

**World Wildlife Fund Canada - Fonds
mondial pour la nature Canada and
World Wildlife Fund Canada
Foundation - Fondation du fonds
mondial pour la nature Canada**

Combined Financial Statements
June 30, 2008

September 19, 2008

Auditors' Report

**To the Members of
World Wildlife Fund Canada - Fonds mondial pour la nature Canada and World Wildlife Fund Canada
Foundation - Fondation du fonds mondial pour la nature Canada**

We have audited the combined statement of financial position of **World Wildlife Fund Canada - Fonds mondial pour la nature Canada and World Wildlife Fund Canada Foundation - Fondation du fonds mondial pour la nature Canada** (hereinafter, collectively, WWF-Canada) as at June 30, 2008, the combined statement of operations and changes in fund balances and the combined statement of specific operating funds and changes in fund balances for the year then ended. These combined financial statements are the responsibility of WWF-Canada's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as explained in the following paragraph, 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 common with many charitable organizations, WWF-Canada derives a portion of its revenue from fundraising, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of donation revenue, other than Planned Giving, was limited to the amounts recorded in the records of WWF-Canada and we were not able to determine whether any adjustments might be necessary to revenue, excess (deficiency) of revenue over grants and expenses and fund balances.

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 revenue referred to in the preceding paragraph, these combined financial statements present fairly, in all material respects, the financial position of WWF-Canada as at June 30, 2008 and the results of its operations and its cash flows and the changes in its fund balances for the year then ended in accordance with Canadian generally accepted accounting principles. As required by the Canada Corporations Act, we report that, in our opinion, these principles, where applicable, have been applied on a basis consistent with that of the preceding year.

PricewaterhouseCoopers LLP

Chartered Accountants, Licensed Public Accountants

WWF-Canada

Combined Statement of Financial Position

As at June 30, 2008

	2008 \$	2007 \$
Assets		
Cash and interest earning deposits	9,827,015	5,806,902
Fixed income securities (note 3)	3,198,934	3,043,649
Accounts receivable	501,723	613,172
Prepaid expenses	49,388	72,509
	<hr/>	<hr/>
	13,577,060	9,536,232
Investments (note 6)	9,355,281	7,206,418
Property and equipment - net (note 4)	579,944	594,845
	<hr/>	<hr/>
	23,512,285	17,337,495
Liabilities		
Accounts payable and accrued liabilities	1,774,573	1,192,952
	<hr/>	<hr/>
	21,737,712	16,144,543
Fund Balances		
Operating Funds		
Unrestricted (note 7(a))	2,536,285	1,415,412
Restricted (note 7(b))	5,615,875	5,539,786
	<hr/>	<hr/>
	8,152,160	6,955,198
Capital Funds		
In Trust and Other Capital (note 8)	10,319,795	7,515,068
Planned Giving (note 9)	2,685,813	1,079,432
Property and Equipment (note 9)	579,944	594,845
	<hr/>	<hr/>
	13,585,552	9,189,345
	<hr/>	<hr/>
	21,737,712	16,144,543

Approved by the Board of Directors

_____ Director

_____ Director

WWF-Canada

Combined Statement of Operations and Changes in Fund Balances For the year ended June 30, 2008

					2008	2007
	Operating Funds \$	In Trust and Other Capital \$	Planned Giving \$	Property and Equipment \$	Total \$	Total \$
Revenue						
Donations						
Individuals	10,516,749	1,680,225	5,409,366	-	17,606,340	12,287,399
Corporations	1,927,219	-	-	-	1,927,219	3,755,442
Foundations	3,304,225	-	-	-	3,304,225	2,675,848
Other non-profit	290,765	-	-	-	290,765	101,439
Government	780,476	-	-	-	780,476	770,533
WWF family (note 5)	450,810	-	-	-	450,810	226,643
Earned revenues						
Sponsorship, marketing events, fees and sales	1,488,528	-	-	-	1,488,528	1,312,017
Investment earnings	353,910	543,035	-	-	896,945	1,018,080
	19,112,682	2,223,260	5,409,366	-	26,745,308	22,147,401
Grants and expenses						
Program implementation	8,339,123	-	-	-	8,339,123	6,704,840
Research and grants	2,514,286	-	-	-	2,514,286	2,774,835
Conservation awareness (note 10)	5,336,445	-	-	-	5,336,445	4,649,123
Lobbying	53,677	-	-	-	53,677	127,584
Total conservation expenditure	16,243,531	-	-	-	16,243,531	14,256,382
Fundraising and administration (notes 10 and 11)	5,394,910	43,253	216,902	-	5,655,065	4,208,998
Amortization	-	-	-	335,447	335,447	336,094
	21,638,441	43,253	216,902	335,447	22,234,043	18,801,474
Excess (deficiency) of revenue over grants and expenses	(2,525,759)	2,180,007	5,192,464	(335,447)	4,511,265	3,345,927
Fund balances - Beginning of year	6,955,198	7,515,068	1,079,432	594,845	16,144,543	12,798,616
Adjustment to investment values - July 1, 2007 (note 2)	-	1,757,933	-	-	1,757,933	-
Current year unrealized losses on investments	-	(676,029)	-	-	(676,029)	-
Interfund transfers (note 9)	3,722,721	(457,184)	(3,586,083)	320,546	-	-
Fund balances - End of year	8,152,160	10,319,795	2,685,813	579,944	21,737,712	16,144,543

WWF-Canada

Combined Statement of Specific Operating Funds and Changes in Fund Balances For the year ended June 30, 2008

	2008								2007	
	Climate Change \$	Greater Antilles \$	Mackenzie River Basin \$	North West Atlantic \$	Pacific \$	Conservation Science, Policy & Planning \$	Species at Risk \$	General \$	Total \$	Total \$
Revenue										
Donations										
Individuals	-	21,750	41,881	219,765	80	41,970	150,710	10,040,593	10,516,749	10,088,534
Corporations	106,000	120,000	53,055	53,506	383,292	560,773	128,284	522,309	1,927,219	3,755,442
Foundations	136,640	353,879	244,500	101,921	699,841	1,246,068	227,700	293,676	3,304,225	2,675,848
Other non-profit	100,000	14,112	-	-	26,069	9,888	600	140,096	290,765	101,439
Government	33,004	194,482	160,664	82,000	42,862	10,550	180,929	75,985	780,476	770,533
WWF family (note 5)	135,093	-	34,982	202,131	-	-	78,604	-	450,810	226,643
Earned revenues										
Product sales, promotions and fees	-	-	-	22,220	15,400	10,600	64,280	1,376,028	1,488,528	1,312,017
Investment earnings	-	-	-	-	19,930	-	466	333,514	353,910	274,259
	510,737	704,223	535,082	681,543	1,187,474	1,879,849	831,573	12,782,201	19,112,682	19,204,715
Grants and expenses										
Program implementation	817,952	661,522	1,272,153	1,092,934	2,213,468	1,607,041	653,034	21,019	8,339,123	6,704,840
Research and grants	125,093	488,070	273,237	35,890	144,290	335,997	971,286	140,423	2,514,286	2,774,835
Conservation awareness (note 10)	-	-	-	-	-	-	-	5,336,445	5,336,445	4,600,421
Lobbying	1,953	-	6,623	18,243	-	23,800	3,058	-	53,677	127,584
Total conservation expenditure	944,998	1,149,592	1,552,013	1,147,067	2,357,758	1,966,838	1,627,378	5,497,887	16,243,531	14,207,680
Fundraising and administration (notes 10 and 11)	-	-	-	-	-	-	-	5,394,910	5,394,910	4,092,254
	944,998	1,149,592	1,552,013	1,147,067	2,357,758	1,966,838	1,627,378	10,892,797	21,638,441	18,299,934
Excess (deficiency) of revenue over grants and expenses	(434,261)	(445,369)	(1,016,931)	(465,524)	(1,170,284)	(86,989)	(795,805)	1,889,404	(2,525,759)	904,781
Fund balances - Beginning of year	275,128	471,637	983,901	473,596	882,940	711,935	1,225,081	1,930,980	6,955,198	3,840,277
Interfund transfers (note 9)										
Operating	500,511	321,883	667,284	477,303	949,346	1,068,309	631,776	(4,433,227)	183,185	-
Property and Equipment	-	-	-	-	-	-	-	(320,546)	(320,546)	(382,429)
Planned Giving	-	-	-	-	-	-	-	3,402,898	3,402,898	1,950,713
Transfer from WWF Foundation	-	-	-	-	-	-	9,303	447,881	457,184	641,856
Fund balances - End of year	341,378	348,151	634,254	485,375	662,002	1,693,255	1,070,355	2,917,390	8,152,160	6,955,198
Unrestricted	-	-	-	-	-	-	-	2,536,285	2,536,285	1,415,412
Restricted	341,378	348,151	634,254	485,375	662,002	1,693,255	1,070,355	381,105	5,615,875	5,539,786
	341,378	348,151	634,254	485,375	662,002	1,693,255	1,070,355	2,917,390	8,152,160	6,955,198

WWF-Canada

Notes to Combined Financial Statements

June 30, 2008

1 Basis of presentation

These financial statements represent the combined financial statements of the individual entities, World Wildlife Fund Canada (the Fund) and World Wildlife Fund Canada Foundation (the Foundation), collectively WWF-Canada. The Fund is a national registered charity formed to raise and disburse funds for the purpose of promoting conservation of Canadian fauna, flora, forests, landscapes, water, soils and other natural resources by conducting scientific research and undertaking public awareness activities. The Foundation is a registered Canadian charitable foundation and is the legal body responsible for administering assets donated to be held In Trust and Other Capital Funds designated by the Board of Directors.

Audited financial statements for each of these entities, as at and for the year ended June 30, 2008, are available.

2 Summary of significant accounting policies

These combined financial statements have been prepared by WWF-Canada's management in accordance with Canadian generally accepted accounting principles. A statement of cash flows has not been presented, as it would not contain any additional useful information, not already disclosed in these financial statements.

Revenue recognition

WWF-Canada follows the restricted fund method of accounting for contributions. Restricted contributions relating to capital funds are recognized as revenue of the restricted fund to which they relate, when received. Restricted contributions specifically earmarked for conservation projects are allocated to the appropriate fund, when received. Investment income is recognized as revenue in the appropriate fund when earned. Unrestricted revenues are recognized as revenue of the General Fund, when received. Interest from fixed income securities is recognized using the effective interest rate method.

Fixed income securities

Fixed income securities are classified as available-for-sale and are recorded at their fair value.

Investments

The investments are classified as available-for-sale and are recorded at fair value.

Investment income is reported as revenue. Unrealized gains and losses on these financial assets are included directly in funds, until the assets are disposed of, and the related gain or loss is realized, at which time the gain or loss is reported in operations.

Transaction costs and investment management fees associated with the acquisition and disposal of these investments are expensed as incurred. The purchases and sales of investments are accounted for using trade-date accounting.

WWF-Canada

Notes to Combined Financial Statements

June 30, 2008

Financial instruments

The fair values of interest earning deposits, accounts receivable, and accounts payable and accrued liabilities approximate their carrying values due to their short maturities. Fixed income securities and investments are classified as available-for-sale and are recorded at their fair value.

WWF-Canada is subject to interest rate risk and currency risk with respect to its investments.

Change in accounting policy

In April 2005, The Canadian Institute of Chartered Accountants (CICA) issued new Handbook standards on financial instruments, which are contracts that give rise to a financial asset of one party and a financial liability or equity instrument of another party. Section 3855, Financial Instruments - Recognition and Measurement, addresses when financial instruments should be recognized and how they should be measured. Section 3861, Financial Instruments - Disclosure and Presentation, provides standards on how financial instruments should be classified in financial statements and the unrelated disclosure requirements. WWF-Canada adopted both standards for the year ended June 30, 2008.

As a result of adopting these standards, WWF-Canada determined that fixed income securities and investments should be classified as available-for-sale, which requires the investments to be measured at fair value. Consequently, at July 1, 2007, investments and the related funds were increased by \$1,757,933. The annual unrealized change in fair value of the fixed income securities and the investments will be recorded as an adjustment to the respective fund balances. Realized gains and losses on disposition of these financial instruments, and any investment income earned thereon will be recorded in operations.

Property and equipment

Amounts required for the purchase of property and equipment are transferred from the General Fund to the Property and Equipment Fund.

Property and equipment acquired for specific international projects are expensed immediately. Artwork is capitalized but not amortized as its value appreciates. Donated property and equipment are recorded at their estimated fair value. If a fair value cannot be reasonably determined, the donated asset is recorded at nominal value.

Property and equipment held for regular operations are capitalized and amortized as follows:

Furniture and fixtures	straight-line over 3 - 8 years
Leasehold improvements	straight-line over the term of the lease
Computer software	straight-line over 2 years
Computer hardware	straight-line over 3 years
Office equipment	straight-line over 3 years

WWF-Canada

Notes to Combined Financial Statements

June 30, 2008

Donated materials and services

Donated materials and services (donations in-kind) are not recognized in the combined statement of operations. Donations of media space and television time are disclosed in the notes to the combined financial statements at an approximation of fair value. Donations of time by volunteers to assist WWF-Canada in carrying out its programs are not reflected in the notes because there is no objective basis to determine the fair value of these services.

Foreign currency

Monetary assets and liabilities denominated in foreign currencies are translated into Canadian dollars at the rates of exchange in effect at the combined statement of financial position date. Investments are translated at the rate prevailing at the date of purchase. Revenue and expenses are translated at the rates prevailing at the time of the respective transaction.

Use of estimates

The preparation of combined financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of certain assets and liabilities as at the combined statement of financial position date and certain revenues and expenses during the reporting period. Actual results may differ from those estimates.

3 Fixed income securities

Fixed income securities consist of bonds and money market instruments. As at June 30, 2008, the maturity dates of these securities ranged between December 2008 and June 2012, with interest rates varying between 3.55% and 4.10%.

4 Property and equipment

	2008		
	Cost	Accumulated amortization	Net
	\$	\$	\$
Furniture and fixtures	521,757	372,008	149,749
Leasehold improvements	862,319	758,193	104,126
Computer software	343,093	289,801	83,292
Computer hardware	1,168,709	938,281	230,428
Office equipment	219,148	213,583	5,565
Artwork	6,784	-	6,784
	<u>3,121,810</u>	<u>2,541,866</u>	<u>579,944</u>

WWF-Canada

Notes to Combined Financial Statements

June 30, 2008

	2007		
	Cost	Accumulated amortization	Net
	\$	\$	\$
Furniture and fixtures	438,224	340,958	97,266
Leasehold improvements	860,686	619,327	241,359
Computer software	247,357	226,500	20,857
Computer hardware	1,034,208	808,439	225,769
Office equipment	214,005	211,195	2,810
Artwork	6,784	-	6,784
	<u>2,801,264</u>	<u>2,206,419</u>	<u>594,845</u>

5 Related party transactions

WWF-Canada received funding for various projects from WWF family members, as shown below. The related disbursements are recorded as grants or program implementation expenses.

	2008	2007
	\$	\$
International	149,032	5,556
Netherlands	188,192	146,065
United Kingdom	34,982	30,163
United States	66,304	25,875
Norway	12,300	18,984
	<u>450,810</u>	<u>226,643</u>

As a result of the National Organization Agreement between WWF-Canada and World Wide Fund for Nature International (WWF International) dated June 6, 1995, a fee is paid by WWF-Canada to WWF International, headquartered in Gland, Switzerland, for services and benefits primarily related to conservation program implementation and awareness. The fee amounted to \$1,465,706 (2007 - \$1,134,289).

6 Investments

At July 1, 2007, investments were increased by \$1,757,933 to reflect a change in accounting policy whereby investments are carried at fair value, not at cost, which is how investments had been recorded in prior years.

	2008	2007
	\$	\$
Fixed income securities	3,420,958	3,049,550
Equity shares	4,528,975	3,026,659
Equity pooled funds	1,405,348	1,130,209
	<u>9,355,281</u>	<u>7,206,418</u>

WWF-Canada

Notes to Combined Financial Statements

June 30, 2008

- a) Fixed income securities consist of bonds and money market instruments. As at June 30, 2008, the maturity dates of these securities ranged between July 2009 and June 2067, with interest rates varying between 3.6% and 8.5%.
- b) Included in investments are amounts that are subject to currency risk and which will be settled in US dollars (CA\$2,650,254 (2007 - CA\$2,864,664)) at year-end.

7 Operating Funds

The Board of Directors has determined that WWF-Canada should maintain certain levels of working capital for continuing operations in both unrestricted and restricted Operating Funds to ensure stability of operations and maintain momentum in the conservation programs. The Board has further determined that, in seeking a return on capital, such funds shall be invested with the objective of avoiding loss of capital.

a) Unrestricted Operating Funds

These funds are used to support ongoing operations. WWF-Canada seeks to have funds on hand to cover on average the next three months of unrestricted operating expenses.

b) Restricted Operating Funds

Certain conservation programs are not undertaken until an appropriate level of specific funds or pledges has been received. WWF-Canada plans on the basis that specific funds on hand or pledges secured must exceed the related expenditure planned for the next six months. Normally, funds received are expended within twelve months but sometimes funds received relate to multi-year programs and commitments and are held for more than twelve months. Details of these restricted Operating Funds are as follows:

	2008	2007
	\$	\$
Climate Change	341,378	275,128
Greater Antilles	348,151	471,637
Mackenzie River Basin	634,254	983,901
North West Atlantic	485,375	473,596
Pacific	662,002	882,940
Conservation Science, Policy & Planning	1,693,255	711,935
Species at Risk	1,070,355	1,225,081
General - Education and other	381,105	515,568
	<hr/>	<hr/>
	5,615,875	5,539,786

WWF-Canada

Notes to Combined Financial Statements

June 30, 2008

Climate Change

Represents designated resources used in working with government, corporations and individuals to decrease greenhouse gas emissions and ensure the effects of climate change are as minimal as possible by improving energy efficiency (e.g., of buildings and major appliances), encouraging demand for clean, renewable power and increasing clean and “green” energy supply by promoting proactive companies that offer energy alternatives, and in developing ecoregional management plans for adaptation to the impacts that climate change is likely to have on habitat and species.

Greater Antilles

Represents designated resources used to develop and promote plans and measures to create marine protected areas in Cuba, advance sustainable fisheries and tourism through community initiatives, and to protect priority species within the region on behalf of the WWF Network.

Mackenzie River Basin

Represents designated resources used to safeguard ecosystems in this northern region through partnerships with government agencies, industry and Aboriginal communities. The focus for much of this work is participation in the Mackenzie Valley Pipeline hearings process, to ensure conservation principles are embedded in the pipeline project, and in the implementation of the NWT Protected Areas Strategy through support of local communities in their land use planning.

North West Atlantic

Represents designated resources used in the Atlantic region to work with government, industry, fishers, scientists and local communities to protect priority habitats and species, reduce pollution in the marine environment, strengthen relevant government policies and programs, and advance sustainable use of ocean resources. The focus of the work is the establishment of a network of marine protected areas in Atlantic Canada, the long-term restoration and protection of the Grand Banks, and reduction of cod, coral and right whale bycatch in fishing gear.

Pacific

Represents designated resources used in the Pacific region in working with conservation groups, First Nations, scientists, governments, industry and local communities to identify and promote establishment of a network of marine protected areas on the Pacific Coast, advance ecosystem based management in the Pacific North Coast region, identify and protect species at risk and work with selected forest sector companies to improve the sustainability of their operations.

WWF-Canada

Notes to Combined Financial Statements

June 30, 2008

Conservation Science, Policy & Planning

Represents designated resources primarily used to help regional programs deliver on goals by developing WWF Network alliances and other partnerships to address threats and opportunities that require action at national or international levels (e.g., global industries). This includes work with forest sector companies to advance sustainable forest management through the Forest Stewardship Council (FSC) certification in Canada's commercial forest estate and increase market support for FSC wood products. It also includes resources used to advance implementation of progressive oceans policies and provide momentum to support implementation of regional marine conservation work. Resources are also used to monitor, report and evaluate conservation program performance as well as address issues of emerging importance to WWF, such as conservation of freshwater ecosystems.

Species at Risk

Represents designated resources applied through the Endangered Species Recovery Fund to fund high-quality research and advocacy projects for the recovery of wildlife at risk, led by universities and conservation groups across Canada.

General - education and other

Represents designated resources used to support WWF-Canada's Schools for Wildlife program, which promotes conservation action by Canadian youth.

8 In Trust and Other Capital Funds

Details of the In Trust and Other Capital Funds are as follows:

	2008	2007
	\$	\$
Signatures Fund	378,377	329,353
Canadian Conservation Trust	3,752,831	3,269,776
200 Canadians Trust	1,917,744	1,668,873
"1001" Nature Trust	2,154,669	1,281,746
Beryl Ivey Conservation Fund	1,013,904	-
Brocklehurst-Jourard Education Fund	929,010	813,533
The Kenneth M. Molson Fund for Endangered Birds	173,260	151,787
	<hr/>	<hr/>
	10,319,795	7,515,068

The funds are invested to produce income and preserve capital. Each year a pay-out based on 5% of the average fair value of the investments for each of the funds for the previous two years is transferred to the Operating Funds.

WWF-Canada

Notes to Combined Financial Statements

June 30, 2008

Signatures Fund

This fund represents money received from WWF International to be made available for building a larger membership base. Income is available to help offset administrative costs. The capital can be used for special fundraising activities at the discretion of the Board.

Canadian Conservation Trust

This fund was started with funds received for a Rainforest Campaign and has been supplemented over the years with unrestricted bequests and capital contributions. The Trust also includes allocations, as determined annually by the Board, of the monies received from bequests to the Planned Giving program, net of the Planned Giving expenses. Income is available to help offset conservation program costs. The capital can be used for special projects at the discretion of the Board.

200 Canadians Trust

This permanent endowment represents the contribution from individuals concerned about conserving Canada's natural heritage. Income is available to help offset the administration costs. Individuals may join only when there are openings and by contributing \$5,000 to the Trust.

“1001” Nature Trust

This permanent endowment originated as a WWF International program to further the cause of conservation. Individuals may join by making a one-time contribution of US\$25,000 of which 50% is forwarded to WWF International. The balance is invested in the Trust to provide income to help offset administrative expenses. Subsequent donations are added to the Trust and income thereon is also available to help offset administrative expenses.

Beryl Ivey Conservation Fund

The Beryl Ivey Conservation Fund was established as a permanent endowment in 2008, with a gift from the estate of long-time WWF-Canada supporter and former Board member, Beryl Ivey. Income from the Fund is to be directed to the support of conservation projects in the Carolinian Zone of Southwestern Ontario.

Brocklehurst-Jourard Education Fund

This fund represents a donation from the estate of Marilyn Anne Brocklehurst-Jourard set up as a permanent endowment, which provides income to be contributed to the Education program. This program is for children aged four to fourteen, and concentrates on protection and preservation of wildlife and wildlife habitat.

WWF-Canada

Notes to Combined Financial Statements

June 30, 2008

The Kenneth M. Molson Fund for Endangered Birds

This permanent endowment was established in 1997 and received annual contributions for five years through to 2001. Further monies were contributed through a 50% match from the Fund. Income is available for endangered bird projects.

9 Funds and interfund transfers

Operating Funds

Discretionary revenues remaining in the General Operating Fund are available for a variety of projects within each conservation program and are transferred as required.

Planned Giving Fund

All bequests received from the planned giving program are initially recorded in the Planned Giving Fund. Each year the directors determine the amount of monies to be allocated to the General Operating Fund. Any monies not allocated to the General Operating Fund are transferred to the Canadian Conservation Trust Fund in the Foundation.

Property and Equipment Fund

The Property and Equipment Fund represents the net investment in WWF-Canada's property and equipment as described in note 4. Amounts required for the purchase of property and equipment are transferred from the General Operating Fund to the Property and Equipment Fund.

10 Donations in-kind

WWF-Canada received donations of media space and television time in support of its conservation programs. The approximate fair values of these donations, which are not recorded in the combined statement of operating funds, are as follows:

	2008 \$	2007 \$
Conservation awareness		
Climate Change	3,924,193	2,875,558
North West Atlantic	-	315,630
	<hr/> 3,924,193	<hr/> 3,191,188
Fundraising and administration - operating	<hr/> 423,912	<hr/> 354,577

11 Fundraising and administration

Fundraising and administration expenses are comprised of fundraising of \$4,556,271 (2007 - \$3,244,135) and administration of \$1,098,794 (2007 - \$964,863).

WWF-Canada

Notes to Combined Financial Statements

June 30, 2008

12 Lease commitments

WWF-Canada leases office equipment and premises under the terms of various lease agreements. Future annual payments under agreements presently in force are as follows:

	\$
2009	774,600
2010	729,919
2011	676,563
2012	613,250
2013	513,000
2014	128,250
	<hr/>
	3,435,582
	<hr/>

13 Directors' remuneration

The directors of the Fund and the Foundation receive no remuneration in their roles as directors.

14 Future accounting changes

The following summarizes future accounting changes that will be relevant to WWF-Canada's combined financial statements subsequent to the current year, specifically July 1, 2008 for WWF-Canada.

a) Capital disclosures

The CICA has issued a new accounting standard that establishes requirements for capital disclosures (Section 1535, Capital Disclosures), which will require disclosure of an entity's objectives, policies and processes for managing capital, quantitative data about what is considered capital and whether an entity has complied with any capital requirements and the consequences of non-compliance with such capital requirements.

b) Financial instruments

The CICA has issued new accounting standards on financial instruments (Section 3862, Financial Instruments - Disclosure, and Section 3863, Financial Instruments - Presentation) that revise and enhance the current disclosure requirements. The new disclosures will provide additional information on the nature and extent of risks arising from financial instruments to which WWF-Canada is exposed and how it manages those risks.

c) Going concern

The CICA has amended the accounting standard on going concern (Section 1400, General Standards of Financial Statement Presentation). These amendments require management to disclose any uncertainties that cast significant doubt upon WWF-Canada's ability to continue as a going concern. In determining whether such uncertainties exist, management must assess all available information about the future.