

**Maskwa Medical Center (Canada) Inc.**

Financial Statements

**March 31, 2025**

**Maskwa Medical Center (Canada) Inc.**  
**Table of Contents**

---

---

	<b>Page</b>
<b>Independent Auditor's Report</b>	
<b>Financial Statements</b>	
Statement of Financial Position	1
Statement of Changes in Net Assets	2
Statement of Operations	3
Schedule of Building Fund	4
Statement of Cash Flows	5
Notes to Financial Statements	6 - 9



**FULCRUM GROUP**  
CHARTERED PROFESSIONAL ACCOUNTANTS

Chris Bell, CPA, CA\*  
Karla Kimble, CPA, CA\*  
Jesse Lofstrom, CPA, CA\*  
Neil Rozema, CPA, CMA, CA\*  
Lindsey Wickberg, MPAcc, CPA, CA\*

### **Independent Auditor's Report**

To the directors of  
**Maskwa Medical Center (Canada) Inc.**

#### *Opinion*

We have audited the financial statements of Maskwa Medical Center (Canada) Inc., which comprise the Statement of Financial Position as at March 31, 2025, and the Statements of Changes in Net Assets, Operations and Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the organization as at March 31, 2025, and its financial performance and its cash flows for the year then ended in accordance with Accounting Standards for Not-for-Profit Organizations (ASNPO).

#### *Basis for Opinion*

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 organization in accordance with the 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 opinion.

#### *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 ASNPO, 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.

## **Independent Auditor's Report, continued**

In preparing the financial statements, management is responsible for assessing the organization'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 organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the organization'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 organization'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 organization'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 organization to cease to continue as a going concern.

### **Independent Auditor's Report, continued**

- ♦ 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.

*Fulcrum Group*

Grande Prairie, Alberta  
June 30, 2025

**Fulcrum Group**  
Chartered Professional Accountants


**Maskwa Medical Center (Canada) Inc.**  
Statement of Financial Position

As at March 31	2025	2024
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 147,757	\$ 317,487
Goods and Services Tax receivable	7,948	17,455
Restricted cash	183,420	679,787
	339,125	1,014,729
<b>Tangible capital assets (note 3)</b>	1,438,830	320,186
	\$ 1,777,955	\$ 1,334,915
<b>Liabilities</b>		
<b>Current liabilities</b>		
Accounts payable and accrued liabilities	\$ 93,913	\$ 339,800
Due to related party (note 4)	75,000	-
	168,913	339,800
<b>Contingent liabilities (note 5)</b>		
<b>Subsequent events (note 6)</b>		
<b>Net Assets</b>		
<b>Unrestricted fund</b>	(13,208)	(4,858)
<b>Building fund</b>	183,420	679,787
<b>Invested in tangible capital assets</b>	1,438,830	320,186
	1,609,042	995,115
	\$ 1,777,955	\$ 1,334,915

See accompanying notes

Approved by the board

  
\_\_\_\_\_  
(Brent Hoyseth) Director

  
\_\_\_\_\_  
(Rhonda Side) Director

**Maskwa Medical Center (Canada) Inc.**  
Statement of Changes in Net Assets

**Year ended March 31, 2025**

	Total	Unrestricted fund	Building fund	Invested in tangible capital assets
<b>Balance, beginning of year</b>	\$ 995,115	\$ (4,858)	\$ 679,787	\$ 320,186
Excess (deficiency) of donations over expenditures	613,927	(7,215)	621,142	-
Capital asset purchases	-	(1,135)	(1,117,509)	1,118,644
<b>Balance, end of year</b>	<b>\$ 1,609,042</b>	<b>\$ (13,208)</b>	<b>\$ 183,420</b>	<b>\$ 1,438,830</b>

**Year ended March 31, 2024**

	Total	Unrestricted fund	Building fund	Invested in tangible capital assets
<b>Balance, beginning of year</b>	\$ (9,332)	\$ (9,332)	\$ -	\$ -
Excess of donations over expenditures	1,004,447	4,474	999,973	-
Capital asset purchases	-	-	(320,186)	320,186
<b>Balance, end of year</b>	<b>\$ 995,115</b>	<b>\$ (4,858)</b>	<b>\$ 679,787</b>	<b>\$ 320,186</b>

See accompanying notes

**Maskwa Medical Center (Canada) Inc.**  
**Statement of Operations**

<b>Year ended March 31</b>	<b>2025</b>	<b>2024</b>
<b>Donations</b>	<b>\$ 161,071</b>	<b>\$ 79,350</b>
<b>Expenditures</b>		
Advertising and promotion	16,745	5,570
Board and committee expenses	-	64
Contracted services	97,336	27,510
Insurance	2,424	-
Interest and bank charges	303	341
Meals and entertainment	2,102	2,243
Office	15,001	10,633
Professional fees	31,630	27,457
Travel	2,745	1,058
	<b>168,286</b>	<b>74,876</b>
<b>Excess of revenues over expenditures from operations</b>	<b>(7,215)</b>	<b>4,474</b>
<b>Building fund, Schedule 1</b>	<b>621,142</b>	<b>999,973</b>
<b>Excess of donations over expenditures</b>	<b>\$ 613,927</b>	<b>\$ 1,004,447</b>

See accompanying notes



Schedule 1  
**Maskwa Medical Center (Canada) Inc.**  
Schedule of Building Fund

<b>Year ended March 31</b>	<b>2025</b>	<b>2024</b>
<b>Revenue</b>		
Government grants	\$ 500,000	\$ 1,000,000
Donations	<u>135,000</u>	<u>-</u>
	<b>635,000</b>	<b>1,000,000</b>
<b>Expenditures</b>		
Bank fees	184	27
Bookkeeping	<u>13,674</u>	<u>-</u>
	<b>13,858</b>	<b>27</b>
<b>Excess of donations over expenditures</b>	<b>\$ 621,142</b>	<b>\$ 999,973</b>

See accompanying notes

**Maskwa Medical Center (Canada) Inc.**  
Statement of Cash Flows

<b>Year ended March 31</b>	<b>2025</b>	<b>2024</b>
<b>Operating activities</b>		
Cash receipts from donors and others	\$ 305,578	\$ 79,350
Cash receipts from government grants	500,000	1,000,000
Cash paid to suppliers and employees	(428,031)	(54,983)
	<u>377,547</u>	<u>1,024,367</u>
<b>Investing activities</b>		
Advances from related parties	75,000	-
Advances to related parties	-	(14,000)
Purchase of tangible capital assets	(1,118,644)	(33,292)
	<u>(1,043,644)</u>	<u>(47,292)</u>
<b>(Decrease) increase in cash</b>	<b>(666,097)</b>	<b>977,075</b>
<b>Cash, beginning of year</b>	<b>997,274</b>	<b>20,199</b>
<b>Cash, end of year</b>	<b>\$ 331,177</b>	<b>\$ 997,274</b>
<b>Cash consists of:</b>		
Cash	\$ 147,757	\$ 317,487
Restricted cash	183,420	679,787
	<u>\$ 331,177</u>	<u>\$ 997,274</u>

See accompanying notes

**Maskwa Medical Center (Canada) Inc.**  
**Notes to Financial Statements**

---

**1. Nature of operations**

Maskwa Medical Center (Canada) Inc., the organization, was incorporated on April 25, 2018 in the Province of Alberta under the Business Corporations Act. It continued to the Canada Business Corporations Act on October 21, 2020. On November 4, 2020, the corporation was discontinued under the Canada Business Corporations Act and continued under the Canada Not-for-profit Corporations Act. The organization was approved by CRA for charitable status on April 16, 2022.

The purpose of the organization is "to provide natural persons in Canada with world class medical resources for the identification of complex health issues and development of appropriate treatment plans on a timely basis".

**2. Significant accounting policies**

The organization applies the Canadian accounting standards for not-for-profit organizations.

**Cash**

Cash consists of balances with financial institutions.

**Revenue recognition**

The organization follows the restricted fund method of accounting for contributions. Restricted contributions are recognized as revenue of the appropriate restricted fund. Unrestricted contributions are recognized as revenue in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Endowment contributions are recognized as direct increases in net assets.

Restricted investment income is recognized as revenue when earned. Unrestricted investment income is recognized as revenue when earned.

Externally restricted contributions for which there is no restricted fund for are recognized in the general fund in accordance with the deferral method.

**Tangible capital assets**

Tangible capital assets are recorded at cost. The organization provides for amortization using the straight-line method at rates designed to amortize the cost of the tangible capital assets over their estimated useful lives. The annual amortization rate is as follows:

Tangible capital assets under construction are not amortized until the asset is available for productive use.

**Maskwa Medical Center (Canada) Inc.**  
**Notes to Financial Statements**

---

**2. Significant accounting policies, continued**

**Financial instruments**

**Measurement of financial instruments**

The organization initially measures its financial assets and liabilities at fair value, except for certain related party transactions that are measured at the carrying amount or exchange amount, as appropriate.

The organization subsequently measures all its financial assets and financial 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 excess of donations over expenditures in the period incurred.

Financial assets measured at amortized cost include cash.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities and amounts due to related parties.

**Impairment**

For financial assets measured at cost or amortized cost, the organization determines whether there are indications of possible impairment. When there is an indication of impairment, and the organization 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 excess of donations over expenditures. A previously recognized impairment loss may be reversed to the extent of the improvement. The carrying amount of the financial asset may not be 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 excess of donations over expenditures.

**Transaction costs**

Transaction costs related to financial instruments that will be subsequently measured at fair value are recognized in net income in the period incurred. Transaction costs related to financial instruments subsequently measured at amortized cost are included in the original cost of the asset or liability and recognized in net income over the life of the instrument using the straight-line method.

**Financial instrument risks**

Unless otherwise noted it is management's opinion that the organization is not exposed to significant interest, currency, market, liquidity or credit risks arising from these financial instruments.

## Maskwa Medical Center (Canada) Inc.

### Notes to Financial Statements

#### 2. Significant accounting policies, continued

##### Fund accounting

The Building fund is an externally restricted fund that consists of resources that are to be used on the design and development of the organizations facility.

The Invested in tangible capital assets fund is the amount of the association's net assets invested in tangible capital assets. The amount is calculated by deducting the balance of related long-term debt from the tangible capital asset net book value.

##### Contributed services

Directors and committee members volunteer their time to assist in the organization's activities. While these services benefit the organization considerably, a reasonable estimate of their amount and fair value cannot be made and, accordingly, these contributed services are not recognized in the financial statements.

#### 3. Tangible capital assets

	2025		2024	
	Cost	Accumulated amortization	Net	Net
Building under construction	\$ 1,437,695	\$ -	\$ 1,437,695	\$ 320,186
Office equipment	1,135	-	1,135	-
	<u>\$ 1,438,830</u>	<u>\$ -</u>	<u>\$ 1,438,830</u>	<u>\$ 320,186</u>

#### 4. Due to related party and related company transactions

Related parties consist of board members as well as the corporations of which they maintain control.

Donations received from related parties are \$43,640 (2024 - \$54,100). These transactions are in the normal course of operations and are measured at their exchange amount, which is the amount of consideration established and agreed upon by the related parties.

There is a promissory loan owed to a related company owned by board members in the amount of \$75,000. The loan is due on demand, bears interest at the rate of 10% per annum on any portion demanded but not paid within the period of payment. Otherwise, the promissory note shall bear interest at the rate of 0% per annum.

**Maskwa Medical Center (Canada) Inc.**  
**Notes to Financial Statements**

---

**5. Contingent liabilities**

Municipal grants received for capital projects are conditional upon meeting specific criteria established by each agreement. If conditions are not met a portion or all of the grant may become repayable. There is uncertainty if repayment of these grants might be required or the amounts that could be come due.

**6. Subsequent events**

The City of Grande Prairie refunded amounts totaling \$25,550 in May 2025 for permit amounts that were paid in the 2025 fiscal year end and capitalized.

**7. Economic dependence**

The organization receives approximately 63% (2024 - 93%) of its funding from the local municipal governments of the City of Grande Prairie, County of Grande Prairie No.1 and Municipal District of Greenview No.16. The organization's continued operations are dependent on these funding agreements and on satisfying the terms of the agreements.

**8. Comparative figures**

The financial statements have been reclassified, where applicable, to conform to the presentation used in the current year. The changes do not affect prior year earnings.