

THE VOBOC FOUNDATION  
FINANCIAL STATEMENTS  
NOVEMBER 30, 2019  
(UNAUDITED)

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(UNAUDITED)

SUMMARY

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## INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of the Board of Directors  
THE VOBOC FOUNDATION

We have reviewed the accompanying financial statements of THE VOBOC FOUNDATION that comprise the balance sheet as at November 30, 2019, and the statements of operations, changes in net assets and cash flow for the year then ended, and a summary of significant accounting policies and other explanatory information.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these 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.

### *Practitioner's Responsibility*

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

*Conclusion*

Based on our review, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects, the financial position of THE VOBOC FOUNDATION as at November 30, 2019, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

LCA CPA LLP<sup>1</sup>

Montreal, Quebec  
October 13, 2020

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<sup>1</sup> By CPA auditor, CA, public accountancy permit No. A115131

THE VOBOC FOUNDATION

BALANCE SHEET

AS AT NOVEMBER 30, 2019

(unaudited)

	2019	2018
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$ 103,715	\$ 56,239
Sales taxes receivable	2,028	2,426
Inventories <i>(note 3)</i>	1,659	3,739
Grants receivable <i>(note 4)</i>	-	50,000
Prepaid expenses	345	1,568
	107,747	113,972
<b>PROPERTY AND EQUIPMENT <i>(note 5)</i></b>	1,179	1,473
	\$ 108,926	\$ 115,445
<b>LIABILITIES</b>		
<b>CURRENT</b>		
Accounts payable and accrued liabilities <i>(note 6)</i>	\$ 12,940	\$ 16,387
Deferred contributions <i>(note 7)</i>	15,000	40,000
	27,940	56,387
<b>NET ASSETS</b>		
<b>RESTRICTED PROPERTY AND EQUIPMENT</b>	1,179	1,474
<b>UNRESTRICTED</b>	79,807	57,584
	80,986	59,058
	\$ 108,926	\$ 115,445

Approved by the Board,

\_\_\_\_\_, Director

\_\_\_\_\_, Director

THE VOBOC FOUNDATION  
STATEMENT OF OPERATIONS  
FOR THE YEAR ENDED NOVEMBER 30, 2019  
(unaudited)

	2019	2018
<b>REVENUES</b>		
Contributions	\$ 184,693	\$ 138,402
Interest income	366	-
	185,059	138,402
<b>EXPENSES</b>		
Operating ( <i>schedule A</i> )	141,562	122,584
Consulting fees	9,915	-
Professional fees	4,966	8,960
Rent	1,967	2,441
Information technology	1,241	1,123
Insurance	933	1,880
Telecommunications	710	685
Office supplies	547	1,013
Travel	449	712
Taxes and permits	393	67
Amortization of property and equipment	295	368
Interest and bank charges	153	319
	163,131	140,152
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES</b>	<b>\$ 21,928</b>	<b>\$ (1,750)</b>

THE VOBOC FOUNDATION

CHANGES IN NET ASSETS

FOR THE YEAR ENDED NOVEMBER 30, 2019

(unaudited)

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	Property and equipment	Unrestricted	2019 Total	2018 Total
<b>BALANCE, BEGINNING OF YEAR</b>	\$ 1,474	\$ 57,584	\$ 59,058	\$ 60,808
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	(295)	22,223	21,928	(1,750)
<b>BALANCE, END OF YEAR</b>	\$ 1,179	\$ 79,807	\$ 80,986	\$ 59,058

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THE VOBOC FOUNDATION  
STATEMENT OF CASH FLOW  
FOR THE YEAR ENDED NOVEMBER 30, 2019  
(unaudited)

	2019	2018
<b>OPERATING ACTIVITIES</b>		
Excess (deficiency) of revenues over expenses	\$ 21,928	\$ (1,750)
Non-cash item:		
Amortization of property and equipment	295	368
	22,223	(1,382)
Net change in non-cash working capital items <i>(note 8)</i>	25,253	(5,647)
<b>INCREASE (DECREASE) IN CASH</b>	47,476	(7,029)
<b>CASH BEGINNING OF YEAR</b>	56,239	63,268
<b>CASH END OF YEAR</b>	\$ 103,715	\$ 56,239



THE VOBOC FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
AS AT NOVEMBER 30, 2019  
(unaudited)

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**1. STATUTES OF INCORPORATION AND NATURE OF ACTIVITIES**

The Foundation is incorporated under the Canada Not-for-profit Corporations Act and is registered as a charitable public foundation under the Income Tax Act. As such, it is exempt from income tax and may issue income tax receipts to donors. Its purpose is to improve the experience and outcome for adolescents and young adults ("AYA") with cancer.

**2. SIGNIFICANT ACCOUNTING POLICIES**

The Foundation applies the Canadian accounting standards for not-for-profit organizations in Part III of the CPA Canada Handbook.

**Use of estimates**

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and the reported amounts of revenues and expenses for the periods covered. The main estimates relate to the net realizable value of inventory, impairment of financial assets and the useful life of property and equipment.

**Revenue recognition**

The Foundation follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when they are received or receivable if the amount to be received can reasonably be estimated and collection is reasonably assured.

**Inventories**

Inventories are measured at the lower of cost and net realizable value. The cost is determined using the first-in, first-out method.

The cost of inventories comprises all costs of purchase and other costs incurred in bringing the inventories to their present location and condition. The costs of purchase comprise the purchase price, non-recoverable taxes and other costs directly attributable to the acquisition of the backpacks for the Vo-Pak program.

**Property and equipment**

Property and equipment are accounted for at cost. Amortization is calculated on their respective estimated useful life using the diminishing balance method at the rate of 20%.

THE VOBOC FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
AS AT NOVEMBER 30, 2019  
(unaudited)

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2. SIGNIFICANT ACCOUNTING POLICIES (continued)

**Cash and cash equivalents**

The Foundation's policy is to present bank balances under cash and cash equivalents, including bank overdrafts when bank balances that fluctuate frequently from being positive to overdrawn.

**Impairment of long-lived assets**

Property and equipment subject to amortization are tested for recoverability whenever events or changes in circumstances indicate that their carrying amount may not be recoverable. An impairment loss is recognized when the carrying amount of the asset exceeds the sum of the undiscounted cash flows resulting from its use and eventual disposition. The impairment loss is measured as the amount by which the carrying amount of the long-lived asset exceeds its fair value.

**Financial instruments**

*Initial and subsequent measurement*

The Foundation initially measures its financial assets and 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 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 earnings in the period incurred.

Financial assets measured at amortized cost on a straight-line basis include cash and grants receivable.

Financial liabilities measured at amortized cost on a straight-line basis include accounts payable.

THE VOBOC FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
AS AT NOVEMBER 30, 2019  
(unaudited)

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2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Financial instruments (continued)

*Impairment*

For financial assets measured at cost or amortized cost, the Foundation determines whether there are indications of possible impairment. When there is an indication of impairment, and the Foundation determines that a significant adverse change has occurred during the period in the expected timing or amount of future cash flows, a write-down is recognized in operations. A previously recognized impairment loss may be reversed to the extent of the improvement. The carrying amount of the financial asset may not be greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in operations.

*Transaction costs*

Transaction costs related to financial instruments that will be subsequently measured at fair value are recognized in operations in the period incurred. Transaction costs related to financial instruments subsequently measured at amortized cost are included in the original cost of the asset or liability and recognized in operations over the life of the instrument using straight-line method.

3. INVENTORIES

Inventories on hand at the year-end consist of backpacks for the Vo-Pak program. These backpacks contain clothing, blankets, supplies and information resources for AYA's diagnosed with cancer.

4. GRANTS RECEIVABLE

Grants receivable represented \$50,000 of unreceived contributions from three donors for which \$10,000 had unrestricted terms, \$15,000 was reserved for the Foundation's Vo-Pak backpack program and \$25,000 was reserved for the Foundation's Vo-Pak holiday baskets. These grants were received during the November 30, 2019 year-end.

THE VOBOC FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
AS AT NOVEMBER 30, 2019  
(unaudited)

5. PROPERTY AND EQUIPMENT

	2019		2018	
	Cost	Accumulated amortization	Net book value	Net book value
Furniture	\$ 10,121	\$ 9,569	\$ 552	\$ 689
Computer equipment	9,332	8,705	627	784
	\$ 19,453	\$ 18,274	\$ 1,179	\$ 1,473

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2019	2018
Trade	\$ 591	\$ 9,213
Accrued liabilities	8,049	3,113
Deductions at source	2,673	2,744
Salaries	1,627	1,317
	\$ 12,940	\$ 16,387

7. DEFERRED CONTRIBUTIONS

Current year deferred contributions represent \$15,000 of unspent resources externally restricted for the new ambassador program. Prior year deferred contributions represented \$40,000 of unspent resources externally restricted of which \$15,000 was reserved for the Foundation's Vo-Pak backpack program and \$25,000 was reserved for the Foundation's holiday baskets. These contributions were realized during the November 30, 2019 year-end.

8. NET CHANGE IN NON-CASH WORKING CAPITAL ITEMS

	2019	2018
Sales taxes receivable	\$ 397	\$ (1,002)
Inventories	2,080	863
Grants receivable	50,000	(20,000)
Prepaid expenses	1,223	(658)
Accounts payable and accrued liabilities	(3,447)	5,150
Deferred contributions	(25,000)	10,000
	\$ 25,253	\$ (5,647)

THE VOBOC FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
AS AT NOVEMBER 30, 2019  
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**9. FINANCIAL INSTRUMENTS**

**Financial risks**

The Foundation is exposed to various risks through its financial instruments, without being exposed to concentrations of risk. The main risks are broken down below.

**Credit risk**

Credit risk is the risk that one party to a financial asset will cause a financial loss for the Foundation by failing to discharge an obligation.

The Foundation's credit risk is mainly related to grants receivable.

**Liquidity risk**

Liquidity risk is the risk that the Foundation will encounter difficulty in meeting obligations associated with financial liabilities. The Foundation is exposed to this risk mainly in respect of its accounts payable.

THE VOBOC FOUNDATION  
ADDITIONAL INFORMATION  
FOR THE YEAR ENDED NOVEMBER 30, 2019  
(unaudited)

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	2019	2018
<b>SCHEDULE A</b>		
<b>OPERATING</b>		
Programs, purchases, contracts and services	\$ 131,106	\$ 118,949
Fundraising and advertising	8,397	2,925
Volunteering	2,059	710
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	\$ 141,562	\$ 122,584
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