

THE VOBOC FOUNDATION
FINANCIAL STATEMENTS
NOVEMBER 30, 2023
(UNAUDITED)

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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 statement of financial position as at November 30, 2023, 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.

Basis for Qualified Conclusion

In common with many not-for-profit organizations, THE VOBOC FOUNDATION derives revenues from donations, the completeness of which is not susceptible to us obtaining evidence we considered necessary for the purpose of the review. Accordingly, the evidence obtained of these revenues was limited to the amounts recorded in THE VOBOC FOUNDATION records. Therefore, we were not able to determine whether any adjustments may be necessary to these revenues, excess of revenues over expenses and cash flows from operations for the year ended November 30, 2023, as well as the current assets as at November 30, 2023 and the net assets as at December 1, 2022 and November 30, 2023.

Qualified Conclusion

Based on our review, except for the possible effects of the matter described in the Basis for Qualified Conclusion paragraph, 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, 2023, 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 LLP¹

Montreal, Quebec
May 13, 2024

¹ By CPA auditor, public accountancy permit No. A115131

THE VOBOC FOUNDATION
STATEMENT OF FINANCIAL POSITION
AS AT NOVEMBER 30, 2023
(unaudited)

	2023	2022
ASSETS		
CURRENT		
Cash	\$ 125,286	\$ 84,285
Temporary investments	-	90,766
Sales taxes receivable	2,831	1,600
Inventories <i>(note 3)</i>	14,894	8,225
Prepaid expenses	8,375	8,148
Current grants receivable <i>(note 4)</i>	15,000	16,850
	166,386	209,874
PROPERTY AND EQUIPMENT <i>(note 5)</i>	6,348	7,736
GRANTS RECEIVABLE <i>(note 4)</i>	15,000	30,000
	\$ 187,734	\$ 247,610
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities <i>(note 6)</i>	\$ 11,893	\$ 15,129
Current deferred contributions <i>(note 7)</i>	97,640	98,118
	109,533	113,247
DEFERRED CONTRIBUTIONS <i>(note 7)</i>	15,000	55,000
	124,533	168,247
NET ASSETS		
INVESTED IN PROPERTY AND EQUIPMENT	6,348	7,736
UNRESTRICTED	56,853	71,627
	63,201	79,363
	\$ 187,734	\$ 247,610

Approved by the Board,

_____, Director

_____, Director

THE VOBOC FOUNDATION

STATEMENT OF OPERATIONS

FOR THE YEAR ENDED NOVEMBER 30, 2023

(unaudited)

	2023	2022
REVENUES		
Contributions	\$ 230,016	\$ 167,913
Interest	1,860	778
	231,876	168,691
EXPENSES		
Operating (<i>schedule A</i>)	228,781	209,938
Consulting fees	6,918	19,095
Professional fees	6,468	5,551
Rent	1,999	1,989
Amortization of property and equipment	1,388	1,214
Information technology	930	1,057
Telecommunications	630	530
Insurance	478	454
Office supplies	254	515
Travel	83	109
Interest and bank charges	59	63
Taxes and permits	50	64
	248,038	240,579
DEFICIENCY OF REVENUES OVER EXPENSES	\$ (16,162)	\$ (71,888)

THE VOBOK FOUNDATION

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEAR ENDED NOVEMBER 30, 2023

(unaudited)

	Property and equipment	Unrestricted	2023 Total	2022 Total
BALANCE, BEGINNING OF YEAR	\$ 7,736	\$ 71,627	\$ 79,363	\$ 151,251
DEFICIENCY OF REVENUES OVER EXPENSES	(1,388)	(14,774)	(16,162)	(71,888)
BALANCE, END OF YEAR	\$ 6,348	\$ 56,853	\$ 63,201	\$ 79,363

THE VOBOK FOUNDATION

STATEMENT OF CASH FLOW

FOR THE YEAR ENDED NOVEMBER 30, 2023

(unaudited)

	2023	2022
OPERATING ACTIVITIES		
Deficiency of revenues over expenses	\$ (16,162)	\$ (71,888)
Non-cash item:		
Amortization of property and equipment	1,388	1,214
	(14,774)	(70,674)
NET CHANGE IN NON-CASH WORKING CAPITAL ITEMS <i>(note 8)</i>	(34,991)	47,835
	(49,765)	(22,839)
INVESTING ACTIVITIES		
Acquisition of temporary investments	-	(541)
Acquisition of property and equipment	-	(4,168)
Redemption of temporary investments	90,766	-
	90,766	(4,709)
INCREASE (DECREASE) IN CASH	41,001	(27,548)
CASH BEGINNING OF YEAR	84,285	111,833
CASH END OF YEAR	\$ 125,286	\$ 84,285

THE VOBOC FOUNDATION
NOTES TO FINANCIAL STATEMENTS
AS AT NOVEMBER 30, 2023
(unaudited)

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 amounts of assets and liabilities and the amounts recognized as 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.

Investment transactions are recognized on the transaction date and resulting revenue is recognized on an accrual basis.

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.

THE VOBOC FOUNDATION
NOTES TO FINANCIAL STATEMENTS
AS AT NOVEMBER 30, 2023
(unaudited)

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

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%.

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 measurement

The Foundation initially measures its financial assets and liabilities originated or exchanged in arm's length transactions at fair value. Financial assets and liabilities originated or exchanged in related party transactions, except for those that involve parties whose sole relationship with the Foundation is in the capacity of management, are initially measured at cost.

Subsequent measurement

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 operations in the period incurred.

Financial assets measured at amortized cost using the straight-line method include cash and grants receivable.

Financial liabilities measured at amortized cost using the straight-line method include accounts payable and accrued liabilities and deferred contributions.

THE VOBOC FOUNDATION
NOTES TO FINANCIAL STATEMENTS
AS AT NOVEMBER 30, 2023
(unaudited)

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 are, 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. If the indicators of impairment have decreased or no longer exist, the 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 attributable to financial instruments subsequently measured at fair value and to those originated or exchanged in a related party transaction are recognized in operations in the period incurred. Transaction costs related to financial instruments originated or exchanged in an arm's length transaction that are subsequently measured at amortized cost are recognized in the original cost of the instrument. When the instrument is measured at amortized cost, transaction costs are recognized in operations over the life of the instrument using the 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

Current grants receivable represent \$15,000 of unreceived contributions for which all \$15,000 had restricted terms from Abbott Inc. Non-current grants receivable of \$15,000 are comprised of unreceived contributions that had restricted terms from Abbott Inc. and are receivable in 2025.

THE VOBOK FOUNDATION
NOTES TO FINANCIAL STATEMENTS
AS AT NOVEMBER 30, 2023
(unaudited)

5. PROPERTY AND EQUIPMENT

	2023			2022	
	Cost	Accumulated amortization	Net book value	Net book value	
Furniture	\$ 10,121	\$ 9,327	\$ 794	\$ 794	
Computer equipment	17,586	12,032	5,554	6,942	
	\$ 27,707	\$ 21,359	\$ 6,348	\$ 7,736	

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2023	2022
Accrued liabilities	\$ 4,375	\$ 4,024
Deductions at source	4,783	6,020
Salaries	2,735	5,085
	\$ 11,893	\$ 15,129

7. DEFERRED CONTRIBUTIONS

Current year deferred contributions represent \$97,640 of unspent resources externally restricted of which \$57,640 is reserved for the CMB Fund, \$25,000 for the holiday gift basket program and \$15,000 for the Vo-Pak program. Non-current deferred contributions represent \$15,000 to be allocated to the Vo-Pak program in 2025. Prior year current deferred contributions represented \$58,118 of unspent resources externally restricted for the CMB Fund, \$25,000 reserved for the holiday gift basket program and \$15,000 for the Vo-Pak program. The prior year current deferred contributions for the holiday gift basket program and the Vo-Pak program were spent during the November 30, 2023 year-end.

THE VOBOC FOUNDATION
NOTES TO FINANCIAL STATEMENTS
AS AT NOVEMBER 30, 2023
(unaudited)

8. NET CHANGE IN NON-CASH WORKING CAPITAL ITEMS

	2023	2022
Sales taxes receivable	\$ (1,231)	\$ 976
Inventories	(6,669)	(426)
Current grants receivable	16,850	43,150
Prepaid expenses	(227)	484
Accounts payable and accrued liabilities	(3,236)	3,715
Deferred contributions	(40,478)	(64)
	<hr/>	<hr/>
	\$ (34,991)	\$ 47,835

9. FINANCIAL INSTRUMENTS

Financial risks

The significant risks arising from financial instruments to which the Foundation is exposed as at November 30, 2023 are detailed 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 and accrued liabilities.

THE VOBOK FOUNDATION

ADDITIONAL INFORMATION

FOR THE YEAR ENDED NOVEMBER 30, 2023

(unaudited)

	2023	2022
SCHEDULE A		
OPERATING		
Programs, purchases, contracts and services	\$ 226,712	\$ 208,417
Fundraising and advertising	1,965	1,503
Volunteering	104	18
	<hr/>	
	\$ 228,781	\$ 209,938
