The Saskatchewan Filmpool Co-operative

Financial Statements

March 31, 2026

Independent Auditor's Report

To the Members of The Saskatchewan Filmpool Co-operative:

Opinion
I have audited the financial statements of The Saskatchewan Filmpool Co-operative (the Co-operative), which comprise the statement of financial position as at March 31, 2026, and the statement of operations, 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.

In my opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Co-operative as at March 31, 2026 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 Opinion
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 am independent of the Co-operative in accordance with the ethical requirements that are relevant to my audit of the financial statements in Canada, and I have fulfilled my other responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my 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.

In preparing the financial statements, management is responsible for assessing the Co-operative'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 Co-operative or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Co-operative'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 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 judgement and maintain professional skepticism throughout the audit. I also:

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INDEPENDENT AUDITORS' REPORT *(continued)*

- 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 Co-operative'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 Co-operative'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 Co-operative 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.

Robert D Szautner

Regina, Saskatchewan
June 9, 2026

Robert D. Szautner
Chartered Professional Accountant

The Saskatchewan Filmpool Co-operative
Statement of Financial Position
As at March 31, 2026

	2026	*2025*
Assets		
Current		
Cash	**61,651**	38,736
Accounts receivable	**-**	500
GST receivable	**1,362**	7,408
Prepaid expenses	**27,475**	16,029
	90,488	62,673
Tangible capital assets *(Note 4)*	**123,364**	136,922
	213,852	199,595
Liabilities		
Current		
Accounts payable	**12,648**	13,817
Current portion of settlement payable *(Note 5)*	**-**	10,000
Deferred grant contributions *(Note 6)*	**36,474**	40,724
PST payable	**131**	3,028
	49,253	67,569
Deferred capital asset contributions *(Note 7)*	**114,038**	127,475
	163,291	195,044
Net assets		
Invested in tangible capital assets	**9,326**	9,447
Unrestricted surplus	**41,235**	(4,896)
	50,561	4,551
	213,852	199,595

Approved on behalf of the Board

Director

Director

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

The Saskatchewan Filmpool Co-operative
Statement of Operations
For the year ended March 31, 2026

	2026	*2025*
Revenue		
Operating grants		
Canada Council for the Arts	**101,200**	101,200
Sask Arts Board	**104,550**	104,550
	205,750	205,750
Project grants		
City of Regina	**-**	8,925
Community Initiatives Fund – Strategic Planning	**3,600**	14,400
	3,600	23,325
Self-help (Schedule 1)	**6,541**	11,374
	215,891	240,449
Expenses		
Administration (Schedule 2)	**74,675**	57,797
Exhibition, production, technical and programming (Schedule 3)	**32,564**	48,819
Facility operating (Schedule 4)	**34,950**	37,116
Marketing and communication (Schedule 5)	**27,571**	28,580
	169,760	172,312
Excess of revenue over expenses before the following:	**46,131**	68,137
Other revenue (expenses)		
Amortization of capital grants	**17,687**	16,750
Amortization of tangible capital assets	**(17,808)**	(17,780)
	(121)	(1,030)
Excess of revenue over expenses	**46,010**	67,107

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

The Saskatchewan Filmpool Co-operative
Statement of Changes in Net Assets
For the year ended March 31, 2026

	Invested in Tangible Capital Assets	*Unrestricted Surplus*	*Total 2026*	*Total 2025*
Balance, beginning of year	**9,447**	**(4,896)**	**4,551**	(62,556)
Excess (deficiency) of revenues over expenses	**(121)**	**46,131**	**46,010**	67,107
Acquisition of tangible capital assets	**4,250**	**(4,250)**	**-**	-
Capital grants received	**(4,250)**	**4,250**	**-**	-
Balance, end of year	**9,326**	**41,235**	**50,561**	4,551

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

The Saskatchewan Filmpool Co-operative
Statement of Cash Flows
For the year ended March 31, 2026

	2026	2025
Cash provided by (used for) the following activities		
Operating activities		
Excess of revenue over expenses	**46,010**	67,107
Items not affecting cash:		
Amortization of deferred capital grants	**(17,687)**	(16,750)
Amortization of tangible capital assets	**17,808**	17,780
Net change in non-cash working capital balances:		
Accounts receivable	**500**	32,865
GST receivable	**6,046**	(2,955)
Prepaid expenses	**(11,446)**	(280)
Accounts payable	**(14,066)**	(71,769)
Deferred contributions	**-**	13,218
	27,165	39,216
Investing activities		
Acquisition of tangible capital assets	**(4,250)**	(29,242)
	(4,250)	(29,242)
Increase in cash resources	**22,915**	9,974
Cash resources, beginning of year	**38,736**	28,762
Cash resources, end of year	**61,651**	38,736

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

1. Nature of operations

The Saskatchewan Filmpool Co-operative (the “Co-operative”) is a not-for-profit organization incorporated under The Co-operatives Act of Saskatchewan. The Co-operative was formed to promote and assist independent motion picture production by providing related services to its members. The Co-operative is a registered charity under the Income Tax Act and is not subject to income tax.

2. Significant accounting policies

The financial statements have been prepared in accordance with Canadian Accounting Standards for Not-for-Profit Organizations using the following significant accounting policies:

Cash

The Co-operative’s policy is to present bank balances and term deposits with a maturity period of three months or less from the date of acquisition under cash.

Revenue recognition

The Co-operative 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.

Operating grants are recognized in the period to which the funding relates. Membership revenues are recognized in the year the membership relates to. Equipment and space rentals are recognized as revenue when the rental occurs. Revenues from workshops and the Saskatchewan Independent Film Awards are recognized when the event occurs.

Capital assets

Equipment is recorded at cost. The Co-operative provides for amortization on a straight-line basis over the equipment’s estimated useful life of 15 years. Deferred capital grants applicable to the equipment is amortized over 15 years and recognized as revenue as the amortization expense is recorded.

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 and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in excess of revenues and expenses in the periods in which they become known.

Financial instruments

The Co-operative measures its financial assets and financial liabilities at fair value. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in the statement of operations. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale or issue of financial instruments are expensed when incurred.

Financial assets and liabilities measured at amortized cost include accounts receivable and accounts payable.

3. Line of credit

The Co-operative has a Conexus Credit Union revolving line of credit in the amount of $5,000 bearing interest at 8.45% and secured by a general security agreement. The amount outstanding at the end of the year was $nil (2025 - $nil).

4. Tangible capital assets

	Cost	Accumulated Amortization	Net book value 2026	Net book value 2025
Camera equipment	**161,215**	**124,632**	**36,583**	39,581
Sound equipment	**54,587**	**52,311**	**2,276**	2,840
Production equipment	**405,313**	**320,808**	**84,505**	94,501
	621,115	**497,751**	**123,364**	136,922

5. Settlement agreement

The Organization has signed a settlement agreement related to an outstanding claim from a prior year and has agreed to pay $50,000 between September 2023 and January 2026. The settlement obligation was fully repaid as of March 31, 2026.

6. Deferred grant contributions

	Canada Council – 2025 Capital Grant	Canada Council – 2024 Capital Grant	2026	2025
Balance, beginning of year	**28,000**	**12,724**	**40,724**	56,366
Additions	**-**	**-**	**-**	28,000
Amount spent during year	**-**	**(4,250)**	**(4,250)**	(43,642)
Balance, end of year	**28,000**	**8,474**	**36,474**	40,724

7. Deferred capital asset contributions

	2026	2025
Balance, beginning of year	**127,475**	114,983
Additions during the year:		
Canada Council for the Arts	**4,250**	29,242
Amount recognized as revenue	**(17,687)**	(16,750)
Balance, end of year	**114,038**	127,475

8. Economic dependence

The Co-operative receives the majority of its revenue through funding agreements with Canada Council for the Arts and the Saskatchewan Arts Board. The Co-operative's ability to continue as a going concern is dependent on maintaining these funding agreements.

9. Financial instruments

The Co-operative is exposed to various risks through its financial instruments. The following analysis provides information about the Co-operative's risk exposure and concentration. There have been no significant changes in the nature or concentration of the risk exposures from the prior year, unless otherwise noted.

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. The Co-operative is exposed to credit risk on the accounts receivable from its customers and members, however, does not have a significant exposure to any individual customer or member.

Liquidity risk
Liquidity risk is the risk that the Co-operative will encounter difficulty in meeting obligations associated with financial liabilities. The Co-operative manages its liquidity risk by forecasting its cash needs on a regular basis and seeking additional information based on those forecasts.

10. Comparative figures

Certain comparative figures have been reclassified to conform with current year presentation.

The Saskatchewan Filmpool Co-operative
Schedule 1 – Self help
For the year ended March 31, 2026

	2026	*2025*
Internal		
Memberships	**2,636**	1,480
Rentals	**3,845**	9,264
Workshops & seminars	**-**	360
	6,481	11,104
External		
Donations	**60**	270
	60	270
	6,541	11,374

The Saskatchewan Filmpool Co-operative
Schedule 2 – Administration
For the year ended March 31, 2026

	2026	*2025*
Accounting fees	**10,141**	3,622
Courier and postage	**36**	298
Interest and bank charges	**113**	392
Insurance	**9,638**	9,439
Membership fees	**283**	555
Office equipment and supplies	**319**	4,195
Professional fees	**-**	11,260
Salaries and benefits	**52,831**	8,796
Strategic planning	-	17,595
Travel	**1,314**	1,645
	74,675	57,797

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

The Saskatchewan Filmpool Co-operative
Schedule 3 – Exhibition, production, technical and programming
For the year ended March 31, 2026

	2026	*2025*
Film presentation		
Salaries and benefits	**5,598**	9,476
Saskatchewan Independent Film Awards	**-**	841
	5,598	10,317
Film production		
Funding	**-**	1,250
Jury fees	**782**	-
Salaries and benefits	**25,191**	28,677
Supplies	**493**	-
	26,466	29,927
Workshops		
Publicity & promotion	**500**	-
Workshops and seminars	**-**	8,575
	500	8,575
	32,564	48,819

The Saskatchewan Filmpool Co-operative
Schedule 4 – Facility operating
For the year ended March 31, 2026

	2026	*2025*
Maintenance	**649**	1,602
Rent	**29,436**	29,501
Utilities	**4,865**	6,013
	34,950	37,116

The Saskatchewan Filmpool Co-operative
Schedule 5 – Marketing and communications
For the year ended March 31, 2026

	2026	*2025*
Advertising and printing	**1,446**	1,696
Internet and website	**934**	1,466
Salaries and benefits	**25,191**	25,418
	27,571	28,580

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