Financial Statements

Hope Mission

December 31, 2025

Contents

Management Responsibility Statement

Management of Hope Mission is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgements and estimates in accordance with Canadian accounting standards for not-for-profit organizations and ensuring that all information in the annual report is consistent with the statements.

Management prepares the financial statements in accordance with Canadian generally accepted accounting principles The financial statements are considered by management to present fairly the management's financial position and results of operations.

The Organization, in fulfilling its responsibilities, has developed and maintains a system of internal accounting controls designed to provide reasonable assurance that management assets are safeguarded from loss or unauthorized use, and that the records are reliable for preparing the financial statements.

The financial statements have been reported on by Doane Grant Thornton LLP, Chartered Professional Accountants, the shareholders' auditors. Their report outlines the scope of their examination and their opinion on the financial statements.

Executive Director
April 1, 2026

mt
Director of Finance

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Independent Auditor's Report

To the Members of
Hope Mission

Qualified opinion

We have audited the financial statements of Hope Mission (the "Organization"), which comprise the statement of financial position as at December 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.

In our opinion, except for the 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 Organization as at December 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 Organization derives revenue from fundraising activities the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues 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 fundraising revenue, excess of revenues over expenses, 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.

Doane Grant Thornton

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.

Doane Grant Thornton LLP

Chartered Professional Accountants

Edmonton, Canada
April 1, 2026

Hope Mission
Statement of Operations

Year ended December 31	2025	2024
Revenues		
Donations	$ **24,474,113**	$ 16,543,689
Bargain Shoppe and other ancillary operations	**518,148**	718,667
Interest income	**453,370**	585,252
Other income	**401,989**	1,064,698
Designated donations	**368,560**	319,155
	26,216,180	19,231,461
Expenses		
Fundraising	**3,447,752**	2,380,506
Wages and employee benefits	**2,355,648**	2,464,910
Bargain Shoppe and other ancillary operations	**802,827**	975,945
Ministry van - Red Deer and Calgary	**460,939**	257,993
Designated projects	**409,810**	277,219
Amortization	**399,495**	424,372
Office - donation processing	**308,967**	737,891
Office - general	**296,354**	192,056
Office - supplies	**141,466**	188,018
Goods and services tax	**93,314**	73,279
Insurance	**85,814**	46,126
Telephone, communication and I.T. services	**74,465**	107,725
Travel	**67,819**	58,481
Professional fees	**34,372**	32,422
Annual banquet and special events	**24,283**	38,466
Training and staff development	**17,702**	24,503
Cost recovery (Note 12)	**(1,670,091)**	(1,438,849)
	7,350,936	6,841,063
Excess of revenues over expenses before programs and other items	**18,865,244**	12,390,398
Net program expenses over revenues		
Program for the Homeless (Schedule 1)	**503,191**	4,868,383
R.W. Tegler Youth Centre and Kids in Action (Schedule 2)	**1,088,808**	1,392,328
Brightwood Ranch (Schedule 3)	**739,126**	874,751
Women's Centre (Schedule 4)	**392,409**	485,245
Bethany Homes (Schedule 5)	**612,327**	795,278
Calgary Hope (Schedule 6)	**1,138,263**	1,391,601
Red Deer Hope (Schedule 7)	**447,099**	604,600
Wetaskiwin Hope (Schedule 8)	**(141,128)**	10,766
	4,780,095	10,422,952
Excess of revenues over expenses before other items	**14,085,149**	1,967,446
Other item		
Gain on sale of capital assets	**-**	650,779
Excess of revenues over expenses	$ **14,085,149**	$ 2,618,225

See accompanying notes and schedules to the financial statements.

Hope Mission
Statement of Changes in Net Assets
Year ended December 31

	Invested in capital assets	Unrestricted	Total 2025	Total 2024
Balance, beginning of year	$ 42,239,748	$ 5,318,060	$ **47,557,808**	$ 44,939,583
Excess (deficiency) of revenues over expenses	(1,757,245)	15,842,394	**14,085,149**	2,618,225
Invested in capital assets	10,165,386	(10,165,386)	-	-
Balance, end of year	$ **50,647,889**	$ **10,995,068**	$ **61,642,957**	$ 47,557,808

See accompanying notes and schedules to the financial statements.

Hope Mission
Statement of Financial Position

December 31	2025	2024
Assets		
Current		
Cash and cash equivalents (Note 3)	**$ 16,024,451**	$ 7,823,137
Short-term investments (Note 4)	**101,953**	-
Accounts receivable	**1,415,241**	1,696,986
Inventory	**17,303**	50,673
Prepaid expenses and deposits	**723,563**	454,324
	18,282,511	10,025,120
Tangible capital assets (Note 5)	**92,910,490**	79,192,358
	$ 111,193,001	$ 89,217,478
Liabilities		
Current		
Accounts payable and accrued liabilities (Note 6)	**$ 2,971,663**	$ 2,953,472
Deferred revenue (Note 7)	**4,091,073**	746,578
	7,062,736	3,700,050
Deferred lease obligation (Note 8)	**1,350,000**	1,350,000
Deferred capital contributions (Note 9)	**41,137,308**	36,609,620
	49,550,044	41,659,670
Net Assets		
Invested in capital assets	**50,647,889**	42,239,748
Unrestricted	**10,995,068**	5,318,060
	61,642,957	47,557,808
	$ 111,193,001	$ 89,217,478

On behalf of the Director

J McSkimmin Member Margaret Overland Member

See accompanying notes and schedules to the financial statements.

Hope Mission
Statement of Cash Flows

Year ended December 31	2025	2024
Operating		
Donations	$ 25,650,236	$ 17,498,957
Grants	42,655,511	40,332,637
Other income	4,799,240	2,309,368
Interest received	453,370	585,252
Cash paid to suppliers and employees	(53,954,598)	(57,250,245)
	19,603,759	3,475,969
Financing		
Deferred capital contributions	3,432,893	1,300,000
Investing		
Purchase of tangible capital assets	(14,733,385)	(10,934,774)
Proceeds on disposal of tangible capital assets	-	71,546
Proceeds on disposition of short term investments	-	833,578
Purchase of short term investments	(101,953)	-
	(14,835,338)	(10,029,650)
Increase (decrease) in cash	8,201,314	(5,253,681)
Cash		
Beginning of year	7,823,137	13,076,818
End of year	$ 16,024,451	$ 7,823,137

See accompanying notes and schedules to the financial statements.

1. Purpose of organization

Hope Mission (the "Organization") was incorporated under the authority of the Societies Act of Alberta. As a registered charity under the Income Tax Act of Canada, Hope Mission is exempt from income taxes.

The purpose of the Organization is to minister spiritually, physically and socially to needy men, women, young people and children by various means of Christian endeavor and to spread the Gospel of Jesus Christ by all such means as the Organization may deem proper and expedient.

2. Summary of significant accounting policies

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations ("ASNPO") and include the following significant accounting policies:

Use of estimates and measurement uncertainty

The preparation of financial statements in conformity with ASNPO requires management to make estimates and assumptions that effect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Management reviews the carrying amounts of items in the financial statements at each statement of financial position date to assess the need for revision or any possibility of impairment. Management determines these estimates based on assumptions that reflect the most probable set of economic conditions and planned course of action. Actual results could differ from those estimates.

Significant estimates included in these financial statements include the collectability of accounts receivable, useful lives of capital assets and the fair value of contributed capital assets.

2. Summary of significant accounting policies (continued)

Revenue recognition

The Organization follows the deferral method of accounting for contributions.

Restricted contributions for operational purposes, including grants and donations, and restricted contract income are recognized as revenue in accordance with the contract, grant or donor agreements in the year in which the related expenses are incurred. Restricted contributions received for the purchase of tangible capital assets that will be amortized are deferred and recognized as revenue on the same basis as the amortization expense related to the acquired tangible capital assets. Restricted contributions for the purchase of tangible capital assets that will not be amortized are recognized as a direct increase in the investment in capital asset fund. A liability to repay a restricted contribution with contingent repayment terms is accounted for in the period in which conditions arise that causes the restricted contribution to be repaid.

Unrestricted contributions are recognized as revenue in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

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

Revenues relating to rent, Bargain Shoppe and other ancillary operations are recognized as revenue once received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Cash, cash equivalents and restricted cash

Cash and cash equivalents includes balances with banks and short-term investments with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

Investments

The Organization has investments in guaranteed investment certificates. These short-term investments have a matuirty of one year or less at acquisition and are held for the purpose of meeting short-term cash requirements.

Tangible capital assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to the acquisition, construction, development or betterment of the asset. Contributed capital assets are recorded at fair value at the date of contribution. The cost, less residual value, of the capital asset is amortized on a declining balance basis over their estimated useful lives as follows:

2. Summary of significant accounting policies (continued)

Tangible capital assets (continued)

Buildings	4%
Automotive	30%
Computer equipment	30%
Computer software	30%
Equipment	20%
Furniture and fixtures	20%
Fences	10%
Kitchen equipment	20%
Parking lot	8%

Assets under construction are not amortized until the asset is available for productive use.

Contributed capital assets are initially recognized as a deferred capital contribution and recognized as revenue on the same basis as amortization expense. If a capital asset will not be amortized, the contributed capital asset is recognized as a direct increase in net assets.

Impairment of long-lived assets

The Organization tests for impairment when events or changes in circumstances indicate the carrying amount of an item or class of capital assets may not be recoverable. Recoverability is determined by comparing the carrying amount of the asset to the undiscounted future cash flows expected from use and eventual disposition of the asset. In such situations, the asset is measured at its fair value and presented in the Statement of Financial Position at the lower of the fair value or carrying amount.

Contributed materials and services

Volunteers assist the Organization in carrying out certain activities. Because of the difficulty of determining the fair value and the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

The Organization receives contributions in the form of supplies or property. Contributed materials and property are recorded at fair market value as determined on the date contributed, if fair value can be reasonably determined.

2. Summary of significant accounting policies (continued)

Financial instruments

Initial measurement:

The Organization's financial instruments are measured at fair value when issued or acquired. For financial instruments subsequently measured at cost or amortized cost, fair value is adjusted by the amount of the related financing fees and transaction costs. Transaction costs and financing fees relating to financial instruments that are measured subsequently at fair value are recognized in operations in the year in which they are incurred.

Subsequent measurement:

At each reporting date, the Organization measures its financial assets and liabilities at cost or amortized cost (less impairment in the case of financial assets), except for equities quoted in an active market, which must be measured at fair value. The Organization uses the effective interest method to amortize any premiums, discounts, transaction fees and financing fees to the Statement of Operations. The financial instruments measured at amortized cost are cash and cash equivalents, restricted cash, short term investments, accounts receivable, and accounts payable and accrued liabilities. The carrying value of these financial instruments approximates their fair value due to the short-term nature, unless otherwise noted.

For financial assets measured at cost or amortized cost, the Organization regularly assesses whether there are any indications of impairment. If there is an indication of impairment, and the Organization determines that there is a significant adverse change in the expected timing or amount of future cash flows from the financial asset, it recognizes an impairment loss in the Statement of Operations. Any reversals of previously recognized impairment losses are recognized in operations in the year the reversal occurs.

Related party financial instruments:

Financial assets and financial liabilities in related party transactions are initially measured at cost, with the exception of certain instruments which are initially measured at fair value. Subsequent measurement is based on how the Organization initially measured the instrument. The Organization does not have any financial assets or financial liabilities in related party transactions at fair value.

3. Cash and cash equivalents

	2025	2024
Cash	$ **15,799,744**	$ 6,816,127
Restricted cash	**224,707**	1,007,010
	$ **16,024,451**	$ 7,823,137

Restricted cash is comprised unspent deferred capital contributions received for the following capital projects:

	2025	2024
Red Deer Hope building	$ **183,707**	$ 179,131
HJC Wellness Centre	**41,000**	-
Wetaskiwin Hope building	**-**	827,879
	$ **224,707**	$ 1,007,010

4. Short-term investments

	2025	2024
Term deposits	$ **101,953**	$ -

5. Tangible capital assets

			2025	2024
	Cost	Accumulated Amortization	**Net Book Value**	Net Book Value
Land	$ 17,413,814	$ -	$ **17,413,814**	$ 14,913,814
Buildings	97,271,055	25,952,269	**71,318,786**	60,429,542
Automotive	2,711,456	1,739,070	**972,386**	662,149
Computer equipment	305,129	210,315	**94,814**	135,448
Computer software	119,415	85,375	**34,040**	44,956
Equipment	341,207	126,715	**214,492**	238,498
Furniture and fixtures	2,360,992	850,368	**1,510,624**	1,674,590
Fences	85,347	41,382	**43,965**	48,850
Kitchen equipment	2,059,756	827,665	**1,232,091**	962,470
Parking lot	141,454	65,976	**75,478**	82,041
	$ 122,809,625	$ 29,899,135	$ **92,910,490**	$ 79,192,358

5. Tangible capital assets (continued)

Included in buildings is cost of $15,145,695 (2024 - $3,512,698), related to capital projects in progress. Amortization on the capital projects in progress will commence when the assets are available for use.

Included in buildings is $2,263,215 (2024 -$nil) of contributed buildings received during the year, a corresponding amounts was recognized in deferred capital contributions (Note 9).

The total amortization expense recognized for the year ended December 31, 2025 is $3,278,468 (2024 - $3,210,896).

6. Accounts payable and accrued liabilities

Included in accounts payable and accruals are government remittances payable of $nil (2024 - $866,738).

7. Deferred contributions

Details of the changes in deferred contributions are as follows:

	2025	2024
Balance, beginning of year	$ **746,578**	$ 2,953,092
Grants received during the year	**43,998,671**	40,332,637
Amounts recognized as revenue	**(40,654,176)**	(40,325,828)
Amounts transferred to deferred capital contributions	**-**	(2,213,323)
Balance, end of year	$ **4,091,073**	$ 746,578

The deferred contributions include the following:

	2025	2024
Alberta Seniors, Community and Social Services	$ **2,299,855**	$ 150,000
Minister of Assisted Living and Social Services	**1,522,887**	-
Homeward Trust	**199,604**	375,195
Other	**68,727**	221,383
	$ **4,091,073**	$ 746,578

8. Deferred lease obligation

In 2023, the Organization received land in the City of Red Deer with a fair market value of $1,350,000 in exchange for a lease and joint use agreement upon completion of the facility construction. The lease has a term of 35 years, commencing on the date the Organization receives an occupancy permit from the City of Red Deer for the building.

9. Deferred capital contributions

Details of the changes in deferred capital contributions are as follows:

	2025	2024
Balance, beginning of year	**$ 36,609,620**	$ 34,236,978
Grants and other amounts received during the year	**3,785,697**	1,656,959
Contributed buildings (Note 5)	**2,263,215**	-
Amounts transferred from deferred revenue	**-**	2,213,323
Amounts recognized as revenue during the year	**(1,521,223)**	(1,497,640)
Balance, end of year	**$ 41,137,309**	$ 36,609,620

During the year, the Organization received $4,576 (2024 - $52,437) for the new Red Deer Hope building. The full amount has been recorded in deferred capital contributions and the cash received but not yet spent of $183,707 (2024 - $179,131) has been included in restricted cash (Note 3).

During the year, the Organization received $41,000 (2024 - $nil) for the HJC Wellness Center. The total amount has been recorded in deferred capital contributions and the cash received but not yet spent has been included in restricted cash (Note 3).

10. Contingencies and commitments

Under an agreement with Homeward Trust Edmonton, Hope Mission undertook to renovate Immigration Hall, a heritage building to provide low rent apartments. This work was completed and the renovated Immigration Hall opened in 2009. Homeward Trust Edmonton maintains a caveat on the title of Immigration Hall, and is entitled to a proportion of proceeds on a sliding scale should the property be sold prior to the year 2030.

Hope Mission entered into an agreement with Homeward Trust Edmonton for the demolition and reconstruction of Edwardson Place, which was completed in 2016. Homeward Trust Edmonton provided a capital grant of $2.0 million towards construction costs and therefore maintains a caveat on the title of Edwardson Place, entitling them to repayment should the property be sold and proceeds of disposition are not committed to supporting similar services to homeless individuals, or if the facility ceases to operate for its intended purpose prior to the year 2034.

Under various contracts with Alberta Seniors, Community and Social Services, Homeward Trust Edmonton and other government agencies, Hope Mission is responsible for managing various programs. Any deficit from operating these programs are the responsibility of Hope Mission and any surpluses are potentially repayable to the funder.

Subsequent to year end, Hope Mission entered into an agreement for the construction of Hope Mission Red Deer facility, for total construction costs of $8,623,169, inclusive of sales tax.

11. Credit facilities

Hope Mission has access to a revolving operating credit facilities to a maximum of $ 6,000,000 (2024 - $ 6,000,000) with interest calculated at the lender's prime rate. The facilities are secured by a general security agreement over all present and after acquired personal property, a land mortgage in the principal sum of $5,000,000 over certain lands held by the Organization, and a general assignment of leases and rents in respect of certain properties held by the Organization. As at December 31, 2025, no amounts were drawn on these facilities. The Organization also has a letter of credit outstanding in respect of a development permit with the City of Edmonton in the amount of $76,000 (2024 - $76,000).

The credit facilities are subject to financial covenants with respect to the working capital ratio, total debt to equity ratio, and debt service coverage ratio. As at December 31, 2025, the Organization is in compliance with the financial covenants.

12. Allocated expenditures

The Organization provides administrative services to many of its programs. The fees for these services are recorded as expenditures to the related restricted programs as management fees. The management fees are based on funder approved budgets, size of programs, and uses of administrative resources. Administrative services include accounting, human resources, information technology, facility management, communications and development, planning and evaluation, leadership and governance.

Bargain Shoppe and other ancillary operations expense includes the costs of operating an internal laundry service. Laundry fees are charged as an expense to the Program for the Homeless on Schedule 1, and included as part of laundry supplies. The corresponding cost reduction is shown in the Statement of Operations as a cost recovery.

	2025	2024
Schedule 1 - Program for the Homeless		
Management fees - Program for the Homeless		
Emergency shelter	$ 249,861	$ 292,730
Management / Admin Fee-Minvan	266,732	237,600
Karis Centre	249,746	250,011
Emergency homeless shelter	188,964	148,868
Rapid Exit program	167,215	186,285
Rapid Re-Housing program	99,956	80,972
Base program	89,857	126,890
Minivan shelter outreach team	52,199	45,359
Outreach	50,731	-
Supported referrals program	35,354	23,367
Rural winter emergency response	34,350	11,667
Strathmore shelter	34,000	8,500
OSSI ICM	26,775	-
HJC Response Team	24,688	-
Carepoint pet shelter	23,625	-
UHEI Immigration Hall	20,000	-
OSSI Rapid Re-Housing Program	10,450	-
OSSI SOHT	10,000	-
Surge and Day Space	7,143	-
OSSI Wellspring	5,175	-
Hope health medical beds	3,125	-
	1,649,946	1,412,249
Management fees - Women's Program (Schedule 4)		
Base program	20,144	26,600
	$ 1,670,090	$ 1,438,849

13. Fundraising expenses

As required under The Charitable Fundraising Act of Alberta, the Organization reports that $558,831 (2024 - $802,458) was paid as remuneration to employees in respect of fundraising related work in the year ended December 31, 2025 and $3,447,752 (2024 - $2,380,506) in other expenses incurred for the purposes of soliciting contributions.

14. Financial instruments

The main risks the Organization is exposed to through its financial instruments are detailed as follows:

(a) Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. As the Organization is funded primarily by government and other grants, it is not subject to significant credit risk.

(b) Market risk

Market risk is the risk that the fair value or expected 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 Organization is mainly exposed to interest rate risk.

(i) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. Changes in market interest rates may have an effect on the cash flows associated with some financial assets and liabilities, known as cash flow risk, and on the fair value of other financial assets or liabilities, known as price risk.

The Organization is exposed to interest rate risk with respect to its credit facility agreement (Note 12). The Organization is able to manage interest rate risk by investing in term deposits and borrowing at floating rates with a no penalty prepayment option.

Hope Mission
Schedule 1 - Program for the Homeless

Year ended December 31	2025	2024
Revenue		
Amortization of deferred capital contributions	$ **1,373,348**	$ 1,343,580
Government grants	**28,313,056**	18,175,329
Government grants - Karis Centre	**4,495,420**	4,829,222
Government grants - Rural Winter Emergency Response	**710,163**	2,757,815
Government grants - Service Hub	**445,406**	1,930,092
Government grants - Reception and Referral Centre	**-**	1,520,000
Homeward Trust Edmonton grants	**2,562,065**	2,139,891
Other income	**305,321**	751
REACH	**2,228,501**	1,980,000
Rental	**313,024**	315,859
Shelter Outreach Team	**344,659**	261,270
Strathmore shelter contract	**510,000**	85,000
	41,600,963	35,338,809
Expenditures		
Amortization	**2,132,989**	2,025,797
Fees, licenses and permits	**19,189**	33,156
Food and kitchen supplies	**1,890,941**	2,202,763
Good and service tax	**106,139**	103,413
Insurance	**485,936**	390,958
Interest and bank charges	**8,752**	5,791
Laundry supplies	**358,886**	290,396
Management fee (Note 12)	**1,649,946**	1,412,249
Office supplies	**111,501**	133,172
Professional fees	**77,826**	85,937
Property taxes	**29,251**	72,330
Rent	**1,513,457**	1,203,448
Repairs and maintenance	**526,004**	622,853
Special events	**58,790**	41,657
Supplies	**1,668,438**	1,889,867
Telephone, communication and I.T. services	**159,494**	161,764
Towels, blankets and mats	**-**	11,049
Training and staff development	**34,244**	29,544
Utilities	**896,318**	825,238
Vehicle, travel and transit	**414,412**	215,323
Wages and employee benefits	**29,692,384**	28,268,044
Waste removal	**269,257**	182,443
	42,104,154	40,207,192
Deficiency of revenues over expenses	$ **(503,191)**	$ (4,868,383)

Hope Mission
Schedule 2 - R.W. Tegler Youth Centre and Kids in Action

Year ended December 31	2025	2024
Revenue		
Government grants (Note 7)	$ 1,895	$ 149
Amortization of deferred capital contributions (Note 9)	3,653	3,805
	5,548	3,954
Expenditures		
Amortization	76,305	77,219
Automotive	16,974	13,312
Fees, licenses and permits	-	263
Food and kitchen costs	245,611	471,222
Goods and services tax	2,600	4,020
Insurance	45,661	48,473
Office supplies	23,632	32,828
Professional fees	1,101	1,767
Repairs and maintenance	10,575	28,544
Telephone, communication and I.T. services	3,941	4,664
Training and staff development	15,559	572
Utilities	36,986	32,898
Wages and employee benefits	583,071	662,947
Waste removal	32,340	17,553
	1,094,356	1,396,282
Deficiency of revenues over expenses	$ (1,088,808)	$ (1,392,328)

Hope Mission
Schedule 3 - Brightwood Ranch

Year ended December 31	2025	2024
Revenue		
Donations	$ 305,784	$ 192,426
Other income	38,842	23,958
Amortization of deferred capital contributions (Note 9)	34,055	35,498
Rental	10,643	-
	389,324	251,882
Expenditures		
Amortization	189,920	189,019
Automotive	33,325	17,740
Fees, licenses and permits	109	109
Food and kitchen costs	113,333	111,532
Goods and services tax	5,983	5,902
Insurance	92,223	93,157
Interest and bank charges	405	(1,475)
Office supplies	12,623	5,591
Professional fees	17,207	18,167
Recreation supplies	3,376	129
Repairs and maintenance	153,966	163,057
Telephone, communication and I.T. services	4,990	6,244
Training and staff development	6,162	3,682
Utilities	58,571	59,151
Vehicle, travel and transit	9,789	12,200
Wages and employee benefits	417,097	439,483
Waste removal	9,371	2,945
	1,128,450	1,126,633
Deficiency of revenues over expenses	$ (739,126)	$ (874,751)

Hope Mission
Schedule 4 - Women's Centre

Year ended December 31		2025		2024
Revenue				
Homeward Trust Edmonton grants (Note 7)	$	**155,250**	$	206,751
Rental		**54,300**		82,910
Other income		**317**		360
Amortization of deferred capital contributions (Note 9)		**53,512**		55,742
		263,379		345,763
Expenditures				
Amortization		**132,931**		135,983
Client services		**940**		895
Food and kitchen costs		**2,307**		14,183
Goods and services tax		**538**		820
Insurance		**26,152**		25,302
Interest and bank charges		**725**		510
Management fee (Note 12)		**20,144**		26,600
Office supplies		**33,228**		29,382
Professional fees		**2,752**		4,627
Repairs and maintenance		**42,667**		42,515
Telephone, communication and I.T. services		**14,693**		4,408
Training and staff development		**693**		1,773
Utilities		**46,946**		47,668
Wages and employee benefits		**331,072**		495,358
Waste removal		**-**		984
		655,788		831,008
Deficiency of revenues over expenses	**$**	**(392,409)**	$	(485,245)

Hope Mission
Schedule 5 - Bethany Homes

Year ended December 31	2025	2024
Revenue		
Nutrition program (Note 7)	$ 200,816	$ 324,509
Donations	148,975	86,727
Other revenue	62,574	66,353
Amortization of deferred capital contributions (Note 9)	23,292	24,263
	435,657	501,852
Expenditures		
Amortization	114,355	119,040
Automotive	64,308	70,778
Fees, licenses and permits	1,521	218
Food and kitchen	185,170	289,312
Goods and services tax	3,809	5,442
Insurance	23,553	22,392
Office supplies	11,312	6,254
Professional fees	2,696	2,651
Property taxes	-	1,053
Repairs and maintenance	3,131	6,364
Supplies	105,036	160,226
Telephone, communication and I.T. services	4,236	2,530
Training and staff development	752	21,538
Utilities	25,113	24,746
Vehicle, travel and transit	2,816	4,884
Wages and employee benefits	497,761	558,932
Waste Removal	2,415	770
	1,047,984	1,297,130
Deficiency of revenues over expenses	$ (612,327)	$ (795,278)

Hope Mission
Schedule 6 - Calgary Hope

Year ended December 31	2025	2024
Revenue		
Amortization of deferred capital contributions (Note 9)	$ **33,363**	$ 34,752
Other revenue	**10,350**	34,933
	43,713	69,685
Expenditures		
Amortization	**232,473**	239,465
Automotive	**43,259**	33,976
Fees, licenses and permits	**524**	3,586
Food and kitchen costs	**27,767**	86,918
Goods and services tax	**4,491**	5,494
Insurance	**37,672**	36,132
Office supplies	**15,179**	6,272
Professional fees	**2,202**	3,534
Property taxes	**-**	17,075
Repairs and maintenance	**29,597**	46,803
Supplies	**68,332**	69,108
Telephone, communication and I.T. services	**3,583**	5,331
Training and staff development	**1,558**	762
Utilities	**56,151**	66,365
Vehicle, travel and transit	**28,709**	28,322
Wages and employee benefits	**595,018**	794,157
Waste removal	**35,461**	17,986
	1,181,976	1,461,286
Deficiency of revenues over expenses	$ **(1,138,263)**	$ (1,391,601)

Hope Mission
Schedule 7 - Red Deer Hope

Year ended December 31		2025		2024
Expenditures				
Automotive	$	**9,868**	$	8,879
Fees, licenses, and permits		**77**		671
Food and kitchen costs		**94,511**		208,366
Goods and services tax		**1,019**		2,253
Insurance		**8,944**		8,019
Office supplies		**9,152**		6,384
Professional fees		**1,101**		1,767
Rent		**35,050**		27,500
Repairs and maintenance		**2,750**		1,561
Supplies		**16,552**		21,087
Telephone, communication and I.T. services		**4,560**		1,933
Training and staff development		**360**		399
Vehicle, travel and transit		**-**		6,525
Wages and employee benefits		**262,956**		308,684
Waste removal		**199**		572
		447,099		604,600
Deficiency of revenues over expenses	**$**	**(447,099)**	$	(604,600)

Hope Mission
Schedule 8 - Wetaskiwin Hope

Year ended December 31	2025	2024
Revenue		
Government grants	$ 2,182,450	$ 2,277,851
Other income	572	879
	2,183,022	2,278,730
Expenditures		
Automotive	27,385	51,549
Food and kitchen costs	5,170	36,819
Goods and services tax	8,851	9,645
Insurance	36,064	30,207
Interest and bank charges	16	71
Office supplies	6,989	1,215
Professional fees	4,983	7,000
Rent	202,176	187,618
Repairs and maintenance	25,140	77,597
Supplies	146,774	108,802
Telephone, communication and I.T. services	11,936	5,182
Utilities	32,477	28,557
Wages and employee benefits	1,524,703	1,741,642
Waste removal	9,230	3,592
	2,041,894	2,289,496
Excess (deficiency) of revenues over expenses	$ 141,128	$ (10,766)