

**HSEF Renaissance Academy**

**Financial Statements**  
**For the year ended November 30, 2017**

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**Review Engagement Report**

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**To the Members of  
HSEF Renaissance Academy:**

We have reviewed the statement of financial position of HSEF Renaissance Academy as at November 30, 2017 and the statements of changes in net assets, operations and cash flows for the year then ended. Our review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussion related to information supplied to us by the Academy.

A review does not constitute an audit and consequently we do not express an audit opinion on these financial statements.

Based on our review, nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with Canadian Accounting Standards for Not-for-Profit Organizations (ASNFPO).

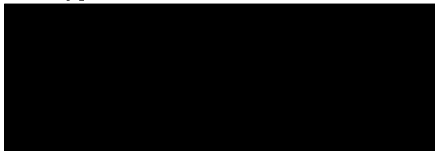
Vancouver, British Columbia



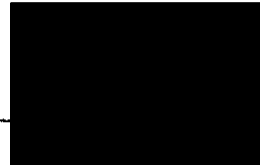
**HSEF Renaissance Academy**  
**Statement of Financial Position**  
(Unaudited)

November 30	2017	2016
<b>Assets</b>		
<b>Current</b>		
Cash	\$ 12,381	\$ 1,354
Amounts receivable	374	-
Investments (Note 4)	4,053,030	878,800
	<b>\$ 4,065,785</b>	<b>\$ 880,154</b>
<b>Liabilities and Net Assets</b>		
<b>Current</b>		
Accounts payable and accrued liabilities	\$ 13,175	\$ 13,174
<b>Net assets</b>		
Unrestricted	4,052,610	866,980
	<b>\$ 4,065,785</b>	<b>\$ 880,154</b>

Approved on behalf of the Board of Directors:



Director



Director

The accompanying notes form an integral part of these financial statements.

**HSEF Renaissance Academy**  
**Statement of Changes in Net Assets**  
(Unaudited)

**For the year ended, November 30, 2017**

<b>Net Assets, November 30, 2015</b>	<b>\$ 1,062,434</b>
Loss from operations	<u>(195,454)</u>
<b>Net Assets, November 30, 2016</b>	<b>\$ 866,980</b>
Income from operations	<u>3,185,630</u>
<b>Net Assets, November 30, 2017</b>	<b>\$ 4,052,610</b>

The accompanying notes form an integral part of these financial statements.

**HSEF Renaissance Academy**  
**Statement of Operations**  
(Unaudited)

<b>For the year ended November 30</b>	<b>2017</b>	<b>2016</b>
<b>Donations</b>	<b>\$ 400,000</b>	<b>\$ 10,000</b>
<b>Program expenditures</b>		
Gifts to qualified donees	33,272	-
<b>General and administrative expenditures</b>		
Office and miscellaneous	394	439
Professional fees	15,390	13,174
	<u>15,784</u>	<u>13,613</u>
<b>Income (loss) from operations before investment income (loss)</b>	<u>350,944</u>	<u>(3,613)</u>
<b>Investment income (loss)</b>		
Unrealized gain (loss) on investments	2,762,948	(191,841)
Realized gain on investments	71,738	-
	<u>2,834,686</u>	<u>(191,841)</u>
<b>Income (loss) from operations</b>	<u>\$ 3,185,630</u>	<u>\$ (195,454)</u>

The accompanying notes form an integral part of these financial statements.

**HSEF Renaissance Academy**  
**Statement of Cash Flows**  
(Unaudited)

<b>For the year ended November 30</b>	<b>2017</b>	<b>2016</b>
<b>Cash flows from operating activities</b>		
Cash received from donations	\$ 10,000	\$ 10,000
Cash used for administration purposes	(16,157)	(73)
Cash used for donations	(33,272)	-
	<u>(39,429)</u>	<u>9,927</u>
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments	120,239	-
Purchase of investments	(69,783)	(24,000)
	<u>50,456</u>	<u>(24,000)</u>
<b>Increase (decrease) in cash during the year</b>	<b>11,027</b>	<b>(14,073)</b>
Cash, beginning of year	<u>1,354</u>	<u>15,427</u>
<b>Cash, end of year</b>	<b>\$ 12,381</b>	<b>\$ 1,354</b>

The accompanying notes form an integral part of these financial statements.

**HSEF Renaissance Academy**  
**Notes to Financial Statements**  
(Unaudited)

**November 30, 2017**

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**1. Nature of the Academy**

The HSEF Renaissance Academy (the "Academy") is continued under the Canada not-for-profit Corporations Act. The Academy is a registered charity and designated as a charitable organization and is exempt from income taxes provided certain requirements of the Federal Income Tax Act are met.

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**2. Purpose of the Academy**

The Academy was founded for the following purposes:

- a) to fund and carry on the development, teaching and dissemination of academic and interdisciplinary educational and research programs and courses which will advance education at a post-secondary level comparable to degree granting colleges and universities in Canada;
  - b) to fund and provide the research, communication, conference, residential, and meeting facilities necessary to accomplish the foregoing;
  - c) to receive gifts, bequests, trusts, funds and property and beneficially, or as a trustee agent, to hold, invest, develop, manage, administer and distribute funds and property for the purposes of the Academy, for and to such other organizations as are "qualified donees" under the provisions of the Income Tax Act and for such other purposes and activities as are authorized for registered charities under the provisions of the Income Tax Act; and
  - d) to conduct any and all activities and exercise any and all such powers as are necessary for the achievement and furtherance of the purposes of the Academy.
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**3. Summary of Significant Accounting Policies**

**(a) Basis of Presentation**

These financial statements are prepared in accordance with Canadian Accounting Standards for Not-for-Profit Organizations (ASNFPPO).

**(b) Use of Estimates**

The preparation of these 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, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenue and expenses during the year. Actual results may differ from these estimates. Estimates and assumptions are reviewed periodically based on historical experience and other relevant considerations. Revisions to estimates and assumptions are accounted for prospectively.

**HSEF Renaissance Academy**  
**Notes to Financial Statements**  
(Unaudited)

**November 30, 2017**

**3. Summary of Significant Accounting Policies (continued)**

(c) Revenue Recognition

The Academy uses the deferral method of accounting for contributions. Under the deferral method of accounting for contributions, restricted contributions are deferred and recognized as revenue when the related expenditures designated by the contributor are incurred. 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.

(d) Financial Instruments

*Measurement of financial instruments*

The Academy initially measures its financial instruments at fair value, except for certain non-arm's length transactions.

The Academy subsequently measures all its financial instruments at amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value are recognized in net income.

Financial instruments measured at amortized cost consist of cash, amounts receivable, and accounts payable and accrued liabilities.

The Academy had investments in equity instruments which were quoted in an active market.

*Impairment*

Financial assets measured at cost are tested for impairment when there are indicators of impairment. If an impairment exists, the amount of the write-down is recognized in the statement of operations the period impairment was determined. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of reversal had the impairment not been recognized previously. The amount of reversal is recognized in net income.

*Risks*

It is management's opinion that the Academy is not exposed to significant currency, interest, or credit risk on these financial instruments, other than noted below.

*Market risk*

Market risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market prices. The Academy's investments are subject to market risk through its equity investments.



**HSEF Renaissance Academy**  
**Notes to Financial Statements**  
(Unaudited)

**November 30, 2017**

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**4. Investments**

Investments consist of marketable securities with a cost of \$2,582,465 (2016 - \$2,171,183).

During the year, the Academy received donated securities with a market value of \$390,000 (2016 - \$nil).

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