Financial Statements of

EQUALITY FUND/ FONDS ÉGALITÉ

Year ended March 31, 2026

KPMG LLP
150 Elgin Street, Suite 1800
Ottawa, ON K2P 2P8
Canada
Telephone 613 212 5764
Fax 613 212 2896

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Equality Fund

Opinion

We have audited the financial statements of Equality Fund (the Entity), which comprise:

- the statement of financial position as at March 31, 2026
- the statement of operations for the year then ended
- the statement of changes in net assets 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 Entity as at March 31, 2026, and its results of operations 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 ***"Auditor's Responsibilities for the Audit of the Financial Statements"*** section of our auditor's report.

We are independent of the Entity 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.

KPMG LLP, an Ontario limited liability partnership and member firm of the KPMG global organization of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee. KPMG Canada provides services to KPMG LLP.

Other Information

Management is responsible for the other information. Other information comprises:

- the information, other than the financial statements and the auditor's report thereon, included in the 2025-2026 Annual Report.

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

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit and remain alert for indications that the other information appears to be materially misstated.

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 Entity'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 Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity'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 Entity'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 Entity'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 Entity 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, Licensed Public Accountants

Ottawa, Canada

November 4, 2026

Docusign Envelope ID: 46D18F69-4622-8854-8377-D15E006F90A4

EQUALITY FUND/FONDS ÉGALITÉ

Statement of Financial Position

March 31, 2026, with comparative information for 2025

	Equality Fund Initiative	First Response Fund	Women's Voice and Leadership	Innovation	2026 Total	2025 Total
Assets						
Current assets:						
Cash	$ 5,814,131	$ 516,086	$ 283,181	$ 1,732,876	$ 8,346,274	$ 2,933,092
Short-term investments - restricted (note 4)	–	–	–	1,500,000	1,500,000	1,500,000
Short-term investments (note 4)	9,007,068	–	–	12,828,326	21,835,394	19,010,869
Accounts receivable	683,430	6,480	13,880	79,739	783,529	725,070
Prepaid expenses	213,857	–	–	–	213,857	292,416
	15,718,486	522,566	297,061	16,140,941	32,679,054	24,461,447
Investments, at fair value (notes 5 and 6)	349,609,113	–	–	–	349,609,113	–
	$ 365,327,599	$ 522,566	$ 297,061	$ 16,140,941	$ 382,288,167	$ 24,461,447
Liabilities and Net Assets						
Current liabilities:						
Accounts payable and accrued liabilities (note 10)	$ 890,855	$ 63,259	$ 54,549	$ –	$ 1,008,663	$ 1,217,116
Deferred contributions (note 8)	10,001,720	468,011	233,108	–	10,702,839	3,983,589
	10,892,575	531,270	287,657	–	11,711,502	5,200,705
Deferred contributions - Investment Pool (note 8)	349,609,113	–	–	–	349,609,113	–
	360,501,688	531,270	287,657	–	361,320,615	5,200,705
Net assets:						
Unrestricted	–	–	–	14,335,705	14,335,705	13,849,358
Restricted	4,825,911	(8,704)	9,404	1,805,236	6,631,847	5,411,384
	4,825,911	(8,704)	9,404	16,140,941	20,967,552	19,260,742
	$ 365,327,599	$ 522,566	$ 297,061	$ 16,140,941	$ 382,288,167	$ 24,461,447

See accompanying notes to financial statements

On behalf of the Board:

Signed by: 8ECAFDD28ED542D... Theo Sowa, Co-Chair

DocuSigned by: 9BBF908207F647D... Lianne Hannaway, Treasurer

EQUALITY FUND/FONDS ÉGALITÉ

Statement of Operations

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

	Equality Fund Initiative	First Response Fund	Women's Voice and Leadership	Innovation	2026 Total	2025 Total
Revenue:						
Donation	$ 313,376	$ –	$ –	$ 335,302	$ 648,678	$ 780,150
Government funding (note 8)	33,015,115	8,802,503	1,620,686	–	43,438,304	31,369,994
Restricted grants (note 8)	9,188,420	78,876	65,858	–	9,333,154	9,757,752
Investment and other income	258,013	28,000	2,480	537,324	825,817	1,036,278
	42,774,924	8,909,379	1,689,024	872,626	54,245,953	42,944,174
Expenses:						
General and administration	708,028	26,375	1,584	70	736,057	807,680
Communications	448,812	18,817	2,600	–	470,229	308,527
Compensation	7,091,662	446,847	411,819	163,181	8,113,509	7,032,844
Foreign currency exchange loss (gain)	328,621	8,704	690	391,492	729,507	(759,377)
Grantmaking	29,757,250	8,188,450	798,513	–	38,744,213	29,028,530
Professional fees	2,134,190	202,827	104,110	–	2,441,127	3,104,021
Travel and meetings	1,076,504	26,063	201,934	–	1,304,501	1,139,710
	41,545,067	8,918,083	1,521,250	554,743	52,539,143	40,661,935
Excess (deficiency) of revenue over expenses	$ 1,229,857	$ (8,704)	$ 167,774	$ 317,883	$ 1,706,810	$ 2,282,239

See accompanying notes to financial statements.

EQUALITY FUND/FONDS ÉGALITÉ

Statement of Changes in Net Assets

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

	Equality Fund Initiative	First Response Fund	Women's Voice and Leadership	Innovation	2026 Total	2025 Total
Net assets, beginning of year	$ 3,596,054	$ –	$ 10,094	$ 15,654,594	$ 19,260,742	$ 16,978,503
Excess (deficiency) of revenue over expenses	1,229,857	(8,704)	167,774	317,883	1,706,810	2,282,239
Interfund transfers	–	–	(168,464)	168,464	–	–
Net assets, end of year	$ 4,825,911	$ (8,704)	$ 9,404	$ 16,140,941	$ 20,967,552	$ 19,260,742

See accompanying notes to financial statements.

EQUALITY FUND/FONDS ÉGALITÉ

Statement of Cash Flows

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

	2026	2025
Cash provided by (used in):		
Operating activities:		
Excess of revenue over expenses	$ 1,706,810	$ 2,282,239
Change in non-cash operating working capital:		
Accounts receivable	(58,459)	(578,501)
Prepaid expenses	78,559	28,534
Accounts payable and accrued liabilities	(208,453)	105,217
Deferred contributions	6,719,250	2,943,248
	8,237,707	4,780,737
Investing activities:		
Net purchase of short-term investments	(2,824,525)	(4,599,107)
Deferred contributions relating to investment pool	(1,660,974)	–
Net change to investment pool	1,660,974	–
	(2,824,525)	(4,599,107)
Increase in cash	5,413,182	181,630
Cash, beginning of year	2,933,092	2,751,462
Cash, end of year	$ 8,346,274	$ 2,933,092

See accompanying notes to financial statements.

Supplementary information:

During the year, investments with a fair value of $351,270,087 were transferred from Toronto Foundation to Equality Fund. No cash was exchanged in connection with the transfer. On the date of transfer, Equality Fund recorded investments of $351,270,087 and a corresponding deferred contribution liability of $351,270,087. This non-cash transaction is not included in the statement of cash flows.

1. Purpose of the Organization:

Equality Fund/Fonds Égalité (the “Organization”) (formerly called MATCH International Centre) is a Canadian not-for-profit registered charity which provides support in the form of grants and other types of funding, technical assistance, institutional strengthening and network building to strengthen women's organizations and movements that advance women’s rights, gender equality and the empowerment of women, girls and trans people.

The Organization was incorporated under the Canada Corporations Act in 1977. Effective July 8, 2014, the Organization continued its incorporation under the Canada Not-for-profit Corporations Act. It is a registered charity under Paragraph 149(1)(f) of the Income Tax Act (Canada) and as such, is exempt from income tax.

The organization raises funds through different sources, including government grants and institutional and individual donations.

2. Equality Fund Initiative:

On August 19, 2019, the Organization, Toronto Foundation (“TF”) and World University Service of Canada (“WUSC”) (referred to collectively as the “EFI Consortium”) signed a $300 million, 15-year Contribution Agreement with Global Affairs Canada (“GAC”).

Within the EFI Consortium, the Organization was responsible for the overall leadership of EFI focusing on feminist vision, strategy, fund mobilization, gender-lens investment expertise, and grantmaking. TF acted as the fiduciary partner, responsible for investing the GAC contribution held in the EFI Government-Funded Investment Pool and for managing philanthropic donations received for the EFI. WUSC’s role included providing compliance, control, and capacity building for grantmaking.

On August 1, 2025, following a comprehensive transfer-readiness assessment, GAC signed a revised Contribution Agreement reassigning responsibilities within the EFI Consortium from both TF and WUSC to EF. The agreement included two directives for the EFI Consortium, both of which were met:

- Dissolution of EFI Consortium within 30 days
- Transfer of EFI Government-Funded Investment Pool from TF to EF within 60 days.

On transfer of the EFI Government-Funded Investment Pool, the Organization recognized an investment of $351,270,087 based on the fair value of the assets held on September 30, 2025, with a corresponding deferred contribution that will be recognized into income in the period the related costs are incurred.

The Organization holds direct fiduciary responsibility for managing these investments in alignment with the Initiative's objectives and the terms of the revised Contribution Agreement.

2. Equality Fund Initiative (continued):

During the year, the Organization signed the following additional funding agreements under the Equality Fund Initiative:

- 5-year agreement signed March 2, 2022, with the Government of the United Kingdom of Great Britain and Northern Ireland acting through the Foreign, Commonwealth & Development Office ("FCDO") for £33M. On January 30, 2025, an amendment was signed to increase the original agreement from £33M to £34M.
- 2-year agreement signed November 20, 2025, with the Government of the Federal Republic of Germany ("BMZ") for €18M for the purpose of advancing gender equality through support to Women's Rights Organizations and Women's Movements globally.

3. Summary of significant accounting policies:

These financial statements have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations.

(a) Fund accounting:

The Organization follows the restricted fund method of accounting for contributions. To ensure limitations and restrictions are placed on the use of resources available to the Organization, the accounts of the Organization are classified for reporting purposes into funds, in accordance with activities or objectives specified by the Organization's funders or donors or in accordance with directives issued by the Board of Directors.

For financial statement purposes, the fund balances have been classified into the following funds:

- Equality Fund Initiative is comprised of the EFI Government-Funded Investment Pool and related funding and expenses. Net investment income earned is recorded as a change in the deferred contribution balance or the statement of revenue and expenses. Grants and expenses are recorded in the statement of revenue and expenses.
- First Response Fund ("FRF") is a pooled fund administered by EF that offers bilateral and philanthropic donors the opportunity to resource humanitarian responses led by Women's Rights Organizations and Women-led Organizations. Grants, income and expenses are recorded in the statement of revenue and expenses.
- Women Voice and Leadership ("WVL") supports capacity, leadership and agendas of grassroots Women's Rights Organizations and LBTIQ groups across the Caribbean in advancing their own solutions to improve women's rights and gender equality. Grants, income, and expenses are recorded in the statement of revenue and expenses.

3. Summary of significant accounting policies:

(a) Fund accounting (continued):

- Innovation Fund is comprised of activities outside of EFI, FRF and WVL, including activities transitioned from MATCH International Centre. Grants, income and expenses are recorded in the statement of revenue and expenses.

(b) Revenue recognition:

The Organization follows the deferral method of accounting for revenue recognition whereby restricted contributions, including grants and donations are initially recognized as a liability (deferred contributions) when received or receivable, provided collection is reasonably assured. These amounts remain deferred until the organization incurs the related expenses, at which point they are recognized as revenue.

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.

(c) Expenses:

In the statement of operations, the Organization presents its expenses by function. Expenses are recognized in the year incurred and are recorded in the function to which they are directly related. The Organization does not allocate expenses between functions after initial recognition. The allocation of expenses that have been allocated by GAC category is shown in Schedules 1 to 3.

(d) Cash and cash equivalents:

Cash and cash equivalents consist of cash on hand and short-term deposits with a term to maturity of 365 days or less at the date of purchase. Cash and cash equivalents held for investing rather than liquidity purposes are classified as investments.

(e) Investments:

Investments reported at fair value consist of equity instruments that are quoted in an active market as well as investments in pooled funds and any investments in fixed income securities that the Organization designates upon purchase to be measured at fair value. Transaction costs are recognized in the statement of changes in net assets in fund balance in the period in which they are incurred.

Investments in fixed income securities not designated to be measured at fair value and investments that do not have a quoted market price in an active market are investments whose fair value cannot be reliably measured are initially recorded at fair value plus transaction costs and are subsequently measured at amortized cost using the straight-line method, less a provision for impairment when applicable.

3. Summary of significant accounting policies (continued):

(e) Investments (continued):

The fair value of alternative investments (real estate, infrastructure, private equity or private debt), typically structured as limited partnerships is determined by the external investment manager using accepted industry valuation methods approved by the general partner.

All transactions are recorded on a trade date basis.

Investment income (loss), consisting of interest, dividends, income distributions from pooled funds, and realized and unrealized capital gains and losses, is recorded as an increase to the related deferred contribution balance for the EFI Government-Funded Pool and the statement of revenue and expenses for the other units.

(f) Investment income and expenses:

Dividends, interest, and realized gains and losses on sales of financial instruments are included in investment income. Dividend income is recognized on the ex-dividend date. Interest income is recognized using the accrual basis. The change in fair value of investments subsequently measured at fair value is reported as investment income. Write-downs for impairments in the value of other financial instruments, and any subsequent reversals are included in investment income.

For investments measured at fair value, the resulting gains or losses from changes in foreign exchange rates at the valuation date are included in investment income.

Investment expenses including management and performance fees for external investment managers, are expensed as incurred when directly invoiced or information is otherwise available from capital notices or other manager communications. Where fees related to other externally managed investments are not known, they are offset against investment income; partnership expenses incurred with respect to private investment assets; custodian fees; internal salary and other costs incurred to monitor and administer the investments; costs incurred to operate an investment council; and transaction costs associated with the acquisition of financial instruments that are subsequently measured at fair value. These costs are recorded as an expense in the year they are incurred.

(g) Foreign exchange:

Transactions denominated in foreign currencies are translated into Canadian dollars at the rates of exchange prevailing at the dates of the transactions. Thereafter, monetary assets and liabilities are adjusted to reflect the exchange rates that are in effect at the date of the statement of financial position. Gains and losses resulting from the adjustment are included in the deferred contribution balance for the EFI Government-Funded Pool and in the statement of revenue and expenses for the other units.

3. Summary of significant accounting policies (continued):

(h) Disbursements

Disbursements from the EFI Government-Funded Pool for eligible grants and expenses are recorded when they have been approved by the Board of Directors.

(i) Financial instruments:

The Organization manages its responsibility for the EFI Government-Funded Investment Pool through its outsourced Chief Investment Officer (“CIO”). The EFI Government-Funded Investment Pool is subject to periodic valuation adjustments based on fair market conditions. Related investment income and expenses as well as changes in fair value adjustments are recognized with a corresponding adjustment to the related deferred contribution balance.

The Organization's operating financial instruments are measured at fair value on initial recognition. At the reporting date, cash and investments are subsequently measured at fair value, and all other financial instruments are subsequently measured at cost or amortized cost. Due to the short-term nature of the term deposits, fair value is determined to be the sum of cost and accrued interest revenue. Changes in fair value of financial instruments held for operations are recognized in the statement of operations in the year incurred. Transactions costs, if applicable, are expensed as incurred.

(j) Contributed services and materials:

A substantial number of volunteers contribute a significant amount of their time each year. Because of the difficulty of determining the fair value, contributed services are not recognized in the financial statements.

The Organization does not recognize contributed materials in the financial statements. There were no such items received in the year.

(k) Use of estimates:

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 amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Significant estimates include the determination of accrued liabilities. Actual results could differ from these estimates and adjustments are made to the statement of revenue and expenses as appropriate in the year they become known.

4. Short-term investments:

	2026 Fair value	2026 Cost	2025 Fair value	2025 Cost
GICs - Innovation unrestricted	$ 12,828,326	$ 12,828,325	$ 12,489,689	$ 12,489,689
GICs - EFI	9,007,068	9,007,069	6,521,180	6,521,180
GICs - Innovation restricted	1,500,000	1,500,000	1,500,000	1,500,000
	$ 23,335,394	$ 23,335,394	$ 20,510,869	$ 20,510,869

Subsequent to year-end, the Board approved an increase of $305,236 (2025 - $250,000) to restricted investments in the Innovation Fund. Investments include guaranteed investment certificates (GICs) bearing interest at rates ranging from 2.10% to 3.78% (2025 - 2.73% to 4.53%), maturing between May 12, 2026 and March 3, 2027 (2025 - between April 30, 2025, and February 20, 2026).

5. Investments:

Investments held in the EFI Government-Funded Investment Pool consist of the following:

	2026 Fair value	2026 Cost
Global public equities	$ 209,144,675	$ 182,014,013
Fixed income securities	57,199,173	55,333,799
Private debt	48,376,964	39,210,693
Private equities	6,074,040	6,845,666
Cash and cash equivalents	28,814,261	28,786,060
	$ 349,609,113	$ 312,190,231

On September 15, 2025, the Organization assumed complete responsibility for the EFI Government-Funded Investment Pool. The balance of investments valued at $351,270,087 on September 30, 2025, was transferred from TF to EF. During the remainder of the fiscal year, the EFI Government-Funded Investment Pool distributed $6,000,000 to fund EFI's operations.

6. Investment management:

The EFI Government-Funded Pool is managed in compliance with the parameters and within the tolerances specified in the Investment Policy Statement ("IPS") approved by the Board of Directors. The investment asset classes, and the investment asset mix targets and ranges are established in the IPS. The actual mix as of March 31, 2026 is detailed in the following table:

	Market value	IPS percentage allocation	IPS acceptable range	Long-term target
Global public equities	$ 209,144,675	60%	30% - 80%	45%
Fixed income	57,199,173	16%	5% - 40%	20%
Private debt	48,376,964	14%	0% - 25%	18%
Private equity	6,074,040	2%	0% - 30%	15%
Cash and cash equivalents	28,814,261	8%	0% - 15%	2%
	$ 349,609,113	100%		

7. Financial instruments:

The Organization is exposed to various risks through its financial instruments. The following analysis provides a measure of the Organization's risk exposure and concentrations. The Organization engages an outsourced CIO to manage the EFI Government-Funded Pool in accordance with the IPS, including measuring its exposure to risk and structuring investments within the IPS's risk exposure limits. The Investment Committee of the Organization's Board monitors the CIO's performance and compliance with the IPS and the EFI Government-Funded Pool's financial risk.

(a) Credit risk:

The Organization is exposed to credit risk resulting from the possibility that parties may default on their financial obligations. The Organization's maximum exposure to credit risk represents the sum of the carrying value of its cash, short-term investments, and accounts receivable. The Organization's cash and short-term investments are deposited with a Canadian chartered bank, and management believes the risk of loss on these items remains remote.

The Organization manages its credit risk by reviewing accounts receivable aging monthly, following up on outstanding amounts, and monitoring the investment portfolio's credit quality through regular oversight. At year-end, there were no amounts allowed for in accounts receivable.

For the EFI Government-Funded Investment Pool risk is managed by defining allowable credit rating requirements and restricting the types of financial instruments and issuer exposure limits that are permitted in the portfolio.

7. Financial instruments (continued):

(b) Liquidity risk:

Liquidity risk is the risk that the Organization cannot meet a demand for cash or fund its obligations as they become due. The Organization meets its liquidity requirements by preparing and monitoring detailed forecasts of cash flow from operations, anticipated investing and financing activities, and holding assets that can be readily converted into cash.

The Organization holds a diversified portfolio of liquid and semi-liquid investments in the EFI Government-Funded Investment Pool. The majority of assets and investments trade in active markets that can be readily liquidated and therefore the investment pool's liquidity risk is considered minimal. Management actively monitors cash flow needs and the liquidity profile of the investment portfolio to ensure the timely availability of funds to meet obligations.

(c) 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 is comprised of risks below:

(i) Currency risk:

The Organization's reporting currency is the Canadian dollar. Currency risk refers to the risk that the fair value of instruments or future cash flows associated with the instruments will fluctuate relative to the Canadian dollar due to changes in foreign exchange rates.

The Organization's financial instruments are mostly denominated in Canadian dollars, and it transacts primarily in Canadian dollars. As at March 31, 2026, approximately $715,937 (2025 - $482,071) of the Organization's cash, $12,377,652 (2025 - $14,962,480) of its short-term investments and $41,258 (2025 - $154,173) of its accounts payable are exposed to fluctuations in the US dollar. The Organization uses forecasting techniques to mitigate this currency risk and has chosen not to enter into derivative transactions.

For the EFI Government-Funded Investment Pool is exposed to foreign currency risk with respect to its investments denominated in foreign currencies, including the underlying investments of its pooled funds denominated in foreign currencies because the fair value and future cash flows will fluctuate due to the changes in the relative value of the foreign currencies against the Canadian dollar. The outsourced CIO is responsible for monitoring the conditions in the overall foreign exchange market and implementing hedging when considered appropriate.

(ii) Interest rate risk:

Interest rate risk refers to the risk that the fair value of financial instruments or future cash flows associated with the instruments will fluctuate due to changes in market interest rates.

The Organization's exposure to interest rate risk arises from its short-term investments as disclosed in note 4.

7. Financial instruments (continued):

(c) Market risk (continued):

(ii) Interest rate risk (continued):

In addition, the EFI Government-Funded Investment Pool is invested in a number of fixed income instruments, individual bonds and loans, pooled funds as well as pooled mortgage funds that are exposed to interest rate risk. Duration is the most common measure of the sensitivity of the price of a fixed income instrument to a change in interest rates. The EFI Government-Funded Investment Pool's portfolio managers limit the duration of the fixed income holdings in their portfolio in order to accommodate possible changes in interest rates.

(iii) Equity price risk

Equity price risk is the risk that the fair value of equity financial instruments will fluctuate due to changes in market prices. The EFI Government-Funded Investment Pool is exposed to equity price risk on its investments in preferred and common stock. The IPS manages equity risk by maintaining a portfolio that is diversified across geographic sectors.

(iv) Valuation risk

Valuation risk is specific to appraisal-based assets such as private market investments. The EFI Government-Funded Investment Pool is exposed to valuation risk through its investment in private market investments.

While the Organization is exposed to these risks, these risks are managed through appropriate policies and oversight.

8. Deferred contributions:

	2026	2025
Balance, beginning of year	$ 3,983,589	$ 1,040,341
Contributions received in year	59,241,661	44,070,994
	63,225,250	45,111,335
Contributions recognized as revenue in the year:		
EFI - GAC	(5,061,449)	(11,599,060)
EFI - FCDO	(13,323,066)	(18,857,863)
EFI - BMZ	(14,445,000)	–
WVL - GAC	(1,620,686)	(913,071)
FRF - FCDO	(3,999,715)	–
FRF - GAC	(4,802,788)	–
Other grants	(9,333,154)	(9,757,752)
	(52,585,858)	(41,127,746)
Foreign exchange revaluation	63,447	–
Balance, end of year	$ 10,702,839	$ 3,983,589

Deferred contributions - Investment Pool:

	2026
Balance, beginning of year	$ –
Amount transferred to EF in year	351,270,087
Net change in investment:	
Investment gain/loss	5,536,263
Annual allocation returns withdrawal	(6,000,000)
Fees paid	(1,197,237)
	(1,660,974)
Balance, end of year	$ 349,609,113

9. Lease commitments:

The Organization has in place a signed Memorandum of Understanding for shared space for its premises and parking expiring March 31, 2027.

Minimum annual payments for the next two years are as follows:

2027	$	51,480
2028		12,870

10. Contingencies and accrued liabilities:

The terms of contribution agreements with funding agencies allow them to conduct audits to ensure project expenditures are in accordance with the terms and conditions of the funding agreements. Ineligible expenditures, if any, may result in the Organization reimbursing a portion of the funding. Management believes that the Organization has incurred no material unrecorded liabilities related to ineligible expenditures. Adjustments to the financial statements as a result of these audits, if any, will be recorded in the year in which they become known.

The Organization had $284,420 owing in government payables as at March 31, 2026 (2025 - $Nil).

EQUALITY FUND/FONDS ÉGALITÉ

Schedule 1 - EFI Expenses by Category

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

	2026	2025
Fund mobilization	$ 2,076,222	$ 1,106,272
Grantmaking and program	33,518,724	33,003,157
Implementation	–	1,727,254
Investment management	919,194	816,997
Management and overhead	5,030,927	3,444,074
	$ 41,545,067	$ 40,097,754

EQUALITY FUND/FONDS ÉGALITÉ

Schedule 2 - FRF Expenses by Category

Year ended March 31, 2026

		2026
Fund mobilization	$	1,246
Grantmaking and program		8,484,385
Management and overhead		109
		8,485,740
FCDO funds for design and build		432,343
Subtotal		8,918,083
NPAC/OH		394,590
	$	9,312,673

EQUALITY FUND/FONDS ÉGALITÉ

Schedule 3 - FRF Expenses by Unit

Year ended March 31, 2026

	FCDO					
	Sudan	Philippines	Pre-Launch Cost	GAC	Other	Total
Fund mobilization	$ 1,246	$ –	$ –	$ –	$ –	$ 1,246
Grantmaking and program	3,143,040	447,113	–	4,802,788	91,444	8,484,385
Management and overhead	–	–	–	–	109	109
	3,144,286	447,113	–	4,802,788	91,553	8,485,740
Design & Build	–	–	432,343	–	–	432,343
Subtotal	3,144,286	447,113	432,343	4,802,788	91,553	8,918,083
NPAC/OH	132,308	18,625	43,149	197,212	3,296	394,590
Total	$ 3,276,594	$ 465,738	$ 475,492	$5,000,000	$ 94,849	$ 9,312,673