

BRIARPATCH INCORPORATED

Regina, Saskatchewan

**Financial Statements
(unaudited)**

For the fiscal year ended March 31, 2025

INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

**To the Members,
Briarpatch Incorporated**

We have reviewed the accompanying financial statements of Briarpatch Incorporated that comprise the statement of financial position as at March 31, 2025, and the statements of operations, changes in net assets and cash flows for the year then ended, as well as 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.

Conclusion

Based on our review, nothing has come to our attention causing us to believe that the financial statements do not present fairly, in all material respects, the financial position of Briarpatch Incorporated as at March 31, 2025, 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.

**Regina, Saskatchewan
October 14, 2025**

**Iris E. Howden
CPA CMA**

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BRIARPATCH INCORPORATED
STATEMENT OF FINANCIAL POSITION
For the Fiscal Period Ended March 31, 2025
(with comparative figures at March 31, 2024)

ASSETS

	<u>2025</u>	<u>2024</u>
Current Assets:		
Bank	\$ 46,251	\$ 45,926
Accounts Receivable (Note 4)	75,403	36,280
GST Receivable	3,700	2,487
Prepaid Expenses	889	-
Short Term Investments (Note 5)	6,253	6,005
	<u>132,496</u>	<u>90,698</u>
Capital Assets (Note 3)	<u>301</u>	<u>431</u>
TOTAL ASSETS	<u>\$ 132,797</u>	<u>\$ 91,129</u>

LIABILITIES & NET ASSETS

Current Liabilities:		
Accounts Payable and Accrued Liabilities	\$ 24,646	\$ 16,567
Payroll Remittance Payable	46,398	15,885
Deferred Revenue	22,000	-
	<u>93,044</u>	<u>32,452</u>
Net Assets:		
Surplus - General	<u>39,753</u>	<u>58,677</u>
	<u>39,753</u>	<u>58,677</u>
TOTAL LIABILITIES & NET ASSETS	<u>\$ 132,797</u>	<u>\$ 91,129</u>

Approved on behalf of the Board of Directors

BRIARPATCH INCORPORATED
STATEMENT OF REVENUE AND EXPENDITURES
For the Fiscal Period Ended March 31, 2025
(with comparative figures at March 31, 2024)

	<u>2025</u>	<u>2024</u>
REVENUE		
Subscriptions	\$ 18,296	\$ 22,928
Advertising	14,235	16,187
Canadian Heritage - Operating Grant	59,380	54,019
Canadian Heritage - Business Innovation Grant	-	27,767
Canadian Race Relations Foundation Grant	68,000	-
Canada Summer Jobs Grant	4,153	-
Other Grants	-	1,300
Defender Contract Revenue	19,088	19,007
Fundraisers	1,970	2,615
Donations	67,136	80,280
Interest	248	203
Miscellaneous	2,656	2,710
	<u>255,162</u>	<u>227,016</u>
EXPENSES		
Accounting and Legal	4,187	11,030
Advertising and Promotion	440	220
Amortization	129	184
Bad Debt Expense	5,000	5,821
Bank and Credit Card Charges	9,598	3,785
Fundraising	1,764	5,432
Insurance	723	700
Magazine Production	82,593	106,403
Memberships	598	880
Miscellaneous	3,102	1,786
Office Expenses	282	1,738
Printing and Postage - Other	4,279	5,956
Professional Fees	1,628	1,628
Rent	6,773	5,788
Salaries and Benefits	148,734	101,200
Telephone	1,605	1,709
Technology Maintenance	2,651	-
Total	<u>274,086</u>	<u>254,260</u>
NET REVENUE OVER EXPENDITURES	\$ (18,924)	\$ (27,244)
Surplus, Opening Balance	<u>58,677</u>	<u>85,921</u>
SURPLUS, End of Year	<u><u>\$ 39,753</u></u>	<u><u>\$ 58,677</u></u>

BRIARPATCH INCORPORATED
STATEMENT OF CHANGES IN FINANCIAL POSITION
For the Fiscal Period Ended March 31, 2025
(with comparative figures at March 31, 2024)

	<u>2025</u>	<u>2024</u>
Cash Provided by (Used in) Operating Activities:		
Net Revenue over Expenditures	\$ (18,924)	\$ (27,244)
Amortization Expense	129	184
Non-cash operating working capital		
- Decrease (Increase) in Accounts Receivable	(39,123)	(11,118)
- Decrease (Increase) in GST Receivable	(1,212)	(2,462)
- Decrease (Increase) in Prepaid Expenses	(889)	-
- Increase (Decrease) in Accounts Payable	8,079	4,347
- Increase (Decrease) in Deferred Revenue	22,000	(6,000)
- Increase (Decrease) in Other Payables	30,513	9,586
	<u>573</u>	<u>(32,707)</u>
Cash Provided by (Used in) Investing Activities:		
- Purchase of Capital Assets	<u>-</u>	<u>-</u>
Increase (Decrease) in Cash	573	(32,707)
Cash Position - Beginning of Year	<u>51,931</u>	<u>84,638</u>
Cash Position - End of Year	<u><u>\$ 52,504</u></u>	<u><u>\$ 51,931</u></u>

Cash consists of:		
Cash	\$ 46,251	\$ 45,926
Term Deposits - General	<u>6,253</u>	<u>6,005</u>
	<u><u>\$ 52,504</u></u>	<u><u>\$ 51,931</u></u>

BRIARPATCH INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Period Ended March 31, 2025

1. Purpose of Organization

To organization was incorporated under the Non-Profit Corporations Act in October, 1974. The main business activity is the publication of a magazine.

2. Summary of Significant Accounting Policies

Basis of Presentation

The financial statements have been prepared in accordance with generally accepted accounting standards for not-for-profit organizations and reflect the following policies:

Capital Assets

Capital assets are recorded at cost and amortized over their estimated useful lives. One half of the annual rate is used in the year of purchase. Amortization rates are as follows:

Computer Equipment	30% declining balance method
Software	100% straight line
Office Furniture	20% declining balance method
Leasehold Improvements	20% straight line

Revenue Recognition

Subscription revenue is recognized when invoiced. No allowance has been made for deferred subscription revenue.

Donations are recognized when received. There were no pledges or receivables relating to donations for fiscal years ending March 31, 2025 and 2024. No donations were restricted for 2025 or 2024 fiscal year ends.

Investments

Investments consist of term deposits and recorded at cost.

Income Taxes

The organization is a non-profit organization and is not subject to income taxes.

Donated Services

The organization operated under the guidance of volunteers. The value of donated services is not recognized in these statements.

Measurement Uncertainty

The preparation of financial statements in conformity with Canadian generally accepted accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Estimates are used when accounting for amortization. Actual results could differ from these estimates.

BRIARPATCH INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Period Ended March 31, 2025

2. Summary of Significant Accounting Policies (continued)

Financial Instruments

The company's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities. Their carrying values approximate their fair value due to their short term maturity. The company does not have a significant credit exposure to any individual or counterpart.

3. Capital Assets

	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Mar-25</u>	<u>Mar-24</u>
Computer Equipment	9,608	9,307	301	431
	<u>\$ 9,608</u>	<u>\$ 9,307</u>	<u>\$ 301</u>	<u>\$ 431</u>

4. Accounts Receivable

Accounts receivable have been reviewed by individual account and an allowance for doubtful accounts of \$5,000 has been set up to offset invoices which may not be collectable. The organization is actively following up and attempting to collect receivables during the 2025/2026 fiscal period.

5. Investments

	<u>2025</u>	<u>2024</u>
1 Year Redeemable term deposit, due Jan 20, 2026 at 2.95% interest	\$ 6,253	\$ -
1 Year Redeemable term deposit, due Jan 20, 2025 at 4.12% interest	-	6,005
	<u>\$ 6,253</u>	<u>\$ 5,802</u>

6. Commitments

The organization rents its office space at 2138 McIntyre Street, Regina for \$544 per month. The rental is on a month to month basis.