



Hope Restored Canada



Annual Report

2024

hoperestoredcanada.org

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Executive Summary

Hope Restored Canada (HRC) is dedicated to restoring dignity, freedom, and hope to individuals affected by sexual exploitation and human trafficking. As the only organization in Saskatchewan supporting survivors, we provide trauma-informed, survivor-centered programs that empower individuals to exit lives of abuse and rebuild their futures.

Through our Restoring Hope program, we offer safe housing, case management, trauma therapy, and essential life skills training to support survivors on their journey to independence. Our outreach initiatives extend care to those still in the sex trade, providing harm reduction support, crisis intervention, and pathways to exit. Additionally, our Education programs equip service providers, justice workers, and the public with the knowledge needed to combat trafficking and exploitation.

Over the past year, our impact has grown through strategic partnerships, community engagement, and the unwavering support of our donors and funders. Expanding essential services into our new program space in the Saskatoon Community Service Village has allowed us to continue addressing the evolving needs of survivors with compassion and innovation.

Hope Restored Canada remains committed to building a future where survivors thrive, communities take action, and every individual affected by exploitation has access to the resources and support they deserve. **Together, we are restoring hope—one life at a time.**



Did you know?

Human trafficking is one of the fastest-growing crimes in Canada

— turn the page to see how your support is helping us fight back and restore hope.



Did You Know?

Info sourced from notinmycity.ca/the-issue/

Human trafficking is one of the fastest growing crimes in Canada.



72%
of reported victims are under the age of 25.



A person's greatest risk of being trafficked is being a girl.



Since 2016, online reports of Sexual Exploitation offences increased by

616%



Indigenous people make up

4%

of Canada's population but represent

50%

of trafficking victims.



More than

75%

of people working in the Canadian Sex Trade were exploited as children.



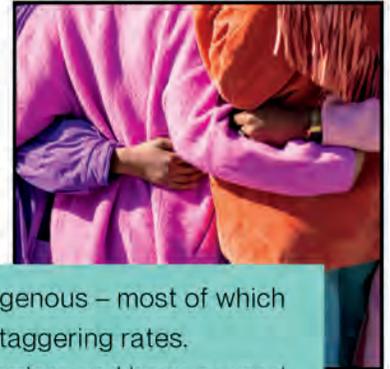
\$280,000

is the annual profit per female trafficked in Canada.



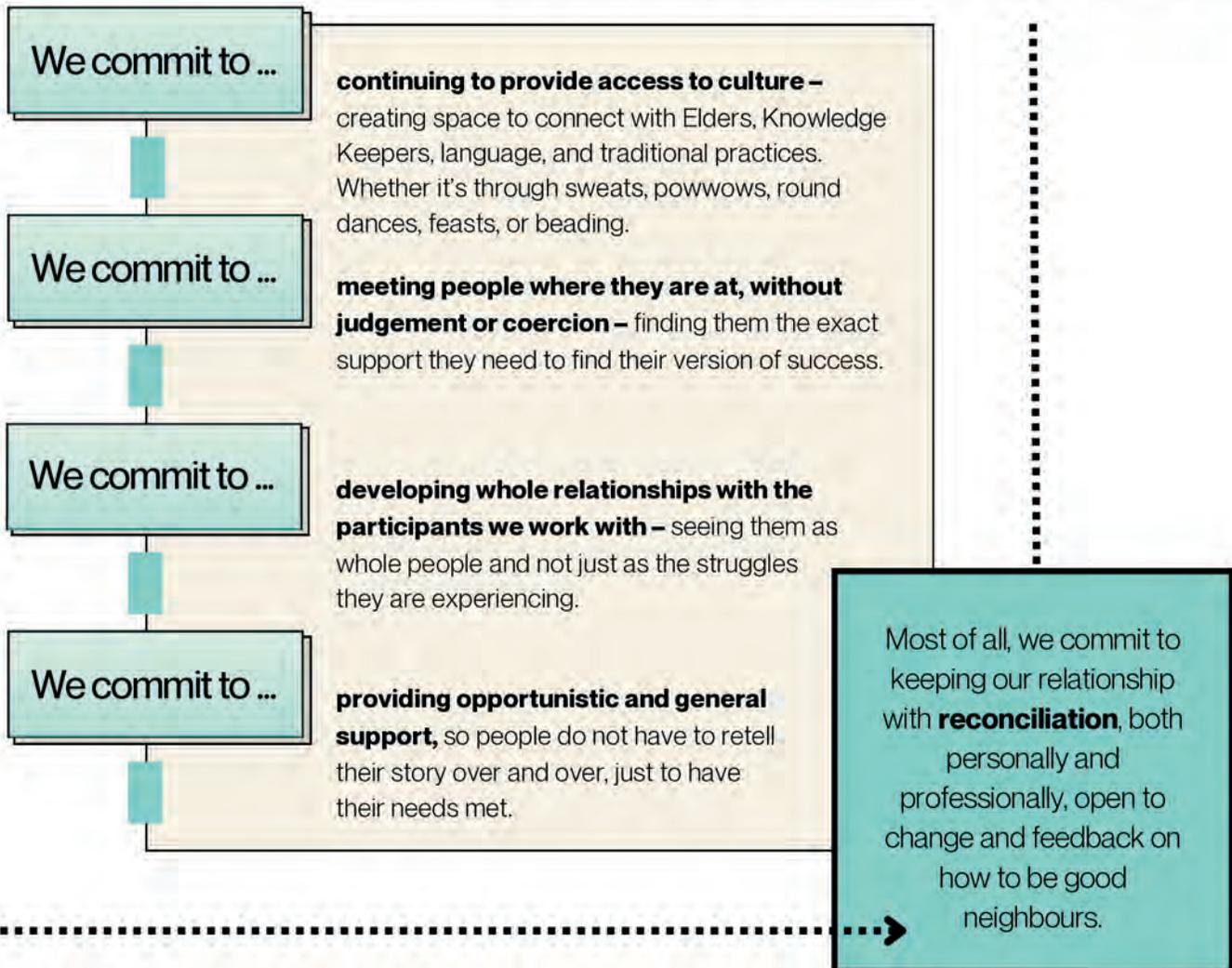
Honouring Truth, Living Reconciliation

As both uninvited guests and Indigenous people on Treaty 6 territory, it is vital to us as an organization that we not only actively work on reconciliation in our community, but to not shy away from the true impacts of colonization on the original occupants of these lands.



At HRC, the vast majority of participants we get to work with are Indigenous – most of which are Indigenous women who face gender-based violence at staggering rates. So, as an organization we fully commit to addressing the systemic barriers and harm caused to our Indigenous relatives, friends, colleagues and participants.

We will continue to commit to equitable and intersectional service delivery to ensure the needs of each individual who comes through our doors are met without judgement.



Board of Directors 2024



Message from the Executive Director & Board Chair

To our Supporters, Donors and Partners,

As we reflect on this past year, we are filled with immense gratitude for the remarkable achievements we've accomplished together. Your unwavering support has allowed us to continue making a meaningful impact on the lives of those we serve, providing hope, healing, and a path toward brighter futures.

While we encountered challenges that tested our resilience, we also celebrated incredible milestones—stories of transformation, flourishing partnerships, and programs that empowered individuals to reclaim their lives. Each success story stands as a testament to the power of community and the deep compassion that fuels our mission.

Our team has worked tirelessly to ensure that every individual who walks through our doors feels seen, supported, and valued. From expanding our programs to enhancing our outreach efforts, we remain committed to meeting the ever-evolving needs of the community. These accomplishments would not have been possible without the dedication of our staff, the guidance of our board of directors, the generosity of our donors, and the trust of those we serve.

Looking ahead, we are inspired by the possibilities that lie before us. There is still much to be done, and we remain deeply committed to advancing our mission, expanding our impact, and ensuring that no one is left behind.



Kendra Mazer
Executive Director



Dailene Kells
Board Chair

With your continued partnership, we are confident in our ability to meet the challenges of tomorrow and create a future filled with dignity, hope, and opportunity for all.

Thank you for walking alongside us on this journey. Your belief in the work we do motivates us to reach higher, dream bigger, and build a foundation for lasting impact. Let us move forward with renewed purpose, united in our commitment to making a difference.

With heartfelt gratitude,

Kendra Mazer
Executive Director

Dailene Kells
Board Chair

Reflecting on Our Impact

A Year in Review

2024 was a year of transformation and resilience.



Together, we achieved the following milestones:

- **20 individuals** supported through our Restoring Hope housing program, offering a safe, trauma-informed environment for recovery and growth.
- **Over 50 women** connected through our outreach program, meeting them where they are with compassion and resources.
- **Critical workshops delivered** on trauma recovery, addiction, self-esteem, and cultural healing, equipping participants with tools for lifelong independence and well-being.
- **Partnerships strengthened** with community organizations to enhance the scope and impact of our services, ensuring participants are connected to individualized programs and supports that address their unique needs and goals.

Celebrating Key Milestones



- **Purchased the Restoring Hope Home:** Provided stability for our housing program operations ensuring a safe space for those in recovery.
- **Acquired a new van:** Thanks to the generosity of Affinity Credit Union, we can now transport participants to programming and appointments.
- **Hometown Heroes Event:** Partnered with Soroptimist Saskatoon to honor five inspiring women and raise funds to support our shared vision to better the lives of women and girls.
- **Expanded Program Space:** Moved into the Saskatoon Community Service Village, enabling us to serve even more participants through our Outreach Program.
- **Investing in Advocacy:**
 - Hosted a Kairos Blanket Exercise, fostering understanding of Indigenous and Non-Indigenous relationships in Canada.
 - Presented at the 2024 Human Trafficking Summit in Saskatoon.
 - Shared insights at the Violence & Aggression Symposium at the University of Saskatchewan.
 - Partnered as a key stakeholder of the Coalition on Human Trafficking in Saskatchewan



Impact Story

Sarah's Journey of Healing & Hope

This year, we had the privilege of walking alongside Sarah (name changed for privacy) as she began her recovery journey with Hope Restored Canada.

Sarah entered our housing and day program determined to rebuild her life after years of exploitation. While living in our supportive community of women, she actively participated in programming and developed essential life skills that laid the foundation for her healing.

However, the path to recovery is not always linear. A few months into her journey, Sarah faced challenges that led her to briefly leave the housing program. During this time, she reflected on all she had learned and accomplished during her first stay. With courage and determination, she reached out to Hope Restored, expressing her desire to continue her journey with us.

Her powerful words, "I learned to forgive myself," became a turning point in her story. Sarah returned to our housing program, more committed than ever to her healing. Within months, she transitioned to independent living, equipped with the tools, confidence, and resilience to build a safe and stable life.

Today, Sarah's connection with Hope Restored Canada remains strong. Through our Outreach Program, she continues to receive ongoing support as she navigates the challenges of independent living. Sarah's journey is a testament to the lasting community of care that empowers and uplifts survivors.

"I learned to forgive myself."

Sarah's story reminds us that recovery is a journey, and ongoing support is critical for survivors to thrive. Because of your generosity, Sarah—and many others like her—are now living lives free from exploitation, filled with hope and possibility.

Our Approach

Our mission is succinctly expressed through the **H.O.P.E.** Model:



HOLISTIC RESTORATION

Seeing each person restored physically, mentally, emotionally, and spiritually, providing individualized care through recovery programming, housing options, and practical support.



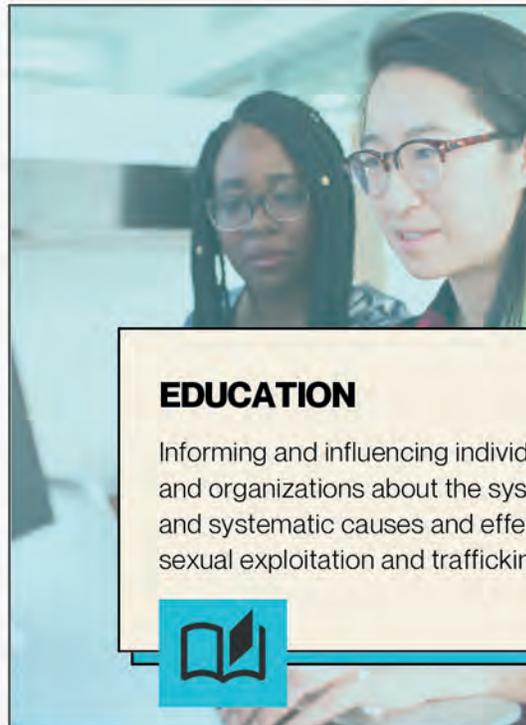
OUTREACH

Compassion, empathy, holistic support, and caring intervention through access to referrals, outreach workers, and individualized social supports and exit strategies.



PARTNERSHIPS

Formal and informal relationships with affiliate organizations, service providers, and funders.



EDUCATION

Informing and influencing individuals and organizations about the systemic and systematic causes and effects of sexual exploitation and trafficking.

Holistic Restoration



Holistic restoration is at the core of Hope Restored Canada's mission, addressing the complex and multifaceted needs of individuals recovering from exploitation and trauma. This approach goes beyond providing immediate safety, focusing on emotional, mental, physical, and social well-being to empower individuals to rebuild their lives and achieve lasting independence.

Through trauma-informed care, our programs provide:

- Safe and supportive housing where individuals can heal and rebuild in a community-oriented environment.
- Comprehensive workshops on trauma recovery, addiction, self-esteem, healthy relationships, and cultural healing to equip participants with essential tools for life.
- Life skills training in areas such as budgeting, parenting, career development, and education, supporting independence and self-sufficiency.
- Ongoing outreach and community connections that ensure participants receive the continued support and resources they need for long-term success.

Holistic restoration acknowledges that recovery is a personal and ongoing journey. It requires personalized care, community support, and an enduring commitment to helping individuals reclaim their dignity, independence, and hope for the future. At Hope Restored Canada, we are dedicated to walking alongside each individual, meeting them where they are and empowering them to thrive.



Outreach



Hope Restored Canada's Outreach Program is a vital component of our mission to support women and girls at risk of or impacted by human trafficking and exploitation. It offers a compassionate, non-judgemental space where individuals can connect with the resources and support they need, no matter where they are on their journey.

Our outreach workers meet participants where they are—both literally and figuratively—offering a variety of services and a listening ear. The program emphasizes building trust and fostering meaningful relationships with those who may not yet be ready to engage in our day or housing programs.

Services offered through our Outreach Program include:

- One-on-one support and case management to address immediate needs and challenges
- Access to mental health, addiction recovery, and trauma support services
- Education about available resources for housing, healthcare, and legal support
- Referrals to partner organizations for specialized services
- Emotional and practical support as individuals work toward stability and healing

This initiative empowers individuals to regain their autonomy, explore their recovery options, and find their path to healing in a safe and supportive environment. The Outreach Program serves as an essential bridge, providing hope and resources to those in need, and supports survivors as they move toward a healthier and more stable future, regardless of their current situation.



Partnerships



At Hope Restored Canada, we recognize the importance of collaboration in creating lasting change. Through our strategic partnerships, we can expand the reach and impact of our programs, ensuring that survivors of exploitation and trafficking have access to a broad network of resources and support.

This year, we have been fortunate to strengthen and expand our relationships with a diverse range of organizations. By working together, we've been able to provide comprehensive, individualized services to those who need them most. These partnerships help us to address the multifaceted needs of survivors—whether it's housing, legal support, mental health services, addiction recovery, or cultural healing.

Our partners include non-profit organizations, health services, legal aid, and advocacy groups, all of whom share our commitment to creating a safer and more supportive environment for survivors of trafficking and exploitation. These collaborations allow us to:

- Connect survivors with critical resources they may not otherwise have access to
- Share expertise and best practices to enhance service delivery
- Raise awareness about the realities of human trafficking and the resources available to survivors
- Collaborate on training and education initiatives to empower both professionals and the community

Through these partnerships, we can ensure that each survivor has the tools, support, and guidance necessary to rebuild their life. We are deeply grateful for the generosity, expertise, and dedication of our partners, as we work together to create a brighter future for those affected by exploitation and trafficking.



Education



At Hope Restored Canada, we believe education is essential in the fight against human trafficking and exploitation. A significant focus of our education efforts is prevention—empowering individuals and communities with the knowledge and tools to recognize the signs of trafficking and exploitation before they occur.

Through our education initiatives, we engage with the community, service providers, and key stakeholders to increase understanding of human trafficking and the support systems available for survivors. This year, we focused on raising awareness, educating the public, and fostering meaningful conversations around these critical issues.

KEY INITIATIVES:

- **Education Sessions:** We delivered presentations to healthcare providers, front-line service workers, government agencies, and non-profit organizations, offering a comprehensive overview of human trafficking and sharing Hope Restored Canada's response to community needs.
- **Workshops and Presentations:** Our team presented at various local conferences, including the Violence & Aggression Symposium at the University of Saskatchewan and the 2024 Human Trafficking Summit in Saskatoon. These events allowed us to engage with professionals from diverse sectors, equipping them with the tools to identify, respond to, and support survivors of trafficking.

By teaching healthy relationship dynamics, recognizing unhealthy patterns, and increasing awareness of grooming and coercion, we aim to prevent trafficking and exploitation before they begin.

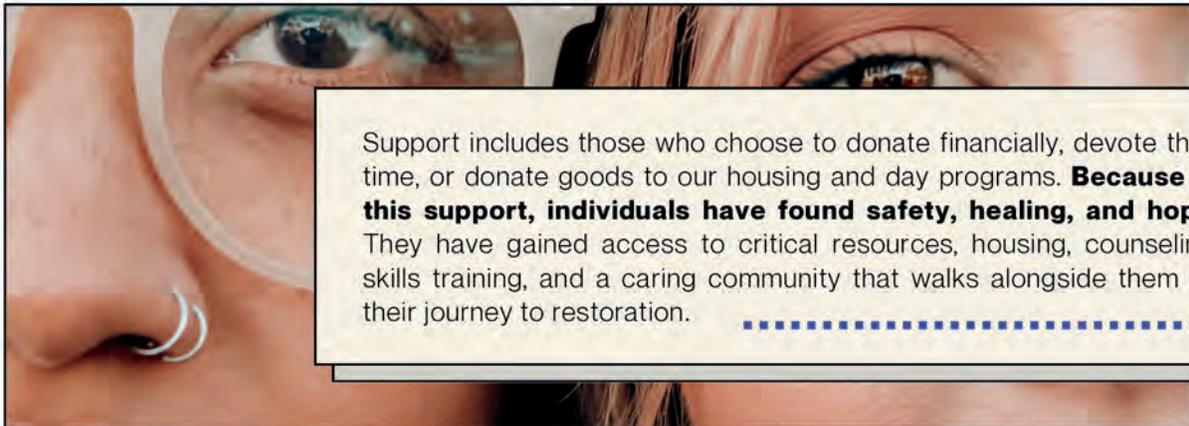
These initiatives reflect our commitment to not only supporting survivors but also fostering a culture of awareness, prevention, and support. We believe that by educating and empowering individuals and communities, we can help prevent trafficking, build stronger support systems, and ensure survivors receive the care and resources they need to reclaim their lives.



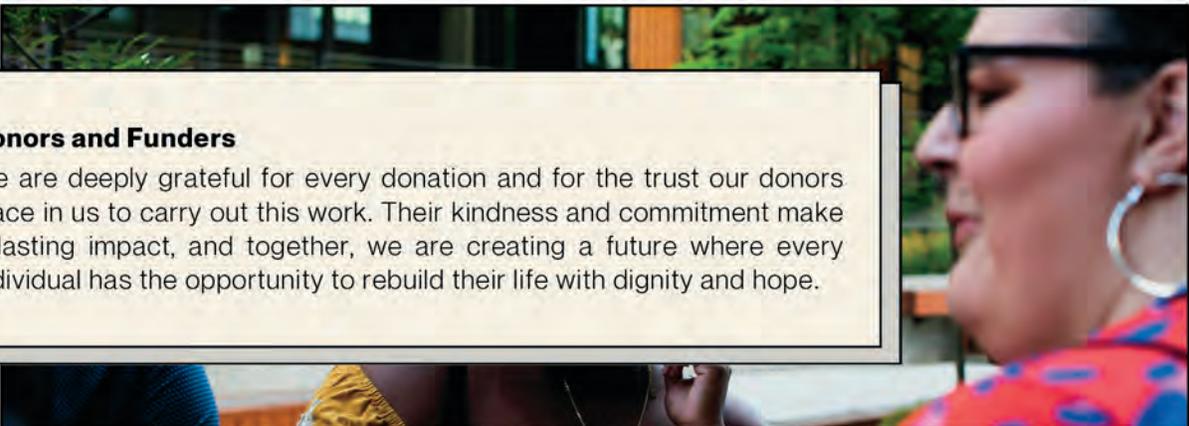
Hope Made Possible by our Supporters!



At Hope Restored Canada, we believe that **transformation happens when compassion meets action**. The **generosity** of those who choose to support us in many capacities has been the driving force behind our mission to support survivors of sexual exploitation and trafficking.



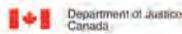
Support includes those who choose to donate financially, devote their time, or donate goods to our housing and day programs. **Because of this support, individuals have found safety, healing, and hope.** They have gained access to critical resources, housing, counseling, skills training, and a caring community that walks alongside them on their journey to restoration.



Donors and Funders

We are deeply grateful for every donation and for the trust our donors place in us to carry out this work. Their kindness and commitment make a lasting impact, and together, we are creating a future where every individual has the opportunity to rebuild their life with dignity and hope.

Our Partners in Impact



Affinity Credit Union

Canadian Women's Foundation

Catholic Women's League

City of Saskatoon

Community Initiatives Fund

Community Foundations of Canada

Dakota Dunes Community Development Corporation

ICR Women's Golf Classic

Justice Canada - Victims Fund

Kinsmen Club

Prairie Action Foundation

Government of Saskatchewan: Ministry of Justice and Attorney General, Community Safety and Wellbeing

Saskatoon Community Foundation, Cameco Step Up for Mental Health Grant

Rotary Club of Saskatoon

Saskatchewan Indian Gaming Authority

Seroptimist International of Saskatoon

United Way Saskatoon & Area

Women and Gender Equality Canada

Financial Statements

HOPE RESTORED CANADA
CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2024

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The consolidated financial statements of Hope Restored Canada have been prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO). When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances. These statements include certain amounts based on management's estimates and judgments. Management has determined such amounts based on a reasonable basis in order to ensure that the financial statements are presented fairly in all material respects.

To assist management in fulfilling its responsibilities, a system of internal controls has been established to provide reasonable assurance that the financial statements are accurate and reliable and that assets are safeguarded.

The Board of Directors is responsible for ensuring that management fulfills its responsibility for financial reporting and is ultimately responsible for reviewing and approving the financial statements.

The consolidated financial statements have been audited on behalf of the directors by Virtus Group Chartered Professional Accountants & Business Advisors LLP, in accordance with Canadian generally accepted auditing standards.



Executive Director



INDEPENDENT AUDITORS' REPORT

To the Directors of Hope Restored Canada

Qualified Opinion

We have audited the consolidated financial statements of Hope Restored Canada (the "Organization"), which comprise the consolidated statement of financial position as at December 31, 2024, and the consolidated statements of changes in net assets, revenues and expenses and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matters described in the *Basis for Qualified Opinion* section of our report, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Organization as at December 31, 2024, and the consolidated results of its operations and consolidated cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Basis for Qualified Opinion

In common with many charitable organizations, the Organization derives revenue from donations the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Organization and we were not able to determine whether any adjustments might be necessary to contributions, excess of revenue over expenses, current assets 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 *Auditors' Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the Organization in accordance with ethical requirements that are relevant to our audit of the consolidated 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.

Other Information

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the consolidated financial statements and our auditors' report thereon. The annual report is expected to be made available to us after the date of this auditors' report.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate that fact to those charged with governance.

(continues)

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated 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.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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 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 we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated 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 the Organization to cease to continue as a going concern.

Independent Auditors' Report to the Directors of Hope Restored Canada (*continued*)

- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated 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.

Saskatoon, Saskatchewan

Virtus Group LLP
Chartered Professional Accountants

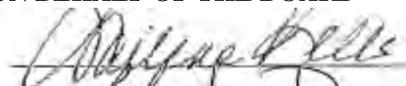


HOPE RESTORED CANADA
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2024

	2024	2023 <i>(Restated)</i>
ASSETS		
Current		
Cash	\$ 464,362	\$ 194,185
Investments <i>(Note 3)</i>	313,691	304,246
Accounts receivable	35,122	107,678
Inventory <i>(Note 4)</i>	320	480
Goods and services tax recoverable	19,066	3,601
Prepaid expenses	11,662	10,643
Deposits on capital assets	-	13,700
	844,223	634,533
Tangible capital assets <i>(Note 5)</i>	409,599	7,200
	\$ 1,253,822	\$ 641,733
LIABILITIES		
Current		
Accounts payable and accrued liabilities	\$ 74,952	\$ 60,066
Wages payable	17,001	15,029
Payroll remittances payable	5,409	4,463
Deferred grant contributions <i>(Note 6)</i>	244,436	178,437
Current portion of deferred capital contributions <i>(Note 7)</i>	9,511	-
Current portion of forgivable loan <i>(Note 8)</i>	61,931	-
	413,240	257,995
Deferred capital contributions <i>(Note 7)</i>	111,373	-
Forgivable loan <i>(Note 8)</i>	185,791	-
	710,404	257,995
NET ASSETS		
Unrestricted fund	502,425	376,538
Invested in tangible capital assets	40,993	7,200
	543,418	383,738
	\$ 1,253,822	\$ 641,733

Lease commitment *(Note 10)*

ON BEHALF OF THE BOARD

 Director
 Director

See accompanying notes to the financial statements

HOPE RESTORED CANADA
CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2024

	Unrestricted Fund	Invested in Tangible Capital Assets	2024	2023
Net assets - beginning of year				
As previously reported	\$ 370,356	\$ 7,200	\$ 377,556	\$ 113,808
Prior period adjustments (<i>Note 11</i>)	6,182	-	6,182	-
As restated	376,538	7,200	383,738	113,808
Excess of revenue over expenses	159,680	-	159,680	269,930
Gain (loss) on disposal of tangible capital assets	3,367	(3,367)	-	-
Proceeds from disposition of tangible capital assets	500	(500)	-	-
Amortization of tangible capital assets	12,763	(12,763)	-	-
Purchase of tangible capital assets	(419,029)	419,029	-	-
Deferred capital contributions received	126,158	(126,158)	-	-
Recognition of deferred capital contributions	(5,274)	5,274	-	-
Proceeds from forgivable loan	247,722	(247,722)	-	-
Net assets - end of year	\$ 502,425	\$ 40,993	\$ 543,418	\$ 383,738

See accompanying notes to the financial statements

HOPE RESTORED CANADA
CONSOLIDATED STATEMENT OF REVENUES AND EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2024

	2024	2023 <i>(Restated)</i>
Revenue		
Government and community project grants <i>(Schedule 1)</i>	\$ 844,303	\$ 536,425
Donations	147,646	290,546
Programming and educational events	-	6,241
Program fees	20,714	2,999
Third-party fundraising, interest and other	22,925	9,803
Recognition of deferred capital contributions	5,274	-
	1,040,862	846,014
Expenses		
Holistic restoration program <i>(Schedule 2)</i>	103,402	43,825
Amortization	12,763	2,598
Bank charges and donation fees	3,180	4,905
Charitable donations	343	-
Insurance	10,045	7,573
Marketing and website	5,517	28,273
Office supplies and printing	9,841	10,801
Outreach	5,908	4,935
Professional development and conferences	7,345	2,477
Professional fees	56,704	97,034
Rent	22,299	45,000
Research project subcontracted services	55,907	1,902
Subcontracted bookkeeping services	17,766	7,144
Subscriptions, licenses and fees	7,091	3,234
Team and board meetings	611	129
Telephone	2,764	1,564
Wages and employee benefits	556,329	314,312
	877,815	575,706
Excess of revenue over expenses from operations	163,047	270,308
Other income (expenses)		
Gain (loss) on disposal of tangible capital assets	(3,367)	(378)
Excess of revenue over expenses	\$ 159,680	\$ 269,930

See accompanying notes to the financial statements

HOPE RESTORED CANADA
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2024

	2024	2023 <i>(Restated)</i>
Cash flows from operating activities		
Excess of revenue over expenses	\$ 159,680	\$ 269,930
Items not affecting cash:		
Amortization of tangible capital assets	12,763	2,598
Loss (gain) on disposal of tangible capital assets	3,367	378
Accrued interest earned on investment	(4,241)	(4,246)
Recognition of deferred capital contributions	(5,274)	-
	166,295	268,660
Changes in non-cash working capital <i>(Note 9)</i>	153,735	(86,489)
	320,030	182,171
Cash flows from investing activities		
Purchase of tangible capital assets	(419,029)	-
Proceeds on disposal of tangible capital assets	500	-
Purchase of investments	(309,450)	(300,000)
Proceeds from disposal of investments	304,246	40,000
	(423,733)	(260,000)
Cash flows from financing activities		
Proceeds from forgivable loan	247,722	-
Proceeds from deferred capital contributions	126,158	-
Repayment of long-term debt	-	(40,000)
	373,880	(40,000)
Increase (decrease) in cash	270,177	(117,829)
Cash - beginning of year	194,185	312,014
Cash - end of year	\$ 464,362	\$ 194,185

See accompanying notes to the financial statements

HOPE RESTORED CANADA
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

1. Purpose of the Organization

Hope Restored Canada (the "Organization") is a not-for-profit organization of Canada. As a registered charity, the Organization is exempt from the payment of income tax under Subsection 149(1) of the Income Tax Act.

The Organization operates to make a measurable impact with those who are sexually exploited and trafficked through education, partnerships, funding, and programs.

2. Summary of significant accounting policies

Basis of presentation

The consolidated financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Basis of consolidation

The consolidated financial statements include the accounts of the Organization and its subsidiaries. As a result, figures as at December 31, 2024 or for the years then ended include the financial position of those subsidiaries and the results of their operations for the years then ended. The results of operations of the subsidiaries are included in the consolidated financial statements from the respective dates of acquisition or incorporation. All intercompany balances and transactions have been eliminated.

Measurement uncertainty

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 amounts 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. Actual results could differ from these estimates.

Financial instruments

Financial assets and financial liabilities are recorded on the statement of financial position when the Organization becomes party to the contractual provisions of the financial instrument. The Organization initially measures its financial assets and financial liabilities at fair value, except for certain related party transactions that are measured at the carrying amount or exchange amount, as appropriate.

The Organization subsequently measures all its financial assets and financial liabilities at cost or amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value of these financial instruments are recognized in excess (deficiency) of revenue over expenses. Fair value is the amount at which a financial instrument could be exchanged at arm's length between willing, unrelated parties in an open market.

The Organization's recognized financial instruments include cash, investments, accounts receivable, accounts payable and accrued liabilities, wages payable, and forgivable loan.

Investments

Investments for which there are quoted prices in an active market are carried at fair value. Unrealized gains or losses are reported as part of excess (deficiency) of revenue over expenses. Investments for which there is not an active market are carried at amortized cost except when it is established that their value is impaired. Impairment losses, or reversal of previously recognized impairment losses, are reported as part of excess (deficiency) of revenue over expenses.

(continues)

HOPE RESTORED CANADA
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

2. Summary of significant accounting policies (continued)

Inventory

Inventory is valued at the lower of cost and net realizable value with the cost being determined on a first-in, first-out basis.

Tangible capital assets

Tangible capital assets are stated at cost or deemed cost less accumulated amortization and are amortized over their estimated useful lives on a declining balance basis at the following rates:

Building	4%
Computer equipment	50%
Equipment and furniture	20%
Vehicles	30%

The Organization regularly reviews its tangible capital assets to eliminate obsolete items.

Tangible capital assets acquired during the year but not placed into use are not amortized until they are placed into use.

Amortization on assets acquired during the year is recorded at one-half the normal annual rate.

No amortization is recorded on tangible capital assets in the year of disposal.

Revenue recognition

Hope Restored Canada follows the deferral method of accounting for contributions.

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 to be received can be reasonably estimated and collection is reasonably assured.

Program fees, programming and educational events revenue, and other revenue are recognized as revenue when earned. Interest revenue is recognized on an accrual basis.

Donated materials and services

The Organization recognizes donated materials as both receipts and disbursements in the statement of revenues and expenses when used in the normal course of operations and when a fair market value can be reasonably estimated. Donations of tangible capital assets are recorded as donations and capitalized at the estimated fair market value. No amounts have been recognized in the year (2023 - \$nil).

These financial statements do not reflect the value of donated services received in the year since a fair value cannot be reasonably estimated.

3. Investments

Investments consist of Guaranteed Investment Certificates (GICs) which earn interest at a rate of 3.05% and mature in July 2025.

4. Inventory

	2024	2023
Sweatshirts	\$ 320	\$ 480

HOPE RESTORED CANADA
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

5. Tangible capital assets

	Cost	Accumulated amortization	2024 Net book value	2023 Net book value
Building	\$ 309,512	\$ 6,190	\$ 303,322	\$ -
Computer equipment	11,646	3,731	7,915	142
Equipment and furniture	7,225	4,672	2,553	3,191
Land	77,400	-	77,400	-
Vehicles	21,658	3,249	18,409	3,867
	<u>\$ 427,441</u>	<u>\$ 17,842</u>	<u>\$ 409,599</u>	<u>\$ 7,200</u>

6. Deferred grant contributions

	2024	2023 <i>(Restated)</i>
Affinity Credit Union	\$ -	\$ 25,000
Cameco	10,000	-
City of Saskatoon	7,971	44,218
Community Foundations of Canada	-	14,552
Community Initiatives Fund	20,000	-
Dakota Dunes	-	9,000
Department for Women and Gender Equality Canada	57,035	-
Government of Saskatchewan - Ministry of Justice	89,281	-
Kinsmen Club	-	10,000
Ministry of Justice Canada	15,149	54,516
Prairieaction Foundation	-	6,750
United Way of Saskatoon and Area	45,000	14,401
	<u>\$ 244,436</u>	<u>\$ 178,437</u>

7. Deferred capital contributions

Deferred capital contributions consist of donations or other contributions received specifically designated for the purchase of tangible capital assets. The contributions are being amortized and recognized as revenue on the same basis as the amortization expense related to the acquired tangible capital asset.

	2024	2023
Deferred capital contributions, beginning of period	\$ -	\$ -
Contributions received during the period	126,158	-
Recognition of deferred capital contributions	(5,274)	-
	<u>120,884</u>	<u>-</u>
Less current portion	(9,511)	-
	<u>\$ 111,373</u>	<u>\$ -</u>

HOPE RESTORED CANADA
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

8. Forgivable loan

	2024	2023
Saskatchewan Housing Corporation loan bearing no interest, forgivable in annual amounts of \$61,931 over four years. Provided default does not occur, annual loan forgiveness commences January 1, 2025. If default were to occur, the loan would be payable on demand with an interest rate of 5.34% in effect as of the date of default.	\$ 247,722	\$ -
Current portion due within one year	(61,931)	-
	\$ 185,791	\$ -

9. Changes in non-cash working capital

	2024	2023 <i>(Restated)</i>
Accounts receivable	\$ 72,556	\$ (95,170)
Goods and services tax payable (recoverable)	(15,465)	1,072
Inventory	160	723
Prepaid expenses	(1,019)	(4,637)
Deposits on capital assets	13,700	(13,700)
Accounts payable and accrued liabilities	14,886	48,667
Wages payable	1,972	11,212
Payroll remittances payable	946	3,294
Deferred grant contributions	65,999	(37,950)
	\$ 153,735	\$ (86,489)

10. Lease commitment

The Organization has a three-year lease with respect to its office premises. Future minimum lease payments for the next three years as at December 31, 2024, are as follows:

2025	\$ 30,788
2026	31,202
2027	13,052
	\$ 75,042

HOPE RESTORED CANADA
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

11. Prior period adjustments

Subsequent to the issuance of its December 31, 2023 financial statements, the Organization discovered that it had understated accounts receivable by \$59,334, deferred grant contributions by \$27,402, and government and community project grant revenue by \$31,932. Accordingly, the Organization has restated 2023 accounts receivable, deferred grant contributions, and government and community project grant revenue, and increased 2023 unrestricted net assets by \$31,932.

The Organization also discovered that it had understated deferred grant contributions by \$25,750 and overstated government and community project grant revenue by the same amount. Accordingly, the Organization has restated 2023 deferred grant contributions and government and community project grant revenue, and decreased 2023 unrestricted net assets by \$25,750.

The net of the restatements resulted in 2023 accounts receivable increasing by \$59,334, deferred grant contributions increasing by \$53,152, government and community project grant revenue increasing by \$6,182, and unrestricted net assets increasing by \$6,182.

12. Financial instruments

The Organization is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Organization's risk exposure and concentration as of December 31, 2024.

Credit risk

Credit risk arises from the potential that a counterparty will fail to perform its obligations. The Organization is exposed to credit risk from clients, donors and funders. Given the nature of the Organization's revenue, management has assessed this to be a low risk.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. Liquidity risk also includes the risk of not being able to liquidate assets in a timely manner at a reasonable price. The Organization is exposed to this risk mainly in respect of its accounts payable and accrued liabilities, wages payable, payroll remittances payable, and forgivable loan.

Unless otherwise noted, it is management's opinion that the Organization is not exposed to significant other price risks arising from these financial instruments.

HOPE RESTORED CANADA
CONSOLIDATED GOVERNMENT AND COMMUNITY PROJECT GRANTS
(Schedule 1)
FOR THE YEAR ENDED DECEMBER 31, 2024

	2024	2023 <i>(Restated)</i>
Revenue		
Affinity Credit Union	\$ 3,843	\$ -
Anonymous	5,000	87,000
Cameco	50,000	35,000
Canadian Women's Foundation	-	20,000
City of Saskatoon	56,246	782
Community Foundations of Canada	14,552	69,448
Community Initiatives Fund	30,000	-
Dakota Dunes Community Development Corporation	35,000	-
Department for Women and Gender Equality Canada	60,549	-
Government of Saskatchewan - Healing through Culture	-	5,000
Government of Saskatchewan - Ministry of Justice	410,529	189,558
Government of Saskatchewan - Status of Women	-	20,000
Kinsmen Club	10,000	-
Ministry of Justice Canada	140,683	87,984
Prairie Action Foundation	7,500	-
Rotary Club of Saskatoon	6,000	3,054
Saskatchewan Indian Gaming Authority	-	3,000
United Way of Saskatoon and Area	14,401	15,599
Total government and community project grant revenue	\$ 844,303	\$ 536,425

CONSOLIDATED HOLISTIC RESTORATION PROGRAM (Schedule 2)
FOR THE YEAR ENDED DECEMBER 31, 2024

	2024	2023
Expenses		
Automotive	\$ 4,730	\$ 2,439
Counselling and mentorship	3,075	9,850
Food and supplies	11,740	8,540
Maintenance, utilities and security	76,663	16,916
Participant materials and living allowances	7,194	6,080
Total holistic restoration program expenses	\$ 103,402	\$ 43,825



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