

FINANCIAL STATEMENTS

TRANS-HIMALAYAN AID SOCIETY

March 31, 2026

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, 2026 and the statements of operations, changes in funds balances 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, 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 revenue from donations and fundraising activities 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 restricted program contributions and unrestricted donations and fundraising revenue, net revenues over expenditures, and cash flows from operations for the years ended March 31, 2026 and 2025, current assets as at March 31, 2026 and 2025, and fund balances as at April 1 and March 31 for both the 2026 and 2025 years.

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 21, 2026

Chartered Professional Accountants



Trans-Himalayan Aid Society

Incorporated 1962 under the Society Act of B.C.

STATEMENT OF FINANCIAL POSITION

As at March 31

	2026	2025
	\$	\$
ASSETS		
Current		
Cash	158,820	75,314
Marketable securities [note 3]	263,699	281,423
Accounts receivable	1,600	1,601
Prepaid rent	400	400
GST rebate	184	162
	424,703	358,900
LIABILITIES		
Current		
Accounts payable	70	135
Deferred contributions [note 4]	108,092	55,211
	108,162	55,346
FUND BALANCES		
Internally restricted [note 7]	231,224	166,528
Unrestricted	85,317	137,026
	316,541	303,554
	424,703	358,900

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

	2026	2025
	\$	\$
REVENUES		
Restricted program contributions <i>[note 4 & schedule 1 & 2]</i>	109,582	104,507
Unrestricted donations and fundraising	58,012	47,743
Administration fees	17,825	12,069
Investment income	7,949	7,712
	193,368	172,031
EXPENSES		
Program expenses <i>[schedule 1 & 2]</i>	136,190	155,711
Wages	22,463	22,796
Office, insurance and other	10,121	8,019
Rent	6,045	5,100
Professional fees	4,300	4,250
Events and fundraising	858	3,000
Newsletter and publicity	404	614
	180,381	199,490
Excess of revenue (expenses) for the year	12,987	(27,459)
Fund balances, beginning of year	303,554	331,013
Fund balances, end of year	316,541	303,554

See accompanying notes to the financial statements

STATEMENT OF CASH FLOWS

Year ended March 31

	2026	2025
	\$	\$
OPERATING ACTIVITIES		
Excess of revenue (expenses) for the year	12,987	(27,459)
Changes in non cash items		
Accounts receivable	1	—
GST recoverable	(22)	(14)
Accounts payable	(65)	7
Deferred contributions	52,881	8,142
Cash provided by (used in) operating activities	65,782	(19,324)
FINANCING ACTIVITIES		
Cash from marketable securities	17,724	(2,575)
Cash provided by (used in) financing activities	17,724	(2,575)
Increase (decrease) in cash for the year	83,506	(21,899)
Cash, beginning of year	75,314	97,213
Cash, end of year	158,820	75,314

See accompanying notes to the financial statements

NOTES TO FINANCIAL STATEMENTS

March 31, 2026

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, 2026

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:

	2026	2025
	\$	\$
GICs issued by Canadian banks, at book value	257,900	275,650
Accrued interest and discounts earned	5,799	5,773
	263,699	281,423

The GICs have maturity dates in calendar years from 2026 to 2031 and bear interest at rates varying from 1.85% to 4.60% (2025: 1.41% to 4.60%).

NOTES TO FINANCIAL STATEMENTS

March 31, 2026

4. DEFERRED CONTRIBUTIONS

	2026				2025
	Opening Balance \$	Donations Received \$	Earned During the Year \$	Ending Balance \$	Earned During the Year \$
PROJECTS					
Wosk Libraries	10,000	19,500	11,500	18,000	16,100
CTA Nurses' Training	—	11,333	7,000	4,333	4,005
STSS Supplementary Diet	—	8,301	—	8,301	—
Hope for Children AMAN	—	7,750	7,750	—	6,061
Hope for Children VIMARS	—	7,750	7,750	—	6,061
IDEA Skilled Birth	—	6,435	6,435	—	810
IDEA Computers	—	955	—	955	—
IDEA Refresher Courses	—	90	—	90	—
THF Mussoorie Diet	—	89	—	89	4,578
Tenzingang School Diet	1,037	—	1,037	—	1,500
Tezu Water Pump	—	—	—	—	3,280
Miao School Scooter	—	—	—	—	1,887
	11,037	62,203	41,472	31,768	44,282
SPONSORSHIPS					
TCV Lower Chauntra	3,138	12,831	14,380	1,589	13,229
TCV Suja	2,025	10,825	10,485	2,365	6,080
Munselling Spiti	140	6,850	6,990	—	9,800
Dekyling Handicraft Center	14	5,795	2,967	2,842	7,096
TWC Rajpur	402	3,645	3,980	67	3,695
Chanutra Settlement	775	2,636	2,860	551	3,220
THF Mussoorie	300	1,000	1,000	300	1,000
TCV Ladakh	—	720	485	235	—
Other sponsorships	625	239	—	864	—
	7,419	44,541	43,147	8,813	44,120
DESIGNATED					
Restricted	26,111	45,000	3,600	67,511	—
Scholarship Fund	2,904	10,719	13,623	—	14,288
Other Funds and Grants	7,740	—	7,740	—	1,817
	36,755	55,719	24,963	67,511	16,105
	55,211	162,463	109,582	108,092	104,507

NOTES TO FINANCIAL STATEMENTS

March 31, 2026

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, 2026.

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, 2026, 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, 2026

7. INTERNALLY RESTRICTED

The Board of Directors has internally restricted certain net assets for future project commitments and scholarship programs. These restrictions are discretionary in nature and may be removed or modified by resolution of the Board of Directors.

As at March 31, 2026, internally restricted net assets consist of the following:

		2026			2025
	Project	2027	2028 and	Total	Total
	#	\$	thereafter	\$	\$
			\$		
PROJECTS					
CTA Nurses' Training	293	7,000	7,000	14,000	14,000
IDEA Skilled Birth Attend	345	17,000	—	17,000	34,000
Hope for Children AMAN	349	16,385	8,192	24,577	7,884
Hope for Children VIMARS	350	14,549	7,274	21,823	7,004
TCEF Jamyang Ling School	351	—	—	—	5,000
STSS Petoen Library	358C	—	—	—	1,000
Tenzingang School Diet	361	—	—	—	1,037
IDEA Refresher Courses	365	16,002	—	16,002	—
STSS Supplementary Diet	367	6,500	—	6,500	—
		77,436	22,466	99,902	69,925
DESIGNATED					
Spiti Scholarship	510	6,000	6,000	12,000	6,000
VOC Scholarship	511	12,000	12,000	24,000	12,000
Dekyiling Scholarship	512	4,000	6,000	10,000	2,000
General Scholarship Fund		—	85,322	85,322	76,603
		22,000	109,322	131,322	96,603
		99,436	131,788	231,224	166,528

SCHEDULE OF REVENUE AND PROGRAM EXPENSES

Year ended March 31

	Restricted program contributions	Unrestricted revenue	Total revenue	Program expenses	Excess of revenue (expenses)
	\$	\$	\$	\$	\$
2026					
PROJECTS					
Wosk Libraries	11,500	—	11,500	11,500	—
CTA Nurses' Training	7,000	—	7,000	7,000	—
Hope for Children AMAN	7,750	134	7,884	7,884	—
Hope for Children VIMARSH	7,750	14,722	22,472	22,472	—
IDEA Skilled Birth	6,435	10,565	17,000	17,000	—
Tenzingang School Diet	1,037	—	1,037	1,037	—
	41,472	25,421	66,893	66,893	—
SPONSORSHIPS					
TCV Lower Chauntra	14,380	—	14,380	14,380	—
TCV Suja	10,485	—	10,485	10,485	—
Munselling Spiti	6,990	550	7,540	7,540	—
Dekyling Handicraft Center	2,967	—	2,967	2,967	—
TWC Rajpur	3,980	—	3,980	3,980	—
Chanutra Settlement	2,860	—	2,860	2,860	—
THF Mussoorie	1,000	—	1,000	1,000	—
TCV Ladakh	485	—	485	485	—
	43,147	550	43,697	43,697	—
DESIGNATED					
Restricted	3,600	—	3,600	3,600	—
Scholarship Fund	13,623	8,377	22,000	22,000	—
Other Funds and Grants	7,740	—	7,740	—	7,740
	24,963	8,377	33,340	25,600	7,740
	109,582	34,348	143,930	136,190	7,740

See accompanying notes to the financial statements

SCHEDULE OF REVENUE AND PROGRAM EXPENSES

Year ended March 31

	Restricted program contributions	Unrestricted revenue	Total revenue	Program expenses	Excess of revenue (expenses)
	\$	\$	\$	\$	\$
2025					
PROJECTS					
Wosk Libraries	16,100	—	16,100	16,100	—
CTA Nurses' Training	4,005	2,625	6,630	6,630	—
STSS Supplementary Diet	—	8,798	8,798	8,798	—
Hope for Children AMAN	6,061	9,487	15,548	15,548	—
Hope for Children VIMARSH	6,061	8,235	14,296	14,296	—
IDEA Skilled Birth	810	16,190	17,000	17,000	—
THF Mussoorie Diet	4,578	—	4,578	4,552	26
Tenzingang School Diet	1,500	—	1,500	1,500	—
Tezu Water Pump	3,280	—	3,280	3,280	—
Miao School Scooter	1,887	—	1,887	1,887	—
	44,282	45,335	89,617	89,591	26
SPONSORSHIPS					
TCV Lower Chauntra	13,229	—	13,229	13,229	—
TCV Suja	6,080	—	6,080	6,080	—
Munselling Spiti	9,800	—	9,800	9,800	—
Dekyling Handicraft Center	7,096	—	7,096	7,096	—
TWC Rajpur	3,695	—	3,695	3,695	—
Chanutra Settlement	3,220	—	3,220	3,220	—
THF Mussoorie	1,000	—	1,000	1,000	—
	44,120	—	44,120	44,120	—
DESIGNATED					
Scholarship Fund	14,288	7,712	22,000	22,000	—
Other Funds and Grants	1,817	(1,817)	—	—	—
	16,105	5,895	22,000	22,000	—
	104,507	51,230	155,737	155,711	26

See accompanying notes to the financial statements