

I CAN FOR KIDS FOUNDATION
Financial Statements
Year Ended December 31, 2025



INDEPENDENT AUDITOR'S REPORT

To the Members of I Can for Kids Foundation

Qualified Opinion

We have audited the financial statements of I Can for Kids Foundation (the Foundation), which comprise the statement of financial position as at December 31, 2025, and the statements of operations, changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Foundation as at December 31, 2025, and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Qualified Opinion

In common with many not-for-profit organizations, the Foundation derives revenue from fundraising activities the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of the Foundation. Therefore, we were not able to determine whether any adjustments might be necessary to revenue, excess of revenues over expenses, and cash flows from operations for the years ended December 31, 2025 and 2024, current assets and net assets as at January 1 and December 31 for both the 2025 and 2024 years. Our audit opinion on the financial statements for the year ended December 31, 2024 was modified accordingly because of the possible effects of this limitation of scope.

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 report. We are independent of the Foundation in accordance with 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 qualified audit opinion.

Other Information

Management is responsible for the other information. The other information comprises the information, other than the financial statements and our auditor's report thereon, in the 2025 Financial Summary. The 2025 Financial Summary is expected to be made available to us after the date of this auditors report.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

When we read the 2025 Financial Summary, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

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Independent Auditor's Report to the Members of I Can for Kids Foundation (*continued*)

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

Those charged with governance are responsible for overseeing the Foundation'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 these 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.
- 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 Foundation'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 Foundation'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 Foundation 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.

We 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.

Edmonton, Alberta
April 7, 2026


Chartered Professional Accountants

I CAN FOR KIDS FOUNDATION
Statement of Financial Position
December 31, 2025

	2025	2024
ASSETS		
CURRENT		
Cash	\$ 2,034,056	\$ 1,701,610
Guaranteed investment certificate	-	441,458
Investments (Note 4)	1,538,832	-
Accounts receivable (Note 7)	5,104	811,950
Goods and services tax recoverable	3,668	2,342
Prepaid expenses	51,235	223,685
	<u>3,632,895</u>	<u>3,181,045</u>
EQUIPMENT (Note 5)	<u>11,512</u>	<u>16,244</u>
	<u>\$ 3,644,407</u>	<u>\$ 3,197,289</u>
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities (Note 8)	\$ 58,485	\$ 10,001
Deferred contributions (Note 6)	53,819	-
	<u>112,304</u>	<u>10,001</u>
NET ASSETS - UNRESTRICTED		
Operating	1,892,297	1,603,733
Program	1,639,806	1,583,555
	<u>3,532,103</u>	<u>3,187,288</u>
	<u>\$ 3,644,407</u>	<u>\$ 3,197,289</u>
COMMITMENTS (Note 8)		

ON BEHALF OF THE BOARD

Signed by: Leanne Au Director

Signed by: Susan Currier Director

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I CAN FOR KIDS FOUNDATION**Statement of Operations****Year Ended December 31, 2025**

	Operating 2025	Program 2025	Total 2025	Operating 2024	Program 2024	Total 2024
REVENUE						
Gifts in kind (Note 7)	\$ 13,367	\$ 74,257	\$ 87,624	\$ 6,168	\$ 91,870	\$ 98,038
Donations (Note 7)	624,845	943,008	1,567,853	1,186,823	1,379,342	2,566,165
Grants (Note 6)	-	75,000	75,000	89,382	63,008	152,390
	638,212	1,092,265	1,730,477	1,282,373	1,534,220	2,816,593
EXPENSES						
Administrative						
Amortization	4,732	-	4,732	3,341	-	3,341
Insurance	1,685	1,298	2,983	1,680	1,298	2,978
Marketing and communications	17,101	-	17,101	22,054	5,378	27,432
Marketing and communications - in kind	13,367	39,600	52,967	6,168	52,500	58,668
Non-profit organizational expense	1,237	-	1,237	1,273	-	1,273
Office supplies	4,215	3,372	7,587	4,734	208	4,942
Professional fees	156,944	-	156,944	93,634	38,579	132,213
Rent	22,157	-	22,157	23,271	-	23,271
Salaries and payroll expense	136,541	77,294	213,835	87,135	70,944	158,079
Service fees	5,033	1,160	6,193	4,742	5,869	10,611
Stewardship	2,095	944	3,039	2,417	868	3,285
Travel and meals	1,966	1,565	3,531	3,073	1,433	4,506
Utilities	3,357	720	4,077	3,382	240	3,622
	370,430	125,953	496,383	256,904	177,317	434,221
Charitable program						
Gift cards (Note 7)	-	850,001	850,001	-	722,810	722,810
Gift cards - in kind (Note 7)	-	34,657	34,657	-	39,370	39,370
Research and development	-	46,181	46,181	-	20,795	20,795
	-	930,839	930,839	-	782,975	782,975
	370,430	1,056,792	1,427,222	256,904	960,292	1,217,196
INCOME FROM OPERATIONS	267,782	35,473	303,255	1,025,469	573,928	1,599,397
OTHER INCOME						
Investment income	8,948	8,948	17,895	-	-	-
Interest	1,248	1,244	2,491	11,290	11,290	22,580
Unrealized gain on investments	15,445	15,445	30,890	-	-	-
Brokerage fees	(4,859)	(4,859)	(9,718)	-	-	-
	20,782	20,778	41,558	11,290	11,290	22,580
EXCESS OF REVENUE OVER EXPENSES	\$ 288,564	\$ 56,251	\$ 344,815	\$ 1,036,759	\$ 585,218	\$ 1,621,977

I CAN FOR KIDS FOUNDATION
Statement of Changes in Net Assets
Year Ended December 31, 2025

	Operating 2025	Program 2025	Total 2025	Operating 2024	Program 2024	Total 2024
NET ASSETS - BEGINNING OF YEAR	\$ 1,603,733	\$ 1,583,555	\$ 3,187,288	\$ 566,974	\$ 998,337	\$ 1,565,311
EXCESS OF REVENUE OVER EXPENDITURES	288,564	56,251	344,815	1,036,759	585,218	1,621,977
TRANSFERS TO PROGRAM	-	-	-	-	-	-
NET ASSETS - END OF YEAR	\$ 1,892,297	\$ 1,639,806	\$ 3,532,103	\$ 1,603,733	\$ 1,583,555	\$ 3,187,288

I CAN FOR KIDS FOUNDATION**Statement of Cash Flows
Year Ended December 31, 2025**

	2025	2024
OPERATING ACTIVITIES		
Cash received from contributors	\$ 2,427,193	\$ 1,776,963
Cash received from grants	75,000	97,950
Cash received from interest and investment income	40,645	21,200
Cash paid for expenses	<u>(1,123,650)</u>	<u>(1,281,749)</u>
Cash flow from operating activities	<u>1,419,188</u>	614,364
INVESTING ACTIVITIES		
Purchase of equipment	-	(15,725)
Purchase of guaranteed investment certificate	-	(421,200)
Purchase of investments	<u>(1,507,942)</u>	-
Proceeds from maturity of guaranteed investment certificate	<u>421,200</u>	<u>400,000</u>
Cash flow used by investing activities	<u>(1,086,742)</u>	<u>(36,925)</u>
INCREASE IN CASH FLOW	332,446	577,439
Cash - beginning of year	<u>1,701,610</u>	<u>1,124,171</u>
CASH - END OF YEAR	<u>\$ 2,034,056</u>	<u>\$ 1,701,610</u>

I CAN FOR KIDS FOUNDATION**Notes to Financial Statements****Year Ended December 31, 2025**

1. DESCRIPTION OF OPERATIONS

I Can for Kids Foundation (the Foundation) is a not-for-profit organization incorporated under the Canada Not-for-profit Corporations Act. The Foundation is a registered charitable organization and is exempt from income taxes under the Income Tax Act.

The Foundation provides nutritional support to food insecure children and youth in Calgary through the provision of grocery gift cards. In collaboration with a network of frontline social service agencies and community partners along with hundreds of volunteers, the Foundation supports the health and wellbeing of thousands of kids every year.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIESBasis of accounting

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations.

Measurement uncertainty

The preparation of financial statements in conformity with Canadian accounting standards for private enterprises 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. 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.

Estimates made by management include accounts receivable as stated after evaluation as to its collectability and an approximate allowance for doubtful accounts is provided where considered necessary.

Financial instrumentsInitial 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 involved parties whose sole relationship with the Foundation is in the capacity of management, are initially measured at cost.

The cost of a financial instrument in a related party transaction depends on whether the instrument has repayment terms. If it does, the cost is determined using its undiscounted cash flows, excluding interest payments, less any impairment losses previously recognized by the transferor. Otherwise, the cost is determined using the consideration transferred or received by the Foundation in the transaction.

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 are recognized in income in the period incurred.

Financial assets measured at amortized cost include cash, guaranteed investment certificates, and accounts receivable. The Foundation's financial assets measured at fair value are investments in mutual funds. Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

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I CAN FOR KIDS FOUNDATION**Notes to Financial Statements****Year Ended December 31, 2025**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(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 income. 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 be no 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 income.

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 income in the period incurred. Transaction costs related to financial instruments originated or exchanged in an arm's length transaction that are subsequently measured at cost or amortized cost are recognized in the original cost of the instrument. When the instrument is measured at amortized cost, transaction costs are recognized in income over the life of the instrument using the straight-line method.

Cash and cash equivalents

Cash consists of funds held on deposit with financial institutions.

Equipment

Equipment is stated at cost less accumulated amortization. Equipment is amortized over its estimated useful life at the following rates and methods:

Equipment	20%	declining balance method
Computer equipment	30%	declining balance method

Equipment acquired during the year but not placed into use is not amortized until they are placed into use.

Cloud computing arrangements

The Foundation applies the simplification approach to account for cloud computing arrangements. Expenditures in cloud computing arrangements are treated as the supply of services and are expensed as incurred. The simplification approach is applied consistently to all arrangements. Expenditures related to implementation activities are also expensed as incurred.

Revenue recognition

The Foundation follows the deferral method of accounting for contributions, which includes grants and donations. Restricted contributions, including grants received to fund future capital acquisitions, are recognized as revenue in the year in which the related expenses are incurred. Any amounts received but not utilized are classified as deferred contributions. Unrestricted contributions are recognized as revenue when received or receivable, if the amount to be received can be reasonably estimated and collection is reasonably assured.

Revenues from gifts in kind and sponsorship are recognized when the services are provided.

Interest and investment income are recognized as it is earned.

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I CAN FOR KIDS FOUNDATION**Notes to Financial Statements****Year Ended December 31, 2025****2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**Contributed services

The Foundation records the fair market value of contributed goods and services only in the circumstances where the fair market value is reasonably determinable and where the goods and services would otherwise be purchased by the Foundation.

Volunteers contribute many hours per year to assist the Foundation in carrying out its service delivery activities. Because of the difficulty in determining their fair value, contributed services of the volunteers are not recognized in these financial statements.

3. FINANCIAL INSTRUMENTS

The entity is exposed to various risks through its financial instruments. The following analysis provides information about the entity's risk exposure and concentration as of December 31, 2025.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Foundation is exposed to this risk mainly in respect of its receipt of funds from contributors. The Foundation has mitigated this risk by only scaling operations in relation to cash on hand. The Foundation only initiates programming once the required funding has been secured.

Market risk

Market Risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices in the financial markets. The Foundation is exposed to market risk through the mutual funds that it holds which are recorded at market value.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. The Foundation is exposed to interest rate risk primarily through its guaranteed investment certificate and its investment in mutual funds.

4. INVESTMENTS

	<u>2025</u>	<u>2024</u>
Cash in broker account	\$ 9,037	\$ -
Mutual funds	<u>1,529,795</u>	<u>-</u>
	<u>\$ 1,538,832</u>	<u>\$ -</u>

I CAN FOR KIDS FOUNDATION

Notes to Financial Statements

Year Ended December 31, 2025

5. EQUIPMENT

	Cost	Accumulated amortization	2025 Net book value
Equipment	\$ 2,896	\$ 1,769	\$ 1,127
Computer equipment	20,523	10,138	10,385
	<u>\$ 23,419</u>	<u>\$ 11,907</u>	<u>\$ 11,512</u>

	Cost	Accumulated amortization	2024 Net book value
Equipment	\$ 2,896	\$ 1,488	\$ 1,408
Computer equipment	20,523	5,687	14,836
	<u>\$ 23,419</u>	<u>\$ 7,175</u>	<u>\$ 16,244</u>

I CAN FOR KIDS FOUNDATION**Notes to Financial Statements****Year Ended December 31, 2025****6. DEFERRED CONTRIBUTIONS**

Deferred contributions represent amounts received for which the specific expenditures have not been incurred. The amounts will be recognized as revenue when the specific expenditures are incurred.

	<u>2025</u>	<u>2024</u>
<u>Calgary Foundation - Expanding Human Resources Capacity</u>		
Funds received	\$ 75,000	\$ -
Less: authorized expenditures	(75,000)	-
	<u>-</u>	<u>-</u>
<u>Private Charitable Foundation - Research and Development</u>		
Funds received	100,000	-
Less: authorized expenditures	(46,181)	-
	<u>53,819</u>	<u>-</u>
<u>Government of Alberta - Community Grants</u>		
Funds received	-	75,000
Less: authorized expenditures	-	(75,000)
	<u>-</u>	<u>-</u>
<u>Community Foundations of Canada</u>		
Opening balance	-	54,440
Funds received	-	-
Less: authorized expenditures	-	(54,440)
	<u>-</u>	<u>-</u>
<u>The City of Calgary - Community Strategies</u>		
Funds received	-	22,950
Less: authorized expenditures	-	(22,950)
	<u>-</u>	<u>-</u>
	<u>\$ 53,819</u>	<u>\$ -</u>

I CAN FOR KIDS FOUNDATION**Notes to Financial Statements****Year Ended December 31, 2025****7. DONATIONS**

Donations revenue is comprised of the following sources:

	<u>2025</u>	<u>2024</u>
Individual	\$ 375,363	\$ 383,468
Corporate	349,909	1,331,006
Charity	838,759	851,691
Other	3,822	-
	<u>\$ 1,567,853</u>	<u>\$ 2,566,165</u>

During the year, the Foundation received in-kind donated materials and services with a value of \$87,624 (2024 - \$98,038). The materials and services related primarily to marketing, communications, materials and supplies.

The Foundation purchased bulk grocery gift cards using donated funds. The bulk purchases resulted in discounts enabling the organization to purchase a higher value of gift cards than the amount of donated funds. The value of any discounts received is not recorded in these financial statements.

In the prior year, corporate donation revenue and accounts receivable included a one time donation of \$781,535 due from one corporate donor.

During the year, the Foundation received a donation of \$250,000 from a charitable organization overseen by a member of its Board of Directors. Of this amount, \$196,181 was recognized as revenue, with the remaining balance deferred. This transaction is in the normal course of operations and is measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

8. COMMITMENTS

The Foundation has a lease commitment with respect to its premises. The lease agreement expires December 31, 2027. Future minimum lease payments as at December 31, 2025, are as follows:

2026	\$ 14,434
2027	<u>14,755</u>
	<u>\$ 29,189</u>

The Foundation is also required to make monthly payments for its proportionate share of operating costs on the leased premise.

During the year, the Foundation has entered into a three year agreement with the University of Calgary to support a research and development project evaluating the impact of its Grocery Gift Card Program with funding totaling \$166,250. For the 2025 fiscal year, the Foundation has recorded \$46,181 in accounts payable and accrued liabilities related to this project.