

**Canadian Network for Maternal, Newborn & Child Health
o/a Canadian Partnership for Women and Children's Health**

Financial Statements

For the year ended September 30, 2017

Contents

Independent Auditor's Report	2
Financial Statements	
Statement of Financial Position	3
Statement of Operations and Net Assets	4
Statement of Cash Flows	5
Notes to Financial Statements	6



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Independent Auditor's Report

To the Members of Canadian Network for Maternal, Newborn, and Child Health

We have audited the accompanying financial statements of Canadian Network for Maternal, Newborn, and Child Health (o/a Canadian Partnership for Women and Children's Health) which comprise the statement of financial position as at September 30, 2017 and the statements of operations and 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, 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Canadian Network for Maternal, Newborn, and Child Health (o/a Canadian Partnership for Women and Children's Health) as at September 30, 2017 and its financial performance and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

BDO Canada LLP

Chartered Professional Accountants, Licensed Public Accountants
Lindsay, Ontario
October 29, 2017

**Canadian Network for Maternal, Newborn, and Child Health
(o/a Canadian Partnership for Women and Children's Health)
Statement of Financial Position**

September 30	2017	2016
Assets		
Current assets		
Cash (Note 3)	\$ 1,529,235	\$ 313,075
Accounts receivable	44,760	8,827
Prepaid expense	1,796	-
	<u>\$ 1,575,791</u>	<u>\$ 321,902</u>
Liabilities and Net Assets		
Current liabilities		
Accounts payable and accrued liabilities (Note 4)	\$ 305,745	\$ 134,672
Deferred revenue (Note 5)	1,213,305	176,817
	<u>1,519,050</u>	<u>311,489</u>
Net assets		
Unrestricted	<u>56,741</u>	<u>10,413</u>
	<u>\$ 1,575,791</u>	<u>\$ 321,902</u>

On behalf of the Board



Director



Director

**Canadian Network for Maternal, Newborn, and Child Health
(o/a Canadian Partnership for Women and Children's Health)
Statement of Operations and Net Assets**

For the year ended September 30	General	Knowledge Exchange	Measuring Results	Stakeholder Engagement	2017	2016
Revenues						
Grants	\$ 152,368	\$ 827,733	\$ 297,361	\$ 561,654	\$ 1,839,116	\$ 533,700
Event fees	41,903	-	-	-	41,903	-
Donations and sponsorships	9,000	-	-	-	9,000	10,413
	203,271	827,733	297,361	561,654	1,890,019	544,113
Expenses						
Communications	18,154	-	-	-	18,154	5,290
Consultants	12,206	360,239	13,672	149,559	535,676	53,386
Insurance	1,119	-	-	-	1,119	3,024
Meetings and events	22,309	236,425	10,570	45,638	314,942	90,707
Professional development	260	-	-	-	260	6,595
Professional fees	14,528	-	-	-	14,528	18,527
Supplies	17,252	3,384	-	9,239	29,875	16,204
Translation	282	12,865	278	4,764	18,189	3,917
Wages	70,833	214,820	272,841	352,454	910,948	336,050
	156,943	827,733	297,361	561,654	1,843,691	533,700
Excess of revenues over expenses	\$ 46,328	\$ -	\$ -	\$ -	\$ 46,328	\$ 10,413
Net Assets, beginning of year					10,413	-
Net Assets, end of year					\$ 56,741	\$ 10,413

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

**Canadian Network for Maternal, Newborn, and Child Health
(o/a Canadian Partnership for Women and Children's Health)
Statement of Cash Flows**

For the year ended September 30	2017	2016
Cash flows from operating activities		
Excess of revenue over expenses	\$ 46,328	\$ 10,413
Changes in non-cash working capital balances		
Accounts receivable	(35,933)	(8,827)
Prepaid expenses	(1,796)	-
Accounts payable and accrued liabilities	171,073	134,672
Deferred revenue	1,036,488	176,817
Increase in cash during the year	1,216,160	313,075
Cash, beginning of year	313,075	-
Cash, end of year	\$ 1,529,235	\$ 313,075

Canadian Network for Maternal, Newborn, and Child Health (o/a Canadian Partnership for Women and Children's Health) Notes to Financial Statements

September 30, 2017

1. Nature of Operations and Summary of Significant Accounting Policies

Nature of Organization The Organization is incorporated in Canada without share capital as a non-profit organization comprised of members. The aim of the organization is to catalyze Canadian collaboration to improve women's and children's health worldwide.

The Organization is a not-for-profit organization under the Income Tax Act and is accordingly exempt from income taxes, provided certain requirements of the Income Tax Act are met.

Basis of Accounting The financial statements have been prepared using Canadian accounting standards for not-for-profit organizations.

The organization follows the deferral method of accounting for contributions.

Revenue Recognition Event fees, donation and sponsorship income is recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Grants and restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Revenue in excess of related expenses incurred is deferred.

Financial Instruments Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, all cash and investments have been designated to be in the fair value category, with gains and losses reported in operations. All other financial instruments are reported at cost or amortized cost less impairment, if applicable. Financial assets are tested for impairment when changes in circumstances indicate the asset could be impaired. Transaction costs on the acquisition, sale or issue of financial instruments are expensed for those items measured at fair value at each statement of financial position date and charged to the financial instrument for those measured at amortized cost.

Canadian Network for Maternal, Newborn, and Child Health (o/a Canadian Partnership for Women and Children's Health) Notes to Financial Statements

September 30, 2017

2. Economic Dependence

The Organization depends on Global Affairs Canada for its revenues. The Organization is in the second year of a five year contribution agreement with Global Affairs Canada authorizing programs in a service plan and spending in detailed budgets. The Organization must also comply with reporting and other accountability requirements established by Global Affairs Canada.

3. Financial Instrument Risk

Credit Risk

The organization is exposed to credit risk arising from holding the bank accounts at one financial institution, therefore the balance over the \$100,000 threshold insured by the Canada Deposit Insurance Company is not covered.

There have been no changes to the organization's financial instrument risk exposure from the prior year.

4. Accounts Payable

	2017	2016
Trade	\$ 260,418	\$ 89,822
Government Remittances	45,327	44,850
	<u>\$ 305,745</u>	<u>\$ 134,672</u>

5. Deferred Revenue

Deferred revenue refers to revenue received in accordance with Global Affairs Canada funding. The revenue will be recognized when expenses are incurred that relate to the funding provided by Global Affairs Canada.

6. Comparative Amounts

The comparative amounts presented in the financial statement have been restated to conform to the current year's presentation.