
FINANCIAL STATEMENTS

**CANCER EDUCATION RESEARCH
FOUNDATION**

December 31, 2015

CANCER EDUCATION RESEARCH FOUNDATION

FINANCIAL STATEMENTS

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INDEPENDENT AUDITOR'S REPORT

To the Members of
Cancer Education Research Foundation

We have audited the accompanying financial statements of **Cancer Education Research Foundation**, which comprise the statement of financial position as at December 31, 2015, and the statements of changes in net assets, operations and cash flows for the year then ended, and 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 private enterprises, 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the organization's preparation and fair presentation of the financial statements 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

INDEPENDENT AUDITOR'S REPORT (continued)

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Cancer Education Research Foundation as at December 31, 2015, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for private enterprises.

CQK Chartered Accountants LLP

Mississauga, Ontario
July 26, 2016

CHARTERED ACCOUNTANTS
Licensed Public Accountants

CANCER EDUCATION RESEARCH FOUNDATION

STATEMENT OF FINANCIAL POSITION

As at December 31, 2015

Assets

Current	
Cash	\$ 1,011,024
Prepaid Expenses	636
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	\$ 1,011,660

Liability and fund balances

Current	
Accounts Payable and Accrued Liabilities	\$ 6,489
Operating fund balance	1,005,171
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	\$ 1,011,660

See accompanying notes to financial statements

Approved:

Member



Member

CANCER EDUCATION RESEARCH FOUNDATION
STATEMENT OF CHANGES IN NET ASSETS

Year ended December 31, 2015	
Balance, beginning of year	\$ -
Excess of revenues over expenditures	1,005,171
Balance, end of year	\$ 1,005,171

See accompanying notes to financial statements

CANCER EDUCATION RESEARCH FOUNDATION

STATEMENT OF OPERATIONS

Year ended December 31, 2015

Revenues	\$ 1,047,874
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Expenditures	
Bank charges	16,826
Payroll expenses	12,838
Advertising and promotion	5,794
Professional fees	3,500
Office and general	3,234
Technology maintenance expenses	511
	<hr/>
	42,703
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Excess of revenues over expenditures	\$ 1,005,171

See accompanying notes to financial statements

CANCER EDUCATION RESEARCH FOUNDATION

STATEMENT OF CASH FLOWS

Year ended December 31, 2015

Cash flows provided by (used in):

Operating

Excess of revenues over expenditures	\$ 1,005,171
Change in non-cash working capital items	
Prepaid Expenses	(636)
Accounts Payable and Accrued Liabilities	6,489

Increase in cash 1,011,024

Cash, beginning of year -

Cash, end of year \$ 1,011,024

See accompanying notes to financial statements

CANCER EDUCATION RESEARCH FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

1. Nature of operations

Cancer Education Research Foundation (CERF) promotes health by funding and providing cancer treatment equipment.

Cancer Education Research Foundation (CERF) was founded in 2014. It was incorporated without share capital under the incorporation Act of Canada. CERF is a registered Canadian charity under the Canada Not-for-Profit Corporation Act as of July 16, 2014. It meets all legal requirements of Canadian legislation and policies related to charitable organizations, and accordingly, is exempt from income taxes, provided certain requirements of the Income Tax Act are met.

2. Significant accounting policies

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

(a) Basis of accounting

These financial statements have been prepared by management in accordance with the Canadian standards for not-for-profit organizations with significant accounting policies as set out below.

(b) Use of estimates

The preparation of financial statements in conformity with Canadian accounting standards for private enterprises 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 balance sheet date and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates.

(c) Revenue recognition

The organization does not recognize revenue before the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the organization, the stage of completion of the transaction at the end of the reporting period can be measured reliably, the costs incurred for the transaction and the costs to complete the transaction can be measured reliably and collection of the related receivable is reasonably assured.

Unrestricted contributions are recognized as revenue of the operating fund in the year received.

(d) Donated material and services

Donated capital and investments are recorded in the financial statements at fair value on the date of the donation. Donated materials and services are not recorded because the fair market value is not readily determinable. With the exception of volunteer time, such material and services are not significant.

(e) Contributed services

Directors, committee members and owners volunteer their time to assist in the corporation's activities. While these services benefit the corporation 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.

CANCER EDUCATION RESEARCH FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

2. Significant accounting policies (continued)

(f) Capital management

The organization manages its capital to ensure that it will be able to continue as a going concern while providing funding for cancer related education and preventions programs that fund free cancer treatment of eligible patients, treatment equipments, long term care facilities, related training and education programs and cancer research programs. As the Organization is a not-for-profit organization, this objective is dependent on the support of individual and corporate donors.

The organization is not subject to externally imposed capital requirements.

The Organization defines its capital as its Fund balances. The Organization manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. In order to facilitate the management of its capital requirements, the Organization prepares annual revenue and expenditure budgets which are based on established and projected funding needs for the year. These budgets are updated as necessary depending on changes in circumstances and are approved by the Board of Directors. There has been no change in what the Organization defines as capital, or the objectives, policies and procedures for managing capital in the year.

(g) Financial instruments

The organization's financial instruments consist of cash, accounts payable and accrued liabilities. Unless otherwise noted it is management's opinion that the organization is not exposed to significant interest, currency or credit risks.

3. Commitments - International Agreement

On April 1, 2016 CERF signed an agreement with Shaukat Khanum Cancer Hospital and Research Centre to fund portion of costs of acquiring a "Linear Accelerator" (LINAC). This agreement requires an approval process to meet the guidelines of "CRA" Canada Revenue Agency, including the details of how and at what stage the payments will be made by CERF. Currently, CERF is waiting to receive these reports so that the payment can be made in near future.