

**ANOVA**  
**FINANCIAL STATEMENTS**  
**MARCH 31, 2023**



**ANOVA**  
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**MARCH 31, 2023**

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of:  
ANOVA

### Qualified Opinion

We have audited the accompanying financial statements of ANOVA, which comprise of the statement of financial position as at March 31, 2023, the statements of operations and fund balances 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, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of ANOVA as at March 31, 2023, and its financial performance and its cash flows for the year ended March 31, 2023 in accordance with Canadian accounting standards for not-for-profit organizations.

### Basis for Qualified Opinion

As described in Note 2 of the financial statements, the Organization's amortization policy for the Second Stage Housing building is based on the amount of mortgage principal repaid during the year. In this respect, the financial statements are not in accordance with Canadian accounting standards for the not-for-profit organizations. The use of this policy results in an understatement of the net book value of the building by approximately \$471,233 at March 31, 2023 and an overstatement of amortization expense by approximately \$124,847 for the year ended March 31, 2023.

In common with many not-for-profit organizations, the organization derives revenue from donations and fundraising activity, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of donation and fundraising revenues, in the fiscal year ending March 31, 2023 and the fiscal year ending March 31, 2022 was limited to the amounts recorded in the records of the organization. Accordingly, we are unable to determine whether any adjustments for unrecorded amounts might be necessary to revenues, excess of deficiency of revenues over expenditures and net assets.

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 organization 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 qualified 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 organization'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 organization or to cease operations, or has no realistic alternative but to do so.

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

A further description of the auditor's responsibilities for the audit of the financial statements is located on Davis Martindale LLP's website. This description forms part of our auditor's report.

[https://www.davismartindale.com/auditors\\_report](https://www.davismartindale.com/auditors_report).

London, Ontario  
September 26, 2023

*Davis Martindale LLP*

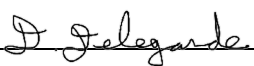
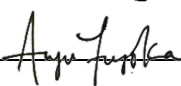
Chartered Professional Accountants  
Licensed Public Accountants



**ANOVA**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT MARCH 31, 2023**

	<b>ASSETS</b>	<b>2023</b>	<b>2022</b>
<b>Current Assets</b>			
Cash		\$ 371,696	\$ 709,704
Restricted cash		238,614	250,029
Restricted investments (note 3)		3,044,604	3,041,458
Accounts receivable		8,329	58,214
HST receivable		62,023	72,993
Prepaid expenses		37,014	34,877
Government remittances receivable		<u>536</u>	<u>-</u>
		3,762,816	4,167,275
<b>Tangible Capital Assets (note 4)</b>		<u>2,811,124</u>	<u>2,996,732</u>
		<u>\$ 6,573,940</u>	<u>\$ 7,164,007</u>
<b>LIABILITIES AND NET ASSETS</b>			
<b>Current Liabilities</b>			
Bank indebtedness (note 5)		\$ -	\$ 229,770
Accounts payable and accrued liabilities		352,955	384,854
Deferred revenues		99,797	86,884
Current portion of long-term debt (note 6)		<u>163,553</u>	<u>153,989</u>
		616,305	855,497
<b>Long-Term Debt (note 6)</b>		12,809	176,363
<b>Deferred Capital Contributions (note 7)</b>		<u>290,849</u>	<u>157,554</u>
		919,963	1,189,414
<b>Contingency (note 10)</b>			
<b>Commitment (note 11)</b>			
<b>Net Assets</b>			
Operating fund		11,170	177,779
Special fund		2,975,160	2,991,032
Replacement reserve fund		323,735	296,956
Capital asset fund		<u>2,343,912</u>	<u>2,508,826</u>
		<u>5,653,977</u>	<u>5,974,593</u>
		<u>\$ 6,573,940</u>	<u>\$ 7,164,007</u>

**APPROVED ON BEHALF OF THE BOARD:**

 <hr style="width: 100%;"/>	Director
 <hr style="width: 100%;"/>	Director

*The attached Independent Auditor's Report and notes  
form an integral part of these audited financial statements.*



**ANOVA**  
**STATEMENT OF OPERATIONS AND FUND BALANCES**  
**FOR THE YEAR ENDED MARCH 31, 2023**

	Operating Fund		Special Fund		Replacement Reserve Fund		Capital Asset Fund		Total	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
		(note 13)								(note 13)
<b>Revenues</b>										
Ministry of Children, Community and Social Services (note 8)	\$ 4,187,764	\$ 4,420,100	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,187,764	\$ 4,420,100
Donations and special events	919,245	1,029,430	13,422	1,910	-	-	-	-	932,667	1,031,340
City of London	459,186	570,805	-	-	-	-	-	-	459,186	570,805
Retail store sales (schedule 1)	168,643	147,494	-	-	-	-	-	-	168,643	147,494
Housing charges	69,028	76,196	-	-	-	-	-	-	69,028	76,196
Interest	-	-	7,120	5,478	1,086	204	-	-	8,206	5,682
Other revenue and grants	<u>252,324</u>	<u>480,394</u>	<u>-</u>	<u>-</u>	<u>2,471</u>	<u>4,180</u>	<u>-</u>	<u>-</u>	<u>254,795</u>	<u>484,574</u>
	6,056,190	6,724,419	20,542	7,388	3,557	4,384	-	-	6,080,289	6,736,191
<b>Expenses</b>										
Administrative	451,367	263,357	-	-	-	-	-	-	451,367	263,357
Interest on long-term debt	15,814	24,819	-	-	-	-	-	-	15,814	24,819
Operating costs (properties)	669,110	572,564	-	-	-	-	-	-	669,110	572,564
Program costs	490,170	746,529	17,157	11,191	-	-	-	-	507,327	757,720
Retail store (schedule 1)	145,626	155,495	-	-	-	-	-	-	145,626	155,495
Salaries and benefits	<u>4,349,975</u>	<u>4,386,441</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,349,975</u>	<u>4,386,441</u>
	<u>6,122,062</u>	<u>6,149,205</u>	<u>17,157</u>	<u>11,191</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,139,219</u>	<u>6,160,396</u>
<b>Excess (Deficiency) of Revenues Over Expenses Before Non-Cash Items</b>	(65,872)	575,214	3,385	(3,803)	3,557	4,384	-	-	(58,930)	575,795
<b>Non-Cash Items</b>										
Unrealized gain (loss) on investments	-	-	(19,257)	80,633	344	(8,729)	-	-	(18,913)	71,904
Amortization of capital assets	-	-	-	-	-	-	(254,778)	(255,244)	(254,778)	(255,244)
Amortization of deferred capital contributions (note 7)	-	-	-	-	-	-	12,005	13,501	12,005	13,501
	<u>-</u>	<u>-</u>	<u>(19,257)</u>	<u>80,633</u>	<u>344</u>	<u>(8,729)</u>	<u>(242,773)</u>	<u>(241,743)</u>	<u>(261,686)</u>	<u>(169,839)</u>

*The attached Independent Auditor's Report and notes form an integral part of these audited financial statements.*



**ANOVA**  
**STATEMENT OF OPERATIONS AND FUND BALANCES**  
**FOR THE YEAR ENDED MARCH 31, 2023**

	Operating Fund		Special Fund		Replacement Reserve Fund		Capital Asset Fund		Total	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
		(note 13)								(note 13)
<b>Excess (Deficiency) of Revenues Over Expenses Before Transfers</b>	\$ (65,872)	\$ 575,214	\$ (15,872)	\$ 76,830	\$ 3,901	\$ (4,345)	\$ (242,773)	\$ (241,743)	\$ (320,616)	\$ 405,956
<b>Inter-Fund Transfer</b>										
Transfer from operating fund (note 9)	-	-	-	1,500,000	22,878	22,060	77,859	150,985	100,737	1,673,045
Transfer to special fund	-	(1,500,000)	-	-	-	-	-	-	-	(1,500,000)
Transfer to capital asset fund	(77,859)	(150,985)	-	-	-	-	-	-	(77,859)	(150,985)
Transfer to replacement fund	(22,878)	(22,060)	-	-	-	-	-	-	(22,878)	(22,060)
	<u>(100,737)</u>	<u>(1,673,045)</u>	<u>-</u>	<u>1,500,000</u>	<u>22,878</u>	<u>22,060</u>	<u>77,859</u>	<u>150,985</u>	<u>-</u>	<u>-</u>
<b>Excess (Deficiency) of Revenues Over Expenses</b>	(166,609)	(1,097,831)	(15,872)	1,576,830	26,779	17,715	(164,914)	(90,758)	(320,616)	405,956
<b>Balance, Beginning of Year</b>	<u>177,779</u>	<u>1,275,610</u>	<u>2,991,032</u>	<u>1,414,202</u>	<u>296,956</u>	<u>279,241</u>	<u>2,508,826</u>	<u>2,599,584</u>	<u>5,974,593</u>	<u>5,568,637</u>
<b>Balance, End of Year</b>	<u>\$ 11,170</u>	<u>\$ 177,779</u>	<u>\$ 2,975,160</u>	<u>\$ 2,991,032</u>	<u>\$ 323,735</u>	<u>\$ 296,956</u>	<u>\$ 2,343,912</u>	<u>\$ 2,508,826</u>	<u>\$ 5,653,977</u>	<u>\$ 5,974,593</u>

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**ANOVA**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED MARCH 31, 2023**

	<b>2023</b>	<b>2022</b>
<b>Cash Flows from Operating Activities</b>		
Excess (deficiency) of revenues over expenses	\$ (320,616)	\$ 405,956
Items not requiring an outlay of cash:		
Unrealized loss (gain) on investment	18,913	(71,904)
Amortization of capital assets	254,778	255,244
Amortization of deferred capital contributions	<u>(12,005)</u>	<u>(13,501)</u>
	(58,930)	575,795
Changes in non-cash working capital:		
Accounts receivable	49,885	246,346
HST receivable	10,970	(10,270)
Prepaid expenses	(2,137)	(6,000)
Government assistance receivable	-	550,209
Accounts payable and accrued liabilities	(31,899)	21,169
Government remittances receivable	(536)	-
Deferred revenues	<u>12,913</u>	<u>48,588</u>
	<u>39,196</u>	<u>850,042</u>
<b>Net Cash Provided by (Used in) Operating Activities</b>	<u>(19,734)</u>	<u>1,425,837</u>
<b>Cash Flows from Financing Activities</b>		
Repayment of long-term debt	(153,989)	(150,985)
Increase in deferred capital contributions	<u>145,300</u>	<u>-</u>
<b>Net Cash Used in Financing Activities</b>	<u>(8,689)</u>	<u>(150,985)</u>
<b>Cash Flows from Investing Activities</b>		
Purchase of tangible capital assets	(69,170)	-
Increase in portfolio investments	(22,062)	(1,522,155)
Increase (decrease) in bank indebtedness	(229,770)	14,204
Increase (decrease) in restricted cash	<u>11,415</u>	<u>(28,190)</u>
<b>Net Cash Used in Investing Activities</b>	<u>(309,587)</u>	<u>(1,536,141)</u>
<b>Net Decrease in Cash</b>	(338,010)	(261,289)
<b>Cash, Beginning of Year</b>	<u>709,703</u>	<u>970,992</u>
<b>Cash, End of Year</b>	<u>\$ 371,693</u>	<u>\$ 709,703</u>

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**ANOVA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2023**

**1. Purpose of the Organization**

ANOVA (the "Organization") is incorporated provincially without share capital under the Corporations Act of Ontario and is a registered charity under the Income Tax Act. Operating in the City of London, the Organization strives to provide affordable and secure housing alternatives and related services to women and their children who have been emotionally, physically or sexually abused or have experienced other forms of abuse in their lives. The Organization also liaises with other charitable, non-profit, community and governmental agencies and organizations to develop programs to assist such women and their children.

**2. Significant Accounting Policies**

(a) Basis of Preparation

The financial statements of the Organization have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations.

(b) Fund Accounting

To ensure observance of limitations and restrictions placed on the use of the resources available to the organization, the accounts are maintained in accordance with the principles of Fund Accounting. Under these principles, resources for various purposes are classified for accounting and reporting purposes into funds that are in accordance with activities or objectives specified. Separate accounts are maintained for each fund.

*Operating Fund*

Accounts for the organization's general operational and administrative activities and reports unrestricted resources available for immediate purposes.

*Special Fund*

Included in this fund are amounts received from life insurance proceeds, estates and other one-time sources of funds as received from time to time. The use of these funds must be approved by the Board of Directors.

*Replacement Reserve Fund*

These funds are set aside by the Board of Directors for the renewal or replacement of each property.

*Capital Asset Fund*

The fund reports all capital transactions, deferred capital contribution transactions, and related debt of the organization.

(c) Restricted Assets

Restricted assets are internally restricted by the organization for use by the Replacement Reserve and Special Fund.

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**ANOVA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2023**

**2. Significant Accounting Policies (continued)**

(d) Revenue Recognition

The organization follows the deferral method of accounting for contributions. Under this method, 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 can be reasonably estimated and collection is reasonably assured.

Funding from the Ministry of Children, Community and Social Services (MCCSS), the Ministry of the Attorney General (MAG), and from the City of London are recorded as revenue when earned based on the approved funding, on an annual basis.

Contributions and government funding received for the purchase of capital assets are recorded as deferred capital contributions and amortized into revenue on the same terms as the related capital asset.

Restricted contributions are recognized as revenue in the year in which the related expenses are incurred.

Retail store sales are recognized as revenue in the period in which the goods are sold.

Other sources of revenue such as donations, special events, and housing charges are recorded as revenue when received or when the amount to be received can be reasonably estimated and collections is reasonable assured.

(e) Contributed Services

Volunteers contribute many hours per year to assist the organization in carrying out its activities. Because of the difficulty in determining fair value, contributed services are not recognized in the financial statements.

The organization derives its retail store sales from the sale of donated clothing received from the general public. The contributed materials are not reflected as inventory in the financial statements and consequently no donation revenue is recognized upon receipt of the goods.

(f) Use of Estimates

The preparation of the financial statements of the organization, in conformity 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, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of the revenues and expenditures during the reporting period. Actual results could differ from those estimates.

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**ANOVA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2023**

**2. Significant Accounting Policies (continued)**

(g) Tangible Capital Assets and Amortization

Purchased tangible capital assets are recorded at cost. Contributed tangible capital assets are recorded at the fair value at the date of contribution. Amortization methods and rates of capital assets are disclosed in note 4, other than the amortization on the Second Stage Housing (SSH) building. Amortization on the SSH building is required by the City of London to be recorded at a rate equal to the annual principal reduction of the mortgage on the property.

(h) Financial Instruments

The organization's financial instruments consist of cash, restricted cash, restricted investments, accounts receivable, HST receivable, government remittances receivable, bank indebtedness, accounts payable and accrued liabilities, and long-term debt. The organization initially recognizes these financial instruments at fair value and subsequently at amortized cost, except for restricted investments. Restricted investments are subsequently measured at fair value.

**3. Restricted Investments**

	<b>2023</b>	<b>2022</b>
Worldsource Financial		
Short-term bond fund	\$ 231,666	\$ 209,262
Canada Life		
Canadian equity fund	849,603	869,861
Canadian bond index fund	1,052,966	1,076,788
Global equity fund	851,996	817,891
Canadian money market fund	<u>58,373</u>	<u>67,656</u>
	<u>2,812,938</u>	<u>2,832,196</u>
	<u>\$ 3,044,604</u>	<u>\$ 3,041,458</u>

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**ANOVA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2023**

**4. Tangible Capital Assets**

		<b>Cost</b>	<b>Accumulated Amortization</b>	<b>Net 2023</b>	<b>Net 2022</b>
Land - Clarke Road		\$ 291,136	\$ -	\$ 291,136	\$ 291,136
Land - SSH		218,458	-	218,458	218,458
Land - Wellington Road		293,450	-	293,450	293,450
Building - Clarke Road	4% D.B.	2,414,668	1,248,066	1,166,602	1,215,210
Buildings - SSH	Note 2(g)	2,257,824	2,257,824	-	144,512
Buildings - Wellington Road	4% D.B.	2,095,802	1,383,261	712,541	742,231
Computer hardware	30% D.B.	459,157	436,440	22,717	32,452
Equipment - Clarke Road	20% D.B.	423,073	408,864	14,209	17,762
Equipment - Mine 101	20% D.B.	10,865	9,621	1,244	1,555
Equipment - SSH	20% D.B.	159,560	150,029	9,531	11,914
Equipment - Wellington Road	20% D.B.	665,445	643,003	22,442	28,052
Automobile	30% D.B.	<u>69,170</u>	<u>10,376</u>	<u>58,794</u>	<u>-</u>
		<u>\$ 9,358,608</u>	<u>\$ 6,547,484</u>	<u>\$ 2,811,124</u>	<u>\$ 2,996,732</u>

**5. Bank Indebtedness**

The organization has available a line of credit in the amount of \$420,000. Interest is charged on any funds utilized at prime plus 2% per annum. The amount of the line of credit outstanding at March 31, 2023 was \$NIL (2022 - \$NIL). The line of credit is secured by a general security agreement.

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**ANOVA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2023**

**6. Long-Term Debt**

	<b>2023</b>	<b>2022</b>
Mortgage payable, 6.117%, repayable in blended monthly installments of principal and interest of \$14,510, due April 2024. Secured by land and building at Second Stage Housing location.	\$ 176,362	\$ 330,352
Less: current portion	<u>163,553</u>	<u>153,989</u>
	<u>\$ 12,809</u>	<u>\$ 176,363</u>

The aggregate amount of principal payments required in future years to meet retirement provisions are as follows:

Year ending	March 31, 2024	\$ 163,553
	March 31, 2025	<u>12,809</u>
		<u>\$ 176,362</u>

**7. Deferred Capital Contributions**

Deferred capital contributions represent contributed tangible capital assets and restricted contributions used to purchase buildings, renovations, furniture and fixtures, vehicles, computer hardware and computer software. These contributions are being amortized into excess of revenues over expenditures on the same basis as the related tangible capital assets. The changes in the deferred contributions balance for the year are as follows:

	<b>2023</b>	<b>2022</b>
Balance, beginning of year	\$ 157,554	\$ 171,055
Less: amortization of deferred contributions	(12,005)	(13,501)
Add: contributions received for capital purposes	<u>145,300</u>	<u>-</u>
Balance, end of year	<u>\$ 290,849</u>	<u>\$ 157,554</u>

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**ANOVA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2023**

**8. Ministry of Children, Community and Social Services**

The organization has a Service contract/CFSA Approval with the Ministry of Children, Community and Social Services ("MCCSS"). The organization prepared a transfer payment annual reconciliation report which summarizes by service, all revenue and expenditures and identifies any resulting surplus or deficit that relates to the Service contract/CFSA Approval.

Some of the funding received relates to items of a capital nature and therefore has been deferred to match the treatment of the expenditure of the funds.

The total funding received from MCCSS as reported in the financial statements is comprised of the following:

	<b>2023</b>	<b>2022</b>
Violence Against Women Programs	\$ 3,571,762	\$ 3,815,347
Sexual Assault Centre Program	436,452	436,453
Family Court Support Worker Program	112,500	101,250
Anti-Human Trafficking Community Supports	36,800	36,800
Broader Public Sector Other Services	<u>30,250</u>	<u>30,250</u>
Total revenue recognized in the year	<u>\$ 4,187,764</u>	<u>\$ 4,420,100</u>

**9. Inter-Fund Transfers**

During the year, \$77,859 (2022 - \$150,985) was transferred to the Capital Asset Fund from the Operating Fund due to the payment of long-term debt.

During the year, \$22,878 (2022 - \$22,060) was transferred to the Replacement Reserve Fund from the Operating Fund, as approved by the Board of Directors.

During the year, \$NIL (2022 - \$1,500,000) was transferred to the Special Fund from the Operating Fund, as approved by the Board of Directors.

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**ANOVA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2023**

**10. Contingent Liability**

Contingent liabilities represent significant items that, as at March 31, 2023, are not recognized in the balance sheet because there is significant uncertainty at that date as to the necessity for the organization to receive or make payments in respect to them.

In 2020, a third party commenced a civil action seeking \$4,050,000 in damages against the organization. The Organization disagrees with the claim. At this time, the outcome of these proceedings cannot be determined. No amounts have been included in these statements other than legal fees incurred to March 31, 2023.

**11. Lease Commitments**

The organization has entered into operating leases for their office facilities. Annual lease repayment terms are:

Year ending	March 31, 2024	\$ 137,256
	March 31, 2025	87,076
	March 31, 2026	88,411
	March 31, 2027	<u>67,059</u>
		<u>\$ 379,802</u>

**12. Financial Instruments**

The organization is exposed to various financial risks through transactions in financial instruments.

**Credit Risk**

During the normal course of business, the company is exposed to credit risk in the event of non-performance by customers in connection with its accounts receivable. The company mitigates this risk by monitoring customer accounts on a continual basis and by dealing with what management believes to be financially sound customers. The company determines, on a continuing basis, the probable uncollectible amounts and sets up provisions for these debts based on estimated realizable value. Management does not anticipate significant loss for non-performance.

**Market Risk**

The company's investments in publicly-traded securities exposes the company to price risks as equity investments are subject to price changes in an open market. The company does not use derivative financial instruments to alter the effects of this risk.

**Interest Rate Risk**

A portion of the company's bank indebtedness has a variable interest rate. Changes in the bank's prime lending rate can cause fluctuations in interest payments and cash flows. The company does not use derivative financial instruments to alter the effects of this risk.

*The attached Independent Auditor's Report and notes  
form an integral part of these audited financial statements.*



**ANOVA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2023**

**13. Comparative Figures**

Certain of the prior years figures have been reclassified to conform to the financial statement presentation adopted in the current year.

*The attached Independent Auditor's Report and notes  
form an integral part of these audited financial statements.*





**ANOVA**  
**SCHEDULE OF MINE 101 OPERATIONS**  
**FOR THE YEAR ENDED MARCH 31, 2023**

	2023	2022
<b>Revenue</b>		
Retail store sales	\$ 168,643	\$ 147,494
<b>Expenses</b>		
Salaries and benefits	82,553	96,460
Rent	41,386	41,386
Telephone and utilities	7,595	6,823
Repairs and maintenance	4,674	1,463
Insurance	3,827	3,581
Miscellaneous store expenses	2,922	3,841
Bank charges	1,945	1,540
Office and administration	724	379
Advertising and promotion	-	22
	<u>145,626</u>	<u>155,495</u>
<b>Excess (Deficiency) of Revenue Over Expenses Before Non-Cash Items</b>	23,017	(8,001)
<b>Non-Cash Items</b>		
Amortization of capital assets	<u>340</u>	<u>430</u>
<b>Excess (Deficiency) of Revenue Over Expenses</b>	\$ <u>22,677</u>	\$ <u>(8,431)</u>

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form an integral part of these audited financial statements.*

