Financial Statements of

STOLLERY CHILDREN'S HOSPITAL FOUNDATION

Year ended March 31, 2026

STOLLERY CHILDREN'S HOSPITAL FOUNDATION

Financial Statements

Year ended March 31, 2026

Financial Statements

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying financial statements for the year ended March 31, 2026, are the responsibility of management and have been reviewed and approved by senior management. The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organization and of necessity include some amounts that are based on estimates and judgment.

To discharge its responsibility for the integrity and objectivity of financial reporting, management maintains systems of financial management and internal control which give consideration to costs, benefits and risks that are designed to:

- provide reasonable assurance that transactions are properly authorized, executed in accordance with prescribed legislation and regulations, and properly recorded so as to maintain accountability of contributions and other revenue; and
- safeguard the assets and properties under Stollery Children's Hospital Foundation's administration.

Stollery Children's Hospital Foundation carries out its responsibility for the financial statements through its Board of Trustees. The Board of Trustees meets with management and KPMG LLP to review financial matters, and to approve the financial statements upon finalization of the audit. KPMG LLP has free access to the Board of Trustees.

KPMG LLP provides an independent audit of the financial statements. Their examination is conducted in accordance with Canadian Generally Accepted Auditing Standards and includes tests and procedures, which allow them to report on the fairness of the financial statements prepared by management.

Karen Faulkner

Karen Faulkner
President and Chief Executive Officer

Pierre Gagnon, CPA, CA
Chief Financial & Corporate Services Officer

Edmonton, Canada
June 17, 2026

KPMG LLP
2200, 10175 – 101 Street
Edmonton, AB T5J 0H3
Canada
Telephone 780-429-7300
Fax 780-429-7379

INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of the Stollery Children's Hospital Foundation

Opinion

We have audited the financial statements of Stollery Children's Hospital Foundation ("the Foundation") which comprise:

- the statement of financial position as at March 31, 2026
- the statement of operations and changes in fund balances for the year then ended
- the statement of cash flows for the year then ended
- and notes to the financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Foundation as at March 31, 2026, and its results of operations and 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 **"Auditor's Responsibilities for the Audit of the Financial Statements"** section of our auditor's report.

We are independent of the Foundation 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 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 Foundation'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 Foundation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Foundation's financial reporting process.

Auditor's 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 auditor's 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 the financial statements.

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

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

  The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Foundation'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 Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's 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 auditor's report. However, future events or conditions may cause the Foundation 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.
- 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.

KPMG LLP

Chartered Professional Accountants

Edmonton, Canada

June 17, 2026

STOLLERY CHILDREN'S HOSPITAL FOUNDATION

Statement of Financial Position

March 31, 2026, with comparative information for 2025

	2026	2025
Assets		
Current assets:		
Cash	$ 14,131,155	$ 14,466,031
Restricted cash	9,548,912	10,337,092
Accounts receivable	583,583	438,244
Advances for grants to qualified donees (note 2)	204,564	511,028
Prepaid expenses	360,306	453,363
Inventory	292,880	255,863
Portfolio investments (note 3)	1,909,422	-
Other assets (Schedule A)	6,019,678	5,557,201
	33,050,500	32,018,822
Portfolio investments (note 3)	90,875,103	83,935,777
Capital assets (note 4)	440,298	507,466
	$ 124,365,901	$ 116,462,065
Liabilities and Fund Balances		
Current liabilities:		
Accounts payable and accrued liabilities (note 5 and Schedule A)	$ 18,105,630	$ 9,428,018
Deferred revenue (note 6 and Schedule A)	5,116,881	5,095,959
	23,222,511	14,523,977
Fund balances:		
Externally restricted	5,245,280	6,426,092
Internally restricted	49,683,736	55,274,894
Unrestricted	46,214,374	40,237,102
	101,143,390	101,938,088
Commitments (note 7 and Schedule A)		
	$ 124,365,901	$ 116,462,065

See accompanying notes to financial statements.

On behalf of the Board of Trustees:

Chair, Board of Trustees

Chair, Finance and Audit Committee

STOLLERY CHILDREN'S HOSPITAL FOUNDATION

Statement of Operations and Changes in Fund Balances

Year ended March 31, 2026, with comparative information for 2025

	Externally restricted fund	Internally restricted fund	Unrestricted fund	Total 2026	Total 2025
Revenue:					
Fundraising	$ 1,185,615	$ -	$ 27,954,476	$ 29,140,091	$ 28,638,650
Mighty Millions Lottery	-	-	18,497,117	18,497,117	18,726,396
Investment income (Schedule B)	-	-	9,820,938	9,820,938	11,574,490
Merchandising	-	-	641,459	641,459	575,750
Other	-	-	12,500	12,500	-
	1,185,615	-	56,926,490	58,112,105	59,515,286
Expenditures:					
Fundraising	-	-	10,384,188	10,384,188	9,132,689
Mighty Millions Lottery	-	-	14,128,947	14,128,947	14,212,030
Administration	-	-	2,661,927	2,661,927	2,706,290
Advocacy	-	-	473,258	473,258	832,269
Merchandising	-	-	593,298	593,298	571,852
	-	-	28,241,618	28,241,618	27,455,130
Excess of revenue over expenditures before grants	1,185,615	-	28,684,872	29,870,487	32,060,156
Grant payments	2,366,427	28,132,397	166,361	30,665,185	16,006,049
Excess (deficiency) of revenue over expenditures	(1,180,812)	(28,132,397)	28,518,511	(794,698)	16,054,107
Fund balances, beginning of year	6,426,092	55,274,894	40,237,102	101,938,088	85,883,981
Transfers	-	22,541,239	(22,541,239)	-	-
Fund balances, end of year	$ 5,245,280	$ 49,683,736	$ 46,214,374	$ 101,143,390	$ 101,938,088

See accompanying notes to financial statements.

STOLLERY CHILDREN'S HOSPITAL FOUNDATION

Statement of Cash Flows

Year ended March 31, 2026, with comparative information for 2025

	2026	2025
Cash provided by operations:		
Excess of revenue over expenditures	$ (794,698)	$ 16,054,107
Items not involving cash:		
Unrealized loss (gain) on portfolio investments	681,907	(3,098,091)
Realized gain on portfolio investments	(6,664,836)	(4,155,476)
Realized loss (gain) on foreign exchange	3,400	(2,661)
Amortization of capital assets	131,135	208,497
Change in non-cash operating working capital:		
(Increase) decrease in accounts receivable	(145,339)	335,112
Decrease (increase) in advances for grants to qualified donees	306,464	(63,075)
Decrease (increase) in prepaid expenses	93,057	(109,143)
(Increase) in inventory	(37,017)	(16,123)
(Increase) decrease in other assets	(462,477)	578,601
Increase (decrease) in accounts payable and accrued liabilities	8,677,612	(1,183,208)
Increase (decrease) in deferred revenue	20,922	(43,778)
	1,810,130	8,504,762
Cash flows used in investing activities:		
Acquisition of portfolio investments, net	(2,869,220)	(3,201,384)
Acquisition of capital assets	(63,966)	(253,686)
	(2,933,186)	(3,455,070)
(Decrease) increase in cash	(1,123,056)	5,049,692
Cash, beginning of year	24,803,123	19,753,431
Cash, end of year	$ 23,680,067	$ 24,803,123
Cash position consists of:		
Cash	$ 14,131,155	$ 14,466,031
Restricted cash		
Mighty Millions Lottery (Schedule A)	6,487,174	6,167,955
Other gaming	3,061,738	4,169,137
	$ 23,680,067	$ 24,803,123

See accompanying notes to financial statements.

Stollery Children's Hospital Foundation (the "Foundation") operates under the Regional Health Authorities Foundations Regulation. The Foundation is registered with the Canada Revenue Agency as a charitable organization and is exempt from income taxes.

The vision of the Foundation is to give all kids the best chance to live a long and healthy life. The Foundation's mission is to raise money in support of advancing specialized children's physical and mental health care; thank donors and share the impact of their gifts; educate and engage with stakeholders about the urgent needs of the Stollery Children's Hospital (the "Hospital") and of other child health priorities; and advocate for children's health becoming a greater priority for government, stakeholders, and the community. Funding provided by the Foundation supports physical and mental health care for children through acquisition of equipment and investment in infrastructure, education, research and training, and patient and family centered care programs.

1. Significant accounting policies:

These financial statements have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations in Part III of the CPA Canada Handbook.

(a) Fund accounting:

The Foundation follows the restricted fund method of accounting for contributions. The following funds have been established for financial reporting purposes:

i) Externally restricted fund – consists of funds upon which restrictions have been imposed by the donor.

ii) Internally restricted fund – consists of funds upon which restrictions have been imposed by the Board of Trustees (the "Board"). These funds represent donations and income that were initially unrestricted but upon which the Board has placed restrictions for specific priority programs.

iii) Unrestricted fund – consists of donations and investment income upon which no restrictions have been imposed by the donors or the Board. These funds are managed in accordance with general Board policies and may be internally restricted through Board motion.

(b) Cash and restricted cash

Cash is comprised of amounts held on deposit primarily in the Foundation's operating account. Restricted cash is subject to external restrictions related to Alberta Gaming, Liquor and Cannabis gaming regulations, and includes cash held for the Mighty Millions lottery in process. Net proceeds from the Mighty Millions Lottery are transferred to the casino gaming account upon finalization of the lottery.

1. Significant accounting policies (continued):

(c) Inventory:

Inventory consists of merchandise items held for resale and is valued at the lower of cost, measured on a first-in, first-out basis, and replacement cost. Merchandising expense represents the cost of merchandise inventory sold during the year.

(d) Other assets

Other assets consist of lottery prizes that will be awarded subsequent to March 31 and are recorded at the lower of cost and replacement cost.

(e) Capital assets:

Capital assets are recorded at cost less accumulated amortization. Repairs and maintenance costs are expensed as incurred. Betterments which extend the useful life of an asset are capitalized. When a capital asset no longer contributes to the Foundation's ability to provide services, its carrying amount is written down to its residual value. Capital assets include works of art which are not subject to amortization.

Capital assets are amortized on a straight-line basis as follows:

Asset	Useful Life
Equipment	3 years
Furniture and fixtures	10 years
Computer software	3 years
Leasehold improvements	Term of Lease

(f) Revenue recognition:

i) Externally restricted contributions are recognized as revenue of the externally restricted fund in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

ii) 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.

iii) Investment income is recognized as revenue of the unrestricted fund when earned.

1. Significant accounting policies (continued):

(f) Revenue recognition (continued):

iv) Fundraising projects, events and merchandising revenue are recognized in the year in which the event is held or goods are sold. Lottery revenue is recognized as of the date of the lottery prize draw.

v) The Foundation applies for financial assistance under available government programs. Government assistance is recognized as revenue the year in which the related expenses are incurred.

vi) Deferred revenue represents lottery funds received in advance of lottery prize draw dates, sponsorship funds received in advance of related events, and unredeemed gift certificates.

(g) Contributed materials and services:

Contributed materials and services are recorded at fair value when they would have otherwise been purchased and when a fair value can be reasonably estimated. Contributed services of volunteers are not recognized in these financial statements as their fair value cannot be reasonably determined.

(h) Financial instruments:

Financial instruments are recorded at fair value on initial recognition. Freestanding derivative instruments that are not in a qualifying hedging relationship and equity instruments that are quoted in an active market are subsequently measured at fair value. The Foundation does not use derivative financial instruments to alter the effects of market interest or foreign exchange fluctuations. All other financial instruments are subsequently recorded at cost or amortized cost, unless management has elected to carry the instruments at fair value. The Foundation has elected to carry its fixed-income and equity instruments at fair value.

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the straight-line method.

1. Significant accounting policies (continued):

(h) Financial instruments (continued):

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the Foundation determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Foundation expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

(i) Use of estimates:

The preparation of financial statements 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 year. Actual results could differ from those estimates.

(j) Employee future benefits:

The Foundation participates in the Local Authorities Pension Plan, which is a multi-employer defined benefit pension plan. As it is not practicable to separate the information in the plan that relates to the Foundation, it is accounted for as a defined contribution plan.

(k) Allocation of expenses:

The Foundation records its salaries and benefits expense by function. The costs of each function include the costs of personnel that are directly related to providing the function. Costs related to administration and Board governance are not allocated.

2. Advances for grants to qualified donees:

The Foundation has advanced funds to qualified grant donees, of which $204,564 (2025 - $511,028) was not fully utilized by the donee by the end of the fiscal year. The Foundation receives reporting of the usage of the grants from the donees and expects the funds to be expended within the following year.

3. Portfolio investments:

		2026		2025
Fixed-income:				
Term deposits	$	3,192,353	$	3,623,167
Money Market Funds		1,773,830		-
Pooled bond funds		24,442,488		26,925,998
		29,408,671		30,549,165
Equities:				
Canadian		27,440,172		24,428,432
International		26,571,201		28,697,788
		54,011,373		53,126,220
Alternative investments		9,095,602		-
Cash surrender value of life insurance		268,879		260,392
	$	92,784,525	$	83,935,777
Current portfolio investments	$	1,909,422	$	-
Non-Current portfolio investments		90,875,103		83,935,777
	$	92,784,525	$	83,935,777

The Foundation's long-term investments are with an institutional investment management firm investing in pooled funds.

a) The term deposits carry coupon rates of 3.30% to 5.05% (2025 - 4.15% to 5.30%) and maturity dates of April 2026 to August 2028 (2025 - July 2025 to August 2028).

b) Money market funds are predominantly invested in high-quality corporate issues with strong liquidity profiles.

c) Pooled bond funds are primarily comprised of publicly traded fixed-income instruments including short term bonds, investment grade corporate and high yield bonds, municipal bonds, and emerging markets bonds. A smaller component of the fund are private funds, including mortgages and private placement corporate bonds. The pooled bond funds are managed with the objective of providing optimal returns while maintaining security of capital. Return is optimized within the risk constraints of the portfolio by managing portfolio duration and issuer mix.

d) Equities are comprised of directly or indirectly publicly traded equities in Canadian and International (including United States) corporations.

e) Alternative investments includes $4,546,534 (2025 - nil) of real estate pooled funds valued at the unit values supplied by the pooled fund administrator, which represents the proportionate share of the underlying net assets at fair values determined using market prices and $4,549,068 (2025 - nil) of infrastructure investments held in limited partnership arrangements valued based on relevant information reported by the general partner using accepted industry valuation methods.

4. Capital assets:

	Cost	Accumulated amortization	2026 Net book value	2025 Net book value
Equipment	$ 540,531	$ 474,240	$ 66,291	$ 51,598
Furniture and fixtures	576,152	264,175	311,977	360,105
Computer software	323,006	323,006	-	15,693
Leasehold improvements	177,897	177,897	-	18,040
Works of art	62,030	-	62,030	62,030
	$ 1,679,616	$ 1,239,318	$ 440,298	$ 507,466

Amortization of $131,135 (2025 - $208,497) is included with administration expenditures.

5. Related party transactions:

Related parties of the Foundation include: Alberta Health Services, members of the Board of Trustees, senior management personnel and immediate family members of senior management personnel. Board members are volunteers who are affiliated with employers, partnerships and companies through pre-existing relationships. The Foundation may transact with these entities as service providers or donors through the normal course of operations. The Foundation has a conflict-of-interest process whereby these types of relationships are identified and communicated internally.

The Foundation provides grants of money and gifts in kind to the Hospital. These grants allow the Hospital to provide health services not funded from other sources.

Accommodation, furnishings and certain other overhead costs incurred in the administration of the Foundation provided by the Hospital and Alberta Health Services are not reasonably estimable and consequently are not reflected in these financial statements.

5. Related party transactions (continued):

During the year, the Foundation made payments to Alberta Health Services of $22,713,171 (2025 - $10,411,943). These payments include distributions made to support funding priorities and other operating expenses. The details of these payments are as follows:

		2026		2025
Grant payments – internally restricted	$	21,159,009	$	8,744,724
Grant payments – externally restricted		1,527,517		1,477,820
Administration expenses		26,645		189,399
	$	22,713,171	$	10,411,943

As at March 31, 2026, accounts payable and accrued liabilities include $13,025,662 (2025 - $3,312,467) due to Alberta Health Services.

6. Deferred revenue:

		2026		2025
Spring lottery (Schedule A)	$	4,948,319	$	5,016,054
Sponsorship		163,058		75,223
Gift certificates		5,504		4,682
	$	5,116,881	$	5,095,959

Spring lottery deferred revenue relates to the Early Bird and Final draws for the Spring lottery. Revenue will be deferred until the draw dates of April 22 and May 13, 2026 respectively (2024 – April 23 and May 14, 2025). Sponsorship revenues are deferred to the dates of the events. Gift certificate revenue is recognized upon redemption of the certificate.

7. Commitments:

a) The Foundation is committed to future annual operating lease payments for office premises as follows:

2027	$ 30,368
2028	191,080
2029	191,080
2030	191,080
2031	205,411
Thereafter	1,289,791

Subsequent to year-end, the Foundation amended its office lease agreement for premises located at 8215 – 112 Street, Edmonton, Alberta. The amended lease extends the lease term from December 1, 2026 to March 31, 2037 and includes scheduled base rent increases over the term and a rent-free period through March 31, 2027.

b) The Foundation has approved cumulative funding commitments of $49,683,737 (2025 - $55,274,894) which will be carried forward to future years. At March 31, 2026, $36,501,594 (2025 - $44,002,751) relates to commitments to the Stollery Children’s Hospital, Recovery Alberta, and the University of Alberta that will be distributed upon request.

c) In addition to the approved funding commitments, on November 28, 2025 the Foundation entered into a memorandum of understanding with the Women & Children’s Health Research Institute to provide financial support for children’s health initiatives. In accordance with memorandum of understanding the Foundation committed to ten years of funding. The funding commitment is allocated as annual base funding of $5,200,000 and $1,800,000 in strategic investment funding. As at March 31, 2026, the future funding commitment related to this arrangement is $63,000,000 (2025 - $4,800,000).

d) The Foundation has received pledges of $462,500 (2025 - $732,200) from donors which have not been recognized as revenue at year-end. Receipt of the amounts pledged is expected by the Foundation as follows:

2027	$ 226,300
2028	75,300
2029	75,300
2030	70,300
Thereafter	15,300

8. Employee future benefits:

All eligible employees of the Foundation participate in the Local Authorities Pension Plan (LAPP) under the Public Sector Pension Plans Act. Contribution requirements for the Foundation are as follows:

	2026	2025
Employer		
Pensionable earnings up to the maximum under the Canada Pension Plan	7.52%	8.45%
Pensionable earnings in excess of the maximum under the Canada Pension Plans	10.32%	11.65%
Employee		
Pensionable earnings up to the maximum under the Canada Pension Plan	6.52%	7.45%
Pensionable earnings in excess of the maximum under the Canada Pension Plan	9.32%	10.65%

Information for the year ended December 31, 2025 for LAPP was not available at the time of preparing these financial statements (2024 - actuarial surplus of $19.6 billion). The Foundation contributed a total of $457,856 for the year ended March 31, 2026 (2025 - $459,240), which has been recorded within administrative expenditures in the statement of operations. At December 31, 2025, the Foundation had 50 (December 31, 2024 - 50) contributing members in the plan; at December 31, 2024, total LAPP membership was 316,938.

9. Allocation of costs by function:

Salaries and benefits were allocated as follows:

		2026		2025
Fundraising	$	5,411,676	$	4,721,688
Administration		1,176,450		1,188,810
Advocacy		379,440		513,960
Mighty Millions Lottery		177,136		221,896
Merchandising		163,284		177,996
	$	7,307,986	$	6,824,350

10. Financial risks:

Income and financial returns on investments are exposed to credit and price risk. Credit risk relates to the possibility that a loss may occur from the failure of another party to perform according to the terms of the contract. Price risk is comprised of interest rate, foreign exchange and market risk. Interest rate risk relates to the possibility that investments will change in value due to fluctuations in interest rates. Market and foreign exchange risk relates to the possibility that investments will change in value due to future fluctuations in market prices and foreign exchanges rates.

These risks are managed by the Foundation's investment policies, which prescribe the investment asset mix including the degree of liquidity and concentration and the amount of foreign content.

Changes in interest rates and credit ratings are the main cause of changes in the fair value of government securities and corporate bonds resulting in a favorable or unfavorable variance compared to book value. Credit risk is mitigated by investing in government securities and corporate bonds with a rating of A or better and diversifying the securities between government, government backed and corporate issuers. Interest rate risk is mitigated by managing maturity dates and payment frequency. The Foundation limits credit risk associated with other financial assets by dealing with counterparties that it believes are creditworthy. The fair value of equities is impacted by price risk.

The Foundation does not use derivative instruments to alter the effects of interest, market and foreign exchange risks.

STOLLERY CHILDREN'S HOSPITAL FOUNDATION

Schedule A – Mighty Millions Lottery

Year ended March 31, 2026, with comparative information for 2025

Since 2015, the Foundation has operated a charitable lottery ("Mighty Millions Lottery") that runs from July through November ("Fall lottery"), with final prize draws in December. In 2021, the Foundation launched a second lottery that runs from December through April ("Spring lottery") with final draws in April and May. The main prize in the final draw for both lotteries is a house; there are also many smaller prizes. Lottery prizes will be awarded subsequent to the draw dates of each respective lottery.

Included in the statement of financial position are the following balances relating to the Mighty Millions Lottery:

	2026	2025
Restricted cash	$ 6,487,174	$ 6,167,955
Other assets:		
Spring lottery - houses	$ 3,075,000	$ 2,825,000
Spring lottery - other prizes	472,920	507,201
Fall lottery - houses	2,471,758	2,225,000
	6,019,678	5,557,201
Accrued liabilities	$ 3,500,783	$ 3,715,025
Deferred revenue	$ 4,948,319	$ 5,016,054

As at March 31, 2026, the Foundation has committed to purchasing 4 homes for the upcoming Mighty Millions Lotteries. The total commitment for lottery homes is $9,650,000 (2025 - $9,150,000), of which $2,880,000 has been accrued (2025 - $2,900,000).

STOLLERY CHILDREN'S HOSPITAL FOUNDATION

Schedule B – Investment Income

Year ended March 31, 2026, with comparative information for 2025

	2026	2025
Dividends	$ 1,999,921	$ 2,165,751
Interest	1,841,488	2,152,511
Realized gains	6,664,836	4,155,476
Unrealized (loss) gains	(681,907)	3,098,091
Foreign exchange (loss) gains	(3,400)	2,661
	$ 9,820,938	$ 11,574,490