



SCHEDULE OF EXPENSES, MARCH 31, 2012

Below is the Allocation of Expenses between the Compensation Fund and the TICO Asset for the year ended March 31, 2012.

This analysis is an addendum to the Audited Financial Statements of TICO and Annual Report for the year ended March 31, 2012. TICO's total operational expenses are disclosed in the Statement of Operations which is part of the Audited Financial statements.

TICO's operations are funded solely by Registrants. TICO has two revenue streams namely contributions to the Compensation Fund (Fund) and Registration Fees. TICO's net assets are made up of the Fund which are restricted monies and the TICO Asset which are the unrestricted monies.

Contributions to the Fund are attributed to the Fund while Registration Fees are attributed to the TICO Asset. Investment income is allocated to both the Fund and the TICO Asset on a proportional basis.

Operational expenses are allocated between the Fund and the TICO Asset while direct Fund expenses such as claims are allocated to the Fund. The allocation of operational expenses is based on estimates of how resources, including staff, are expended to manage the Fund and TICO's overall operations. For accounting purposes, in essence two distinct assets (the Fund and TICO Asset) are recognized, however TICO is one organization and expenses are allocated accordingly between the two assets.

	TOTAL	COMPENSATION	
	\$	FUND	TICO
	\$	\$	\$
ADMINISTRATIVE EXPENSES			
Salaries & Benefits	1,624,406	893,424	730,982
Consumer and Registrant Awareness	574,226	315,824	258,402
Inspections & Compliance	495,502	495,502	-
Board Meeting Expense	222,899	122,594	100,305
Rent	187,510	103,131	84,379
General and Office	169,999	93,499	76,500
Ontario Government oversight fees	109,111	60,011	49,100
Computer	98,191	54,005	44,186
Insurance	40,392	22,216	18,176
Professional Fees	27,713	15,242	12,471
Travel	7,878	4,333	3,545
Credit checks	7,851	4,318	3,533
Consumer Advisory Committee	3,339	1,836	1,503
Regulatory Reform and Education Standards	(43)	(24)	(19)
Amortization	57,538	31,646	25,892
	3,626,512	2,217,557	1,408,955
Net claims expense	441,321	441,321	-
TOTAL EXPENSES	4,067,833	2,658,878	1,408,955

RECONCILIATION OF EXCESS OF (EXPENSES OVER REVENUES)

	TOTAL	COMPENSATION	TICO
	\$	FUND	\$
		\$	
REVENUE			
Registration Revenue	1,424,727	-	1,424,727
Semi-annual assessments	682,229	682,229	-
Investment Income	1,357,708	1,330,206	27,502
	<u>3,464,664</u>	<u>2,012,435</u>	<u>1,452,229</u>
TOTAL REVENUE	3,464,664	2,012,435	1,452,229
	<u>4,067,833</u>	<u>2,658,878</u>	<u>1,408,955</u>
TOTAL EXPENSES	4,067,833	2,658,878	1,408,955
EXCESS OF (expenses over revenues)	<u>(603,169)</u>	<u>(646,443)</u>	<u>43,274</u>