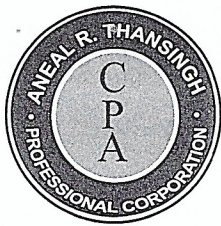

**SATYA SANATAN DHARMA CULTURAL SABHA OF CANADA
FINANCIAL STATEMENTS
DECEMBER 31, 2021**

**SATYA SANATAN DHARMA CULTURAL SABHA OF CANADA
FINANCIAL STATEMENTS
DECEMBER 31, 2021**

INDEX

	<u>Page</u>
Independent Auditor's Report	1 & 2
Statement of Financial Position	3
Statement of Changes in Net Assets - General Fund Unrestricted	4
Statement of Operations	5
Statement of Cash Flows	6
Notes to Financial Statements	7 - 11



ANEAL R. THANSINGH PROFESSIONAL CORPORATION

CHARTERED PROFESSIONAL ACCOUNTANT INDEPENDENT AUDITOR'S REPORT

To the members of
Satya Sanatan Dharma Cultural Sabha of Canada

Qualified Opinion

I have audited the accompanying financial statements of Satya Sanatan Dharma Cultural Sabha of Canada, which comprise the statements of financial position as at December 31, 2021, and the statements of changes in net assets, operations and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion section of my report, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at December 31, 2021, and the results of its operation and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Qualified Opinion

In common with many charitable organizations, the organization derives revenue from donations and projects and shows income, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, my verification of these revenues was limited to the amounts recorded in the records of the organization and I was not able to determine whether any adjustments might be necessary to donations and projects and shows income, excess (shortage) of revenues over expenses, cash flows provided by operations for the year ended December 31, 2021, current assets and net assets as at January 1, 2021 and December 31, 2021.

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 Satya Sanatan Dharma Cultural Sabha of Canada in accordance with the ethical requirements that are relevant to my audit of the financial statements in Canada, and I have fulfilled my other ethical 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 qualified audit opinion.

Other Matter

- The prior year's comparative figures were audited by another accounting firm.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the applicable financial reporting framework, 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 these financial statements, management is responsible for assessing the Satya Sanatan Dharma Cultural Sabha of Canada's ability to continue as a going concern, disclosing, as applicable, matters related to a going concern and using the going concern basis of accounting unless management either intends to liquidate the Satya Sanatan Dharma Cultural Sabha of Canada or to cease operations, or has no realistic alternative to do so.

Those charged with governance are responsible for overseeing the Satya Sanatan Dharma Cultural Sabha of Canada's financial reporting process.

Auditor's Responsibility for the Audit of the Financial Statements

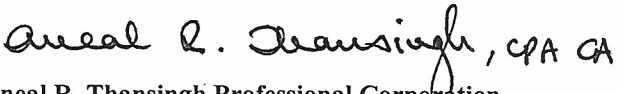
My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that 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:

- 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 Satya Sanatan Dharma Cultural Sabha of Canada'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 Satya Sanatan Dharma Cultural Sabha of Canada'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 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.

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.

Mississauga, Ontario
February 7, 2024


Aneal R. Thansingh Professional Corporation
Chartered Professional Accountant
Authorized to Practice Public Accounting by
The Chartered Professional Accountants of Ontario

SATYA SANATAN DHARMA CULTURAL SABHA OF CANADA
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2021

	Notes	2021 \$	2020 \$
ASSETS			
CURRENT			
Cash		173,610	87,086
Accounts Receivable		-	5,720
Short Term Investments	3	1,534	1,534
Term Deposits	4	5,164	5,154
HST Receivable		5,409	8,564
Deposits		3,733	3,734
		<u>189,450</u>	<u>111,792</u>
CAPITAL ASSETS	5	<u>2,338,367</u>	<u>2,397,999</u>
Total Assets		<u><u>2,527,817</u></u>	<u><u>2,509,791</u></u>
LIABILITIES AND NET ASSETS			
CURRENT			
Accounts payable and accrued liabilities		28,308	19,183
Deposits received		4,700	3,600
Mortgage payable	6	600,000	600,000
		<u>633,008</u>	<u>622,783</u>
DEFERRED CAPITAL GRANTS	7	90,426	105,058
MEMBER LOANS PAYABLE	8	14,274	14,274
BANK LOAN - CEBA	11	60,000	40,000
		<u>164,700</u>	<u>159,332</u>
Total Liabilities		<u>797,708</u>	<u>782,115</u>
NET ASSETS - GENERAL FUND UNRESTRICTED		<u>1,730,109</u>	<u>1,727,676</u>
Total Liabilities and Net Assets - General Fund Unrestricted		<u><u>2,527,817</u></u>	<u><u>2,509,791</u></u>

APPROVED ON BEHALF OF THE BOARD

Director

Director

- See Notes to Financial Statements -

**SATYA SANATAN DHARMA CULTURAL SABHA OF CANADA
STATEMENT OF CHANGES IN NET ASSETS - GENERAL FUND UNRESTRICTED
FOR THE YEAR ENDED DECEMBER 31, 2021**

	2021	2020
	\$	\$
BALANCE - beginning of year	1,727,676	1,778,778
EXCESS (SHORTAGE) OF REVENUE OVER EXPENSES FOR THE YEAR	<u>2,433</u>	<u>(51,102)</u>
BALANCE - end of year	<u><u>1,730,109</u></u>	<u><u>1,727,676</u></u>

- See Notes to Financial Statements -

SATYA SANATAN DHARMA CULTURAL SABHA OF CANADA
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2021

	Notes	2021	2020
		\$	\$
REVENUE			
Donations		136,703	112,935
Membership fees		30,044	19,063
Amortization of capital grants		14,632	14,637
Veridian rebates		6,112	8,358
Rental of auditorium		2,900	7,400
Parking income		700	-
Projects and shows income		8,827	6,353
Pooja services		620	1,319
Store sales		80	1,184
Miscellaneous revenue		-	500
Interest and dividend income		12	66
		<u>200,630</u>	<u>171,815</u>
EXPENSES			
Bad debt		-	2,000
Garbage disposal		1,364	4,073
Insurance		3,968	3,969
Interest and bank charges		3,293	3,487
Interest expense		36,000	36,000
Music		1,731	2,289
Office and administration		5,261	4,830
Professional fees		14,177	9,118
Projects and shows		9,810	10,301
Repairs and maintenance		15,949	24,394
Salaries and benefits		24,695	27,884
Supplies		8,910	5,042
Travel		233	17,257
Utilities and telephone		23,468	22,966
Amortization		60,230	63,217
		<u>209,089</u>	<u>236,827</u>
SHORTAGE OF REVENUES OVER EXPENSES FROM OPERATIONS		<u>(8,459)</u>	<u>(65,012)</u>
OTHER INCOME			
Canada Emergency Wage Subsidy	9	2,340	8,190
Canada Emergency Rent Subsidy	9	8,552	5,720
		<u>10,892</u>	<u>13,910</u>
EXCESS (SHORTAGE) OF REVENUES OVER EXPENSES FOR THE YEAR		<u>2,433</u>	<u>(51,102)</u>

- See Notes to Financial Statements -

SATYA SANATAN DHARMA CULTURAL SABHA OF CANADA
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2021

	2021	2020
	\$	\$
STATEMENT OF CASH FLOWS		
CASH WAS PROVIDED (USED) BY		
OPERATING ACTIVITIES		
Excess (shortage) of revenues over expenses	2,433	(51,102)
Add: Items not requiring cash outlay - amortization	60,230	63,217
Amortization of deferred capital grants	(14,632)	(14,637)
Cash provided by operations	<u>48,031</u>	<u>(2,522)</u>
Changes in non-cash working capital items		
(Increase (decrease) in accounts receivable	5,720	(3,720)
Decrease in HST receivable	3,155	11,474
Increase in accounts payable and accrued liabilities	9,125	7,502
Increase (decrease) in deposits received	1,100	(700)
Cash provided by operations	<u>67,131</u>	<u>12,034</u>
INVESTING ACTIVITIES		
Purchase of capital assets	(598)	(73,557)
Purchase of term deposit	(10)	(25)
Purchase of short-term investments	-	(29)
Cash flow used by investing activities	<u>(608)</u>	<u>(73,611)</u>
FINANCING ACTIVITY		
Proceeds from bank loan - CEBA	20,000	40,000
NET INCREASE (DECREASE) IN CASH	<u>86,523</u>	<u>(21,577)</u>
CASH - beginning of year	<u>87,086</u>	<u>108,663</u>
CASH - end of year	<u><u>173,610</u></u>	<u><u>87,086</u></u>

- See Notes to Financial Statements -

SATYA SANATAN DHARMA CULTURAL SABHA OF CANADA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021

NOTE 1. PURPOSE OF SATYA SANATAN DHARMA CULTURAL SABHA OF CANADA

The purpose of Satya Sanatan Dharma Cultural Sabha of Canada (the "Organization") is to promote and advance the spiritual teachings of Hinduism by practicing the religious observances, tenets and doctrines associated with that faith. The Organization is a charitable organization under the Income Tax Act and, as such, is exempt from income tax, provided certain requirements of the Income Tax Act are met.

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

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

Cash and cash equivalents

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

Revenue Recognition

Unrestricted contributions from donations, grants, shows and projects and rental income are recorded in the year received or receivable, if the amount to be received can be reasonably estimated and collection is reasonably assured. All restricted contributions are recognized as revenue of the General fund in the year in which the related expenses are incurred. Externally restricted contributions for the purchase of depreciable capital assets are deferred and amortized over the life of the related capital asset.

Interest income is recognized as revenue of the related fund when earned. Grants received for the purchase of depreciable assets are amortized at the same rate as the related capital assets.

Basis of Accounting

These financial statements were prepared using the accrual basis of accounting. The accrual basis recognizes revenues as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of receipts of goods or services and the creation of a legal obligation to pay.

Use of Estimates

The preparation of these financial statements in accordance 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 at the date of the financial statements, and the reported amounts of revenues and expenses during the year. Significant items subject to such estimates and assumptions include the estimated useful lives of capital assets. Actual results could differ from management's best estimates as additional information becomes available in the future.

SATYA SANATAN DHARMA CULTURAL SABHA OF CANADA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Contributed services

A substantial number of volunteers contribute a significant amount of their time each year. Because of the difficulty of determining their value, contributed services are not recognized in the financial statements.

Capital assets

Capital assets are stated at cost or deemed cost, less accumulated amortization. Capital assets are amortized over their estimated useful lives at the following rates and methods:

Building	2% declining balance method
Building improvements	2% declining balance method
Washrooms	10% declining balance method
Furniture and equipment	20% declining balance
Office equipment	20% declining balance method
Parking lot	15 years straight-line method
Stage renovations	15 years straight-line method

In the year of acquisition, capital assets are amortized at 50% of the annual rate.

Murties and jewellery are capitalized at the time of purchase and are not amortized because of their nature.

Financial Instruments

The Organization initially measures its financial assets and liabilities at fair value. The Organization subsequently measures all its financial assets and financial liabilities at amortized cost, except for short-term investments which are measured at fair value. Financial assets measured at amortized cost include cash, accounts receivable, term deposit, and deposits. Financial liabilities measured at amortized cost include accounts payable and accrued liabilities, deposits received, member loans payable, mortgage payable and bank loan – CEBA.

NOTE 3. SHORT-TERM INVESTMENTS

Short-term investments consist of mutual funds with RBC and are measured at fair value.

NOTE 4. TERM DEPOSITS

Term deposits consist of a guaranteed investment certificate (GIC). The \$5,164 GIC earns interest at 0.10% and mature on March 17, 2022. It is recorded at amortized cost and was reinvested when it matured.

SATYA SANATAN DHARMA CULTURAL SABHA OF CANADA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021

NOTE 5. CAPITAL ASSETS

	2021		2020	
	Cost	Accumulated Amortization	Net Book Value	Net Book value
	\$	\$	\$	\$
Land	192,000	-	192,000	192,000
Landscaping	14,920	-	14,920	14,920
Murties and Jewellery	76,558	-	76,558	76,558
Building	2,173,243	858,894	1,314,349	1,341,172
Building improvements	690,710	81,247	609,463	619,780
Washrooms	49,517	11,414	38,103	42,337
Parking lot	228,967	167,388	61,579	67,259
Office equipment	155,590	143,871	11,719	14,720
Furniture and fixtures	127,772	108,757	19,015	23,434
Stage renovations	77,373	76,712	661	5,819
	<u>3,786,650</u>	<u>1,448,283</u>	<u>2,338,367</u>	<u>2,397,999</u>

NOTE 6. MORTGAGE PAYABLE

The Organization has a \$600,000 mortgage payable with a private lender at the interest rate of 6% per annum. The mortgage, which requires monthly interest payment only, matured on November 7, 2020, and has been extended on a month-to-month basis. It is secured by the property and a general security agreement.

NOTE 7. DEFERRED CAPITAL GRANTS

A capital grant of \$72,700 from the Ontario Trillium Foundation (OTF) for the renovation of the stage in the auditorium has been amortized over 15 years, being the estimated useful life of the stage, from 2007. The renovation was completed at the end of 2006.

	2021	2020
	\$	\$
Grant amount	72,700	72,700
Accumulated amortization	(72,700)	(67,858)
	<u>-</u>	<u>4,842</u>

During 2011, OTF agreed to provide 50% funding for various capital projects, on condition that the Organization provides the other 50%. The grant is being amortized to income over the life of the capital projects, being 20 years.

	2021	2020
	\$	\$
Grant amounts	195,800	195,800
Accumulated amortization	(105,374)	(95,584)
	<u>90,426</u>	<u>100,216</u>
Total deferred capital grants	<u>90,426</u>	<u>105,058</u>

SATYA SANATAN DHARMA CULTURAL SABHA OF CANADA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021

NOTE 8. MEMBER LOANS PAYABLE

	2021	2020
	\$	\$
Non-interest bearing	14,274	14,274

The loans are unsecured, non-interest bearing and have no set repayment terms.

NOTE 9. GOVERNMENT GRANTS

The Organization received the Canada Emergency Wage Subsidy (CEWS) of \$2,340 (2020 - \$8,190) in support of payment to its employees. There are no requirements for repayment of this amount.

The Organization also received the Canada Emergency Rent Subsidy (CERS) of \$8,552 (2020 - \$5,720) from the Federal Government in support of payments for rent. There are no requirements for repayment of this amount.

NOTE 10. COMMITMENTS

The Organization has a commitment to perform work on the property to comply with the by-laws of The City of Pickering. The Organization has a letter of credit with The City of Pickering for \$4,450 as a performance bond in relation to this work. The City of Pickering will release this letter of credit once the Organization has completed the required work, subject to its inspection process.

NOTE 11. BANK LOAN - CEBA

The Organization has received a Canada Emergency Business Account (CEBA) loan of \$60,000. The loan is non-interest bearing and \$20,000 will be forgiven if the balance of the loan is fully paid before January 18, 2024. The \$40,000 repayment was made in January 2024 prior to the set repayment date.

NOTE 12. FINANCIAL INSTRUMENTS

The Organization is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Organization's risk exposure and concentration as of December 31, 2021:

Liquidity Risk

Liquidity risk is the risk that the Organization will encounter difficulty in meeting obligations associated with financial liabilities. The Organization manages its liquidity by monitoring its operating requirements.

SATYA SANATAN DHARMA CULTURAL SABHA OF CANADA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021

NOTE 12. FINANCIAL ASSETS AND FINANCIAL LIABILITIES - CONTINUED

Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency rate risk, interest rate risk and other price risk. The Organization is mainly exposed to interest rate risk.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in interest rates. In seeking to minimize the risks from interest rate fluctuations, the Organization manages exposure through its normal operating and financing activities. The Organization is exposed to interest rate risk primarily through its interest rate on the GIC.

**SATYA SANATAN DHARMA CULTURAL SABHA OF CANADA
FINANCIAL STATEMENTS
DECEMBER 31, 2021**