THE WASKESIU FOUNDATION INC.

FINANCIAL STATEMENTS

MARCH 31, 2025

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying financial statements of The Waskesiu Foundation have been prepared by the Foundation's management in accordance with Canadian accounting standards for not-for-profit organizations and necessarily include some amounts based on informed judgement and management estimates.

To assist management in fulfilling its responsibilities, a system of internal controls has been established to provide reasonable assurance that the financial statements are accurate and reliable and that assets are safeguarded.

The Board of Directors has reviewed and approved these financial statements.

The financial statements have been examined by the independent auditors, Virtus Group LLP, and their report is presented separately.

Treasurer

Board Chair

Saskatoon, Saskatchewan

VIRTUS GROUP
Chartered Professional Accountants & Business Advisors LLP

INDEPENDENT AUDITOR'S REPORT

To the Members of The Waskesiu Foundation Inc.

Opinion

We have audited the financial statements of The Waskesiu Foundation Inc. (the Foundation), which comprise the statement of financial position as at March 31, 2025, and the statements of changes in net assets, operations and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Foundation as at March 31, 2025, and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Foundation in accordance with ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Foundation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Foundation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Foundation's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

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- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Foundation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Foundation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

July 3, 2026
Saskatoon, Saskatchewan

Virtus Group LLP
Chartered Professional Accountants

VIRTUS GROUP

THE WASKESIU FOUNDATION INC.
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2025

	2025	2024
ASSETS		
Current		
Cash and cash equivalents *(Note 3)*	$ 179,946	$ 54,290
Short-term investments *(Note 4)*	484,136	513,893
Accounts receivable	7,066	5,129
Prepaid expenses and deposits	3,737	14,494
	674,885	587,806
Restricted endowment cash and investments *(Notes 5, 6)*	114,531	103,252
Long-term investments *(Note 5)*	53,337	37,244
	$ 842,753	$ 728,302
LIABILITIES		
Current		
Accounts payable and accrued liabilities	$ 15,889	$ 8,976
NET ASSETS		
Operating Fund	287,109	380,870
Project Fund	425,225	235,205
Endowment Fund	114,530	103,251
	826,864	719,326
	$ 842,753	$ 728,302

ON BEHALF OF THE BOARD

_____ *Director*

_____ *Director*

See accompanying notes to the financial statements

THE WASKESIU FOUNDATION INC.
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED MARCH 31, 2025

	Operating Fund	Project Fund	Endowment Fund	2025	2024
NET ASSETS - BEGINNING OF YEAR	$ 380,870	$ 235,205	$ 103,251	$ 719,326	$ 644,758
Excess of revenue over expenses	113,188	(16,929)	-	96,259	62,555
Interfund transfers *(Note 7)*	(206,949)	206,949	-	-	-
Endowment contributions	-	-	100	100	-
Endowment interest earned	-	-	11,179	11,179	12,013
NET ASSETS - END OF YEAR	$ 287,109	$ 425,225	$ 114,530	$ 826,864	$ 719,326

See accompanying notes to the financial statements

THE WASKESIU FOUNDATION INC.
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2025

	Operating Fund	Project Fund	2025	2024
Revenue				
Donations and fundraising	$ 164,254	$ 177,219	$ 341,473	$ 205,985
Investment income	32,041	-	32,041	34,070
	196,295	177,219	373,514	240,055
Expenses				
Bank charges	1,301	-	1,301	553
Brochures and other media	1,147	-	1,147	1,815
Fundraiser expenses	44,165	-	44,165	27,416
Insurance	1,525	-	1,525	2,031
Memberships	7,374	-	7,374	2,239
Office and administration	19,079	-	19,079	21,962
Professional fees	8,516	-	8,516	8,907
Townsite improvements	-	194,148	194,148	112,577
	83,107	194,148	277,255	177,500
Excess (deficiency) of revenue over expenses	$ 113,188	$ (16,929)	$ 96,259	$ 62,555

See accompanying notes to the financial statements

THE WASKESIU FOUNDATION INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2025

	2025	2024
Cash flows from operating activities		
Excess of revenue over expenses	$ 96,259	$ 62,555
Changes in non-cash working capital *(Note 8)*	45,490	(33,055)
Cash flows from operating activities	141,749	29,500
Cash flows from investing activities		
Increase to long-term investments	(16,093)	(37,244)
Increase to restricted endowment cash and investments	(11,279)	(12,013)
Endowment interest earned	11,279	12,013
Cash flows from investing activities	(16,093)	(37,244)
Increase (decrease) in cash flow	125,656	(7,744)
Cash and cash equivalents - beginning of year	54,290	62,034
Cash and cash equivalents - end of year	$ 179,946	$ 54,290

See accompanying notes to the financial statements

1. Nature of Operations

The Waskesiu Foundation Inc. (the "Foundation") is registered in Saskatchewan under *The Non-Profit Corporations Act, 2022* and is a Registered Charity. The Foundation engages in activities that are beneficial to the Waskesiu townsite and surrounding area.

The Foundation is not taxable for income tax purposes under section 149 of the Income Tax Act.

2. Summary of significant accounting policies

(a) Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNFPO).

(b) Measurement uncertainty

The preparation of financial statements in conformity with ASNFPO requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

(c) Fund accounting

The Foundation accounts for its operations using the following funds:

The Operating Fund accounts for the administrative and operating activities of the Foundation.

The Project Fund accounts for the donations, expenditures, and internally restricted funds that are committed to ongoing projects.

The Endowment Fund accounts for the accumulation of externally restricted endowment contributions. Interest income from endowment investments is reported in the Endowment Fund.

(d) Cash and cash equivalents

Cash and cash equivalents include petty cash, cash on deposit, deposits and cheques issued and outstanding at the reporting date, and mutual funds.

(e) Financial instruments

Financial asset and financial liabilities are recorded on the statement of financial position when the Foundation becomes party to the contractual provisions of the financial instrument. The Foundation initially measures its financial assets and financial liabilities at fair value, except for certain related party transactions that are measured at the carrying amount or exchange amount, as appropriate.

The Foundation subsequently measures all its financial assets and financial liabilities at cost or amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value of these financial instruments are recognized in net income. Fair value is the amount at which a financial instrument could be exchanged at arm's length between willing, unrelated parties in an open market.

The Foundation's recognized financial instruments include cash and cash equivalents, investments, accounts receivable, accounts payable and accrued liabilities.

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2. Summary of significant accounting policies *(continued)*

(f) Contributed services

The operations of the Foundation depend on both the contribution of time by volunteers and donated materials from various sources. The fair value of donated materials and services cannot be reasonably determined and are therefore not reflected in these financial statements.

(g) Revenue recognition

The Foundation follows the restricted fund method of accounting for contributions.

Restricted contributions are recognized as revenue in the fund corresponding to the purpose for which they were contributed. Restricted contributions for which no corresponding fund is presented must be recognized in Operating Fund using the deferral method of accounting for contributions whereby revenues are recognized as the expenditures are incurred.

Unrestricted contributions are recognized as revenue of the Operating Fund in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Contributions received and interest earned for the Endowment Fund are recognized as a direct increase to net assets.

(h) Tangible capital assets

Tangible capital assets are expensed in the year they are purchased. Proceeds from disposals of capital assets are recorded as revenue in the year they are received.

3. Cash and cash equivalents

	2025	2024
Cash on hand	$ 750	$ 750
Bank - BMO	109,987	50,504
Bank - lottery raffle	3,107	3,036
Investments - cash account	66,102	-
	$ 179,946	$ 54,290

4. Short-term investments

Short-term investments consist of GICs that bear interest at rates ranging from 3.87% to 4.97% (2024 - 5.25% to 5.72%) maturing between June 25, 2025 and November 25, 2026 (2024 - between June 2024 and February 2025).

5. Long-term investments

Investments consist of publicly traded equities held within Wellington-Altus. These investments are classified as long-term.

6. Restricted endowment cash and investments

Restricted endowment cash and investments consists of equities held by BMO. The balance is restricted in order to fund the Endowment Fund.

7. Interfund transfers

Interfund transfers consist of operating funds internally restricted by the Board to be used towards ongoing projects.

8. Changes in non-cash working capital

	2025	2024
Accounts receivable	$ (1,937)	$ 1,241
Short-term investments	29,757	(24,552)
Accounts payable and accrued liabilities	6,913	2,215
Prepaid expenses and deposits	10,757	(11,959)
	$ 45,490	$ (33,055)

9. Financial risk management

The Foundation is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Foundation's risk exposure and concentration as of March 31, 2025.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Foundation's exposure to liquidity risk is dependent on the receipt of funds from its donors and other related sources. Funds from these sources are primarily used to finance working capital and capital expenditure requirements, and are considered adequate to meet the Foundation's financial obligations.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. The Foundation is exposed to interest rate risk primarily through its investments.

Unless otherwise noted, it is management's opinion that the Foundation is not exposed to significant other risks arising from these financial instruments.

10. Comparative figures

Some of the comparative figures have been reclassified to conform to the current year's presentation.