

Summary Consolidated Financial Statements of

**WORLD UNIVERSITY SERVICE OF
CANADA**

Year ended March 31, 2016



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REPORT OF THE INDEPENDENT AUDITORS ON THE SUMMARY CONSOLIDATED FINANCIAL STATEMENTS

To the Board of Directors of the World University Service of Canada

The accompanying summary consolidated financial statements of the World University Service of Canada, which comprise the summary consolidated statement of financial position as at March 31, 2016, the summary consolidated statement of operations and changes in net assets for the year then ended, and related notes, are derived from the audited consolidated financial statements prepared in accordance with Canadian accounting standards for not-for-profit organizations, of the World University Service of Canada as at and for the year then ended March 31, 2016.

We expressed an unmodified audit opinion on those consolidated financial statements in our report dated June 25, 2016.

The summary consolidated financial statements do not contain all the disclosures required by Canadian accounting standards for not-for-profit organizations applied in the preparation of the audited consolidated financial statements of the World University Service of Canada. Reading the summary consolidated financial statements, therefore, is not a substitute for reading the audited consolidated financial statements of the World University Service of Canada.

Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation of a summary of the audited consolidated financial statements on the basis described in note 2.

Auditors' Responsibility

Our responsibility is to express an opinion on the summary consolidated financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standard (CAS) 810, "Engagements to Report on Summary Financial Statements".

Opinion

In our opinion, the summary consolidated financial statements derived from the audited consolidated financial statements of the World University Service of Canada as at March 31, 2016 are a fair summary of those consolidated financial statements, in accordance with the basis described in note 2.

Chartered Professional Accountants, Licensed Public Accountants

June 25, 2016

Ottawa, Canada

WORLD UNIVERSITY SERVICE OF CANADA

Summary Consolidated Statement of Financial Position

March 31, 2016, with comparative information for 2015

	2016	2015
Assets		
Current assets:		
Cash and cash equivalents	\$ 14,197,016	\$ 8,143,257
Project receivables	2,873,289	3,285,629
Advances receivable	386,593	122,621
Prepaid expenses	120,754	108,538
	<u>17,577,652</u>	<u>11,660,045</u>
Tangible capital and intangible assets	632,686	420,801
	<u>\$ 18,210,338</u>	<u>\$ 12,080,846</u>
Liabilities and Net Assets		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 1,845,669	\$ 2,670,275
Contract advances and other	13,222,716	6,417,678
Deferred revenue - Lewis Perinbam award	67,856	70,015
	<u>15,136,241</u>	<u>9,157,968</u>
Net assets:		
Invested in tangible capital and intangible assets	632,686	420,801
Internally restricted	2,374,555	2,435,224
Endowment fund	66,856	66,853
	<u>3,074,097</u>	<u>2,922,878</u>
	<u>\$ 18,210,338</u>	<u>\$ 12,080,846</u>

See accompanying notes to consolidated financial statements.

WORLD UNIVERSITY SERVICE OF CANADA

Summary Consolidated Statement of Operations and Changes in Net Assets

Year ended March 31, 2016, with comparative information for 2015

	2016	2015
Revenue:		
Contracts:		
GAC/DFATD Partnership Branch	\$ 5,649,586	\$ 5,190,059
GAC/DFATD Bilateral and other	10,492,754	6,045,753
Government of Botswana	5,531,179	6,537,132
UK-Aid	7,426,642	8,778,976
Other foreign funding	2,521,094	3,499,767
Other Canadian sources	2,395,229	1,860,095
Other	84,829	201,351
Donated services	2,351,501	3,018,764
	<u>36,452,814</u>	<u>35,131,897</u>
Expenses:		
Project:		
Direct costs	26,658,445	25,804,741
Salaries and benefits	4,006,578	3,206,064
Administrative:		
Salaries and benefits	1,447,303	1,413,554
Program development	392,853	447,348
Other	1,221,268	1,025,898
Fundraising	143,008	76,605
Donated services	2,351,501	3,018,764
	<u>36,220,956</u>	<u>34,992,974</u>
Excess of revenue over expenses before undernoted item	231,858	138,923
Severance - restructuring	80,642	10,716
Excess of revenue over expenses	151,216	128,207
Balance, beginning of year	2,922,878	2,794,545
Endowment contributions and investment gains	3	126
Balance, end of year	<u>\$ 3,074,097</u>	<u>\$ 2,922,878</u>

See accompanying notes to summary consolidated financial statements.

WORLD UNIVERSITY SERVICE OF CANADA

Notes to Summary Consolidated Financial Statements

Year ended March 31, 2016

1. Mission:

World University Service of Canada ("WUSC") was incorporated on October 1, 1957, without share capital, under Part II of the Canada Corporations Act. In 2014, WUSC continued its incorporation under the Canada Not-for-profit Corporations Act. As a registered charity with the Canada Revenue Agency, WUSC is exempt from income taxes under paragraph 149(1)(f) of the Income Tax Act (Canada).

WUSC is a leading Canadian non-profit organization in international development, committed to building a more equitable and sustainable world. We work with a unique and powerful network of post-secondary institutions, private-sector partners and volunteers to provide education, employment and empowerment opportunities that improve the lives of millions of disadvantaged youth around the world.

2. Summary consolidated financial statements:

The summary consolidated financial statements are derived from the complete audited consolidated financial statements, prepared in accordance with Canadian accounting standards for not-for-profit organizations, as at March 31, 2016.

The preparation of these summary consolidated financial statements requires management to determine the information that needs to be reflected in the summary consolidated financial statements so that they are consistent, in all material respects, with or represent a fair summary of the audited consolidated financial statements.

These summarized consolidated financial statements have been prepared by management using the following criteria:

- (a) Whether information in the summary consolidated financial statements is in agreement with the related information in the complete audited consolidated financial statements; and
- (b) Whether, in all material respects, the summary consolidated financial statements contain the information necessary to avoid distorting or obscuring matters disclosed in the related complete audited consolidated financial statements, including the notes thereto.

Management determined that the consolidated statement of changes in net assets and consolidated cash flows do not provide additional useful information and as such have not included them as part of the summary consolidated financial statements.

The complete audited consolidated financial statements of the World University Service of Canada are available upon request by contacting the management of the World University Service of Canada.