

# **AMBASSADORS FOR CHRIST IN CANADA**

## **FINANCIAL STATEMENTS**

**DECEMBER 31, 2024**



CHAN CHOONG & CHANG  
CPA PROFESSIONAL CORPORATION

# AMBASSADORS FOR CHRIST IN CANADA

DECEMBER 31, 2024

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## INDEPENDENT AUDITORS' REPORT

To the Board of Directors of Ambassadors For Christ in Canada

### Qualified Opinion

We have audited the accompanying financial statements of Ambassadors For Christ in Canada which comprise the statement of financial position as at December 31, 2024, and the statements of financial activities and statement of cash flow for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of Ambassadors For Christ in Canada as at December 31, 2024, 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 Qualified Opinion

In common with many charitable organizations, Ambassadors For Christ in Canada derives income from the general public in the form of donations the completeness of which are not susceptible to complete audit verification. Accordingly, verification of these revenue was limited to the amounts recorded in the records of Ambassadors For Christ in Canada. Therefore, we were not able to determine whether any adjustments might be necessary to donation revenues, excess of revenues over expenses, and cash flows from operations for the year ended December 31, 2024 and December 31, 2023, assets and funds balance as at December 31, 2024 and December 31, 2023.

Our audit opinion on the financial statements for the year ended December 31, 2023 was modified accordingly because of the possible effects of this limitation in scope.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of Ambassadors For Christ in Canada 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 audit 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 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.



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## **INDEPENDENT AUDITORS' REPORT (CON'T)**

### **Responsibilities of Management and Those Charged with Governance for the Financial Statements (Con't)**

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

Those charged with governance are responsible for overseeing Ambassadors For Christ in Canada's financial reporting process.

### **Auditors' 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 auditors' 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 Ambassadors For Christ in Canada's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



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## INDEPENDENT AUDITORS' REPORT (CON'T)

### Auditors' Responsibilities for the Audit of the Financial Statements (Con't)

- 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 Ambassadors For Christ in Canada's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause Ambassadors For Christ in Canada 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.

June 19, 2025  
Markham, Ontario

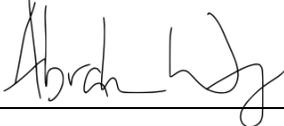
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Authorized to practice public accounting by  
the Chartered Professional Accountants of Ontario

# AMBASSADORS FOR CHRIST IN CANADA

## STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31

	ASSETS	
	2024	2023
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 279,179	\$ 180,352
Other receivables	113,493	23,533
Sales taxes recoverable	2,481	1,882
Prepaid expenses	18,999	19,548
	414,152	225,315
<b>LONG TERM INVESTMENTS (Note 3)</b>	1,560,886	1,388,917
<b>CAPITAL ASSETS (Note 4)</b>	9,222	2,163
	\$ 1,984,260	\$ 1,616,395
	<b>LIABILITIES</b>	
<b>CURRENT LIABILITIES</b>		
Accounts payable & accrued liabilities	\$ 15,557	\$ 14,105
Deferred contributions	12,000	3,625
Unearned revenue	78,965	12,250
	106,522	29,980
	<b>NET ASSETS</b>	
<b>GENERAL FUND</b>	1,877,738	1,586,415
	\$ 1,984,260	\$ 1,616,395

APPROVED ON BEHALF OF THE BOARD:

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Director

SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

1.

# AMBASSADORS FOR CHRIST IN CANADA

## STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED DECEMBER 31

	2024	2023
<b>REVENUE</b>		
Donations	\$ 1,022,722	\$ 698,068
Ministry registration fees	124,377	101,975
Investment income	55,620	36,995
Government grant (Note 5)	15,630	19,271
Other income (Note 6)	21,499	9,068
	<u>1,239,848</u>	<u>865,377</u>
<b>EXPENDITURES</b>		
Bank charges and interest	39,471	26,571
Development and fundraising	5,472	2,864
Employee benefits	100,356	86,412
Ministries & programs (Note 7)	116,420	106,499
Occupancy costs	50,805	52,992
Office & general	19,704	23,681
Professional fees	3,600	3,300
Salaries	749,077	707,788
Travel	5,195	3,832
Amortization	3,252	2,643
	<u>1,093,352</u>	<u>1,016,582</u>
<b>NET RECEIPTS (DISBURSEMENTS) FROM OPERATIONS</b>	146,496	(151,205)
<b>UNREALIZED GAIN (LOSS) ON PORTFOLIO INVESTMENTS</b>	144,828	(82,032)
<b>NET SURPLUS (DEFICIT)</b>	291,324	(233,237)
<b>NET ASSETS, Beginning of year</b>	1,586,414	1,819,652
<b>NET ASSETS, End of year</b>	<u>\$ 1,877,738</u>	<u>\$ 1,586,415</u>

SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

# AMBASSADORS FOR CHRIST IN CANADA

## STATEMENT OF CASH FLOWS FOR THE YEAR ENDED DECEMBER 31

	<b>2024</b>	<b>2023</b>
<b>CASH FROM (TO) OPERATING ACTIVITIES</b>		
Excess (deficiency) of receipts over disbursements	\$ 291,324	\$ (233,237)
Add: Adjustments to reconcile excess (deficiency) to cash provided from operating activities		
Amortization	3,252	2,643
Unrealized gain (loss) on portfolio investments	(144,828)	82,032
	149,748	(148,562)
<b>CHANGES IN NON-CASH WORKING CAPITAL BALANCES</b>		
Investments	(27,141)	129,177
Other receivables	(89,960)	(6,867)
Sales taxes recoverable	(599)	1,198
Prepaid expenses	549	(11,139)
Accounts payable & accrued liabilities	1,452	4,823
Payroll taxes payable	-	(12,228)
Deferred Contributions	8,375	(3,380)
Unearned ministry registration fees	66,715	12,250
	(40,609)	113,834
	109,139	(34,728)
<b>CASH FROM (TO) INVESTING ACTIVITIES</b>		
Acquisition of capital assets	(10,312)	(4,806)
<b>INCREASE (DECREASE) IN CASH</b>	98,827	(39,534)
<b>CASH AND CASH EQUIVALENTS, Beginning of year</b>	180,352	219,886
<b>CASH AND CASH EQUIVALENTS, End of year</b>	\$ 279,179	\$ 180,352

SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

# AMBASSADORS FOR CHRIST IN CANADA

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31

2024

2023

The following notes are an integral part of these financial statements.

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Ambassadors For Christ in Canada (AFC) was incorporated under the Canada Corporations Act as a charitable organization, establishing and promoting evangelical student movements worldwide. The Certificate of Continuance was filed and accepted by Industry Canada on September 16, 2014 under the requirement of the Canada Not-for-Profit Corporations Act. It is a Christian organization to evangelise and teach the Bible among ethnic Chinese students in Canadian educational institutions. It also organizes student conferences, seminars and other activities for evangelism, discipleship, leadership and training of Christians. AFC is a registered charity, which is exempted from income taxes under the Income Tax Act of Canada.

The financial statements of AFC present the financial position and the results of activities within the framework of Canadian accounting standards for non-for-profit organizations.

##### (a) Revenue recognition

AFC follows the deferral method of accounting for contributions where restricted contributions related to operations are deferred until the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received.

Ministry registration fees and sponsorships are recognized on an accrual basis when the services are rendered with the amounts reasonably assured and collectible. All registration or sponsorship income collected for future periods are set up as deferred contributions until the services are rendered.

Government grants and subsidies are recognized as revenue in the period earned when there is reasonable assurance that the subsidy will be received and all attached conditions will be complied with by AFC.

Investment and other income are recognized when there is reasonable assurance with respect to measurement and collectibility.

##### (b) Pledges

Pledges are not recorded as revenue until the pledged contributions are received. There were no pledges recorded as at year end.

# AMBASSADORS FOR CHRIST IN CANADA

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31

2024

2023

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CON'T)

(c) Contributed materials and services

Contributed materials, to the extent recognized in the financial statements, are recorded at an approximation of fair market value at the date of contribution. The organization is also dependent upon the ongoing support of volunteers, the value of such services has not been quantified in the financial statements because of the difficulty in determining an objective fair value.

(d) Cash and cash equivalents

Cash and cash equivalents include cash in bank and investment accounts that are readily convertible into cash with 2-day notice.

(e) Investment of capital

Capital is invested with the objective of obtaining a reasonable rate of return while minimizing risk. Majority of the capital is invested in cash equivalent investments, such as mutual funds and common shares, with the remainder invested in guaranteed investment certificates (GIC), where the principal amounts are guaranteed, with various maturity dates depending on the cash flow requirement of the Organization (See Note 3).

(f) Capital assets

Capital assets are carried at cost and amortized over their estimated useful lives.

Computers	- 55% diminishing balance
Office equipment	- 20% diminishing balance

(g) Use of estimates

The preparation of financial statements required the Board to make estimates and assumptions that affect the reported amounts and other disclosures in these financial statements. Significant areas requiring the use of estimates include prepaid expenses, useful life & amortization of capital assets and accounts payable & accrued liabilities. Actual results may differ from those estimates.

# AMBASSADORS FOR CHRIST IN CANADA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31

2024

2023

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CON'T)

#### (h) Financial instruments

##### Measurement of financial instruments

AFC initially measures its financial assets and liabilities at fair value, except for certain related party transactions that are measured at the carrying amount or exchange amount, as appropriate. AFC subsequently measures its financial assets and financial liabilities at amortized cost, except for investments quoted in active market which are measured at fair value.

Financial assets measured at amortized cost include cash and other receivables.

Financial assets measured at fair value include long term investments.

Financial liabilities measured at amortized cost include accounts payable & accrued liabilities.

##### Impairment

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of the write-down is recognized in net income. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in net income.

##### Transaction costs

AFC recognizes its transaction costs in net income in the period incurred. However, financial instruments that will not be subsequently measured at fair value are adjusted by the transaction costs that are directly attributable to their origination, issuance or assumption.



# AMBASSADORS FOR CHRIST IN CANADA

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31

2024

2023

## 2. RISK EXPOSURE

AFC is exposed to various risks through its financial instruments. The following analysis provides a measure of AFC's risk exposure and concentrations at the balance sheet date on December 31, 2024.

### (a) Liquidity risk

Liquidity risk is the risk that an organization will encounter difficulty in meeting obligations associated with financial liabilities. AFC is exposed to this risk mainly in respect of its accounts payable. Management typically forecasts cash flows for a period of 12 months to identify financing requirements.

### (b) 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. AFC has minimal credit risks to its other receivable.

### (c) 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 risk, interest rate risk and other price risk.

#### Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. AFC is not exposed to currency risk.

#### 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. AFC exposed to interest rate risk from its investment. AFC mitigated the risk in respect by diversifying its mutual funds investment into different sector and risk market.

# AMBASSADORS FOR CHRIST IN CANADA

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31

	2024	2023
<b>2. RISK EXPOSURE (CON'T)</b>		
(c) Market risk (Con't)		
Other price risk		
Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. AFC exposed to other price risk from its in-kind donation. AFC mitigates this risk by recognizing the asset as soon as it's received.		
<b>3. LONG TERM INVESTMENTS</b>		
Long term investments consists of mutual funds traded on an active market that are readily convertible into cash and are invested in accordance to AFC's Board risk tolerance.		
Book cost of investments quoted in active market	\$ 1,498,089	\$ 1,470,949
Unrealized gain (loss) on investments	62,797	(82,032)
	<u>\$ 1,560,886</u>	<u>\$ 1,388,917</u>

#### 4. CAPITAL ASSETS

	Cost	Accumulated Amortization	Net book Value	Net book Value
Computer	\$ 4,806	\$ 3,833	\$ 973	\$ 2,163
Furniture & fixtures	10,311	2,062	8,249	-
	<u>\$ 15,117</u>	<u>\$ 5,895</u>	<u>\$ 9,222</u>	<u>\$ 2,163</u>

#### 5. GOVERNMENT GRANT

This is the Canada Summer Jobs grant (CSJ) provided by the Government of Canada. CSJ provided the grant to AFC for wages paid to eligible employees up to 100% of the minimum hourly wages in Ontario.

# AMBASSADORS FOR CHRIST IN CANADA

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31

	2024	2023
<b>6. OTHER INCOME</b>		
Sponsorships	\$ 18,125	\$ 6,800
Property taxes rebate	3,374	2,051
Others	-	217
	<u>\$ 21,499</u>	<u>\$ 9,068</u>
<b>7. MINISTRIES &amp; PROGRAMS</b>		
Advance, Furnish & Catalyze Ministry	\$ 23,934	\$ 31,969
Campus Challenge Ministry	18,768	14,335
Teens Conference Ministry	57,311	59,221
Mission	15,311	-
Other	1,096	974
	<u>\$ 116,420</u>	<u>\$ 106,499</u>

### 8. COMMITMENTS

AFC has entered into a lease for the current office premises and has committed to the following minimum annual lease payments.

2025	\$	23,212
2026		<u>9,853</u>
	\$	<u>33,065</u>

### 9. COMPARATIVE FIGURES

Certain prior year's figures have been reclassified to confirm with current year's presentation.