

Financial Statements

Memphrémagog Conservation Inc.

March 31, 2024

COMPILATION ENGAGEMENT REPORT

To Management of Memphrémagog Conservation Inc.

On the basis of information provided by management, we have compiled the balance sheet of Memphrémagog Conservation Inc. as at March 31, 2024, the statement of operations and net assets for the year then ended, and note 2, which describes the basis of accounting applied in the preparation of the compiled financial information (“financial information”).

Management is responsible for the accompanying financial information, including the accuracy and completeness of the underlying information used to compile it and the selection of the basis of accounting.

We performed this engagement in accordance with Canadian Standard on Related Services (CSRS) 4200, *Compilation Engagements*, which requires us to comply with relevant ethical requirements. Our responsibility is to assist management in the preparation of the financial information.

We did not perform an audit engagement or a review engagement, nor were we required to perform procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an audit opinion or a review conclusion, or provide any form of assurance on the financial information.

Prior to compiling the Memphrémagog Conservation Inc.'s financial statements, we prepared journal entries having material impact on the financial statements.

Readers are cautioned that the financial information may not be appropriate for their purposes.



Yann Philibert Consultant CPA Inc.¹

Magog, Quebec
May 21, 2024

¹ By Yann Philibert, CPA, CPA permit No. 121634

Memphrémagog Conservation Inc.

BILAN

Au 31 mars

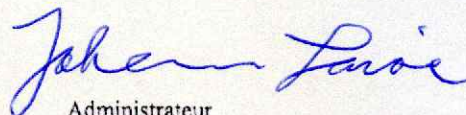
	2024 \$	2023 \$
ACTIF		
À court terme		
Trésorerie	91 083	120 014
Débiteurs et autres sommes à recevoir	30 602	5 515
Dons et subventions à recevoir	17 456	11 224
Subvention à recevoir - prêt CUEC	—	20 000
Charges payées d'avance	1 722	2 476
Inventaires	4 717	4 427
	<u>145 580</u>	<u>163 656</u>
Placements <i>[note 5]</i>	128 217	121 520
Immobilisations corporelles <i>[note 4]</i>	10 056	12 029
	<u>283 853</u>	<u>297 205</u>
PASSIF		
À court terme		
Créditeurs et charges à payer	18 144	10 859
Taxes à la consommation à payer	1 187	—
Produits reportés	33 187	1 990
Portion court terme de la dette à long terme <i>[note 6]</i>	—	60 000
	<u>52 518</u>	<u>72 849</u>
ACTIF NET		
Fonds non-affectés	132 441	162 963
Fonds affectés - Bourse d'études	67 894	61 393
Fonds affectés - Conservation	31 000	—
	<u>231 335</u>	<u>224 356</u>
	<u>283 853</u>	<u>297 205</u>

Voir les notes ci-jointes

Au nom du conseil d'administration,



Administrateur



Administrateur

Memphrémagog Conservation Inc.

STATEMENT OF OPERATIONS

For the year ended March 31

	2024		2023
	\$		\$
INCOME			
Membership fees	99 208		138 034
Donations and events	57 748		24 366
Services and miscellaneous income	65 238		47 228
Grants and contributions <i>[note 3]</i>	<u>100 906</u>		<u>66 784</u>
	323 100		276 412
EXPENSES			
Projects			
Salaries and professionnall fees	218 200	175 860	
Capital assets depreciation	3 007	3 007	
Other projets expenses	<u>21 044</u>	<u>17 504</u>	196 371
Communications and promotion	8 397		6 205
Administrative expenses			
Salaries and professionnall fees	54 465	48 054	
Insurance	609	618	
Other office expenses	10 369	8 778	
Capital assets depreciation	<u>30</u>	<u>106</u>	<u>57 556</u>
	316 121		260 132
Excess of income over expenses	<u>6 979</u>		<u>16 280</u>

See accompanying notes

Memphrémagog Conservation Inc.

STATEMENT OF NET ASSETS

For the year ended March 31

	Unrestricted fund	Restricted fund - Scholarship	Restricted fund - Conservation	2024	2023
	\$	\$	\$	\$	\$
Net assets, beginning of the year	162 963	61 393	—	224 356	208 076
Excess (Deficiency) of income over expenses	(30 522)	6 501	31 000	6 979	16 280
Inter-fund transfer	—	—	—	—	—
Net assets, end of the year	132 441	67 894	31 000	231 335	224 356

See accompanying notes

Memphrémagog Conservation Inc.

NOTES TO FINANCIAL STATEMENTS

As at March 31

1. GOVERNING STATUTES AND PURPOSE OF THE ORGANIZATION

The organization, incorporated under the Part III of the Companies Act (Quebec), aims to ensure the safeguard of the Lake Memphremagog environment and its watershed for future generations. The organization is registered as a charitable organization under the Income Tax Act.

2. BASIC OF ACCOUNTING APPLIED IN THE PREPARATION OF THE FINANCIAL INFORMATION

The method of accounting applied in the preparation of the financial information is based on historical cost, taking into account cash operations as well as the following elements:

- Accounts receivable and other receivables, less, if applicable, a provision for bad debts;
- Donations and grants receivable, when the conditions allowing collection are met;
- Prepaid expenses;
- Inventories, less, if applicable, a provision for obsolescence;
- Property, plant and equipment are depreciated using the following method and rates:

	<u>Méthode</u>	<u>Taux</u>
Boat	Linear	5 years
Computer equipment	Linear	3 years

- Accounts payable and accrued liabilities;
- Deferred revenue recognized when sums are received for future expenses or for services to be rendered after the end of the fiscal year;
- Revenue recognized when the conditions of donations and grants are met or services have been rendered.

3. GRANTS AND CONTRIBUTIONS

	2024	2023
	\$	\$
Government of Canada	14 686	14 279
Government of Québec	18 941	123
Municipalities and cities	27 777	20 661
Foundations and others	39 502	31 721
	100 906	66 784

Memphrémagog Conservation Inc.

NOTES TO FINANCIAL STATEMENTS

As at March 31

4. CAPITAL ASSETS

	2024		
	Cost	Accumulated depreciation	Net carrying amount
	\$	\$	\$
Boat	37 405	(28 383)	9 022
Computer equipment	1 699	(665)	1 034
	39 104	(29 048)	10 056

	2023		
	Cost	Accumulated depreciation	Net carrying amount
	\$	\$	\$
Boat	37 405	(25 376)	12 029
Computer equipment	635	(635)	—
	38 040	(26 011)	12 029

Memphrémagog Conservation Inc.

NOTES TO FINANCIAL STATEMENTS

As at March 31

5. INVESTMENTS

	2024	2023
	\$	\$
Deposit, at cost	<u>60 323</u>	60 127
Scholarship investment, at cost	<u>67 894</u>	61 393
	<u>128 217</u>	<u>121 520</u>

During the period ended March 31, 2024, scholarship investment recorded net contributions of \$4,510 and investment income net of investment expenses of \$1,991.

The fair market value of the scholarship investments is \$69,707 as at March 31, 2024 [\$58,152 as at March 31, 2023].

6. LONG TERM DEBT

	2024	2023
	\$	\$
Canada Emergency Business Account loan (CEBA) in the amount of \$60,000, reimbursed during the financial year.	—	60 000
	<u>—</u>	<u>60 000</u>
Short term portion	—	60 000
Long term portion	—	—