

MAYBELL DEVELOPMENTS INC.

Financial Statements

Year Ended December 31, 2021

MAYBELL DEVELOPMENTS INC.
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Year Ended December 31, 2021

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The logo for Dudley & Company LLP features a large, stylized, light purple letter 'D' that partially overlaps a light purple letter 'C'.

DUDLEY & COMPANY LLP

Chartered Professional Accountants

INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of MayBell Developments Inc.

We have reviewed the accompanying financial statements of MayBell Developments Inc. (the organization) that comprise the statement of financial position as at December 31, 2021, and the statements of revenues and expenses, 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 (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.

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 MayBell Developments Inc. as at December 31, 2021, and the results of its operations and its cash flows for the year then ended in accordance with ASNPO.

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Independent Practitioner's Review Engagement Report to the To the Members of MayBell Developments Inc. *(continued)*

Other Matter

The comparative financial statements have been reviewed and reported on by another accountant.



Regina, Saskatchewan
March 21, 2022

Dudley & Company LLP
Chartered Professional Accountants

MAYBELL DEVELOPMENTS INC.
Statement of Financial Position
December 31, 2021

	Operating Fund December 31 2021	AGA Fund December 31 2021	Total December 31 2021	Operating Fund December 31 2020	AGA Fund December 31 2020	Total December 31 2020
ASSETS						
Cash (Note 3)	\$ 46,883	\$ 76,418	\$ 123,301	\$ 33,974	\$ 10,168	\$ 44,142
Prepaid expenses	5,000	-	5,000	-	-	-
Security deposit	5,000	-	5,000	-	-	-
TOTAL ASSETS	\$ 56,883	\$ 76,418	\$ 133,301	\$ 33,974	\$ 10,168	\$ 44,142
LIABILITIES AND NET ASSETS						
Accounts payable	\$ 705	\$ -	\$ 705	\$ 3,043	\$ -	\$ 3,043
NET ASSETS						
Unrestricted	56,178	-	56,178	30,931	-	30,931
Restricted	-	76,418	76,418	-	10,168	10,168
	56,178	76,418	132,596	30,931	10,168	41,099
	\$ 56,883	\$ 76,418	\$ 133,301	\$ 33,974	\$ 10,168	\$ 44,142

ON BEHALF OF THE BOARD

_____ Director

_____ Director

MAYBELL DEVELOPMENTS INC.
Statement of Revenues and Expenses
Year Ended December 31, 2021

	Operating Fund 2021	AGA Fund 2021	Total 2021	Operating Fund 2020	AGA Fund 2020	Total 2020
REVENUES						
AGA donations	-	\$ 92,553	\$ 92,553	-	\$ 99,288	\$ 99,288
Administrative donations	5,319	-	5,319	11,628	-	11,628
Other donations	70,311	-	70,311	7,555	-	7,555
Fundraising	810	-	810	1,922	-	1,922
Facility rent	800	-	800	-	-	-
	77,240	92,553	169,793	21,105	99,288	120,393
EXPENSES						
Advertising	1,427	-	1,427	-	-	-
Dues and subscriptions	-	-	-	1,602	-	1,602
Fundraising expenses	2,663	-	2,663	3,767	-	3,767
Interest and bank charges	209	301	510	131	8	139
Insurance	641	-	641	727	-	727
Office	666	-	666	546	-	546
Professional fees	5,440	-	5,440	3,777	-	3,777
Lease	39,721	-	39,721	-	-	-
Supplies	1,035	-	1,035	-	408	408
Telephone	191	-	191	196	-	196
Food	-	3,933	3,933	-	4,875	4,875
School fees	-	7,206	7,206	-	7,163	7,163
Staff salaries	-	8,586	8,586	-	9,942	9,942
Support payment	-	987	987	-	1,069	1,069
Transportation	-	221	221	-	211	211
Special projects	-	5,069	5,069	-	127,453	127,453
	51,993	26,303	78,296	10,746	151,129	161,875
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$ 25,247	\$ 66,250	\$ 91,497	\$ 10,359	\$ (51,841)	\$ (41,482)

The accompanying notes form an integral part of these financial statements

MAYBELL DEVELOPMENTS INC.
Statement of Changes in Net Assets
Year Ended December 31, 2021

	Operating Fund 2021	AGA Fund 2021	Total 2021	Operating Fund 2020	AGA Fund 2020	Total 2020
NET ASSETS - BEGINNING OF YEAR	\$ 30,931	\$ 10,168	\$ 41,099	\$ 20,572	\$ 62,009	\$ 82,581
Excess (Deficiency) of revenues over expenses	25,247	66,250	91,497	10,359	(51,841)	(41,482)
NET ASSETS - END OF YEAR	\$ 56,178	\$ 76,418	\$ 132,596	\$ 30,931	\$ 10,168	\$ 41,099

MAYBELL DEVELOPMENTS INC.
Statement of Cash Flows
Year Ended December 31, 2021

	Operating Fund 2021	AGA Fund 2021	Total 2021	Operating Fund 2020	AGA Fund 2020	Total 2020
CASH FLOWS FROM (FOR) OPERATING ACTIVITIES						
Cash receipts from customers	\$ 77,240	\$ 92,553	\$ 169,793	\$ 21,105	\$ 99,288	\$ 120,393
Cash paid to suppliers and employees	(64,331)	(26,303)	(90,634)	(7,876)	(151,129)	(159,005)
INCREASE (DECREASE) IN CASH FLOWS	12,909	66,250	79,159	13,229	(51,841)	(38,612)
Cash - beginning of year	33,974	10,168	44,142	20,745	62,009	82,754
CASH - END OF YEAR (Note 3)	\$ 46,883	\$ 76,418	\$ 123,301	\$ 33,974	\$ 10,168	\$ 44,142

The accompanying notes form an integral part of these financial statements

MAYBELL DEVELOPMENTS INC.
Notes to Financial Statements
Year Ended December 31, 2021

1. PURPOSE OF THE ORGANIZATION

MayBell Developments (the "Organization") is a not-for-profit organization incorporated provincially under The Non-profit Corporations Act of Saskatchewan. As a registered charity the Organization is exempt from the payment of income tax under section 149(1) of the Income Tax Act.

The organization's objectives are as follows:

- To relieve poverty by providing residential accommodations at below market rates, support, and incidental facilities to individuals or families who are impoverished;
- To relieve poverty and advance education by providing programs on life skills training and goal setting;
- To advance religion through the provision of Christian faith-based mentorship programs;
- To relieve poverty through the provision of Individual Development Accounts to impoverished individuals, which assist recipients with business start-up costs, transportation expenses, and housing; and
- To conduct activities that are ancillary and incidental to the attainment of the above mentioned purposes.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

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

Cash and cash equivalents

Cash includes chequing and savings accounts.

Capital assets

Section 4431.38 of the CPA Canada Handbook allows not-for-profit organizations with annual revenue under \$500,000 to expense capital assets in the year they are acquired rather than reporting them as capital assets. The Organization follows this recommendation. There were no capital assets purchased in the year.

Revenue recognition

Donations and fundraising income are recorded as revenue in the year received. In-kind donations of goods and services the organization would otherwise purchase are recorded at the fair value of goods and services provided.

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MAYBELL DEVELOPMENTS INC.
Notes to Financial Statements
Year Ended December 31, 2021

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

Fund accounting

The organization follows the restricted fund method of accounting for contributions.

The Operating Fund provides for the organization's program delivery and administrative activities. This fund reports unrestricted resources and any restricted operating contributions.

The AGA Fund provides for the activities related to the organization's Amazing Grace Initiative and contributions specifically for this purpose.

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.

Comparative figures

Certain comparative amounts have been reclassified to conform to the current year's presentation. The prior year amounts have been reported on by a different accountant.

3. CASH

	2021	2020 <i>Unaudited</i>
General chequing	\$ 45,383	\$ 32,474
Savings account - Matching program	1,500	1,500
AGA accounts	76,418	10,168
	\$ 123,301	\$ 44,142

4. FAIR VALUE

It is management's opinion that the fair value of the financial assets and liabilities approximates their carrying value due to their short term nature.

MAYBELL DEVELOPMENTS INC.
Notes to Financial Statements
Year Ended December 31, 2021

5. 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 December 31, 2021.

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 liquidity risk with respect to its accounts payable and accrued liabilities. The organization manages the risk by establishing a budget and paying accounts payable promptly.

Currency risk

Currency risk is the risk to the company's earnings that arise from fluctuations of foreign exchange rates and the degree of volatility of these rates. The organization is exposed to foreign currency exchange risk on cash held in U.S. dollars. The organization does not use derivative instruments to reduce its exposure to foreign currency risk.

Unless otherwise noted, it is management's opinion that the corporation is not exposed to significant other prices risk arising from these financial instruments.

6. COVID-19 PANDEMIC

The COVID-19 pandemic is complex and rapidly evolving. It has caused material disruption to businesses and has resulted in an economic shutdown. The organization continues to assess and monitor the impact of COVID-19 on its financial condition. The magnitude and duration of COVID-19 is uncertain and, accordingly, it is difficult to reliably measure the potential future impact on the organization's financial position and operations.

7. COMMITMENTS

As at December 31, 2021, the organization has commitments of \$4,965 monthly for the rental of a space within the building of the Trinity Lutheran Church under a one year lease agreement, which expires December 31, 2022.

8. SUBSEQUENT EVENTS

As part of the Canada-Saskatchewan Canada-Wide Early Learning and Child Care Agreement, the Ministry of Education has approved up to a maximum of \$443,050 comprised of \$8,000 per space of capital funding and \$861 per space for furnishing. This funding is approved based on funding for 50 new infant, toddler, and pre-school child care spaces. Notification of this funding was received on December 6, 2021 and is currently being finalized.

On February 9, 2022, the organization received a notification from the City of Regina that its application for Liliium Village was approved for funding commitments through the 2022 Housing Incentive Program (HIP) intake year. This funding meets the criteria of the Housing Incentives Policy providing funding totalling \$300,000 with respect to development of 12, three and more bedroom units at \$25,000 per unit.