

**Manitoba Canola Growers
Association Inc.**

Independent Auditor's Report

**Financial Statements
July 31, 2025**

Manitoba Canola Growers Association Inc.

July 31, 2025

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George & Associates Chartered Professional Accountants Inc.
Box 567, 113 2nd Street SW
Carman, Manitoba
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Independent Auditor's Report

To the Board
Manitoba Canola Growers Association Inc.

Opinion

We have audited the financial statements of Manitoba Canola Growers Association Inc., which comprise the statement of financial position as at July 31, 2025, and the statements of operations, changes in 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, the accompanying financial statements present fairly, in all material respects, the financial position of Manitoba Canola Growers Association Inc. as at July 31, 2025, and the results of its operations and its cash flows for the year then ended in accordance with the Canadian accounting standards for not-for-profit organizations.

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 association 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.

Other Information

Management is responsible for the other information. The other information comprises the information included in the Annual report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the 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 these financial statements, management is responsible for assessing the association's ability to continue as a going concern, disclosing, as applicable, matters related to a going concern and using the going concern basis of accounting unless management either intends to liquidate the association or to cease operations, or has no realistic alternative to do so.

Those charged with governance are responsible for overseeing the association'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 association'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 association'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 association 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.



George & Associates Chartered Professional Accountants Inc.

Carman, Manitoba
November 19, 2025

Manitoba Canola Growers Association Inc.

Statement of Financial Position

July 31, 2025

	2025	2024
Assets		
Current Assets		
Bank (note 2)	\$ 403,812	\$ 253,315
Receivables		
Check-off (note 2)	392,898	490,275
Trade	8,000	133,733
Prepaid expenses	141,761	418,489
	<u>946,471</u>	<u>1,295,812</u>
Long-term Assets		
Long-term investments (note 4)	-	-
Wind down reserve (note 14)	540,000	540,000
Revenue reserves (note 14)	828,012	828,012
Unrestricted	5,221,296	4,781,464
	<u>6,589,308</u>	<u>6,149,476</u>
Capital Assets (notes 2 and 3)		
Cost	157,663	148,522
Accumulated amortization	(128,155)	(118,805)
	<u>29,508</u>	<u>29,717</u>
Total Assets	<u>\$ 7,565,287</u>	<u>\$ 7,475,005</u>

The accompanying notes are an integral part of these financial statements.

Manitoba Canola Growers Association Inc.


Statement of Financial Position

July 31, 2025

	2025	2024
Liabilities and Net Assets		
Current Liabilities		
Accounts payable and accruals (note 5)	\$ 312,364	\$ 371,545
Credit card payable	20,808	38,393
Deferred check-off revenue (notes 2 and 8)	3,005,408	2,986,892
	<u>3,338,580</u>	<u>3,396,830</u>
Total Liabilities	<u>3,338,580</u>	<u>3,396,830</u>
Net Assets		
Net assets invested in capital assets	29,508	29,717
Internally restricted net assets - Wind down (note 15)	540,000	540,000
Internally restricted net assets - Reserve (note 15)	828,012	828,012
Unrestricted net assets (note 13)	2,829,187	2,680,446
	<u>4,226,707</u>	<u>4,078,175</u>
Total Liabilities and Net Assets	<u>\$ 7,565,287</u>	<u>\$ 7,475,005</u>

Approved on Behalf of the Board:


Warren Ellis (Dec 17, 2025 16:14:37 CST), Director


Jay Derkach (Dec 17, 2025 17:13:56 CST), Director

The accompanying notes are an integral part of these financial statements.

Manitoba Canola Growers Association Inc.

Statement of Changes in Net Assets

For the Year Ended July 31, 2025

	Invested in Capital Assets	Internally Restricted	Unrestricted	2025 Total	2024 Total
Net Assets					
Balance, beginning of year	\$ 29,717	\$ 1,368,012	\$ 2,680,446	\$ 4,078,175	\$ 3,703,638
Acquisitions	9,141	-	(9,141)	-	-
Excess (deficiency) of revenues over expenses (note 7)	(9,350)	-	157,882	148,532	-
Appropriation of net surplus	-	-	-	-	374,537
Balance, end of year	\$ 29,508	\$ 1,368,012	\$ 2,829,187	\$ 4,226,707	\$ 4,078,175

The accompanying notes are an integral part of these financial statements.

Manitoba Canola Growers Association Inc.

Statement of Operations

For the Year Ended July 31, 2025

	2025	2024
Revenues		
Check-off, net of refunds (notes 2 and 8)	\$ 2,986,892	\$ 2,758,306
Pest surveillance initiative funding	104,245	125,500
Grants - other (note 10)	40,606	64,075
	<u>3,131,743</u>	<u>2,947,881</u>
Expenses (schedule 1)		
Board governance	136,565	164,940
Administration	939,881	781,800
Market development	487,309	479,419
Advocacy	80,724	101,295
Communications	252,244	184,807
Research and agronomy	1,231,136	1,139,819
Canola Council of Canada - Core funding	310,000	392,145
Amortization of capital assets	9,350	9,353
	<u>3,447,209</u>	<u>3,253,578</u>
Excess (deficiency) of revenues over expenses from operations	<u>(315,466)</u>	<u>(305,697)</u>
Non operating income and expenses		
Investments	256,387	343,962
Brokerage fees	(53,081)	(52,130)
Unrealized investment gains (losses)	260,692	388,402
	<u>463,998</u>	<u>680,234</u>
Excess (deficiency) of revenues over expenses	<u>\$ 148,532</u>	<u>\$ 374,537</u>

The accompanying notes are an integral part of these financial statements.

Manitoba Canola Growers Association Inc.

For the Year Ended July 31, 2025

Schedule 1 - Schedule of Expenses

	<u>2025</u>	<u>2024</u>
BOARD GOVERNANCE		
Board meetings	\$ 50,675	\$ 61,228
Director development	5,616	10,770
Strategic planning	1,750	11,095
Committees	6,508	8,374
Professional fees	72,016	70,727
Election	-	2,746
	<u>136,565</u>	<u>164,940</u>
ADMINISTRATION		
Office personnel	796,525	627,480
Office operations	143,356	154,320
	<u>939,881</u>	<u>781,800</u>
MARKET DEVELOPMENT		
National Canola Marketing Program	355,984	340,740
Manitoba Canola Marketing Program	83,905	98,486
New and alternate uses (note 11)	-	(3,536)
Youth programming	47,420	43,729
	<u>\$ 487,309</u>	<u>\$ 479,419</u>

The accompanying notes are an integral part of these financial statements.

Manitoba Canola Growers Association Inc.

For the Year Ended July 31, 2025

Schedule of Expenses

	2025	2024
ADVOCACY		
Industry meetings	\$ 78,224	\$ 87,116
Policy partners	2,500	4,450
Government Engagement	-	9,729
	<u>80,724</u>	<u>101,295</u>
COMMUNICATIONS		
Annual general meeting	46,205	31,502
Association promotion	96,917	38,344
Digital media	54,741	55,660
Scholarships and bursaries	12,567	10,204
Business management training	22,038	22,779
Leadership development and training	19,776	26,318
	<u>252,244</u>	<u>184,807</u>
RESEARCH & AGRONOMY (note 9)		
Agronomic Extension and Services	59,752	94,733
Applied Research and Agronomic Services	537,419	471,233
Research Capacity and Development	108,995	103,091
Research Program Funding (note 11)	524,970	470,762
	<u>\$ 1,231,136</u>	<u>\$ 1,139,819</u>

The accompanying notes are an integral part of these financial statements.

Manitoba Canola Growers Association Inc.

Schedule 2 - Appropriation of Funds

For the Year Ended July 31, 2025

	General Operations Fund	Internally Restricted Fund	Capital Asset Fund	2025	2024
Revenues					
Check-off (net of refunds)	\$ 2,986,892	\$ -	\$ -	\$ 2,986,892	\$ 2,758,306
Pest surveillance initiative funding	104,245	-	-	104,245	125,500
Grant revenue - other	40,606	-	-	40,606	64,075
	3,131,743	-	-	3,131,743	2,947,881
Expenses					
Board governance	136,563	-	-	136,563	164,946
Administration	939,881	-	-	939,881	781,801
Market development	487,309	-	-	487,309	479,419
Advocacy	80,725	-	-	80,725	101,294
Communications	252,245	-	-	252,245	184,808
Research and agronomy	1,231,136	-	-	1,231,136	1,139,818
Canola Council of Canada - Core funding	310,000	-	-	310,000	392,145
Amortization of capital assets	-	-	9,350	9,350	9,353
Total operating expenses	3,437,859	-	9,350	3,447,209	3,253,584
Excess (deficiency) of revenues over expenses from operations	(306,116)	-	(9,350)	(315,466)	(305,703)
Non operating income and expenses					
Investments	256,387	-	-	256,387	343,962
Brokerage fees	(53,081)	-	-	(53,081)	(52,130)
Unrealized gains (losses)	260,692	-	-	260,692	388,408
	463,998	-	-	463,998	680,240
Excess (deficiency) of revenues over expenses	\$ 157,882	\$ -	\$ (9,350)	\$ 148,532	\$ 374,537

Manitoba Canola Growers Association Inc.

Statement of Cash Flows

For the Year Ended July 31, 2025

	2025	2024
OPERATING ACTIVITIES		
Excess (deficiency) of revenues over expenses	\$ 148,532	\$ 374,537
Amortization of capital assets	9,350	9,353
Trade receivables	125,733	(130,667)
Check off receivables	97,377	(112,727)
Prepaid expenses	276,728	(15,246)
Accounts payable and accruals	(76,766)	(67,091)
Deferred check-off revenue	18,516	228,586
Cash from (to) operating	<u>599,470</u>	<u>286,745</u>
FINANCING AND INVESTING ACTIVITIES		
Change in investments	(439,832)	(163,861)
Purchase of capital assets	(9,141)	(13,769)
Cash from (to) financing and investing	<u>(448,973)</u>	<u>(177,630)</u>
Net increase (decrease) in cash	150,497	109,115
Cash beginning of year	<u>253,315</u>	<u>144,200</u>
Cash end of year	<u>\$ 403,812</u>	<u>\$ 253,315</u>

Cash and cash equivalents consist of the following:

Cash	\$ 403,812	\$ 253,315
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The accompanying notes are an integral part of these financial statements.

Manitoba Canola Growers Association Inc.

Notes to the Financial Statements

For the Year Ended July 31, 2025

1 Purpose of the Association

Manitoba Canola Growers Association Inc. is a member organization committed to maximizing net income for canola farmers through sustainable production. The association was incorporated under the Manitoba Corporations Act on July 8, 1982 as a not-for-profit organization and is exempt under the Income Tax Act under section 149 (1)(e) as an agricultural organization.

2 Significant Accounting Policies

a. Basis of Presentation

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations in Part III of the CPA Canada Handbook. Outlined below are those policies considered significant for the association.

b. Revenue Recognition

The association follows the deferral method of accounting for contributions and revenues.

Restricted contributions are recognized as revenue in the year in which the related expenses are incurred.

Check-off revenue is recognized in the same manner as restricted contributions. Current year check-off collections form the basis of the following year's scheduled expenditures. As a result, current year check-off revenue is deferred until the scheduled expenditure is incurred.

Unrestricted contributions are recognized as revenue when 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.

Seminar fees are recognized as revenue when the seminars are held.

c. Capital Assets

Purchased capital assets are recorded at cost. Amortization is provided on a declining balance basis over the assets' estimated useful lives using the following annual rates:

Office equipment	20%
Computers	30%

d. Contributed Services

Contributed services or materials, which are nominal, are not recognized in the financial statements.

Manitoba Canola Growers Association Inc.

Notes to the Financial Statements

For the Year Ended July 31, 2025

2 Significant Accounting Policies continued

e. Cash and Cash Equivalents

Cash and cash equivalents consists of a bank chequing account.

f. Use of Estimates

The preparation of the financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. By their nature, these estimates are subject to measurement uncertainty and the effect on the financial statements of changes in such estimates in future periods could be significant.

g. Financial Instruments

The association initially measures its financial assets and financial liabilities at fair value. It subsequently measures all its financial assets and financial liabilities as amortized cost, unless the Board of Directors elects to carry the instrument at fair value. The Board of Directors has elected to carry investments at fair value.

The financial assets subsequently measured at amortized cost include cash and accounts receivable. The financial liabilities measured at amortized cost include trade accounts payable and accrued liabilities.

3 Capital Assets

	2025	2025	2025	2024
	Cost	Accumulated Amortization	Net Value	Net Value
Office equipment	\$ 14,523	\$ (12,235)	\$ 2,288	\$ 2,772
Computer equipment	143,140	(115,920)	27,220	26,945
	<u>\$ 157,663</u>	<u>\$ (128,155)</u>	<u>\$ 29,508</u>	<u>\$ 29,717</u>

4 Investments

The investments, held with CIBC Private Wealth Management, consist of Canadian bonds and Canadian and International equities. Canadian bonds constitute 63.1% of the portfolio, Canadian equities 13.3% and International equities 23.6%.

Investments are stated at their market value. It is the intention of the Board to hold all investments until maturity. Management's intentions are to hold these investment amounts for future operations that extend beyond next fiscal year, therefore these amounts have been classified as long-term.

Manitoba Canola Growers Association Inc.

Notes to the Financial Statements

For the Year Ended July 31, 2025

5 Accounts Payable and Accrued Liabilities

	2025	2024
Trades payable	\$ 70,562	\$ 176,123
Wages and benefits payable	110,085	66,424
Check-off refunds (period 2, February to July)	131,717	128,998
Total	\$ 312,364	\$ 371,545

6 Actual vs. Budget

The main categories comparison is as follows:

	2025 Budget	2025 Actual
Board Governance	\$ 170,500	\$ 136,565
Administration	992,466	939,881
Market Development	512,000	487,309
Advocacy	145,100	80,724
Communications	310,000	252,244
Research and Agronomy	1,425,538	1,231,136
Canola Council of Canada - Core Funding	433,000	310,000
Canola Council of Canada - Agronomy Services	-	-
Investment fees	-	53,081
Amortization of capital assets	-	9,350
	\$ 3,988,604	\$ 3,500,290

Manitoba Canola Growers Association Inc.

Notes to the Financial Statements

For the Year Ended July 31, 2025

7 Financial Instruments

The association is exposed to various risks through its financial instruments.

Credit risk

Credit risk is the risk that the collectors of the levies (purchasers) will fail to remit to the association. The association is not exposed to significant credit risk as remittances are due monthly and the purchasers are bound to perform such services under the Agricultural Producers Organization Funding Act.

Liquidity risk

Liquidity risk is the risk of being unable to meet cash requirements or to fund obligations as they become due. Trade accounts payables and accrued liabilities are generally paid within thirty days and bank overdrafts are settled from fund transfers from investments. This risk is reduced due to the high dollar value of investments.

Interest rate risk and other price risk

The association is exposed to interest rate risk on its fixed and floating interest rate financial instruments. Fixed-rate instruments subject the association to the fair value risk while the floating rate instruments subject it to cash flow risk. The exposure to this type of risk is the result of investments in bonds. The association is exposed to price risk with the possibility of a reduction in the market price of its investments. The association's revenues may be materially impacted by changes in market prices and interest rates on its investments. The association manages exposure through monitoring financial reports received from the financial institution, which regularly re-balances the investment portfolio.

8 Deferred Check-off Revenue

The Association collects levies from its members during the current fiscal year to fund next years expenditures. These levies are reported as deferred revenues and recognized when the the matching expenditures are incurred. Check-off levies are reported net of refunds.

As at July 31, 2025, the balance of deferred revenues related to subsequent expenditures are as follows:

	<u>2025</u>	<u>2024</u>
Opening balance	\$ 2,986,892	\$ 2,758,306
Gross check-off's received during the year	3,277,904	3,227,798
Check-offs refunded to producers during the year	(272,496)	(240,906)
Check-offs recognized as revenue, net of refunds	<u>(2,986,892)</u>	<u>(2,758,306)</u>
Closing balance	<u>\$ 3,005,408</u>	<u>\$ 2,986,892</u>

Accrued check-offs due but not yet received as at year end is \$392,898 (\$490,275 in 2024)

Accrued refunds due but not yet paid as at the year end is \$131,717 (\$128,998 in 2024)

Manitoba Canola Growers Association Inc.

Notes to the Financial Statements

For the Year Ended July 31, 2025

9 Research and Agronomy

	2025	2024
Agronomic Extension and Services		
CCC Crop Production & Innovation Agronomy Program	\$ 17,155	\$ 80,382
Interactive Agronomic Events	4,420	3,623
R & T Meetings	12,011	14,973
Research Reporting	13,581	4,832
Resource Materials	19,167	4,148
	66,334	107,958
Applied Research and Agronomic Services		
Canola Variety Trials	72,037	40,738
On-Farm Research Program	99,775	86,500
PSI Lab	348,451	263,613
	520,263	390,851
Research Capacity and Development		
Research Camp	14,236	17,848
Research Chair Positions	41,667	41,666
Research Program Support	7,500	7,500
Research Breeding Program	20,000	-
	83,403	67,014
Research Program Funding		
Agriculture Development Fund	9,280	14,655
Canola Disease Surveys	11,500	19,500
CARP	321,420	302,758
Independent Research Projects	17,797	18,597
Protein and meal	9,000	20,419
Science Clusters	70,904	9,301
Whole farm	85,069	85,532
	\$ 524,970	\$ 470,762

Manitoba Canola Growers Association Inc.

Notes to the Financial Statements

For the Year Ended July 31, 2025

10 Grants - Other

Other grant income consists of the following:

	2025	2024
Federal - Canada Student Summer Grant	\$ -	\$ 7,325
Manitoba - Agriculture Innovation Hub	-	56,750
SCAP	\$ 40,606	\$ -

11 Refunds and Rebates

During the fiscal year ended 2024, the organization received refunds of \$63,315. These refunds pertained to expenses incurred in previous periods. The breakdown of the refunds are as follows:

1. Science Cluster: A refund of \$59,779 was received from the Canola Council of Canada due to underspent funds in the Canola Cluster that was expensed in previous fiscal years. This amount has been recorded as a negative expense under Research Program Funding in the Schedule of Expenses.

2. New and alternate uses: A refund of \$3,536 was received from the Canola Council of Canada due to underspent funds in the New and Alternate uses program that was expensed in previous fiscal years. This amount has been recorded as a negative expense under New and alternate uses in the Schedule of Expenses.

The total amount of refunds has been deducted from their respective expense categories to accurately reflect the net expenses for that fiscal year.

12 Commitments

The association entered a sub-lease for office space from September 1, 2024 to October 31, 2027 at rate of \$2,188 per month until December 2025. Annual increases estimated at 5% each calendar year. The association entered a lease agreement for storage space ending October 31, 2027 at a rate of \$423 per month.

The association entered into a core funding agreement and an agronomy services agreement in 2019 with the Canola Council of Canada. The 2026 estimated core funding commitment is \$310,000

The association has also entered into funding agreements for long term research projects, consulting, rent and sponsorships and have committed the following amounts.

2026	\$ 997,729
2027	339,721
2028	146,567
2029	36,666
	<u>\$ 1,520,683</u>

Manitoba Canola Growers Association Inc.

Notes to the Financial Statements

For the Year Ended July 31, 2025

13 Unrestricted Available Funds

The Board of Directors conducts an annual review of the organization's unrestricted available funds to assess whether additional allocations from unrestricted surpluses are required to support anticipated funding shortfalls, strategic initiatives, or emergent sector needs.

The following calculation reflects the Board's determination of unrestricted funds available for future projects and other unbudgeted expenditures:

Cash	\$ 403,812
Investments at FMV	6,589,308
Less: Unrealized Gains on Investments	(1,146,146)
Accounts receivable	400,898
Prepaid expenses	141,761
Accounts payable and credit card payable	(333,172)
Budgeted next year expenditures	(3,005,408)
Commitments excluding next years budgeted expenditures	(522,954)
Wind down reserve	(540,000)
	<hr/>
Unrestricted net available funds	<u><u>\$ 1,988,099</u></u>

Manitoba Canola Growers Association Inc.

Notes to the Financial Statements

For the Year Ended July 31, 2025

14 Internally Restricted Investments

Internally restricted investments consist of Canadian bonds and Canadian and International equities. Restricted investments are stated at their market value. It is the intention of the Board to hold all restricted investments until maturity.

The board of Directors has internally restricted the following amounts of investments for the following reserves:

	<u>2025</u>	<u>2024</u>
Revenue Reserve		
Project reserves	\$ 39,168	\$ 39,168
Forecasted net revenue shortfall	<u>788,844</u>	<u>788,844</u>
	<u><u>828,012</u></u>	<u><u>828,012</u></u>
Wind-down Reserve		
Wind down and short fall reserve	<u><u>\$ 540,000</u></u>	<u><u>\$ 540,000</u></u>

These funds cannot be accessed without the approval of the Board of Directors. Managements intentions are to hold these restricted investment amounts for future projects, net revenue shortfalls and contingencies reserves therefore the amount has been classified as long-term.

Interest and gains on these investments are unrestricted and included in the unrestricted investment balance.

15 Internally Restricted Net Assets (Board-Designated Reserves)

The Board of Directors has designated portions of the associations Unrestricted Net Assets for future purposes. The purpose and maximum reserves are as follows:

Wind Down Reserve

The Board of Directors have set a reserve fund at a maximum contribution level of \$540,000. The purpose of the fund is to establish a financial reserve to meet financial commitments should there be a shortfall in revenues or a wind down of the organization.

Revenue Reserve

In fiscal 2020 the Directors approved to implement a policy to annually review accumulated surplus funds and internally restrict assets for specific future projects and to offset future net revenue shortfalls. The board reviews these amounts annually to determine if the reserves are to be used to offset current year expenditures.

The internally restricted funds are not available for other purposes without approval of the Board of Directors.









2025 DRAFT #6 FINANCIALS - MB CANOLA GROWERS ASSOC

Final Audit Report

2025-12-17

Created:	2025-12-17
By:	Brenda D (brenda@canolagrowers.com)
Status:	Signed
Transaction ID:	CBJCHBCAABAAHo9q-MOJxoA37LnEonPMMQWmhUI4jnxp

"2025 DRAFT #6 FINANCIALS - MB CANOLA GROWERS ASSOC" History

-  Document created by Brenda D (brenda@canolagrowers.com)
2025-12-17 - 10:12:37 PM GMT
-  Document emailed to Warren Ellis (warren@canolagrowers.com) for signature
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