

MANITOBA POSSIBLE INC.
SUMMARY CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2023

**REPORT OF THE INDEPENDENT AUDITOR ON THE
SUMMARY CONSOLIDATED FINANCIAL STATEMENTS**

To the Members of Manitoba Possible Inc.:

Opinion

The summary consolidated financial statements, which comprise the summary consolidated statement of financial position as at March 31, 2023, the summary consolidated statement of operations, summary consolidated statement of changes in net assets and summary consolidated statement of cash flows for the year then ended, and related note, are derived from the audited consolidated financial statements of Manitoba Possible Inc. for the year ended March 31, 2023.

In our opinion, the accompanying summary consolidated financial statements are a fair summary of the audited financial statements, in accordance with the criteria in Note 1.

Summary Consolidated Financial Statements

The summary consolidated financial statements do not contain all the disclosures required by Canadian accounting standards for not-for-profit organizations. Reading the summary consolidated financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited consolidated financial statements and the auditor's report thereon.

The Audited Consolidated Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited consolidated financial statements in our report dated June 6, 2023.

Management's Responsibility for the Summary Consolidated Financial Statements

Management is responsible for the preparation of the summary consolidated financial statements in accordance with the criteria in Note 1.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary consolidated financial statements are a fair summary of the audited consolidated financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standard (CAS) 810, *Engagements to Report on Summary Financial Statements*.

Scarrow & Donald LLP

Chartered Professional Accountants
June 6, 2023
Winnipeg, Canada

For this communication, together with the work done to prepare this communication and for the opinions we have formed, if any, we accept and assume responsibility only to the addressee of this communication, as specified in our letter of engagement.

MANITOBA POSSIBLE INC.

SUMMARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	March 31	
	2023	2022
ASSETS		
Current assets:		
Cash	\$ 1,587,769	\$ 1,299,350
Accounts receivable	1,174,553	521,101
GST receivable	26,070	25,693
Inventory	413,710	388,249
Prepaid expenses	105,117	80,275
	3,307,219	2,314,668
Investments	10,652,482	11,634,464
Equity interest in Mobile Vision Care Clinic Inc.	165,802	147,444
Fixed assets	879,576	974,393
	\$ 15,005,079	\$ 15,070,969
LIABILITIES AND NET ASSETS		
Current liabilities:		
Accounts payable	\$ 1,530,221	\$ 1,414,267
Accrued benefit liability	71,520	19,441
Loan payable	325,720	419,050
Deferred contribution - core funding	1,186,053	638,774
Current portion of obligation under capital lease	48,826	36,922
	3,162,340	2,528,454
Obligation under capital lease	63,845	67,185
Deferred contributions	644,998	524,265
Specified commitments	561,437	802,094
	4,432,620	3,921,998
Net assets:		
Net assets invested in fixed assets	226,076	297,144
Net assets restricted for endowment purposes	3,688,733	3,688,733
Employee future benefits	(71,520)	(19,441)
Unrestricted net assets	6,729,170	7,182,535
	10,572,459	11,148,971
	\$ 15,005,079	\$ 15,070,969

APPROVED BY THE BOARD:

_____ **Director**

_____ **Director**

MANITOBA POSSIBLE INC.

SUMMARY CONSOLIDATED STATEMENT OF OPERATIONS

	Year ended March 31	
	2023	2022
Revenue:		
Core funding-		
Province of Manitoba - Families	\$ 4,075,619	\$ 3,967,600
Province of Manitoba - Education and Training	2,409,419	2,363,661
Winnipeg Regional Health Authority	1,536,624	1,536,624
United Way of Winnipeg	1,076,469	1,065,811
	9,098,131	8,933,696
Other funding-		
Campaigns and fundraising	871,227	697,243
Investment income	113,522	448,156
Deferred contributions related to fixed assets	67,341	58,846
Deferred contributions related to specified commitments	1,309,145	523,782
Other revenue	3,911,042	3,786,536
	15,370,408	14,448,259
Expenditures:		
Services and other	14,008,858	13,272,867
Depreciation	324,831	300,243
Interest and bank charges	38,262	25,481
Interest on capital lease	8,706	10,314
Expenditure for specified commitments	1,309,145	523,782
	15,689,802	14,132,687
Difference between revenue and expenditures	\$ (319,394)	\$ 315,572

MANITOBA POSSIBLE INC.

SUMMARY CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS

	Year ended March 31					2022
	2023					
	Net assets invested in fixed assets	Net assets restricted for endowment purposes	Employee future benefits	Unrestricted net assets	Total	Total
Balance, beginning of year	\$ 297,144	\$ 3,688,733	\$ (19,441)	\$ 7,182,535	\$ 11,148,971	\$ 11,104,978
Difference between revenue and expenditures	(259,016)	-	(293,154)	232,776	(319,394)	315,572
Employee future benefits contributions	-	-	498,193	(498,193)	-	-
Employee future benefits remeasurements	-	-	(257,118)	-	(257,118)	(271,579)
Fixed assets:						
- Deferred contributions	(128,358)	-	-	128,358	-	-
- Purchase of fixed assets	191,250	-	-	(191,250)	-	-
- Capital lease payments	31,726	-	-	(31,726)	-	-
- Loan proceeds	93,330	-	-	(93,330)	-	-
Balance, end of year	<u>\$ 226,076</u>	<u>\$ 3,688,733</u>	<u>\$ (71,520)</u>	<u>\$ 6,729,170</u>	<u>\$ 10,572,459</u>	<u>\$ 11,148,971</u>

MANITOBA POSSIBLE INC.

SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS

	Year ended March 31	
	2023	2022
Cash from operating activities:		
Cash receipts from operating activities	\$ 14,959,386	\$ 13,922,144
Cash paid to suppliers and employees	(15,717,131)	(14,439,378)
Interest paid	(28,262)	(25,481)
	<u>(786,007)</u>	<u>(542,715)</u>
Cash from investing and financing activities:		
Net change in investments	1,390,732	728,543
Purchase of fixed assets	(191,250)	(224,535)
Payments on loan	(93,330)	(73,950)
Payments on capital lease	(31,726)	(40,490)
	<u>1,074,426</u>	<u>389,568</u>
Change in cash	288,419	(153,147)
Cash, beginning of year	<u>1,299,350</u>	<u>1,452,497</u>
Cash, end of year	<u>\$ 1,587,769</u>	<u>\$ 1,299,350</u>

MANITOBA POSSIBLE INC.

NOTE TO SUMMARY CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2023

1. Summary consolidated financial statements:

The summary consolidated financial statements are derived from the audited consolidated financial statements, prepared in accordance with Canadian accounting standards for not-for-profit organizations, as at March 31, 2023 and for the year then ended.

The preparation of these summary consolidated financial statements requires management to determine the information that needs to be reflected in them so that they are consistent in all material respects with, or represent a fair summary of, the audited consolidated financial statements.

Management prepared these summary consolidated financial statements using the following criteria:

- (a) the summary consolidated financial statements include a statement for each statement included in the audited consolidated financial statements;
- (b) information in the summary consolidated financial statements agrees with the related information in the audited consolidated financial statements;
- (c) major subtotals, totals and comparative information from the audited consolidated financial statements are included; and
- (d) the summary consolidated financial statements contain the information from the audited consolidated financial statements dealing with matters having a pervasive or otherwise significant effect on the summarized consolidated financial statements.

The audited consolidated financial statements of Manitoba Possible Inc. are available upon request by contacting the Entity.