

Financial Statements of

**WORLD VISION CANADA**

Year ended September 30, 2025

# WORLD VISION CANADA

## Table of Contents

---

	<b>Page</b>
• Independent Auditor's Report	
• Financial Statements of World Vision Canada	
• Statement of Financial Position	1
• Statement of Revenue and Expenditures	2
• Statement of Changes in Net Assets	3
• Statement of Cash Flows	4
• Notes to Financial Statements	5 - 19



**KPMG LLP**

Vaughan Metropolitan Centre  
100 New Park Place, Suite 1400  
Vaughan, ON L4K 0J3  
Canada  
Telephone 905 265 5900  
Fax 905 265 6390

**INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors of World Vision Canada

***Opinion***

We have audited the financial statements of World Vision Canada (the Entity), which comprise:

- the statement of financial position as at September 30, 2025
- the statement of revenue and expenditures for the year then ended
- the statement of changes in net assets for the year then ended
- the statement of cash flows for the year then ended
- and notes to the financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Entity as at September 30, 2025, and its results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

***Basis for Opinion***

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 auditor's report.

We are independent of the Entity 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 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 Entity'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 Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity'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 the 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 Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



Page 3

- 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 Entity'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 Entity 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.
- 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.

*KPMG LLP*

---

Chartered Professional Accountants, Licensed Public Accountants

Vaughan, Canada

December 9, 2025

# WORLD VISION CANADA

## Statement of Financial Position

September 30, 2025, with comparative information for 2024

	2025	2024
<b>Assets</b>		
Current assets:		
Cash	\$ 24,140,911	\$ 15,211,119
Short-term investments (note 2)	–	10,000,000
Accounts receivable	3,763,386	3,322,176
Prepaid expenses	1,308,992	1,559,620
Due from affiliates (note 9)	–	179,101
	<u>29,213,289</u>	<u>30,272,016</u>
Investments (note 2)	4,913,200	4,890,454
Other long-term assets (notes 4 and 9)	423,400	223,387
Capital assets (note 5)	9,290,080	9,877,680
Intangible assets (note 6)	17,548,385	18,254,731
	<u>\$ 61,388,354</u>	<u>\$ 63,518,268</u>
<b>Liabilities and Net Assets</b>		
Current liabilities:		
Accounts payable and accrued charges (note 7)	\$ 9,959,270	\$ 8,554,032
Due to affiliates (note 9)	30,679	–
Deferred contributions (note 10)	23,672,597	28,904,710
	<u>33,662,546</u>	<u>37,458,742</u>
Deferred capital contributions (note 11)	1,343,725	1,460,571
Net assets:		
Net investment in capital and intangible assets (note 12)	25,494,740	26,671,840
Unrestricted	(998,819)	(4,538,362)
Endowments (note 13)	1,886,162	2,465,477
	<u>26,382,083</u>	<u>24,598,955</u>
Commitments (note 20)		
	<u>\$ 61,388,354</u>	<u>\$ 63,518,268</u>

See accompanying notes to financial statements.

On behalf of the Board:



Board Chair



Board Treasurer

# WORLD VISION CANADA

## Statement of Revenue and Expenditures

Year ended September 30, 2025, with comparative information for 2024

	2025	2024
Revenue:		
Pledges collected (note 14)	\$ 146,670,082	\$ 161,368,467
Single gifts (note 15)	37,182,702	39,941,439
Gifts-in-kind (note 16)	192,602,728	186,338,193
Grants (note 17)	78,085,580	77,640,494
Investment and other (note 18)	2,077,799	2,966,357
	<u>456,618,891</u>	<u>468,254,950</u>
Expenditures:		
Programs:		
International relief, development and advocacy (note 9)	378,612,787	393,644,294
Public awareness and education	1,063,955	2,187,083
	<u>379,676,742</u>	<u>395,831,377</u>
Support:		
Fundraising	50,162,975	49,183,986
Administration:		
Domestic	21,862,657	22,995,297
International	3,000,000	4,008,000
	<u>24,862,657</u>	<u>27,003,297</u>
	<u>75,025,632</u>	<u>76,187,283</u>
	<u>454,702,374</u>	<u>472,018,660</u>
Excess (deficiency) of revenue over expenditures	\$ 1,916,517	\$ (3,763,710)

See accompanying notes to financial statements.

# WORLD VISION CANADA

## Statement of Changes in Net Assets

Year ended September 30, 2025, with comparative information for 2024

				2025	2024
	Net investment in capital and intangible assets (note 12)	Unrestricted	Endowments	Total	Total
Net assets, beginning of year	\$ 26,671,840	\$ (4,538,362)	\$ 2,465,477	\$ 24,598,955	\$ 28,362,665
Excess (deficiency) of revenue over expenditures	(5,628,542)	7,545,059	–	1,916,517	(3,763,710)
Fund transfer (note 13)	–	445,926	(579,315)	(133,389)	–
Investment in capital and intangible assets, net	4,451,442	(4,451,442)	–	–	–
<b>Net assets, end of year</b>	<b>\$ 25,494,740</b>	<b>\$ (998,819)</b>	<b>\$ 1,886,162</b>	<b>\$ 26,382,083</b>	<b>\$ 24,598,955</b>

See accompanying notes to financial statements.

# WORLD VISION CANADA

## Statement of Cash Flows

Year ended September 30, 2025, with comparative information for 2024

	2025	2024
Cash provided by (used in):		
Operating activities:		
Excess (deficiency) of revenue over expenditures	\$ 1,916,517	\$ (3,763,710)
Items not involving cash:		
Amortization of capital assets	895,189	918,543
Amortization of intangible assets	4,874,505	2,729,422
Amortization of deferred capital contributions	(116,846)	(116,846)
Gains on sale of capital assets	(24,306)	(2,545)
Unrealized gains on investments	(42,630)	(547,970)
Realized losses (gains) on sale of investments	(352,399)	9,503
Write down of other long-term assets	–	115,676
Transfer to deferred contributions	(133,389)	–
Change in non-cash operating working capital:		
Accounts receivable	(441,210)	89,028
Prepaid expenses	250,628	599,143
Accounts payable and accrued charges	1,405,238	677,066
Due to/from affiliates	209,780	(849,361)
Deferred contributions	(5,232,113)	(5,410,944)
Additions to other long-term assets	–	(115,677)
	3,208,964	(5,668,672)
Investing activities:		
Other long-term assets	(200,013)	–
Change in investments, net	372,283	(25,410)
Net proceeds on sale of capital assets	24,306	2,545
Net change in short-term investments	10,000,000	5,000,000
Purchase of capital assets	(307,589)	(184,488)
Purchase of intangible assets	(4,168,159)	(6,156,234)
	5,720,828	(1,363,587)
Increase (decrease) in cash	8,929,792	(7,032,259)
Cash, beginning of year	15,211,119	22,243,378
Cash, end of year	\$ 24,140,911	\$ 15,211,119

See accompanying notes to financial statements.

# WORLD VISION CANADA

Notes to Financial Statements

Year ended September 30, 2025

---

## **Operations of the Organization:**

World Vision Canada (the "Organization") is a Christian relief, development and advocacy organization incorporated under the laws of Canada as a not-for-profit organization without share capital. The Organization is registered with the Canada Revenue Agency as a charitable organization (registration number 1193 04855 RR0001) and, accordingly, is exempt from income taxes, provided certain requirements of the Income Tax Act (Canada) are met.

Inspired by Christian values, the Organization is dedicated to working with the most vulnerable people around the world, especially children. The Organization serves all people regardless of age, religion, ethnicity or gender without prejudice.

The Organization is part of an international affiliation of World Vision ("WV") entities that operates in approximately 100 countries around the world. Through this affiliation, the Organization is able to connect with local communities to meet specific needs with the aim to overcome poverty and injustice and to empower those communities to achieve lasting and sustainable change. The Organization remits funds to World Vision International ("WVI") which provides coordination to all of WV by facilitating the implementation and monitoring of overseas programs to ensure that funds and goods provided by the Organization's supporters are used to directly benefit the most vulnerable people of the world, especially children.

VisionFund International ("VFI") is a corporation wholly owned by WVI that manages a number of social venture programs with small businesses and proprietors across WVI locations. The Organization loans funds to VFI which are used to provide financial assistance to individuals and communities within WV's areas of international development to help unlock economic potential for communities to thrive.

The Organization gains support from individuals, businesses and governments, in Canada and internationally. The Organization receives both unrestricted and restricted donations and all restricted donations are reviewed prior to acceptance to ensure that the gifts are consistent with the Organization's mission, purposes, values and priorities.

The Organization and WV subscribe and are subject to a series of internal and external checks and balances, including audits by regulatory bodies, to ensure revenue is being used for the purpose intended.

# WORLD VISION CANADA

Notes to Financial Statements (continued)

Year ended September 30, 2025

---

## 1. Significant accounting policies:

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations.

The following is a summary of significant accounting policies followed in the preparation of the financial statements:

### (a) Recognition of revenue:

The Organization follows the deferral method of accounting for contributions. Revenue containing conditions as to its use (restricted contributions) is deferred until the conditions are fulfilled. Revenue not containing conditions as to its use is recognized when received. Pledges collected refer to contributions received from donors who have made a recurring commitment to give. Single gifts refer to a nonrecurring donation. Both pledges collected and single gifts include contributions collected in the current year and those collected but deferred from a prior year that are now programmed and recognized in the current year. The disbursement of government grant revenue is subject to audit by the grantor.

Contributions restricted for the purchase of capital assets are deferred and amortized into revenue on a straight-line basis, at a rate corresponding with the amortization rate of the related capital assets.

The recognition of gifts-in-kind ("GIK") revenue is limited to donations where the Organization was the original recipient of the gift or was involved in partnership with the end-user agency. GIK are valued at fair market value. Multilateral GIK are recorded as revenue at such time as the Organization takes possession or constructive title of the contributed goods. Corporate GIK are recorded as revenue when goods are shipped to WV.

The Organization is named as a beneficiary in certain wills. In some cases, the bequests involve trust arrangements administered by third parties that are not controlled by the Organization. Revenue on these arrangements, whether interest or capital, is recognized on receipt.

Endowments are recognized as direct increases in net assets and required to be maintained on a permanent basis. Only the income earned on endowments is available to support the Organization's activities.

# WORLD VISION CANADA

Notes to Financial Statements (continued)

Year ended September 30, 2025

---

## 1. Significant accounting policies (continued):

Investment income, which is recorded on the accrual basis, includes interest income, dividends, realized gains (losses) on sale of investments and change in unrealized gains on investments.

### (b) Volunteer services:

The efforts of volunteer workers are not reflected in the accompanying financial statements as no objective basis is available to measure the value of such services.

### (c) Allocation of expenditures:

The Organization reports its expenditures by function between program activities, including international relief, development and advocacy, and public awareness and education, and support activities, namely fundraising and administration.

The Organization structures the expenditures of its operations into cost centres, which group activities focused on specific functions. While many cost centres have a primary program or support function, the activities of other cost centres represent a blend of program, fundraising and administrative functions. For these cost centres, expenditures are allocated between program and support based on a direct attribution of the cost of the activities, when specific activities have a direct alignment to that function. When activities in a cost center relate to multiple functions, expenditures are allocated between program and support based on the proportion of staff time dedicated between the functions. The expenditures of each cost centre may include compensation, types of procured costs, or depreciation and amortization. Allocation rates are reviewed annually and are updated and applied on a prospective basis.

Funds remitted to WV and to Canadian partners, as well as other expenditures incurred in the support of those programs, are recorded as program expenditures less relevant international administration costs, which are reported as administration.

# WORLD VISION CANADA

Notes to Financial Statements (continued)

Year ended September 30, 2025

---

## 1. Significant accounting policies (continued):

### (d) Financial instruments:

Unless otherwise noted, financial instruments are recorded at fair value on initial recognition and subsequently at amortized cost.

The Organization may hold investments in short-term investments, equity, bonds or other fixed income instruments, or derivative instruments (note 2). These are recorded at fair value on initial recognition and at each year end. Transaction costs related to the purchase of investments are included in the fair value on the statement of financial position and transaction costs related to the sale of investments are expensed in the year incurred. Changes in fair value are treated as an unrealized gain or loss in the statement of revenue and expenditures.

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the Organization determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Organization expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial impairment charge.

### (e) Capital assets:

Capital assets are carried at cost and are amortized over their estimated useful lives on a straight-line basis at the following annual rates:

---

Building and building improvements	5 - 40 years
Furniture and fixtures	3 - 10 years
Information systems	3 - 10 years

---

# WORLD VISION CANADA

Notes to Financial Statements (continued)

Year ended September 30, 2025

---

## 1. Significant accounting policies (continued):

### (f) Intangible assets:

Intangible assets are carried at cost and are amortized over their estimated useful lives on a straight-line basis at the following rates:

---

Software	3 - 10 years
----------	--------------

---

### (g) Impairment of long-lived assets:

When conditions indicate that the assets no longer contribute to the Organization's ability to provide goods and services, or that the value of future economic benefits or service potential associated with the long-lived assets are less than their net carrying amounts, long-lived assets, including capital assets and intangible assets, are written down to fair value or replacement cost to reflect partial impairments.

### (h) Translation of foreign currencies:

Assets and liabilities denominated in foreign currencies have been translated into Canadian dollars at exchange rates prevailing at the year-end date. Gains and losses arising from these translation policies are included in the statement of revenue and expenditures in investment and other income.

Revenue and expenditures have been translated using exchange rates prevailing on the transaction date.

### (i) Use of estimates:

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenditures during the year. Actual results could differ from those estimates.

# WORLD VISION CANADA

Notes to Financial Statements (continued)

Year ended September 30, 2025

## 2. Investments:

In 2024, short-term investments included donated marketable securities and term deposits. Term deposits yield was 5.09% to 5.30% and matured between December 2024 and January 2025.

Long-term investments comprise the following:

	2025	2024
Marketable securities	\$ 324,513	\$ 320,724
Bonds	2,145,212	1,931,026
Equities:		
Canadian	838,339	881,995
Foreign	1,605,136	1,756,709
	<u>\$ 4,913,200</u>	<u>\$ 4,890,454</u>

The bonds bear a yield to maturity ranging from 0.50% to 5.962% (2024 - 1.10% to 5.962%) maturing between January 2026 and December 2050 (2024 - March 2025 and December 2047).

## 3. Financial risks:

Risk management relates to the understanding and active management of risks associated with all areas of the business and the associated operating environment. Investments are primarily exposed to interest rate, market and foreign currency risks. The Organization has formal policies and procedures that establish target asset mix. The Organization's policies also require diversification of investments within categories and set limits on exposure to individual investments. There has been no change to the risk exposure from 2024.

### (a) Interest rate risk:

Interest rate risk arises from the possibility that changes in interest rates will affect the value of short-term investments held by the Organization. The Organization manages this risk by holding primarily term deposits and by staggering the terms of the investments held.

# WORLD VISION CANADA

Notes to Financial Statements (continued)

Year ended September 30, 2025

---

### 3. Financial risks (continued):

#### (b) Market price risk:

Market risk arises as a result of trading in equity securities, bonds and short-term investments. Fluctuations in the market expose the Organization to a risk of loss. The Organization mitigates this risk through controls to monitor and limit concentration levels.

#### (c) Foreign currency risk:

Foreign currency risk arises from gains and losses due to fluctuations in foreign currency exchange rates on the Organization's foreign equity securities. The Organization manages this risk by setting asset mix limits on foreign equity securities to limit exposure.

### 4. Other long-term assets:

Other long-term assets include unsecured loans to support socially responsible programs. They bear an annual interest rate ranging from 0% - 9% (2024 - 0% - 9%) with the principal maturing from May 2024 to November 2027 (2024 - May 2024 to November 2027). The Organization is in the process of renewing the note that came due in May 2024.

The other long-term assets include a loan issued to VisionFund Kenya (note 9) and nine (2024 - nine) loans to VFI which were written down to \$1 (note 9). The Organization advanced non-interest-bearing loans to VFI as program-related investments to fund microfinance programs that support recovery loans for low-income and vulnerable clients. Upon expiry of these loans, it is the Organization's charitable purpose and business intent for any loans repaid to VFI to be reinvested in VFI's microfinance programs. As such management assessed the collectability of these loans to be low and wrote down the loans to a nominal amount. The amounts of the write-downs were recorded as program expenditures.

The Organization is the owner and beneficiary of a life insurance policy funded by a \$200,013 donation from a donor in November 2024. The full amount was recorded as revenue and recognized as an other long-term asset.

# WORLD VISION CANADA

Notes to Financial Statements (continued)

Year ended September 30, 2025

## 5. Capital assets:

			2025	2024
	Cost	Accumulated amortization	Net book value	Net book value
Land	\$ 1,396,720	\$ –	\$ 1,396,720	\$ 1,396,720
Building and building improvements	18,210,480	11,110,107	7,100,373	7,691,732
Furniture and fixtures	7,131,134	6,490,988	640,146	663,436
Information systems	3,015,112	2,862,271	152,841	125,792
	<u>\$ 29,753,446</u>	<u>\$ 20,463,366</u>	<u>\$ 9,290,080</u>	<u>\$ 9,877,680</u>

## 6. Intangible assets:

Intangible assets include software applications that are not an integral part of a related piece of hardware.

			2025	2024
	Cost	Accumulated amortization	Net book value	Net book value
Software	\$ 30,189,567	\$ 12,641,182	\$ 17,548,385	\$ 18,254,731

Included in software is work in progress of \$2,793,942 which is currently not amortized (2024 - \$6,691,999).

## 7. Accounts payable and accrued charges:

(a) Government remittance:

Included in accounts payable and accrued charges are government remittances payable of \$288,905 (2024 - \$131,192), which includes amounts payable for harmonized sales tax and payroll-related taxes.

# WORLD VISION CANADA

Notes to Financial Statements (continued)

Year ended September 30, 2025

## 7. Accounts payable and accrued charges (continued):

(b) Severance:

The Organization took restructuring measures during 2025 in order to enhance sustainability and effectiveness and proactively respond to the continued, challenging fundraising environment. Included in accounts payable and accrued charges are \$2,889,434 (2024 - \$1,039,757) in severance accruals relating to individuals who will be paid in agreed amounts during 2026.

## 8. Credit facility:

The Organization has a no-fee revolving credit facility available to a maximum of \$5,000,000. Amounts drawn bear interest at the bank's prime rate and are due on demand. The credit facility is secured by a general security agreement on the Organization's current and future assets. As at September 30, 2025, the Organization had no amounts drawn down (2024 - nil).

## 9. Related party transactions and balances:

During the year, the Organization transacted with related parties as follows:

	2025	2024
With WV:		
Cash funding sent to WV during the year	\$ 124,489,506	\$ 152,227,377
Cash funding directly deployed to WV during the year	44,542,252	36,591,379
In-kind donations deployed to WV during the year	199,793,613	190,508,773
Cost recoveries earned from WV entities during the year	587,283	456,970
Total amounts due from (to) WV as of September 30	(30,679)	179,101
With VFI:		
Loan issued to VFI during the year (note 4)	\$ -	\$ 115,677
Loans receivable due from VFI as of September 30	9	9
Loans receivable due from VisionFund Kenya as of September 30		
	\$ 73,378	\$ 73,378

# WORLD VISION CANADA

Notes to Financial Statements (continued)

Year ended September 30, 2025

## 10. Deferred contributions:

Deferred contributions include pledges collected, single gifts, and grants, which remain unspent to September 30, 2025 as set out in the following table:

	2024	Received	Recognized as revenue	2025
Pledges collected	\$ 17,664,252	\$ 144,981,483	\$ 146,670,082	\$ 15,975,653
Single gifts	1,622,231	37,384,838	37,182,702	1,824,367
Grants	9,618,227	74,339,930	78,085,580	5,872,577
	<u>\$ 28,904,710</u>	<u>\$ 256,706,251</u>	<u>\$ 261,938,364</u>	<u>\$ 23,672,597</u>

## 11. Deferred capital contributions:

	2025	2024
Balance, beginning of year	\$ 1,460,571	\$ 1,577,417
Less amounts amortized to revenue	116,846	116,846
<u>Balance, end of year</u>	<u>\$ 1,343,725</u>	<u>\$ 1,460,571</u>

Deferred capital contributions represent the unamortized amount of donations received for the purchase of capital assets. Amortization of deferred capital contributions is recorded in single gifts on the statement of revenue and expenditures.

## 12. Net investment in capital and intangible assets:

(a) Net investment in capital and intangible assets is calculated as follows:

	2025	2024
Capital assets	\$ 9,290,080	\$ 9,877,680
Intangible assets	17,548,385	18,254,731
Amounts financed by deferred capital contributions	(1,343,725)	(1,460,571)
	<u>\$ 25,494,740</u>	<u>\$ 26,671,840</u>

# WORLD VISION CANADA

Notes to Financial Statements (continued)

Year ended September 30, 2025

## 12. Net investment in capital and intangible assets (continued):

(b) The change in net assets invested in capital and intangible assets is calculated as follows:

	2025	2024
Excess of expenditures over revenue:		
Amortization of deferred capital contributions related to capital assets	\$ 116,846	\$ 116,846
Amortization of capital assets	(895,189)	(918,543)
Amortization of intangible assets	(4,874,505)	(2,729,422)
Gains on sale of capital assets	24,306	2,545
	<u>\$ (5,628,542)</u>	<u>\$ (3,528,574)</u>
Investment in capital and intangible assets, net:		
Purchase of capital assets	\$ 307,589	\$ 184,488
Purchase of intangible assets	4,168,159	6,156,234
Net proceeds on sale of capital assets	(24,306)	(2,545)
	<u>\$ 4,451,442</u>	<u>\$ 6,338,177</u>

## 13. Endowments:

During the year, the Organization reclassified from endowment net assets \$133,389 to deferred contributions and \$445,926 to unrestricted net assets due to the underlying nature of these gifts which do not require the permanent holding of principal or have otherwise matured.

## 14. Pledges collected:

	2025	2024
Child sponsorship	\$ 140,591,548	\$ 154,303,439
Other	6,078,534	7,065,028
	<u>\$ 146,670,082</u>	<u>\$ 161,368,467</u>

# WORLD VISION CANADA

Notes to Financial Statements (continued)

Year ended September 30, 2025

## 15. Single gifts:

	2025	2024
Development	\$ 27,784,056	\$ 28,939,232
Emergency relief	1,212,483	1,043,725
Other	8,186,163	9,958,482
	<u>\$ 37,182,702</u>	<u>\$ 39,941,439</u>

## 16. Gifts-in-kind:

	2025	2024
Corporate	\$ 11,149,013	\$ 10,633,971
Multilateral	181,453,715	175,704,222
	<u>\$ 192,602,728</u>	<u>\$ 186,338,193</u>

## 17. Grants:

	2025	2024
Government of Canada	\$ 26,543,819	\$ 30,806,630
Multilateral, United Nations Agencies and other international organizations	48,522,621	42,437,765
Canadian and other private organizations	3,019,140	4,396,099
	<u>\$ 78,085,580</u>	<u>\$ 77,640,494</u>

# WORLD VISION CANADA

Notes to Financial Statements (continued)

Year ended September 30, 2025

## 18. Investment and other income:

	2025	2024
Dividend income	\$ 23,821	\$ 24,834
Interest income	760,437	1,618,344
Income recovery	587,283	456,970
Realized gains (losses) on sale of investments	352,399	(9,503)
Unrealized gains on investments	42,630	547,970
Other	311,229	327,742
	<u>\$ 2,077,799</u>	<u>\$ 2,966,357</u>

## 19. Pension plan:

The Organization operates a defined contribution pension plan. The assets of the plan are held separately from those of the Organization in an independently administered fund. The pension expense is equal to the contributions paid by the Organization.

The contributions paid and expensed by the Organization for the year amounted to \$1,950,133 (2024 - \$1,813,181).

## 20. Commitments:

The Organization received funding from Global Affairs Canada and other grantors to support projects in various countries. The funding is dependent upon agreements, which require, in some cases, that the Organization contribute to the project(s) a set percentage in the form of cash and/or in-kind. Future payments consisted of the following at September 30, 2025:

2026	\$ 2,322,178
2027	961,115
2028	810,733
2029	741,669
2030	393,325
	<u>\$ 5,229,020</u>

# WORLD VISION CANADA

Notes to Financial Statements (continued)

Year ended September 30, 2025

## 20. Commitments (continued):

The Organization has certain agreements to lease premises and office equipment. Future minimum payments under non-cancellable leases consisted of the following at September 30, 2025:

2026	\$ 265,000
2027	221,000
2028	189,000
2029	45,000
	\$ 720,000

## 21. Fundraising solicitations:

Fundraising businesses were contracted to solicit donations, primarily focused on pledges, on behalf of the Organization. During the year, \$1,002,734 (2024 - \$506,296) was paid as remuneration to third party fundraising businesses.

## 22. Expenses by category and function:

The Organization's expenses comprise the following broad categories reported by function as presented on the statement of revenue and expenditures. These costs are allocated or directly attributed based on the Organization's policy.

2025	Programs		Support		Total
	International programs	Public awareness	Fundraising	Administration	
GIK funding to affiliates	\$ 192,602,728	\$ –	\$ –	\$ –	\$ 192,602,728
Funding to affiliates	167,060,635	–	–	3,000,000	170,060,635
Compensation	11,325,798	774,846	22,515,560	14,282,135	48,898,339
Professional fees, licenses and dues	1,918,605	149,803	11,229,802	4,685,927	17,984,137
Advertising and promotion	34,114	5,532	9,785,363	104,239	9,929,248
Depreciation and amortization	489,356	43,163	3,478,838	1,758,337	5,769,694
Other costs	530,724	90,611	3,153,412	1,032,019	4,806,766
Other program costs	4,650,827	–	–	–	4,650,827
	\$ 378,612,787	\$ 1,063,955	\$ 50,162,975	\$ 24,862,657	\$ 454,702,374

# WORLD VISION CANADA

Notes to Financial Statements (continued)

Year ended September 30, 2025

## 22. Expenses by category and function (continued):

2024	Programs		Support		Total
	International programs	Public awareness	Fundraising	Administration	
Funding to affiliates	\$ 185,526,702	\$ –	\$ –	\$ 4,008,000	\$ 189,534,702
GIK funding to affiliates	186,338,193	–	–	–	186,338,193
Compensation	10,238,501	1,630,550	21,350,661	13,431,218	46,650,930
Professional fees, licenses and dues	2,829,562	217,403	10,049,888	6,069,523	19,166,376
Advertising and promotion	18,536	95,171	13,380,399	303,934	13,798,040
Other program costs	7,678,397	–	–	–	7,678,397
Other costs	683,491	163,011	3,036,079	1,321,476	5,204,057
Depreciation and amortization	330,912	80,948	1,366,959	1,869,146	3,647,965
	<b>\$ 393,644,294</b>	<b>\$ 2,187,083</b>	<b>\$ 49,183,986</b>	<b>\$ 27,003,297</b>	<b>\$ 472,018,660</b>