MARY'S MEALS CANADA

Financial Statements

Year Ended December 31, 2025

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INDEPENDENT AUDITOR'S REPORT

To the Directors of Mary's Meals Canada

Opinion

We have audited the financial statements of Mary's Meals Canada (the "Organization"), which comprise the statement of financial position as at December 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 the Organization as at December 31, 2025, and the results of its operations and cash flows for the year then ended in accordance with Canadian 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 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.

Emphasis of Matter - Restated comparative information

We draw attention to Note 4 to the financial statements, which explains that certain comparative information presented for the year ended December 31, 2024 has been restated. Our opinion is not modified in respect of this matter.

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.

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.

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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.

- 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.

Calgary, Alberta	LOCKHART LLP
June 30, 2026	Chartered Professional Accountants

MARY'S MEALS CANADA
Statement of Financial Position
December 31, 2025

	2025	2024 *Restated (Note 4)*
ASSETS		
CURRENT		
Cash	**$ 1,197,623**	$ 867,884
Goods and services tax recoverable	**4,060**	2,473
Prepaid expenses	**13,784**	-
	$ 1,215,467	$ 870,357
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable and accrued liabilities	**$ 1,114,868**	$ 805,967
Wages payable	**9,485**	17,458
	1,124,353	823,425
NET ASSETS	**91,114**	46,932
	$ 1,215,467	$ 870,357

ON BEHALF OF THE BOARD

Ciaran McGeown _Director_

Director

See notes to financial statements

MARY'S MEALS CANADA
Statement of Operations
Year Ended December 31, 2025

	2025	2024 *Restated (Note 4)*
RECEIPTS		
Donation revenue	**$ 3,326,561**	$ 2,495,783
DISBURSEMENTS		
Program delivery *(Note 2)*	**2,778,000**	2,025,000
Salaries and wages	**281,291**	284,746
Administration	**140,382**	115,792
Travel	**38,083**	24,261
Interest and bank charges	**26,219**	21,319
Professional fees	**15,504**	10,706
Governance expense	**1,886**	1,886
Advertising and promotion	**1,011**	730
Amortization	**-**	420
	3,282,376	2,484,860
	44,185	10,923
OTHER INCOME (EXPENSES)		
Interest income	**-**	4
Foreign currency exchange loss	**(3)**	-
Loss on sale of marketable securities	**-**	(601)
	(3)	(597)
EXCESS OF RECEIPTS OVER DISBURSEMENTS	**$ 44,182**	$ 10,326

MARY'S MEALS CANADA
Statement of Changes in Net Assets
Year Ended December 31, 2025

	2025	2024 Restated (Note 4)
NET ASSETS - BEGINNING OF YEAR	**$ 46,932**	$ 36,606
EXCESS OF RECEIPTS OVER DISBURSEMENTS	**44,182**	10,326
NET ASSETS - END OF YEAR	**$ 91,114**	$ 46,932

See notes to financial statements

MARY'S MEALS CANADA

Statement of Cash Flows

Year Ended December 31, 2025

	2025	2024 *Restated (Note 4)*
OPERATING ACTIVITIES		
Excess of receipts over disbursements	**$ 44,182**	$ 10,326
Item not affecting cash:		
Amortization of equipment	**-**	420
	44,182	10,746
Changes in non-cash working capital:		
Goods and services tax payable	**(1,587)**	(54)
Wages (recoverable) payable	**(7,973)**	11,876
Inventory	**-**	202
Prepaid expenses	**(13,784)**	-
Accounts payable and accrued liabilities	**308,901**	236,877
	285,557	248,901
INCREASE IN CASH FLOW	**329,739**	259,647
Cash - beginning of year	**867,884**	608,237
CASH - END OF YEAR	**$ 1,197,623**	$ 867,884

See notes to financial statements

NATURE OF OPERATIONS

Mary's Meals Canada (the "Organization") is a charitable and not-for-profit organization, incorporated on October 10, 2012 under the Canada Not-for-Profit Corporations Act (Canada) and began operations on January 1, 2013. The Organization's principal mandate is to promote education by providing daily meals to schools in impoverished countries.

The Organization is exempt from federal income taxes in Canada as a registered charity under Subsection 149(1) of the Income Tax Act (Canada). The Organization is designated as a charitable organization for charity tax purposes.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO). Canadian accounting standards for not-for-profit organizations are part of Canadian GAAP.

Financial instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent years, all financial instruments are reported at amortized cost.

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the Organization determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Organization expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future year, an impairment loss will be reversed to the extent of the improvement, not exceeding initial carrying value.

Cash

Cash includes cash deposits at financial institutions and petty cash.

Equipment

Equipment is stated at cost or deemed cost less accumulated amortization and is amortized over its estimated useful life of three years on a straight-line basis. Additions to equipment under $500 are directly expensed.

The Organization regularly reviews its equipment to eliminate obsolete items.

Equipment acquired during the year but not placed into use are not amortized until they are placed into use.

Revenue recognition

Mary's Meals Canada follows the deferral method of accounting for contributions.

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. Restricted contributions are deferred and then recognized as revenue when allowable expenditures have been incurred.

Investment income is recognized as revenue when earned.

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Measurement uncertainty

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the year. Such estimates include expected useful lives of long lived assets and are periodically reviewed and any adjustments necessary are reported in earnings in the year in which they become known. Actual results could differ from these estimates.

Use of estimates

The preparation of financial statements in accordance with ASNPO requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenditures during the reporting year. Actual results could differ from those estimates.

2. ECONOMIC DEPENDENCE

The Organization has entered into a contract for services with Mary's Meals International (MMI). The Organization paid MMI $2,778,000 (2024 - $2,025,000) for program delivery services.

3. FINANCIAL INSTRUMENTS

The Organization, as part of its operations, carries financial instruments. It is management's opinion that the Organization is not exposed to significant interest, currency, credit, liquidity or other price risks arising from these financial instruments except as otherwise disclosed.

Credit risk

Credit risk arises from the potential that a counterparty will fail to perform its obligations. The Organization is exposed to credit risk in relation to the cash it holds. The risk is limited as cash is held with a major Canadian financial institution.

Liquidity risk

Liquidity risk is the risk an entity will encounter difficulty in meeting obligations associated with its financial liabilities. The Organization is exposed to liquidity risk mainly with respect to its accounts payable and accrued liabilities. This risk is mitigated by the Organization monitoring cash flows and ensuring expenditures are in line with budget.

4. RESTATEMENT OF COMPARATIVES

The 2024 comparatives have been restated to correctly reflect the wages payable at the end of the year. The table below illustrates the previously stated amounts, the adjustment made and the restated amounts.

	Previously stated amounts	Adjustment	Restated amount
Wages payable	$ 3,209	$ (20,667)	$ (17,458)
Salaries and wages	264,079	20,667	284,746
Net assets	67,599	(20,667)	46,932
	$ 334,887	$ (20,667)	$ 314,220