


YOUNG ADULT CANCER CANADA INC.
Financial Statements
Year Ended July 31, 2017



HARRIS RYAN



YOUNG ADULT CANCER CANADA INC.
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Year Ended July 31, 2017

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HARRIS RYAN

INDEPENDENT AUDITOR'S REPORT

To the Directors of Young Adult Cancer Canada Inc.

We have audited the accompanying financial statements of Young Adult Cancer Canada Inc., which comprise the statement of financial position as at July 31, 2017 and the statements of revenues and expenditures, changes in net assets and cash flow 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, 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

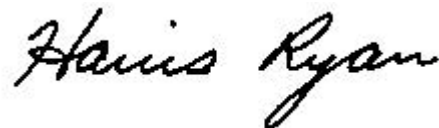
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis for Qualified Opinion

In common with many charitable organizations, the organization derives revenue from fundraising campaigns and other donations the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the organization and we were not able to determine whether any adjustments might be necessary to revenues, excess of revenues over expenditures and cash flow from operations for the year ended July 31, 2017, and current assets and net assets as at July 31, 2017.

Qualified Opinion

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of the revenues referred to in the preceding paragraph, the financial statements present fairly, in all material respects, the financial position of Young Adult Cancer Canada Inc. as at July 31, 2017 and the results of its operations and its cash flow for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.



St. John's, Newfoundland and Labrador
December 12, 2017

CHARTERED PROFESSIONAL ACCOUNTANTS

YOUNG ADULT CANCER CANADA INC.
Statement of Financial Position
July 31, 2017

	2017	2016
ASSETS		
CURRENT		
Cash	\$ 346,691	\$ 139,011
Accounts receivable (Note 3)	92,470	73,656
Inventory	-	8,775
Prepaid expenses	13,833	11,448
	452,994	232,890
TANGIBLE CAPITAL ASSETS (Note 4)	11,713	15,202
INVESTMENT	75,000	75,000
	\$ 539,707	\$ 323,092
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable and accrued liabilities	\$ 59,402	\$ 62,146
Deferred income	73,099	37,391
	132,501	99,537
NET ASSETS	407,206	223,555
	\$ 539,707	\$ 323,092

ON BEHALF OF THE BOARD


 _____ Director


 _____ Director

See notes to financial statements

YOUNG ADULT CANCER CANADA INC.
Statement of Changes in Net Assets
Year Ended July 31, 2017

	2017	2016
NET ASSETS - BEGINNING OF YEAR	\$ 223,555	\$ 141,997
Excess of revenue over expenditures	183,651	81,558
NET ASSETS - END OF YEAR	\$ 407,206	\$ 223,555

YOUNG ADULT CANCER CANADA INC.
Statement of Revenues and Expenditures
Year Ended July 31, 2017

	2017	2016
REVENUES		
Shave for the Brave	\$ 572,026	\$ 491,009
Corporate donations	289,865	289,346
Third party events	111,413	116,233
Personal donations	89,597	143,335
Climb	54,501	15,198
In Memoriam donations	16,161	10,092
Miscellaneous	6,255	5,482
Merchandise	1,146	2,719
Interest	713	-
	1,141,677	1,073,414
EXPENDITURES		
Support (<i>Schedule 1</i>)	461,455	454,378
Fund Development (<i>Schedule 2</i>)	271,582	252,008
Operations (<i>Schedule 3</i>)	136,169	161,713
Awareness and Advocacy (<i>Schedule 4</i>)	88,820	123,757
	958,026	991,856
EXCESS OF REVENUES OVER EXPENDITURES	\$ 183,651	\$ 81,558

See notes to financial statements

YOUNG ADULT CANCER CANADA INC.**Statement of Cash Flow****Year Ended July 31, 2017**

	2017	2016
OPERATING ACTIVITIES		
Excess of revenues over expenditures	\$ 183,651	\$ 81,558
Item not affecting cash:		
Amortization of tangible capital assets	4,978	6,121
	188,629	87,679
Changes in non-cash working capital <i>(Note 6)</i>	20,540	(26,335)
Cash flow from operating activities	209,169	61,344
INVESTING ACTIVITY		
Purchase of tangible capital assets	(1,489)	(2,980)
INCREASE IN CASH FLOW	207,680	58,364
Cash - beginning of year	139,011	80,647
CASH - END OF YEAR	\$ 346,691	\$ 139,011

See notes to financial statements

YOUNG ADULT CANCER CANADA INC.

Notes to Financial Statements

Year Ended July 31, 2017

1. PURPOSE OF THE ORGANIZATION

Young Adult Cancer Canada Inc. (the "organization") is a charitable organization established to support young adults diagnosed with cancer in Canada as they live with, through and beyond cancer, to be the connection to peers, bridge out of isolation, and source of inspiration. To fulfill its mission, the organization undertakes certain fund development activities and receives donations and grants from various sources at different points in time throughout the fiscal year. The unpredictable nature of fundraising activities can create variability in revenues and expenses year over year, and the resulting financial position at each year end. The organization funds its operating requirements throughout the fiscal period through the use of cash on hand.

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) and reflect the following significant accounting policies.

Cash

Cash consists of balances on deposit with Canadian financial institutions.

Revenue recognition

Young Adult Cancer Canada Inc. follows the deferral method of accounting for contributions.

Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Inventory

Inventory is valued at the lower of cost and net realizable value with the cost being determined on a first-in, first-out basis.

Contributed services

Volunteers contribute a significant number of hours per year to assist the organization in carrying out its objectives. In addition, the organization receives donated materials and services throughout the year. These contributions are only recognized in the financial statements when the fair value can be reasonably determined.

Tangible capital assets

Tangible capital assets are stated at cost. Tangible capital assets are amortized over their estimated useful lives on a declining balance basis using the half year rule in the year of acquisition, at the following rates and methods:

Computer equipment	100%	declining balance method
Furniture and equipment	20%	declining balance method

(continues)

YOUNG ADULT CANCER CANADA INC.

Notes to Financial Statements

Year Ended July 31, 2017

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

Financial instruments policy

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial instruments are reported at amortized cost, and tested for impairment at each reporting date.

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

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

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 impairment, 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 net income.

Allocation of expenses

The organization records its expenses by function: support, awareness and advocacy, fund development and operations.

Operating expenses are allocated using a predetermined percentage allocation based on wages.

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 amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Key components of the financial statements requiring management to make estimates include the useful life and amortization of tangible capital assets, in-kind donations and accrued liabilities. Actual results could differ materially from those estimates.

3. ACCOUNTS RECEIVABLE

	2017	2016
Accounts Receivable	\$ 76,642	\$ 58,512
HST Receivable	15,828	15,144
	\$ 92,470	\$ 73,656

YOUNG ADULT CANCER CANADA INC.**Notes to Financial Statements****Year Ended July 31, 2017****4. TANGIBLE CAPITAL ASSETS**

	Cost	Accumulated amortization	2017 Net book value	2016 Net book value
Furniture and equipment	\$ 30,518	\$ 19,549	\$ 10,969	\$ 13,711
Computer equipment	36,359	35,636	723	1,447
Computer software	619	598	21	44
	\$ 67,496	\$ 55,783	\$ 11,713	\$ 15,202

5. OPERATING LINE OF CREDIT

During the year, the organization had access to an operating line of credit with a maximum facility of \$ 75,000 (2016 - \$75,000), bearing interest at the bank's prime rate plus 1% (2016 - prime rate plus 1%). As at July 31, 2017, no amounts were outstanding under this facility.

6. CHANGES IN NON-CASH WORKING CAPITAL

	2017	2016
Accounts receivable	\$ (18,814)	\$ (39,129)
Inventory	8,775	1,299
Accounts payable and accrued liabilities	(2,744)	13,386
Deferred income	35,708	(4,800)
Prepaid expenses	(2,385)	2,909
	\$ 20,540	\$ (26,335)

7. 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 July 31, 2017.

(a) Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The organization is exposed to credit risk from accounts receivable. Management believes that the credit risk with respect to accounts receivable is not material.

The organization's investment is held within Canadian chartered banks. The organization does not expect any liquidity issues or credit losses on those investments.

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YOUNG ADULT CANCER CANADA INC.

Notes to Financial Statements

Year Ended July 31, 2017

7. FINANCIAL INSTRUMENTS *(continued)*

(b) Liquidity risk

Liquidity risk is the risk that an entity will not be able to meet its financial obligations as they become due. The organization monitors its cash balances and cash flows generated from operations to meet its requirements. As at July 31, 2017 the organization had cash and investments of \$421,691 (2016 - \$214,011), which is sufficient to cover its short term obligations.

To the extent that the organization does not believe it has sufficient liquidity to meet current obligations, consideration will be given to obtaining additional funds through third party funding, assuming these could be obtained, as well as use of its operating line of credit.

(c) 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 rate risk, interest rate risk and other price risk. The organization is mainly exposed to interest rate risk.

(d) Interest rate risk

Cash and investments bear interest at variable rates. Consequently, the organization is exposed to interest rate risk. The organization does not actively manage this risk due to the fact that it does not believe that it is significant.

8. IN-KIND CONTRIBUTION

As a result of management's determination of the value of in-kind contributions for advertising and travel services received from suppliers, management has decided to reflect the amount of \$168,951 (2016 - \$139,831) in these financial statements in respect of current year services in corporate donations and support expenditures.

YOUNG ADULT CANCER CANADA INC.**Support****(Schedule 1)****Year Ended July 31, 2017**

	2017	2016
Support expenditures		
Wages and benefits	\$ 159,875	\$ 150,261
Web	125,230	112,479
Survivor conference	89,626	96,807
Retreat Yourself	21,021	23,347
Office rental	18,168	15,176
Retreat Adventure	18,122	24,556
Localife	16,715	19,409
Telephone and internet	3,626	2,818
Professional fees	2,684	2,263
Office supplies and postage	2,410	2,021
Amortization	1,842	1,898
Insurance	1,203	1,010
Support program development	601	1,861
Professional development	332	217
Miscellaneous	-	255
	\$ 461,455	\$ 454,378

YOUNG ADULT CANCER CANADA INC.**Fund Development****(Schedule 2)****Year Ended July 31, 2017**

	2017	2016
Fund Development expenditures		
Wages and benefits	\$ 137,737	\$ 150,261
Shave for the Brave	60,427	38,160
Climb	19,045	3,300
Office rental	16,695	15,176
Third Party events	13,466	23,698
Fund development	13,096	11,186
Telephone and internet	3,332	2,818
Professional fees	2,466	2,263
Office supplies and postage	2,215	2,021
Amortization	1,692	1,898
Insurance	1,106	1,010
Professional development	305	217
	\$ 271,582	\$ 252,008

YOUNG ADULT CANCER CANADA INC.**Operations****(Schedule 3)****Year Ended July 31, 2017**

	2017	2016
Operations expenditures		
Wages and benefits	\$ 115,963	\$ 135,719
Office rental	10,311	13,708
Interest and bank charges	2,777	2,952
Telephone and internet	2,058	2,545
Professional fees	1,523	2,044
Office supplies and postage	1,368	1,825
Amortization	1,045	1,714
Insurance	683	914
Governance	203	10
Professional development expense	188	196
Operations Travel	50	86
	\$ 136,169	\$ 161,713

YOUNG ADULT CANCER CANADA INC.**Awareness and Advocacy****(Schedule 4)****Year Ended July 31, 2017**

	2017	2016
Awareness and Advocacy expenditures		
Wages and benefits	\$ 25,453	\$ 48,471
Communications	31,024	32,430
Shave for the Brave	21,358	31,402
Office rental	3,928	4,896
YACC Store	4,442	3,258
Office supplies and postage	521	652
Telephone and internet	784	909
Professional fees	580	730
Amortization	398	612
Professional development	72	70
Insurance	260	327
	\$ 88,820	\$ 123,757