

FINANCIAL STATEMENTS

TRANS-HIMALAYAN AID SOCIETY

March 31, 2025



INDEPENDENT AUDITORS' REPORT

To the Members of
Trans Himalayan Aid Society

Qualified Opinion

We have audited the financial statements of Trans Himalayan Aid Society (the Society), which comprise the statement of financial position as at March 31, 2025 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, except for the possible effects of the matter described in the Basis for Qualified Opinion section of the report, the accompanying financial statements present fairly, in all material respects, the financial position of the Society 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 revenue from donations the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of the Society. Therefore, we were not able to determine whether any adjustments might be necessary to donation and fundraising revenue, excess of revenues (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 of the financial statements for the year ended March 31, 2024 was modified accordingly because of the possible effects of this scope limitation.

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 Society 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 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.



INDEPENDENT AUDITORS' REPORT (CONT'D)

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:

- 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 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.

Report on Other Legal and Regulatory Requirements

As required by the British Columbia Societies Act, we report that the accounting principles used in these financial statements have been applied on a basis consistent with that of the preceding year.

Tompkins Wozny LLP

Vancouver, Canada
September 10, 2025

Chartered Professional Accountants



Trans-Himalayan Aid Society

Incorporated 1962 under the Society Act of B.C.

STATEMENT OF FINANCIAL POSITION

As at March 31

	2025	2024
	\$	\$
ASSETS		
Current		
Cash	75,314	97,213
Marketable securities [note 3]	281,423	278,848
Accounts receivable	1,601	1,601
Prepaid rent	400	400
GST rebate	162	148
	358,900	378,210
LIABILITIES		
Current		
Accounts payable	135	128
Deferred contributions [note 4]	55,211	47,069
	55,346	47,197
FUND BALANCES		
Unrestricted	303,554	331,013
	303,554	331,013
	358,900	378,210

Commitments [note 7]

See accompanying notes to the financial statements

On behalf of the Board:

Director

Director



Trans-Himalayan Aid Society

Incorporated 1962 under the Society Act of B.C.

STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCES

Year ended March 31

	2025				2024	
	Sponsorships	Projects	Designated / Scholarships	Operating	Total	Total
	\$	\$	\$	\$	\$	\$
REVENUES						
Donations <i>[note 4]</i>	44,120	44,282	16,105	—	104,507	151,217
Donations and fundraising	—	—	—	47,743	47,743	26,961
Administration fees	—	—	—	12,069	12,069	12,535
Investment income	—	—	7,712	—	7,712	9,704
	44,120	44,282	23,817	59,812	172,031	200,417
EXPENSES						
Disbursements	44,120	44,282	23,817	43,492	155,711	154,196
Wages	—	—	—	22,796	22,796	23,241
Office, insurance and other	—	—	—	8,019	8,019	7,646
Rent	—	—	—	5,100	5,100	4,800
Professional fees	—	—	—	4,250	4,250	4,200
Events and fundraising	—	—	—	3,000	3,000	1,312
Newsletter and publicity	—	—	—	614	614	915
	44,120	44,282	23,817	87,271	199,490	196,310
Excess of revenue (expenses) for the year	—	—	—	(27,459)	(27,459)	4,107
Fund balances, beginning of year	—	—	—	331,013	331,013	326,906
Fund balances, end of year	—	—	—	303,554	303,554	331,013

See accompanying notes to the financial statements

STATEMENT OF CASH FLOWS

Year ended March 31

	2025	2024
	\$	\$
OPERATING ACTIVITIES		
Excess of revenue (expenses) for the year	(27,459)	4,107
Changes in non cash items		
Accounts receivable	—	4,074
GST recoverable	(14)	(16)
Accounts payable	7	—
Deferred contributions	8,142	(33,094)
Cash used in operating activities	(19,324)	(24,929)
FINANCING ACTIVITIES		
Cash from marketable securities	(2,575)	59,163
Cash provided by (used in) financing activities	(2,575)	59,163
Increase (decrease) in cash for the year	(21,899)	34,234
Cash, beginning of year	97,213	62,979
Cash, end of year	75,314	97,213

See accompanying notes to the financial statements

NOTES TO FINANCIAL STATEMENTS

March 31, 2025

1. NATURE OF ACTIVITIES

The Trans-Himalayan Aid Society is a not-for-profit, non-governmental organization established in 1962 for the purpose of providing financial aid to support education, vocational training, community health and facilities improvement projects in the Trans-Himalayan region. The Society is administered by a Board of Directors who are responsible for distributing its net income, if any, and specified project receipts and sponsorships received from third parties, in accordance with these objectives.

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies:

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 expenditures 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.

Grants and contributions for particular programs or services are recognized as revenue as the programs or services are delivered and collection is reasonably assured.

Administrative revenues are taken income as donations and sponsorships are received.

Investment income earned on the Society's marketable securities, consisting of bonds issued by Canadian banking institutions, represents the net interest earned, realized gains or losses on disposals and unrealized changes in quoted market values.

Financial Instruments

All financial instruments are recorded at fair value on their initial recognition. The Society subsequently records its financial instruments at amortized cost, except for the marketable securities which are measured at fair value.

Financial instruments measured at cost or amortized cost include cash, GST receivable, and accounts payable. Marketable securities are measured at fair value, and any change in fair value is brought into income or loss as it occurs.

NOTES TO FINANCIAL STATEMENTS

March 31, 2025

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

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 disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from the estimates.

Contributed Services

Volunteers have donated their time to the Society's board and in its events and fundraising campaigns. However, since no objective basis exists for recording and assigning values to donated services, their value has not been reflected in the accompanying financial statements.

3. MARKETABLE SECURITIES

The Society's marketable securities are as follows:

	2025	2024
	\$	\$
GICs issued by Canadian banks, at book value	275,650	273,268
Accrued interest	5,773	5,580
	281,423	278,848

The GICs have maturity dates in calendar years from 2025 to 2029 and bear interest at rates varying from 1.41% to 4.60% (2024: 1.85% to 4.60%).

NOTES TO FINANCIAL STATEMENTS

March 31, 2025

4. DEFERRED CONTRIBUTIONS

	2025				2024
	Opening Balance \$	Donations Received \$	Earned During the Year \$	Ending Balance \$	Earned During the Year \$
PROJECTS					
Wosk Libraries	—	26,100	16,100	10,000	—
Hope for Children AMAN	—	6,061	6,061	—	7,664
Hope for Children VIMARSH	—	6,061	6,061	—	7,292
THF Mussoorie Diet	—	4,578	4,578	—	—
CTA Nurses' Training	—	4,005	4,005	—	6,864
Tezu Water Pump	—	3,280	3,280	—	—
Miao School Scooter	—	1,887	1,887	—	—
Tenzingang School Diet	—	2,537	1,500	1,037	—
IDEA Skilled Birth	—	810	810	—	17,000
Munselling Exam Floor	—	—	—	—	17,500
VOC Education Project	—	—	—	—	17,198
CTA Dept of Home Floor	—	—	—	—	5,000
Munselling Library Books	—	—	—	—	2,700
Manjushri Library	—	—	—	—	500
	—	55,319	44,282	11,037	81,718
SPONSORSHIPS					
TCV Lower Chauntra	1,066	15,301	13,229	3,138	12,630
Munselling Spiti	1,250	8,690	9,800	140	10,690
Dekyling Handicraft Center	335	6,775	7,096	14	8,084
TCV Suja	66	8,039	6,080	2,025	6,800
TWC Rajpur	—	4,097	3,695	402	3,750
Chanutra Settlement	660	3,335	3,220	775	1,651
THF Mussoorie	300	1,000	1,000	300	700
Other sponsorships	—	625	—	625	—
	3,677	47,862	44,120	7,419	44,305
DESIGNATED					
Scholarship Fund	7,724	9,468	14,288	2,904	21,021
Other Funds and Grants	1,817	—	1,817	—	4,173
Restricted Funds and Grants	33,851	—	—	33,851	—
	43,392	9,468	16,105	36,755	25,194
	47,069	112,649	104,507	55,211	151,217

NOTES TO FINANCIAL STATEMENTS

March 31, 2025

5. FINANCIAL INSTRUMENTS

The Society is exposed to various risks relating to its financial instruments. The following analysis presents the Society's exposures to risk as at March 31, 2025.

Credit Risk

The Society is exposed to credit risk with respect to its bank and credit union deposits, marketable securities (bonds) and accounts receivable. The Society reduces this risk by placing its cash with Canadian chartered banks or credit unions and by investing in bonds issued by Canadian banking institutions, in amounts that generally fall within federal and provincial guarantee limits.

Liquidity Risk

Liquidity risk is the risk of being unable to meet cash requirements or fund obligations as they become due as a result of possible delays in realizing the fair value of financial instruments.

The Society manages its liquidity risk by monitoring forecasted and actual cash flows and the timing of its obligations to fund operating costs and project and sponsorship commitments, and by holding assets that can be readily converted into cash.

Interest Rate Risk

The Society is exposed to interest rate risk on its marketable securities which carry fixed rates that impact their value if they are not held to maturity, and which impact yields if renewed on their maturity dates.

6. REMUNERATION TO DIRECTORS AND EMPLOYEES

For the fiscal year ended March 31, 2025, the Society did not remunerate the directors as these are volunteer positions. There were no employees who received total annual remuneration of \$75,000 or greater.

NOTES TO FINANCIAL STATEMENTS

March 31, 2025

7. COMMITMENTS

The following schedule provides the outstanding balance for committed projects and scholarships as of the fiscal year ending March 31, 2025:

Commitments are as follows:

	Project #	2026 \$	2027 \$	2028+ \$	TOTAL \$
PROJECTS					
CTA Nurses' Training	293	7,000	7,000	—	14,000
IDEA Skilled Birth Attend	345	17,000	17,000	—	34,000
Hope for Children AMAN	349	7,884	—	—	7,884
Hope for Children VIMARSH	350	7,004	—	—	7,004
TCEF Jamyang Ling School	351	5,000	—	—	5,000
STSS Petoen Library	358C	1,000	—	—	1,000
Tenzingang School Diet	361	1,037	—	—	1,037
		45,925	24,000	—	69,925
DESIGNATED					
Spiti Scholarship	510	4,000	2,000	—	6,000
VOC Scholarship	511	8,000	4,000	—	12,000
Dekyiling Scholarship	512	2,000	—	—	2,000
General Scholarship Fund		—	—	76,603	76,603
		14,000	6,000	76,603	96,603
		59,925	30,000	76,603	166,528

8. COMPARATIVE FIGURES

Certain 2024 comparative figures have been reclassified where necessary to conform to the current year's presentation.