

GIVE A MILE INC.
Financial Statements
Year Ended December 31, 2020

INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of Give A Mile Inc.

We have reviewed the accompanying financial statements of Give A Mile Inc. (the organization) that comprise the statement of financial position as at December 31, 2020, and the statements of revenues and expenditures, changes in net assets and cash flows 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 (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.

Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us 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, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects, the financial position of Give A Mile Inc. as at December 31, 2020, and the results of its operations and its cash flows for the year then ended in accordance with ASNPO.



Chartered Professional Accountants LLP

Calgary, Alberta
March 4, 2021

GIVE A MILE INC.
Statement of Financial Position
December 31, 2020

	2020	2019
ASSETS		
Current		
Cash	\$ 78,574	\$ 81,504
Accounts receivable	16,455	12,500
Prepaid expenses	-	625
	\$ 95,029	\$ 94,629
LIABILITIES		
Current		
Accounts payable	\$ 7,736	\$ 22,389
NET ASSETS		
Net assets	87,293	72,240
	\$ 95,029	\$ 94,629

APPROVED BY SOLE DIRECTOR

_____ *Director*

See notes to financial statements

GIVE A MILE INC.
Statement of Revenues and Expenditures
Year Ended December 31, 2020

	2020	2019
Revenues		
Fundraising	\$ 20,957	\$ 58,080
Sponsorship	16,685	36,300
Revenue	<u>32,708</u>	<u>33,500</u>
	70,350	127,880
Cost of flights	<u>21,978</u>	<u>62,482</u>
Gross margin (68.76%; 2019 - 51.14%)	<u>48,372</u>	<u>65,398</u>
Expenses		
Equipment rentals	13,839	21,905
Advertising and promotion	7,960	16,860
Accounting fees	4,413	5,962
Office	4,008	3,326
Insurance	1,495	1,578
Miscellaneous	826	1,001
Interest and bank charges	778	766
Meetings and conventions	-	1,070
Travel and accommodation	-	2,330
	<u>33,319</u>	<u>54,798</u>
Excess of revenues over expenses	<u>\$ 15,053</u>	<u>\$ 10,600</u>

GIVE A MILE INC.
Statement of Changes in Net Assets
Year Ended December 31, 2020

	2020	2019
Net assets - beginning of year	\$ 72,240	\$ 61,640
Excess of revenues over expenses	15,053	10,600
Net assets - end of year	\$ 87,293	\$ 72,240

GIVE A MILE INC.
Statement of Cash Flows
Year Ended December 31, 2020

	2020	2019
Operating activities		
Cash receipts from donations, fundraising, and sponsorship	\$ 66,395	\$ 116,580
Cash paid to suppliers	(68,547)	(98,907)
Interest paid	(778)	(768)
Increase (decrease) in cash flow	(2,930)	16,905
Cash - beginning of year	81,504	64,599
Cash - end of year	\$ 78,574	\$ 81,504

See notes to financial statements

GIVE A MILE INC.
Notes to Financial Statements
Year Ended December 31, 2020

1. PURPOSE OF THE ORGANIZATION

Give A Mile Inc. (the "organization") is a not-for-profit organization incorporated under the Canada Not-for-Profit Corporations Act. As a registered charity the organization is exempt from the payment of income tax under Section 149(1) of the Income Tax Act.

The organization operates to provide customer loyalty program points to those in need of visiting with a loved one who is critically ill or dealing with palliative illness.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNFPO) and, in management's opinion, with consideration of materiality and within the framework of the following accounting policies:

Cash and cash equivalents

Cash includes cash and cash equivalents. Where applicable, cash equivalents are investments in treasury bills and are valued at cost plus accrued interest. The carrying amounts approximate fair value because they have maturities at the date of purchase of less than ninety days.

Property, plant and equipment

The organization has used the exemption for small not-for-profit organizations to expense property, plant, and equipment when it is acquired.

Revenue recognition

Give A Mile Inc. 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.

Donated services and materials

The operations of the organization depend on both the contribution of time by volunteers and donated materials and loyalty program points from various sources. The fair value of donated materials and services cannot be reasonably determined and are therefore not reflected in these financial statements.

Income taxes

As a registered charity, the organization is exempt from the payment of income taxes under Section 149(1) of the Income Tax Act.

Financial instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, where applicable, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

3. FINANCIAL INSTRUMENTS

The organization is exposed to various risks through its financial instruments. The following analysis provides information about the organization's risk exposure and concentration as of December 31, 2020.

(continues)

GIVE A MILE INC.
Notes to Financial Statements
Year Ended December 31, 2020

3. FINANCIAL INSTRUMENTS (continued)

(a) Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The organization is not materially exposed to credit risk.

(b) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The organization is exposed to this risk mainly in respect of its receipt of funds from from donations.

(c) Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency rate risk, interest rate risk and other price risk.

1. Currency risk

Currency risk is the risk to the company's earnings that arise from fluctuations of foreign exchange rates and the degree of volatility of these rates. The company is not exposed to foreign currency exchange risk as it does not hold financial instruments in foreign currencies.

2. 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. The company is not exposed to interest rate risk.

3. Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The company is not exposed to other price risk.

(d) Fair value

The company's carrying value of accounts receivable and accounts payable approximates their fair value due to the immediate or short term maturity of these instruments.
