EDMONTON OILERS COMMUNITY FOUNDATION

Financial Statements

June 30, 2025

Pennock Acheson Nielsen Devaney LLP

Chartered Professional Accountants
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INDEPENDENT AUDITOR'S REPORT

To the Members of Edmonton Oilers Community Foundation

Opinion

We have audited the financial statements of Edmonton Oilers Community Foundation (the "Foundation"), which comprise the statement of financial position as at June 30, 2025, and the statements of revenues and expenditures and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Foundation as at June 30, 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 (ASNPO).

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 *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Foundation 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 ASNPO, 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 Foundation'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 Foundation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Foundation's financial reporting process.

Auditor's 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 auditor’s 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.

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 Foundation’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 Foundation’s ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor’s 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 auditor’s report. However, future events or conditions may cause the Foundation 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.

Pennock Acheson Nielsen Devaney LLP

Chartered Professional Accountants

November 17, 2025

EDMONTON OILERS COMMUNITY FOUNDATION

Statement of Financial Position

As at June 30, 2025

(Stated in thousands of dollars)

		2025		2024
ASSETS				
CURRENT				
Cash and cash equivalents	**$**	**1,503**	$	862
Restricted cash and cash equivalents *(Note 3)*		**40,981**		33,158
Accounts receivable		**970**		1,235
Prepaids		**103**		81
		43,557		35,336
PROPERTY AND EQUIPMENT *(Note 6)*		**3,317**		2,729
	$	**46,874**	$	38,065
LIABILITIES				
CURRENT				
Accounts payable and accrued liabilities	**$**	**19,701**	$	19,085
Deferred contribution revenue		**227**		259
		19,928		19,344
COMMITMENTS *(Note 7)*				
NET ASSETS		**26,946**		18,721
	$	**46,874**	$	38,065

ON BEHALF OF THE BOARD

__________________________________*Director*

__________________________________*Director*

EDMONTON OILERS COMMUNITY FOUNDATION

Statement of Revenues and Expenditures

For the Year Ended June 30, 2025

(Stated in thousands of dollars)

	2025	2024
REVENUES		
50/50 raffles, net *(Schedule 1)*	$ **17,253**	$ 20,067
Fundraising & events, net *(Schedule 2)*	**1,381**	1,475
Interest revenue	**1,025**	679
Industry growth fund grant	**845**	-
Other revenue	**287**	244
	20,791	22,465
GENERAL ADMINISTRATIVE COSTS		
Administrative costs *(Note 5)*	**1,593**	1,260
EXCESS OF REVENUES OVER EXPENSES BEFORE CHARITABLE DISBURSEMENTS	**19,198**	21,205
CHARITABLE DISBURSEMENTS		
Charitable donations	**8,567**	8,627
Community programming	**793**	538
Seats for Kids	**452**	343
ICE school	**144**	131
DCA programming	**101**	120
	10,057	9,759
EXCESS OF REVENUES OVER EXPENSES BEFORE THE FOLLOWING	**9,141**	11,446
Amortization	**916**	740
EXCESS OF REVENUES OVER EXPENSES	$ **8,225**	$ 10,706

EDMONTON OILERS COMMUNITY FOUNDATION

Statement of Changes in Net Assets

For the Year Ended June 30, 2025

(Stated in thousands of dollars)

	2025					
	Unrestricted	Restricted (Note 3)	Restricted for Community Programming (Note 3)	Restricted for Community Arena (Note 3)	Restricted for Colby Cave Initiatives (Note 3)	**Total**
NET ASSETS - BEGINNING OF YEAR	1,435	13,434	2,719	689	444	**18,721**
Excess of revenues over expenses	(660)	9,952	(999)	(103)	35	**8,225**
Inter-fund transfers	716	(2,831)	2,143	2	(30)	**-**
NET ASSETS - END OF YEAR	1,491	20,555	3,863	588	449	**26,946**

	2024					
	Unrestricted	Restricted (Note 3)	Restricted for Community Programming (Note 3)	Restricted for Community Arena (Note 3)	Restricted for Colby Cave Initiatives (Note 3)	**Total**
NET ASSETS - BEGINNING OF YEAR	1,551	2,282	2,904	811	467	**8,015**
Excess of revenues over expenses	(187)	12,014	(976)	(122)	(23)	**10,706**
Inter-fund transfers	71	(862)	791	-	-	**-**
NET ASSETS - END OF YEAR	1,435	13,434	2,719	689	444	**18,721**

EDMONTON OILERS COMMUNITY FOUNDATION

Statement of Cash Flows

Year Ended June 30, 2025

(Stated in thousands of dollars)

		2025		2024
NET INFLOW (OUTFLOW) OF CASH RELATED TO THE FOLLOWING ACTIVITIES:				
OPERATING ACTIVITIES				
Excess of revenues over expenses	**$**	**8,225**	$	10,706
Item not affecting cash:				
Amortization of property and equipment		**916**		740
		9,141		11,446
Changes in non-cash working capital:				
Accounts receivable		**265**		(730)
Prepaids		**(22)**		(9)
Accounts payable and accrued liabilities		**616**		16,677
Deferred contribution revenue		**(32)**		100
		827		16,038
		9,968		27,484
INVESTING ACTIVITY				
Purchase of property and equipment		**(1,504)**		(521)
INCREASE IN CASH AND CASH EQUIVALENTS		**8,464**		26,963
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR		**34,020**		7,057
CASH AND CASH EQUIVALENTS - END OF YEAR	**$**	**42,484**	$	34,020

(Stated in thousands of dollars)

1. LEGAL FORM AND OBJECTIVES

Edmonton Oilers Community Foundation, hereinafter referred to as the "Foundation", was formed in 1990 under the Societies Act of Alberta. The Foundation is a registered charity for purposes of the Income Tax Act (Canada) and is exempt from income taxes. The Foundation is governed by an independent Board of Directors, who is responsible to monitor the administration of all activities related to the Foundation. As part of its operations, the Foundation carries out 50/50 raffles at concerts and Edmonton Oilers games, which are regulated by the Alberta Gaming Liquor and Cannabis Commission (“AGLC”).

The mandate of the Foundation is to enhance communities by creating opportunities and access through three primary areas of focus: (i) supporting the growth of hockey for boys and girls in Oil Country at the grassroots level, (ii) engaging with organizations that address the needs of Edmonton’s Downtown Community, with an emphasis on programs that serve vulnerable populations, and (iii) responding to community needs and crises to fulfill its role as a responsible community citizen. The “Every Kid Deserves a Shot” initiative, launched in the 2023–24 season, aims at creating a lasting impact by uniting the community, removing barriers to sport, and fostering a sense of belonging for children both on and off the ice. Through more than 14 different program activations, the initiative aims to inspire and support over 100,000 kids across Oil Country, helping them reach their full potential.

2. ACCOUNTING POLICIES

Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations ("ASNPO") and include the following significant accounting policies:

Use of estimates

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. Estimated life of the property and equipment is the most significant item that involves the use of estimates. Actual results could differ from these estimates.

Cash and cash equivalents

The Foundation considers all highly liquid investments purchased with original maturities of one year or less at the time of purchase to be cash equivalents.

Property and equipment

Property and equipment are stated at cost less accumulated amortization. Property and equipment are amortized over their estimated useful lives at the following rates and methods:

Leasehold improvements	5 - 10 years	straight-line over the term of the agreement
Furniture and equipment	20%	declining balance
Computer equipment	55%	declining balance

Contributed services and donations in kind

Volunteers contribute services to assist the Foundation in carrying out its service delivery activities. Because of the difficulty of determining the fair market value, contributed services are not recognized in the financial statements. Goods donated in kind are recognized at fair market value where deemed material by management.

2. ACCOUNTING POLICIES *(continued)*

Employee future benefits

The Foundation has a defined contribution RRSP plan that all employees can participate in. Employer contributions to the plan are expensed as employees earn the entitlement and contributions are made. Under the plan, the Foundation matches individual contributions up to a specified percentage of employee's compensation. The total expense under the defined contribution plan was $24 (2024 - $nil).

Revenue recognition

The Foundation follows the restricted fund method of accounting for contributions. General donations and contributions are recognized in the Unrestricted Fund in the period received or receivable if the amount to be received is reasonably estimable and collection is reasonably assured. Contributions received that are restricted in use by external parties for specific purposes are treated as revenue of the related restricted Fund. The Foundation may choose not to report a restricted fund separately in the financial statements. In that case, the restricted contributions are treated as deferred contributions on the Statement of Financial Position and recognized as contributions of the Unrestricted Fund as funds are spent on the specified use. If net assets are transferred from the Unrestricted Fund into a restricted Fund, it is treated as an inter-fund transfer.

Revenues received and costs incurred that relate to events of future periods are recorded as deferred contributions and prepaid assets respectively, and recognized in the Unrestricted Fund as the events occur.

Financial instruments

The Foundation's financial instruments consist of cash and cash equivalents, accounts receivable and accounts payable and accrued liabilities. 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 revenues and expenditures. All other financial instruments are reported at amortized cost, and tested for impairment when there are indications of impairment. A previously recognized impairment loss may be reversed to a maximum of the original impairment. The amount of the write-down and any subsequent reversal is recognized in income in the period realized. Transaction costs on the acquisition, sale, or issue of financial instruments that are measured at fair value are expensed when incurred. Transaction costs and financing fees incurred on the acquisition, sale, or issue of all other financial instruments are added or netted against the carrying value of the instrument and are then recognized over the expected life of the instrument using the straight-line method.

Comparative figures

We have reclassified some of the amounts for the comparative periods in the financial statements to make them consistent with the presentation for the current period.

3. RESTRICTION ON NET ASSETS

In total, the Foundation's Board of Directors and external parties have restricted the use of $25,455 (2024 - $17,286) of net assets. Restrictive funds held in reserve are reviewed periodically and at each year-end to safeguard and ensure sufficient funds are held in the reserve to support the sustainability of continuing and future charitable activities, programs and initiatives, to fund future charitable commitments (Note 7), and to carry on the day-to-day operations of the Foundation.

$20,555 of net assets are restricted to funding future and ongoing projects governed by the Board of Directors and regulated by the AGLC, and are not available for other purposes without approval of the Foundation's Board of Directors and the AGLC. At year-end, the net assets of the restricted fund are comprised of $39,334 of cash, $289 of accounts receivable, $20 of prepaids, $47 of property and equipment, less accounts payable and accrued liabilities of $19,135.

$3,863 of net assets are restricted to funding future and ongoing Community Programming initiatives focused on supporting inclusive community engagement through sports programs in Alberta. All cash funding received by the Foundation for Community Programming from the National Hockey League's ("NHL") and NHL Players Association's ("NHLPA") Industry Growth Fund is restricted for specific initiatives, agreed upon by the Foundation's Board of Directors with the NHL and the NHLPA. At year-end, the net assets of the Community Programming restricted fund are comprised of $600 of cash and $3,263 of property and equipment.

$588 of net assets are restricted to funding future and ongoing operating commitments of the Downtown Community Arena ("DCA") and established DCA community programs targeted at low-income and high needs residents of Edmonton. The restricted funding for the DCA is jointly administered and the programs are collaboratively planned and implemented with the City of Edmonton and Oilers Entertainment Group. At year-end, the net assets of the fund are comprised of $598 of cash and $7 of property and equipment, less accounts payable and accrued liabilities of $17.

$449 of net assets are restricted to funding future and specific ongoing initiatives and charitable donations from the Colby Cave Memorial Fund which was established in honor of the former Edmonton Oilers player, Colby Cave, after his sudden passing. At year-end, the net assets are comprised of $449 of cash.

(Stated in thousands of dollars)

4. ASSOCIATED PARTIES TRANSACTIONS

Through its affiliation with the Edmonton Oilers Hockey Club ("EOHC") and entities related to EOHC through common ownership ("EOHC related entities"), the Foundation can and has entered into various transactions with the EOHC and EOHC related entities. Even though the Foundation is economically dependent on its continued affiliation with EOHC, and while certain members of the Foundation's Board of Directors are employed by EOHC related entities, the Foundation is not controlled by EOHC. The Foundation is controlled by its Board of Directors, the majority of whom are independent members of the community. Transactions with EOHC and EOHC related entities are recorded at the exchange amount as mutually agreed to by the parties.

During the year, the Foundation entered into transactions with EOHC related entities, totaling $24,827 (2024 - $29,496) for 50/50 raffle support and services, and administrative support services of which $nil (2024 - $3) remains in accounts payable and accrued liabilities at year-end.

The Foundation has a Fan Park lease agreement, ending on December 31, 2027, with an EOHC related entity. In accordance with the Fan Park lease agreement, the Foundation pays rental fees for each Foundation event held at the Fan Park, and each party is responsible for costs and expenses incurred to fulfill its respective obligations under the agreement. During the year, the Foundation hosted numerous events at the Fan Park, and paid rental fees of $72 (2024 - $87) and the Foundation invested $1,503 (2024 - $260) in improvements to Fan Park space it uses.

Included in the year-end financial statements are accounts receivable amounts due from EOHC related entities
totaling $18 (2024 - $242) and accounts payable amounts due to EOHC related entities totaling $72 (2024 - $194).

5. ADMINISTRATIVE COSTS

Included in administrative costs is remuneration totaling $137 (2024 - $nil) paid to employees for Foundation fundraising.

6. PROPERTY AND EQUIPMENT

	Cost	Accumulated amortization	2025 Net book value	2024 Net book value
Restricted - Community Programming (Note 3)				
Leasehold improvements	**$ 3,093**	**$ 1,520**	**$ 1,573**	$ 2,191
Furniture and equipment	**2,073**	**383**	**1,690**	451
	5,166	**1,903**	**3,263**	2,642
Restricted (Note 3)				
Leasehold improvements	**315**	**270**	**45**	76
Furniture and equipment	**13**	**11**	**2**	2
Computer equipment	**4**	**4**	**-**	-
	332	**285**	**47**	78
Restricted - DCA (Note 3)				
Equipment	**23**	**16**	**7**	9
	$ 5,521	**$ 2,204**	**$ 3,317**	$ 2,729

(Stated in thousands of dollars)

7. COMMITMENTS

The Board of Directors of the Foundation have committed to fund charitable activities and donations to various local organizations in the future as follows:

2026	2027	2028	2029	2030	Total
$ 4,822	$ 2,929	$ 1,585	$ 1,385	$ 1,228	$ 11,949

8. RISK MANAGEMENT ACTIVITIES

The Foundation has a comprehensive risk management framework to monitor, evaluate and manage the principal risks assumed with financial instruments. The risks that arise from transacting financial instruments include credit risk, interest rate risk and liquidity risk.

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 Foundation is exposed to credit risk in the event of non-performance by counterparties in connection with its accounts receivable. The Foundation mitigates this risk by dealing only with what management believes to be financially sound counterparties and accordingly does not anticipate significant loss for non-performance.

Interest rate risk

Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Foundation's guaranteed investment certificates bear interest at variable interest rates.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. Revenues from fundraising and donations allow the Foundation to meet their cash requirements.

EDMONTON OILERS COMMUNITY FOUNDATION

50/50 Raffle Revenues and Expenses *(Schedule 1)*

Year Ended June 30, 2025

(Stated in thousands of dollars)

	2025	2024
REVENUES		
50/50 raffle sales	**$ 87,548**	$ 102,443
EXPENSES		
Prize pay-outs	**43,779**	51,286
Raffle costs *(Note 4)*	**24,222**	28,332
Payment processing fees	**2,287**	2,749
General costs	**7**	9
	70,295	82,376
EXCESS OF REVENUES OVER EXPENSES	**$ 17,253**	$ 20,067

Fundraising Revenues and Expenses *(Schedule 2)*

Year Ended June 30, 2025

(Stated in thousands of dollars)

	2025	2024
REVENUES		
Donations	**$ 892**	$ 583
Special events	**530**	1,238
Seats for Kids	**453**	343
Online auction	**381**	377
License plate program	**104**	87
Retail	**51**	59
Hunter appearances	**32**	37
Centennial Greatest Celebration	**25**	25
Molson 3 Cup Stars	**6**	6
	2,474	2,755
EXPENSES		
Fundraising costs	**1,093**	1,280
EXCESS OF REVENUES OVER EXPENSES	**$ 1,381**	$ 1,475