



**Annual Financial Statements
June 30, 2023**

Consolidated Statement of Financial Position
As at June 30, 2023

(Canadian dollars - Unaudited)

	Note	Operating Fund	Storehouse Endowment	Total
Assets				
Current				
Cash		\$ 288,596	\$ -	\$ 288,596
Investments (Held for Trading)	3	1,488	481,396	482,884
Long-term				
Land, Buildings and Equipment	4	162,217	-	162,217
		\$ 452,301	\$ 481,396	\$ 933,697
Liabilities				
Current				
		\$ -	\$ -	\$ 0
Long-term				
		-	-	-
		\$ -	\$ -	\$ -
Fund balances				
Invested in capital assets		\$ -	\$ -	\$ -
Restricted for endowment purposes		-	-	-
Internally restricted		-	-	-
Unrestricted		452,301	481,396	933,697
		452,301	481,396	933,697
		\$ 452,301	\$ 481,396	\$ 933,697

Consolidated Statement of Financial Position
As at June 30, 2022

(Canadian dollars - Unaudited)

	Note	Operating Fund	Storehouse Endowment	Total
Assets				
Current				
Cash		\$ 151,779	\$ -	\$ 151,779
Investments (Held for Trading)	3	471,885	459,595	931,480
Long-term				
Land, Buildings and Equipment	4	325,051	-	325,051
		\$ 948,715	\$ 459,595	\$ 1,408,310
Liabilities				
Current				
		\$ -	\$ -	\$ -
Long-term				
		-	-	-
		\$ -	\$ -	\$ -
Fund balances				
Invested in capital assets		\$ -	\$ -	\$ -
Restricted for endowment purposes		-	-	-
Internally restricted		-	-	-
Unrestricted		948,715	459,595	1,408,310
		948,715	459,595	1,408,310
		\$ 948,715	\$ 459,595	\$ 1,408,310

Consolidated Statement of Comprehensive Income and Changes in Fund Balances Years Ended June 30, 2023 and 2022

(Canadian dollars - Unaudited)

Year Ended June 30, 2023	Note	Operating Fund	Storehouse Endowment	Total
Revenues				
General contributions		\$ 62,968	\$ -	\$ 62,968
Investment income (loss)		30,386	21,801	52,187
		<u>\$ 93,354</u>	<u>\$ 21,801</u>	<u>\$ 115,115</u>
Expenses				
Depreciation	4	\$ 426,934	\$ -	\$ 426,934
		<u>162,834</u>	<u>-</u>	<u>162,834</u>
Excess (deficiency) of revenues over expenses				
		\$ (496,413)	\$ 21,801	\$ (474,618)
Fund balances, beginning				
Endowment contributions		\$ 948,715	\$ 459,595	\$ 1,408,310
Fund transfers		-	-	-
Fund balances, ending		<u>\$ 452,301</u>	<u>\$ 459,595</u>	<u>\$ 933,697</u>

Year Ended June 30, 2022	Note	Operating Fund	Storehouse Endowment	Total
Revenues				
General contributions		\$ 17,059	\$ -	\$ 17,059
Investment income (loss)		(84,643)	17,896	(66,747)
		<u>\$ (67,584)</u>	<u>\$ 17,896</u>	<u>\$ (49,688)</u>
Expenses				
Depreciation	4	\$ 488,901	\$ -	\$ 488,901
		<u>160,258</u>	<u>-</u>	<u>160,258</u>
Excess (deficiency) of revenues over expenses				
		\$ (716,743)	\$ 17,896	\$ (698,847)
Fund balances, beginning				
Endowment contributions		\$ 1,303,367	\$ 803,790	\$ 2,107,157
Fund transfers		-	-	-
Fund balances, ending		<u>362,091</u>	<u>(362,091)</u>	<u>-</u>
		<u>\$ 948,715</u>	<u>\$ 459,595</u>	<u>\$ 1,408,310</u>

The accompanying notes form an integral part of these consolidated financial statements

Consolidated Statement of Cash Flows

For the Years Ended June 30

(Canadian dollars - Unaudited)

	Note	2023	2022	2021
Operating Activities				
Excess (deficiency) of revenues over expenses		\$ (496,413)	\$ (698,847)	\$ (533,551)
Add: Shares sold (Shares Donated to Operating Fund and held)		491,156	69,270	50,456
Add: Unrealized investment loss (income)		(20,760)	(79,577)	21,854
Add: Depreciation	4	162,834	160,258	160,258
		136,817	(548,896)	(300,983)
(Increase) decrease in non-cash working capital		-	-	-
Cash generated by (applied to) operating activities		136,817	(548,896)	(300,983)
Financing and Investing Activities				
Sale (Purchase) of investments		-	-	-
Investment in land, buildings and equipment	4	-	-	-
Cash Provided by (used by) financing and investing activities		-	-	-
Net increase(decrease) in cash		136,817	(548,896)	(320,983)
Cash, beginning of year		151,779	700,675	1,021,658
Cash, end of year		\$ 288,596	\$ 151,779	\$ 700,675

The accompanying notes form an integral part of these consolidated financial statements

1. NATURE OF OPERATIONS

Nations Cry (the “Charity”) is a humanitarian organization that addresses humanitarian needs with long-term sustainable solutions. Nations Cry, a Canadian federally incorporated company, is a registered Charity with the Canada Revenue Agency. Nations Cry endeavours to educate and transform the children of Sierra Leone. During its fiscal year ended June 30, 2023, Nations Cry focused on its normal operating activities, including youth education, college scholarship programs and the care for orphans in Sierra Leone, Africa.

These consolidated financial statements were authorized for issue by the Board of Directors of the Charity on December 11, 2023.

2. BASIS OF PRESENTATION

(a) *Statement of Compliance*

These consolidated financial statements, including comparatives, have been prepared in accordance with Canadian Generally Accepted Accounting Principles.

(b) *Not-for-profit accounting method*

Nations Cry follows the deferral method of accounting for contributions.

(c) *Fund accounting*

- i. Revenue and expenses relating to program delivery and administrative activities are reported in the Operating Fund.
- ii. Beginning the year ended June 30, 2022, the general endowment was combined with the Storehouse Endowment and going forward Nations Cry Anticipates only maintaining that one fund. Investment income earned on the resources of this fund is reported as income within the fund.

(d) *Revenue recognition*

- i. Restricted contributions are recognized as revenue of the appropriate fund in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue of the appropriate fund when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.
- ii. Endowment contributions are recognized as direct increases in the Endowment Fund balance.

(e) *Investments*

Investments are recorded at the lower of amortized cost and market value.

(f) *Contributed Services*

Volunteers contribute about 100 hours per year to assist Nations Cry in carrying out its service delivery activities. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

(g) *Land, Building and Equipment*

Land, buildings and equipment are recorded at cost. Buildings and equipment are depreciated over their estimated useful lives. Due to the harsh weather conditions and climate of Sierra Leone, the current estimated useful lives of building structures is five years and the current estimated useful lives of equipment is three years.

3. INVESTMENTS

As at June 30, 2023	Operating Fund	Storehouse Endowment	Total
Investments (held for trading)			
PH&N Cdn Money Market	\$ -	\$ 162,193	\$ 162,193
PH&N ST Bond & Mortgage	-	94,744	94,744
PH&N US Money Market Fund	-	224,459	224,459
Other Investments	1,488	-	1,488
	<u>\$ 1,488</u>	<u>\$ 481,396</u>	<u>\$ 482,884</u>

As at June 30, 2022	Operating Fund	Storehouse Endowment	Total
Investments (held for trading)			
PH&N Cdn Money Market	\$ -	\$ 156,330	\$ 156,330
PH&N ST Bond & Mortgage	-	93,099	93,099
PH&N US Money Market Fund	-	210,116	210,116
Other Investments	471,885	-	471,885
	<u>\$ 471,885</u>	<u>\$ 459,595</u>	<u>\$ 931,480</u>

Held for trading securities, are securities that have either been donated to Nations Cry, and which may be sold in the short term to meet the funding needs of the organization, or are held by Nations Cry in one of its endowment funds and may be sold as the endowment funds investments are managed in the normal course of business. In accordance with its investment policy, Nations Cry does not purchase individual company securities but may hold donated securities from time-to-time.

4. LAND, BUILDINGS AND EQUIPMENT

	Land	Buildings	Total
June 30, 2021	\$ 162,217	\$ 323,092	\$ 485,308
Additions	-	-	-
Depreciation	-	(160,258)	(160,258)
June 30, 2022	\$ 162,217	\$ 162,834	\$ 325,051
Additions	-	-	-
Depreciation	-	(162,834)	(162,834)
June 30, 2023	\$ 162,217	\$ -	\$ 162,217

5. STOREHOUSE ENDOWMENT FUND

The Storehouse is Nations Cry's primary endowment fund for receiving donations from the general public and it a vital part of the Charity's structure. When a donation is made to the Storehouse the funds are invested and the investment proceeds are used exclusively for humanitarian / mission projects. No investment income ever earned from the Storehouse will ever be spent on administrative overhead, allowing donors to be confident that 100% of their donations, and the investment income earned once those donations are invested, will go to the end cause.

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