
INDEPENDENT AUDITOR'S REPORT

To the Members of Inuit Association of MB Inc

Opinion

We have audited the financial statements of Inuit Association of MB Inc (the "organization"), which comprise the statement of financial position as at March 31, 2025, and the statements of revenues and expenditures, 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 March 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.

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.

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.

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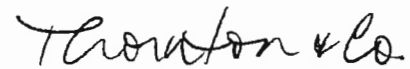
Independent Auditor's Report to the Members of Inuit Association of MB Inc (*continued*)

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.

Winnipeg, MB
July 7, 2025



CHARTERED PROFESSIONAL ACCOUNTANTS

INUIT ASSOCIATION OF MB INC
Statement of Financial Position
March 31, 2025

	2025	2024
ASSETS		
CURRENT		
Cash	\$ 1,248,168	\$ 1,556,548
Term deposits	100,000	100,000
Accounts receivable	-	38,809
Interest receivable	1,505	2,038
Goods and services tax recoverable	84,746	40,942
Prepaid expenses	1,705	17,517
Deposit in trust	30,000	-
Due from related parties	1,300,023	-
	\$ 2,766,147	\$ 1,755,854
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable and accrued liabilities	\$ 148,417	\$ 143,062
Vacation payable	27,024	21,712
Deferred contributions	888,680	281,816
Due to related parties	-	400,627
	1,064,121	847,217
NET ASSETS	1,702,026	908,637
	\$ 2,766,147	\$ 1,755,854

ON BEHALF OF THE BOARD


 _____ Director
 _____ Director

See notes to financial statements

INUIT ASSOCIATION OF MB INC
Statement of Revenues and Expenditures
Year Ended March 31, 2025

	2025	2024
REVENUES		
Indigenous Services Canada	\$ 5,481,252	\$ 5,074,813
Administration fees	757,806	771,799
Canadian Red Cross	335,037	163,295
Justice Canada	323,081	114,505
Other Foundations and funding organizations	174,069	-
Crown-Indigenous Relations and Northern Affairs	92,500	-
United Way	56,963	84,367
Heritage Canada	55,509	-
Interest income	39,974	41,544
Graham Lount Foundation	25,000	20,000
University of Winnipeg	22,678	-
Winnipeg Foundation	22,614	4,386
Province of Manitoba	10,000	-
Downie Wenjack Fund	7,114	2,886
Rebates and other expense recoveries	9,128	-
Kivalliq Inuit Association	-	35,000
Government of Canada Women and Gender Equality	-	264,389
	<u>7,412,725</u>	<u>6,576,984</u>
EXPENSES		
Administration and office expenses	840,443	909,836
Capital expenses	-	168,922
Communications and promotion	49,129	43,397
Contract services	76,979	8,059
Facility Expenses	152,801	71,712
Professional services	364,584	191,443
Program expenses	3,138,921	3,295,802
Travel and meetings	255,243	147,123
Wages and benefits	1,741,236	998,705
	<u>6,619,336</u>	<u>5,834,999</u>
EXCESS OF REVENUES OVER EXPENSES	<u>\$ 793,389</u>	<u>\$ 741,985</u>

INUIT ASSOCIATION OF MB INC
Statement of Changes in Net Assets
Year Ended March 31, 2025

	2025	2024
NET ASSETS - BEGINNING OF YEAR	\$ 908,637	\$ 166,652
EXCESS OF REVENUES OVER EXPENSES	793,389	741,985
NET ASSETS - END OF YEAR	\$ 1,702,026	\$ 908,637

INUIT ASSOCIATION OF MB INC
Statement of Cash Flows
Year Ended March 31, 2025

	2025	2024
OPERATING ACTIVITIES		
Excess of revenues over expenses	\$ 793,389	\$ 741,985
Changes in non-cash working capital:		
Accounts receivable	38,809	(38,809)
Interest receivable	533	(2,038)
Accounts payable and accrued liabilities	5,355	105,089
Deferred contributions	606,864	(1,569,326)
Prepaid expenses	15,812	(17,517)
Goods and services tax payable	(43,804)	(30,593)
Deposit in trust	(30,000)	-
Vacation payable	5,312	17,385
Employee deductions payable	-	(21,758)
	<u>598,881</u>	<u>(1,557,567)</u>
Cash flow from (used by) operating activities	<u>1,392,270</u>	<u>(815,582)</u>
FINANCING ACTIVITY		
Advances from (to) related parties	<u>(1,700,650)</u>	400,627
DECREASE IN CASH FLOW	(308,380)	(414,955)
Cash - beginning of year	<u>1,656,548</u>	<u>2,071,503</u>
CASH - END OF YEAR	<u>\$ 1,348,168</u>	<u>\$ 1,656,548</u>
CASH CONSISTS OF:		
Cash	\$ 1,248,168	\$ 1,556,548
Term deposits	<u>100,000</u>	<u>100,000</u>
	<u>\$ 1,348,168</u>	<u>\$ 1,656,548</u>

INUIT ASSOCIATION OF MB INC
Notes to Financial Statements
Year Ended March 31, 2025

1. DESCRIPTION OF OPERATIONS

Ikayuqtiit Inc (The Organization) was incorporated as a not-for-profit organization without share capital on April 5, 2017 under the laws of the Province of Manitoba and is a registered charity that is exempt from income taxes under Section 149(1)(f) of the Income Tax Act. In the 2024/25 fiscal year the organization underwent an official name change to Inuit Association of Manitoba Inc.

2. BASIS OF PRESENTATION

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Cash equivalents

Highly liquid investments with maturities of one year or less at date of purchase are classified as cash equivalents.

Financial instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

When the organization issues financial instruments that include both a debt and equity component, the entire proceeds are allocated to the debt component, and the equity component is assigned a measurement amount of \$nil.

When financial instruments that include both a debt and an equity component are issued, the proceeds are allocated firstly to the component for which the fair value is more readily determinable, and the residual is allocated to the other component.

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 period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

Net assets

- a) Unrestricted net assets comprise the excess of revenue over expenses accumulated by the organization each year, not of transfers, and are available for general purposes.

Revenue recognition

Inuit Association of MB Inc follows the deferral method of accounting for contributions.

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INUIT ASSOCIATION OF MB INC
Notes to Financial Statements
Year Ended March 31, 2025

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

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.

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.

4. FINANCIAL INSTRUMENTS

The organization is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the organization's risk exposure and concentration as of March 31, 2025.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The organization is exposed to this risk mainly in respect of its receipt of funds from its government funders and other related sources, and accounts payable.

Unless otherwise noted, it is management's opinion that the organization is not exposed to significant other price risks arising from these financial instruments.

5. ACCOUNTS RECEIVABLE

	2025	2024
Government of Canada Women and Gender Equality	\$ -	\$ 27,500
Indigenous Services Canada	-	11,309
	\$ -	\$ 38,809

6. DEPOSIT IN TRUST

A deposit was made toward the purchase of property in Churchill Manitoba for the purpose of building a satellite office for the organization. The deposit at March 31, 2025 was being held in trust by the organization's lawyers.

	2025	2024
Deposit	\$ 30,000	\$ -

7. DEFERRED CONTRIBUTIONS

	2025	2024
Indigenous Services Canada	\$ 458,663	\$ 594
Justice Canada	165,850	55,021
Crown Indigenous Relations and Northern Affairs	157,250	-
Heritage Canada	59,897	-
Pauktuutit	34,520	-

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INUIT ASSOCIATION OF MB INC
Notes to Financial Statements
Year Ended March 31, 2025

7. DEFERRED CONTRIBUTIONS *(continued)*

	2025	2024
Telus Inc	12,500	-
Canadian Red Cross	-	185,538
United Way	-	22,935
Winnipeg Foundation	-	10,614
Downie - Wenjack Fund	-	7,114
	\$ 888,680	\$ 281,816

8. RELATED PARTY TRANSACTIONS

The organization has some of the same board of directors as Manitoba Inuit Association Inc (MIA), a not-for-profit without share capital. The transactions recorded in the financial statements include reimbursement for administration, materials and supplies, occupancy and wages and benefits of. Additionally many of the operating programs were transferred from MIA to be operated in the organization. The transfer of programs also resulted in inter-organizational transactions. The net of inter-organizational transactions between the organization and MIA was \$1,573,705 (2024 - \$1,479,467).

The measurement basis used for recognizing these transactions in the financial statements was the carrying amount. The amount due from/(to) Manitoba Inuit Association Inc from the Organization at March 31, 2025 is 1,300,023 (2024 - \$(400,627)).

This amount is non-interest bearing and repayable on demand.

9. ECONOMIC DEPENDENCE

The organization receives significant funding from the Government of Canada through multiple funding agreements. Should this funder substantially change its dealings with the Organization, management is of the opinion that continued viable operations at this level would be doubtful.

10. COMPARATIVE FIGURES

Some of the comparative figures have been reclassified to conform to the current year's presentation.

11. SUMMARY OF STATEMENT OF OPERATIONS BY PROGRAM

	2025	2024
<u>Revenue</u>		
Administration and other operations	\$ 1,356,491	\$ 1,034,524
Indigenous Services Canada - A Child First Initiative	4,015,681	3,730,474
Indigenous Services Canada - Residential Schools	1,224,469	-
Justice Canada	323,081	114,505
Indigenous Services Canada - UPIP	135,714	135,714
Indigenous Services Canada - Counselling in the South	107,025	-
Data Sovereignty	92,500	-
United Way	56,963	84,367
Heritage Canada	47,509	-
University of Winnipeg	22,678	-

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