

Financial Statements of

FUTURPRENEUR FOUNDATION

And Independent Auditor's Report thereon

Year ended March 31, 2024

**KPMG LLP**

Vaughan Metropolitan Centre
100 New Park Place, Suite 1400
Vaughan, ON L4K 0J3
Canada
Telephone 905 265 5900
Fax 905 265 6390

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Futurpreneur Foundation

Opinion

We have audited the financial statements of Futurpreneur Foundation (the Entity), which comprise:

- the statement of financial position as at March 31, 2024
- the statement of operations for the year then ended
- the statement of changes in net assets for the year then ended
- the statement of cash flows for the year then ended
- and notes to the financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Entity as at March 31, 2024, and its results of operations and its 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 auditor's report.

We are independent of the Entity in accordance with the 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.



Emphasis of Matter - Comparative Information

We draw attention to Note 5 to the financial statements ("Note 5"), which explains that certain comparative information presented for the year ended March 31, 2023 has been restated.

Note 5 explains the reason for the restatement and also explains the adjustments that were applied to restate certain comparative information.

Our opinion is not modified in respect of this matter.

Other Matter - Comparative Information

As part of our audit of the financial statements for the year ended March 31, 2024, we also audited the adjustments that were applied to restate certain comparative information presented for the year ended March 31, 2023. In our opinion, such adjustments are appropriate and have been properly applied.

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 Entity'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 Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity'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 the 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.



Page 3

We also:

- 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 Entity'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 Entity'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 Entity 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.
- 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.

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, stylized font and is underlined with a single horizontal stroke.

Chartered Professional Accountants, Licensed Public Accountants

Vaughan, Canada

June 25, 2024

FUTURPRENEUR FOUNDATION

Statement of Financial Position

March 31, 2024, with comparative information for 2023

	2024	2023
		(As restated - note 5)

Assets

Current assets:

Cash	\$ 823,332	\$ 934,462
Prepaid expenses	4,311	1,658

	\$ 827,643	\$ 936,120
--	------------	------------

Liabilities and Net Assets

Current liabilities:

Accounts payable and accrued liabilities	\$ 14,647	\$ 11,000
Deferred contributions (note 3)	227,503	302,503
	242,150	313,503

Net assets:

Unrestricted	430,493	467,617
Internally restricted (note 1(d))	155,000	155,000
	585,493	622,617

	\$ 827,643	\$ 936,120
--	------------	------------

See accompanying notes to financial statements.

On behalf of the Board:

David Stewart-Patterson
David Stewart-Patterson (Jun 27, 2024 15:00 EDT) Director

Grace Lee Reynolds
Grace Lee Reynolds (Jun 28, 2024 11:13 EDT) Director

FUTURPRENEUR FOUNDATION

Statement of Operations

Year ended March 31, 2024, with comparative information for 2023

	2024	2023
		(As restated - note 5)
Revenue:		
Donations and other contributions	\$ 415,191	\$ 500,000
Expenses:		
Program (note 2)	415,000	249,996
Operating	37,315	20,192
	452,315	270,188
Excess (deficiency) of revenue over expenses	\$ (37,124)	\$ 229,812

See accompanying notes to financial statements.

FUTURPRENEUR FOUNDATION

Statement of Changes in Net Assets

Year ended March 31, 2024, with comparative information for 2023

	2024			2023
	Unrestricted	Internally restricted (note 1(d))	Total	Total (As restated - note 5)
Net assets, beginning of year (as restated - note 5)	\$ 467,617	\$ 155,000	\$ 622,617	\$ 392,805
Excess (deficiency) of revenue over expenses	(37,124)	–	(37,124)	229,812
Net assets, end of year	\$ 430,493	\$ 155,000	\$ 585,493	\$ 622,617

See accompanying notes to financial statements.

FUTURPRENEUR FOUNDATION

Statement of Cash Flows

Year ended March 31, 2024, with comparative information for 2023

	2024	2023
		(As restated - note 5)
Cash provided by (used in):		
Operating activities:		
Excess (deficiency) of revenue over expenses	\$ (37,124)	\$ 229,812
Change in non-cash operating working capital:		
Prepaid expenses	(2,653)	(213)
Accounts payable and accrued liabilities	3,647	700
Deferred contributions	(75,000)	190,000
Increase (decrease) in cash	(111,130)	420,299
Cash, beginning of year	934,462	514,163
Cash, end of year	\$ 823,332	\$ 934,462

See accompanying notes to financial statements.

FUTURPRENEUR FOUNDATION

Notes to Financial Statements

Year ended March 31, 2024

Futurpreneur Foundation (the "Organization") was incorporated under Part II of the Canada Corporations Act and is continued under the Canada Not-for-profit Corporations Act as a corporation without share capital. The Organization's purpose is to advance education that focusses on personal and business skills development and entrepreneurship. This purpose is met by delivering programs, conducting research and publication of such research.

The Organization is registered as a charity under the Income Tax Act (Canada) effective April 1, 2012 and is exempt from income taxes. Accordingly, a provision for income taxes is not recorded in these financial statements.

1. Significant accounting policies:

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations in Part III of the Chartered Professional Accountants of Canada Handbook. The significant accounting policies are as follows:

(a) Revenue recognition:

The Organization follows the deferral method of accounting for contributions. Contributions are recognized as revenue in the year in which the related expenses are recognized or the spending restrictions are met.

(b) Use of estimates:

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the year. Actual results could differ from those estimates.

(c) Financial instruments:

Financial instruments are recorded at fair value on initial recognition. The financial instruments in the reporting year are all cash.

(d) Internally restricted:

In prior years, the Board of Directors passed a motion to internally restrict net assets for strategic initiatives and multi-year program support.

FUTURPRENEUR FOUNDATION

Notes to Financial Statements (continued)

Year ended March 31, 2024

2. Related party transactions:

The Organization operates independently and has an economic relationship with Futurpreneur Canada. Futurpreneur Canada is a not-for-profit organization that is providing administrative support and facilities to the Organization.

During the year, the Futurpreneur Canada administered programming of \$415,000 (2023 - \$249,996) on behalf of the Organization.

3. Deferred contributions:

The Organization has received corporate contributions. The amount of contributions not yet recognized as revenue is as follows:

	2024	2023
		(As restated - note 5)
Balance, beginning of year	\$ 302,503	\$ 112,503
Contributions received	340,000	690,000
Amounts recognized as contributions	(415,000)	(500,000)
Balance, end of year	\$ 227,503	\$ 302,503

4. Financial risk management:

The Organization's activities expose it to some liquidity risk. The Organization's overall risk management program and business practice seek to minimize any potential adverse effect of those risks on the Organization's performance. There has been no significant changes to the risk exposure from 2023.

(a) Liquidity risk:

Liquidity risk management relies on maintaining sufficient cash and monitoring the availability of funding.

(b) Interest rate and market risks:

The Organization believes that it is not exposed to significant interest rate and market risks arising from its financial instruments.

FUTURPRENEUR FOUNDATION

Notes to Financial Statements (continued)

Year ended March 31, 2024

5. Restatement:

The comparative information presented as at and for the year ended March 31, 2023, has been restated. The restatement corrects a prior period error related to the revenue recognition of a restricted contribution.

	As previously reported March 31, 2023	Adjustment	As restated March 31, 2023
Statement of financial position:			
Deferred contributions	\$ (202,503)	\$ (100,000)	\$ (302,503)
Statement of operations:			
Donations and other contributions	(600,000)	100,000	(500,000)
Statement of changes in net assets:			
Unrestricted net assets, end of year	(567,617)	100,000	(467,617)
Statement of cash flows:			
Deferred contributions	90,000	100,000	190,000

2024-03-31 Futurpreneur Fdn 21499 AUD ASNPO

Final Audit Report

2024-06-28

Created:	2024-06-27
By:	Melissa Sherman (msherman@futurpreneur.ca)
Status:	Signed
Transaction ID:	CBJCHBCAABAA3qbAldZn-VQ3YAx6fQiT504dYCNY0hBI

"2024-03-31 Futurpreneur Fdn 21499 AUD ASNPO" History

-  Document created by Melissa Sherman (msherman@futurpreneur.ca)
2024-06-27 - 6:20:08 PM GMT
-  Document emailed to David Stewart-Patterson (stewartpatterson@rogers.com) for signature
2024-06-27 - 6:20:13 PM GMT
-  Document emailed to Grace Lee Reynolds (gleereynolds@gmail.com) for signature
2024-06-27 - 6:20:13 PM GMT
-  Email viewed by David Stewart-Patterson (stewartpatterson@rogers.com)
2024-06-27 - 6:59:54 PM GMT
-  Document e-signed by David Stewart-Patterson (stewartpatterson@rogers.com)
Signature Date: 2024-06-27 - 7:00:48 PM GMT - Time Source: server
-  Email viewed by Grace Lee Reynolds (gleereynolds@gmail.com)
2024-06-28 - 3:13:28 PM GMT
-  Document e-signed by Grace Lee Reynolds (gleereynolds@gmail.com)
Signature Date: 2024-06-28 - 3:13:56 PM GMT - Time Source: server
-  Agreement completed.
2024-06-28 - 3:13:56 PM GMT