EDUCATIONAL PROGRAM INNOVATIONS CHARITY SOCIETY

FINANCIAL STATEMENTS

JUNE 30, 2026

EDUCATIONAL PROGRAM INNOVATIONS CHARITY SOCIETY

JUNE 30, 2026

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Roach Perry Anderson
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INDEPENDENT AUDITORS' REPORT

To the Board Members of:
Educational Program Innovations Charity Society

Qualified Opinion
We have audited the financial statements of Educational Program Innovations Charity Society, which comprise the statement of financial position as at June 30, 2026, and the statements of operations and 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 of Educational Program Innovations Charity Society are prepared, in all material respects, in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Qualified Opinion
In common with many non-profit organizations, the Society derives part of its revenue from sources which are not susceptible to complete audit certification. Accordingly, our verification of revenue from donations was limited to accounting for the amounts recorded in the records of Educational Program Innovations Charity Society. Our audit opinion was also modified for the same above-noted circumstances in the previous year.

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 Society in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other 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 opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements
Management is responsible for the preparation 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 Educational Program Innovations Charity Society'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 Educational Program Innovations Charity Society or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Educational Program Innovations Charity Society'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 CASs, 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 Society'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 Educational Program Innovations Charity Society'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 Educational Program Innovations Charity Society 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.

Roach Perry Anderson

Sydney, Nova Scotia
September 21, 2026

Chartered Professional Accountants

EDUCATIONAL PROGRAM INNOVATIONS CHARITY SOCIETY

STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2026

ASSETS

	2026	2025
CURRENT		
Cash	$ 20,681	$ 59,325
Short term investments (Note 3)	240,206	148,213
Accounts receivable	1,800	7,466
HST receivable	5,161	5,294
Prepaid expenses	309	1,296
	$ 268,157	$ 221,594

LIABILITIES

	2026	2025
CURRENT		
Accounts payable and accrued liabilities	$ 11,223	$ 9,617
Deferred revenue (Note 4)	-	6,318
	11,223	15,935

NET ASSETS

	2026	2025
UNRESTRICTED	256,934	205,659
	$ 268,157	$ 221,594

APPROVED ON BEHALF OF THE BOARD:

Janet Robinson Director

Barb Donovan Director

SEE ACCOMPANYING NOTES

EDUCATIONAL PROGRAM INNOVATIONS CHARITY SOCIETY

STATEMENT OF OPERATIONS AND NET ASSETS

FOR THE YEAR ENDED JUNE 30, 2026

	2026	2025
REVENUE		
Donations	$ 23,961	$ 31,703
Law Foundation of Nova Scotia	55,000	55,000
Province of Nova Scotia	40,819	67,974
United Way of Cape Breton	22,398	42,114
Joyce Family Foundation	50,000	50,000
Other contributions	26,462	26,455
	218,640	273,246
EXPENDITURES		
Program		
- Awards	3,500	3,500
- Equipment	1,958	1,238
- Materials	595	1,180
- Nutrition	15,608	12,163
- Office	1,253	2,018
- Program development	6,402	5,673
- Sub-contracts	46,648	41,440
- Telephone	650	591
- Transportation	13,941	16,018
- Unrecoverable HST	2,473	2,607
- Wages and benefits	146,148	129,550
Administration		
- Dues, fees and bank charges	1,145	980
- Insurance	2,209	2,739
- Professional fees	11,500	11,000
- Travel	1,350	810
Fundraising		
- Fundraising	1,702	-
	257,082	231,507
(DEFICIENCY) EXCESS OF REVENUES OVER EXPENDITURES FROM OPERATIONS	(38,442)	41,739
OTHER INCOME		
Investment income (Note 5)	89,717	36,274
EXCESS OF REVENUES OVER EXPENDITURES	51,275	78,013
NET ASSETS, BEGINNING OF YEAR	205,659	127,646
NET ASSETS, END OF YEAR	$ 256,934	$ 205,659

SEE ACCOMPANYING NOTES

EDUCATIONAL PROGRAM INNOVATIONS CHARITY SOCIETY

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED JUNE 30, 2026

	2026	2025
OPERATING ACTIVITIES		
Cash provided by operations		
Excess of revenues over expenditures	$ 51,275	$ 78,013
Add: charges to operations not involving cash		
(Gain) loss on sale of marketable securities	(15,829)	10,219
Unrealized gain on marketable securities	(63,239)	(36,938)
	(27,793)	51,294
Net change in non-cash working capital		
Accounts receivable	5,666	3,925
Accounts payable and accrued liabilities	1,606	652
Deferred revenue	(6,319)	(30,974)
Prepaid expenses	987	(749)
HST receivable	134	(2,607)
	(25,719)	21,541
INVESTING ACTIVITIES		
Purchase of marketable securities	(243,465)	(64,892)
Proceeds on sale of marketable securities	230,540	58,928
	(12,925)	(5,964)
(DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(38,644)	15,577
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	59,325	43,748
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 20,681	$ 59,325

SEE ACCOMPANYING NOTES

1. STATUS AND NATURE OF ACTIVITIES

Educational Program Innovations Charity Society (the "Society") is incorporated under the Societies Act of Nova Scotia. It is a not-for-profit organization that focuses on providing and promoting educational advancement opportunities for the disadvantaged through new educational initiatives and the enhancement of currently successful educational programs. The Society is a registered charity and is exempt from income taxes.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies:

(a) Cash and Cash Equivalents

Cash is defined as cash on hand and cash on deposit net of cheques issued and outstanding at the reporting date.

(b) Capital Assets

Capital assets over $2,000 are capitalized in the period of acquisition and amounts under $2,000 are expensed on acquisition.

(c) Revenue Recognition

The Society follows the deferred 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 be reasonably estimated and collection is reasonably assured.

Investment income is recognized as revenue when earned.

(d) Contributed Services and Materials

Volunteers contribute time and resources to assist the Society to carry out its service delivery activities. These contributed services are not reflected in the financial statements because of the difficulty in determining their fair value.

(e) Financial Instruments

The Society initially measures its financial assets and liabilities at fair value. Subsequently, financial assets with actively traded markets are reported at fair value with any unrealized gains and losses reported in income. All other financial assets and liabilities are subsequently measured at cost or amortized cost.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(f) Use of Estimates

The preparation of these financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that may affect the reported amount of assets, liabilities, revenues and expenses. These estimates are reviewed periodically with any required adjustments made in the year in which they become known.

3. SHORT-TERM INVESTMENTS

	2026	2025
Equity securities	$ 218,934	$ 127,519
Term deposits	21,272	20,694
	$ 240,206	$ 148,213

4. DEFERRED REVENUE

	2026	2025
Balance, beginning of year	$ 6,318	$ 37,292
Less: amount recognized as revenue in the year	(6,318)	(37,292)
Plus: amount received related to the following year	-	6,318
Balance, end of year	$ -	$ 6,318

5. INVESTMENT INCOME

	2026	2025
Dividends	$ 4,597	$ 3,812
Gain on foreign exchange	5,474	5,284
Interest	578	459
Gain (loss) on sale of marketable securities	15,829	(10,219)
Unrealized gain on marketable securities	63,239	36,938
	$ 89,717	$ 36,274

6. FINANCIAL INSTRUMENTS

The financial risks to which the Society is exposed through its financial instruments are interest rate risk and price risk.

a) Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Society is exposed to interest rate risk as its marketable securities and investments are dependent on market interest rates. The value of the security itself could also fluctuate, resulting in gains or losses recognized in the statement of operations and changes in net assets.

b) Other Price Risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or by factors affecting all similar financial instruments traded in the market. The Society is exposed to other price risk through its investments in quoted shares for which the value fluctuates with the quoted market price.

7. COMPARATIVE FIGURES

Certain figures of 2025 have been reclassified to conform to the presentation adopted in 2026.