

**CANADIAN FENCING FEDERATION**

**Financial Statements**

**Year Ended March 31, 2025**

# CANADIAN FENCING FEDERATION

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Year Ended March 31, 2025

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## **INDEPENDENT AUDITOR'S REPORT**

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To the Members of Canadian Fencing Federation

### *Opinion*

We have audited the financial statements of Canadian Fencing Federation (the Federation), which comprise the statement of financial position as at March 31, 2025, and the statements of revenues and expenses, 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, the accompanying financial statements present fairly, in all material respects, the financial position of the Federation as at March 31, 2025, and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

### *Basis for Opinion*

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 Federation in accordance with 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 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 ASNPO, 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 Federation'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 Federation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Federation'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 judgment and maintain professional skepticism throughout the audit. We also:

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Independent Auditor's Report to the Members of Canadian Fencing Federation (*continued*)

- 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 Federation'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 Federation'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 Federation 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.

Ottawa, Ontario  
August 7, 2025

*Leslie & MacLeod*  
Leslie & MacLeod, Chartered Professional Accountants  
(A Professional Corporation)  
Authorized to practise public accounting by  
the Chartered Professional Accountants of Ontario

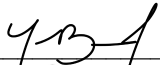
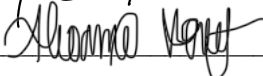
# CANADIAN FENCING FEDERATION

## Statement of Financial Position

March 31, 2025

	2025	2024
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$ 908,542	\$ 621,272
Accounts receivable	42,125	29,006
Public service bodies rebate receivable	8,738	9,808
Prepaid expenses	113,637	101,327
	<b>\$ 1,073,042</b>	<b>\$ 761,413</b>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT</b>		
Accounts payable and accrued liabilities	\$ 61,253	\$ 104,750
Deferred revenue	223,847	107,955
	<b>285,100</b>	<b>212,705</b>
<b>DEVELOPMENT FUND (Note 3)</b>	<b>40,000</b>	<b>40,000</b>
<b>OLYMPIC PREPARATION FUND (Note 4)</b>	<b>50,000</b>	<b>50,000</b>
<b>CUBADEPORTES S.A. FUND (Note 5)</b>	<b>50,323</b>	<b>-</b>
<b>VETERANS COMMITTEE FUND (Note 6)</b>	<b>1,000</b>	<b>-</b>
	<b>426,423</b>	<b>302,705</b>
<b>NET ASSETS</b>	<b>646,619</b>	<b>458,708</b>
	<b>\$ 1,073,042</b>	<b>\$ 761,413</b>

ON BEHALF OF THE BOARD

  
 \_\_\_\_\_ Director  
  
 \_\_\_\_\_ Director

See notes to financial statements

# CANADIAN FENCING FEDERATION

## Statement of Revenues and Expenses

Year Ended March 31, 2025

	2025	2024
<b>REVENUES</b>		
Domestic hosting fees	\$ 616,851	\$ 541,028
Sport Canada - Sport Support	510,660	507,100
High performance program fees	251,970	254,077
CFF fees	164,255	121,067
COC/CPC	142,500	110,000
Marketing, promotions, sponsorships	22,270	31,433
Development program fees	16,745	12,595
Other revenues	14,245	51,093
FIE grants	8,070	5,467
	<b>1,747,566</b>	<b>1,633,860</b>
<b>EXPENSES</b>		
Hosting: Domestic	448,493	348,508
High performance: Programs	413,517	458,760
Administration	186,192	163,282
High performance: Administration	167,740	156,739
High performance: Coaching	89,600	77,850
Hosting: International	86,626	100,000
AWAD	48,874	42,446
High performance: IST	46,583	52,899
Marketing and communications	27,701	25,732
Safe sport	23,412	29,193
Developmental programs	15,762	11,769
Meetings	5,155	3,573
	<b>1,559,655</b>	<b>1,470,751</b>
<b>EXCESS OF REVENUES OVER EXPENSES</b>	<b>\$ 187,911</b>	<b>\$ 163,109</b>

# CANADIAN FENCING FEDERATION

## Statement of Changes in Net Assets

Year Ended March 31, 2025

	2025	2024
NET ASSETS - BEGINNING OF YEAR	\$ 458,708	\$ 295,599
EXCESS OF REVENUES OVER EXPENSES	187,911	163,109
NET ASSETS - END OF YEAR	\$ 646,619	\$ 458,708

# CANADIAN FENCING FEDERATION

## Statement of Cash Flows Year Ended March 31, 2025

	2025	2024
<b>OPERATING ACTIVITIES</b>		
Excess of revenues over expenses	\$ 187,911	\$ 163,109
Changes in non-cash working capital:		
Accounts receivable	(13,119)	(25,384)
Public service bodies rebate receivable	1,070	(2,696)
Prepaid expenses	(12,310)	(24,403)
Accounts payable and accrued liabilities	(43,497)	(59,625)
Deferred revenue	115,892	26,200
	48,036	(85,908)
Cash flow from operating activities	235,947	77,201
<b>FINANCING ACTIVITIES</b>		
Cubadeportes S.A. Fund	50,323	-
Veterans Committee Fund	1,000	-
CEBA loan repayment	-	(60,000)
Cash flow from (used by) financing activities	51,323	(60,000)
<b>INCREASE IN CASH FLOW</b>	287,270	17,201
<b>CASH - BEGINNING OF YEAR</b>	621,272	604,071
<b>CASH - END OF YEAR</b>	\$ 908,542	\$ 621,272



# CANADIAN FENCING FEDERATION

## Notes to Financial Statements

Year Ended March 31, 2025

### 1. DESCRIPTION OF OPERATIONS

The Canadian Fencing Federation (the "Federation") is a not-for-profit organization incorporated federally under the Canada Not-for-profit Corporations Act. Its mission is to establish, develop, promote, and support the sport of fencing in Canada and internationally.

The Federation is a Registered Canadian Amateur Athletic Association under the Canadian Income Tax Act and as such is exempt from income taxes.

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Federation follows the standards in Part III of the CPA Canada Handbook and has prepared these financial statements in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO). The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies outlined below.

#### **Cash**

Cash is defined as cash on hand and cash on deposit, net of cheques issued and outstanding at the reporting date.

#### **Revenue recognition**

Canadian Fencing Federation 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 are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. These include Sport Canada, domestic hosting fees, COC/CPC, international hosting fees, other revenues, marketing, promotions, sponsorships, and FIE grants.

High performance, CFF, and development program fees are recognized at the time services are rendered or over the term of the membership and when collectibility of proceeds is reasonably assured.

Revenue from sales of products is recognized when the product is shipped and collection is reasonably assured.

Restricted investment income is recognized as revenue in the year in which the related expenses are incurred. Unrestricted investment income is recognized as revenue when earned.

#### **Fund accounting**

The operating fund accounts for the Federation's program delivery and administrative activities.

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# CANADIAN FENCING FEDERATION

## Notes to Financial Statements

Year Ended March 31, 2025

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

#### **Foreign currency translation**

Accounts in foreign currencies have been translated into Canadian dollars using the temporal method. Under this method, monetary assets and liabilities have been translated at the year end exchange rate. Non-monetary assets have been translated at the rate of exchange prevailing at the date of transaction. Revenues and expenses have been translated at the average rates of exchange during the year, except for amortization, which has been translated at the same rate as the related assets.

Foreign exchange gains and losses on monetary assets and liabilities are included in the determination of earnings.

#### **Contributed services**

Volunteers contribute their services to assist the Federation in its service delivery activities. The fair value of donated materials and services cannot be reasonably determined and are therefore not reflected in these financial statements.

#### **Financial instruments policy**

The Federation initially measures its financial assets and financial liabilities at fair value.

The Federation subsequently measures all its financial assets and financial liabilities at cost or amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value of these financial instruments are recognized in net income.

Financial assets measured at amortized cost on a straight-line basis include cash, accounts receivable, and public service bodies rebate receivable.

Financial liabilities measured at amortized cost on a straight-line basis include accounts payable and accrued liabilities, short term debt, Development fund, Olympic preparation fund, Cubadeportes S.A. fund, and Veterans committee fund.

#### **Measurement uncertainty**

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 amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

### 3. DEVELOPMENT FUND

The development fund includes amounts payable to the Nova Scotia Fencing Association and Newfoundland Fencing Association which are both inactive provincial bodies. Once these two provinces become active they can apply for funding from CFF.

# CANADIAN FENCING FEDERATION

## Notes to Financial Statements

Year Ended March 31, 2025

### 4. OLYPMIC PREPARATION FUND

During fiscal 2023, the board approved a motion to remove the short term debt amount to Jackson Wang, who had promised to donate the same amount to set up an Olympic Preparation Fund with those funds, to be used for the athletes in the 2028 Olympics.

### 5. CUBADEPORTS S.A. FUND

During fiscal 2025, the board approved the re-categorization of a very old accounts payable amount that was due to Cubadeportes S.A. The Federation has tried to pay the amount owing multiple times but the funds kept coming back due to the embargo.

### 6. VETERANS COMMITTEE FUND

During fiscal 2025, the Veterans Committee Fund was established to track donations and voluntary contributions from members of the veterans community. This fund will be used to pay for entry fees for events such as Veteran World Championships and to build a fund to support a Canadian bid to host world championships.

### 7. FINANCIAL INSTRUMENTS

The Federation is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Federation's risk exposure and concentration as of March 31, 2025.

#### *(a) Credit risk*

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Federation is exposed to credit risk from customers. In order to reduce its credit risk, the Federation reviews a new customer's credit history before extending credit and conducts regular reviews of its existing customers' credit performance. An allowance for doubtful accounts is established based upon factors surrounding the credit risk of specific accounts, historical trends and other information. The Federation has a significant number of customers which minimizes concentration of credit risk.

#### *(b) Fair value*

The Association's carrying value of cash, accounts receivable, public service rebate receivable and accounts payable and accrued liabilities, and short term debt approximates their fair value due to the immediate or short term maturity of these instruments.