

KALI'S WISH CANCER FOUNDATION CALGARY
Statement of Financial Position
September 30, 2019

	2019	2018
ASSETS		
CURRENT		
Cash	\$ 39,785	\$ 24,501
Term deposits	5,000	-
Accounts receivable	5,301	2,099
Goods and services tax recoverable	2,931	3,886
	<u>\$ 53,017</u>	<u>\$ 30,486</u>
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable	\$ 5,960	\$ 8,733
ADVANCES FROM RELATED PARTY (Note 3)	<u>-</u>	<u>192,683</u>
	<u>5,960</u>	<u>201,416</u>
NET ASSETS		
General fund	(170,942)	(170,930)
Contributed surplus (Note 3)	217,999	-
	<u>47,057</u>	<u>(170,930)</u>
	<u>\$ 53,017</u>	<u>\$ 30,486</u>

See notes to financial statements

KALI'S WISH CANCER FOUNDATION CALGARY
Statement of Revenues and Expenditures
Year Ended September 30, 2019

	2019	2018
REVENUE		
Unrestricted cash donations	\$ 45,430	\$ 24,267
Sponsorship income	32,029	29,636
Other revenue	145	1,035
	<u>77,604</u>	<u>54,938</u>
Expenditures		
Consulting fees	41,323	42,340
Community outreach (Note 3)	18,242	23,774
Professional fees (Note 3)	9,432	1,500
Vehicle	7,740	7,805
Advertising and promotion	2,602	7,986
Interest and bank charges	436	240
Office	194	354
Website content and development	140	14,205
Funding costs	-	2,525
	<u>80,109</u>	<u>100,729</u>
DEFICIENCY OF REVENUE OVER EXPENDITURES FROM OPERATIONS	(2,505)	(45,791)
Gain on Foreign Exchange	2,493	-
DEFICIENCY OF REVENUE OVER EXPENDITURES	\$ (12)	\$ (45,791)

See notes to financial statements

KALI'S WISH CANCER FOUNDATION CALGARY
Statement of Changes in Net Assets
Year Ended September 30, 2019

	General Fund	2019	2018
NET ASSETS - BEGINNING OF YEAR	\$ (170,930)	\$ (170,930)	\$ (125,139)
DEFICIENCY OF REVENUE OVER EXPENDITURES	(12)	(12)	(45,791)
NET ASSETS - END OF YEAR	<u>\$ (170,942)</u>	<u>\$ (170,942)</u>	<u>\$ (170,930)</u>

See notes to financial statements

KALI'S WISH CANCER FOUNDATION CALGARY
Statement of Cash Flow
Year Ended September 30, 2019

	2019	2018
OPERATING ACTIVITIES		
Deficiency of revenue over expenditures	\$ (12)	\$ (45,791)
Changes in non-cash working capital (Note 4)	<u>(5,020)</u>	<u>(2,114)</u>
Cash flow used by operating activities	<u>(5,032)</u>	<u>(47,905)</u>
INVESTING ACTIVITY		
Purchase of term deposits	<u>(5,000)</u>	-
FINANCING ACTIVITIES		
Members' contributions (Note 3)	217,999	-
Advances from (to) related party	<u>(192,683)</u>	<u>34,595</u>
Cash flow from financing activities	<u>25,316</u>	<u>34,595</u>
INCREASE (DECREASE) IN CASH FLOW	15,284	(13,310)
Cash - beginning of year	<u>24,501</u>	<u>37,811</u>
CASH - END OF YEAR	\$ 39,785	\$ 24,501
CASH CONSISTS OF:		
Cash	<u>\$ 39,785</u>	<u>\$ 24,501</u>

See notes to financial statements

KALI'S WISH CANCER FOUNDATION CALGARY
Notes to Financial Statements
Year Ended September 30, 2019

1. PURPOSE AND NATURE OF THE FOUNDATION

Kali's Wish Cancer Foundation ("the Foundation"), is the first and only not-for-profit organization in Canada to solely support pet guardians and their families facing pet cancer.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNFPO) and, in management's opinion, with consideration of materiality and within the framework of the following accounting policies:

Fund accounting

Kali's Wish Cancer Foundation Calgary follows the deferral method of accounting for contributions.

Revenues and expenses related to program delivery and administrative activities are reported in the Operating Fund.

Cash and short term investments

Short-term debt securities purchased with maturity of three months or less to are classified as cash equivalents.

Cash and cash equivalents

Cash includes cash and cash equivalents. Cash equivalents are investments in treasury bills and are valued at cost plus accrued interest. The carrying amounts approximate fair value because they have maturities at the date of purchase of less than ninety days.

Revenue recognition

Kali's Wish Cancer Foundation Calgary follows the restricted fund method of accounting for contributions.

Restricted contributions related to general operations are recognized as revenue of the General Fund in the year in which the related expenses are incurred. All other restricted contributions are recognized as revenue of the appropriate restricted fund.

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

Contributed services

The operations of the organization 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.

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KALI'S WISH CANCER FOUNDATION CALGARY
Notes to Financial Statements
Year Ended September 30, 2019

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Financial instruments policy

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

Financial instruments are recorded at fair value on initial recognition. Investments are subsequently measured at fair value. All other instruments are subsequently recorded at cost or amortized cost, unless management has elected to carry the instrument at fair value.

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs on acquisition and financing costs, which are amortized on a straight-line basis.

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the Foundation determines whether there is a significant adverse change in the expected amount of timing of future cash flows from financial asset. If there is a significant adverse change, in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Foundation expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value. Impairments are recognized through the use of an allowance account, with a corresponding charge in the statement of income and expenditures.

Measurement uncertainty

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations 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.

3. DUE TO RELATED PARTIES AND RELATED PARTY TRANSACTIONS

Related parties of the Foundation are considered to be Board of Directors as well as Members and any entities these board members control.

During the year, \$1,500 in professional fees were provided by a Professional Accounting Firm where one of the partners was appointed to the Board of Directors subsequent to the provision of services.

During the year, \$7,903 in labour support for community outreach expenses, \$558 and cash transfers received of \$24,758 were received for as well as cash support of by related parties who are controlled by a member of the Board of Directors as well as indirectly controlled by the Members of the Foundation.

During 2019, founding Members of the Foundation endowed to the Foundation a related party loan of \$217,998 as contributed surplus waiving all rights to repayment.

These transactions are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties, and are in the normal course of operations.

KALI'S WISH CANCER FOUNDATION CALGARY
Notes to Financial Statements
Year Ended September 30, 2019

4. CHANGES IN NON-CASH WORKING CAPITAL

	2019	2018
Accounts receivable	\$ (3,202)	\$ 7,063
Accounts payable	(2,773)	(7,699)
GST payable (receivable)	955	(1,478)
	\$ (5,020)	\$ (2,114)

5. CONTRACTUAL OBLIGATIONS

The Foundation has a commitment for a vehicle lease that ends on March 6, 2021. Future minimum lease payments are as follows:

Contractual obligation repayment schedule:

2020	\$ 4,768
2021	2,384
	\$ 7,152

6. COMPARATIVE FIGURES

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