



AUDITORS' REPORT

**To the Members of
Kids Can Free The Children
Toronto, Ontario**

We have audited the statements of financial position of **Kids Can Free The Children** as at March 31, 2008 and 2007 and the statements of changes in net assets, revenue and expenditures and cash flows for the years 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 audits.

Except as explained in the following paragraph, we conducted our audits 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 common with many charitable organizations, the organization derives revenue from donations, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the organization and we were not able to determine whether any adjustments might be necessary to donation revenues, excess or deficiency of revenue over expenditures, assets and net assets.

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of the donations referred to in the preceding paragraph, these financial statements present fairly in all material respects, the financial position of the organization as at March 31, 2008 and 2007, and the results of its operations and cash flows for the years then ended, in accordance with Canadian generally accepted accounting principles.

**Toronto, Canada
May 30, 2008**

Stephen Rabinowicz - Partners LLP

**Chartered Accountants,
Licensed Public Accountants**

Chartered Accountant

Hartley Cohen
C.A., C.F.P., C.P.A.

Marshall R. Egelnic
M.B.A., C.A.

George Grignano
B.B.A., C.A.

Vazken Izakel
B.B.A., C.P.A., C.A.

Harvey Kestenberg
C.A.

Harris Kligman
B.A., C.A.

Ralph Rabinowicz
B.A., C.A.

Larry Stockhamer
B.A., C.A.

2797 John Street
Markham ON L3R 2Y1

T 905.946.1300
F 905.946.9797

enquiries@krp.ca
www.krp.ca

