CANADIAN ASSOCIATION OF HERITAGE PROFESSIONALS

FINANCIAL STATEMENTS

JUNE 30, 2026

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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of
Canadian Association of Heritage Professionals

I have reviewed the accompanying financial statements of aa that comprise the balance sheet as at June 30, 2026, and the statements of operations and 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 private enterprises, 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

My responsibility is to express a conclusion on the accompanying financial statements based on my review. I conducted my review in accordance with Canadian generally accepted standards for review engagements, which require me 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, I do not express an audit opinion on these financial statements.

Conclusion
Based on my review, nothing has come to my attention that causes me to believe that the financial statements do not present fairly, in all material respects, the financial position of Canadian Association of Heritage Professionals as at June 30, 2026, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for private enterprises.

B.A. Spencer CPA
Professional Corporation

Authorized to practice public accounting by
The Chartered Professional Accountants of Ontario

September 14, 2026
Toronto, Ontario

CANADIAN ASSOCIATION OF HERITAGE PROFESSIONALS

STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2026
(Unaudited)

	2026	2025	2024
ASSETS			
Current			
Cash	$159,956	$ 99,652	$ 27,913
Term deposit	56,752	55,471	5,304
Accounts receivable	60,371	-	-
Prepaid insurance	4,146	3,906	-
	$281,225	$159,029	$ 33,217
LIABILITIES AND NET ASSETS (DEFICIENCY)			
Current			
Accounts payable	$ 84,990	$ 59,692	$ 41,741
Loan payable – note 3	100,000	97,500	-
	184,990	157,192	41,741
UNRESTRICTED NET ASSETS (DEFICIT)	96,235	1,837	(8,524)
	$281,225	$159,029	$ 33,217

The accompanying notes form an integral part of these financial statements.

CANADIAN ASSOCIATION OF HERITAGE PROFESSIONALS

STATEMENT OF OPERATIONS AND NET ASSETS

YEAR ENDED JUNE 30, 2026
(Unaudited)

	2026	2025	2024
Revenue			
Memberships	$ 233,272	$ 206,579	$ 161,256
Meetings and conferences	8,535	1,020	3,810
Code acceleration grant net of expenditures	32,628	13,704	-
Miscellaneous income	8,581	13,406	3,901
	283,016	234,709	168,967
Expenses			
Rent	8,961	7,977	8,253
Insurance	4,338	3,831	3,698
Meetings and conferences	15,488	13,113	7,875
Awards and recognition	1,059	700	2,179
Salaries and benefits	82,600	174,302	164,976
Administrative expenses	18,740	5,249	7,456
Chapter programs – note 4	20,000	(15,380)	-
Communication	14,671	5,727	(1,821)
Accounting and bookkeeping	6,932	11,269	10,138
Telephone and internet	1,980	2,192	1,775
Bank charges and interest	13,849	15,368	5,785
	188,618	224,348	210,314
Excess of revenue over expenses (expenses over revenue)	94,398	10,361	(41,347)
Unrestricted net assets (deficiency), beginning of year	1,837	(8,524)	32,823
Unrestricted net assets (deficiency), end of year	$ 96,235	$ 1,837	$ (8,524)

The accompanying notes form an integral part of these financial statements.

CANADIAN ASSOCIATION OF HERITAGE PROFESSIONALS

STATEMENT OF CASH FLOWS

YEAR ENDED JUNE 30, 2026
(UNAUDITED)

	2026	2025	2024
Cash Provided By (Used In) Operating Activities			
Excess of revenue over expenses (expenses over revenue)	$ 90,234	$ 10,361	$(41,347)
Net changes non-cash working capital items			
Term deposit	(1,281)	(50,167)	(163)
Accounts receivable	(60,371)	-	17
Prepaid insurance	(240)	(3,906)	3,698
Accounts payable	25,298	17,949	1,060
Loan payable	2,500	97,500	-
Increase (decrease) in cash during the year	60,304	71,737	(36,375)
Cash position, beginning of year	99,652	27,913	64,648
Cash position, end of year	$,159,956	$ 99,650	$ 27,913

The accompanying notes form an integral part of these financial statements.

CANADIAN ASSOCIATION OF HERITAGE PROFESSIONALS

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2026
(Unaudited)

1. **Nature of Operations**

Canadian Association of Heritage Professionals (the "Association") was incorporated on May 2, 1989 under the Canada Corporations Act. It is a not-for-profit organization whose objectives are to further the professional interests of heritage consultants. In the event of dissolution or wind-up, any net assets are to be distributed to an organization having similar objectives.

2. **Significant Accounting Policies**

These financial statements have been prepared in accordance with Canadian generally accepted accounting standards for not-for-profit organizations and include the following significant accounting policies:

(a) Revenue Recognition

The association recognizing membership fee income when invoiced. Other contributions are recognized as income when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

(b) Capital Equipment

Capital equipment is expensed when purchased. The association has not expensed any capital equipment in the past three years.

(c) Use of Accounting Estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles for not-for-profit organizations requires management to make estimates and assumptions that effect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amount of revenue and expenses during the reporting period. Actual results could differ from those estimates.

(d) Financial instruments

Measurement of financial instruments

The association initially measures its financial assets and liabilities at fair value, except for certain non-arm’s length transactions.

The association subsequently measures all its financial assets and financial liabilities at amortized cost.

Financial assets measured at amortized cost include cash and accounts receivable.

2. **Significant Accounting Policy** (cont'd)

(d) Financial instruments (cont'd)

Financial liabilities measured at amortized cost include accounts payable and deferred income

Impairment

Financial assets measured at cost are tested for impairment when there are indications of impairment. The amount of any write-down is recognized in net income. A previously recognized impairment loss may be reversed to the extent of the improvement, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in net income.

(e) Contributed materials and services

Contributed materials and services have not been recognized in these financial statements.

3. **Loan payable**

The original amount of the loan was $150,000 and bears interest at 5%. The loan is open as to repayment but must be repaid by December 31, 2027.

4. **Income Taxes**

The association is exempt from income tax in Canada as a not for profit entity under section 149(1)(L) of the income tax act (Canada).

5. **Financial Instruments**

The Association is exposed to various risks through its financial instruments. The following analysis provides a measure of the Association's risk exposure and concentrations at June 30, 2026.

Liquidity risk

Liquidity risk is the risk that an organization will encounter difficulty in meeting obligations associated with financial liabilities. The association is exposed to this risk mainly in respect of its accounts payable. The association has a comprehensive plan in place to meet its obligations as they come due – primarily through the use of cash flow from operations

5. **Financial Instruments** – (cont'd)

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The association's main credit risk relates to its accounts receivable. The association does not enter into any transactions to mitigate this risk.

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 comprises three types of risk: currency risk, interest rate risk and other price risk. The association is not exposed to currency risk or interest rate risk.

Currency risk

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.

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.

Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The association is not exposed to other price risk.