

Financial Statements of

FUTURPRENEUR FOUNDATION

And Independent Auditors' Report thereon

Year ended March 31, 2022



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INDEPENDENT AUDITORS' 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, 2022
- 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, 2022, 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 **"Auditors' Responsibilities for the Audit of the Financial Statements"** section of our auditors' 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.



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.

Auditors' 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 auditors' 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.

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.

FUTURPRENEUR FOUNDATION

Statement of Financial Position

March 31, 2022, with comparative information for 2021

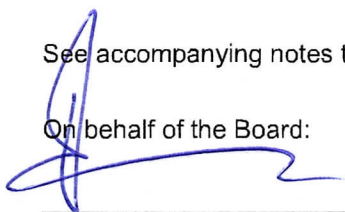
	2022	2021
Assets		
Current assets:		
Cash	\$ 514,163	\$ 257,057
Prepaid expenses	1,445	1,203
	<u>\$ 515,608</u>	<u>\$ 258,260</u>

Liabilities and Net Assets

Current liabilities:		
Accounts payable and accrued liabilities	\$ 10,300	\$ 9,673
Deferred contributions (note 3)	112,503	112,503
	<u>122,803</u>	<u>122,176</u>
Net assets:		
Unrestricted	237,805	(18,916)
Internally restricted (note 1(d))	155,000	155,000
	<u>392,805</u>	<u>136,084</u>
	<u>\$ 515,608</u>	<u>\$ 258,260</u>

See accompanying notes to financial statements.

On behalf of the Board:



Director



Director

FUTURPRENEUR FOUNDATION

Statement of Financial Position

March 31, 2022, with comparative information for 2021

	2022	2021
Assets		
Current assets:		
Cash	\$ 514,163	\$ 257,057
Prepaid expenses	1,445	1,203
	<u>\$ 515,608</u>	<u>\$ 258,260</u>

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	<u>392,805</u>	<u>136,084</u>
	<u>\$ 515,608</u>	<u>\$ 258,260</u>

See accompanying notes to financial statements.

On behalf of the Board:

_____ Director

_____ Director

FUTURPRENEUR FOUNDATION

Statement of Operations

Year ended March 31, 2022, with comparative information for 2021

	2022	2021
Revenue:		
Donations and other contributions	\$ 525,384	\$ 262,497
Expenses:		
Program	249,996	239,467
Operating	18,667	11,729
	268,663	251,196
Excess of revenue over expenses	\$ 256,721	\$ 11,301

See accompanying notes to financial statements.

FUTURPRENEUR FOUNDATION

Statement of Changes in Net Assets

Year ended March 31, 2022, with comparative information for 2021

	2022		2021	
	Unrestricted	Internally restricted (note 1(d))	Total	Total
Net assets, beginning of year	\$ (18,916)	\$ 155,000	\$ 136,084	\$ 124,783
Excess of revenue over expenses	256,721	–	256,721	11,301
Net assets, end of year	\$ 237,805	\$ 155,000	\$ 392,805	\$ 136,084

See accompanying notes to financial statements.

FUTURPRENEUR FOUNDATION

Statement of Cash Flows

Year ended March 31, 2022, with comparative information for 2021

	2022	2021
Cash provided by (used in):		
Operating activities:		
Excess of revenue over expenses	\$ 256,721	\$ 11,301
Change in non-cash operating working capital:		
Prepaid expenses	(242)	(1,203)
Accounts payable and accrued liabilities	627	3,673
Payable to Futurpreneur Canada	—	(314,930)
Deferred contributions	—	62,503
Increase (decrease) in cash	257,106	(238,656)
Cash, beginning of year	257,057	495,713
Cash, end of year	\$ 514,163	\$ 257,057

See accompanying notes to financial statements.

FUTURPRENEUR FOUNDATION

Notes to Financial Statements

Year ended March 31, 2022

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, 2022

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 \$249,996 (2021 - \$239,467) on behalf of the Organization. No funds were owing to/from Futurpreneur Canada at year end (2021 - nil).

3. Deferred contributions:

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

	2022	2021
Balance, beginning of year	\$ 112,503	\$ 50,000
Contributions received	500,000	325,000
Amounts recognized as contributions	(500,000)	(262,497)
Balance, end of year	\$ 112,503	\$ 112,503

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.

(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.