BOXING SASKATCHEWAN INC.

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

MARCH 31, 2026

RDS | Chartered Professional Accountant

Independent Auditor's Report

To the Members of Boxing Saskatchewan Inc.:

Opinion
I have audited the financial statements of Boxing Saskatchewan Inc. (the Entity), which comprise the statement of financial position as at March 31, 2026, and the statement of operations, statement of changes in net assets and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Entity as at March 31, 2026 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 Opinion
I conducted my audit in accordance with Canadian generally accepted auditing standards. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Entity in accordance with the ethical requirements that are relevant to my audit of the financial statements in Canada, and I have fulfilled my other responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit 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
My 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 my 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, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

INDEPENDENT AUDITOR'S REPORT *(continued)*

- 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 my 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.

- 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 I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my 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.

I 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 I identify during my audit.

Robert D Szautner

May 29, 2026
Regina, Saskatchewan

Robert D. Szautner
Chartered Professional Accountant

BOXING SASKATCHEWAN INC.
Statement of Financial Position
for the year ended March 31, 2026 with comparative figures for 2025

		2026		2025
Assets				
Current assets:				
Cash	$	4,560	$	36,954
Short-term investments (note 3)		81,709		79,902
Accounts receivable		1,614		2,346
Prepaid expenses		3,758		8,571
		91,641		127,773
Capital assets (note 4)		2,151		1,737
	$	93,792	$	129,510
Liabilities and Net Assets				
Current liabilities:				
Accounts payable	$	8,579	$	16,215
Deferred Revenue		100		-
		8,679		16,215
Deferred capital contribution (note 5)		-		12
		8,679		16,227
Net Assets:				
Unrestricted		85,113		113,283
	$	93,792	$	129,510

See accompanying notes to financial statements.

On behalf of the Board:

Director

Director

BOXING SASKATCHEWAN INC.

Statement of Operations

for the year ended March 31, 2026 with comparative figures for 2025

	2026	2025
Revenue:		
Sask Lotteries Trust Fund, Sport Division (Schedule 1)	$ 115,500	$ 110,000
Self Help (Schedule 2)	33,834	28,058
	149,334	138,058
Expenses:		
Administration (Schedule 3)	57,510	57,197
Capacity/Interaction (Schedule 4)	13,518	27,020
Participation (Schedule 5)	37,239	39,904
Excellence (Schedule 6)	56,637	29,832
Categorical grant expenses (Schedule 7)	-	6,000
Membership Assistance Program (Schedule 7)	12,600	11,100
	177,504	171,053
Deficiency of revenue over expenses	(28,170)	(32,995)
Net assets, beginning of year	113,283	146,278
Net assets, end of year	$ 85,113	$ 113,283

See accompanying notes to financial statements.

BOXING SASKATCHEWAN INC.

Statement of Cash Flows

for the year ended March 31, 2026 with comparative figures for 2025

	2026	2025
Cash provided by (used in):		
Operating activities:		
Deficiency of revenue over expenses	$ (28,170)	$ (32,995)
Items not involving cash:		
Amortization of capital assets	448	437
Amortization of deferred capital contributions	(12)	(3)
	(27,734)	(32,561)
Change in non-cash operating working capital:		
Accounts receivable	732	(1,265)
Prepaid expenses	4,813	(8,258)
Accounts payable	(7,636)	6,466
Deferred revenue	100	-
	(1,991)	(3,057)
Investing activities:		
Redemption (purchase) of short-term investments	(1,807)	26,121
(Purchase) of capital assets	(862)	-
	(2,669)	26,121
Decrease in cash during the year	(32,394)	(9,497)
Cash, beginning of year	36,954	46,451
Cash, end of year	$ 4,560	$ 36,954

See accompanying notes to financial statements.

Boxing Saskatchewan Inc.

Notes to the Financial Statements

For the year ended March 31, 2026

1. Incorporation and commencement of operations

Boxing Saskatchewan Inc. (the "Organization") is incorporated under *The Non-Profit Corporations Act* of Saskatchewan.

Boxing Saskatchewan Inc. promotes, encourages and develops a wide participation and high proficiency in amateur boxing among young people, thereby assisting in their physical and mental development.

2. Significant accounting policies

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations as issued by the Accounting Standards Board in Canada and include the following significant accounting policies.

Cash and cash equivalents

The organization's policy is to present bank balances and term deposits with a maturity period of three months or less from the date of acquisition under cash and cash equivalents.

Capital assets

Capital assets are recorded at cost. The cost for contributed intangible capital assets is considered to be fair value at the date of contribution.

Amortization is provided using the declining balance method at rates intended to amortize the cost of assets over their estimated useful life:

	Method	Rate
Computer equipment	declining balance	30%
Computer software	declining balance	30%
Equipment	declining balance	20%

Income taxes

The Association is exempt from income taxes under paragraph 149(1)(l) of *The Income Tax Act.*

2. Significant accounting policies continued

Revenue recognition

Grants from Saskatchewan Lotteries Trust Fund for Sport, Culture and Recreation are received out of the net proceeds of lottery ticket sales in Saskatchewan. These grants have been recorded as revenue by the Association as approved by Saskatchewan Lotteries Trust Fund for Sport, Culture and Recreation for the year ended March 31, 2026. Accordingly, any amounts received by year-end for the subsequent year are shown as deferred grant revenue.

Revenue from donations and fundraising projects are recognized as received.

Grant funding received which is intended to finance the purchase of capital assets is deferred and amortized to revenue on the same basis as the amortization of the capital assets.

Measurement uncertainty

The preparation of 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 and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period.

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of capital assets.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in excess of revenues and expenses in the periods in which they become known.

Financial instruments

The Organization recognizes its financial instruments when the Organization becomes party to the contractual provisions of the financial instrument. All financial instruments are initially recorded at their fair value. The Organization subsequently measures all financial instruments at cost/amortized cost.

Transaction costs and financing fees are added to the carrying amount for those financial instruments subsequently measure at cost or amortized cost.

3. Short-term investments

	2026	2025
Mutual funds	$ 81,709	$ 79,902

The mutual funds have no fixed interest rate or maturity and the income earned is dependent upon the success of the fund managers.

4. Capital assets

	Cost	Accumulated Amortization	2026 Net Book Value	2025 Net Book Value
Computer equipment	$ 13,146	$ 13,146	$ -	$ 9
Computer software	3,983	3,983	-	9
Equipment	21,506	19,355	2,151	1,719
	$ 38,635	$ 36,484	$ 2,151	$ 1,737

5. Grant returns payable

Boxing Saskatchewan Inc. receives annual funding from Saskatchewan Lotteries Trust Fund for Sport, Culture and Recreation with the understanding that the funds are to be used for eligible purposes adhering to the policies and guidelines. In the event that funds are not used in accordance with the policies and guidelines, they must be returned to Saskatchewan Lotteries Trust Fund for Sport, Culture and Recreation. At March 31, 2026 Boxing Saskatchewan Inc had $nil in grant returns payable to Saskatchewan Lotteries Trust Fund (2025 – Nil).

6. Deferred capital contributions

Deferred capital contributions represent the unamortized of Jeux Canada Games grant received for the purchase of equipment assets. The amortization of this amount is recorded as revenue in the statement of operations and is calculated using the declining balance method at an annual rate of 20%.

	2026	2025
Balance, beginning of year	$ 12	$ 15
Less amounts amortized to revenue	(12)	(3)
	$ -	$ 12

7. Economic dependence

The Organization currently receives significant revenue in grants from Saskatchewan Lotteries Trust Fund for Sport, Culture and Recreation. As a result, the Association is dependent upon the continuance of these grants to maintain operations at their current level.

8. Financial instruments

The Organization as part of its operations carries a number of financial instruments. It is management's opinion that the Organization is not exposed to significant interest, currency, credit, liquidity or other price risks arising from these financial instruments except as otherwise disclosed.

9. Comparative amounts

The financial statements have been reclassified, where applicable, to conform to the presentation used in the current year.

BOXING SASKATCHEWAN INC.

Schedule 1 - Sask Lotteries Trust Fund, Sport Division
for the year ended March 31, 2026 with comparative figures for 2025

		2026		2025
Annual Funding	$	102,900	$	98,900
Membership Assistance Program		12,600		11,100
	$	115,500	$	110,000

Schedule 2 - Self Help
for the year ended March 31, 2026 with comparative figures for 2025

		2026		2025
Internal				
Competition and clinic fees	$	4,990	$	215
Membership fees		19,525		17,152
External				
Donations		-		73
Interest		1,807		3,880
Other Grants				
Jeux Canada Games revenue		12		3
NextGen Indigenous Athlete Assistance		-		6,000
Sales and other revenue		-		735
Sponsorship		7,500		-
	$	33,834	$	28,058

Schedule 3 - Administration
for the year ended March 31, 2026 with comparative figures for 2025

		2026		2025
Amortization	$	448	$	437
Administration contract		21,705		20,570
Audit		4,883		4,611
Bank charges		1,568		884
Insurance		17,299		19,483
Legal fees		651		-
Office operations		6,455		7,056
Other		250		100
Rent		4,251		4,056
	$	57,510	$	57,197

Schedule 4 - Capacity/Interaction
for the year ended March 31, 2026 with comparative figures for 2025

		2026		2025
Awards and recognition	$	-	$	2,197
Communications		1,134		1,258
Meetings				
AGM		200		2,960
Board and Committee Meetings		56		307
Memberships		12,128		13,466
Planning and policy development		-		6,832
	$	13,518	$	27,020

BOXING SASKATCHEWAN INC.

Schedule 5 - Participation
for the year ended March 31, 2026 with comparative figures for 2025

		2026		2025
Athlete Development				
Competitions	$	29,049	$	31,559
Introductory programs		700		-
Under-represented population initiatives		700		700
Coaching Development		1,000		-
Officials Development		3,951		6,346
Boxing Ring and Trailer		1,839		1,299
	$	37,239	$	39,904

Schedule 6 - Excellence
for the year ended March 31, 2026 with comparative figures for 2025

		2026		2025
Athlete Development				
Athlete assistance	$	2,905	$	220
Competition		33,772		29,222
Training		19,912		-
Coaching Development		48		-
Officials Development		-		390
	$	56,637	$	29,832

Schedule 7 - Categorical Grant Expenses
for the year ended March 31, 2026 with comparative figures for 2025

		2026		2025
Sask Sport - NextGen Indigenous Athlete Assistance	$	-	$	6,000
	$	-	$	6,000

Schedule 7 - Membership Assistance Program Recipients
for the year ended March 31, 2026 with comparative figures for 2025

		2026		2025
Alliance Boxing Club	$	2,533	$	2,377
Demers Boxing Club		350		-
Quenten Demers - Demers Boxing Club		350		-
Four Corners Boxing Club		350		925
Dylin Curiston - Four Corners Boxing Club		350		-
Jaguar Boxing Club		350		925
Fitzroy Salomon - Jaguar Boxing Club		350		-
Kopas Boxing Club		700		2,118
Gary Kopas - Kopas Boxing Club		916		-
Lonsdale Boxing Club		700		3,052
Frank Fiacco - Lonsdale Boxing Club		2,024		-
New Line Boxing Club		1,654		-
Sandhills Boxing Club		350		-
Ken Blohm - Sandhill Boxing Club		350		-
Weyburn Soo Line Boxing Club		1,273		1,703
	$	12,600	$	11,100