THE FRIENDS OF PRESQU'ILE PARK

FINANCIAL STATEMENTS

December 31, 2025

INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Directors of
THE FRIENDS OF PRESQU'ILE PARK

We have reviewed the accompanying financial statements of **THE FRIENDS OF PRESQU'ILE PARK** that comprise the statement of financial position as at December 31, 2025, and the statements of operations and changes in net assets 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 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.

Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects, the financial position of **THE FRIENDS OF PRESQU'ILE PARK** as at December 31, 2025, 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.

Welch LLP

Trenton, Ontario
April 13, 2026

CHARTERED PROFESSIONAL ACCOUNTANTS
LICENSED PUBLIC ACCOUNTANTS

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THE FRIENDS OF PRESQU'ILE PARK

(Incorporated without share capital under the laws of Ontario)

STATEMENT OF FINANCIAL POSITION

DECEMBER 31, 2025

ASSETS

	2025	2024
CURRENT ASSETS		
Cash	$ 30,020	$ 12,791
Accounts receivable	-	4,719
Government remittances recoverable	1,836	1,986
Inventory	3,731	2,266
Prepaid expenses	3,408	3,993
	38,995	25,755
INVESTMENTS - note 4	317,462	260,459
	$ 356,457	$ 286,214

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES		
Accounts payable and accrued liabilities	$ 3,934	$ 13,483
Deferred contributions - note 5	55,828	53,915
	59,762	67,398
NET ASSETS		
Internally restricted - note 6	128,000	130,000
Unrestricted	168,695	88,816
	296,695	218,816
	$ 356,457	$ 286,214

Approved by the Board:

Director

Director

(Unaudited)
(See accompanying notes)

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THE FRIENDS OF PRESQU'ILE PARK
STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS
YEAR ENDED DECEMBER 31, 2025

	2025	2024
REVENUES		
Fundraising Events and Operations - gross profit - Schedule A	$ 22,696	$ 16,119
Donations	18,177	49,069
Memberships	2,160	2,080
Investment	11,359	12,192
	54,392	79,460
PROGRAM EXPENSES - net - Schedule B		
Education Programs	4,836	22,229
Park Improvements	2,150	18,789
Environmental Initiatives	11,796	15,496
Subtotal Program Expenses	18,782	56,514
OPERATING EXPENSES		
Promotion	896	910
Bank charges and credit card costs	3,069	2,792
Equipment	1,098	279
Insurance	5,159	4,396
Meetings	1,940	1,854
Miscellaneous	-	410
Office	8,421	4,040
Professional fees	3,600	3,580
Subtotal Operating Expenses	24,183	18,261
Total Expenses	42,965	74,775
Excess of revenues over operating expenses before item below	11,427	4,685
Adjustment to fair market value of investments	66,452	6,181
EXCESS OF REVENUES OVER EXPENSES	77,879	10,866
NET ASSETS, beginning of year	218,816	207,950
NET ASSETS, end of year	$ 296,695	$ 218,816

(Unaudited)
(See accompanying notes)

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THE FRIENDS OF PRESQU'ILE PARK
SCHEDULE OF FUNDRAISING EVENTS AND OPERATIONS - GROSS PROFIT
YEAR ENDED DECEMBER 31, 2025

SCHEDULE A

	2025	2024
Lighthouse Gift Shop		
Lighthouse Gift Shop sales	$ 49,677	$ 45,117
Cost of sales	(33,388)	(36,139)
Gross profit	$ 16,289	$ 8,978
Cost of Sales		
Inventory at beginning of year	$ 2,266	$ 4,987
Purchases	34,853	33,418
Inventory at end of year	(3,731)	(2,266)
	$ 33,388	$ 36,139
BBQs		
Sales	$ 13,073	$ 8,430
Supplies purchases	(6,568)	(5,669)
Gross profit	$ 6,505	$ 2,761
Raffles and Other Events		
Sales	$ -	$ 6,000
Supplies purchases	(98)	(1,620)
Gross profit (loss)	$ (98)	$ 4,380
Total Fundraisers Gross Profit	$ 22,696	$ 16,119

(Unaudited)
(See accompanying notes)

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THE FRIENDS OF PRESQU'ILE PARK
SCHEDULE OF CHARITABLE PROGRAMS - GROSS EXPENSES
YEAR ENDED DECEMBER 31, 2025

		SCHEDULE B
	2025	2024
EDUCATION PROGRAMS		
Wages	$ 19,151	$ 21,117
School Bus Grant	580	1,104
Equipment	3,270	-
Bursaries	4,000	4,000
Gross Expenses	27,001	26,221
Employment and Other Grants	(22,165)	(3,992)
TOTAL EDUCATION PROGRAMS	$ 4,836	$ 22,229
PARK IMPROVEMENTS		
Marsh Boardwalk Repairs	$ -	$ 11,800
Building Improvements	6,555	6,989
Gross Expenses	6,555	18,789
Garage to Greatness Funds	(4,405)	-
TOTAL PARK IMPROVEMENTS	$ 2,150	$ 18,789
ENVIRONMENTAL INITIATIVES		
Invasive Species - Park Expenses	$ 15,194	$ 20,021
Tern Research Study	4,500	4,490
Birding Program - Seed and Banding expenses	418	526
Tree planting	-	696
Other	960	-
Gross Expenses	21,072	25,733
25th Anniversary Base Contributions	(3,145)	(2,987)
Grants and In-kind	(6,131)	(7,250)
TOTAL ENVIRONMENTAL INITIATIVES	$ 11,796	$ 15,496
Total Funded Program Expenses	$ 18,782	$ 56,514

(Unaudited)
(See accompanying notes)

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THE FRIENDS OF PRESQU'ILE PARK
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2025

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Excess of revenues over expenses	$ 77,879	$ 10,866
Adjustments for:		
Adjustment to fair market value of investments	(66,452)	(6,181)
Adjustment for donated shares	-	(30,537)
	11,427	(25,852)
Change in non-cash working capital components:		
Accounts receivable	4,719	(2,959)
Government remittances	150	(4,132)
Inventory	(1,465)	2,721
Prepaid expenses	585	(846)
Accounts payable and accrued liabilities	(9,549)	6,117
Deferred contributions	1,913	958
	7,780	(23,993)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds on sale of investments	20,366	-
Purchases of investments	(10,917)	(10,721)
	9,449	(10,721)
INCREASE (DECREASE) IN CASH	17,229	(34,714)
CASH, beginning of year	12,791	47,505
CASH, end of year	$ 30,020	$ 12,791

(Unaudited)
(See accompanying notes)

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THE FRIENDS OF PRESQU'ILE PARK
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2025

1. PURPOSE OF ORGANIZATION

The Friends of Presqu'ile Park is an incorporated organization whose purpose is to encourage and support interpretive, educational, scientific, historical, protection and preservation programs related to the natural and historical resources of Presqu'ile Provincial Park. The Friends of Presqu'ile Park is a charitable organization and as such is exempt from income taxes.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations.

Revenue Recognition

The Corporation follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are 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.

Revenue is recognized at the time goods are shipped or services are supplied to customers. Provision is made for expected collection losses based on the Corporation's past experience.

Contributed Materials and Services

Contributed materials are recorded at the fair market value of the items contributed on the date of contribution. Due to the difficulty in determining the fair value of volunteer services, contributed services are not recognized in the financial statements. The Corporation has recognized contributed materials of $281 during the year (2024 - $604).

Inventory

The inventory is valued at the lower of cost and net realizable value with cost being determined on a first-in, first-out basis.

Financial Instruments

The Corporation's cash and investments are initially recognized and subsequently measured at fair market value. All other financial instruments are subsequently measured at amortized cost.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Tangible Capital Assets

The Corporation is considered to be a "small organization" for the purposes of the accounting recommendations of the Chartered Professional Accountants of Canada applicable to not-for-profit organizations. Accordingly, tangible capital assets are expensed at the time of purchase. Proceeds of disposition are shown as revenue when an item is sold. The Corporation's capital assets consist of equipment and building improvements. During the year, the Corporation expensed $4,368 (2024 - $279) for equipment and $6,555 (2024 - $4,108) for building improvements.

Use of Estimates

The preparation of financial statements in accordance 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 and disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the year in which the estimates are revised and in any future years affected,

Management makes estimates when determining the value of inventory and recording accrued liabilities.

3. FINANCIAL INSTRUMENTS

Credit Risk

The Corporation is exposed to credit risk resulting from the possibility that parties may default on their financial obligations. The Corporation's maximum exposure to credit risk represents the sum of the carrying value of its cash and amounts receivable. The Corporation's cash is on deposit with a chartered bank and as a result management believes the risk of loss to be remote. Management believes that all amounts receivable at year-end will be collected and has not deemed it necessary to establish an allowance for doubtful accounts.

Liquidity Risk

Liquidity risk is the risk that the Corporation cannot meet its commitments when they become due. The Corporation manages this risk by reviewing future cash flow requirements, anticipating investing and financing activities and holding assets that can be readily converted into cash.

3. FINANCIAL INSTRUMENTS (continued)

Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk is comprised of currency risk, interest rate risk and other price risk.

Currency Risk

Currency risk refers to the risk that the fair value of instruments or future cash flows associated with the instruments will fluctuate relative to the Canadian dollar due to changes in foreign exchange rates.

Substantially all of the Corporation's transactions are in Canadian dollars and as a result the Corporation is not subject to significant currency risk.

Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Corporation is not exposed to interest rate risk.

Other Price Risk

Other price risk refers to the risk that the fair value of financial instruments or future cash flows associated with the instruments will fluctuate because of changes in market prices (other than those arising from currency risk or interest rate risk), whether those changes are caused by factors specific to the individual instrument or its issuer or factors affecting all similar instruments traded in the market.

The Corporation is exposed to other price risk on its equity investments.

Change in Risk

There have been no significant changes in the Corporation's risk exposures from the prior year.

4. INVESTMENTS

Investments consist of the following:

	2025		2024	
	Market Value	Cost	Market Value	Cost
Canadian Equities	$ 317,462	$ 205,980	$ 260,459	$ 215,538

5. DEFERRED CONTRIBUTIONS

Deferred contributions consist of amounts received from donors which were designated for specific projects.

Balances consist of:

	2025	2024
25th Anniversary Environmental Fund		
Balance, beginning of year	$ 53,915	$ 52,957
Receipts	975	3,945
Recognized as revenue	(3,145)	(2,987)
Balance, end of year	51,745	53,915
Garage to Greatness Fund		
Balance, beginning of year	-	-
Receipts	8,488	-
Recognized as revenue	(4,405)	-
Balance, end of year	4,083	-
Total deferred contributions	$ 55,828	$ 53,915

The Organization must use these funds for their designated purposes.

(Unaudited)

6. NET ASSETS - INTERNALLY RESTRICTED

Internally restricted net assets consist of:

	2025	2024
25th Anniversary Environmental Fund	$ 28,000	$ 30,000
Contingency Reserve	100,000	100,000
	$ 128,000	$ 130,000

Expenses totalling $2,000 were charged to the 25th Anniversary Environmental Fund during the year.

The 25th Anniversary Environmental Fund transactions are as follows:

	2025	2024
Invasive Species - Park Expenses	$ 15,194	$ 20,021
Tern Research Study	4,500	4,490
Birding Program - Seed and Banding Expenses	418	526
Tree planting	-	696
Other	960	-
Total Environmental Initiatives	21,072	25,733
Base Contributions	(3,145)	(2,987)
Internally Restricted Funds Allocation	(2,000)	(2,000)
Fund Investment Income Allocation	(4,061)	(4,140)
Grants	(5,850)	(7,250)
In-kind	(281)	-
Total 25th Anniversary Environmental Fund Funding	(15,337)	(16,377)
Net	$ 5,735	$ 9,356

In accordance with the Fund terms, Base Contributions are 1/25th of Fund receipts.

(Unaudited)

7. GROSS REVENUE

Gross revenue consists of:

	2025	2024
Sales	$ 49,677	$ 45,117
Fundraising and programs	48,919	28,659
Other	31,696	63,341
	$ 130,292	$ 137,117

(Unaudited)