

MOOD DISORDERS SOCIETY OF CANADA
FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2026

MOOD DISORDERS SOCIETY OF CANADA

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YEAR ENDED MARCH 31, 2026

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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, 2026 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, 2026 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, 2026 and 2025, current assets as at March 31, 2026 and 2025, and net assets as at April 1 and March 31 for both the 2026 and 2025 years. Our audit opinion on the financial statements for the year ended March 31, 2025 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
August 1, 2026

Chartered Professional Accountants
Licensed Public Accountants

MOOD DISORDERS SOCIETY OF CANADA
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2026

	2026	2025 (note 6)
ASSETS		
CURRENT		
Cash	\$ 1,116,260	\$ 815,174
Accounts receivable (note 4)	180,473	205,519
Prepaid expenses	<u>22,500</u>	<u>403</u>
	<u>\$ 1,319,233</u>	<u>\$ 1,021,096</u>
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	\$ 113,808	\$ 70,123
Government remittances payable	23,715	0
Deferred contributions (note 5)	408,451	454,735
Restricted fund - Sick Not Weak	<u>4,109</u>	<u>0</u>
	<u>550,083</u>	<u>524,858</u>
NET ASSETS		
UNRESTRICTED NET ASSETS	<u>769,150</u>	<u>496,238</u>
	<u>\$ 1,319,233</u>	<u>\$ 1,021,096</u>

APPROVED ON BEHALF OF THE BOARD:

Cynthia Black Director

Clay Williams Director

MOOD DISORDERS SOCIETY OF CANADA**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS****FOR THE YEAR ENDED MARCH 31, 2026**

	2026	2025 (note 6 & 7)
REVENUE		
Grants and contributions	\$ 1,031,065	\$ 908,488
Grants - Pathways	432,186	0
Donations	82,845	240,228
Grants - Hope Rising	211,610	185,924
Grants - MIRA	198,458	194,800
Grants - Enhancing Connections	189,471	105,000
Other income	58,563	50,062
Grants - Sick Not Weak	30,395	0
Grants - Improving Veterans Wellness	0	125,597
	<u>2,234,593</u>	<u>1,810,099</u>
EXPENSES		
Program delivery - Pathways	431,974	0
Salaries	269,016	516,256
Project management and consulting costs	250,720	356,321
Program delivery - MIRA	248,027	0
Program delivery - Hope Rising	200,785	185,924
Program delivery - Enhancing Connections	194,902	101,096
Legal and accounting fees	73,894	19,546
Advocacy	66,314	20,788
Office and meeting expenses	42,520	32,790
Travel and meeting expenses	35,604	39,006
Gifts to qualified donees	31,092	56,666
National campaigns	30,843	29,105
Program delivery - Sick Not Weak	30,395	0
Program delivery - Improving Veterans Wellness	22,011	216,489
Fundraising	14,732	29,680
Phone, facsimile and website	6,668	27,268
Rent	6,459	5,500
Interest and bank charges	5,725	8,254
	<u>1,961,681</u>	<u>1,644,689</u>
SURPLUS OF REVENUE OVER EXPENSES for the year	272,912	165,410
UNRESTRICTED NET ASSETS, beginning of year	<u>496,238</u>	<u>330,828</u>
UNRESTRICTED NET ASSETS, end of year	<u>\$ 769,150</u>	<u>\$ 496,238</u>

MOOD DISORDERS SOCIETY OF CANADA
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2026

	2026	2025 (note 6)
CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES		
Surplus of revenue over expenses	\$ 272,912	\$ 165,410
Changes in non-cash working capital		
Accounts receivable	25,046	(83,562)
Prepaid expenses	(22,097)	(403)
Accounts payable and accrued liabilities	43,686	(42,193)
Government remittances payable	23,715	(29,623)
Deferred contributions	(46,285)	92,354
Restricted fund - Sick Not Weak	<u>4,109</u>	<u>0</u>
NET INCREASE IN CASH	301,086	101,983
NET CASH, beginning of year	<u>815,174</u>	<u>713,191</u>
NET CASH, end of year	<u><u>\$ 1,116,260</u></u>	<u><u>\$ 815,174</u></u>

MOOD DISORDERS SOCIETY OF CANADA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE ENDED MARCH 31, 2026

1. NATURE AND PURPOSE OF THE ORGANIZATION

Mood Disorders Society of Canada (the "Society") is a 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. Its mission is to improve the quality of life of Canadians impacted by mental illness so they can live the most fulfilling life possible.

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, 2026

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 2026 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:

	2026	2025
Grants	\$ 137,725	\$ 105,000
Receiver General	34,237	42,628
Other	<u>8,511</u>	<u>57,891</u>
	<u>\$ 180,473</u>	<u>\$ 205,519</u>

5. DEFERRED CONTRIBUTIONS

The deferred contributions relates to grants and sponsorships received for events to be held subsequent to the year end.

	2026	2025
Balance, beginning of the year	\$ 454,735	\$ 201,953
Less amount recognized as revenue in the year	(454,735)	(201,953)
Plus amount received related to the following year	<u>408,451</u>	<u>454,735</u>
Balance, end of year	<u>\$ 408,451</u>	<u>\$ 454,735</u>

MOOD DISORDERS SOCIETY OF CANADA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE ENDED MARCH 31, 2026

6. ADJUSTMENT TO PRIOR YEAR FIGURES

An adjustment in the amount of \$211,610 was made to the prior year figures to record revenue in the correct period. The results of the correction was an increase in deferred contributions of \$211,610 and a decrease to both opening unrestricted net assets of \$160,428 and Grants - Hope Rising of \$51,182.

7. CORRESPONDING FIGURES

Certain figures presented for corresponding purposes have been reclassified to conform to the current year's presentation.