



## Financial Statements

The Leprosy Mission Canada  
operating as Effect Hope

December 31, 2021

## Contents

	<b>Page</b>
Independent Auditor's Report	1 - 2
Statement of Financial Position	3
Statement of Operations	4
Statement of Changes in Net Assets	5
Statement of Cash Flows	6
Notes to the Financial Statements	7 - 15

# Independent Auditor's Report

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To the Members of  
The Leprosy Mission Canada  
operating as Effect Hope

## Opinion

We have audited the financial statements of The Leprosy Mission Canada (operating as Effect Hope) ("the Mission"), which comprise the statement of financial position as at December 31, 2021, and the statements of operations, changes in net assets and cash flows for the year ended and 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 Leprosy Mission Canada (operating as Effect Hope) as at December 31, 2021, and the results of its operations and its 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 *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Mission in accordance with the 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 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.

In preparing the financial statements, management is responsible for assessing the Mission'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 Mission or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Mission'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 Mission'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 Mission'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 Mission 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.



Markham, Canada  
March 22, 2022

Chartered Professional Accountants  
Licensed Public Accountants

# The Leprosy Mission Canada operating as Effect Hope Statement of Financial Position

As at December 31

2021

2020

## Assets

### Current assets

Cash (Note 4)	\$ 2,228,369	\$ 896,408
Accounts receivable	33,256	41,508
Prepaid expenses	43,309	129,806
	<u>2,304,934</u>	<u>1,067,722</u>

### Long-term assets

Investments, at market value (Note 5)	4,249,374	3,757,566
Donations receivable from charitable remainder trusts (Note 6)	44,000	44,000
Property and equipment (Note 7)	21,369	27,495
	<u>4,314,743</u>	<u>3,829,061</u>

**\$ 6,619,677**      **\$ 4,896,783**

## Liabilities and net assets

### Current liabilities

Accounts payable and accrued liabilities	\$ 168,117	\$ 207,571
Due to field programs	29,533	114,804
	<u>197,650</u>	<u>322,375</u>

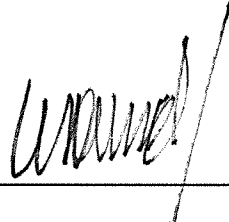
### Net assets

Invested in property and equipment	21,369	27,495
Internally restricted	3,687,493	3,549,679
Externally restricted (Note 8)	495,331	134,878
Unrestricted	2,217,834	862,356
	<u>6,422,027</u>	<u>4,574,408</u>
	<b>\$ 6,619,677</b>	<b>\$ 4,896,783</b>

Commitment (Note 11)

On behalf of the Board of Directors

\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Director

See accompanying notes to the financial statements.

# Leprosy Mission Canada operating as Effect Hope Statement of Operations

Year ended December 31

	Invested in Property and Equipment	Internally Restricted	Externally Restricted	Unrestricted	2021 Total	2020 Total
<b>Revenue</b>						
Contributions	\$ -	\$ -	\$ 330,379	\$ 4,184,250	\$ 4,514,629	\$ 4,013,239
Legacies	-	-	-	877,311	877,311	1,545,815
Government assistance	-	-	-	236,251	236,251	394,440
Institutional funding	-	-	181,967	32,003	213,970	370,598
Investment income (Note 5)	-	-	492	314,360	314,852	8,484
Designated government grant	-	-	1,171,585	-	1,171,585	60,208
Saleable products and sundry	-	-	-	1,209	1,209	10,930
	-	-	1,684,423	5,645,384	7,329,807	6,403,714
<b>Expenditures</b>						
Ministry						
Program expenditures						
Strengthening health systems	-	-	90,984	1,370,849	1,461,833	1,365,391
Carrying out research	-	-	90,231	352,635	442,866	471,318
Advocacy, policy and partnership	-	-	151,620	130,740	282,360	252,774
Activating and equipping communities	-	-	120,379	317,440	437,819	188,827
Designated government expenses	-	-	870,756	-	870,756	46,724
Constituency education	-	-	-	566,238	566,238	567,454
International management and consulting	-	-	-	260,562	260,562	278,756
	-	-	1,323,970	2,998,464	4,322,434	3,171,244
<b>Support services</b>						
Administration	21,049	-	-	501,314	522,363	683,269
Promotion	-	-	-	637,391	637,391	490,032
	21,049	-	-	1,138,705	1,159,754	1,173,301
<b>Excess (deficiency) of revenue over expenditures</b>	<b>\$ (21,049)</b>	<b>\$ -</b>	<b>\$ 360,453</b>	<b>\$ 1,508,215</b>	<b>\$ 1,847,619</b>	<b>\$ 2,059,169</b>

See accompanying notes to the financial statements.

# The Leprosy Mission Canada operating as Effect Hope

## Statement of Changes in Net Assets

Year ended December 31

	Invested in Property and Equipment	Internally Restricted	Externally Restricted	Unrestricted	2021 Total	2020 Total
Net assets, beginning of year	\$ 27,495	\$ 3,549,679	\$ 134,878	\$ 862,356	\$ 4,574,408	\$ 2,515,239
Change in net assets for the year						
Excess (deficiency) of revenue over expenditures	(21,049)	-	360,453	1,508,215	1,847,619	2,059,169
Purchase of property and equipment	14,923	-	-	(14,923)	-	-
Interfund transfers	-	137,814	-	(137,814)	-	-
Net change in net assets for the year	(6,126)	137,814	360,453	1,355,478	1,847,619	2,059,169
Net assets, end of year	\$ 21,369	\$ 3,687,493	\$ 495,331	\$ 2,217,834	\$ 6,422,027	\$ 4,574,408

See accompanying notes to the financial statements.

# The Leprosy Mission Canada

## operating as Effect Hope

### Statement of Cash Flows

Year ended December 31

2021

2020

Increase (decrease) in cash

<b>Operating</b>		
Excess of revenue over expenditures	\$ 1,847,619	\$ 2,059,169
Items not involving cash		
Donated investments	(196,079)	(63,686)
Realized capital (gains) losses on investments	(21,959)	3,844
Unrealized (gains) losses on investments	(250,809)	19,666
Amortization of property and equipment	21,049	17,005
Loan payable converted to institutional funding revenue	-	(70,802)
Foreign exchange loss on loan payable	-	226
	<u>1,399,821</u>	<u>1,965,422</u>
Net change in non-cash working capital items		
Accounts receivable	8,252	41,681
Prepaid expenses	86,497	(74,841)
Accounts payable and accrued liabilities	<u>(39,454)</u>	<u>(171,597)</u>
	<u>55,295</u>	<u>(204,757)</u>
	<u>1,455,116</u>	<u>1,760,665</u>
<b>Financing</b>		
Net change in amount due to field programs	<u>(85,271)</u>	<u>(277,178)</u>
<b>Investing</b>		
Change in investments (net)	(22,961)	(694,853)
Purchases of property and equipment	<u>(14,923)</u>	<u>(5,657)</u>
	<u>(37,884)</u>	<u>(700,510)</u>
Net change in cash during the year	<b>1,331,961</b>	782,977
Cash		
Beginning of year	<u>896,408</u>	<u>113,431</u>
End of year	<b>\$ 2,228,369</b>	<b>\$ 896,408</b>

See accompanying notes to the financial statements.



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# **The Leprosy Mission Canada operating as Effect Hope Notes to the Financial Statements**

December 31, 2021

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## **1. Description of the organization**

The purpose of The Leprosy Mission Canada (operating as Effect Hope) (the "Mission") is to minister in the name of Jesus Christ to the physical, mental and spiritual needs of sufferers from leprosy, to assist in their rehabilitation, and to work towards the eradication of the disease.

The Mission is incorporated under the Canada Not-for-Profit Corporations Act and is a registered charity within the meaning of the Income Tax Act (Canada) and, as such, is exempt from income taxes.

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## **2. Summary of significant accounting policies**

The financial statements have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations ("ASNPO"), the more significant of which are outlined below.

### **Use of estimates**

Management reviews the carrying amounts of items in the financial statements at each statement of financial position date to assess the need for revision or any possibility of impairment. Certain items in the preparation of these financial statements require management's best estimate. Management determines these estimates based on assumptions that reflect the most probable set of economic conditions and planned courses of action.

These estimates are reviewed periodically, and adjustments are made to the excess of revenue over expenditures as appropriate in the year they become known.

### **Net assets**

#### *Invested in property and equipment*

Invested in property and equipment includes revenue, expenditures and net assets related to the Mission's long-term property and equipment.

#### *Internally restricted*

These can only be used for the purposes specified by the Board of Directors (the "Board"). The Board may, at any time at its discretion, encroach on all or any part of the funds for the general use of the Mission. The Board follows a regular policy wherein internally restricted net assets are budgeted to support Ministry programs.

#### *Externally restricted*

These include net assets whose amounts are restricted by the donors or funders to be used for specific purposes.

#### *Unrestricted net assets*

Unrestricted net assets include the operating activities of the Mission.

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# The Leprosy Mission Canada

## operating as Effect Hope

### Notes to the Financial Statements

December 31, 2021

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## 2. Summary of significant accounting policies (continued)

### Revenue recognition

The Mission follows the restricted fund method of accounting. As such, all contributions and grants which are externally restricted by the donor or funder are recorded as externally restricted revenue in the year received. Contributions and legacies are recognized as revenue in the year received or receivable if the amount can be reasonably estimated and collection is reasonably assured. In-kind contributions are recorded as revenue at fair market value at the date of receipt, when fair value is reasonably determinable.

Institutional funding is recognized as revenue when received or receivable if the amount can be reasonably estimated and collection is reasonably assured. All other revenue is recognized in the period the income is earned and collection is reasonably assured.

Government assistance, including the Canadian Emergency Wage Subsidy, is recognized in the statement of activities when received or receivable in the year to which it relates.

### Contributed services

Contributed services are not recognized in the financial statements due to the difficulty in determining their fair value.

### Financial instruments

#### *Initial measurement*

The Mission's financial instruments are measured at fair value when issued or acquired.

#### *Subsequent measurement*

At each reporting date, the Mission measures its financial assets and liabilities at cost or amortized cost (less impairment in the case of financial assets) with the exception of investments. The financial instruments measured at amortized cost are cash, accounts receivable, accounts payable, and amounts due to field programs. For financial assets measured at cost or amortized cost, the Mission regularly assesses whether there are any indications of impairment. Any impairment loss is recognized in the statement of operations.

Investments are recorded and carried at fair value.

### Property and equipment

Purchased property and equipment are recorded at cost. Amortization is provided on a straight-line basis over the assets' estimated useful life as follows:

Computer and enterprise software	3 - 7 years
Leasehold improvements	10 years
Computer hardware	3 years
Office furniture and equipment	5 years
Website	3 - 7 years

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# **The Leprosy Mission Canada**

## **operating as Effect Hope**

### **Notes to the Financial Statements**

December 31, 2021

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#### **2. Summary of significant accounting policies (continued)**

##### **Impairment of long-lived assets**

The Mission tests for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability is assessed by comparing the carrying amount to the projected undiscounted future net cash flows the long-lived assets are expected to generate through their direct use and eventual disposition. When a test for impairment indicates that the carrying amount of an asset is not recoverable, an impairment loss is recognized to the extent carrying value exceeds its fair value.

##### **Pension benefits**

For the Mission's defined benefit pension plan, the defined benefit obligations are determined using the most recent actuarial valuation report prepared for funding purposes.

Plan assets are measured at fair value.

The Mission recognizes the plan's funded surplus, which is the net amount of the defined benefit obligations and the fair value of plan assets, on the statement of financial position. The Mission only recognizes a defined benefit asset to the extent it is expected to be recoverable. A valuation allowance is recognized for any excess of the adjusted benefit asset over the amount expected to be recoverable.

Past service costs and remeasurements arising from plan amendments and changes in the fair value of assets are recognized immediately in the period in which they occur in the statement of changes in net assets.

##### **Allocation of expenditures**

Expenditures are reported by ministry program and support services (Note 9). Certain employees perform a combination of ministry, fundraising and administrative activities. As a result, expenses for various staff, office, administrative infrastructure and regulatory compliance costs are allocated based on time dedicated to each activity. Other costs, including website, TV, printed material, multimedia production and programs, have been allocated based on the level of education and awareness building content for each activity.

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#### **3. Objectives, policies and processes for managing capital**

The Mission's capital is comprised of the net amounts invested in property and equipment, internally restricted net assets, externally restricted net assets and unrestricted net assets.

##### **Invested in property and equipment**

The Mission invests in property and equipment in order to provide an infrastructure for personnel to meet their commitments. Management prepares the capital budget under the guidance of the Finance Committee. The Finance Committee reviews and recommends the budget to the Board for approval. The Finance Committee monitors the status of these funds and reports to the Board on their usage. In 2021, capital acquisitions of \$14,923 (2020 - \$5,657) were made primarily to upgrade existing office furniture and computer hardware.

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# The Leprosy Mission Canada

## operating as Effect Hope

### Notes to the Financial Statements

December 31, 2021

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#### 3. Objectives, policies and processes for managing capital (continued)

##### Internally restricted net assets

The internally restricted net assets are set aside by Board resolution related to legacy funds received. The Finance Committee monitors the status of these net assets and reports to the Board. The net assets are invested in accordance with Board policy.

##### Externally restricted net assets

Externally restricted net assets consist of designated donations with specific donor or funder restrictions that determine how and when the funds can be used.

##### Unrestricted net assets

Management prepares the budget under the guidance of the Finance Committee. The Finance Committee reviews and recommends the budget to the Board for approval. After the budget is approved by the Board, management and the Treasurer monitor the actual results against the budget and notify the Finance Committee and the Board when changes to plans are required.

##### Other restrictions

The Mission is not subject to any external capital requirements other than those outlined above.

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#### 4. Operating line of credit

The Mission has an available line of credit in the amount of \$800,000. Interest is charged at prime plus 0.5% on any amount drawn. No balance was withdrawn at year end (2020 - \$Nil).

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#### 5. Investments, at market value

	<u>2021</u>	<u>2020</u>
Equities	\$ 2,796,549	\$ 1,191,865
Corporate and government bonds	1,429,852	1,018,990
Cash on deposit with broker	13,472	1,540,098
Accrued interest	<u>9,501</u>	<u>6,613</u>
	<u>\$ 4,249,374</u>	<u>\$ 3,757,566</u>

Corporate and government bonds earn interest at rates between 0.80% and 2.80% (2020 – 1.55% and 2.80%) and mature between May 2022 and August 2027 (2020 – July 2021 and September 2025).

# The Leprosy Mission Canada

## operating as Effect Hope

### Notes to the Financial Statements

December 31, 2021

#### 5. Investments, at market value (continued)

Investment income for the year is made up of the following:

	<u>2021</u>	<u>2020</u>
Dividends	\$ 48,528	\$ 34,338
Interest	31,232	23,972
Realized capital (losses) gains	21,959	(3,844)
Unrealized capital (losses) gains	250,809	(19,666)
Investment fees	<u>(37,676)</u>	<u>(26,316)</u>
	<u>\$ 314,852</u>	<u>\$ 8,484</u>
Income earned on unrestricted resources	\$ 314,360	\$ 7,992
Income earned on externally restricted resources	<u>492</u>	<u>492</u>
Total net investment income earned during the year	<u>\$ 314,852</u>	<u>\$ 8,484</u>

#### 6. Donations receivable from charitable remainder trusts

The Mission has been named as the beneficiary in charitable remainder trusts totaling \$44,000 (2020 - \$44,000). Each donation will be recognized as revenue in the year of the donor's death.

#### 7. Property and equipment

			<u>2021</u>	<u>2020</u>
	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net</u>	<u>Net</u>
Computer and enterprise software	\$ 374,942	\$ 374,942	\$ -	\$ -
Leasehold improvements	50,665	50,519	146	5,313
Computer hardware	135,640	122,576	13,064	9,356
Office furniture and equipment	148,041	141,614	6,427	4,165
Website	<u>130,796</u>	<u>129,064</u>	<u>1,732</u>	<u>8,661</u>
	<u>\$ 840,084</u>	<u>\$ 818,715</u>	<u>\$ 21,369</u>	<u>\$ 27,495</u>

Additions to property and equipment for the year are as follows:

	<u>2021</u>	<u>2020</u>
Computer hardware	\$ 10,951	\$ 3,671
Office furniture and equipment	<u>3,972</u>	<u>1,986</u>
	<u>\$ 14,923</u>	<u>\$ 5,657</u>

# The Leprosy Mission Canada

## operating as Effect Hope

### Notes to the Financial Statements

December 31, 2021

#### 8. Externally restricted net assets

	<u>2021</u>	<u>2020</u>
Global Affairs Canada Project	\$ 314,335	\$ 13,506
ASPIRE, Bihar	130,000	-
Task Force For Global Health - Bihar	20,606	58,908
Sight Savers – Advocacy	15,063	14,265
A. N. Scott Memorial Fund	12,199	12,199
Physiotherapy Institute, Naini – India	2,128	-
Revocable Gift Trust Fund	1,000	1,000
PEP Project	-	30,000
Congo Project	-	5,000
	<u>\$ 495,331</u>	<u>\$ 134,878</u>

During the year, the Mission received \$1,171,585 (2020 - \$60,208) from Global Affairs Canada designated for the *Every Child Thrives* project which are presented as designated government grant and expensed \$870,756 (2020 - \$46,724). These balances are reflected in the statement of operations.

#### 9. Allocation of expenditures

	<u>2021</u>			
	Ministry	Promotion	Administration	Total
Staff, office, administrative infrastructure and regulatory compliance	\$ 1,022,307	\$ 393,773	\$ 510,649	\$ 1,926,729
Web, TV, printed material, multimedia production and programs	<u>49,691</u>	<u>218,938</u>	<u>4,591</u>	<u>273,220</u>
	<u>\$ 1,071,998</u>	<u>\$ 612,711</u>	<u>\$ 515,240</u>	<u>\$ 2,199,949</u>
	<u>2020</u>			
	Ministry	Promotion	Administration	Total
Staff, office, administrative infrastructure and regulatory compliance	\$ 1,134,925	\$ 290,503	\$ 675,720	\$ 2,101,148
Web, TV, printed material, multimedia production and programs	<u>61,782</u>	<u>195,890</u>	<u>1,736</u>	<u>259,408</u>
	<u>\$ 1,196,707</u>	<u>\$ 486,393</u>	<u>\$ 677,456</u>	<u>\$ 2,360,556</u>

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# The Leprosy Mission Canada

## operating as Effect Hope

### Notes to the Financial Statements

December 31, 2021

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#### 10. Pension benefit plan

The Mission maintains a defined contribution pension plan to provide post-retirement revenue to its eligible retirees. During the year, total contributions made by the Mission for its obligations under the defined contribution plan amounted to \$71,943 (2020 - \$78,791).

Prior to January 1, 2007, the Mission maintained a defined benefit pension plan. The remaining participants in that plan have chosen to preserve their plan as at that date. The most recent actuarial valuation for funding purposes was as of January 1, 2020. Total payments made by the Mission to fund the defined benefit plan amounted to \$Nil.

	<u>2021</u>	<u>2020</u>
Fair market value of plan assets	\$ 753,696	\$ 791,740
Accrued pension benefit obligations	<u>558,455</u>	<u>593,222</u>
Defined benefit pension asset	195,241	198,518
Pension asset valuation	<u>(195,241)</u>	<u>(198,518)</u>
Funded surplus	<u>\$ -</u>	<u>\$ -</u>

During 2020, the Mission purchased an insured annuity contract for \$593,222 to fix the costs required to provide the remaining defined benefit obligations to the plan members. This contract came into effect on March 1, 2021. Formal approval to remove the pension benefit obligations from the Mission is in the process of being obtained. Once approval is obtained, it is expected that the remaining plan assets will be made available to the Mission to be utilized for future premium payments of the defined contribution pension plan. Pension plan remeasurement and recognition of the asset will be made at that time.

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#### 11. Lease commitment

The Mission is committed under an operating lease for the rental of office premises expiring in May 2023. The total rent expense each year including operating costs will be as follows:

2022	\$ 123,000
2023	46,000

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# **The Leprosy Mission Canada**

## **operating as Effect Hope**

### **Notes to the Financial Statements**

December 31, 2021

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#### **12. Financial instruments**

Transactions in financial instruments may result in an entity assuming or transferring to another party one or more of the financial risks described below. The required disclosures provide information that assists users of financial statements in assessing the extent of risk related to financial instruments, which remain unchanged for the Mission from the prior year.

##### **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 meet its funding obligation. This risk is mitigated by the Mission ensuring revenue is derived from qualified sources. The allowance for doubtful accounts in relation to accounts receivable is \$Nil (2020 - \$Nil).

##### **Liquidity risk**

The Mission's liquidity risk represents the risk that the Mission could encounter difficulty in meeting obligations associated with its financial liabilities. The Mission is, therefore, exposed to liquidity risk with respect to its accounts payable, and amounts due to field programs. Management mitigates this risk by holding substantial investments which exceed the total of current liabilities. Government remittances payable at year end are \$Nil (2020 - \$Nil).

##### **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 Mission is exposed to interest rate risk with respect to investments with fixed interest rates.

##### **Other price risk**

The Mission is exposed to other price risk on its investments in equities quoted in an active market since changes in market prices could result in changes in the fair value of these instruments.

##### **Currency risk**

Currency risk is the risk arising from the change in price of one currency against another. The Mission is exposed to currency risk with respect to a portion of its cash and investments held in US dollars. This exposure extends to foreign currency purchases made to honour overseas program funding commitments throughout the year. There are no forward exchange contracts outstanding at December 31, 2021.

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#### **13. Fund-Raising - Province of Alberta**

As required by the Charitable Fund-Raising Act of Alberta, the Mission reports that in 2021, gross contributions received from persons in Alberta were \$636,072 (2020 - \$791,859), and the expenses incurred for soliciting contributions in Alberta were \$86,120 (2020 - \$66,403). The Mission disbursed 79% (2020 - 81%) of the contributions received towards charitable programs. The amount paid in 2021 for remuneration to employees whose principal duties involve fund-raising was \$68,067 (2020 - \$108,254).



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# **The Leprosy Mission Canada**

## **operating as Effect Hope**

### **Notes to the Financial Statements**

December 31, 2021

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#### **14. COVID-19**

The outbreak of a novel strain of coronavirus ("COVID-19") was declared a global pandemic by the World Health Organization in March 2021. COVID-19 has severely impacted many economies around the globe. In many countries, including Canada, organizations were forced to cease or limit operations for long periods of time. Measures taken to contain the spread of the virus, including travel bans, quarantines, social distancing, and closures of non-essential services have triggered significant disruptions to organizations worldwide, resulting in an economic slowdown. Global stock markets have also experienced great volatility. Governments and central banks have responded with monetary and fiscal interventions to stabilize economic conditions.

The duration and impact of the COVID-19 pandemic, as well as the effectiveness of government and central bank responses, remains unclear at this time. It is not possible to reliably estimate the duration and severity of these consequences, as well as their impact on the financial position and results of the Mission for future periods. During the year, government assistance was received in the amount of \$236,251 (2020 - \$394,440). Management continues to manage the budget to provide continuing levels of operations and service.