

Canadian Snowboard Federation
Financial Statements
March 31, 2026

Canadian Snowboard Federation

Contents

For the year ended March 31, 2026

Page

Independent Auditor's Report

Financial Statements

Statement of Financial Position.....	1
Statement of Operations.....	2
Statement of Changes in Net Assets.....	3
Statement of Cash Flows.....	4
Notes to the Financial Statements.....	5

Independent Auditor's Report

To the Board of the Canadian Snowboard Federation:

Opinion

We have audited the financial statements of the Canadian Snowboard Federation (the "Federation"), which comprise the statement of financial position as at March 31, 2026, 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 Federation 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.

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 Federation 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 the 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.

In preparing the financial statements, management is responsible for assessing the Federation'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 Federation or to cease operations, or has no realistic alternative but to do so.

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

Nanaimo, British Columbia

August 23, 2026

MNP LLP

Chartered Professional Accountants

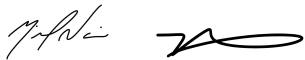
Canadian Snowboard Federation

Statement of Financial Position

As at March 31, 2026

	2026	2025
Assets		
Current		
Cash	24,866	143,502
Accounts receivable	1,932,003	2,759,545
Goods and Services tax receivable	151,028	143,222
Prepaid expenses and deposits	362,759	143,088
Loan receivable	30,000	-
Inventory	63,377	63,377
	2,564,033	3,252,734
Capital assets (Note 3)	480,882	438,696
	3,044,915	3,691,430
Liabilities		
Current		
Bank indebtedness (Note 4)	483,478	515,000
Accounts payable and accrued liabilities (Note 4)	2,778,592	3,269,346
Athlete deposits	30,250	31,250
Deferred contributions	220	-
	3,292,540	3,815,596
Long-term debt	16,631	20,937
	3,309,171	3,836,533
Net Assets (Deficit)		
Unrestricted	(728,508)	(562,864)
Invested in capital assets	464,252	417,761
	(264,256)	(145,103)
	3,044,915	3,691,430

Approved on behalf of the Board



Director

The accompanying notes are an integral part of these financial statements

Canadian Snowboard Federation
Statement of Operations
For the year ended March 31, 2026

	2026	2025
Revenue		
Contributions (Note 5)	7,382,525	7,074,974
Sponsorship	1,383,468	2,352,942
Programs	1,060,712	1,081,510
Other revenue	266,437	295,391
Donations	47,550	18,820
	10,140,692	10,823,637
Expenses		
Events program	4,135,046	4,264,227
High performance program	3,871,177	3,944,650
Administrative program	934,300	954,016
Business development program	623,310	712,650
Sports development program	541,669	706,351
Amortization of capital assets	154,342	102,141
	(10,259,845)	(10,684,036)
(Deficiency) excess of revenue over expenses	(119,153)	139,601

Canadian Snowboard Federation
Statement of Changes in Net Assets
For the year ended March 31, 2026

	<i>Unrestricted</i>	<i>Invested in Capital Assets</i>	2026	2025
Net assets (deficit), beginning of year	(562,864)	417,761	(145,103)	(284,704)
Excess (deficiency) of revenue over expenses	35,189	(154,342)	(119,153)	139,601
Transfer to fund purchase of capital assets	(196,528)	196,528	-	-
Transfer to fund repayment of long-term debt	(4,305)	4,305	-	-
Net assets (deficit), end of year	(728,508)	464,252	(264,256)	(145,103)

The accompanying notes are an integral part of these financial statements

Canadian Snowboard Federation
Statement of Cash Flows
For the year ended March 31, 2026

	2026	2025
Cash provided by (used for) the following activities		
Operating		
(Deficiency) excess of revenue over expenses	(119,153)	139,601
Non-cash items		
Amortization of capital assets	154,342	102,141
Bad debts	-	(1,164)
	35,189	240,578
Changes in working capital accounts		
Accounts receivable	827,540	(123,473)
Inventory	-	4,182
Goods and Services Tax receivable	(7,806)	(58,910)
Prepaid expenses and deposits	(219,671)	(88,293)
Accounts payable and accrued liabilities	(490,752)	(130,779)
Deferred contributions	220	(1,700)
Athlete deposits	(1,000)	(1,000)
	143,720	(159,395)
Financing		
Advances of bank indebtedness	-	455,000
Repayment of bank indebtedness	(31,522)	-
Repayment of long-term debt	(4,306)	(3,842)
	(35,828)	451,158
Investing		
Purchase of capital assets	(196,528)	(268,895)
Advances of loan receivable	(30,000)	-
	(226,528)	(268,895)
(Decrease) increase in cash resources	(118,636)	22,868
Cash resources, beginning of year	143,502	120,634
Cash resources, end of year	24,866	143,502

The accompanying notes are an integral part of these financial statements

1. Incorporation and nature of the organization

The Canadian Snowboard Federation (the "Federation") is incorporated under the Canada Not-for-Profit Corporations Act and accordingly, is exempt from income taxes. The Federation is also a registered amateur athletic association with the Canada Revenue Agency, which allows it to issue donation receipts for tax purposes.

The Federation promotes the development of snowboarding in Canada, at local, national and international competitions, and any other snowboarding events in Canada.

2. Significant accounting policies

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations set out in Part III of the CPA Canada Handbook - Accounting, as issued by the Accounting Standards Board in Canada and include the following significant accounting policies:

Inventory

Inventory consists of merchandise to be sold online or at events and is valued at the lower of cost and net realizable value. Cost is determined by the first in, first out method. Net realizable value is the estimated selling price in the ordinary course of business, less estimated selling costs.

Capital assets

Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution plus all costs directly attributable to the acquisition.

Amortization is provided using the following methods and at rates intended to amortize the cost of assets over their estimated useful lives.

	Method	Rate
Computer equipment	declining balance	30 %
Furniture and equipment	declining balance	30 %
Leasehold improvements	straight line	lease term

Revenue recognition

The Federation 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. Endowment contributions are recognized as direct increases in net assets.

Sponsorship and program revenue are recognized when the related event has taken place and the performance obligations have been satisfied.

Other revenue is recognized when the obligations have been settled, the selling price is determinable and collectability is reasonably assured.

Restricted investment income is recognized as revenue in the year in which the related expenses are incurred. Unrestricted investment income is recognized as revenue when earned.

Merchandise sales are recognized as revenue when delivery has occurred, the selling price is determinable and collectability is reasonably assured.

Contributed materials and services

Contributions of materials and services consists of volunteer time, equipment and supplies. Due to the difficulty in determining the fair value, they are not recognized in these financial statements.

Allocation of expenses

The Federation reports its expenses in the statement of operations based on direct assignment of costs attributable to each function and program.

2. Significant accounting policies *(Continued from previous page)*

Foreign currency translation

These financial statements have been presented in Canadian dollars, the principal currency of the Federation's operations.

Transaction amounts denominated in foreign currencies are translated into their Canadian dollar equivalents at exchange rates prevailing at the transaction dates. Carrying values of monetary assets and monetary liabilities reflect the exchange rates at the statement of financial position date. Gains and losses on translation or settlement are included in the determination of deficiency of revenues over expenses for the current period.

Financial instruments

The Federation recognizes its financial instruments when the Federation becomes party to the contractual provisions of the financial instrument. All financial instruments are initially recorded at their fair value, including financial assets and liabilities originated and issued in a related party transaction with management. Financial assets and liabilities originated and issued in all other related party transactions are initially measured at their carrying or exchange amount in accordance with Section 3840 *Related Party Transactions*.

At initial recognition, the Federation may irrevocably elect to subsequently measure any financial instrument at fair value. The Federation has not made such an election during the year.

Transaction costs and financing fees directly attributable to the origination, acquisition, issuance or assumption of financial instruments subsequently measured at fair value are immediately recognized in the deficiency of revenues over expenses for the current period. Conversely, transaction costs and financing fees are added to the carrying amount for those financial instruments subsequently measured at cost or amortized cost.

Financial asset impairment:

The Federation assesses impairment of all of its financial assets measured at cost or amortized cost. Management considers whether the issuer is having significant financial difficulty or whether there has been a breach in contract in determining whether objective evidence of impairment exists. When there is an indication of impairment, the Federation determines whether it has resulted in a significant adverse change in the expected timing or amount of future cash flows during the year. If so, the Federation reduces the carrying amount of any impaired financial assets to the highest of: the present value of cash flows expected to be generated by holding the assets; the amount that could be realized by selling the assets; and the amount expected to be realized by exercising any rights to collateral held against those assets. Any impairment, which is not considered temporary, is included in current year deficiency of revenues over expenses.

The Federation reverses impairment losses on financial assets when there is a decrease in impairment and the decrease can be objectively related to an event occurring after the impairment loss was recognized. The amount of the reversal is recognized in the excess of deficiency in the year the reversal occurs.

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 amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period.

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Provisions are made for slow moving and obsolete inventory. Amortization is based on the estimated useful lives of capital assets.

By their nature, these judgments are subject to measurement uncertainty, and the effect on the financial statements of changes in such estimates and assumptions in future years could be material. These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in deficiency of revenues over expenses in the years in which they become known.

Canadian Snowboard Federation
Notes to the Financial Statements
For the year ended March 31, 2026

3. Capital assets

	Cost	Accumulated amortization	2026 Net book value	2025 Net book value
Computer equipment	202,146	166,803	35,343	43,419
Furniture and equipment	887,468	441,929	445,539	395,277
Leasehold improvements	40,044	40,044	-	-
	1,129,658	648,776	480,882	438,696

4. Bank indebtedness

The Federation has a credit facility with the Royal Bank of Canada which is secured by a general security agreement covering all property of the Federation. The facility includes a revolving demand loan of up to \$750,000 that bears interest at the bank's prime lending rate of 4.45% (2025 - 4.95%) plus 1.25%. The demand loan is drawn to \$483,478 as at March 31, 2026 (2025 - \$515,000).

The facility also includes credit cards with a combined limit of \$250,000, of which \$236,968 (2025 - \$207,597) had been utilized as at March 31, 2026 and is included in accounts payable and accrued liabilities.

5. Contributions by major source

During the year, the Federation received contributions from the following sources:

	2026	2025
Sport Canada	3,997,500	3,725,275
Canadian Olympic Committee	823,893	772,303
Sport Canada Hosting Program and International Single Sport Event	450,000	615,000
Provincial, Regional, and other	2,111,132	1,962,396
	7,382,525	7,074,974

6. Financial instruments

The Federation, as part of its operations, carries a number of financial instruments. It is management's opinion that the Federation 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 is the risk of financial loss because a counter party to a financial instrument fails to discharge its contractual obligations.

The carrying amount of the Federation's financial instruments best represents the maximum exposure to credit risk.

6. Financial instruments *(Continued from previous page)*

Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. Significant foreign denominated accounts receivable and accounts payable at March 31, 2026 were as follows:

	2026	2025
	<i>FX Value</i>	<i>FX Value</i>
Accounts receivable - U.S. dollars	6,970	-
Accounts receivable - Euros	8,036	59,229
Accounts receivable - Swiss Franc	59,727	-
Accounts payable - U.S. dollars	6,413	-
Accounts payable - Euros	89,382	-
Accounts payable - Australian dollars	43,806	-
Accounts payable - Swiss Franc	106,288	74,980

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. Changes in market interest rates may have an effect on the cash flows associated with some financial assets and liabilities, known as cash flow risk, and on the fair value of other financial assets or liabilities, known as price risk. The Federation is exposed to interest rate risk primarily relating to its bank indebtedness described in Note 4.

Liquidity risk

Liquidity risk is the risk that the Federation will encounter difficulty in meeting obligations associated with financial liabilities. The Federation enters into transactions to purchase goods and services on credit and borrow funds from financial institutions for which repayment is required at various maturity dates. As at March 31, 2026, the Company's current liabilities exceed its current assets by \$247,625 (2025 - \$124,166).

7. Economic dependence

The Federation's primary source of revenue is government funding. The grant funding can be cancelled if the Federation does not observe certain established guidelines. For the year ended March 31, 2026, approximately 71% (2025 - 76%) is derived from Sport Canada and the Canadian Olympic Committee, which are included in contributions on the Statement of Operations.