

Financial Statements of

Lumenus Foundation

March 31, 2026

Lumenus Foundation

March 31, 2026

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Independent auditor's report

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To the Members of
Lumenus Foundation

Opinion

We have audited the financial statements of Lumenus Foundation (the "Foundation") which comprise the statement of financial position as at March 31, 2026, and the statements of operations, changes in fund balances, 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 Foundation as at March 31, 2026 and the results of its operations and its 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 Foundation 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 these 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 Foundation'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 Foundation or to cease operations, or has no realistic alternative but to do so.

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

Doane Grant Thornton LLP

Toronto, Canada
May 28, 2026

Chartered Professional Accountants
Licensed Public Accountants

Lumenus Foundation

Statement of Financial Position

As at March 31

	2026	2025
	\$	\$
Assets		
Current		
Cash	2,544,459	1,878,269
Short-term investments (Note 3)	-	1,020,257
Accounts receivable	204	-
Prepaid expenses	5,687	-
	2,550,350	2,898,526
Investments (Note 3)	500,000	500,000
Capital assets (Note 4)	172,750	172,750
	3,223,100	3,571,276
Liabilities		
Current		
Accounts payable and accrued liabilities	10,863	10,543
Due to Lumenus Community Services (Note 5)	1,559,713	1,420,004
Deferred contributions (Note 6)	-	60,000
	1,570,576	1,490,547
Fund balances		
Board reserve fund - internally restricted	1,479,774	1,907,979
Invested in capital assets - internally restricted	172,750	172,750
Operating fund - unrestricted	-	-
	1,652,524	2,080,729
	3,223,100	3,571,276

On behalf of the Board of Directors

Henry Kim Director

Marilyn Monk Director

Lumenus Foundation

Statement of Operations

Year ended March 31, 2026

	2026	2025
	\$	\$
Revenue		
Donations, fundraising and grants (Note 5)	1,077,116	1,079,885
Interest and other income	69,242	95,076
Rental income (Note 5)	36,000	36,000
	1,182,358	1,210,961
Expenses		
Salaries and benefits	279,516	283,414
Fundraising events	95,645	106,679
Office and general	46,577	71,497
Professional fees	11,400	15,490
Amortization	-	25,912
	433,138	502,992
Excess of revenue over expenses before below item	749,220	707,969
Grant to Lumenus Community Services (Note 5)	(1,177,425)	(1,056,924)
Deficiency of revenue over expenses	(428,205)	(348,955)

Lumenus Foundation

Statement of Changes in Fund Balances

Year ended March 31, 2026

				2026	2025
	Internally restricted Board reserve fund	Internally restricted Invested in capital assets	Unrestricted Operating fund	Total	Total
	\$	\$	\$	\$	\$
Fund balances, beginning of year	1,907,979	172,750	-	2,080,729	2,429,684
Deficiency of revenue over expenses	-	-	(428,205)	(428,205)	(348,955)
Transfer from Board reserve fund	(428,205)	-	428,205	-	-
Fund balances, end of year	1,479,774	172,750	-	1,652,524	2,080,729

Lumenus Foundation

Statement of Cash Flows

Year ended March 31, 2026

	2026	2025
	\$	\$
Operating activities		
Deficiency of revenue over expenses	(428,205)	(348,955)
Add item not affecting cash		
Amortization of capital assets	-	25,912
	(428,205)	(323,043)
Net changes in working capital balances:		
Accounts receivable	(204)	-
Prepaid expenses	(5,687)	-
Accounts payable and accrued liabilities	320	5,298
Deferred contributions	(60,000)	-
	(493,776)	(317,745)
Investing activities		
Net proceeds (purchases) from investments	1,020,257	(1,520,257)
Financing activities		
Advances from Lumenus Community Services	139,709	17,091
Net increase (decrease) in cash	666,190	(1,820,911)
Cash, beginning of year	1,878,269	3,699,180
Cash, end of year	2,544,459	1,878,269

Lumenus Foundation

Notes to the Financial Statements

March 31, 2026

1. Purpose of the Organization

Lumenus Foundation (the "Foundation") was incorporated on September 1, 1994 under the Canada Not-for-Profit Corporations Act. The Foundation was established to receive and maintain a fund or funds and apply all or part of the principal and income therefrom, from time to time, to Lumenus Community Services ("Lumenus"). The mission of Lumenus is to create a seamless, integrated and guided network of mental health development and community services to reduce systematic barriers, close gaps between services and programs regardless of origin and, as direct result, ease access for all. The Foundation is a Registered Canadian Charitable Organization and is exempt from tax under the Income Tax Act, Canada, Subsection 149(1)(f).

2. Summary of significant accounting policies

Basis of presentation

The financial statements have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations ("ASNPO"). The more significant policies have been outlined below.

Use of estimates

The preparation of the financial statements 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 revenue and expenses during the reporting period. Primary components of these financial statements which include estimates are: accounts receivable, with respect to collection; and capital assets, with respect to useful life and amortization. Actual results could differ from management's best estimates as additional information becomes available in the future.

Financial instruments

The Foundation considers any contract creating a financial asset, liability or equity instrument as a financial instrument. The Foundation's financial assets are comprised of cash, accounts receivable and investments; financial liabilities are comprised of accounts payable and due to Lumenus Community Services.

Financial assets and liabilities obtained in arm's length transactions are initially recognized at fair value and subsequently measured at amortized cost. Financial assets and liabilities obtained in related party transactions are initially and subsequently measured at cost.

Fund accounting

The Operating fund - unrestricted accounts for the Foundation's administrative activities. This fund reports unrestricted resources in excess of operating requirements.

The Board reserve fund - internally restricted accounts for the Foundation's resources which have been transferred from the unrestricted fund for specific purposes by the Board of Directors.

The Invested in capital assets - internally restricted reports the capital assets, liabilities, revenue and expenses related to program capital assets, which have been internally restricted by the Board of Directors.

Revenue recognition

The Foundation follows the deferral method of accounting for contributions.

Unrestricted contributions are recognized as revenue in the operating fund when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Externally restricted contributions are deferred and recognized as revenue in the year in which the related expenses are incurred.

Interest, rental and other income are recognized as earned.

Lumenus Foundation

Notes to the Financial Statements

March 31, 2026

2. Summary of significant accounting policies (continued)

Capital assets

Capital assets are recorded at cost. Amortization is provided over their expected useful lives on the straight-line basis as follows:

Building	20 years
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Capital assets are tested for impairment when events or changes in circumstances indicate that an asset might be impaired. The assets are tested for impairment by comparing the net carrying value to their fair value or replacement cost. If the asset's fair value or replacement cost is determined to be less than its net carrying value, the resulting impairment is reported in the statement of operations. Any impairment recognized is not reversed.

Donations in kind

Donated goods and services in kind are recorded as donations and expensed at fair value when an objective basis to measure their value is readily available if the item or service would have been purchased in the course of normal operations.

3. Investments

Prior year's short-term investments included two guaranteed investment certificates with annual interest rates ranging from 2.37% to 4.16%, which matured in March 2026.

Investments include one guaranteed investment certificate with an annual interest rate of 4.05%, maturing in March 2027.

4. Capital assets

	2026			2025
	Cost	Accumulated amortization	Net book value	Net book value
	\$	\$	\$	\$
Land - Huron Residence	172,750	-	172,750	172,750
Building - Huron Residence	518,240	518,240	-	-
	690,990	518,240	172,750	172,750

In 2007, the Ministry of Children, Community and Social Services of Ontario provided \$350,000 to Lumenus to finance the renovation of the property owned by the Foundation as well as placing a lien on the property located at 591 Huron Street, Toronto, which Lumenus provided to the Foundation. The Foundation may not demolish, make additions, sell, lease, mortgage or otherwise alter or dispose of the property without consent of the Ministry. In the event of the sale of the premises, the Ministry is entitled to approximately 33.21% of the net proceeds.

Lumenus Foundation

Notes to the Financial Statements

March 31, 2026

5. Related party transactions

The Foundation was established to raise funds to primarily support programs and services operated by Lumenus and used for purposes to be agreed upon by the Foundation and Lumenus. Lumenus is incorporated by letters patent under the Canada Not-for-Profit Corporations Act as an organization without share capital and is a registered charity under the Income Tax Act (Canada).

Lumenus and the Foundation share administrative staff, management and have common board members. Lumenus exercises control over the Foundation by virtue of its power to determine the Foundation's strategic, operating, investing and financial policies. Related party transactions are measured at their exchange amount, which is the amount agreed upon by both parties.

The balance due to Lumenus is non-interest bearing and due on demand. Balances due to Lumenus relate to payments for services outstanding from the Foundation to Lumenus.

During the year, the Foundation distributed \$1,177,425 (2025 - \$1,056,924) in grants to fund programs at Lumenus, included in Grant to Lumenus Community Services in the statement of operations.

During the year, the Foundation received \$2,241 (2025 - \$5,443) in grants from Lumenus, included in donations, fundraising and grants in the statement of operations.

During the fiscal year, the Foundation earned rental income on the Huron residence from Lumenus of \$36,000 (2025 - \$36,000), included in rental income in the statement of operations.

6. Deferred contributions

	Balance March 31, 2025	Received	Recognized	Balance March 31, 2026
	\$	\$	\$	\$
Grant	60,000	-	(60,000)	-

7. Financial instruments

The Foundation has a risk management framework to monitor, evaluate and manage to risks assumed with its financial instruments.

The risks that arise from financial instruments include interest rate risk, credit risk and liquidity risk. The Foundation is not exposed to significant currency or market risks arising from its financial instruments. There were no significant changes in risks from prior years.

Liquidity risk

Liquidity risk is the risk the Foundation will encounter difficulty in meeting the obligations associated with its financial liabilities. The Foundation is exposed to this risk mainly in respect to its accounts payable. The Foundation reduces its exposure to liquidity risk by ensuring that it documents when authorized payments become due, maintaining adequate cash reserves to repay creditors and having financing available from Lumenus, if required.

Lumenus Foundation

Notes to the Financial Statements

March 31, 2026

7. Financial instruments (continued)

Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Foundation's credit risk is managed through proactive credit management policies. The allowance for doubtful accounts in relation to accounts receivable is \$Nil (2025 - \$Nil).

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect the value of investments held by the Foundation. To manage these risks, the Foundation has an investment policy that focuses on guaranteed investment certificates, thus limiting exposure to interest rate risk.