THE LEARNING EXCHANGE/CENTRE LIRE ECRIRE

FINANCIAL STATEMENTS

JUNE 30, 2025

Patricia McGovern CPA

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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Directors of
THE LEARNING EXCHANGE/CENTRE LIRE ECRIRE

I have reviewed the accompanying financial statements of THE LEARNING EXCHANGE/CENTRE LIRE ECRIRE, that comprise the balance sheet as at June 30, 2025, and the statements of operations and changes in net assets and cash flow for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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.

Practitioner's Responsibility

My responsibility is to express a conclusion on the accompanying financial statements based on my review. I conducted my review in accordance with Canadian generally accepted standards for review engagements, which require me to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, I do not express an audit opinion on these financial statements.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the financial statements do not present fairly, in all material respects, the financial position of THE LEARNING EXCHANGE/CENTRE LIRE ECRIRE as at June 30, 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.

Patricia McKeown CPA[1]

Westmount, Québec
October 8, 2025

[1] By CPA auditor, public accountancy permit No. A111895

THE LEARNING EXCHANGE/CENTRE LIRE ECRIRE

BALANCE SHEET

AS AT JUNE 30, 2025
(unaudited)

		2025		2024
ASSETS				
CURRENT ASSETS				
Cash	**$**	**41,121**	$	39,015
Accounts receivable		**10,598**		14,075
	$	**51,719**	$	53,090
LIABILITIES				
CURRENT LIABILITIES				
Accounts payable and accrued liabilities **(note 3)**	**$**	**22,837**	$	22,933
Deferred contributions **(note 4)**		**8,885**		24,568
		31,722		47,501
NET ASSETS				
UNRESTRICTED		**19,997**		5,589
	$	**51,719**	$	53,090

On behalf of the Board,

Mona Arsenault
Mona Arsenault (Oct 15, 2025 18:39:21 EDT)
_____, Director

Valerie Sauriol
Valerie Sauriol (Oct 16, 2025 10:16:51 EDT)
_____, Director

THE LEARNING EXCHANGE/CENTRE LIRE ECRIRE

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS

FOR THE YEAR ENDED JUNE 30, 2025

(unaudited)

		2025		2024
REVENUES				
PACTE	**$**	**213,573**	$	204,378
School funds project - PACTE		**24,568**		43,332
General		**3,086**		1,365
Special projects		**33,492**		-
Storytime Project		**25,000**		31,250
Move into Literacy		**17,860**		17,927
		317,579		298,252
EXPENSES				
Communication		**1,500**		2,351
Office expenses		**17,881**		23,969
Housing and relocation		**8,351**		6,850
Organizational development		**638**		941
Professional fees		**19,177**		17,955
Program activities		**79,866**		65,255
Publicity		**2,548**		548
Salaries and benefits		**173,210**		169,969
		303,171		287,838
EXCESS OF REVENUES OVER EXPENSES		**14,408**		10,414
NET ASSETS, BEGINNING OF YEAR		**5,589**		(4,825)
NET ASSETS, END OF YEAR	**$**	**19,997**	$	5,589

THE LEARNING EXCHANGE/CENTRE LIRE ECRIRE

STATEMENT OF CASH FLOW

FOR THE YEAR ENDED JUNE 30, 2025

(unaudited)

		2025		2024
OPERATING ACTIVITIES				
Excess of revenues over expenses	**$**	**14,408**	$	10,414
Net change in non-cash items related to operating activities:				
Accounts receivable		**3,477**		787
Accounts payable and accrued liabilities		**(96)**		(1,644)
Deferred contributions		**(15,683)**		(98,710)
		(12,302)		(99,567)
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		**2,106**		(89,153)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR		**39,015**		128,168
CASH AND CASH EQUIVALENTS, END OF YEAR	**$**	**41,121**	$	39,015

Cash and cash equivalents consist of cash.

1. INCORPORATION AND NATURE OF ACTIVITES

The organization was incorporated under Part III of the Quebec Companies Act on January 26, 1989.

The organization serves, recruits, trains, and supports members of the Laval and Northshore English-speaking community through reading, writing, numeracy and life-skills programs. Its' major source of funding is from the programme d'action communautaire sur le terrain de l'education (PACTE), a provincial grant administered by the Direction de la formation générale des adults (DFGA).

As the grant is designed to cover recurring operating expenses, the organization is economically dependent on revenues from this source.

To succeed in fulfilling its mission, the organization also seeks other sources of funding through project proposals, partnerships, private and corporate donors and sponsors.

2. SIGNIFICANT ACCOUNTING POLICIES

The organization applies the Canadian accounting standards for not-for-profit organizations.

FINANCIAL INSTRUMENTS

Initial measurement

The organization initially measures its financial assets and liabilities originated or exchanged in arm's length transactions at fair value. Financial assets and liabilities originated or exchanged in related party transactions, except for those that involve parties whose sole relationship with the organization is in the capacity of management, are initially measured at cost.

Subsequent measurement

The organization subsequently measures all its financial assets and liabilities at cost or amortized cost.

Financial assets measured at amortized cost using the straight-line method include cash, trade and other receivables.

CAPITAL ASSETS AND AMORTIZATION

Purchases of capital assets and books are expensed as incurred. Amortization if not recorded. Capital assets and books purchased during the year and charged to expenses amounted to $1,515, (2024 - $3,016).

3. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

		2025		2024
Accounts payable and accrued liabilities	**$**	**3,013**	$	2,946
Government remittances		**19,824**		19,987
	$	**22,837**	$	22,933

4. DEFERRED CONTRIBUTIONS

		2025		2024
BALANCE, beginning of year	**$**	**24,568**	$	123,278
Add: amount received related to the current and/or following years		**84,360**		198,176
Less: Amount applied to programs during the year		**(100,043)**		(296,886)
	$	**8,885**	$	24,568

5. COMMITMENT

The commitments of the organization under lease agreements aggregate to $8,800. The instalments over the next year are the following:

2026	$	8,800

6. COMPARATIVE FIGURES

Certain figures for 2024 have been reclassified to conform to the presentation adopted in 2025.