

MOOD DISORDERS SOCIETY OF CANADA
FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025

MOOD DISORDERS SOCIETY OF CANADA

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YEAR ENDED MARCH 31, 2025

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INDEPENDENT AUDITOR'S REPORT

To the Members of: Mood Disorders Society of Canada

Qualified Opinion

We have audited the accompanying financial statements of Mood Disorders Society of Canada, which comprise the statement of financial position as at March 31, 2025 and the statements of operations and changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, these financial statements present fairly, in all material respects, the financial position of Mood Disorders Society of Canada as at March 31, 2025 and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Qualified Opinion

In common with many not for profit organizations, the Society derives some of its revenues from donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Society and we were not able to determine whether any adjustments might be necessary to revenue, surplus of revenue over expenses and cash flows from operations for the years ended March 31, 2025 and 2024, current assets as at March 31, 2025 and 2024, and net assets as at April 1 and March 31 for both the 2025 and 2024 years. Our audit opinion on the financial statements for the year ended March 31, 2024 was modified accordingly because of the possible effects of this limitation in scope.

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 Mood Disorders Society of Canada in accordance with the 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 qualified audit 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 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.

In preparing the financial statements, management is responsible for assessing the Society's ability to continue as a going concern, disclosing, as applicable, matters related to a going concern and using the going concern basis of accounting unless management either intends to liquidate the Society or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Society'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 judgement and maintain professional skepticism throughout the audit. We also:

- 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 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 Society'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 Society'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 Society 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.



Guelph, Ontario
October 6, 2025

Chartered Professional Accountants
Licensed Public Accountants

MOOD DISORDERS SOCIETY OF CANADA
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2025

	2025	2024
ASSETS		
CURRENT		
Cash	\$ 815,174	\$ 713,191
Accounts receivable (note 4)	205,519	121,957
Prepaid expenses	<u>403</u>	<u>0</u>
	<u>\$ 1,021,096</u>	<u>\$ 835,148</u>
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	\$ 70,123	\$ 112,316
Government remittances payable	0	29,623
Deferred revenue (note 5)	<u>243,125</u>	<u>201,953</u>
	<u>313,248</u>	<u>343,892</u>
NET ASSETS		
UNRESTRICTED NET ASSETS	<u>707,848</u>	<u>491,256</u>
	<u>\$ 1,021,096</u>	<u>\$ 835,148</u>

APPROVED ON BEHALF OF THE BOARD:

_____ Director

_____ Director

MOOD DISORDERS SOCIETY OF CANADA**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS****FOR THE YEAR ENDED MARCH 31, 2025**

	2025	2024
REVENUE		
Grants and contributions	\$ 1,103,288	\$ 1,041,815
Donations	240,228	263,118
Grants - Hope Rising	237,106	331,568
Grants - Improving Veterans Wellness	125,597	85,085
Grants - Enhancing Connections	105,000	0
Other income	50,062	38,431
Conference registration fees	<u>0</u>	<u>1,951</u>
	<u>1,861,281</u>	<u>1,761,968</u>
EXPENSES		
Salaries	516,256	406,599
Project management and consulting costs	356,321	563,670
Program delivery - Improving Veterans Wellness	224,275	121,925
Program delivery - Hope Rising	190,762	194,920
Program delivery - Enhancing Connections	101,096	0
Gifts to qualified donees	56,666	87,411
Travel and meeting expenses	39,006	45,458
Fundraising	29,680	18,622
National campaigns	29,105	22,643
Office and meeting expenses	28,826	21,863
Advocacy	20,788	44,694
Legal and accounting fees	19,546	17,467
Phone, facsimile and website	18,608	25,383
Interest and bank charges	8,254	8,383
Rent	<u>5,500</u>	<u>6,000</u>
	<u>1,644,689</u>	<u>1,585,038</u>
SURPLUS OF REVENUE OVER EXPENSES for the year	216,592	176,930
UNRESTRICTED NET ASSETS, beginning of year	<u>491,256</u>	<u>314,326</u>
UNRESTRICTED NET ASSETS, end of year	<u>\$ 707,848</u>	<u>\$ 491,256</u>

MOOD DISORDERS SOCIETY OF CANADA
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2025

	2025	2024
CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES		
Surplus of revenue over expenses	\$ 216,592	\$ 176,930
Changes in non-cash working capital		
Accounts receivable	(83,562)	(92,169)
Prepaid expenses	(403)	0
Accounts payable and accrued liabilities	(42,193)	37,978
Government remittances payable	(29,623)	16,927
Deferred revenue	<u>41,172</u>	<u>(235,160)</u>
NET INCREASE (DECREASE) IN CASH	101,983	(95,494)
NET CASH, beginning of year	<u>713,191</u>	<u>808,685</u>
NET CASH, end of year	<u><u>\$ 815,174</u></u>	<u><u>\$ 713,191</u></u>

MOOD DISORDERS SOCIETY OF CANADA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE ENDED MARCH 31, 2025

1. NATURE AND PURPOSE OF THE ORGANIZATION

Mood Disorders Society of Canada (the "Society") is a federal not-for-profit organization incorporated under the Canada Not-For-Profit Corporations Act without share capital and is a registered charity under the Income Tax Act. The Society was incorporated on January 16, 2001. The Society assists Canadians affected by depression, bipolar disorder and other related disorders through advocacy at all levels of Government, public awareness and research into causes and cures.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations and reflect the following policies:

(a) REVENUE RECOGNITION

The Society 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 including donations are recognized as revenue when they are received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Other income is recognized when earned.

(b) CAPITAL ASSETS

Capital assets in excess of \$10,000 are recorded at cost and amortized on the basis of their estimated useful life.

(c) USE OF 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 affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the year. Significant areas requiring management's estimates include accrued liabilities. Actual results could differ from those estimates.

(d) CONTRIBUTED MATERIALS AND SERVICES

During the year, a number of organizations and individuals donate materials to the Society and a number of volunteers contribute a significant amount of their time. Because of the difficulty in determining the fair value, contributed materials and services are not recorded in the financial statements.

(e) FINANCIAL INSTRUMENTS

Measurement of financial instruments

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

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

MOOD DISORDERS SOCIETY OF CANADA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE ENDED MARCH 31, 2025

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(e) **FINANCIAL INSTRUMENTS (continued)**

Impairment

At the end of each reporting period, the organization assesses whether there are any indications that a financial asset measured at cost or amortized cost may be impaired. If there are indicators of impairment, and the organization determines there has been a significant adverse change in the expected amount or timing of future cash flows, an impairment is recognized. If circumstances change, a previously recognized impairment may be reversed.

Transaction costs

Transaction costs attributable to financial instruments subsequently measured at fair value are recognized in income in the period incurred. Transaction costs related to financial instruments originated or exchanged in an arm's length transaction that are subsequently measured at cost or amortized cost are recognized in the original cost of the instrument. When the instrument is measured at amortized cost, transaction costs are recognized in income over the life of the instrument using the straight-line method.

3. FINANCIAL INSTRUMENTS

Unless otherwise noted, it is management's opinion that the Society is not exposed to significant interest, credit, currency, liquidity, or other price risks arising from its financial instruments.

The extent of the Society's exposure to these risks did not change in 2025 compared to the previous period.

The Society does not have a significant exposure to any individual customer or counterpart.

4. ACCOUNTS RECEIVABLE

At the year end, the Society had the following receivables:

	2025	2024
Grant	\$ 105,000	\$ 0
Other	57,891	38,424
Receiver General	<u>42,628</u>	<u>83,533</u>
	<u>\$ 205,519</u>	<u>\$ 121,957</u>

5. DEFERRED REVENUE

The deferred revenue relates to grants, registration fees and sponsorships received for events to be held subsequent to the year end.

	2025	2024
Balance, beginning of the year	\$ 201,953	\$ 437,113
Less amount recognized as revenue in the year	(201,953)	(437,113)
Plus amount received related to the following year	<u>243,125</u>	<u>201,953</u>
Balance, end of year	<u>\$ 243,125</u>	<u>\$ 201,953</u>