

**MEDICINE HAT CO-OP LIMITED**  
**Medicine Hat, Alberta**

**STATEMENT OF OPERATIONS**  
**for the year ended October 31, 2010**

	<u>THIS YEAR</u>	<u>%</u>	<u>LAST YEAR</u>	<u>%</u>
SALES	138,566,281	100.0	132,903,683	100.0
Cost of Goods Sold	<u>120,934,802</u>	<u>87.3</u>	<u>115,145,213</u>	<u>86.6</u>
Gross Margin	<u>17,631,479</u>	<u>12.7</u>	<u>17,758,470</u>	<u>13.4</u>
 EXPENSES				
Operating and Administration	17,345,183	12.5	16,132,787	12.1
Interest Revenue (Note 9)	<u>(380,111)</u>	<u>(0.3)</u>	<u>(581,100)</u>	<u>(0.4)</u>
	<u>16,965,072</u>	<u>12.2</u>	<u>15,551,687</u>	<u>11.7</u>
SAVINGS FROM OPERATIONS	666,407	0.5	2,206,783	1.7
Patronage Refunds	<u>8,437,786</u>	<u>6.1</u>	<u>8,378,834</u>	<u>6.3</u>
SAVINGS BEFORE INCOME TAXES AND PATRONAGE REFUND TO MEMBERS (Note 1)	<u>9,104,193</u>	<u>6.6</u>	<u>10,585,617</u>	<u>8.0</u>
 DISTRIBUTION OF SAVINGS				
Patronage Refund to Members	8,351,361		8,872,198	
Provision for Income Taxes	449,691		1,856,654	
Retained Savings	<u>303,141</u>		<u>(143,235)</u>	
	<u>9,104,193</u>		<u>10,585,617</u>	