

ShareLife
Financial Statements
December 31, 2025

INDEPENDENT AUDITORS' REPORT

To the Trustees of ShareLife

Opinion

We have audited the financial statements of ShareLife (the "Organization"), which comprise the statement of financial position as at December 31, 2025, and the statements of revenues and expenses, fund balances and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, 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 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 *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Organization in accordance with 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 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.

Auditors' 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 auditors' 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.

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INDEPENDENT AUDITORS' REPORT - continued

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 auditors' 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 auditors' 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.

We 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.

Williams & Partners

Chartered Professional Accountants LLP
Licensed Public Accountants

Markham, Ontario
April 29, 2026

SHARELIFE
Statement of Financial Position
December 31, 2025

	2025	2024
	\$	\$
Assets		
Current		
Cash (note 4)	1,457,452	479,745
Amounts receivable	115,311	737,333
Pledges receivable from annual campaign	807,570	1,283,603
	<u>2,380,333</u>	<u>2,500,681</u>
Investments - General Fund (note 5)	1,666,837	1,528,732
Investments - Legacy for Life Endowment Fund (note 5)	14,612,169	13,389,996
	<u>18,659,339</u>	<u>17,419,409</u>
Liabilities		
Current		
Accounts payable and accrued liabilities	110,211	84,292
Distributions payable (Schedule 1)	358,478	312,484
Loan payable	1,000,000	-
	<u>1,468,689</u>	<u>396,776</u>
Fund Balances		
General Fund	3,310,162	4,246,070
Legacy for Life Endowment Fund (note 6)	13,880,488	12,776,563
	<u>17,190,650</u>	<u>17,022,633</u>
	<u>18,659,339</u>	<u>17,419,409</u>

Related party balances (note 7)

Approved on behalf of the Trustees

[Signature] Trustee

[Signature] Trustee

See accompanying notes

SHARELIFE**Statement of Revenues and Expenses****Year ended December 31, 2025**

	General Fund	Legacy for Life Endowment Fund	2025	2024
	2025	2025	2025	2024
	\$	\$	\$	\$
Revenues				
Annual campaign				
Archdiocesan parish appeal	15,758,281	-	15,758,281	14,449,050
Schools, employee campaigns, miscellaneous	1,252,261	-	1,252,261	1,336,610
Corporations	865,596	-	865,596	1,203,613
	<u>17,876,138</u>	<u>-</u>	<u>17,876,138</u>	<u>16,989,273</u>
Other				
Bequests	-	414,115	414,115	478,745
Investment income	141,099	269,597	410,696	320,471
Contribution - Legacy for Life Endowment Fund	532,363	(532,363)	-	-
Miscellaneous revenues	1,306	-	1,306	34
	<u>674,768</u>	<u>151,349</u>	<u>826,117</u>	<u>799,250</u>
	18,550,906	151,349	18,702,255	17,788,523
Campaign and administrative expenses (Schedule 2)				
	<u>1,817,315</u>	<u>-</u>	<u>1,817,315</u>	<u>1,684,620</u>
Excess of revenues over expenses before the undernoted				
Distributions (Schedule 1)	16,733,591	151,349	16,884,940	16,103,903
	<u>17,778,201</u>	<u>-</u>	<u>17,778,201</u>	<u>17,284,791</u>
Excess (deficiency) of revenues over expenses before change in fair value of investments				
	(1,044,610)	151,349	(893,261)	(1,180,888)
Change in fair value of investments	108,702	952,576	1,061,278	1,576,061
	<u>(935,908)</u>	<u>1,103,925</u>	<u>168,017</u>	<u>395,173</u>

Related party transactions (note 7)

SHARELIFE**Statement of Fund Balances****Year ended December 31, 2025**

	General Fund	Legacy for Life Endowment Fund	2025	2024
	2025	2025	2025	2024
	\$	\$	\$	\$
Fund balances, beginning	4,246,070	12,776,563	17,022,633	16,627,460
Excess (deficiency) of revenues over expenses	(935,908)	1,103,925	168,017	395,173
Fund balances, ending	3,310,162	13,880,488	17,190,650	17,022,633

SHARELIFE**Statement of Cash Flows****Year ended December 31, 2025**

	2025	2024
	\$	\$
Operating activities		
Excess of revenues over expenses	168,017	395,173
Items not affecting cash:		
Change in fair value of investments	(1,061,278)	(1,576,061)
Investment income reinvested	(299,000)	(146,614)
	<u>(1,192,261)</u>	<u>(1,327,502)</u>
Changes in non-cash working capital:		
Amounts receivable	622,022	(731,404)
Pledges receivable from annual campaign	476,033	(61,899)
Accounts payable and accrued liabilities	25,919	15,716
Distributions payable	45,994	(109,954)
	<u>1,169,968</u>	<u>(887,541)</u>
	<u>(22,293)</u>	<u>(2,215,043)</u>
Investing activity		
Proceeds on disposal of General Fund investment	-	1,000,000
Financing activity		
Loan payable	1,000,000	-
Increase (decrease) in cash	977,707	(1,215,043)
Cash, beginning	479,745	1,694,788
Cash, ending <i>(note 4)</i>	<u>1,457,452</u>	<u>479,745</u>

See accompanying notes

4.

SHARELIFE**Schedule of Allocations, Distributions and Distributions Payable****(Schedule 1)****Year ended December 31, 2025**

	Paid to December 31, 2025 \$	Remaining to be paid at December 31, 2025 \$	2025 \$	2024 \$
Distributions to participants in annual ShareLife appeal				
Catholic Charities	11,951,674	15,694	11,967,368	11,611,458
St. Augustine's Seminary of Toronto	2,000,000	-	2,000,000	2,000,000
Pastoral Mission Fund	632,216	217,784	850,000	850,000
Office for Refugees	550,000	-	550,000	550,000
Catholic Youth Centre	400,000	-	400,000	400,000
Canadian Catholic Organization for Development and Peace	-	125,000	125,000	125,000
St. John Paul II Centre	100,000	-	100,000	100,000
	<u>15,633,890</u>	<u>358,478</u>	<u>15,992,368</u>	<u>15,636,458</u>
Distributions for grants-in-aid				
Hospital Chaplaincy	350,000	-	350,000	350,000
Office of Vocations	150,000	-	150,000	150,000
Canadian Food for Children	100,000	-	100,000	100,000
Redemptoris Mater Missionary Seminary	100,000	-	100,000	85,000
Social Care & Community Outreach	100,000	-	100,000	-
Good Shepherd Refuge	95,000	-	95,000	95,000
Right to Life Association	40,000	-	40,000	40,000
New Beginnings	35,000	-	35,000	35,000
Mary's Meals	33,333	-	33,333	33,333
DeVeber Institute	20,000	-	20,000	20,000
Food Security Grants	762,500	-	762,500	740,000
	<u>1,785,833</u>	<u>-</u>	<u>1,785,833</u>	<u>1,648,333</u>
	<u>17,419,723</u>	<u>358,478</u>	<u>17,778,201</u>	<u>17,284,791</u>

Related party transactions and balances (note 7)

SHARELIFE**Schedule of Campaign and Administrative Expenses****(Schedule 2)****Year ended December 31, 2025**

	2025	2024
	\$	\$
Campaign		
Advertising	10,812	11,796
Awards and recognition	696	506
Design and artwork	5,085	2,943
Direct mail	285,589	228,418
Donations processing fees	148,146	126,489
Film and video	3,400	5,255
Meetings	3,187	2,785
Photography	2,079	2,079
Postage	2,521	3,531
Printing	40,334	40,961
Salaries and benefits	514,721	470,796
Shipping	15,577	14,960
Special events	60,960	43,742
Telephone	1,219	919
	<u>1,094,326</u>	<u>955,180</u>
Administrative		
Accounting and other support services	36,000	36,000
Audit, legal and other fees	12,783	15,358
Banking and investment fees	88,829	108,703
Car, travel and insurance	7,074	7,250
Education	280	4,922
Membership and licence fees	8,566	22,329
Office equipment and software	2,943	10,559
Office expenses	8,785	10,515
Rent	43,008	43,008
Salaries and benefits	514,721	470,796
	<u>722,989</u>	<u>729,440</u>
	<u>1,817,315</u>	<u>1,684,620</u>

Related party transactions (note 7)

SHARELIFE

Notes to Financial Statements

Year Ended December 31, 2025

1. PURPOSE OF THE ORGANIZATION

ShareLife is the Catholic community's response to providing care and outreach to those in need through its agencies by raising and allocating funds effectively and fulfilling its obligations to respect life at all stages.

ShareLife was established by the Roman Catholic Episcopal Corporation for the Diocese of Toronto in Canada (the Archdiocese) under a declaration of trust and is registered as a Canadian charity, and, as such, is exempt from income taxes under the Income Tax Act.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations, are in accordance with Canadian generally accepted accounting principles and include the following significant accounting policies:

Fund accounting

As a not-for-profit organization, the Organization uses the fund accounting system. In this system, each fund is a self-balancing set of accounts which are segregated for specific purposes in accordance with the objectives and by-laws. The Organization has the following funds: (i) the General Fund which accounts for revenues, expenses, assets and liabilities related to service delivery activities and administration; and (ii) the Legacy for Life Endowment Fund which accounts for funds used for the long-term support of ShareLife agencies.

Revenue recognition

The Organization follows the deferral method of accounting for contributions.

Revenues from the annual campaign and bequests are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is probable.

Investment income consists of interest, dividends, capital gains and income distributions from pooled funds. Unrestricted investment income is recognized when earned.

Contributions to the Legacy for Life Endowment Fund are endowed and the investment income is to be used for the long-term support of ShareLife agencies.

Contributions and other donations externally restricted for purposes other than endowments are deferred and recognized as revenue in the period in which the related expenses are recognized.

Financial instruments

The Organization initially measures its financial assets and liabilities at fair value and subsequently measures all its financial assets and liabilities at amortized cost, except for investments, which are measured at fair value, and related party transactions, which are measured at the exchange amount established and agreed to by the related parties. Changes in fair value are recognized in excess of revenues over expenses.

Financial assets measured at amortized cost include cash, amounts receivable and pledges receivable from annual campaign.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities, distributions payable and loan payable.

Investments are stated at fair value for those equity instruments that are quoted in an active market.

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of any write-down is recognized as a charge to excess of revenues over expenses.

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Notes to Financial Statements

Year Ended December 31, 2025

2. SIGNIFICANT ACCOUNTING POLICIES (*continued*)

Cash and cash equivalents

Cash and cash equivalents is defined as cash on hand, net of cheques issued and outstanding at the reporting date, cash on deposit, and deposits with maturity dates of less than 90 days.

Campaign distributions and grants-in-aid

Distributions from campaign revenues represent amounts approved by the Trustees on a calendar year basis for the annual operations of the specified participants in the annual appeal of ShareLife.

Grants-in-aid are amounts approved by the Trustees for the initiation or maintenance of the services of other organizations that are not specified participants in the annual appeal of ShareLife.

Distributions and grants-in-aid are recorded in the financial statements in the fiscal year for which they are approved by the Trustees.

Capital assets

Capital assets, which are not significant to the annual operations of the Organization, are expensed in the year of acquisition.

Pension costs

Certain lay employees of the Organization are members of a defined contribution pension plan sponsored by the Archdiocese. The pension costs associated with current service are expensed and funded in the year in which the service is rendered.

Related party transactions

A related party exists when one party has the ability to exercise, directly or indirectly, control, joint control or significant influence over the other. A related party transaction is a transfer of economic resources or obligations between related parties, or the provision of services by one party to a related party, regardless of whether any consideration is exchanged. Transactions that are in the normal course of operations are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

Donated materials and services

These financial statements do not reflect donated materials and services except where the fair value can be reasonably estimated and when they are used in the course of normal operations.

Members of the advisory board serve without remuneration. While these services benefit the Organization, a reasonable estimate of their amount and fair value cannot be made and, accordingly, these contributed services are not recognized in the financial statements. There were no donated materials or services recognized during the year ended December 31, 2025 or the year ended December 31, 2024.

Use of estimates

The preparation of the Organization's financial statements, in accordance with Canadian accounting standards for not-for-profit organizations, requires management to make estimates and assumptions which affect the reported amount of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses for the year. Estimates are used when accounting for fair value of investments, bad debts and legal contingencies. Due to the inherent uncertainty involved with making such estimates, actual results could differ from those reported. As adjustments become necessary, they are reported in excess of revenues over expenses in the period in which they become known.

SHARELIFE

Notes to Financial Statements

Year Ended December 31, 2025

3. FINANCIAL INSTRUMENTS

The Organization is exposed to various risks through its financial instruments. The following analysis provides a measure of the Organization's risk exposures and concentrations at the statement of financial position date.

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

The Organization is exposed to credit risk on the amounts receivable balance. In order to mitigate its credit risk, the Organization has adopted credit policies which include the regular review and analysis of the aging of its receivables.

Liquidity risk

Liquidity risk is the risk that the Organization will not be able to meet a demand for cash or fund its obligations as they come due as a result of the Organization's inability to liquidate assets in a timely manner and at a reasonable price.

The Organization is exposed to liquidity risk and mitigates this risk by holding assets that can be readily converted to cash.

Market risk

Market risk is the risk that the value of an investment will fluctuate as a result of changes in market prices, whether those changes are caused by factors specific to the individual investment or its issuer or factors affecting all securities traded in the market. Market risk comprises three types of risk: currency risk, interest rate risk and price risk.

The Organization is exposed to market risk and mitigates this risk by investing in a diversified portfolio of investments.

i) Currency risk

Currency risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.

The Organization is exposed to currency risk on its investments in equity instruments as described in note 5.

ii) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Organization is exposed to interest rate risk on its investments as described in note 5.

iii) Price risk

Price risk refers to the risk that the fair market value of financial instruments or future cash flows associated with the instruments will fluctuate because of changes in market prices (other than those arising from currency risk or interest rate risk).

The Organization is exposed to price risk on its investments in equity instruments as described in note 5.

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Notes to Financial Statements

Year Ended December 31, 2025

3. FINANCIAL INSTRUMENTS (continued)

Changes in risk

There has been a decrease in the Organization's credit risk exposure due to the decrease in accounts receivable and pledges receivable compared to the prior year. There has been an increase in the Organization's liquidity risk exposure due to the increase in current liabilities compared to the prior year. There has been an increase in the Organization's interest rate and price risk exposures due to the increase in investments compared to the prior year.

4. CASH AND CASH EQUIVALENTS

	2025	2024
	\$	\$
Cash - General Fund	2,189,133	1,093,178
Cash - Legacy for Life Endowment Fund	(731,681)	(613,433)
	<u>1,457,452</u>	<u>479,745</u>

5. INVESTMENTS

Investments are comprised of:

	2025		2024	
	Cost	Fair Value	Cost	Fair Value
	\$	\$	\$	\$
General Fund				
Pooled funds	1,529,481	1,666,837	1,288,637	1,528,732
Legacy for Life Endowment Fund				
Pooled funds	13,522,005	14,612,169	11,401,489	13,389,996

SHARELIFE

Notes to Financial Statements

Year Ended December 31, 2025

6. LEGACY FOR LIFE ENDOWMENT FUND

The Legacy for Life Endowment Fund (the Fund) was established in 2003 by the Organization and is an externally endowed fund. The investment income earned on the Fund is to be used for the long-term support of agencies of the Organization. The capital of the Fund is increased by donations from individuals wishing to contribute to the Fund and bequests received during the year. The Fund contributes 4% of average market investments over the past three years to operations. In the current fiscal year ended December 31, 2025, \$532,363 (2024 - \$451,168) was transferred to operations.

The capital of the Fund is invested in a separate pooled fund investment account, as recommended by the Trustees. The investments are administered in accordance with the Trustees' statement of investment policies and procedures. In order to preserve the principal value of the Fund over the long term, a portion of the investment income, which is determined by a formula approved by the Trustees after adjusting for inflation, is transferred into the Fund each year from the General Fund.

Activities in the Fund were as follows:

	2025	2024
	\$	\$
Balance, beginning	12,776,563	11,284,045
Net investment income earned	269,597	130,415
Transfer to operations	(532,363)	(451,168)
Bequests received	414,115	478,745
Change in fair value of investments	952,576	1,334,526
Balance, ending	<u>13,880,488</u>	<u>12,776,563</u>
	2025	2024
	\$	\$
Comprised of:		
Pooled funds (fair value)	14,612,169	13,389,996
Cash	(731,681)	(613,433)
	<u>13,880,488</u>	<u>12,776,563</u>

SHARELIFE**Notes to Financial Statements****Year Ended December 31, 2025****7. RELATED PARTY TRANSACTIONS AND BALANCES**

The following is a summary of the Organization's related party transactions and balances:

	2025	2024
	\$	\$
<u>Related party transactions</u>		
Archdiocese		
<i>The Archdiocese, which includes the Parishes, controls the Organization through its right to appoint all of its Trustees.</i>		
Revenue - Archdiocesan parish appeal	15,758,281	14,449,050
Office accommodation and administrative services	79,008	79,008
Distributions paid to various ministries and related institutions		
<i>The Organization provides distributions to various ministries of the Archdiocese and its related institutions.</i>		
St. Augustine's Seminary of Toronto	2,000,000	2,000,000
Pastoral Mission Fund	632,216	662,516
Office for Refugees	550,000	550,000
Catholic Youth Centre	400,000	400,000
Food Security Grants to Parishes	352,500	365,000
Hospital Chaplaincy	350,000	350,000
Office of Vocations	150,000	150,000
St. John Paul II Centre	100,000	100,000
Redemptoris Mater Missionary Seminary	100,000	85,000
Social Care & Community Outreach	100,000	-
New Beginnings	35,000	35,000

These transactions are in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

Related party balances

	2025	2024
	\$	\$
Archdiocese		
Amounts receivable	79,284	641,679
Pledges receivable from annual campaign	795,573	776,229
Loan payable, non-interest bearing, unsecured and due on demand. The balance is expected to be repaid in fiscal 2026.	1,000,000	-
Distributions payable to various ministries and related institutions		
Pastoral Mission Fund	217,784	187,484