

Cricket Canada
Financial Statements
For the Year Ended December 31, 2021
(Expressed in Canadian Dollars)

Independent Auditor's Report

To the Board of Directors of Cricket Canada:

I have audited the financial statements of Cricket Canada (the "Organization"), which comprise the statement of financial position as at December 31, 2021, and the statement of operations and changes in general fund excess, statement of changes in net assets and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

My Qualified Opinion

In my opinion, except for the effects of matter described in the *Basis for Qualified Opinion* section of my report, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at December 31, 2021, and its financial performance 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 not-for-profit organizations, the Organization derives a portion of its revenue from donations and fundraising events, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, my verification of these revenues was limited to the amounts recorded in the records of the entity and I was not able to determine whether any adjustments might be necessary to revenue, excess of revenue over expenses, assets and financial position for the years ended December 31, 2021 and 2020. My audit opinion on the financial statements for the year ended December 31, 2020 was also modified because of the possible effects of this limitation in scope.

I conducted my audit in accordance with Canadian generally accepted auditing standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of my report.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Independence

I am independent of the Organization in accordance with the ethical requirements that are relevant to my audit of the financial statements in Canada, and I have fulfilled my other ethical responsibilities in accordance with these requirements.

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.

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

My 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 my qualified 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, I exercise professional judgment and maintain professional skepticism throughout the audit. I 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 my qualified 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 Organization'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 Organization's ability to continue as a going concern. If I conclude that a material

uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Organization 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.

I 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 I identify during my audit.



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

Markham, Ontario
May 27, 2022

Cricket Canada
Statement of Financial Position
As at December 31, 2021
(Expressed in Canadian Dollars)

| | 2021 | 2020 |
|--|---------------|---------------|
| | \$ | \$ |
| Assets | | |
| Current | | |
| Cash and cash equivalents (Note 4) | 2,537,790 | 1,846,255 |
| Accounts receivable | 1,650 | 64,300 |
| Sales taxes receivable | 24,013 | 10,028 |
| Prepaid expenses | 7,889 | - |
| | 2,571,342 | 1,920,583 |
| Capital assets (Note 3) | 1,100 | 1,100 |
| | 2,572,442 | 1,921,683 |
| Liabilities and Fund Excess | | |
| Current | | |
| Accounts payable and accrued liabilities | 64,892 | 50,344 |
| Deferred sponsorship revenue (Note 5) | - | 10,000 |
| Deferred rental income (Note 6) | 62 | 63 |
| | 64,954 | 60,407 |
| CEBA loan (Note 7) | 40,000 | 40,000 |
| | 104,954 | 100,407 |
| Fund Excess | | |
| Net assets in restricted funds (Note 2) | 3 | 10,003 |
| Net assets in capital assets | 1,100 | 1,100 |
| General fund excess | 2,466,385 | 1,810,173 |
| | 2,467,488 | 1,821,276 |
| | 2,572,442 | 1,921,683 |

Commitments (Note 11)

Approved on behalf of the Board

 /signed/ *A Liburd* Director

 /signed/ *Charles Pais* Treasurer

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

Cricket Canada
Statement of Operations and Changes in General Fund Excess
For the Year Ended December 31, 2021
(Expressed in Canadian Dollars)

| | 2021 | 2020 |
|--|------------------|------------------|
| | \$ | \$ |
| Revenue | | |
| International Cricket Council <i>(Note 10)</i> | 935,241 | 1,000,534 |
| Sports Canada <i>(Note 10)</i> | 129,500 | 151,500 |
| Bombay Sports Co. Ltd. <i>(Note 10)</i> | 421,000 | 35,543 |
| Grant revenue | 67,259 | 32,250 |
| Interest income | 17,151 | 19,963 |
| Miscellaneous | 34,965 | 15,411 |
| Total revenue | 1,605,116 | 1,255,201 |
| Expenses | | |
| Tournament costs, development, apparel and equipment | 285,219 | 193,241 |
| Travel, meals and accomodation | 265,154 | 38,733 |
| Management salaries and benefits | 141,176 | 104,463 |
| Players salaries and allowances | 101,565 | 30,210 |
| Advertising and promotion | 43,402 | 19,438 |
| Rent, parking and office costs | 39,045 | 33,960 |
| Professional fees | 25,989 | 59,892 |
| Meeting expenses | 19,563 | 6,219 |
| Insurance | 9,256 | 9,256 |
| Office and general | 19,830 | 15,083 |
| Interest and bank charges | 1,003 | 1,080 |
| Bad debt (recovery) | - | (92,957) |
| Foreign exchange loss (gain) | 7,702 | (860) |
| Total expenses | 958,904 | 417,758 |
| Excess of revenue over expenses | 646,212 | 837,443 |
| General fund excess, beginning of year | 1,821,276 | 983,833 |
| General fund excess, end of year | 2,467,488 | 1,821,276 |

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

Cricket Canada
Statement of Changes in Net Assets
For the Year Ended December 31, 2021
(Expressed in Canadian Dollars)

| | Restricted Funds | Investment in Capital Assets | Unrestricted Funds | 2021 | 2020 |
|--|---------------------|---------------------------------|-----------------------|------------------|-----------|
| | \$ | \$ | \$ | \$ | \$ |
| Balance , beginning of year | 10,003 | 1,100 | 1,810,173 | 1,821,276 | 983,833 |
| Excess of revenue over expenses | - | - | 646,212 | 646,212 | 837,443 |
| Restricted funds for specific projects | (10,000) | - | 10,000 | - | - |
| Balance , end of year | 3 | 1,100 | 2,466,385 | 2,467,488 | 1,821,276 |

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

Cricket Canada
Statement of Cash Flows
For the Year Ended December 31, 2021
(Expressed in Canadian Dollars)

| | 2021 | 2020 |
|---|------------------|-----------|
| | \$ | \$ |
| Cash and cash equivalents provided by (used in) the following activities | | |
| Operating activities | | |
| Excess of revenue over expenses | 646,212 | 837,443 |
| Changes in non-cash working capital | | |
| Accounts receivable | 62,650 | 83,728 |
| Sales taxes receivable | (13,985) | 22,843 |
| Prepaid expenses | (7,889) | 3,000 |
| Accounts payable and accrued liabilities | 14,547 | (54,192) |
| Deferred sponsorship revenue and rental income | (10,000) | (22,249) |
| | 45,323 | 33,130 |
| Financing activities | | |
| CEBA loan | - | 40,000 |
| Increase in cash and cash equivalents | 691,535 | 910,573 |
| Cash and cash equivalents, beginning of year | 1,846,255 | 935,682 |
| Cash and cash equivalents, end of year | 2,537,790 | 1,846,255 |

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