

COMPAÑEROS INC.
FINANCIAL STATEMENTS
DECEMBER 31, 2016
(Unaudited - See Notice to Reader)

NOTICE TO READER

On the basis of information provided by management, we have compiled the balance sheet of Compañeros Inc. as at December 31, 2016 and the statement of income and retained earnings for the year then ended.

We have not performed an audit or a review engagement in respect of these financial statements and accordingly, we express no assurance thereon.

Readers are cautioned that these statements may not be appropriate for their purposes.



July 20, 2017
Toronto, Ontario

RSSM LLP
Licensed Public Accountants

COMPAÑEROS INC.
BALANCE SHEET
AS AT DECEMBER 31, 2016
(Unaudited - See Notice to Reader)

	2016	2015
	\$	\$
ASSETS		
CURRENT		
Cash and term deposits	<u>58,568</u>	<u>26,473</u>
CAPITAL ASSETS		
Computer equipment	2,419	2,419
Less: accumulated amortization	<u>2,254</u>	<u>2,089</u>
	165	330
	<u>58,733</u>	<u>26,803</u>

LIABILITIES

CURRENT		
Accounts payable and accrued liabilities	4,259	9,763
Income taxes payable	970	985
Due to shareholder	-	17,995
Unearned revenue	<u>49,990</u>	<u>-</u>
	<u>55,219</u>	<u>28,743</u>

SHAREHOLDER'S EQUITY

CAPITAL STOCK		
Authorized		
Unlimited Common shares		
Unlimited Class A Special shares		
Unlimited Class B Special shares		
Issued		
100 Common shares	100	100
RETAINED EARNINGS (DEFICIT)	<u>3,414</u>	<u>(2,040)</u>
	3,514	(1,940)
	<u>58,733</u>	<u>26,803</u>

APPROVED ON BEHALF OF THE BOARD:

X *Gonzalo Duarte* Director

Duarte, Gonzalo

COMPAÑEROS INC.
STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31, 2016
(Unaudited - See Notice to Reader)
(comparative figures are for the year ended December 31, 2015)

	2016	2015
	\$	\$
REVENUE		
Program fees	41,460	149,611
Sundry income	29,759	4,354
Project donations	22,808	24,221
Project fees	6,725	122,408
Project surplus	<u>-</u>	<u>3,300</u>
	<u>100,752</u>	<u>303,894</u>
EXPENSES		
Administrative expenses - see attached schedule	45,111	67,168
Program expenses - see attached schedule	28,636	101,667
Project expenses - see attached schedule	18,957	81,154
Foreign exchange gain/loss	1,459	(523)
Amortization	<u>165</u>	<u>330</u>
	<u>94,328</u>	<u>249,796</u>
INCOME , before income taxes	6,424	54,098
Income taxes	<u>970</u>	<u>985</u>
NET INCOME , for the year	5,454	53,113
DEFICIT , beginning of year	<u>(2,040)</u>	<u>(55,153)</u>
RETAINED EARNINGS (DEFICIT) , end of year	<u><u>3,414</u></u>	<u><u>(2,040)</u></u>

COMPAÑEROS INC.
SCHEDULE OF PROJECT EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2016
(Unaudited - See Notice to Reader)
(comparative figures are for the year ended December 31, 2015)

	2016	2015
	\$	\$
Local salaries and benefits (Nicaragua)	7,557	13,884
Children, youth education, labour	6,337	12,768
Family housing, labour	2,717	25,349
Health, well-being, labour	1,009	13,799
Contracted labour	811	2,103
Water, Public infrastructure, labour	526	2,329
Management salary (Canada)	-	10,922
	18,957	81,154

COMPAÑEROS INC.
SCHEDULE OF PROGRAM EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2016
(Unaudited - See Notice to Reader)
(comparative figures are for the year ended December 31, 2015)

	2016	2015
	\$	\$
Participant and group needs	15,844	72,976
Local salaries and benefits (Nicaragua)	12,792	17,769
Management salary (Canada)	-	10,922
	28,636	101,667

COMPAÑEROS INC.
SCHEDULE OF ADMINISTRATIVE EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2016
(Unaudited - See Notice to Reader)
(comparative figures are for the year ended December 31, 2015)

	2016	2015
	\$	\$
Office and communication	21,577	28,592
Local salaries and benefits (Nicaragua)	19,013	18,466
Professional services	2,600	2,712
Foreign payroll taxes paid	1,921	6,476
Management salary (Canada)	-	10,922
	45,111	67,168