

31 May 2009

CHESS FOUNDATION OF CANADA

2008/2009 TREASURER'S REPORT

1. A financial statement for the year ending 30 April 2009 is enclosed.
2. Assets on hand total \$161,397 and are invested as itemized in the financial statement. This total includes the Pugi Memorial Fund balance of \$20,504.
3. The Foundation Trustees approved a further \$18,500 emergency loan to the Chess Federation of Canada during this period. This loan and the preceeding loan of \$30,000 were repaid in full in February 2009. Once the loan was repaid, the 2007/2008 annual disbursement from the Foundation to the CFC (\$5682) was submitted to the CFC.
4. Investment income for 2008/2009 was somewhat less than 2007/2008 for two reasons:
 - a. funds invested were less due to the \$48,500 interest free loan to the CFC; and
 - b. market Interest rates on fixed income investments have declined.
5. The Foundation's investments have been diversified somewhat. Fifteen percent of assets have been invested in preferred shares carrying an average dividend yield of 6% and 15% of assets have been invested in an exchange traded fund comprising the 60 largest publicly traded Canadian companies. This small equity investment will provide some growth to the Foundation's assets and currently yields 3.5%.
6. A cheque for \$4,384 will be forwarded to the CFC of which \$760 is specified for the Pugi Fund to assist promising junior players.
7. Please ask all members to consider the Chess Foundation of Canada when deciding on charitable gifting and/or estate planning. I would be pleased to act as a point of contact for anyone needing further information.

Paul C. Leblanc, Treasurer

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CHESS FOUNDATION OF CANADA
FINANCIAL STATEMENT
YEAR ENDED 30 APRIL 2009

Summary of Receipts and Disbursements

Receipts:

Life Memberships Apr 07 – Apr 08	4,590	
Life Memberships Apr 08 – Jan 09	900	
Donation	240	
Income from Investments	<u>4,684</u>	
	10,414	

Disbursements:

CFC for FY 2007/2008	5,682	
Pugi Fund 2007/2008	820	
Accounting Osborne & Watts FY 2007/2008	<u>300</u>	
	6,802	

Consolidated Balance Sheet

Assets:

Investments	160,857	note 1
Life Memberships Receivable from CFC	<u>540</u>	
	161,397	

Liabilities:

Remit to CFC for FY 2008/2009	3,624	note 2
Remit to CFC from Pugi Fund for FY 2008/2009	760	
Chess Foundation Equity	136,509	
Pugi Fund Equity	<u>20,504</u>	
	161,397	

Note 1 Summary of Investments:

	Cost	Market Value
National Bank 4.5% GIC 22 Jun 09	33,000	33,000
National Bank 4.1% GIC 06 Dec 10	33,000	33,000
Laurentian Bank 4.22% GIC 24 Jan 11	16,000	16,000
CIBC Mortgage 3.25% GIC 6 Mar 12	25,000	25,000
1700 ishares TSX 60 @ 14.24	24,067	24,208
800 TD Bank Preferred Series O @ 19.47	14,858	15,576
700 Royal Bank Preferred Series AG @ 17.98	12,649	12,586
Cash and Money Market Funds	<u>1,487</u>	<u>1,487</u>
	160,061	160,857

Note 2 Calculation of 2008/2009 Remit to CFC and Pugi Fund:

Income from Investments	4,684	
Less 2007/2008 Accounting Fee	<u>-300</u>	
	4,384	
Pugi Fund 20,504 x 4% - \$60 share of Accounting Fee		760
Remainder to CFC		3,624

Prepared by:

Paul Leblanc
Treasurer
31 May 2009