
**Memorial University of Newfoundland Pensioners'
Association Inc.**

FINANCIAL STATEMENTS
(Unaudited)
For the year ended March 31, 2022

JOHN F. MORGAN

Chartered Professional Accountants

25 Allandale Road

St. John's, NL A1B 2Z6

Office: (709) 576-6776

Fax: (709) 576-6777

INDEPENDENT ACCOUNTANT'S REVIEW ENGAGEMENT REPORT

To the Members of Memorial University of Newfoundland Pensioners' Association Inc.

I have reviewed the balance sheet of Memorial University of Newfoundland Pensioners' Association Inc. as at March 31, 2022 the statement of income and retained earnings (deficit) 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 the 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 made in accordance with Canadian generally accepted standards for review engagements, which requires compliance with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. A review is completed by procedures consisting primarily of enquiry, analysis, and discussion related to information supplied by the company to evaluate the evidence obtained.

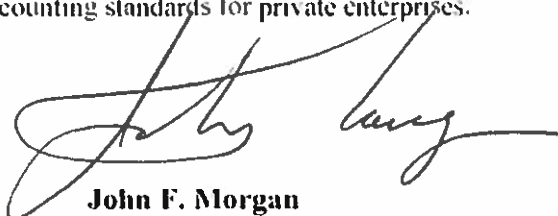
The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. A review does not constitute an audit and, consequently, I do not express an audit opinion on these financial statements.

Other Information

The comparative amounts for the year ended March 31, 2021 were not subject to our review. We do not express a conclusion on the comparative amounts included in these financial statements.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that these financial statements do not present fairly, in all material respects, the financial position of Memorial University of Newfoundland Pensioners' Association Inc. as at March 31, 2022 and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for private enterprises.



John F. Morgan
Chartered Professional Accountants

St. John's, Newfoundland
May 31, 2022

Memorial University Pensioners' Association Inc.
Balance Sheet
As At March 31, 2022
(Unaudited)

	<u>2022</u>	<u>2021</u>
ASSETS		
CURRENT		
Cash	\$ 18,368	\$ 24,753
Accrued Interest Receivable	-	174
Prepaid expenses	125	125
	<u>18,493</u>	<u>25,052</u>
Long term investments	17,112	16,814
	<u><u>\$ 35,605</u></u>	<u><u>\$ 41,866</u></u>
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	\$ 2,156	-
Prepaid membership dues	48	-
	<u>2,204</u>	<u>-</u>
CONTRIBUTED SURPLUS		
Contributed surplus, beginning	33,401	41,866
	<u><u>\$ 35,605</u></u>	<u><u>\$ 41,866</u></u>

Approved on Behalf of the Board:

Catherine Dutton

John F. Morgan, Chartered Professional Accountant

Memorial University Pensioners' Association Inc.
Statement of Revenue and Expenses, and Contributed Surplus
For the Year Ended March 31, 2022
(Unaudited)

	<u>2022</u>	<u>2021</u>
REVENUE		
Membership dues	\$ 29,206	\$ 27,912
Other income	125	250
	<u>29,331</u>	<u>28,162</u>
Operating expenses		
Programme - St. John's	14,723	4,219
Admin services	9,690	9,063
Donations	4,700	3,121
Programme - Grenfell	2,543	192
Accounting fees	2,156	-
Special initiatives	1,618	1,999
Office and Administration	1,145	1,442
Parking	918	372
Printing	303	175
	<u>37,796</u>	<u>20,583</u>
Expenditures in excess of revenue	(8,465)	7,579
Contributed surplus, beginning	41,866	34,287
Contributed surplus, ending	<u>\$ 33,401</u>	<u>\$ 41,866</u>

John F. Morgan, Chartered Professional Accountant

Memorial University Pensioners' Association Inc.
Statement of Cash Flows
For the Year Ended March 31, 2022
(Unaudited)

	<u>2022</u>	<u>2021</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Excess of expenditures over revenue for the period	\$ (8,465)	\$ 7,579
Change in non-cash working capital	<u>2,378</u>	<u>431</u>
	<u>(6,087)</u>	<u>8,010</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Decrease (increase) in long term investments	<u>(298)</u>	<u>3,452</u>
 Net cash increase (decreases) in cash and cash equivalents	 (6,385)	 11,462
Cash and cash equivalents at beginning of period	<u>24,753</u>	<u>13,291</u>
Cash and cash equivalents at end of period	<u>\$ 18,368</u>	<u>\$ 24,753</u>
 Cash and cash equivalents consist of the following:		
 Cash	 <u>\$ 18,368</u>	 <u>\$ 24,753</u>
	<u>\$ 18,368</u>	<u>\$ 24,753</u>

John F. Morgan, Chartered Professional Accountant

Memorial University Pensioners' Association Inc.
Notes to the Financial Statements
For the Year Ended March 31, 2022
(Unaudited)

1. DESCRIPTION OF BUSINESS

Memorial University Pensioners' Association Inc. ("the company") is incorporated under the Newfoundland and Labrador Corporations Act on June 12, 2002. The company is a non-profit organization with the objective of defending the interest of retirees and monitoring changes in pension plans. Memorial University Pensioners' Association Inc. operates as a not-for-profit organization and as such, maintains that status for income tax purposes. The financial information has been prepared to reflect the operations of Memorial University Pensioners' Association Inc. for the year ended March 31, 2022 with comparative amounts for the year ended March 31, 2021.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Cash and cash equivalents

The company's policy is to present bank balances, including bank overdrafts, with balances that fluctuate frequently from being positive to overdrawn, under cash and cash equivalents.

b. Use of estimates

The preparation of financial statements in accordance with Canadian accounting standards for private enterprises requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates and may have impact on future periods.

c. Long-term investments

Long-term investments are accounted for using the cost method.

d. Property, plant and equipment

Property, plant and equipment are expensed in the period it is acquired. Property, plant and equipment is use are disclosed in the notes to the financial statements (Note 3). This is consistent for non-profit organizations with revenues under \$500,000.

e. Revenue recognition

The company recognizes revenues when membership dues are paid. Membership dues are received

Memorial University Pensioners' Association Inc.
Notes to the Financial Statements
For the Year Ended March 31, 2022
(Unaudited)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

e. Revenue recognition

from individual members or from automatic monthly deductions received from Memorial University. Any membership fees received for a subsequent period are deferred and recognized in that period.

f. *Financial instruments policy*

The Organization has evaluated the fair values of its financial instruments based on the current interest rate environment, related market values and current pricing of financial instruments with comparable terms. The carrying value of its financial instruments is considered to

The Organization considers any contract creating a financial asset, liability or equity instrument as a financial instrument, except in certain limited circumstances. The Organization accounts for the following as financial instruments:

Cash and cash equivalents
Trade and other receivables
Payables and accruals

A financial asset or liability is recognized when the Organization becomes party to contractual provisions of the instruments.

Financial assets or liabilities obtained in arm's length transactions are initially measured at their fair value. In the case of a financial asset or liability not being subsequently measured at fair value, the initial fair value will be adjusted for financing fees and transaction costs that are directly attributable to its origination, acquisition, issuance or assumption.

Financial assets and financial liabilities are subsequently measured according to the following methods:

Financial instrument	Subsequent measurement
Cash and cash equivalents	Amortized cost
Trade and other receivables	Amortized cost
Payables and accruals	Amortized cost

The Organization removes financial liabilities, or portion of, when the obligation is discharged, cancelled or expires.

Memorial University Pensioners' Association Inc.
Notes to the Financial Statements
For the Year Ended March 31, 2022
(Unaudited)

3. PROPERTY, PLANT AND EQUIPMENT

Property, Plant and equipment are expensed in the period it is acquired. No property plant and equipment was acquired in the current year. Current property, plant and equipment in use consist of the following:

	<u>2022</u>	<u>2021</u>
Computer equipment	\$ 4,404	\$ 4,404
Furniture	413	413
Sewing Machine	309	309
Banners	1,265	1,265
Total	<u>\$ 6,391</u>	<u>\$ 6,391</u>

Memorial University Pensioners' Association Inc.
Notes to the Financial Statements
For the Year Ended March 31, 2022
(Unaudited)

4. FINANCIAL INSTRUMENTS

The company 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 company's risk exposure and concentration as of March 31, 2021.

Liquidity risk

Liquidity risk is the risk that the company will encounter difficulty in meeting its obligations associated with financial liabilities. Liquidity risk includes the risk that, as a result of operational liquidity requirements, the company will not have sufficient funds to settle a transaction on the due date; will be forced to sell financial assets at a value, which is less than what they are worth; or may be unable to settle or recover a financial asset. The company is exposed to this risk mainly in respect of its accounts payable.

Market Risk

Market risk is the risk that the fair value or expected 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 company is mainly exposed to interest rate risk.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in interest rates. The company is exposed to interest rate risk through return on long-term investments.

5. COMPARATIVE FIGURES

The prior year comparative figures were reviewed by another accounting firm. As a result, some of the comparative figures have been reclassified to conform with the presentation adopted for the current year.