

Financial Statements of

**KING'S UNIVERSITY COLLEGE AT
THE UNIVERSITY OF WESTERN
ONTARIO**

Year ended April 30, 2007



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AUDITOR'S REPORT

To the Board of Directors

We have audited the statement of financial position of King's University College at The University of Western Ontario as at April 30, 2007 and the statements of operations, changes in fund balances, and cash flows for the year then ended. These financial statements are the responsibility of the College's 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 College as at April 30, 2007, its operations, changes in its fund balances, and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Chartered Accountants, Licensed Public Accountants

London, Canada

July 6, 2007

KING'S UNIVERSITY COLLEGE AT THE UNIVERSITY OF WESTERN ONTARIO

Statement of Financial Position

April 30, 2007, with comparative figures for 2006

	Operating Fund	Restricted Capital	Other	2007 Total	2006 Total
Assets					
Current assets:					
Cash	\$ 1,401,593	\$ -	\$ -	\$ 1,401,593	\$ 231,828
Accounts receivable (note 2)	159,903	70,000	-	229,903	2,115,041
Investments (note 3)	11,320,339	2,391,540	-	13,711,879	10,649,249
Prepaid expenses	55,927	-	-	55,927	42,726
Interfund balances	899,133	(984,618)	85,485	-	-
	13,836,895	1,476,922	85,485	15,399,302	13,038,844
Capital assets (note 4)	-	22,691,621	-	22,691,621	20,020,708
Accrued pension asset (note 5)	-	-	1,528,900	1,528,900	1,968,300
	\$ 13,836,895	\$ 24,168,543	\$ 1,614,385	\$ 39,619,823	\$ 35,027,852

Liabilities and Fund Balances

Current liabilities:					
Accounts payable and accrued liabilities	\$ 1,691,288	\$ -	\$ -	\$ 1,691,288	\$ 1,440,816
Due to King's College Foundation (note 6)	347,412	(155,794)	-	191,618	929,290
Deferred revenue	639,727	130,000	-	769,727	611,151
Current portion of long-term debt (note 7)	-	-	-	-	1,547,525
	2,678,427	(25,794)	-	2,652,633	4,528,782
Long-term debt (note 7)	-	3,500,000	-	3,500,000	3,500,000
Post-employment benefit liability (note 5)	4,571,000	-	-	4,571,000	3,647,000
Fund balances:					
Unrestricted	6,587,468	-	-	6,587,468	4,216,854
Investment in capital assets	-	19,191,621	-	19,191,621	14,973,182
Externally restricted	-	(564,866)	1,614,385	1,049,519	2,137,484
Internally restricted	-	2,067,582	-	2,067,582	2,024,550
	6,587,468	20,694,337	1,614,385	28,896,190	23,352,070
	\$ 13,836,895	\$ 24,168,543	\$ 1,614,385	\$ 39,619,823	\$ 35,027,852

See accompanying notes to financial statements.

On behalf of the Board of Directors:

Director

Director

KING'S UNIVERSITY COLLEGE AT THE UNIVERSITY OF WESTERN ONTARIO

Statement of Operations

Year ended April 30, 2007, with comparative figures for 2006

	Operating Fund	Restricted Capital	Other	2007 Total	2006 Total
Revenue:					
Government grants	\$ 13,165,559	\$ 809,857	\$ 75,190	\$ 14,050,606	\$11,913,030
Tuition	18,126,568	-	-	18,126,568	17,006,976
Investment income	451,642	235,196	-	686,838	453,680
Donations	-	10,000	-	10,000	-
Gifts from King's College Foundation	175,403	69,155	-	244,558	160,080
Sundry	369,962	1,307	-	371,269	275,560
Ancillary operations	2,868,799	-	-	2,868,799	2,679,328
	<u>35,157,933</u>	<u>1,125,515</u>	<u>75,190</u>	<u>36,358,638</u>	<u>32,488,654</u>
Expenditures:					
Instructional	14,060,594	-	-	14,060,594	12,586,801
General and administrative	4,043,400	-	-	4,043,400	3,684,349
Service fee to The University of Western Ontario	2,370,916	-	-	2,370,916	2,150,069
Operation and maintenance of properties	2,073,602	-	-	2,073,602	1,947,381
Employee benefits	3,987,861	-	-	3,987,861	3,714,453
Amortization of capital assets	-	1,489,324	-	1,489,324	1,414,725
Mortgage and loan interest	-	376,870	-	376,870	410,462
Awards and research grants	-	-	73,885	73,885	32,214
Ancillary operations	2,338,066	-	-	2,338,066	2,173,307
	<u>28,874,439</u>	<u>1,866,194</u>	<u>73,885</u>	<u>30,814,518</u>	<u>28,113,761</u>
Excess (deficiency) of revenue over expenditures	6,283,494	(740,679)	1,305	5,544,120	4,374,893
Transfers	(3,912,880)	4,352,280	(439,400)	-	-
Net increase (decrease)	\$ 2,370,614	\$ 3,611,601	\$ (438,095)	\$ 5,544,120	\$ 4,374,893

See accompanying notes to financial statements.

**KING'S UNIVERSITY COLLEGE AT THE UNIVERSITY OF WESTERN
ONTARIO**

Statement of Changes in Fund Balances

Year ended April 30, 2007, with comparative figures for 2006

	Operating Fund	Restricted Capital	Other	2007 Total	2006 Total
Fund balances, beginning of year, as previously reported	\$ 4,216,854	\$ 17,082,736	\$ 2,052,480	\$ 23,352,070	\$18,977,177
Net increase (decrease)	2,370,614	3,611,601	(438,095)	5,544,120	4,374,893
Fund balances, end of year	\$ 6,587,468	\$ 20,694,337	\$ 1,614,385	\$ 28,896,190	\$23,352,070

See accompanying notes to financial statements.

KING'S UNIVERSITY COLLEGE AT THE UNIVERSITY OF WESTERN ONTARIO

Statement of Cash Flows

Year ended April 30, 2007, with comparative figures for 2006

	Operating Fund	Restricted Capital	Other	2007 Total	2006 Total
Cash provided by (used in)					
Operating activities:					
Net increase (decrease)	\$ 6,283,494	\$ (740,679)	\$ 1,305	\$ 5,544,120	\$ 4,374,893
Adjustments for:					
Transfers among funds	(3,912,880)	4,352,280	(439,400)	-	-
Amortization of capital assets	-	1,489,324	-	1,489,324	1,414,725
Increase (decrease) in non-cash working capital	1,626,585	842,033	438,095	2,906,713	2,617,051
	3,997,199	5,942,958	-	9,940,157	8,406,669
Financing and investing activities:					
Net change in investments	(2,827,434)	(235,196)	-	(3,062,630)	(4,669,638)
Purchase of capital assets	-	(4,160,237)	-	(4,160,237)	(2,629,592)
Repayment of long-term debt	-	(1,547,525)	-	(1,547,525)	(1,515,479)
	(2,827,434)	(5,942,958)	-	(8,770,392)	(8,814,709)
Net increase (decrease)	1,169,765	-	-	1,169,765	(408,040)
Cash, beginning of year	231,828	-	-	231,828	639,868
Cash, end of year	\$ 1,401,593	\$ -	\$ -	\$ 1,401,593	\$ 231,828

See accompanying notes to financial statements.

KING'S UNIVERSITY COLLEGE AT THE UNIVERSITY OF WESTERN ONTARIO

Notes to Financial Statements

Year ended April 30, 2007

King's University College at The University of Western Ontario (the "College") is a Liberal Arts college providing post-secondary education programs in Arts, Social Sciences, and Social Work for over 3,000 students. The College is owned and operated by The Roman Catholic Episcopal Corporation of the Diocese of London in Ontario.

1. Significant accounting policy:

(a) Fund accounting:

The financial statements of the College are maintained in accordance with the restricted fund method of accounting. Accordingly, all financial transactions have been recorded in two funds: Operating Fund and Restricted Funds.

The Operating Fund accounts for instructional, administrative and other operational costs financed by tuition, grants and investment income. This fund also accounts for revenue and expenditures related to ancillary operations of residence, food services, conferences and parking.

The Restricted Capital Fund accounts for the acquisition, amortization and disposal of capital assets. The Restricted Other Fund accounts for the receipt and expenditures of research funds and special purpose funds.

(b) Revenue recognition:

The College follows the deferral method of accounting for contributions, which include donations and government grants.

Operating grants are recorded as revenue in the period to which they relate. Grants approved but not received at the end of the year are accrued. Where a portion of a grant relates to a future year, it is deferred and recognized in the subsequent year.

Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Externally restricted contributions are deferred and recognized as revenue in the year in which the related expenses are recognized. Contributions restricted for the purchase of capital assets are deferred, and when expended, are amortized into revenue, at a rate corresponding and the amortization rate for the related capital assets.

Gifts in kind are recorded at their fair market value.

(c) Investments:

Investments consist of readily marketable securities which are carried at the lower of cost and net realizable value. Strip bonds are recorded at cost plus accrued interest in their effective yield.

KING'S UNIVERSITY COLLEGE AT THE UNIVERSITY OF WESTERN ONTARIO

Notes to Financial Statements (continued)

Year ended April 30, 2007

1. Significant accounting policy (continued):

(d) Capital assets:

Purchases of capital assets are recorded at cost. Contributed capital assets are recorded at fair market value at the date of contribution. Amortization is provided on a straight-line basis over the estimated useful life of buildings and on a declining balance basis for all other capital assets. Proceeds of disposals are credited to capital assets. Amortization rates are as follows:

Asset	Basis	Rate
Buildings	Straight-line	40 years
Parking lots	Declining balance	10%
Computer equipment	Declining balance	30%
Equipment and furnishings	Declining balance	20%
Library books	Declining balance	100%

Works of art are not amortized.

(e) Employee future benefits:

The College pension plan, covering full-time faculty, certain part-time faculty and certain non-teaching employees, is a defined benefit pension plan. The cost of pension benefits earned by employees is determined using the projected benefit method prorated on service and is expensed through the Operating Fund as services are rendered. This cost reflects management's best estimates of the pension plan's expected yields, salary escalations, mortality of members, termination and the ages at which members will retire. Differences arising from plan amendments, changes in assumptions and actuarial gains and losses are recognized in income over the expected average remaining service life of employees.

The pension plan requires that the College use surpluses to improve benefits.

Other employees participate in a group registered retirement savings plan.

The College accrues its obligations under employee defined benefit plans and other retirement benefits as the employees render the services necessary to earn them.

KING'S UNIVERSITY COLLEGE AT THE UNIVERSITY OF WESTERN ONTARIO

Notes to Financial Statements (continued)

Year ended April 30, 2007

1. Significant accounting policy (continued):

(f) Use of estimates:

The preparation of financial statements, in accordance with Canadian generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

2. Accounts receivable:

	Operating Fund	Restricted Fund	2007 Total	2006 Total
Government grants receivable	\$ -	\$ -	\$ -	\$ 1,937,549
Students	26,213	-	26,213	23,841
Other	144,917	70,000	214,917	169,570
	171,130	70,000	241,130	2,130,960
Allowance for doubtful accounts	11,227	-	11,227	15,919
	\$ 159,903	\$ 70,000	\$ 229,903	\$ 2,115,041

3. Investments:

	2007		2006	
	Cost	Market value	Cost	Market value
Short-term investments	\$ 11,320,339	\$ 11,388,545	\$ 8,492,905	\$ 8,529,239
Government strip bonds	2,391,540	2,840,518	2,156,344	2,711,905
	\$ 13,711,879	\$ 14,229,063	\$ 10,649,249	\$ 11,241,144

KING'S UNIVERSITY COLLEGE AT THE UNIVERSITY OF WESTERN ONTARIO

Notes to Financial Statements (continued)

Year ended April 30, 2007

3. Investments (continued):

The College has provided for the repayment of the majority of the principal of the 9.17% mortgage by the purchase of government strip bonds. These strip bonds have an effective yield of 10.9% compounded semi-annually and a maturity value as follows:

March 5, 2009	\$ 1,060,000
March 5, 2010	1,060,000
September 5, 2010	1,060,000
	\$ 3,180,000

4. Capital assets:

			2007	2006
	Cost	Accumulated amortization	Net book value	Net book value
Land	\$ 705,713	\$ -	\$ 705,713	\$ 405,713
Buildings	28,340,658	7,941,091	20,399,567	18,005,971
Parking lots	754,628	342,028	412,600	303,386
Computer equipment	2,424,547	1,921,924	502,623	561,465
Equipment and furnishings	4,349,113	3,693,925	655,188	728,243
Library books	5,505,618	5,505,618	-	-
Works of art	15,930	-	15,930	15,930
	\$ 42,096,207	\$ 19,404,586	\$ 22,691,621	\$ 20,020,708

KING'S UNIVERSITY COLLEGE AT THE UNIVERSITY OF WESTERN ONTARIO

Notes to Financial Statements (continued)

Year ended April 30, 2007

5. Employee future benefits:

The interval between actuarial valuations for the defined benefit pension plan does not exceed three years with the most recent valuation prepared as at January 1, 2007. In the years between valuations, an extrapolation of the actuarial valuation is used to determine the market related value of the plan assets and the projected benefit obligations.

The College updated the actuarial value in June, 2007 and this determined there would be no change to the components of net periods pension cost for the year ended April 30, 2007.

	Pension Benefit Plans		Post-employment Plans	
	2007	2006	2007	2006
Accrued benefit obligation	\$ 25,904,600	\$ 21,844,600	\$ 7,858,000	\$ 6,458,000
Fair value of plan assets	25,654,900	22,625,600	-	-
Fund status, surplus (deficit)	\$ (249,700)	\$ 781,000	\$ (7,858,000)	\$ (6,458,000)
Accrued benefit asset (liability)	\$ 1,528,900	\$ 1,968,300	\$ (4,571,000)	\$ (3,647,000)

Accrued benefit obligation and fair value of plan assets includes \$453,900 in optional flexible contributions made by members of the Plan.

	Pension Benefit Plans		Post-employment Plans	
	2007	2006	2007	2006
Expense	\$ 824,100	\$ 775,700	\$ 976,000	\$ 885,000
Benefits paid	173,300	1,003,900	52,000	47,000

KING'S UNIVERSITY COLLEGE AT THE UNIVERSITY OF WESTERN ONTARIO

Notes to Financial Statements (continued)

Year ended April 30, 2007

5. Employee future benefits (continued):

The significant actuarial assumptions adopted in measuring the College's accrued benefit obligation are as follows:

	Pension Benefit Plans		Post-employment Plans	
	2007	2006	2007	2006
Discount rate	5.50%	5.50%	5.75%	5.75%
Expected long-term rate of return of plan assets	6.50%	6.50%	-	-
Rate of compensation increase	4.75%	4.75%	-	-

The assumed health care cost trend is 10% per annum, grading to 5% per annum after five years.

6. Transactions with King's College Foundation:

Revenues of King's College Foundation are received by and expenditures are paid by the College on behalf of the Foundation, giving rise to an on-going amount receivable from or payable to the Foundation.

The College provides a maximum subsidy of \$120,000 (2006 - \$70,000) to assist in the operation of the Foundation.

The Foundation holds funds of \$5,306,826 (2006 - \$4,182,165), the benefit of which is to be used for the College.

**KING'S UNIVERSITY COLLEGE AT THE UNIVERSITY OF WESTERN
ONTARIO**

Notes to Financial Statements (continued)

Year ended April 30, 2007

7. Long-term debt:

	2007	2006
4.21% term loan, payable \$6,818 monthly plus interest, maturing November 30, 2006	\$ -	\$ 702,273
5.54% term loan, payable \$5,548 monthly including interest, maturing May 31, 2010	-	845,252
9.17% mortgage, interest only of \$160,475 payable semi-annually, maturing July 1, 2012	3,500,000	3,500,000
	<u>3,500,000</u>	<u>5,047,525</u>
Less current portion	-	1,547,525
	<u>\$ 3,500,000</u>	<u>\$ 3,500,000</u>

During fiscal 2007, the College repaid the 4.21% term loan and the 5.54% term loan with penalty and accordingly there is no current portion of long-term debt.

Required future principal repayments are as follows:

2008	\$ -
2009	-
2010	-
2011	-
2012	-
Thereafter	3,500,000

8. Financial instruments:

The College's short-term financial instruments, comprised of cash, accounts receivable, accounts payable and accrued liabilities, deferred revenue, and due to King's College Foundation are carried at cost, which, due to their short-term nature, approximate their fair value. The fair value of the long-term debt amounts has not been disclosed as the information is not readily available. Management believes that the fair values of these amounts are not significantly different than their carrying values.

KING'S UNIVERSITY COLLEGE AT THE UNIVERSITY OF WESTERN ONTARIO

Notes to Financial Statements (continued)

Year ended April 30, 2007

9. Commitments under operating leases:

At April 30, 2007, the College has lease commitments for photocopiers and cars. Minimum annual lease payments not including operating expenses, due over the next five years are expected to be as follows:

2008	\$	100,204
2009		85,994
2010		60,536
2011		47,309
2012		27,367
Thereafter		8,798

10. Commitment:

On June 15, 2005 the College signed a 10 year agreement with Aramark Canada Ltd whereby, in conjunction with their food service operations, Aramark shall invest a maximum of \$800,000 for the purchase and installation of equipment and facility improvements. At the end of the agreement, the purchased equipment shall be transferred to the College. In the event the College terminates the agreement during its term, the College has agreed to purchase the equipment from Aramark at a price equal to the undepreciated book value at the termination date.

11. Comparative figures:

Certain of the prior period's figures have been reclassified to conform to the current year presentation.



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AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION

To the Board of Directors

We have audited and reported separately herein on the consolidated financial statements of King's University College at The University of Western Ontario as at and for the year ended April 30, 2007 in accordance with Canadian generally accepted auditing standards.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole in accordance with Canadian generally accepted accounting principles. The current year's supplementary information is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Chartered Accountants, Licensed Public Accountants

London, Canada

July 6, 2007

**KING'S UNIVERSITY COLLEGE AT THE UNIVERSITY OF WESTERN
ONTARIO**

Schedule - Operating Fund

Year ended April 30, 2007, with comparative figures for 2006

	Operations		Ancillary		2007 Total	2006 Total
Revenue	\$	32,289,134	\$	2,868,799	35,157,933	\$ 32,010,148
Expenditures		26,536,373		2,338,066	28,874,439	26,256,360
Increase in fund balances before transfers		5,752,761		530,733	6,283,494	5,753,788
Transfer from Restricted Other Fund		439,400		-	439,400	391,000
Transfer to Restricted Capital Fund for acquisitions		(2,513,157)		(617,001)	(3,130,158)	(2,508,909)
Transfer to Restricted Capital Fund for long-term debt repayments		-		(1,222,122)	(1,222,122)	(1,582,759)
Transfer to Restricted Capital Fund		-		-	-	(304,630)
Net increase (decrease)		3,679,004		(1,308,390)	2,370,614	1,748,490
Fund balances, beginning of year		3,652,890		563,964	4,216,854	2,468,364
Fund balances, end of year	\$	7,331,894	\$	(744,426)	\$ 6,587,468	\$ 4,216,854

KING'S UNIVERSITY COLLEGE AT THE UNIVERSITY OF WESTERN ONTARIO

Schedule - Operating Fund Expenditures

Year ended April 30, 2007, with comparative figures for 2006

	2007	2006
Instructional:		
Salaries	\$ 11,041,001	\$ 9,803,528
Scholarships and bursaries	1,814,256	1,748,533
Research grants, learned society and guest lectures	234,750	186,294
Transportation and travel	265,532	274,889
Marking	98,693	75,445
Teaching program assistance	132,891	122,481
Office expenses	114,850	108,636
Telephone	16,029	14,229
Teaching aids	49,044	31,940
Small furnishings, equipment rentals and maintenance	10,861	12,678
Library supplies and binding	8,549	19,088
Memberships and dues	9,636	9,601
Interview and moving expenses	41,634	20,283
Sundry	222,868	159,176
	\$ 14,060,594	\$ 12,586,801
General and administrative:		
Office salaries	\$ 2,897,328	\$ 2,700,513
Telephone	58,575	59,492
Office supplies	125,812	83,244
Promotional material	120,602	118,233
Student counseling	17,350	15,650
Special events	31,472	23,493
Small furnishings, equipment rentals and maintenance	156,479	154,475
Liaison	90,896	89,467
Travel	32,613	29,273
Postage	77,772	37,538
Audit	19,821	44,044
College calendar	-	10,034
Centre for social concern, net	7,862	7,326
Chapel	54,211	20,575
Chapel social action fund	49	130
Membership fees	32,702	27,522
Legal fees	67,225	18,038
Name change and branding	-	2,396
Bad debts	-	24,917
Sundry	240,031	195,389
King's College Foundation subsidy	120,000	70,000
King's College Foundation donation	-	60,000
Less internal cost recovery, ancillary operations	(107,400)	(107,400)
	\$ 4,043,400	\$ 3,684,349

KING'S UNIVERSITY COLLEGE AT THE UNIVERSITY OF WESTERN ONTARIO

Schedule - Operating Fund Expenditures (continued)

Year ended April 30, 2007, with comparative figures for 2006

	2007	2006
Operating and maintenance for property:		
Wages	\$ 1,142,938	\$ 1,111,903
Property taxes	230,175	215,550
Utilities	332,251	313,426
Repairs and renovations	225,548	160,490
Insurance	78,563	103,130
Supplies	43,828	29,898
Small furnishings, equipment rentals and maintenance	22,401	17,198
Sundry	20,739	18,627
Less internal cost recovery, ancillary operations	(22,841)	(22,841)
	\$ 2,073,602	\$ 1,947,381

KING'S UNIVERSITY COLLEGE AT THE UNIVERSITY OF WESTERN ONTARIO

Schedule - Revenue and Expenditures of Ancillary Operations

Year ended April 30, 2007, with comparative figures for 2006

	Residence and dining hall		Other	2007 Total	2006 Total			
Revenue:								
Residence and cafeteria fees	\$	2,459,492	\$	-	\$	2,459,492	\$	2,289,729
Licensed operations		-		13,793		13,793		12,672
Parking		-		206,905		206,905		208,186
Conferences		-		79,749		79,749		105,936
Sundry		9,701		99,159		108,860		62,805
		2,469,193		399,606		2,868,799		2,679,328
Expenditures:								
Food services		947,377		32,431		979,808		954,440
Salaries and wages		642,012		73,042		715,054		612,361
Utilities		197,551		10,026		207,577		209,624
Repairs and maintenance		115,517		9,853		125,370		79,838
Liquor, beer, wine and supplies		-		8,409		8,409		7,611
Laundry		-		5,720		5,720		3,378
Cleaning supplies		36,087		-		36,087		42,102
Small furnishings and supplies		30,619		-		30,619		42,292
Sundry		45,328		17,163		62,491		54,730
Internal cost allocation:								
General and administrative		103,355		4,045		107,400		107,400
Plant		18,797		4,044		22,841		22,841
Employee benefits		36,690		-		36,690		36,690
		2,173,333		164,733		2,338,066		2,173,307
Excess of revenue over expenditures	\$	295,860	\$	234,873	\$	530,733	\$	506,021

KING'S UNIVERSITY COLLEGE AT THE UNIVERSITY OF WESTERN ONTARIO

Schedule - Investment in Capital Assets

Year ended April 30, 2007, with comparative figures for 2006

	2007	2006
Balance, beginning of year	\$ 14,973,182	\$ 12,242,836
Principal repayments on long-term debt from Operating Fund	845,252	1,172,297
Principal repayments on long-term debt paid by Restricted Capital Fund	702,273	343,182
Capital funds expended on buildings and installed equipment	1,030,080	120,683
Operating funds expended on furniture, equipment and library books	3,118,543	2,507,518
Gifts in kind from King's College Foundation	11,615	1,391
	20,680,945	16,387,907
Amortization of capital assets	(1,489,324)	(1,414,725)
Balance, end of year	\$ 19,191,621	\$ 14,973,182

**KING'S UNIVERSITY COLLEGE AT THE UNIVERSITY OF WESTERN
ONTARIO**

Schedule - Restricted Capital Fund

Year ended April 30, 2007

	Balance, beginning of year	Grants and other revenues	Expenditures	Transfers	Balance, end of year
Externally restricted:					
Academic Centre	\$ 85,004	\$ 69,155	\$ (16,752)	\$ (702,273)	\$ (564,866)
Internally restricted:					
General	(131,195)	821,164	(1,013,328)	-	(323,359)
Residence	2,155,745	235,196	-	-	2,390,941
	2,024,550	1,056,360	(1,013,328)	-	2,067,582
	\$ 2,109,554	\$ 1,125,515	\$ (1,030,080)	\$ (702,273)	\$ 1,502,716

**KING'S UNIVERSITY COLLEGE AT THE UNIVERSITY OF WESTERN
ONTARIO**

Schedule - Restricted Other Fund

Year ended April 30, 2007

	Balance, beginning of year	Grants and other revenues	Expenditures	Transfers	Balance, end of year
Externally restricted:					
Research	\$ 84,180	\$ 75,190	\$ (73,885)	\$ -	\$ 85,485
Pension	1,968,300	-	-	(439,400)	1,528,900
	\$ 2,052,480	\$ 75,190	\$ (73,885)	\$ (439,400)	\$ 1,614,385