



Avanti CPA LLP

261 Victoria St, Kamloops, BC V2C 2A1

T 250-372-7655 | F 250-372-2118

info@avanticpa.ca

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF SUN COUNTRY

Financial Statements

Year Ended March 31, 2026

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF SUN COUNTRY

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Year Ended March 31, 2026

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INDEPENDENT AUDITOR'S REPORT

To the Members of Community Futures Development Corporation of Sun Country:

Report on the Financial Statements

Opinion

We have audited the financial statements of Community Futures Development Corporation of Sun Country (the "Corporation"), which comprise the statement of financial position as at March 31, 2026, and the statements of changes in fund balances, operations 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 Corporation as at March 31, 2026, 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 Corporation 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 Corporation'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 Corporation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Corporation'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:

(continues)

Independent Auditor's Report to the Members of Community Futures Development Corporation of Sun
Country: *(continued)*

- 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 Corporation'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 Corporation'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 Corporation 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.



Kamloops, B.C.
June 23, 2026

Chartered Professional Accountants

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF SUN COUNTRY

Statement of Financial Position
March 31, 2026

	Operating Fund	RRRF Operating Fund	SE Fund	Investment Funds (Schedule 4)	Capital Fund	2026 Total	2025 Total
ASSETS							
CURRENT							
Cash	\$ 110,649	\$ -	\$ 45,496	\$ 1,200,687	\$ -	\$ 1,356,832	\$ 727,501
Prepaid expenses	-	-	-	-	-	-	617
CFLIP investment (Note 3)	-	-	-	55,689	-	55,689	53,435
Accounts receivable (Note 4)	7,516	-	-	-	-	7,516	11,356
Interest receivable (Note 5)	-	-	-	44,823	-	44,823	35,692
TOTAL CURRENT ASSETS	118,165	-	45,496	1,301,199	-	1,464,860	828,601
LOANS RECEIVABLE, NET (Schedule 2)	-	-	-	2,954,045	-	2,954,045	3,022,110
TANGIBLE CAPITAL ASSETS (Note 6)	-	-	-	-	2,287	2,287	1,108
TOTAL ASSETS	\$ 118,165	\$ -	\$ 45,496	\$ 4,255,244	\$ 2,287	\$ 4,421,192	\$ 3,851,819
LIABILITIES AND FUND BALANCES							
CURRENT							
Accounts payable and accruals (Note 7)	\$ 47,036	\$ -	\$ -	\$ -	\$ -	\$ 47,036	\$ 39,253
Interest payable	-	-	-	3,764	-	3,764	3,764
Interfund payable	-	-	-	900	-	900	-
Unused project funds (Schedule 1)	45,557	-	-	-	-	45,557	95,557
Current portion of callable debt (Note 8)	-	-	-	85,631	-	85,631	-
Callable debt (Note 8)	-	-	-	-	-	-	121,820
Current portion of investment loans payable (Note 9)	-	-	-	38,980	-	38,980	59,492
TOTAL CURRENT LIABILITIES	92,593	-	-	129,275	-	221,868	319,886
INVESTMENT LOANS PAYABLE (Note 9)	-	-	-	241,025	-	241,025	247,680
GOVERNMENT ASSISTANCE (Note 10)	-	-	-	400,000	-	400,000	400,000
TOTAL LIABILITIES	92,593	-	-	770,300	-	862,893	967,566
FUND BALANCES							
Government contributions (Note 11)	-	-	-	1,414,052	-	1,414,052	964,052
Fund balances	25,572	-	45,496	2,070,892	2,287	2,144,247	1,920,201
	25,572	-	45,496	3,484,944	2,287	3,558,299	2,884,253
TOTAL LIABILITIES AND FUND BALANCES	\$ 118,165	\$ -	\$ 45,496	\$ 4,255,244	\$ 2,287	\$ 4,421,192	\$ 3,851,819

SUBSEQUENT EVENT (Note 14)

See notes to financial statements

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF SUN COUNTRY
Statement of Changes in Fund Balances
Year Ended March 31, 2026

	Operating Fund	RRRF Operating Fund	SE Fund	Investment Funds	Capital Fund	2026 Total	2025 Total
FUND BALANCES - BEGINNING OF YEAR	\$ 26,927	\$ -	\$ 46,933	\$ 1,845,233	\$ 1,108	\$ 1,920,201	\$ 1,678,888
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	1,586	10,170	(1,437)	215,489	(1,762)	224,046	241,313
INTER-FUND TRANSFER	-	(10,170)	-	10,170	-	-	-
TANGIBLE CAPITAL ASSET PURCHASES FROM OPERATING FUND	(2,941)	-	-	-	2,941	-	-
FUND BALANCES - END OF YEAR	\$ 25,572	\$ -	\$ 45,496	\$ 2,070,892	\$ 2,287	\$ 2,144,247	\$ 1,920,201

Approved on Behalf of the Board of Directors

Chairperson of the Board, Director

Treasurer of the Board, Director

See notes to financial statements

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF SUN COUNTRY

Statement of Operations

Year Ended March 31, 2026

	Operating Fund	RRRF Operating Fund	SE Fund	Investment Funds (Schedule 5)	Capital Fund	2026 Total	2025 Total
REVENUES							
Federal Government (PacifiCan) contributions	\$ 349,299	\$ -	\$ -	\$ -	\$ -	\$ 349,299	\$ 299,299
Other contract revenue (Note 12)	-	-	-	-	-	-	123,250
Contract revenues - DREAL	7,058	-	-	-	-	7,058	61,488
Loan processing and management fees	24,538	-	-	-	-	24,538	25,765
Interest from investments and deposits	3,377	-	613	-	-	3,990	4,927
Administrative billings (Note 13)	1,629	-	-	-	-	1,629	2,211
Investment Funds (Schedule 5)	-	-	-	249,005	-	249,005	273,196
	385,901	-	613	249,005	-	635,519	790,136
EXPENSES							
Advertising	7,447	-	-	-	-	7,447	7,652
Amortization	-	-	-	-	1,762	1,762	2,216
Conferences and seminars	6,046	-	-	-	-	6,046	20,312
Contract expenses - DREAL	6,771	-	-	-	-	6,771	61,488
Insurance	5,260	-	-	-	-	5,260	5,942
Licence, dues and fees	1,609	-	-	-	-	1,609	1,784
Management fees	-	15,300	-	-	-	15,300	20,340
Office	25,177	-	-	-	-	25,177	20,929
Professional development	73,579	-	-	-	-	73,579	20,829
Professional fees	42,716	-	-	-	-	42,716	36,773
Programs	-	-	2,050	-	-	2,050	-
Rent	13,969	-	-	-	-	13,969	14,046
Repairs and maintenance	2,833	-	-	-	-	2,833	974
Subcontract	-	-	-	-	-	-	107,500
Telephone and utilities	8,367	-	-	-	-	8,367	8,520
Travel	2,472	-	-	-	-	2,472	1,993
Wages and benefits	188,069	-	-	-	-	188,069	192,355
Investment Funds (Schedule 5)	-	-	-	33,150	-	33,150	38,121
	384,315	15,300	2,050	33,150	1,762	436,577	561,774
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE OTHER (INCOME) EXPENSES	1,586	(15,300)	(1,437)	215,855	(1,762)	198,942	228,362
OTHER INCOME (LOSS)							
Gain on disposal of tangible capital assets	-	-	-	-	-	-	850
Loan forgiveness provision (Note 8)	-	25,470	-	-	-	25,470	10,170
Unrealized change in market value of CFLIP (Schedule 5)	-	-	-	(366)	-	(366)	1,931
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$ 1,586	\$ 10,170	\$ (1,437)	\$ 215,489	\$ (1,762)	\$ 224,046	\$ 241,313

See notes to financial statements

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF SUN COUNTRY

Statement of Cash Flows

Year Ended March 31, 2026

	Operating Fund	RRRF Operating Fund	SE Fund	Investment Funds	Capital Fund	2026 Total	2025 Total
OPERATING ACTIVITIES							
Excess (deficiency) of revenues over expenses	\$ 1,586	\$ 10,170	\$ (1,437)	\$ 215,489	\$ (1,762)	\$ 224,046	\$ 241,313
Items not affecting cash:							
Amortization	-	-	-	-	1,762	1,762	2,216
Gain on disposal of assets	-	-	-	-	-	-	(850)
Inter-fund transfer	-	(10,170)	-	10,170	-	-	-
	1,586	-	(1,437)	225,659	-	225,808	242,679
Changes in non-cash working capital:							
Prepaid expenses	617	-	-	-	-	617	(468)
Accounts receivable	3,840	-	-	-	-	3,840	60,949
Accounts payable and accruals	7,783	-	-	-	-	7,783	(47,118)
Interest payable	-	-	-	-	-	-	3,764
Unused project funds	(50,000)	-	-	-	-	(50,000)	(120,692)
	(37,760)	-	-	-	-	(37,760)	(103,565)
Cash flows from (used by) operating activities	(36,174)	-	(1,437)	225,659	-	188,048	139,114
INVESTING ACTIVITIES							
Change in CFLIP investment	-	-	-	(2,257)	-	(2,257)	(3,417)
Change in interest receivable	-	-	-	(9,129)	-	(9,129)	3,037
Change in loans receivable	-	-	-	68,065	-	68,065	(155,881)
Interfund payable	-	-	-	900	-	900	-
Purchase of tangible assets	(2,941)	-	-	-	-	(2,941)	-
Proceeds on disposal of tangible assets	-	-	-	-	-	-	2,000
Additions to the Non-Repayable Investment Fund	-	-	-	450,000	-	450,000	-
Cash flows from (used by) investing activities	(2,941)	-	-	507,579	-	504,638	(154,261)
FINANCING ACTIVITIES							
Reduction in callable debt	-	-	-	(36,189)	-	(36,189)	(10,170)
Repayment of syndicated investment loans	-	-	-	(27,166)	-	(27,166)	(32,503)
Cash flows used by financing activities	-	-	-	(63,355)	-	(63,355)	(42,673)
INCREASE (DECREASE) IN CASH	(39,115)	-	(1,437)	669,883	-	629,331	(57,820)
CASH - BEGINNING OF YEAR	149,764	-	46,933	530,804	-	727,501	785,321
CASH - END OF YEAR	\$ 110,649	\$ -	\$ 45,496	\$ 1,200,687	\$ -	\$ 1,356,832	\$ 727,501

See notes to financial statements

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF SUN COUNTRY

Notes to Financial Statements

Year Ended March 31, 2026

1. GENERAL

Community Futures Development Corporation of Sun Country (the "Corporation") is a community based Corporation that provides loans and financial services to small businesses that are otherwise unable to obtain financing. In addition, the Corporation delivers various programs for Federal and Provincial agencies. The Corporation serves communities in the Sun Country catchment area.

The Corporation was incorporated under the Canada Corporations Act on March 31, 1995. As a not-for-profit corporation, the Corporation is exempt from the payment of income tax.

A significant portion of the Corporation's revenue is derived from Federal Government contributions, primarily from Pacific Economic Development Canada ("PacifiCan") to deliver various economic development programs. The contributions received from PacifiCan account for 90.52% (2025 - 59.06%) of total Operating Fund revenues in the current year. The contract with PacifiCan has been renewed for an additional two years, expiring on March 31, 2028.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Presentation

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

(b) Cash

The Corporation's policy is to disclose bank balances under cash, including bank overdrafts with balances that fluctuate frequently from being positive to overdrawn.

(c) CFLIP Investment

The Community Futures Lending and Investment Pool of British Columbia (CFLIP) investment is a pooled investment that earns an investment income and is recorded at market value.

(d) Cloud Computing Arrangements

The Corporation uses the simplified approach of accounting for cloud computing expenses. Under this approach, the Corporation recognizes expenditures related to elements of cloud computing arrangements as expenses.

(e) Tangible Capital Assets

Tangible capital assets are recorded at cost and are amortized over their estimated useful lives. Amortization is calculated on a straight-line basis over the following years:

Computer equipment	3 years
Furniture, fixtures and equipment	5 years

Leasehold improvements are amortized on a straight-line basis over the term of the lease.

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COMMUNITY FUTURES DEVELOPMENT CORPORATION OF SUN COUNTRY

Notes to Financial Statements

Year Ended March 31, 2026

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

(f) Loans Receivable

The loans receivable represent the outstanding principal at year end and are stated at net realizable value.

The Corporation has accounted for credit risk, as defined in *(Note 15)* and *(Schedule 2)*, by establishing allowances for impaired loans and netting the allowances against the carrying value of certain impaired loans. The establishment of the allowances for impaired loans relies on judgment of management, on historical precedent and expectations as to the future collections. It is reasonably possible that changes in future conditions could require a material change in the recognized amount of the allowance for impaired loans.

Therefore, loans are considered impaired as soon as collection of the full principal and interest on the loan becomes doubtful. The allowance for losses on loans is determined on the basis of historical allowance requirements and specific loans which, in management's opinion, may not be fully collectible. Amounts considered uncollectible are written off through operating expenses and written down to the fair market value of any security held in the appropriate loan fund in the applicable period.

Loans are secured by one, or a combination, of debentures, personal guarantees, promissory notes, general security agreements, mortgages and other charges on property.

The allowance for loan impairment is provided for through specific identification. Management has evaluated all loans in arrears with any risk of loss. Specific loans are written off when they are identified by management as uncollectible.

(g) Use Of Estimates

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.

Examples of significant estimates include:

- providing for amortization of tangible capital assets;
- the estimated useful lives of tangible capital assets;
- the allowance for loan impairment;
- the recoverability of tangible capital assets; and
- the recoverability of loans.

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COMMUNITY FUTURES DEVELOPMENT CORPORATION OF SUN COUNTRY

Notes to Financial Statements

Year Ended March 31, 2026

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

(h) Revenue Recognition

Community Futures Development Corporation of Sun Country follows the restricted fund method of accounting for contributions.

Restricted contributions related to general operations are recognized as revenue of the Operating Fund in the year in which the related expenses are incurred. All other restricted contributions are recognized as revenue of the appropriate restricted fund.

Unrestricted contributions are recognized as revenue of the Operating Fund in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

The annual PacifiCan contributions are recognized as revenue in the year specified in the agreement with PacifiCan.

Interest on loans to clients is recognized as revenue of the applicable Loan Investment Fund when received or receivable. Interest is not accrued on loans which have been classified as impaired.

Investment interest earned on the CFLIP investment is recognized as revenue when earned.

Other revenue including administrative billings and fees, other contract revenue, write-offs recovered and loan processing fees are recognized when received.

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COMMUNITY FUTURES DEVELOPMENT CORPORATION OF SUN COUNTRY

Notes to Financial Statements

Year Ended March 31, 2026

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

(i) Fund Accounting

Community Futures Development Corporation of Sun Country follows the restricted fund method of accounting for contributions. Funds are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

Current funds in use are as follows:

Operating Fund

To account for all financial resources, program delivery and administration expenses. This includes all loan expenses related to the ongoing management and administration of the loan fund such as staff salaries, credit reports, audit and legal fees related to the approval and monitoring of a loan.

Regional Relief and Recovery Fund (RRRF) Operating Fund

To account for the Corporation's financial resources, program delivery and administrative activities, related to the RRRF.

SE Fund

To account for subcontract services performed for the Self Employment Program on behalf of an external provider.

Loan Funds

To account for loan funds received (Regular Investment, Youth, Forest Community Business Program, Disabled Entrepreneur, and Regional Relief and Recovery Fund). The loan funds consist of contributions from PacifiCan or related entities for helping new and existing enterprises through promoting economic development in the community by providing assistance to small businesses in the form of loans in accordance with the requirements of the agreement with PacifiCan. This fund also includes contributions to the Conditionally Repayable Investment Funds.

Capital Fund

To account for all tangible capital assets of the Corporation.

Programs are as follows:

Youth Program

To account for monies loaned from the Government of Canada for youth investments.

Forest Community Business Program (FCBP)

To account for contribution monies received from the Province of British Columbia for investments in the forest, aquiculture, manufacturing or tourism sector.

Disabled Entrepreneur Program

To account for monies loaned from the Government of Canada for small businesses operated by persons with disabilities.

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COMMUNITY FUTURES DEVELOPMENT CORPORATION OF SUN COUNTRY

Notes to Financial Statements

Year Ended March 31, 2026

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

Self Employment (SE) Program

This program is to provide advice and temporary financial support to qualifying individuals who wish to develop a business and be self-employed.

Regional Relief and Recovery Fund (RRRF)

To account for monies loaned from Community Futures Development Corporation of British Columbia for small and medium sized businesses that have been negatively impacted as a result of COVID-19.

(j) Financial Instruments Policy

Measurement of financial instruments

The Corporation initially measures its financial assets and liabilities at fair value. 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.

Financial assets measured at fair value include the CFLIP investment.

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

Financial liabilities measured at amortized cost include the accounts payable and accruals, unused project funds, interest payable, callable debt, investment loans payable and government assistance.

Impairment

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of the write-down is recognized in net income. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, 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 excess of revenues over expenses.

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF SUN COUNTRY

Notes to Financial Statements

Year Ended March 31, 2026

3. CFLIP INVESTMENT

	2026	2025
Regular Investment Loan Fund		
Opening investment balance	\$ 27,004	\$ 25,301
Cash withdrawal	-	-
Unrealized change in market value of CFLIP	(185)	976
Loan interest	1,324	727
	<u>28,143</u>	<u>27,004</u>
Youth Fund		
Opening investment balance	14,417	13,509
Cash withdrawal	-	-
Unrealized change in market value of CFLIP	(99)	520
Loan interest	707	388
	<u>15,025</u>	<u>14,417</u>
Forest Community Business Program Loan Fund		
Opening investment balance	12,014	11,207
Cash withdrawal	-	-
Unrealized change in market value of CFLIP	(82)	434
Loan interest	589	373
	<u>12,521</u>	<u>12,014</u>
	<u>\$ 55,689</u>	<u>\$ 53,435</u>

The Community Futures Lending and Investment Pool of British Columbia (CFLIP) was formed by Community Futures British Columbia (CFBC) to promote access to investment loan funds for members who do not have sufficient levels of cash on hand to meet local demands and for other members who have investment fund surpluses. The loans are non-interest bearing, have no set repayment terms, and have no collateral. The fund invests the monies and any investment income earned will accrue to the Corporation. If the Corporation wishes to withdrawal their proportionate share, the Corporation must give Community Futures British Columbia 14-days notice.

4. ACCOUNTS RECEIVABLE

	2026	2025
Operating Fund		
G.S.T. rebate	\$ 4,681	\$ 4,690
DREAL accounts receivable	-	6,620
General	2,835	46
	<u>\$ 7,516</u>	<u>\$ 11,356</u>

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF SUN COUNTRY

Notes to Financial Statements

Year Ended March 31, 2026

5. INTEREST RECEIVABLE

	<u>2026</u>	<u>2025</u>
Regular Investment Fund		
Loan interest receivable	\$ 40,048	\$ 33,145
Less: allowances for loan impairment	(100)	(100)
	<u>39,948</u>	<u>33,045</u>
 Youth Loan Fund		
Loan interest receivable	77	-
Less: allowances for loan impairment	-	-
	<u>77</u>	<u>-</u>
 Disabled Loan Fund		
Loan interest receivable	163	185
Less: allowances for loan impairment	-	-
	<u>163</u>	<u>185</u>
 RRRF Loan Fund		
Accrued interest receivable	4,635	2,462
Less: allowances for loan impairment	-	-
	<u>4,635</u>	<u>2,462</u>
	<u>\$ 44,823</u>	<u>\$ 35,692</u>

6. TANGIBLE CAPITAL ASSETS

	<u>Cost</u>	<u>Accumulated amortization</u>	<u>2026 Net book value</u>	<u>2025 Net book value</u>
Computer equipment	\$ 15,916	\$ 13,629	\$ 2,287	\$ -
Furniture, fixtures and equipment	21,962	21,962	-	1,108
Leasehold improvements	11,119	11,119	-	-
	<u>\$ 48,997</u>	<u>\$ 46,710</u>	<u>\$ 2,287</u>	<u>\$ 1,108</u>

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF SUN COUNTRY

Notes to Financial Statements

Year Ended March 31, 2026

7. ACCOUNTS PAYABLE AND ACCRUALS

	<u>2026</u>	<u>2025</u>
Operating Fund		
Auditing accrual	\$ 26,000	\$ 26,000
General	19,530	11,748
McAbee Heritage Project	1,506	1,505
School District No. 74 (Gold Trail)	-	-
	<u>\$ 47,036</u>	<u>\$ 39,253</u>

8. CALLABLE DEBT

	<u>2026</u>	<u>2025</u>
Community Futures Development Association of British Columbia, conditionally repayable loan, bearing interest at 0.00% per annum. The loan matures on December 31, 2026 at which time any remaining loan principal must be repaid. The loan is callable on demand. The purpose of the loan is described below	\$ 85,631	\$ 96,350
Community Futures Development Association of British Columbia, conditionally repayable loan, forgiven during the year	-	25,470
	<u>\$ 85,631</u>	<u>\$ 121,820</u>

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COMMUNITY FUTURES DEVELOPMENT CORPORATION OF SUN COUNTRY

Notes to Financial Statements

Year Ended March 31, 2026

8. CALLABLE DEBT *(continued)*

Regional Recovery and Relief Fund (RRRF)

In the March 31, 2021 fiscal year-end, the Corporation received a conditionally repayable loan in the amount of \$1,110,000 from Community Futures Development Association of British Columbia, to administer as secondary loans, through the Regional Relief and Recovery Fund (RRRF). In 2022, the Corporation received an additional amount of \$20,000 from Community Futures Development Association of British Columbia bringing the loan balance to \$1,130,000.

The secondary RRRF loans were issued to a maximum of \$60,000, to third-party small and medium sized businesses that have been negatively impacted as a result of COVID-19 (*Schedule 2*). As described in the agreement, the repayable balance of the loan is the principal amount owing of the secondary RRRF loans as of January 18, 2024, less any amounts forgiven or written off by the Corporation.

As at March 31, 2026, the outstanding balance of the RRRF callable debt is \$85,631. During the year, \$10,719 of loan principal repayments were made (2025 – \$nil).

Loan Forgiveness

Forgiveness of the RRRF funding by Community Futures Development Association of British Columbia are determined based on borrower repayment performance in accordance with program criteria.

During the year ended March 31, 2026, no additional RRRF loan principal amounts were forgiven (2025 – \$308,412).

Administrative Funding

In the March 31, 2022 fiscal year-end, the Corporation also received a conditionally repayable loan in the amount of \$35,640 from Community Futures Development Association of British Columbia designated for administration costs which must be incurred and charged to the RRRF fund for costs that include but are not limited to RRRF loans aftercare, monitoring, collections, and related administration costs deemed reasonable, incremental, and directly attributable to support RRRF loan borrowers and loan recovery. The \$35,640 must be used by December 31, 2026, or it will become repayable to Community Futures Development Association of British Columbia.

In the March 31, 2025 year-end, \$10,170 was recognized as RRRF admin (management) fees during the year for a total payable balance of \$25,470 at year-end. The \$10,170 was forgiven by CFBC as at March 31, 2025 and no longer repayable. An additional amount of \$10,170 was transferred to the Operating Fund at the end of March 31, 2025 year-end and was filed and charged to the RRRF for a total of \$20,340 in management fees recognized.

In the March 31, 2026 year-end, the remaining balance for \$15,300 in management fees were recognized. \$25,470 was forgiven by CFBC as of March 31, 2026 and is no longer repayable. The total \$35,640 conditionally repayable loan has been forgiven and no longer payable as at March 31, 2026.

Measurement

The Corporation records the RRRF funding as a financial liability measured at amortized cost, based on the expected repayment of the underlying loan portfolio. In accordance with the funding agreement, the repayable amount is determined with reference to the outstanding RRRF loan balances, net of amounts that are expected to be forgiven or are not repayable under program criteria. Accordingly, the carrying value has been recorded net of the estimated forgivable portion and non-repayable amounts associated with the underlying loans receivable that are expected to reduce the balance owing.

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF SUN COUNTRY

Notes to Financial Statements

Year Ended March 31, 2026

9. INVESTMENT LOANS PAYABLE

	2026	2025
Participation Loan #1		
Community Futures Development Corporation of Fraser Fort George, repaid, during the year, as described below	\$ -	\$ 6,837
Community Futures Development Corporation of Cariboo Chilcotin, repaid, during the year, as described below	-	6,837
Community Futures Development Corporation of Thompson Country, repaid, during the year, as described below	-	6,838
	-	20,512
Participation Loan #2		
Community Futures Development Corporation of Cariboo Chilcotin, as described below	140,002	143,330
Community Futures Development Corporation of Thompson Country, as described below	140,003	143,330
	280,005	286,660
	280,005	307,172
Amounts payable within one year	(38,980)	(59,492)
	\$ 241,025	\$ 247,680

Principal repayment terms are approximately:

2027	\$ 38,980
2028	38,980
2029	38,980
2030	38,980
2031	38,980
Thereafter	85,105
	\$ 280,005

(continues)

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF SUN COUNTRY

Notes to Financial Statements

Year Ended March 31, 2026

9. INVESTMENT LOANS PAYABLE *(continued)*

During the 2022 fiscal year, the Corporation entered into two participation loans as follows:

Participation Loan #1

- The Corporation entered into a participation loan and administration agreement with Community Futures Development Corporation of Fraser Fort George in order to advance a loan amount of \$300,000. As per the agreement, the Corporation provided a portion of the loan to be advanced in the amount of \$50,000 and administered the loan.

The Corporation has granted and assigned an undivided interest in the security held in respect of the loan proportionate to the respective shares of the participants under a promissory note and General Security Agreement over the assets of the corporations. The participants' share of the loan is repayable to the participants in blended monthly payments of \$955 bearing interest at 3.00%. The loan was repaid on September 29, 2025.

- The Corporation entered into a participation loan and administration agreement with Community Futures Development Corporation of Cariboo Chilcotin in order to advance a loan amount of \$300,000. As per the agreement, the Corporation provided a portion of the loan to be advanced in the amount of \$50,000 and administered the loan.

The Corporation has granted and assigned an undivided interest in the security held in respect of the loan proportionate to the respective shares of the participants under a promissory note and General Security Agreement over the assets of the corporations. The participants' share of the loan is repayable to the participants in blended monthly payments of \$955 bearing interest at 3.00%. The loan was repaid on September 29, 2025.

- The Corporation entered into a participation loan and administration agreement with Community Futures Development Corporation of Thompson Country in order to advance a loan amount of \$300,000. As per the agreement, the Corporation provided a portion of the loan to be advanced in the amount of \$50,000 and administered the loan.

The Corporation has granted and assigned an undivided interest in the security held in respect of the loan proportionate to the respective shares of the participants under a promissory note and General Security Agreement over the assets of the corporations. The participants' share of the loan is repayable to the participants in blended monthly payments of \$955 bearing interest at 3.00%. The loan was repaid on September 29, 2025.

Participation Loan #2

- The Corporation entered into a participation loan and administration agreement with Community Futures Development Corporation of Cariboo Chilcotin in order to advance a loan amount of \$450,000. As per the agreement, the Corporation provided a portion of the loan to be advanced in the amount of \$150,000 and administered the loan.

The Corporation has granted and assigned an undivided interest in the security held in respect of the loan proportionate to the respective shares of the participants under a promissory note and General Security Agreement over the assets of the corporations. The participants' share of the loan is repayable to the participants in blended monthly payments of \$1,624 bearing a floating interest rate or 3.00%. The loan matures on October 1, 2031.

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COMMUNITY FUTURES DEVELOPMENT CORPORATION OF SUN COUNTRY

Notes to Financial Statements

Year Ended March 31, 2026

9. INVESTMENT LOANS PAYABLE (*continued*)

- The Corporation entered into a participation loan and administration agreement with Community Futures Development Corporation of Thompson Country in order to advance a loan amount of \$450,000. As per the agreement, the Corporation provided a portion of the loan to be advanced in the amount of \$150,000 and administered the loan.

The Corporation has granted and assigned an undivided interest in the security held in respect of the loan proportionate to the respective shares of the participants under a promissory note and General Security Agreement over the assets of the corporations. The participants' share of the loan is repayable to the participants in blended monthly payments of \$1,624 bearing a floating interest rate of 3.00%. The loan matures on October 1, 2031.

10. GOVERNMENT ASSISTANCE

Youth Loan Fund

The Corporation received a repayable contribution in the amount of \$200,000 from the Government of Canada to administer, through the Youth Loan Fund, loans, loan guarantees and equity participation in businesses owned and operated by youths.

The contribution is conditionally repayable. Conditionally repayable contributions made by PacifiCan are non-interest bearing, unsecured, and repayable upon 60-days notice in the event of default, as defined in the contribution agreement. PacifiCan Conditionally Repayable Contributions are subject to certain conditions as stipulated in the contribution agreement.

Disabled Entrepreneur Loan Fund

The Corporation received a repayable contribution in the amount of \$200,000 from the Government of Canada to administer, through the Disabled Entrepreneur Loan Fund, loans, loan guarantees and equity participation in businesses owned and operated by disabled entrepreneurs.

The contribution is conditionally repayable. Conditionally repayable contributions made by PacifiCan are non-interest bearing, unsecured, and repayable upon 60-days notice in the event of default, as defined in the contribution agreement. PacifiCan Conditionally Repayable Contributions are subject to certain conditions as stipulated in the contribution agreement.

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF SUN COUNTRY

Notes to Financial Statements

Year Ended March 31, 2026

11. GOVERNMENT CONTRIBUTIONS

Regular Investment Loan Fund

The Corporation received a \$864,052 non-repayable contribution from the Government of Canada to administer, through the Regular Investment Loan Fund, loans, loan guarantees, and equity participation in order to create new small businesses and to expand, stabilize and protect existing businesses resulting in the generation and maintenance of employment. As a condition of funding, the Corporation agrees to retain its non-profit status and to continue to administer the Investment Fund in conformity with criteria outlined in the original contribution agreement. Upon dissolution of the Corporation, assets shall be disposed of in a manner acceptable to the Government of Canada.

On May 2, 2025, the Corporation received a \$450,000 Capital Injection into the Non-Repayable Investment Fund top-up from Community Futures British Columbia for the purpose of supporting loans to small businesses. \$271,500 was retained by the Regular Investment loan fund and \$178,500 was allocated to the Disabled Entrepreneur loan fund.

Forest Community Business Program Loan Fund

The Corporation received a contribution in the amount of \$100,000 from Forest Community Business Program of British Columbia which was matched by \$100,000 in funding transferred from the Corporation's Loan Fund. The \$200,000 in funds are to be used by the Corporation to provide loans, business counselling and training to small and medium sized forest sector enterprises in British Columbia. As a condition of the funding, the Corporation has agreed to administer the funds in accordance with the contribution agreement. If these conditions are not met, the agreement will be terminated and the funds will be disbursed as described in the terms of the contribution agreement.

12. OTHER CONTRACT REVENUE

Operating Fund

	2026	2025
The Economic Trust of the Southern Interior - BC Regional Business Liaison	\$ -	\$ 19,500
Northern Development Initiative Trust - Business Regional Liaison	-	8,000
School District No. 74 (Gold Trail)	-	95,750
	<u>\$ -</u>	<u>\$ 123,250</u>

The contracts concluded within the fiscal year ending March 31, 2025.

13. ADMINISTRATIVE BILLINGS

Operating Fund

	2026	2025
Photocopies and fax	\$ 1,099	\$ 1,257
Miscellaneous revenue	510	954
Board room rental	20	-
	<u>\$ 1,629</u>	<u>\$ 2,211</u>

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF SUN COUNTRY

Notes to Financial Statements

Year Ended March 31, 2026

14. SUBSEQUENT EVENT

The following event occurred subsequent to the fiscal year:

The Economic Trust of the Southern Interior (ETSI-BC)

Subsequent to the year end, the Corporation, as a Delivery Partner to Community Futures British Columbia, entered into a multi-party contribution agreement with ETSI-BC, effective April 1, 2026, to support the Southern Interior Business Advisor Initiative ("SIBA").

Under the agreement, ETSI-BC has approved total project funding of up to \$275,000. The Corporation's allocated share of this funding is \$137,500.

Funding is payable to the Corporation as follows:

- \$62,500 upon execution of the agreement, of which \$62,500 was received on May 7, 2026;
- \$62,500 upon acceptance of an interim report; and
- \$12,500 upon completion of the project and acceptance of the final report.

The funding is restricted to eligible project expenditures. Unused or ineligible amounts may be subject to repayment. The Corporation is also required to meet specified reporting and performance obligations under the agreement.

15. FINANCIAL INSTRUMENTS

The Corporation is exposed to various risks through its financial instruments. The following analysis provides information about the Corporation's risk exposure and concentration as of March 31, 2026.

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 Corporation's main credit risks relate to its accounts receivable, interest receivable and loans receivable. The Corporation provides credit to its clients in the normal course of business. An allowance for doubtful accounts is established based upon factors surrounding the credit risk of specific accounts, historical trends and other information. The balance of the allowance for doubtful accounts as of March 31, 2026 was \$nil (2025 - \$nil).

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. The Corporation is mainly exposed to market risk through the CFLIP investment.

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 exposed to interest rate risk on its fixed interest rate financial instruments. Given the current composition of loans receivable, these fixed-rate instruments subject the Corporation to a fair value risk.

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COMMUNITY FUTURES DEVELOPMENT CORPORATION OF SUN COUNTRY

Notes to Financial Statements

Year Ended March 31, 2026

15. FINANCIAL INSTRUMENTS *(continued)*

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

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 Corporation is exposed to other price risk through the CFLIP investment.

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF SUN COUNTRY

**Unused Project Funds
Year Ended March 31, 2026**

(Schedule 1)

	2026	2025
Operating Fund		
<u>Federal Government Contributions (PacifiCan)</u>		
Opening balance, deferred revenue	\$ 50,000	\$ 74,942
Funding received during the year	299,299	274,357
Funding received during the year - RRRF	-	-
Amounts recognized during the year	(349,299)	(299,299)
Ending balance, deferred revenue	-	50,000
<u>McAbee Fossil Beds Heritage Site</u>		
Opening balance, deferred revenue	23,412	23,412
Funding received during the year	-	-
Amounts recognized during the year	-	-
Ending balance, deferred revenue	23,412	23,412
<u>Shuswap Hut and Trail Alliance</u>		
Opening balance, deferred revenue	22,145	22,145
Funding received during the year	-	-
Amounts recognized during the year	-	-
Ending balance, deferred revenue	22,145	22,145
<u>School District No. 74 (Gold Trail)</u>		
Opening balance, deferred revenue	-	95,750
Funding received during the year	-	-
Amounts recognized during the year	-	(95,750)
Amounts required to be refunded	-	-
Ending balance, deferred revenue	-	-
	\$ 45,557	\$ 95,557

See notes to financial statements

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF SUN COUNTRY

LOANS RECEIVABLE, NET

(Schedule 2)

Year Ended March 31, 2026

	Regular Investment Loan Fund	Youth Loan Fund	FCBP Loan Fund	Disabled Entrepreneur Loan Fund	Regional Relief and Recovery Fund (RRRF)	2026 Total	2025 Total
LOANS RECEIVABLE, NET							
Loans receivable, net of dollar value of forgiven portions of the loans during the year (see below)	\$ 2,830,225	\$ 5,294	\$ -	\$ 58,263	\$ 80,263	\$ 2,974,045	\$ 3,032,110
Less: allowance for loan impairment (<i>Schedule 3</i>)	(20,000)	-	-	-	-	(20,000)	(10,000)
TOTAL	\$ 2,810,225	\$ 5,294	\$ -	\$ 58,263	\$ 80,263	\$ 2,954,045	\$ 3,022,110

Loans receivable from all funds except for RRRF are due in monthly payments including interest and principal. Some loans start as interest-only payments for a few months. The loans bear interest at rates established by contract varying from 5.00% to 10.00%. The applicable rate is determined by the client's term of the loan, credit worthiness, and security. The minimum interest rate that can be charged is generally the bank prime rate plus 2.00%. The scheduled maturities range from a period of less than one year to a maximum of five years. Security is taken on these loans as appropriate to the situation and includes personal guarantees, general security agreements covering business assets and mortgages on land and building. The Corporation's revenue may be significantly impacted by the varying interest rates available.

As at March 31, 2026, there are four loan balances exceeding or equal to \$150,000. The outstanding principal balances of the three loans are: \$150,000 (syndicated loan), \$420,008 (syndicated loan), \$245,270, and \$150,000 (syndicated loan) respectively.

Included in the loans receivable are amounts related to partnership loans with various other Community Futures Development Corporations in the amount of \$1,545,976 (2025 - \$1,559,774).

The allowance for loan impairment as a percentage of total loans is 0.67% (2025 - 0.33%).

Regional Relief and Recovery Fund (RRRF)

The secondary RRRF loans are unsecured and non-interest bearing with no requirement of principal repayment until December 31, 2026. Effective January 18, 2024, the outstanding loans will bear interest at no more than 5.00% per annum, until repaid in full, on or before December 31, 2026. The maximum loan available is \$60,000 and on the first \$40,000 portion of the loan, provided that at least 75% of the loan principal is repaid on or before January 18, 2024, the remaining balance, to a maximum of 25%, will be forgiven. On any portion of the loan between \$40,000 and \$60,000, provided that at least 50% of the additional loan funds are repaid on or before January 18, 2024, the remaining 50% will be forgiven.

If the RRRF loan borrowers subsequently default on their loan repayments to the Corporation, inclusive of principal and accrued interest, the Corporation is not required to repay Community Futures British Columbia any unreceived amounts, as defined in the agreement.

A significant portion of the loans are to individuals or corporations involved in or starting a small business and as such, the Corporation is exposed to all of the risks associated with that segment of the industry.

The dollar value of forgiven portions of the loans were \$318,412 by Community Futures Development Association of British Columbia. The amount of \$308,412 has been fully forgiven and recognized in the March 31, 2025 financial statements matching the point in time when the non-repayable portion of the Community Futures Development Association of British Columbia loan will be forgiven.

See notes to financial statements

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF SUN COUNTRY

ALLOWANCE FOR LOAN IMPAIRMENT

Year Ended March 31, 2026

(Schedule 3)

During the year, there were the following changes in the allowance for loan impairment that reduced the balance of the loans receivable:

	Regular Investment Loan Fund	Youth Loan Fund	FCBP Loan Fund	Disabled Entrepreneur Loan Fund	Regional Relief and Recovery Fund (RRRF)	2026 Total	2025 Total
ALLOWANCE FOR LOAN IMPAIRMENT							
Beginning balance	\$ 10,000	\$ -	\$ -	\$ -	\$ -	\$ 10,000	\$ 10,000
New provisions during the year	10,000	-	-	-	-	10,000	-
TOTAL	\$ 20,000	\$ -	\$ -	\$ -	\$ -	\$ 20,000	\$ 10,000

See notes to financial statements

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF SUN COUNTRY

Statement of Financial Position - Investment Funds

(Schedule 4)

Year Ended March 31, 2026

	Regular Investment Loan Fund	Youth Loan Fund	FCBP Loan Fund	Disabled Entrepreneur Loan Fund	Regional Relief and Recovery Fund (RRRF)	2026 Total	2025 Total
ASSETS							
CURRENT							
Cash	\$ 475,691	\$ 313,519	\$ 224,671	\$ 172,045	\$ 14,761	\$ 1,200,687	\$ 530,804
CFLIP investment (Note 3)	28,143	15,025	12,521	-	-	55,689	53,435
Interest receivable (Note 5)	39,948	77	-	163	4,635	44,823	35,692
TOTAL CURRENT ASSETS	543,782	328,621	237,192	172,208	19,396	1,301,199	619,931
LOANS RECEIVABLE, NET (Schedule 2)	2,810,225	5,294	-	58,263	80,263	2,954,045	3,022,110
TOTAL ASSETS	\$ 3,354,007	\$ 333,915	\$ 237,192	\$ 230,471	\$ 99,659	\$ 4,255,244	\$ 3,642,041
LIABILITIES AND FUND BALANCES							
CURRENT							
Interest payable	\$ 3,764	\$ -	\$ -	\$ -	\$ -	\$ 3,764	\$ 3,764
Interfund payable	-	-	-	900	-	900	-
Current portion of callable debt	-	-	-	-	85,631	85,631	-
Callable debt (Note 8)	-	-	-	-	-	-	121,820
Current portion of investment loans payable (Note 9)	38,980	-	-	-	-	38,980	59,492
TOTAL CURRENT LIABILITIES	42,744	-	-	900	85,631	129,275	185,076
INVESTMENT LOANS PAYABLE (Note 9)	241,025	-	-	-	-	241,025	247,680
GOVERNMENT ASSISTANCE (Note 10)	-	200,000	-	200,000	-	400,000	400,000
TOTAL LIABILITIES	\$ 283,769	\$ 200,000	\$ -	\$ 200,900	\$ 85,631	\$ 770,300	\$ 832,756
FUND BALANCES							
Government contributions (Note 11)	\$ 1,135,552	\$ -	\$ 100,000	\$ 178,500	\$ -	\$ 1,414,052	\$ 964,052
Interfund transfers (Notes 8, 11)	(100,000)	-	100,000	-	10,170	10,170	(10,170)
Fund balances	2,034,686	133,915	37,192	(148,929)	3,858	2,060,722	1,855,403
TOTAL FUND BALANCES	3,070,238	133,915	237,192	29,571	14,028	3,484,944	2,809,285
TOTAL LIABILITIES AND FUND BALANCES	\$ 3,354,007	\$ 333,915	\$ 237,192	\$ 230,471	\$ 99,659	\$ 4,255,244	\$ 3,642,041

See notes to financial statements

COMMUNITY FUTURES DEVELOPMENT CORPORATION OF SUN COUNTRY

Statement of Operations - Investment Funds

(Schedule 5)

Year Ended March 31, 2026

	Regular Investment Loan Fund	Youth Loan Fund	FCBP Loan Fund	Disabled Entrepreneur Loan Fund	Regional Relief and Recovery Fund (RRRF)	2026 Total	2025 Total
REVENUES							
Interest from loans	\$ 214,122	\$ 171	\$ -	\$ 4,320	\$ 4,736	\$ 223,349	\$ 257,604
Interest from investments and deposits	14,260	4,470	2,836	1,022	448	23,036	14,105
CFLIP investment income <i>(Note 3)</i>	1,324	707	589	-	-	2,620	1,487
	<u>229,706</u>	<u>5,348</u>	<u>3,425</u>	<u>5,342</u>	<u>5,184</u>	249,005	273,196
EXPENSES							
Interest on long-term debt	23,150	-	-	-	-	23,150	38,125
Reserves for loan impairment provisions and loan write-offs	10,000	-	-	-	-	10,000	-
Bank charges (recovery)	-	-	-	-	-	-	(4)
	<u>33,150</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	33,150	38,121
EXCESS OF REVENUES OVER EXPENSES BEFORE OTHER EXPENSES	<u>196,556</u>	<u>5,348</u>	<u>3,425</u>	<u>5,342</u>	<u>5,184</u>	215,855	235,075
OTHER INCOME (LOSS)							
Unrealized change in market value of CFLIP <i>(Note 3)</i>	(185)	(99)	(82)	-	-	(366)	1,931
EXCESS OF REVENUES OVER EXPENSES	<u>\$ 196,371</u>	<u>\$ 5,249</u>	<u>\$ 3,343</u>	<u>\$ 5,342</u>	<u>\$ 5,184</u>	\$ 215,489	<u>\$ 237,006</u>

See notes to financial statements