Ethiopiaid Canada
Financial Statements
December 31, 2025

Numeris CPA
PROFESSIONAL CORPORATION

Independent Auditor's Report

To the board of directors of
Ethiopiaid Canada

Qualified Opinion
We have audited the financial statements of Ethiopiaid Canada, which comprise the statement of financial position as at December 31, 2025, and the statements of operations and 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 ASNPO.

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.

Other Matter
On June 21, 2025 the Organization's charitable status was revoked due to late filing of the mandatory T3010, as detailed in Note 3 to the financial statements.

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 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.

Independent Auditor's Report, continued

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.



Numeris CPA Professional Corporation
Chartered Professional Accountant
Licensed Public Accountant

Ottawa, ON
September 9, 2026

Ethiopiaid Canada
Statement of Financial Position
As at December 31, 2025

	2025	2024
Assets		
Current		
Cash	$ 131,026	$ 242,034
Accounts receivable	80,102	5,770
Prepaid expenses	1,670	1,209
	$ 212,798	$ 249,013
Liabilities		
Current		
Accounts payable and accrued liabilities	$ 108,452	$ 32,350
Government remittances payable	7,083	2,282
	115,535	34,632
Unrestricted net assets	97,263	214,381
	$ 212,798	$ 249,013

On behalf of the Board

Stewart Kerr Member

Member

September 11 2026

Ethiopiaid Canada
Statement of Operations and Changes in Net Assets
Year ended December 31, 2025

	2025	2024
Revenues		
Donations	$ 227,578	$ 318,068
Interest income	530	686
Recovery of project expenses	-	39,589
	228,108	358,343
Expenditures		
Fundraising and communications, Schedule 1	87,202	105,052
Program support in Ethiopia, Schedule 1	130,562	98,119
Management and administration, Schedule 1	127,462	136,975
	345,226	340,146
(Deficiency) excess of revenues over expenditures	(117,118)	18,197
Balance, beginning of year	214,381	196,184
Balance, end of year	$ 97,263	$ 214,381

Ethiopiaid Canada
Statement of Cash Flows
Year ended December 31, 2025

	2025	2024
Operating activities		
(Deficiency) excess of revenues over expenditures	$ (117,118)	$ 18,197
Items not affecting cash		
Accounts receivable	(74,332)	52,216
Prepaid expenses	(461)	(983)
Accounts payable and accrued liabilities	76,102	(128,049)
Government remittances payable	4,801	2,282
Net decrease in cash	(111,008)	(56,337)
Cash, beginning of year	242,034	298,371
Cash, end of year	$ 131,026	$ 242,034

1. Nature of operations

Ethiopiaid Canada was incorporated on June 22, 2009 under the Canada Corporations Act as a not-for-profit organization and is a registered Charity under the Income Tax Act.

Ethiopiaid Canada aims to empower impoverished people in Ethiopia to live healthy and productive lives and seeks lasting change by supporting interventions driven by local partners.

2. Significant accounting policies

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

(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 expenditures are incurred. Unrestricted contributions are recognized as revenue when received or receivable when the amount to be received can be reasonably estimated 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.

Events revenue is recognized in the year in which the event occurs.

(b) **Capital assets**

The organization expenses its capital assets. During the current year, capital expenditures included $ - (2024 - $ -).

(c) **Financial instruments**

The organization's financial instruments consist of cash, accounts receivable, and accounts payable and accrued liabilities. Unless otherwise noted it is management's opinion that the organization is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair values of these financial instruments approximate their carrying values, unless otherwise noted.

3. Significant event

In July 2025, the Organization was notified of the revocation of its registered charity status by the Canada Revenue Agency (CRA) due to late filing of the T3010, effective June 21, 2025.

In response to the revocation, the Organization has undertaken several corrective actions aimed at addressing the compliance issues identified by the CRA. The Organization has filed all required T3010 forms and has submitted a comprehensive reapplication to the CRA.

The Organization is currently awaiting a response from the CRA and expects to be reinstated.

4. Related party transactions

There are four international branches of Ethiopiaid: Australia, Canada, Ireland and The United Kingdom. Each branch operates independently.

During the year, the organization received $nil in grants from Ethiopiaid UK (2024 - $nil). In 2021 these funds were restricted to the partner cost sharing portion of the Global Affairs Canada project.

5. Comparative amounts

The financial statements have been reclassified, where applicable, to conform to the presentation used in the current year. The changes do not affect prior year earnings.

Schedule 1

Ethiopiaid Canada
Schedule of Expenditures
Year ended December 31, 2025

	2025	2024
Fundraising and communications		
Salaries	$ 63,459	$ 57,118
Printing	14,541	29,304
Direct mail fundraising	7,249	8,312
Other	1,420	2,170
Design	533	4,643
Donation data processing	-	3,505
	87,202	105,052
Program support in Ethiopia		
Cheshire Services Ethiopia	71,771	64,491
Hope and Light Civil Society	30,000	-
Afar Pastoralist Development Association	28,791	(40)
Global Affairs Canada	-	18,292
Salaries	-	11,424
Project monitoring	-	3,477
Wire payment fees	-	475
	130,562	98,119
Management and administration		
Salaries	53,318	45,694
Subcontractors	41,015	2,844
Accounting and audit	14,532	29,788
Equipment and software	9,535	32,319
Bank charges	3,901	2,049
Office expense	2,065	3,525
Rent	1,793	1,595
Insurance	1,759	1,648
Telephone	1,289	774
Website	-	987
Consulting fees	(1,745)	15,752
	127,462	136,975
	$ 345,226	$ 340,146