

LANDSCAPE MANITOBA HORTICULTURAL FOUNDATION

Financial Statements

Year Ended September 30, 2019

(Unaudited)

INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Directors of Landscape Manitoba Horticultural Foundation

We have reviewed the accompanying financial statements of Landscape Manitoba Horticultural Foundation that comprise the statement of financial position as at September 30, 2019 and the statements of revenues and expenditures, changes in net assets and cash flow for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

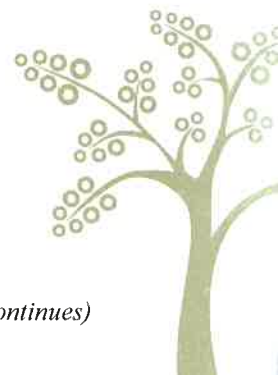
Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.




Independent Practitioner's Review Engagement Report to the Directors of Landscape Manitoba Horticultural Foundation *(continued)*

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that these financial statements do not present fairly, in all material respects, the financial position of Landscape Manitoba Horticultural Foundation as at September 30, 2019, and the results of its operations and its cash flows for the year then ended in accordance with the Canadian accounting standards for not-for-profit organizations.

We draw attention to Note 2 to the financial statements which describes that Landscape Manitoba Horticultural Foundation adopted Canadian accounting standards for not-for-profit organizations on October 1, 2018 with a transition date of October 1, 2017. These standards were applied retrospectively by management to the comparative information in these financial statements, including the statements of financial position as at September 30, 2018 and October 1, 2017 and the statements of revenues and expenditures, changes in net assets and cash flow for the year ended September 30, 2018 and related disclosures. We were not engaged to report on the restated comparative information, and as such, it is neither audited nor reviewed.

Winnipeg, Manitoba
November 21, 2019


Chartered Professional Accountants Inc.

LANDSCAPE MANITOBA HORTICULTURAL FOUNDATION

Statement of Financial Position

September 30, 2019

(Unaudited)

	<i>September 30</i> 2019	<i>September 30</i> 2018	<i>October 1</i> 2017
ASSETS			
CURRENT			
Cash	\$ 14,411	\$ 11,852	\$ 35,382
Term deposits <i>(Note 4)</i>	23,500	25,000	-
	37,911	36,852	35,382
DUE FROM MANITOBA NURSERY LANDSCAPE ASSOCIATION <i>(Note 5)</i>	-	625	625
	\$ 37,911	\$ 37,477	\$ 36,007
LIABILITIES AND NET ASSETS			
CURRENT			
Accounts payable and accrued liabilities	\$ 2,000	\$ -	\$ -
MANITOBA SHADE TREE RESEARCH TRUST	1,456	1,456	1,456
	3,456	1,456	1,456
NET ASSETS			
General fund	34,455	36,021	-
	34,455	36,021	34,551
	\$ 37,911	\$ 37,477	\$ 36,007

LANDSCAPE MANITOBA HORTICULTURAL FOUNDATION

Statement of Revenues and Expenditures

Year Ended September 30, 2019

(Unaudited)

	2019	2018
REVENUES		
Fundraising income	\$ 685	\$ 1,815
Interest and other income	379	-
	1,064	1,815
EXPENSES		
Interest and bank charges	46	46
Office	254	-
Professional fees	2,330	299
	2,630	345
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$ (1,566)	\$ 1,470

LANDSCAPE MANITOBA HORTICULTURAL FOUNDATION

Statement of Changes in Net Assets

Year Ended September 30, 2019

(Unaudited)

	2019	2018
NET ASSETS - BEGINNING OF YEAR	\$ 36,021	\$ 34,551
DEFICIENCY OF REVENUES OVER EXPENSES	(1,566)	1,470
NET ASSETS - END OF YEAR	\$ 34,455	\$ 36,021

LANDSCAPE MANITOBA HORTICULTURAL FOUNDATION

Statement of Cash Flow

Year Ended September 30, 2019

(Unaudited)

	2019	2018
OPERATING ACTIVITIES		
Excess (deficiency) of revenues over expenses	\$ (1,566)	\$ 1,470
Change in non-cash working capital:		
Accounts payable and accrued liabilities	2,000	-
Cash flow from operating activities	434	1,470
INVESTING ACTIVITY		
Decrease (increase) in term deposits	1,500	(25,000)
FINANCING ACTIVITY		
Repayment to related parties	625	-
INCREASE (DECREASE) IN CASH FLOW	2,559	(23,530)
CASH - BEGINNING OF YEAR	11,852	35,382
CASH - END OF YEAR	\$ 14,411	\$ 11,852

LANDSCAPE MANITOBA HORTICULTURAL FOUNDATION

Notes to Financial Statements

Year Ended September 30, 2019

(Unaudited)

1. NATURE OF OPERATIONS

Landscape Manitoba Horticultural Foundation (the "Foundation") was incorporated under the Corporation Act of Manitoba as a non-profit corporation and registered charity and is therefore not subject to income taxes. It aims to promote horticultural education by means of scholarships at horticultural institutions and to promote progress in horticultural research at universities, colleges, government institutions and nurseries.

2. FIRST TIME ADOPTION OF ACCOUNTING STANDARDS FOR NOT-FOR-PROFIT ORGANIZATIONS

During the year the organization adopted Canadian accounting standards for not-for-profit organizations (ASNFPPO). These financial statements are the first prepared in accordance with these standards. The adoption of ASNFPPO had no impact on net assets as at October 1, 2017 or revenues and expenditures or cash flow for the year ended September 30, 2018 as previously reported in accordance with pre-changeover Canadian generally accepted accounting principles.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Term deposit

Term deposits, which consist of guaranteed investment certificate with original maturities at date of purchase beyond three months and less than twelve months, are carried at amortized cost.

Revenue recognition

Landscape Manitoba Horticultural Foundation follows the deferral method of accounting for contributions.

Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

The Foundation recognizes all fundraising income in the year in which the event was held. Interest and all other revenue is recognized when earned.

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LANDSCAPE MANITOBA HORTICULTURAL FOUNDATION

Notes to Financial Statements

Year Ended September 30, 2019

(Unaudited)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Financial instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

Financial instruments measured at amortized cost include cash, term deposits, amounts due from Manitoba Nursery Landscape Association Inc., accounts payable and accrued liabilities.

It is management's assessment that the Foundation is not subject to significant credit risk, liquidity risk, or market risk.

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 amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

4. TERM DEPOSITS

The term deposit is made up of a guaranteed investment certificate of \$23,500 (2018 - \$25,000) which earns interest at a rate of 0.2% (2018 - 0.012%) and matures on November 10, 2019 (2018 - August 12, 2018).

5. DUE FROM MANITOBA NURSERY LANDSCAPE ASSOCIATION

Advances from a related organization are non-interest bearing and have no set repayment terms. The organizations are related through their common board.

6. MANITOBA SHADE TREE RESEARCH TRUST

Funds were previously received to support the Manitoba shade tree research project. Balance is funds remaining upon the completion of the initial research held for future similar projects.