

**AGAPE TABLE INC.**  
**INDEPENDENT AUDITOR'S REPORT**  
**FINANCIAL STATEMENTS**  
**DECEMBER 31, 2025**

**AGAPE TABLE INC.  
DECEMBER 31, 2025  
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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Agape Table Inc.:

### Qualified Opinion

We have audited the accompanying financial statements of Agape Table Inc. (the "Organization"), which comprise the statement of financial position as at December 31, 2025, and the statements of operations and changes in net assets, and cash flow for the year then ended, and the notes to 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 our report, the accompanying financial statements present fairly, in all material respects, the financial position of Agape Table Inc. as at December 31, 2025, and the results of its operations and its cash flow for the year then ended, in accordance with Canadian accounting standards for not-for-profit organizations.

### Basis for Qualified Opinion

In common with many charitable organizations, Agape Table Inc. derives revenue from the general public in the form of donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of revenues from this source was limited to the amounts recorded in the records of the Organization. Therefore, we were not able to determine whether any adjustments might be necessary to donation revenue, statement of operations, and cash flows from operations for the years ended December 31, 2025, and 2024, current assets as at December 31, 2025 and 2024, and net assets as at January 1 and December 31 for both the 2025 and 2024, years. Our audit opinion on the financial statements for the year ended December 31, 2024, was modified accordingly because of the possible effects of this limitation in scope.

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 Organization 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 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 Organization'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 Organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organization'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:

- 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 Organization'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 Organization'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 Organization 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.

Winnipeg, Manitoba  
May 12, 2026

Fort Group  
CHARTERED PROFESSIONAL  
ACCOUNTANTS INC.



**AGAPE TABLE INC.  
STATEMENT OF FINANCIAL POSITION  
DECEMBER 31, 2025**

	<u>2025</u>	<u>2024</u>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash	\$ 1,515,513	4,029,455
Guaranteed investment certificate (Note 3)	300,000	-
Accounts receivable (Note 4)	293,464	157,045
Prepaid expenses	<u>12,130</u>	<u>17,374</u>
	2,121,107	4,203,874
<b>PROPERTY AND EQUIPMENT (Note 5)</b>	<u>8,298,707</u>	<u>1,801,778</u>
	<u>\$ 10,419,814</u>	<u>6,005,652</u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable and accrued liabilities (Note 6)	\$ 867,363	132,683
Current portion of loans payable (Note 7)	35,152	33,953
Deferred contributions - sponsorship	-	5,000
Deferred contributions - capital campaign (Note 8)	-	2,497,731
Current portion of deferred capital contributions (Note 9)	<u>77,806</u>	<u>9,328</u>
	980,321	2,678,695
<b>LOANS PAYABLE (Note 7)</b>	<u>1,628,047</u>	<u>763,192</u>
	2,608,368	3,441,887
<b>DEFERRED CAPITAL CONTRIBUTIONS (Note 9)</b>	<u>5,529,568</u>	<u>566,958</u>
	<u>8,137,936</u>	<u>4,008,845</u>
<b>NET ASSETS</b>		
Invested in property and equipment	1,028,134	428,347
Unrestricted net assets	<u>1,253,744</u>	<u>1,568,460</u>
	<u>2,281,878</u>	<u>1,996,807</u>
	<u>\$ 10,419,814</u>	<u>6,005,652</u>

**APPROVED BY THE BOARD:**

\_\_\_\_\_ Director

\_\_\_\_\_ Director

**AGAPE TABLE INC.  
STATEMENT OF OPERATIONS  
YEAR ENDED DECEMBER 31, 2025**

	<u>2025</u>	<u>2024</u>
<b>REVENUES</b>		
Donations	\$ 1,146,157	1,060,761
Capital campaign donations (Note 8)	166,438	117,954
In-kind donations (Note 10)	105,097	122,544
Interest	37,348	82,649
Amortization of deferred capital contributions (Note 9)	7,016	9,328
Reimbursement of WCB	-	6,004
	<u>1,462,056</u>	<u>1,399,240</u>
 <b>FOOD AND PROGRAM COSTS</b>		
Direct salaries and wages	280,025	276,876
Food cost	2,859	2,351
Kitchen supplies	16,950	19,227
Program expenses	<u>157,012</u>	<u>176,073</u>
	456,846	474,527
 <b>REVENUES IN EXCESS OF FOOD AND PROGRAM COSTS</b>	<u>1,005,210</u>	<u>924,713</u>
 <b>EXPENSES</b>		
Advertising and promotion	68,877	65,363
Amortization of property and equipment	31,402	36,611
Bank charges and interest	29,915	11,173
Board expenses	3,164	2,891
Capital campaign expenses	166,438	117,954
Insurance	11,974	11,061
Interest on long-term debt	27,170	30,673
Office and supplies	37,342	28,615
Professional fees	28,534	22,174
Property taxes	13,620	10,019
Rent	39,000	39,000
Repairs and maintenance	5,792	13,236
Utilities	13,697	16,050
Vehicle expenses	6,501	12,521
Wages and benefits	<u>236,713</u>	<u>215,816</u>
	<u>720,139</u>	<u>633,157</u>
 <b>EXCESS OF REVENUES OVER EXPENSES</b>	<u>\$ 285,071</u>	<u>291,556</u>

**AGAPE TABLE INC.  
STATEMENT OF CHANGES IN NET ASSETS  
YEAR ENDED DECEMBER 31, 2025**

	<u>Invested in property and equipment</u>	<u>Unrestricted net assets</u>	<u>2025</u>	<u>2024</u>
<b>NET ASSETS, BEGINNING OF YEAR</b>	\$ 428,347	1,568,460	1,996,807	1,705,251
Excess (deficiency) of revenues over expenses	(24,386)	309,457	285,071	291,556
Purchase of property and equipment	6,528,331	(6,528,331)	-	-
Deferred capital contributions	(5,038,104)	5,038,104	-	-
Proceeds on loans payable	(900,000)	900,000	-	-
Principal repayment of loans payable	<u>33,946</u>	<u>(33,946)</u>	<u>-</u>	<u>-</u>
<b>NET ASSETS, END OF YEAR</b>	<u>\$ 1,028,134</u>	<u>1,253,744</u>	<u>2,281,878</u>	<u>1,996,807</u>

**AGAPE TABLE INC.  
STATEMENT OF CASH FLOW  
YEAR ENDED DECEMBER 31, 2025**

	<u>2025</u>	<u>2024</u>
<b>CASH PROVIDED BY (USED IN):</b>		
<b>OPERATING ACTIVITIES</b>		
Excess of revenues over expenses	\$ 285,071	291,556
Add (deduct) non-cash item(s):		
Amortization of property and equipment	31,402	36,611
Amortization of deferred capital contributions	<u>(7,016)</u>	<u>(9,328)</u>
	309,457	318,839
Changes in non-cash working capital:		
Accounts receivable	(136,419)	(59,246)
Prepaid expenses	5,244	(1,611)
Accounts payable and accrued liabilities	734,680	47,387
Deferred contributions - sponsorship	(5,000)	5,000
Deferred contributions - capital campaign	<u>(166,438)</u>	<u>(117,954)</u>
	<u>741,524</u>	<u>192,415</u>
<b>INVESTING ACTIVITIES</b>		
Purchase of property and equipment	(6,528,331)	(252,183)
Purchase of guaranteed investment certificate	(300,000)	-
Proceeds on maturity of guaranteed investment certificate	<u>-</u>	<u>250,000</u>
	<u>(6,828,331)</u>	<u>(2,183)</u>
<b>FINANCING ACTIVITIES</b>		
Proceeds from loans payable	900,000	-
Principal loan payments	(33,946)	(32,790)
Deferred contributions - capital campaign received	<u>2,706,811</u>	<u>1,359,124</u>
	<u>3,572,865</u>	<u>1,326,334</u>
<b>CHANGE IN CASH</b>	(2,513,942)	1,516,566
<b>CASH, BEGINNING OF YEAR</b>	<u>4,029,455</u>	<u>2,512,889</u>
<b>CASH, END OF YEAR</b>	<u>\$ 1,515,513</u>	<u>4,029,455</u>

**AGAPE TABLE INC.  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2025**

**1. ACCOUNTING ENTITY**

Agape Table Inc. (the "Organization") is a not-for-profit, non-share capital organization that provides low-cost nutritional food to low-income individuals in the downtown area of Winnipeg, Manitoba. It is a registered charity under the Corporations Act of Manitoba and solicits donations from the public. As a registered charity, the Organization is not subject to income tax.

**2. SIGNIFICANT ACCOUNTING POLICIES**

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations.

An underlying assumption of the preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organizations is that the entity will continue for the foreseeable future and will be able to realize its assets and discharge liabilities in the normal course of operations.

The financial statements include the following significant accounting policies:

**(a) Revenue Recognition**

The Organization 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.

Donations are recognized when received or receivable and when collectibility is reasonably assured. Capital campaign donations are recognized as revenue when the related expense has been incurred. Reimbursement of WCB is recognized as revenue when cash has been received. Amortization of deferred capital contributions is recognized as income on the basis consistent with the rate of amortization of the property and equipment.

Interest income is recognized in the period it relates to.

**(b) Property and Equipment**

Property and equipment is stated at cost less accumulated amortization. Amortization is recorded beginning in the later of the month of acquisition or when the asset is available for use. Amortization is based on the estimated useful life of the asset and is as follows:

Building	2% declining balance
Computer equipment	50% declining balance
Computer software	100% declining balance
Equipment	20% declining balance
Vehicles	30% declining balance
Leasehold improvements	20% declining balance

Additions are amortized at one-half the above rates in the year of acquisition.

Construction in progress represents architectural design, construction and project management costs related to the new building. Amounts will be amortized once the asset is in use.

**AGAPE TABLE INC.  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2025**

**2. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(c) Contributed Goods and Services**

Contributed goods and services, including donations of materials and volunteer services, which are used in the normal course of the Organization's operations and would otherwise have been purchased, are reported in the financial statements when fair value can be reasonably estimated. The Organization does not report in-kind donations when there is valuation uncertainty.

**(d) 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 at the date of the financial statements and the reported amounts of revenue and expenses during the year. Estimates include amounts payable for services not billed yet at the time these financial statements were approved, and the estimated useful lives of property and equipment. Actual results may differ from estimates.

**(e) Financial Instruments**

Financial instruments held by the Organization include cash, accounts receivable, guaranteed investment certificate, accounts payable and accrued liabilities and the current and long-term portion of the mortgage payable. The Organization initially measures its financial instruments at fair value when the asset or liability is first recognized. The Organization subsequently measures its financial instruments at cost or amortized cost. Amortized cost is the amount at which the financial instrument is measured at initial recognition, less principal repayments, plus or minus the cumulative of any difference between that initial amount and the maturity amount, and minus any reduction for impairment.

**(f) Recognition of Pledges**

Due to the uncertainty surrounding the collectibility of pledges, the Organization recognizes only those pledges for which amounts have been received within the fiscal year.

**3. GUARANTEED INVESTMENT CERTIFICATE (GIC)**

During the year, the Organization invested in a GIC in the amount of \$300,000 with an interest rate of 3.10% and a maturity date of March 31, 2026.

**4. ACCOUNTS RECEIVABLE**

	<u>2025</u>	<u>2024</u>
Donations and grants	\$ 137,369	91,669
City of Winnipeg deposits receivable	55,000	55,000
GST receivable	94,063	10,376
Accrued interest receivable	<u>7,032</u>	<u>-</u>
	<u>\$ 293,464</u>	<u>157,045</u>

**AGAPE TABLE INC.  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2025**

**5. PROPERTY AND EQUIPMENT**

	<u>2025</u>		<u>2024</u>	
	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Cost</u>	<u>Accumulated Amortization</u>
Land	\$ 654,155	-	654,155	-
Building	548,799	37,439	548,799	27,003
Computer equipment	9,872	5,327	4,546	3,446
Computer software	7,043	7,043	7,043	7,043
Equipment	269,582	56,906	84,466	49,860
Vehicles	79,152	56,075	79,152	46,185
Leasehold improvements	154,003	145,408	154,003	143,259
Construction in progress (i)	<u>6,884,299</u>	<u>-</u>	<u>546,410</u>	<u>-</u>
	<u>8,606,905</u>	<u>308,198</u>	<u>2,078,574</u>	<u>276,796</u>
Net book value	<u>\$ 8,298,707</u>		<u>1,801,778</u>	

(i) Construction in progress relates to the construction of a new building for the Organization. The building was substantially complete in April 2026, at an approximate cost of \$8.5 million.

**6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

	<u>2025</u>	<u>2024</u>
Holdbacks payable	\$ 416,968	-
Trade payable	399,886	89,797
Accrued liabilities	22,002	22,002
Salaries payable	15,329	13,160
Vacation payable	12,731	6,898
Credit card payable	<u>447</u>	<u>826</u>
	<u>\$ 867,363</u>	<u>132,683</u>

**AGAPE TABLE INC.  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2025**

**7. LOANS PAYABLE**

	<u>2025</u>	<u>2024</u>
Assiniboine Credit Union mortgage, bearing interest at an annual blended rate of 3.48%, repayable in installments of \$5,093, term maturing May 1, 2027, and is secured by a general security agreement over the land and building.	\$ 763,199	797,145
Assiniboine Credit Union bridge financing, bearing variable interest at prime plus 0.80% (currently 5.20%) with repayment terms of up to 12 months interest only during construction, and repayments over 48 months upon completion of construction in lump sums as donations are received. Interest is payable monthly. Financing is secured by a general security agreement over the land and building.	<u>900,000</u>	<u>-</u>
	1,663,199	797,145
Less: current portion	<u>35,152</u>	<u>33,953</u>
	<u>\$ 1,628,047</u>	<u>763,192</u>

The future estimated principal repayment of the mortgage payable as follows:

2026	\$	35,152
2027		36,393
2028		37,678
2029		39,008
2030		940,386
Thereafter		<u>574,582</u>
		<u>\$ 1,663,199</u>

**8. DEFERRED CONTRIBUTIONS - CAPITAL CAMPAIGN**

Deferred contributions - capital campaign represent unspent funding restricted for both capital purchases related to the construction of the building and expenses related to the capital campaign. Changes in the deferred contributions balance are as follows:

	<u>2024</u>	<u>Contributions Received</u>	<u>Contributions Recognized</u>	<u>Property and Equipment Purchases</u>	<u>2025</u>
Restricted donations	\$ 2,497,731	2,706,811	166,438	5,038,104	<u>-</u>

**AGAPE TABLE INC.  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2025**

**9. DEFERRED CAPITAL CONTRIBUTIONS**

Deferred capital contributions represent the purchased but unamortized balance of capital campaign contributions used for the purchase of property and equipment. Deferred capital contributions will be amortized into income over the useful life of the property and equipment once put into use. Changes in the deferred contributions balance by assets purchased with restricted donations are as follows:

	<u>2024</u>	<u>Property and Equipment Purchases</u>	<u>Amortization Revenue Recognized</u>	<u>2025</u>
Construction in progress	\$ 546,411	4,852,988	-	5,399,399
Equipment	19,462	185,116	3,892	200,686
Vehicle	10,413	-	3,124	7,289
	<u>576,286</u>	<u>5,038,104</u>	<u>7,016</u>	<u>5,607,374</u>
Less: current portion				<u>(77,806)</u>
				<u>\$ 5,529,568</u>

**10. IN-KIND DONATIONS**

In-kind donations in the amount of \$105,097 (2024 - \$122,544) have been reported as revenue in 2025.

Food donations from Manitoba Harvest have not been reported in the financial statements due to valuation uncertainty. During the year, Manitoba Harvest has confirmed 313,333 lbs (2024 - 338,163 lbs) of food donated to the Organization.

**11. COMMITMENTS**

The Organization entered into a lease commitment on June 15, 2018, with an unrelated third party in regard to its premises. The agreement requires base rental payments of \$2,500 per month. In addition to its base rental payments, the Organization is required to pay \$750 per month, relating to its proportionate share of utilities. The lease commitment expired on June 30, 2025, and has been month-to-month until the anticipated move-in date to the new building of April 2026.

**12. AGAPE TABLE ENDOWMENT FUND**

On February 16, 2006, the Organization entered into an agreement with The Winnipeg Foundation to establish the Agape Table Endowment Fund (the "Endowment Fund"). Contributions to the Endowment Fund are made by both the Organization and the general public. All contributions made to the Endowment Fund are held and invested by The Winnipeg Foundation.

Investment income generated from the contributed capital may be used at the discretion of the Board of Directors of Agape Table. In the event of a proven extraordinary need of the Organization to access the fund, such as cash flow shortfalls or necessary capital expenditures. The Organization can be funded up to 25% of the endowment contributions at the discretion of The Winnipeg Foundation.

The Endowment Fund asset is not reported on the statement of financial position of the Organization and had a market value of \$180,930 (2024 - \$163,721) as at December 31, 2025.

**AGAPE TABLE INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2025**

**13. FINANCIAL RISK MANAGEMENT**

**(a) Liquidity Risk**

Liquidity risk is the risk that the Organization will not be able to meet its financial obligations as they come due. Financial liabilities consist of accounts payable and accrued liabilities and the current portion of the mortgage payable. Financial liabilities are paid in the normal course of business and, except under certain exceptions, no later than three months.

The Organization's approach to managing liquidity risk is to ensure, as far as possible, that it will always have sufficient liquidity to meet financial liabilities when due. At December 31, 2025, the Organization has a cash balance of \$1,515,513 (2024 - \$4,029,455) and financial liabilities of \$902,515 (2024 - \$166,636).

**(b) Credit Risk**

Credit risk is the risk that a counterparty will default on its financial liabilities. Financial instruments, which potentially subject the Organization to credit risk and concentrations of credit risk, consist principally of accounts receivable.

The Organization manages credit risk associated with accounts receivable by pursuing collections when they are due.

**(c) 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. It is management's opinion that the Organization is exposed to interest rate price risk and interest rate cash flow risk due to its guaranteed investment certificate and mortgage payable. The Organization mitigates this risk by entering into in fixed rate GICs and term mortgages.