PEACE REGION ECONOMIC DEVELOPMENT ALLIANCE

Financial Statements

Year Ended March 31, 2008

(Unaudited - See Notice To Reader)

NOTICE TO READER

I have compiled the statement of financial position of Peace Region Economic Development Alliance as at March 31, 2008 and the statements of operations and changes in net assets for the year then ended from information provided by management. I have not performed an audit or a review engagement in respect of these financial statements and, accordingly, I express no assurance thereon. Readers are cautioned that these statements may not be appropriate for their purposes.

Alistair Bain Professional Corporation

Grande Prairie, Alberta
June 19, 2008

CHARTERED ACCOUNTANT

PEACE REGION ECONOMIC DEVELOPMENT ALLIANCE

Statement of Financial Position

March 31, 2008

(Unaudited - See Notice To Reader)

	2008	2007
ASSETS		
CURRENT		
Cash	**$ 121,597**	$ 79,313
Accounts receivable	**12,094**	10,538
	$ 133,691	$ 89,851
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable	**$ 1,500**	$ 3,013
NET ASSETS		
Unrestricted net assets	**132,191**	86,838
	$ 133,691	$ 89,851

PEACE REGION ECONOMIC DEVELOPMENT ALLIANCE

Statement of Operations

Year Ended March 31, 2008

(Unaudited - See Notice To Reader)

	2008	2007
REVENUE		
Grants	**$ 143,073**	$ 153,000
Memberships	**86,315**	85,646
Services and workshops	**-**	13
Project revenue	**3,474**	3,287
	232,862	241,946
EXPENSES		
Advertising and promotion	**43,175**	17,587
Bad debts	**-**	1,402
GST expense	**2,688**	-
Insurance	**1,280**	2,592
Interest and bank charges	**237**	781
Investment attraction	**91,712**	126,783
Meetings and conventions	**4,330**	3,955
Office	**3,762**	1,900
Professional fees	**3,374**	17,828
Program expenses	**32,871**	72,434
Project expenses	**2,513**	-
Rental	**-**	3,084
Repairs and maintenance	**-**	1,105
Salaries and wages	**-**	9,671
Telephone	**722**	1,982
Travel - in region	**886**	10,146
Travel - out of region	**-**	681
	187,550	271,931
OTHER INCOME		
Interest income	**41**	13
EXCESS (SHORTFALL) OF REVENUE OVER EXPENSES	**$ 45,353**	$ (29,972)

PEACE REGION ECONOMIC DEVELOPMENT ALLIANCE
Statement of Changes in Net Assets
Year Ended March 31, 2008
(Unaudited - See Notice To Reader)

	Unrestricted Net Assets	**2008**	2007
NET ASSETS - BEGINNING OF YEAR	$ 86,838	**$ 86,838**	$ 116,811
Excess (shortfall) of revenue over expenses	45,353	**45,353**	(29,972)
NET ASSETS - END OF YEAR	$ 132,191	**$ 132,191**	$ 86,839

1. INCORPORATION AND OPERATIONS

Peace Region Economic Development Alliance was incorporated under the Province of Alberta Business Corporations Act on October 5, 2000. The Alliance is a regional partnership of communities, educational institutions, business groups, industry and government service providers commited to a vision of working together to guide the economic development future of the Peace Country.

The Alliance's mission is "to promote sustainable economic development in the Peace Region." The priorities of the Alliance are: Marketing the region; regional infrastructure; opportunity identification; investment attraction; and regional leadership and partnerships.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Property, plant and equipment

Property, plant and equipment are expensed on acquisition. Property, plant and equipment held include computers, software and office equipment.

Measurement uncertainty

The preparation of financial statements in conformity with Canadian generally accepted accounting principles require 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 expenses during the reporting period. Accounts receivable are stated after evaluation as to their collectibility and an appropriate allowance for doubtful accounts is provided when considered necessary.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in earnings in the period in which they become known.

Volunteer services

Volunteer services contributed on behalf of the Alliance are not recognized in these financial statements.

Revenue recognition

The Alliance follows the deferral method of accounting for contributions. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably assured.

3. INCOME TAXES PAYABLE

The Alliance is exempt from income taxes under Subsection 149 of the Income Tax Act.