Financial statements of

Dr. H. Bliss Murphy Cancer Care Foundation

March 31, 2025

Independent Auditor's Report	1–2
Statement of financial position	3
Statement of operations	4
Statement of changes in net assets	5
Statement of cash flows	6
Notes to the financial statements	7–11
Schedule 1 – Polka Dot Trot	12
Schedule 2 – Disbursements	13
Schedule 3 – Administrative and Management	14
Schedule 4 – Fundraising Costs	15
Schedule 5 – Charitable Programs	16

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Independent Auditor's Report

To the Board of Directors of
Dr. H. Bliss Murphy Cancer Care Foundation

Qualified Opinion

We have audited the financial statements of the Dr. H. Bliss Murphy Cancer Care Foundation (the "Foundation"), which comprise the statement of financial position as at March 31, 2025, and the statements of operations, 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 (collectively referred to as the "financial statements").

In our opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Foundation 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 Foundation derives revenue 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 Foundation and we were not able to determine whether any adjustments might be necessary to recorded contributions, the excess of revenues over expenses, and cash flows from operations for the year ended March 31, 2025 and March 31, 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, 2025, was modified accordingly because of the possible effects of this scope limitation.

We conducted our audit in accordance with Canadian generally accepted auditing standards ("Canadian GAAS"). 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 Foundation 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 Foundation'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 Foundation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Foundation'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 GAAS 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 GAAS, 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 Foundation'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 Foundation'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 Foundation 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.

Deloitte LLP

Chartered Professional Accountants
September 24, 2025

Dr. H. Bliss Murphy Cancer Care Foundation

Statement of financial position

As at March 31, 2025

	Notes	2025 $	2024 $
Assets			
Current assets			
Cash		**429,355**	237,610
Government remittance receivable		**39,275**	44,263
Contribution receivable		**33,000**	—
Inventories		**5,000**	—
Prepaid expenses		**2,129**	2,129
Other assets		**1,963**	1,963
		510,722	285,965
Investments	3	**1,824,387**	1,737,969
Tangible capital assets	4	**185,730**	180,497
		2,520,839	2,204,431
Liabilities			
Current liabilities			
Accounts payable and accrued liabilities		**75,687**	133,260
Due to Newfoundland and Labrador Health Services	8	**60,418**	245,394
		136,105	378,654
Net assets			
Patient and Family Support Endowment Fund	9	**890,024**	891,285
Externally restricted net assets	6	**557,148**	387,375
Unrestricted net assets		**453,312**	(16,209)
Dr. Kim Hong Endowment Fund	7	**267,111**	260,312
Invested in tangible capital assets		**185,730**	180,497
Internally restricted net assets	5	**31,409**	122,517
		2,384,734	1,825,777
		2,520,839	2,204,431

The accompanying notes and schedules are an integral part of the financial statements.

Approved by the Board

_____, Director

_____, Director

Dr. H. Bliss Murphy Cancer Care Foundation

Statement of operations

Year ended March 31, 2025

	Schedules	2025 $	2024 $
Revenue			
Annual Fund		**1,396,667**	1,469,084
Polka Dot Trot		**380,388**	356,489
Memorial program		**92,941**	82,190
Investment income		**74,587**	97,824
Gifts in kind		**17,273**	8,518
Sparkles of Hope – bracelet sales		**4,271**	2,418
In This Together		**—**	204,000
		1,966,127	2,220,523
Expenditures			
Disbursements	2	**687,798**	1,795,834
Administrative and management	3	**399,111**	425,703
Fundraising costs	4	**183,501**	197,032
Polka Dot Trot	1	**98,907**	67,363
Charitable programs	5	**37,853**	42,281
		1,407,170	2,528,213
Excess of revenue over expenditures (expenditures over revenue)		**558,957**	(307,690)

The accompanying notes and schedules are an integral part of the financial statements.

Dr. H. Bliss Murphy Cancer Care Foundation

Statement of changes in net assets

Year ended March 31, 2025

	Dr. Kim Hong Endowment Fund $	Patient and Family Support Endowment Fund $	Internally restricted $	Externally restricted $	Unrestricted $	Invested in tangible capital assets $	Total 2025 $	Total 2024 $
Balance, beginning of year	**260,312**	**891,285**	**122,517**	**387,375**	**(16,209)**	**180,497**	**1,825,777**	2,133,467
Excess of revenue over expenditures (expenditures over revenue)	**16,414**	**30,698**	**108,432**	**44,902**	**365,551**	**(7,040)**	**558,957**	(307,690)
Interfund transfers	**(9,615)**	**(31,959)**	**(199,540)**	**124,871**	**116,243**	**—**	**—**	—
Purchase of tangible capital assets	**—**	**—**	**—**	**—**	**(12,273)**	**12,273**	**—**	—
Balance, end of year	**267,111**	**890,024**	**31,409**	**557,148**	**453,312**	**185,730**	**2,384,734**	1,825,777

The accompanying notes and schedules are an integral part of the financial statements.

Dr. H. Bliss Murphy Cancer Care Foundation

Statement of cash flows

Year ended March 31, 2025

	2025 $	2024 $
Operating activities		
Excess of revenue over expenditures (expenditures over revenue)	**558,957**	(307,690)
Items not involving cash		
Contributed assets	**(58,918)**	(36,400)
Gifts in kind	**(17,273)**	—
Amortization	**7,040**	7,040
Unrealized gain on investments	**(13,042)**	(18,063)
	476,764	(355,113)
Changes in non-cash operating working capital		
Decrease (increase) in government remittance receivable	**4,988**	(7,613)
(Increase) decrease in contribution receivable	**(33,000)**	400
(Decrease) increase in accounts payable and accrued liabilities	**(57,573)**	5,021
(Decrease) increase in due to Newfoundland and Labrador Health Services	**(184,976)**	190,868
	206,203	(166,437)
Investing activities		
Purchase of investments	**(383,229)**	(1,197,709)
Proceeds on disposal of investments	**368,771**	1,396,483
	(14,458)	198,774
Financing activity		
Decrease in other long-term asset	**—**	11,925
Net increase in cash	**191,745**	44,262
Cash, beginning of year	**237,610**	193,348
Cash, end of year	**429,355**	237,610

The accompanying notes and schedules are an integral part of the financial statements.

1. Nature of operations

Dr. H. Bliss Murphy Cancer Care Foundation (the "Foundation") was incorporated under the Laws of the Province of Newfoundland and Labrador on October 12, 2004, and operates as the "Cancer Care Foundation". The Foundation develops, stewards and distributes charitable resources to enhance treatment and supportive care programs for cancer patients, funds local cancer research initiatives and provides continuing education opportunities for staff of the Foundation and affiliated regional cancer programs in Newfoundland and Labrador.

The Foundation is a registered charity, and as such, is exempt from income taxes and may issue charitable donation receipts.

2. Significant accounting policies

These financial statements are prepared in accordance with Part III of the Chartered Professional Accountants of Canada Accounting Handbook – Accounting Standards for Not-for-Profit Organizations, which sets out generally accepted accounting principles for not-for-profit organizations in Canada and includes the significant accounting policies set out below.

Revenue recognition

The Foundation follows the restricted fund method whereby externally restricted contributions (grants and donations) are recognized in the fund corresponding to the purpose for which they were contributed. Restricted contributions for which no corresponding restricted fund is presented must be recognized in the unrestricted fund using the deferral method. Unrestricted contributions are recognized as revenues in the unrestricted fund. The Foundation recognizes grants when collection is reasonably assured.

Investment income, which consists of interest, dividends, and unrealized gains and losses is recorded in the statement of operations, as earned except to the extent that it is externally restricted, in which case it is added to or deducted from endowment net assets or other restricted balances.

Cash

Cash is comprised of bank balances on deposit with financial institutions.

Investments

Investments are recorded at fair value with any adjustments to fair value being reflected in excess of revenues over expenses in the statement of operations each year.

Financial instruments

Financial instruments are recorded at fair value on initial recognition. Freestanding derivative instruments that are not in a qualifying hedging relationship and equity instruments that are quoted in an active market are subsequently measured at fair value. All other financial instruments are subsequently recorded at cost or amortized cost, unless management has elected to carry the instruments at fair value. The Foundation has not elected to carry any such financial instruments at fair value.

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the straight-line method.

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the Foundation

2. Significant accounting policies (continued)

Financial instruments (continued)

determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Foundation expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future year, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value. Donated goods and contributed services

Donated goods are recorded at their fair market value at the time of the donation when such value is readily determinable. The total value of donated goods in 2025 was $17,273 ($8,518 in 2024).

The activities of the Foundation include time donated by a substantial number of volunteers. Since no objective basis exists for recording and assigning values to these services, they are not reflected in the financial statements.

Tangible capital assets

Tangible capital assets include donated artwork that is recorded at fair value when determinable at the date of acquisition and is not amortized. The Foundation uses an accredited appraiser to value the artwork. When the fair value of the artwork cannot be determined it is recorded at nil value.

The Garden of Hope retaining wall is recorded at cost less accumulated amortization. Amortization is provided on a straight-line basis over the asset's useful life of twenty years.

Pension costs

Employees of the Foundation are members of the Public Service Pension Plan (PSPP) administered by the Public Service Pension Plan Corporation and the Government Money Purchase Plan (GMPP) administered by the Government of Newfoundland and Labrador, collectively (the "Plans").

PSPP is a defined benefit pension plan covering full-time employees of the Province of Newfoundland and Labrador, the Legislature and various crown corporation, agencies and commissions created by or under a statute of the Province. As there is insufficient information available at the employer level to account for this plan as a defined benefit plan, the Foundation accounts for PSPP as a defined contribution plan. PSPP's deficit is disclosed on the Public Service Pension Plan website. There are no significant changes in the contractual elements of PSPP.

GMPP is a defined contribution plan covering employees of the Government of Newfoundland and Labrador that are not eligible to participate in other plans sponsored by the Government of Newfoundland and Labrador.

Contributions to the Plans are required from both the employees and the Foundation. The annual contributions to pensions are recognized as an expense in the period.

Inventories

Inventories are valued at the lower of cost and net realizable value. Cost is determined on the first-in, first-out basis.

2. Significant accounting policies (continued)

Use of estimates

The preparation of the 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 reporting period. Significant estimates used in these financial statements include the useful lives of tangible capital assets and accrued liabilities. Actual results could differ materially from those estimates.

3. Investments

	2025 **$**	2024 $
Fixed income	**959,085**	1,288,953
Mutual funds	**770,266**	362,444
Equities	**95,036**	86,572
	1,824,387	1,737,969

Included in investment income on the statement of operations is interest of $42,669 ($31,700 in 2024), dividend income $14,437 ($6,031 in 2024), and unrealized gain of $13,042 (unrealized gain of $18,063 in 2024).

4. Tangible capital assets

	Cost **$**	**Accumulated amortization** **$**	**2025 Net book value** **$**	2024 Net book value $
Garden of Hope retaining wall	**140,803**	**59,840**	**80,963**	88,003
Works of art	**104,767**	**—**	**104,767**	92,494
	245,570	**59,840**	**185,730**	180,497

5. Internally restricted net assets

The balance included in internally restricted net assets represents amounts internally restricted by the Foundation's Board of Directors and is comprised of the following internally restricted funds:

	2025 **$**	2024 $
Cancer Centre – East/West Fund	**16,633**	20,856
Kids With Cancer Travel Fund	**14,776**	14,626
Patient resource library	**—**	47,249
Patient and Family Support Fund	**—**	34,105
Cancer Centre – Western Region Campaign	**—**	5,681
	31,409	122,517

6. Externally restricted net assets

The balance included in externally restricted net assets represents amounts externally restricted by the Foundation's donors and is comprised of the following externally restricted funds:

	2025 **$**	2024 $
Power of Life Special Fund	**344,136**	352,503
Patient and Family Support Fund	**168,012**	—
Research funds	**45,000**	20,000
In This Together Campaign	**—**	14,872
	557,148	387,375

7. Dr. Kim Hong Endowment Fund

These investments represent the funds donated to the Dr. Kim Hong Endowment Fund that are required by the donors to be maintained by the Foundation on a permanent basis. These amounts are all externally restricted.

	2025 **$**	2024 $
Canadian corporate bonds	**167,000**	211,000
High interest savings account	**100,111**	49,312
	267,111	260,312

Income earned on these investments can only be disbursed on educational scholarships and awards granted to staff of the Dr. H. Bliss Murphy Cancer Centre and affiliated regional cancer programs. During the year ended March 31, 2024, investment income on these net assets was $6,448 ($3,243 in 2024) and contributed assets of $9,966 ($nil in 2023) which was recorded as income in the statement of operations. There was $9,615 ($9,441 in 2024) disbursed from the fund in the year.

8. Due to Newfoundland and Labrador Health Services

Newfoundland and Labrador Health Services ("NLHS") is a related party. One of the purposes of the Foundation is the accumulation of funds to assist NLHS with the purchase of medical equipment used in the provision of cancer patient care.

NLHS provides payroll services and IT services to the Foundation as well as insurance coverage for the Foundation's Board of Directors, at no cost to the Foundation. The value of these in kind contributions have not been reflected in these financial statements. The Foundation has a payable to NLHS in the amount of $60,418 ($245,394 in 2024) relating to normal operating activities and cancer treatment equipment commitments.

9. Patient and Family Support Endowment Fund

These investments represent the funds donated to the Patient and Family Support Endowment Fund that are required by the donors to be maintained by the Foundation on a permanent basis. These amounts are all externally restricted.

	2025	2024
	$	$
Canadian corporate bonds	**542,085**	702,955
Equity mutual funds	**347,939**	188,330
	890,024	891,285

Income earned on these investments can only be disbursed on funding the activities of the Patient and Family Support Annual Fund. During the year ended March 31, 2025, investment income on these net assets was $31,772 ($12,297 in 2024) which was recorded as income in the statement of operations. There was $31,959 ($134,380 in 2024) disbursed from the fund in the year. The fund held $1,074 ($nil in 2024) in cash that has been recorded as cash on the statement of financial position.

10. Financial instruments

Financial risk factors

The Foundation has exposure to credit risk, liquidity risk, interest rate risk and price risk. The Foundation's Board of Directors has overall responsibility for the oversight of these risks and reviews the Foundation's policies on an ongoing basis to ensure that these risks are appropriately managed. The source of risk exposure and how each is managed is outlined below:

Credit risk

Credit risk is the risk of loss associated with the counterparty's inability to fulfill its payment obligation. The Foundation's credit risk is primarily attributed to cash and investments. The Foundation manages this risk by maintaining cash and investment balances with recognized financial institutions.

Liquidity risk

Liquidity risk is the risk that the Foundation will not be able to meet its financial obligations as they become due. The Foundation manages this risk by monitoring cash from operations.

Interest rate risk

The Foundation is exposed to interest rate risk with respect to its managed investment portfolio because fair value and expected interest income will fluctuate due to changes in market interest rates.

Price risk

The Foundation is exposed to price risk with respect to equity prices. Equity price risk is defined as the potential adverse impact on the Foundation's earnings due to movements in individual equity prices or general movements in the level of the stock market. The Foundation believes that equity price movements can have a substantial effect on the market value of the Foundation's investments. The Foundation manages this risk through diversifying its investments across industry sectors through investment strategies.

Dr. H. Bliss Murphy Cancer Care Foundation

Schedule 1 – Polka Dot Trot

Year ended March 31, 2025

	2025	2024
	$	$
Event supplies	**44,493**	28,748
Public relations	**29,369**	22,321
Bank charges and interest	**14,953**	6,402
Signage	**2,195**	3,274
Printing	**2,038**	1,474
Stewardship	**1,850**	1,400
Travel	**1,234**	353
Photography	**870**	600
Insurance	**850**	700
Business meetings	**657**	1,010
Promotion material	**298**	981
Web design and maintenance	**100**	100
	98,907	67,363

Dr. H. Bliss Murphy Cancer Care Foundation

Schedule 2 – Disbursements

Year ended March 31, 2025

	2025	2024
	$	$
Patient support programs	**217,940**	350,032
Wages, salaries and benefits	**217,742**	199,215
Power of Life	**101,770**	81,416
Breast cancer conference	**81,833**	80,167
Swim for Hope Payouts	**56,211**	68,119
Scholarships, bursaries and grants	**15,571**	16,538
In This Together	**(3,269)**	997,897
Polka Dot Trot	**—**	2,450
	687,798	1,795,834

Dr. H. Bliss Murphy Cancer Care Foundation

Schedule 3 – Administrative and Management

Year ended March 31, 2025

	2025	2024
	$	$
Salaries and benefits	**292,552**	300,360
Harmonized sales tax expense	**39,303**	39,375
Accounting and legal	**21,564**	19,084
Administration	**9,358**	9,023
Storage	**8,795**	8,719
Professional fees	**7,633**	25,353
Amortization	**7,040**	7,040
Insurance	**2,619**	2,261
Bank charges and interest	**2,500**	3,000
Office supplies	**2,443**	4,106
Postage	**2,405**	2,220
Printing	**1,023**	432
Membership fees	**910**	1,375
Courier	**562**	1,008
Business meetings	**404**	147
Minor equipment and furniture	**—**	2,200
	399,111	425,703

Dr. H. Bliss Murphy Cancer Care Foundation

Schedule 4 – Fundraising Costs

Year ended March 31, 2025

	2025	2024
	$	$
Direct mail program	**87,705**	97,493
Event supplies	**40,294**	50,111
Bank charges	**34,862**	27,059
Promotional materials	**8,051**	3,411
Subscription fees	**4,721**	6,846
Printing	**2,813**	3,810
Sparkles of Hope	**2,098**	—
Insurance	**1,125**	1,811
Travel	**710**	—
Signage	**596**	1,910
Postage	**508**	3,590
Public relations	**18**	491
Photography	**—**	500
	183,501	197,032

Dr. H. Bliss Murphy Cancer Care Foundation

Schedule 5 – Charitable Programs

Year ended March 31, 2025

	2025	2024
	$	$
Software maintenance	**23,834**	23,155
Web design and maintenance	**4,368**	5,196
Stewardship	**3,547**	2,168
Telephone	**2,626**	2,572
Postage	**1,036**	1,024
Travel	**874**	4,156
Promotional materials	**801**	375
Photography	**400**	—
Signage	**239**	299
Professional development	**128**	1,933
Event supplies	**—**	1,352
Printing	**—**	51
	37,853	42,281