

YEAR ENDED DECEMBER 31, 2006

FINANCIAL STATEMENTS

(a charitable organization)

HUMANITY FIRST

operating as

RELIEF INTERNATIONAL INC.

1. Auditors' Report to the Directors
2. Statement of Financial Position
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Toronto, Ontario,
April 10, 2008.

CHARTERED ACCOUNTANTS
Licensed Public Accountants

Berman Lofchick Lum

Respectfully submitted,

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 and fundraising referred to in the preceding paragraphs, these financial statements present fairly, in all material respects, the financial position of the organization as at December 31, 2006 and the results of its operations and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

As is the case of most charitable organizations in receipt of funds by donations and fundraising, verification of such items was impractical beyond accounting for amounts recorded in the accounts of the organization, and we were not able to determine whether adjustments might be necessary to contributions, excess of revenues over expenses, current assets and net assets.

Except as explained in the following paragraphs, 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.

We have audited the statement of financial position of the Relief International Inc., operating as Humanity First as at December 31, 2006 and the statements of change in net assets, operations and cash flows for the year 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 audit.

AUDITORS' REPORT

197 SHEPPARD AVENUE WEST
2ND FLOOR
TORONTO, ONTARIO M2N 1M9
TELEPHONE: (416) 229-9360
FAX: (416) 229-9375
email: berman@lofchick.com
winh31@rogers.com
wllum@rogers.com

JERRY BERMAN, B.Sc. CA,
MARSHALL LOFCHICK, B.A. (HONS.) CA,
WINSTON LUM, B.Comm. CA.

BERMAN, LOFCHICK & LUM, LLP
CHARTERED ACCOUNTANTS

RELIEF INTERNATIONAL INC.

operating as

HUMANITY FIRST

(a charitable organization)

STATEMENT OF FINANCIAL POSITION

DECEMBER 31, 2006

	2006	2005
ASSETS		
Current		
Cash	\$ 11,662	\$ 111,815
LIABILITIES		
Current		
Accounts payable and accrued liabilities	\$ 3,000	\$ 1,500
NET ASSETS		
Unrestricted net assets	8,662	110,315
	<u>\$ 11,662</u>	<u>\$ 111,815</u>

Approved on behalf of the Board:

 Director

 Director

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

BERMAN, LOFCHICK & LUM, LLP
 CHARTERED ACCOUNTANTS

YEAR ENDED DECEMBER 31, 2006

STATEMENT OF CHANGES IN NET ASSETS

(a charitable organization)

HUMANITY FIRST

operating as

RELIEF INTERNATIONAL INC.

	2006 Total	2005 Total
BALANCE - Beginning of year	\$ 110,315	\$ 110,315
- Excess (deficiency) of revenues over expenses	(101,653)	110,315
BALANCE - End of year	\$ 8,662	\$ 110,315

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

BERMAN, LOFCHICK & LUM, LLP
 CHARTERED ACCOUNTANTS

RELIEF INTERNATIONAL INC.
 operating as
 HUMANITY FIRST
 (a charitable organization)
 STATEMENT OF OPERATIONS
 YEAR ENDED DECEMBER 31, 2006

	2006	2005
REVENUES		
Other contributions	\$ 16,819	\$ 42,482
Donations - received	<u>3,215</u>	<u>69,420</u>
EXPENSES	<u>20,034</u>	<u>111,902</u>
Charitable program expenses	120,000	-
Professional fees	1,500	1,500
Bank charges	<u>187</u>	<u>87</u>
	<u>121,687</u>	<u>1,587</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	<u><u>\$ (101,653)</u></u>	<u><u>\$ 110,315</u></u>

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

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RELIEF INTERNATIONAL INC.

operating as

HUMANITY FIRST

(a charitable organization)

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2006

1. PURPOSE OF THE ORGANIZATION

To carry-out humanitarian relief work wherever required in the world, to and for victims of natural and man made disasters including floods, famines, earthquakes, war, aggression, illness or any other misfortune of life that may befall. To provide goods and services to the victims as required. To help relieve poverty and deprivation that may exist anywhere in the world, particularly among the vulnerable segment of the community including the elderly, children, widows/widowers, orphan, prisoners of conscience, victim of human right violators, refugees and others. This assistance can take various shapes e.g. providing for housing at low cost and its maintenance, temporary accommodation, food means of education for children, providing for training to bring about self-sufficiency and self-reliance and general welfare of appropriate kind. To help promote health and education particularly in Africa where the need is acutely felt in those areas.

The organization is incorporated under the Ontario Corporations Act as a non-profit charitable organization and is a registered charity under the Income Tax Act, registration number 87254 1040 RR0001 and is exempt from income taxes under Section 149 of the Income Tax Act.

2. SIGNIFICANT ACCOUNTING POLICY

Receipts for all government grants are recorded in these financial statements on the cash basis. Therefore, the amounts recorded in these financial statements correspond to the actual amounts received during the fiscal year.

3. STATEMENT OF CASH FLOWS

A statement of cash flows has not been provided as it would not provide any additional meaningful information.