

CONRAD GREBEL UNIVERSITY COLLEGE

**FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2026**



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MANAGEMENT RESPONSIBILITY FOR FINANCIAL REPORTING
APRIL 30, 2026

The accompanying financial statements and all other information contained in this annual report are the responsibility of the management of Conrad Grebel University College. The financial statements have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations, and have been approved by the Board of Governors.

Preparation of financial information is an integral part of management's broader responsibilities for the ongoing operations of Conrad Grebel University College. Management maintains a system of internal accounting and administration controls which are designed to provide reasonable assurance that transactions are accurately recorded on a timely basis, are properly approved and result in reliable financial information. Such information also includes data based on management's best estimates and judgements. Management has determined that the enclosed financial statements are presented fairly and on a consistent basis with prior years, in all material respects.

The Board of Governors reviews and approves the annual financial statements. In addition, the Finance Committee meets with the financial officers of Conrad Grebel University College and the external auditors, and reports to the Board of Governors thereon.

The financial statements have been audited by the external auditors, Graham Mathew Professional Corporation, Chartered Professional Accountants, authorized to practise public accounting by the Chartered Professional Accountants of Ontario, in accordance with Canadian generally accepted auditing standards. The external auditors have full and free access to management, the Finance Committee and the Board of Governors.

The Independent Auditors' Report, dated October 6, 2026, expresses their unqualified opinion on the 2026 financial statements.

A handwritten signature in blue ink, appearing to read "T. Osborne".

Troy Osborne
Acting President

A handwritten signature in blue ink, appearing to read "Sara Cressman".

Sara Cressman
Director of Finance

INDEPENDENT AUDITORS' REPORT

To the Board of Governors of
Conrad Grebel University College

Opinion

We have audited the accompanying financial statements of **Conrad Grebel University College** (the College), which comprise the statement of financial position as at April 30, 2026, and the statements of operations, changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the College as at April 30, 2026, 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 Opinion

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 the College in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the College'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 the Board of Governors either intends to liquidate the College or to cease operations, or has no realistic alternative but to do so.

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

INDEPENDENT AUDITORS' REPORT (CONTINUED)

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the College'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 College'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 the College 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.

A handwritten signature in black ink that reads "Graham Mathew Professional Corporation". The signature is written in a cursive, flowing style.

Cambridge, Ontario
October 6, 2026

Chartered Professional Accountants, authorized to practise public
accounting by the Chartered Professional Accountants of Ontario



STATEMENT OF FINANCIAL POSITION
APRIL 30, 2026

	2026 \$	2025 \$
ASSETS		
Cash and cash equivalents (note 10)	1,767,286	2,286,046
Accounts receivable	226,228	236,240
Inventory	22,805	20,200
Prepaid expenses	112,168	60,104
Current assets	2,128,487	2,602,590
Investments (note 3)	15,511,739	12,291,790
Property, plant and equipment (note 4)	17,609,006	16,514,553
	35,249,232	31,408,933
LIABILITIES		
Accounts payable and accrued liabilities (note 5)	1,978,913	1,789,737
Deferred revenue	349,644	432,246
Deferred contributions (note 9)	745,957	445,205
Deferred endowment income (note 14)	551,260	550,805
Loans payable (note 8)	-	800,000
Current liabilities	3,625,774	4,017,993
Employee future benefits obligation (note 11)	2,553,800	2,766,600
Deferred contributions (note 9)	13,289,400	12,700,680
Deferred endowment income (note 14)	4,319,027	1,826,666
Total liabilities	23,788,001	21,311,939
NET ASSETS (NOTE 17)		
Invested in property, plant and equipment	1,250,446	1,342,796
Endowment	10,456,616	9,536,457
Internally restricted	(281,843)	(818,194)
Unrestricted	36,012	35,935
	11,461,231	10,096,994
	35,249,232	31,408,933

APPROVED ON BEHALF OF THE BOARD:

_____ Director

_____ Director



**STATEMENT OF OPERATIONS
YEAR ENDED APRIL 30, 2026**

	2026	2025
	\$	\$
Revenue		
Academic fees	3,560,088	3,665,384
Government grants	2,431,181	2,286,089
Residential and service fees	2,824,074	2,798,772
Constituent conference support	89,587	130,705
Annual fund donations	346,947	385,361
Rental	206,310	185,641
Investment income (note 12)	921,587	904,173
Other	437,736	481,537
Deferred contributions included in income (note 9)	1,726,603	1,231,076
	12,544,113	12,068,738
Expenditure		
Academic (page 19)	8,165,892	8,065,219
Residential (page 19)	2,269,578	2,172,191
Other (page 19)	83,813	983,988
Scholarships and bursaries	531,914	576,310
Fundraising and development	145,884	129,220
Amortization of property, plant and equipment	1,027,004	879,514
	12,224,085	12,806,442
Excess (deficiency) of revenue over expenditure	320,028	(737,704)



STATEMENT OF CHANGES IN NET ASSETS
YEAR ENDED APRIL 30, 2026

	Unrestricted	Invested in Property, Plant and Equipment	Endowment	Internally Restricted	2026 Total	2025 Total
	\$	\$	\$	\$	\$	\$
Net assets, beginning of year	35,935	1,342,796	9,536,457	(818,194)	10,096,994	10,872,797
Excess (deficiency) of revenue over expenditure	887,733	(382,605)	-	(185,100)	320,028	(737,704)
Interfund transfers (note 6)	(887,656)	290,255	267,850	329,551	-	-
Endowment contributions	-	-	652,309	-	652,309	80,901
Other remeasurement items (note 11)	-	-	-	391,900	391,900	(119,000)
Net assets, end of year	36,012	1,250,446	10,456,616	(281,843)	11,461,231	10,096,994



STATEMENT OF CASH FLOWS
YEAR ENDED APRIL 30, 2026

	2026 \$	2025 \$
Cash provided by (used in)		
Operating activities:		
Excess (deficiency) of revenue over expenditure	320,028	(737,704)
Amortization of property, plant and equipment	1,027,004	879,514
Amortization of deferred contributions	(1,726,603)	(1,231,076)
Non-cash employee future benefits expense	179,100	155,700
Deferred contributions - operating funds	1,296,710	583,650
Net change in deferred revenue	(82,602)	3,800
Net change in non-cash working capital:		
Accounts receivable	10,012	24,362
Inventory	(2,605)	5,525
Prepaid expenses	(52,064)	(59)
Accounts payable	189,175	(390,741)
	1,158,155	(707,029)
Financing activities:		
Deferred endowment income	2,492,816	356,749
Loans payable	(800,000)	-
	1,692,816	356,749
Investing activities:		
Purchase of property, plant and equipment	(2,121,456)	(513,187)
Deferred contributions - capital funds	1,319,365	1,338,010
Net purchases of investments	(3,219,949)	(611,640)
Endowment contributions	652,309	80,901
	(3,369,731)	294,084
Net change in cash position	(518,760)	(56,196)
Cash and cash equivalents, beginning of year	2,286,046	2,342,242
Cash and cash equivalents, end of year	1,767,286	2,286,046



**EXPLANATORY FINANCIAL NOTES
YEAR ENDED APRIL 30, 2026**

1. Purpose of the Organization

Conrad Grebel University College ("the College") is a liberal arts college founded by the Mennonite Church and affiliated with the University of Waterloo. The mission and programs of the College are rooted in and inspired by its Christian identity and its Mennonite heritage. Conrad Grebel University College receives approximately 51% of its funding from government grants and tuition for the teaching it does for the University of Waterloo. The College is a registered charity and is therefore exempt from income taxes.

2. Summary of Significant Accounting Policies

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations and includes the significant accounting policies summarized below:

(a) Revenue recognition

The College follows the deferral method of accounting for contributions, which include donations and grants. 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. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred.

Endowment contributions are recognized as direct increases in net assets in the period in which the contributions are received.

Tuition and other academic fees are recorded as revenue on the accrual basis of accounting. All fees that relate to an academic term occurring within the fiscal year are included as revenue. Fees billed and collected that relate to academic terms commencing after the end of the fiscal year are included in deferred revenue.

Sales, services and other revenue are recognized at point of sale or when these services have been provided.

(b) Cash and cash equivalents

Cash and cash equivalents consist of cash on deposit and short-term investments with a maturity of three months or less from the date of purchase or if redeemable on demand, unless they are held for investment rather than liquidity purposes, in which case they are classified as investments.

(c) Financial instruments

Investments in equity instruments that are quoted in an active market are shown on the statement of financial position at their fair values at the year-end date, with changes in fair value recognized in the statement of operations. All other financial assets and liabilities are recorded at amortized cost less any discovered impairment. Financial instruments include cash and cash equivalents, accounts receivable, investments, accounts payable and accrued liabilities, and loans payable.



EXPLANATORY FINANCIAL NOTES
YEAR ENDED APRIL 30, 2026

2. Summary of Significant Accounting Policies (Continued)

(d) Use of estimates

The preparation of these financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the current period. These estimates are reviewed periodically and adjustments are made to income as appropriate in the year they become known. Significant estimates made by management include the estimated life of property, plant and equipment and assumptions used in the valuation of pension and other post-employment retirement benefit obligations.

(e) Contributed services and materials

Donations of materials and services, other than property, plant and equipment, are not reflected in these financial statements because of the impracticality of the record keeping and valuation thereof.

(f) Property, plant and equipment

Purchased property, plant and equipment are recorded at cost. Contributed property, plant and equipment are recorded at fair value at the date of the contribution.

Property, plant and equipment are amortized over their estimated useful lives on the straight-line basis using the following rates:

Building and additions	10 - 40 years
Furnishings and equipment	3, 5 or 10 years
Library acquisitions	5 years

Land and significant collections of art work are not amortized.

The College capitalizes interest charges associated with significant construction projects until construction is completed. No interest was capitalized in the current or prior year.

(g) Employee future benefits

Conrad Grebel University College provides the following future benefits to its employees:

1. University of Waterloo Pension Plan

The employees of the College are participants in the University of Waterloo administered pension plan, which is a multiemployer defined benefit pension plan. Under this plan, the College's contributions are limited to a rate established by the University of Waterloo annually. The College's contributions in the year amounted to \$631,707 (\$639,385 in 2025). The latest actuarial valuation of the pension plan was performed as at January 1, 2026 and showed a going-concern surplus position. The next required actuarial valuation for the benefit plans is January 1, 2027. Canadian accounting standards for not-for-profit organizations require that a multiemployer plan be accounted for following the standards for defined contribution plans as insufficient information is available to account for the plan as a defined benefit plan. The College is one of a number of organizations that participate in the plan and the financial information provided to the College on the basis of contractual agreements is usually insufficient to reliably measure the College's proportionate share in the plan assets. It is estimated that the College accounts for approximately 1% of the active members of the pension plan.



EXPLANATORY FINANCIAL NOTES
YEAR ENDED APRIL 30, 2026

2. Summary of Significant Accounting Policies (Continued)

(g) Employee future benefits (continued)

2. Post-employment Non-Pension Benefits

The College also provides other employee future benefits in the form of extended health care and life insurance coverage. The College recognizes the benefit obligation, net of the fair value of plan assets on the Statement of Financial Position. Current service and finance costs are expensed during the year, while remeasurements and past service costs arising from plan amendments are immediately recognized as a direct increase or decrease in net assets. The latest actuarial valuation for the benefit plans was performed as at January 1, 2026. The next required actuarial valuation for the benefit plans is January 1, 2027. The College measures its accrued benefit obligation for accounting purposes as at April 30 of each year.

(h) Inventory

Inventory of food and supplies is stated at the lower of cost and net realizable value on the first-in, first-out basis.

3. Investments

	2026		2025	
		Net Purchases and (Transfers)	Investment Gain (Loss)	
	\$	\$	\$	\$
Canadian equity funds	5,860,975	(647,356)	1,607,772	4,900,560
International equity funds	2,927,901	(262,199)	880,468	2,309,632
Cash & short-term term deposits	3,080,734	650,922	-	2,429,812
Alternative investments	202,200	(13,587)	5,998	209,789
U.S. equity funds	3,439,929	242,554	755,378	2,441,997
	15,511,739	(29,666)	3,249,616	12,291,790

4. Property, Plant and Equipment

	2026		2025	
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
	\$	\$	\$	\$
Land	211,545	175,904	35,641	35,641
Building and additions	29,355,123	12,396,033	16,959,090	15,983,798
Furnishings and equipment	2,759,881	2,342,566	417,315	285,869
Library acquisitions	1,075,104	989,004	86,100	92,185
Art work	110,860	-	110,860	117,060
	33,512,513	15,903,507	17,609,006	16,514,553



EXPLANATORY FINANCIAL NOTES
YEAR ENDED APRIL 30, 2026

5. Accounts Payable and Accrued Liabilities

There were no amounts payable with respect to government remittances as of the year end date.

6. Interfund Transfers

The statement of changes in net assets reflects the amounts transferred between funds in order to fund disbursements for various items including capital purchases, activities and research, etc. These internally restricted amounts are not available for any other purpose without approval of the Board of Governors. Interfund transfers for the year are summarized as follows:

	2026			
	Unrestricted	Invested in Property, Plant and Equipment	Endowment	Internally Restricted
	\$	\$	\$	\$
Purchase of property, plant and equipment	(156,404)	156,404	-	-
Repayment of internal mortgage	(128,496)	128,496	-	-
Awards and bursaries	(6,000)	-	-	6,000
Transfers to (from) reserves	(309,273)	5,355	(1,603)	305,521
Capital preservation of endowment	(287,483)	-	269,453	18,030
	(887,656)	290,255	267,850	329,551

	2025			
	Unrestricted	Invested in Property, Plant and Equipment	Endowment	Internally Restricted
	\$	\$	\$	\$
Purchase of property, plant and equipment	(194,274)	194,274	-	-
Repayment of internal mortgage	(128,503)	128,503	-	-
Awards and bursaries	(19,000)	-	-	19,000
Transfers to (from) reserves	(158,197)	267,060	(580)	(108,283)
Capital preservation of endowment	(223,795)	-	209,209	14,586
	(723,769)	589,837	208,629	(74,697)



EXPLANATORY FINANCIAL NOTES
YEAR ENDED APRIL 30, 2026

7. Interfund Amounts

As set out in note 17, the College uses fund accounting to segregate assets and liabilities designated for various purposes. As at the year end, the following amounts had been loaned between funds:

	Unrestricted Funds \$	Invested in Property, Plant and Equipment \$	Internally Restricted \$	Endowment \$
Unrestricted and Internally Restricted Funds loaned to Endowment and Invested in Property, Plant and Equipment Funds, non-interest bearing, no fixed terms of repayment	1,064,488	(2,854,722)	1,966,890	(176,656)
Internal mortgage payable by Invested in Property, Plant and Equipment Fund to Unrestricted Funds, non- interest bearing, repayable in monthly instalments of \$10,708, maturing July 2030	545,125	(545,125)	-	-
Net amounts receivable from (owing to) other funds	1,609,613	(3,399,847)	1,966,890	(176,656)

	2026 \$	2025 \$
8. Loans Payable		
Loans payable to various supporters of the College (three loans in total), interest at 2%, with interest only payments during the first three years, repaid during the year.	-	800,000

9. Deferred Contributions

Deferred contributions include restricted funding received in the current period that is related to the subsequent period, unamortized grants, donations and investment income received and used for the purchase of property, plant and equipment and the unspent portion of certain scholarships, bursaries and awards.



EXPLANATORY FINANCIAL NOTES
YEAR ENDED APRIL 30, 2026

9. Deferred Contributions (Continued)

Deferred contributions included in income represent monies deferred in the prior year, which were spent on their intended purpose. The amortization of deferred contributions is recorded in income on the statement of operations.

The current portion of deferred contributions is comprised of the unrestricted deferred contributions, which are available for use at any time.

The changes for the year are as follows:

	2026			
	Unrestricted \$	Internally Restricted \$	Invested in Property, Plant and Equipment \$	Total \$
Balance, beginning of year	445,205	409,886	12,290,794	13,145,885
Restricted contributions	1,182,203	114,507	1,319,365	2,616,075
Amounts amortized into revenue	(881,451)	(193,689)	(651,463)	(1,726,603)
Balance, end of year	745,957	330,704	12,958,696	14,035,357
Current	745,957	-	-	745,957
Long-term	-	330,704	12,958,696	13,289,400
	745,957	330,704	12,958,696	14,035,357

	2025			
	Unrestricted \$	Internally Restricted \$	Invested in Property, Plant and Equipment \$	Total \$
Balance, beginning of of year	557,110	474,703	11,423,489	12,455,302
Restricted contributions	443,259	140,390	1,338,010	1,921,659
Amounts amortized into revenue	(555,164)	(205,207)	(470,705)	(1,231,076)
Balance, end of year	445,205	409,886	12,290,794	13,145,885
Current	445,205	-	-	445,205
Long-term	-	409,886	12,290,794	12,700,680
	445,205	409,886	12,290,794	13,145,885



EXPLANATORY FINANCIAL NOTES
YEAR ENDED APRIL 30, 2026

10. Cash

Bank operating loans, currently unused, are available to a maximum of \$1,700,000, bearing interest at the bank's prime rate per annum and secured by an all purpose collateral mortgage.

11. Employee Future Benefits Obligation

As set out in note 2(g) the College has committed to providing post-employment non-pension benefits to all employees in the form of extended health care and life insurance coverage. Information about the College's obligations under this plan, which is accounted for as a defined benefit plan, is as follows:

	2026 \$	2025 \$
Balance, beginning of year	2,766,600	2,491,900
Employee future benefits expense	179,100	155,700
Other remeasurement losses (gains)	(391,900)	119,000
Total increase (decrease) in employee future benefits obligation	(212,800)	274,700
Balance, end of year	2,553,800	2,766,600
Contributions to the benefit plans were as follows:	87,000	90,300

The actuarial valuation uses a discount rate of 5.1% (4.9% in 2025).

12. Investment Income

Investment income earned is reported as follows:

Income earned on unrestricted resources	22,344	24,287
Investment income from endowments	899,243	879,886
Total investment income recognized	921,587	904,173



EXPLANATORY FINANCIAL NOTES
YEAR ENDED APRIL 30, 2026

13. Endowment Investment Income

Contributions restricted to endowments consist of restricted donations received by the College that are required to be held in perpetuity. The investment income generated from endowments must be used for the purposes designated by the donors or Board of Governors.

Investment income, which comprises interest, dividends and changes in the fair value of investments, is divided into three components:

- i. The College has established a policy of adding an inflationary amount to endowments for the purpose of protecting the real value thereof. As of April 30, 2026, \$1,657,707 is estimated to have been transferred by The College from unrestricted funds to endowment funds for this purpose.
- ii. The annual endowment draw calculation determines the amount available for distribution.
- iii. The difference between the investment income less i. and ii. is added to the Endowment Stabilization Reserve if a positive amount and deducted if a negative amount.

2026	2025
\$	\$

The College has earned the following investment income on endowment funds:

Added to endowment funds for purposes of capital preservation	269,453	223,795
Income earned on endowments in excess of amount retained for capital preservation	3,104,575	1,007,921
	3,374,028	1,231,716

14. Deferred Endowment Income

Deferred endowment income comprises investment income earned on funds held for endowment purposes that has not been added to endowments for the purpose of capital preservation (note 13), but which has not yet been disbursed in accordance with the terms of the various endowments. The cumulative unused annual endowment draws are available to spend while the Endowment Stabilization Reserve will become available to spend as described in note 13. The changes for the year are as follows:

Balance, beginning of year	2,377,471	2,020,722
Investment income available for disbursement	3,104,575	1,007,921
Amounts disbursed in the year	(611,759)	(651,172)
Balance, end of year	4,870,287	2,377,471
Less: Current portion	551,260	550,805
Long-term deferred endowment income	4,319,027	1,826,666



**EXPLANATORY FINANCIAL NOTES
YEAR ENDED APRIL 30, 2026**

15. Abundance Canada Endowment Funds

Abundance Canada, a public foundation, has received endowment funds on behalf of the College that are not reported in the financial statements. The funds are held by Abundance Canada under the agreement that as long as the College exists, the earnings on these funds are to be paid to the College. The amount of funds the College received was \$3,500 in 2026 (\$11,890 in 2025). The fair market value of the endowment funds held by Abundance Canada on behalf of the College totalled approximately \$357,761 as at April 30, 2026 and \$329,500 as at April 30, 2025.

16. Financial Instruments

The College is exposed to various risks through its financial instruments. The following analysis provides a measure of the entity's risk exposure and concentrations at the year end date.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The College is exposed to this risk mainly in respect of its employee future benefits liability. There was no significant change in the College's exposure to liquidity risk during the year.

Credit risk

The College is exposed to credit risk with respect to the accounts receivable. The College provides credit to its clients in the normal course of its operations. There was no significant change in the College's exposure to credit risk during the year.

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. The College is mainly exposed to currency risk and other price risk.

Currency risk

Some assets are exposed to foreign exchange fluctuations. As at April 30, 2026, cash of \$9,312 (\$37,364 in 2025) and investments of \$5,625,428 (\$4,430,804 in 2025) originated in US dollars and was converted into Canadian dollars at the year end rate of exchange.

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, its issuer, or factors affecting all similar financial instruments traded in the market. The College is exposed to other price risk through its investments. There was no significant change in the College's exposure to other price risk during the year.



**EXPLANATORY FINANCIAL NOTES
YEAR ENDED APRIL 30, 2026**

17. Nature of Net Assets

The net asset classes described below represent resources which are either unrestricted as to use, internally restricted by the Board of Governors or endowments.

Endowment

Resources contributed to the College subject to a restriction that they be held in perpetuity are reported as Endowment Funds. The College maintains endowment funds for a variety of purposes, according to the wishes of donors. Investment income earned on endowment funds is accounted for as described in Note 13.

Internally Restricted

Internally restricted funds comprise the following:

- The scholarship and bursary fund, which accounts for funds specifically designated for scholarships, bursaries and awards.
- The capital reserve fund, to which the College may charge capital replacements, major repairs and other capital projects.
- Various operational reserves established to finance specific expenditures.

As set out in notes 2(g) and 11, the College has an actuarially determined liability of \$2,553,800 in respect of a plan to provide post-retirement, non-pension benefits to employees. The College has elected to reflect this liability as an offset to its other reserves. The operational reserves include a reserve of \$433,657 designated to fund this liability.

Unrestricted

The unrestricted balance includes the operating fund which accounts for the costs of academic, residential, administrative and other operating expenditures of the College funded by fees, grants and other general income.

Invested in Property, Plant and Equipment

The invested in property, plant and equipment balance accounts for the cost of property, plant and equipment owned by the College.

Net assets at April 30th are as follows:

	2026 \$	2025 \$
Unrestricted	36,012	35,935
Invested in property, plant and equipment	1,250,446	1,342,796
Endowment	10,456,616	9,536,457
Internally restricted		
Internally restricted endowments	635,755	616,122
Capital reserve	234,622	54,977
Employee future benefit obligations	(2,553,800)	(2,766,600)
Operational reserves	1,401,580	1,277,307
	(281,843)	(818,194)



EXPLANATORY FINANCIAL NOTES
YEAR ENDED APRIL 30, 2026

18. Commitments

During the 2025 fiscal year, the College entered into contracts for the completion of residence renewal projects including washroom and plumbing upgrades and HVAC improvements to the residence. The majority of the work will take place by August 2026 and anticipated remaining costs of approximately \$1,476,000 will be paid during 2027.

19. Comparative Figures

Comparative figures have, in some instances, been reclassified in order to present them in a form comparable to those for the current year.



**SCHEDULE OF EXPENSES
YEAR ENDED APRIL 30, 2026**

	2026 \$	2025 \$
Academic		
General academic	3,275,007	3,357,171
Peace and Conflict Studies	928,322	855,328
Music	1,518,221	1,501,887
Library	173,287	164,866
Archives	122,089	125,225
Administration	1,519,609	1,450,305
Physical plant	526,595	506,354
Seniors and Spirituality	102,762	104,083
	8,165,892	8,065,219
Residential		
Administrative	417,927	361,546
Physical plant	437,453	491,724
Dietary	1,414,198	1,318,921
	2,269,578	2,172,191
Other		
Interest expense	9,545	16,000
Conrad Grebel Review	28	35,939
HST recovery	(14,120)	(15,926)
Community education programs	54,910	50,563
Education and tuition support	33,450	35,197
HVAC and roof replacement	-	862,215
	83,813	983,988