

PENDER ADULT SERVICES, INC.

Statements of Financial Position

June 30, 2004 and 2003

	<u>2004</u>	<u>2003</u>
<u>Assets</u>		
Current assets:		
Cash and cash equivalents	\$ 901,877	\$ 898,518
Accounts receivable, net of allowance for doubtful accounts of \$1,000 in 2004 and 2003	113,283	122,845
Other accounts receivable	55,655	99,923
Prepaid expenses	<u>15,295</u>	<u>501</u>
Total current assets	1,086,110	1,121,787
Assets limited as to use by trustee for loan reserve	31,605	31,605
Premiums receivable	115,000	110,000
Property and equipment, net	<u>2,398,037</u>	<u>2,459,379</u>
Total assets	<u>\$ 3,630,752</u>	<u>\$ 3,722,771</u>

<u>Liabilities and Net Assets</u>		
Current liabilities:		
Current portion of long-term debt	\$ 9,906	\$ 9,457
Accounts payable	35,615	38,138
Accrued expenses	<u>188,797</u>	<u>182,197</u>
Total current liabilities	234,318	229,792
Long-term debt, less current portion	<u>449,003</u>	<u>458,330</u>
Total liabilities	<u>683,321</u>	<u>688,122</u>
Unrestricted net assets	<u>2,947,431</u>	<u>3,034,649</u>
Total liabilities and net assets	<u>\$ 3,630,752</u>	<u>\$ 3,722,771</u>

The accompanying notes are an integral part of these financial statements.