

CANADIAN SHEEP BREEDERS ASSOCIATION

FINANCIAL INFORMATION

DECEMBER 31, 2024

Compilation Engagement Report

To the directors:
Canadian Sheep Breeders Association

On the basis of information provided by management, we have compiled the statement of financial position of Canadian Sheep Breeders Association as at December 31, 2024, the statements of operations, changes in net assets and cash flows for the year then ended, and note 1, which describes the basis of accounting applied in the preparation of the compiled financial information ("financial information").

Management is responsible for the accompanying financial information, including the accuracy and completeness of the underlying information used to compile it and the selection of the basis of accounting.

We performed this engagement in accordance with Canadian Standard on Related Services (CSRS) 4200, Compilation Engagements, which requires us to comply with relevant ethical requirements. Our responsibility is to assist management in the preparation of the financial information.

We did not perform an audit engagement or a review engagement, nor were we required to perform procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an audit opinion or a review conclusion, or provide any form of assurance on the financial information.

Readers are cautioned that the financial information may not be appropriate for their purposes.

MORRISON CPA
Professional Corporation

Innisfil, Ontario
March 18, 2025

MORRISON CPA Professional Corporation
Authorized to practice public accounting by the
Chartered Professional Accountants of Ontario

CANADIAN SHEEP BREEDERS ASSOCIATION

Statement of Financial Position

As at December 31

2024

2023

ASSETS

Current

Cash	\$ 73,073	\$ 21,402
Short term investment	379,600	404,600
Accounts receivable	3,570	4,468
Prepaid expenses	<u>2,505</u>	<u>2,643</u>
	<u>\$ 458,748</u>	<u>\$ 433,113</u>

LIABILITIES

Current

Accounts payable and accrued liabilities	\$ 37,020	\$ 26,314
Deferred revenue	<u>200</u>	<u>-</u>
	<u>37,220</u>	<u>26,314</u>

NET ASSETS

Restricted (Research)	139,471	133,459
Unrestricted	<u>282,057</u>	<u>273,340</u>
	<u>421,528</u>	<u>406,799</u>
	<u>\$ 458,748</u>	<u>\$ 433,113</u>

CANADIAN SHEEP BREEDERS ASSOCIATION

Statement of Operations

For the year ended December 31

	2024	2023
REVENUES		
Registrations	\$ 289,016	\$ 307,745
Interest	22,340	4,285
Dividend income	<u>775</u>	<u>356</u>
	<u>312,131</u>	<u>312,386</u>
EXPENDITURES		
Advertising and promotion	27,994	30,220
Insurance	4,360	4,182
Interest and bank charges	205	507
Management salaries	41,686	50,154
Memberships, dues, and fees	4,665	5,661
Miscellaneous	10,275	9,520
Office and general	22,420	21,610
Professional fees	4,817	4,387
Research and development	14,750	-
Taxes and licenses	162,133	175,125
Telephone and utilities	648	591
Travel	<u>3,449</u>	<u>40,642</u>
	<u>297,402</u>	<u>342,599</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u><u>\$ 14,729</u></u>	<u><u>\$ (30,213)</u></u>

CANADIAN SHEEP BREEDERS ASSOCIATION

Statement of Changes in Net Assets For the year ended December 31, 2024

	Restricted (Research)	Unrestricted	Total 2024	Total 2023
BALANCE, BEGINNING OF YEAR	\$ 133,459	\$ 273,340	\$ 406,799	\$ 437,012
Excess (deficiency) of revenues over expenditures	-	14,729	14,729	(30,213)
Allocation to restricted	<u>6,012</u>	<u>(6,012)</u>	<u>-</u>	<u>-</u>
BALANCE, END OF YEAR	<u><u>\$ 139,471</u></u>	<u><u>\$ 282,057</u></u>	<u><u>\$ 421,528</u></u>	<u><u>\$ 406,799</u></u>

CANADIAN SHEEP BREEDERS ASSOCIATION

Statement of Cash Flows

For the year ended December 31

	2024	2023
OPERATING ACTIVITIES		
Excess (deficiency) of revenues over expenditures	\$ 14,729	\$ (30,213)
Change in non-cash working capital items		
Short term investment	25,000	68,365
Accounts receivable	898	(1,088)
Prepaid expenses	138	1,838
Accounts payable and accrued liabilities	10,706	(35,076)
Deferred revenue	<u>200</u>	<u>-</u>
NET INCREASE IN CASH	51,671	3,826
CASH, BEGINNING OF YEAR	<u>21,402</u>	<u>17,576</u>
CASH, END OF YEAR	<u><u>\$ 73,073</u></u>	<u><u>\$ 21,402</u></u>

CANADIAN SHEEP BREEDERS ASSOCIATION

Note to the Financial Information

For the year ended December 31, 2024

1. Basis of accounting

The basis of accounting applied in the preparation of the statement of financial position of Canadian Sheep Breeders Association as at December 31, 2024 and the statements of operations, changes in net assets and cash flows for the year then ended is the historical cost basis and reflects cash transactions with the addition of the following:

- ♦ Investments have been recorded at fair value as determined from the broker's statement
- ♦ Accounts receivable are recorded on an accrual basis
- ♦ Prepaid expenses are recorded on an accrual basis
- ♦ Accounts payable and accrued liabilities are recorded on an accrual basis
- ♦ Registration revenue is recognized when received
- ♦ Interest revenue is recognized when earned
- ♦ Government grants are recognized when received (or approved)