

**CANADIAN FEDERATION OF
UNIVERSITY WOMEN CHARITABLE
TRUST**

Financial Statements

Year Ended - April 30, 2015



CANADIAN FEDERATION OF UNIVERSITY WOMEN CHARITABLE TRUST

Year Ended - April 30, 2015

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REVIEW ENGAGEMENT REPORT

To the Trustees of
Canadian Federation of University Women Charitable Trust

We have reviewed the statement of financial position of Canadian Federation of University Women Charitable Trust as at April 30, 2015 and the statements of revenue and expenses and changes in net assets and cash flows for the year then ended. Our review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of inquiry, analytical procedures and discussion related to information supplied to us by the Trust.

A review does not constitute an audit and consequently we do not express an audit opinion on these financial statements.

In common with many not-for-profit organizations, Canadian Federation of University Women Charitable Trust derives revenue from donations and fund raising, the completeness of which is not susceptible to satisfactory review verification. Accordingly, our verification thereof was limited to the amounts recorded in the records of the organization and we were not able to determine whether any adjustments might be necessary to donation revenues, excess of revenues over expenses, assets and net assets.

Except for the effects of the matter described in the preceding paragraph, based on our review, nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with Canadian Accounting Standards for Not-for-Profit Organizations.

Richmond Hill, Ontario
May 29, 2015



Chartered Accountants
Licensed Public Accountants

CANADIAN FEDERATION OF UNIVERSITY WOMEN CHARITABLE TRUST
Statement of Financial Position
April 30, 2015
Unaudited

	<u>Note</u>	<u>2015</u>	<u>2014</u>
ASSETS			
CURRENT			
Cash		\$ 308,402	\$ 221,430
Marketable securities	2	1,328,762	1,159,236
Government remittances recoverable		2,990	2,141
		<u>\$ 1,640,154</u>	<u>\$ 1,382,807</u>
LIABILITIES AND NET ASSETS			
CURRENT			
Accrued liability		\$ 3,498	\$ 4,250
NET ASSETS		<u>1,636,656</u>	<u>1,378,557</u>
		<u>\$ 1,640,154</u>	<u>\$ 1,382,807</u>

APPROVED ON BEHALF OF THE TRUST

Trustee

Trustee

See accompanying notes

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CANADIAN FEDERATION OF UNIVERSITY WOMEN CHARITABLE TRUST
Statement of Revenue and Expenses and Changes in Net Assets
Year Ended - April 30, 2015
Unaudited

	<u>Note</u>	<u>2015</u>	<u>2014</u>
REVENUE			
Donations and fundraising	3	\$ 322,195	\$ 88,305
Realized gain		74,155	5,954
Unrealized gain (loss)		(83,468)	52,052
Investment income		51,990	48,272
Gain on foreign exchange		15,170	2,005
		<u>380,042</u>	<u>196,588</u>
EXPENSES			
Administered awards			
Beverley Jackson Fellowship		2,000	2,000
Dr. Marion Elder Grant Fellowship		-	11,500
Margaret Dale Philp Award		3,500	3,500
Awards			
Bourse Georgette LeMoyne		5,000	5,000
Dr. Alice E. Wilson		25,000	20,000
Elizabeth Massey		5,000	4,000
École Polytechnique Commemorative		12,000	12,000
Fellowships			
Canadian Home Economics Association		6,000	6,000
Dr. Margaret McWilliams		11,000	11,000
Memorial		8,000	8,000
Ruth Binnie		6,000	6,000
Grants			
Creative Music		-	4,000
Library		4,000	-
Event costs		7,831	7,828
Investment management fees		11,963	10,884
Office and general		9,522	5,561
Professional		5,127	4,667
		<u>121,943</u>	<u>121,940</u>
EXCESS OF REVENUE OVER EXPENSES		258,099	74,648
Net Assets, beginning of year		<u>1,378,557</u>	<u>1,303,909</u>
NET ASSETS, end of year		\$ 1,636,656	\$ 1,378,557

See accompanying notes



CANADIAN FEDERATION OF UNIVERSITY WOMEN CHARITABLE TRUST
Statement of Cash Flows
Year Ended - April 30, 2015
Unaudited

	<u>2015</u>	<u>2014</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from donations and fundraising	\$ 322,195	\$ 89,843
Cash received from investments	57,846	108,284
Cash paid to suppliers	(36,043)	(28,302)
Cash paid for fellowships, awards and grants	(87,500)	(93,000)
	<u>256,498</u>	<u>76,825</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Marketable securities	(169,526)	(138,198)
NET CASH INCREASE (DECREASE), during the year	86,972	(61,373)
Cash, beginning of year	<u>221,430</u>	<u>282,803</u>
CASH, end of year	\$ 308,402	\$ 221,430

See accompanying notes



PURPOSE OF THE TRUST

The Canadian Federation of University Women Charitable Trust ("Trust") was established in 1976 to administer the funds supporting the Fellowships and Awards Program of the Canadian Federation of University Women. This program is dedicated to the furthering of the education of Canadian women at the post-graduate level.

As a charity registered under the Income Tax Act (Canada), the Trust is not subject to income taxes and is authorized to issue tax receipts for donations received.

1. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared using Canadian accounting standards for not-for-profit organizations. These standards are in accordance with Canadian generally accepted accounting principles and include the following significant accounting policies:

a) Financial instruments

The Trust's financial instruments consist of cash, marketable securities, government remittances recoverable, and accrued liability. The Trust has elected to measure all financial instruments other than marketable securities that are quoted in an active market at cost or amortized cost.

Marketable securities that are quoted in an active market are measured at fair value. Changes in fair value are recognized in net income.

b) Cash

Cash consist of cash on hand and highly liquid investments with terms to maturity of three months or less from their date of acquisition.

c) Revenue and expense recognition

The Trust follows the deferral method of accounting for donations. Donations containing conditions as to their use is deferred until the conditions are fulfilled. Donations not containing conditions as to their use are recorded in the period in which they are received.

Investment income is recognized as it is earned. Investment income includes dividend and interest income, and realized and unrealized gains and losses.

Expenses are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

CANADIAN FEDERATION OF UNIVERSITY WOMEN CHARITABLE TRUST
Notes to Financial Statements
April 30, 2015
Unaudited

1. SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

d) Use of estimates

The preparation of financial statements in accordance with Canadian generally accepted accounting principles 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. Significant areas requiring the use of estimates include the measurement of marketable securities, accrued liability and revenue recognition. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the period in which they become known.

e) Donated services

The Trust derives a significant benefit from volunteer services. Since these services are not normally purchased by the Trust and due to the difficulty in determining their fair value, donated services are not recognized in these financial statements.

f) Capital management

The Trust's objective is to have sufficient resources to continue operations in accordance with its mission. The need for sufficient resources is considered when preparing an annual budget and monitoring its cash flows. In addition, the Trust manages its capital primarily through its investments in marketable securities and adheres to its investment policies.

2. MARKETABLE SECURITIES

The Trust has short and long term investments in a managed portfolio as follows:

	<u>2015</u>	<u>2014</u>
Fixed income investments	\$ 173,895	\$ 175,499
Equities	<u>1,154,867</u>	<u>983,737</u>
	<u>\$ 1,328,762</u>	<u>\$ 1,159,236</u>

3. DONATIONS AND FUNDRAISING REVENUE

Donations and fundraising revenue includes one-time donations to the Elizabeth Massey Award, the CFUW Aboriginal Award and the 100th Anniversary Scholarship Project.

4. RELATED PARTY TRANSACTIONS

Included in office and general is administration fees of \$2,650 (2014 - \$2,650) paid to Canadian Federation of University Women, an organization for which the Trust administers funds.

All related party transactions are recorded at their exchange amount which is the amount established and agreed to by the related parties.

5. COMMITMENTS AND CONTINGENCIES

The Trust has undertaken to indemnify its past, present and future directors, officers, and volunteers against expenses (including legal expenses), judgments and any amount actually or reasonably incurred by them in connection with any action, suit or proceeding in which the directors are sued as a result of their service, if they acted honestly and in good faith with a view to the best interests of the Trust.

The nature of the indemnity prevents the Trust from reasonably estimating the maximum exposure. The Trust has purchased directors' and officers' liability insurance with respect to this indemnification. Historically, the Trust has not made any payments under such or similar indemnification agreements. At this time, the Trust is not aware of any claims under these guarantees and, therefore, no amount has been accrued in the financial statements with respect to these guarantees.

6. FINANCIAL RISK MANAGEMENT

The Trust is exposed to various risks through its financial instruments. The following analysis provides a measure of the Trust's risk exposure and concentrations at the statement of financial position date.

i) Liquidity risk

Liquidity risk is the risk that an Trust will encounter difficulty in meeting obligations associated with financial liabilities. The Trust is exposed to this risk mainly in respect of its accrued liability.

ii) Market risk

Market risk is the risk that the fair value or 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 Trust is mainly exposed to currency risk, interest rate risk and other price risk.

6. FINANCIAL RISK MANAGEMENT (Continued)

ii. Market risk (Continued)

i) Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. As at April 30, 2015, approximately 14.4% of cash and marketable securities are denominated in US Dollars (2014 - 10.5%) and have been converted into Canadian dollars. The Trust mitigates the risk by maintaining the percentage of cash and marketable securities held in foreign currency below 15% of the entire portfolio.

ii) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The short term interest bearing investments held by the Trust have a limited exposure to interest rate risk due to their short term maturity. To manage this risk, the Trust has established investment policies which include a target mix of investment types and concentration limits designed to achieve the optimum return with reasonable risk tolerance.

iii) Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Trust is exposed to other price risk through its investments in quoted shares.