HFN GRAVEL LIMITED PARTNERSHIP
Financial Statements
Year ended March 31, 2012

(Unaudited - see Notice to Reader)

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Be A Front Runner...

Presley & Partners

NOTICE TO READER

On the basis of information provided by management, we have compiled the statement of financial position of HFN Gravel Limited Partnership as at March 31, 2012 and the statements of changes in partners' equity and financial performance 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.

PRESLEY & PARTNERS
Chartered Accountants

Courtenay, B.C.

November 14, 2012

HFN GRAVEL LIMITED PARTNERSHIP

STATEMENT OF FINANCIAL POSITION
MARCH 31, 2012
(Unaudited - see Notice to Reader)

ASSETS		2012
CURRENT ASSETS		
Accounts receivable	$	21,605
Sales tax receivable		2,601
		24,206
PROPERTY AND EQUIPMENT - at cost		
Gravel pit		81,142
Equipment		160,038
		241,180
Less accumulated amortization		20,641
		220,539
	$	244,745

LIABILITIES AND PARTNERS' EQUITY		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	$	140
Current portion of long-term debt		18,567
		18,707
LONG-TERM DEBT		15,692
		34,399
PARTNERS' EQUITY		210,346
	$	244,745

Approved by the Partners

_____ Partner

_____ Partner

HFN GRAVEL LIMITED PARTNERSHIP

STATEMENT OF CHANGES IN PARTNERS' EQUITY
YEAR ENDED MARCH 31, 2012
(Unaudited - see Notice to Reader)

	HFN Development LP	*0845887 B.C. Ltd.*	*2012 Total*
PARTNERS' EQUITY AT BEGINNING OF YEAR	$ -	$ -	$ -
Net income for the year	63,210	63	63,273
Capital contributed	147,073	-	147,073
PARTNERS' EQUITY AT END OF YEAR	$ 210,283	$ 63	$ 210,346

HFN GRAVEL LIMITED PARTNERSHIP
STATEMENT OF FINANCIAL PERFORMANCE
YEAR ENDED MARCH 31, 2012
(Unaudited - see Notice to Reader)

		2012
REVENUE	$	158,326
EXPENSES		
Amortization		20,641
Freight		2,700
Fuel		2,527
Insurance		999
Interest on long-term debt		2,166
Licences and dues		1,793
Professional fees		7,482
Repairs and maintenance		17,510
Subcontracts		8,733
Supplies		794
Wages and employee benefits		28,917
Workers' compensation		791
		95,053
NET INCOME FOR THE YEAR	$	63,273