
University of Toronto – Optical Sciences	41,000	4,100
YWCA	<u>25,000</u>	<u>25,000</u>
	751,664	417,014
Other grants payable approved in prior years	<u>-</u>	<u>192,458</u>
	<u>\$ 751,664</u>	<u>\$ 609,472</u>

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#### 10. Salaries allocated to program delivery

In 2009 internal project funding included amounts in respect of staff dedicated to program delivery. The internal funding was leveraged to secure external funding for the related programs. The allocation represents the pro rata portion of the internal funding for the year.

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# Toronto Atmospheric Fund

## Notes to the Consolidated Financial Statements

December 31, 2009

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### 11. Special projects

In 2008 the Special projects expenditure of \$250,000 included \$200,000 of allocated internal funding for the LightSavers and SolarCity programs, which was also included in the Internal project funding revenue. In 2009 TAF records the internal funding revenue for program management reports only. For the financial statements the amount of internal project funding is offset by the related Special project expenditure. The 2008 comparative figures have been restated to reflect this.

	<u>Original</u>	<u>Restated</u>
Revenues		
Internal project funding	\$ 230,000	\$ -
renamed Deferred funding		30,000
Expenditures		
Special projects	250,000	
renamed Funding for Clean Air Partnership		50,000

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### 12. Clean Air Partnership

Clean Air Partnership ("CAP") is a registered charity which was also created by the TAF Act. TAF appoints three of the eleven directors. TAF and CAP share office and certain staff resources. The related costs are charged proportionately between TAF and CAP. Amounts due to CAP are included in the Accounts Payable and amounts owing from CAP are included in the accounts receivable.

	<u>2009</u>	<u>2008</u>
Receivable from CAP including accrued amounts	\$ 55,054	\$ 31,253
Payable to CAP including accrued amounts	<u>(67,278)</u>	<u>(58,510)</u>
Net owing to CAP	\$ <u>(12,224)</u>	\$ <u>(27,257)</u>
 Payments to CAP		
City mandated contributions for GTA-CAC and Smog Summit	\$ 100,000	\$ 100,000
Funding for CAP	-	50,000
Contract services for LightSavers program	<u>-</u>	<u>40,000</u>
	\$ <u>100,000</u>	\$ <u>190,000</u>

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# Toronto Atmospheric Fund

## Notes to the Consolidated Financial Statements

December 31, 2009

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### 13. Restatement of certain comparative amounts

In 2009 TAF commenced accounting for costs related to its programs under Program delivery expenses. The 2008 expenditures have been restated as follows:

	<u>Original</u>	<u>Program</u>	<u>Restated</u>
Salaries and employee benefits	\$ 530,306	\$ 52,527	\$ 477,779
Contract services	194,489	162,079	32,410
Communications and printing	52,101	41,169	10,932
Office and general	58,506	35,422	23,084
Legal services	32,361	18,250	14,111
Audit services	11,160	-	11,160
Clerk services	10,023	-	10,023
Insurance	3,183	-	3,183
Telecommunications	6,291	1,215	5,076
Amortization	642	-	642
Grants approved, net of rescinded	517,614	-	517,614
Special projects (Note 11)	<u>50,000</u>	<u>-</u>	<u>50,000</u>
	<u>\$ 1,466,676</u>	<u>\$ 310,662</u>	<u>\$ 1,156,014</u>

# Toronto Atmospheric Fund

## Notes to the Consolidated Financial Statements

December 31, 2009

### 14. CAIT Ventures Inc.

CAIT Ventures Inc. ("CVI") is a wholly owned subsidiary of TAF. CVI is no longer active. CVI's financial results are as follow:

	<u>2009</u>	<u>2008</u>
Assets		
Bank	\$ <u>1,797</u>	\$ <u>242</u>
Total Assets	\$ <u>1,797</u>	\$ <u>242</u>
Liabilities		
Due to TAF	\$ <u>293,631</u>	\$ <u>293,631</u>
Equity		
Capital	<u>1</u>	<u>1</u>
Retained deficit, opening	<u>(293,390)</u>	<u>(293,294)</u>
Net income	<u>1,555</u>	<u>(96)</u>
Retained deficit, closing	<u>(291,835)</u>	<u>(293,390)</u>
Total Equity	<u>(291,834)</u>	<u>(293,389)</u>
Total Liabilities and Equity	\$ <u>1,797</u>	\$ <u>242</u>
Revenues		
GST refund	\$ <u>1,650</u>	\$ <u>-</u>
Total Revenues	<u>1,650</u>	<u>-</u>
Expenses		
Bank charges	\$ <u>95</u>	\$ <u>96</u>
Total Expenses	<u>95</u>	<u>96</u>
Net Income	\$ <u>1,555</u>	\$ <u>(96)</u>