



Le 11 décembre, 2007

Ministère de l'Éducation, du Loisir et du Sport
Madame Hélène Guenette, directrice
Direction des systèmes et contrôle
Enseignement supérieur
1035, De La Chevrotière, 19^e étage
Québec (Québec) G1R 5A5

Objet : Fondation universitaire de l'Université Concordia – exercice financier 2007

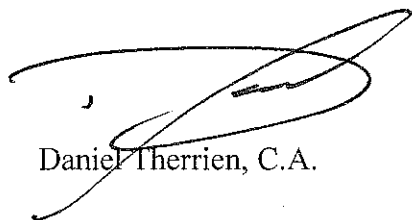
Madame Guenette,

La présente est pour vous confirmer que la Fondation universitaire de l'université Concordia (« la Fondation ») est demeurée inactive pendant l'exercice financier 2007. Aucun état financier de la Fondation n'a donc été produit pour cette période.

Vous trouverez ci-joint un extrait des états financiers de l'Université Concordia au 31 mai 2007 confirmant le statut inactif de la Fondation.

En espérant que vous trouverez le tout à votre satisfaction, nous vous prions d'agréer, Madame Guenette, l'expression de nos meilleurs sentiments.

Le directeur des opérations comptables,



Daniel Therrien, C.A.

Concordia University

Notes to Financial Statements

May 31, 2007

(Amounts in tables are in thousands of dollars.)

13 - RELATED PARTY TRANSACTIONS

Concordia University Foundation (the "Foundation") must use its resources exclusively to advance the mission of the University. The Foundation is incorporated under the Canada Corporations Act and is a registered charity under both the Income Tax Act (Canada) and the Taxation Act (Québec). Resources of the Foundation amounting to \$11,344,000 (\$4,793,000 in 2006) have been transferred to the University, in accordance with the wishes of donors. At year-end, an amount of \$7,341,000 (3,089,000 in 2006) remained receivable by the University. As at May 31, 2007, of donations received by the University, \$2,381,000 (5,439,000 in 2006) remained payable to the Foundation. The assets, liabilities and fund balances of the Foundation total \$138,527,530, \$18,970,613 and \$119,556,916 respectively at May 31, 2007.

eConcordia.com Inc. is wholly owned by the Foundation and is engaged in providing courses for the advancement of learning on electronic or other new media, enhancing access to higher education and training and providing for continuing education at the local, regional, national or international levels.

During the year, Concordia University contributed an amount of \$207,000 (\$250,000 in 2006) to eConcordia.com Inc. for operating expenses, measured at the exchange amount.

In addition, service fees were paid to eConcordia.com Inc. for the delivery of courses to students of the University. The expense amounted to approximately \$1,782,000 (\$1,493,000 in 2006). As at May 31, 2007, the University had accounts payable to eConcordia.com Inc. for services fees totalling \$294,000 (\$754,000 in 2006).

The University exercises a significant influence over Fondation universitaire de l'Université Concordia (the "Fondation"). By law, the Fondation's resources must be used exclusively to promote and financially support the teaching and research activities of the University. The Fondation was created by Order-In-Council 834-97, dated June 25, 1997, of the provincial government, in accordance with the Loi sur les fondations universitaires. As a mandatory of the Crown, it is recognized as a charitable organization under both the Income Tax Act (Canada) and the Taxation Act (Québec). In 2007, the Fondation remained inactive.

14 - PENSION PLAN

The Pension Plan for the Employees of Concordia University (the "Pension Plan") is a defined benefit pension plan covering eligible employees of Concordia University. The Pension Plan is registered with the Régie des rentes du Québec.

Pension funding

The last actuarial valuation of the Pension Plan, for funding purposes, was performed as of December 31, 2006 by Mercer Human Resource Consulting using the projected unit credit actuarial cost method. As at that date, the Pension Plan had a funding excess of \$26,120,000. Based on the results of this valuation and on the University's long-term funding policy, a contribution of \$13,534,000 was made during the fiscal year (\$11,393,000 in 2006). This contribution has been reported as the pension expense for this fiscal year.