Baseball New Brunswick Inc.

Financial Statements

December 31, 2025

Baseball New Brunswick Inc.

Financial Statements

As at December 31, 2025

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NICHOLSON & BEAUMONT
CHARTERED PROFESSIONAL ACCOUNTANTS

INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Shareholders of Baseball New Brunswick Inc.,

We have reviewed the accompanying financial statements of Baseball New Brunswick Inc., that comprise the statement of financial position as at December 31, 2025, and the statements of changes in net assets, operations, and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility 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.

Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects, the financial position of Baseball New Brunswick Inc. as at December 31, 2025, 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 organization.

Nicholson & Beaumont

Fredericton, NB
February 18, 2026

Chartered Professional Accountants

Baseball New Brunswick Inc.

Statement of Operations and Changes in Net Assets

For the Year Ended December 31, 2025

	2025	2024
Revenues		
BNB registrations	**$ 189,358**	$ 190,305
Government funding	**153,341**	147,165
High performance	**177,213**	198,707
Other income	**95,840**	82,995
	615,752	619,172
Expenses		
Advertising, promotion and prizes	**6,280**	2,145
AGM and hall of fame banquet	**23,273**	20,102
Baseball development	**203,012**	263,146
Dues, licenses, memberships and insurance	**45,518**	38,183
Meeting and chef expenses	**30,367**	19,963
Miscellaneous and honoraria	**6,114**	4,795
National tournament fees	**-**	10,000
Office supplies	**1,963**	1,058
Professional fees	**4,675**	5,675
Provincial tournament and awards	**76,633**	67,307
Rent and utilities	**12,311**	14,251
Wages and benefits	**149,529**	130,239
	559,675	576,864
Excess of revenues over expenses	**56,077**	42,308
Net assets - beginning of year	**291,327**	249,019
Net assets - end of Year	**$ 347,404**	$ 291,327

The notes to financial statements are an integral part of this statement.

Baseball New Brunswick Inc.

Statement of Financial Position

As at December 31, 2025

	2025	2024
Assets		
Current		
Cash and cash equivalents - Note 2	**$ 289,114**	$ 191,214
Accounts receivable	**9,714**	40,571
Investment - Note 4	**99,996**	97,590
	398,824	329,375
Long-Term		
Investment - Note 4	**53,452**	52,379
Total assets	**$ 452,276**	$ 381,754
Liabilities		
Current		
Accounts payable and accruals	**$ 6,768**	$ 16,846
Payroll remittances payable	**2,606**	6,204
Deferred revenue	**95,498**	67,377
	104,872	90,427
Net assets		
Net assets - end of year	**347,404**	291,327
Total liabilities and net assets	**$ 452,276**	$ 381,754

Director

The notes to financial statements are an integral part of this statement.

Baseball New Brunswick Inc.

Statement of Cash Flow

For the Year Ended December 31, 2025

	2025	2024
Cash provided from (used in):		
Operating activities		
Excess of revenues over expenses	**$ 56,077**	$ 42,308
Changes in cash relating to operations		
Accounts receivable	**30,857**	25,490
Accounts payable and accruals	**(10,078)**	(13,761)
Payroll remittances payable	**(3,598)**	622
Deferred revenue	**28,121**	10,677
	101,379	65,336
Investing activities		
Net increase in investments	**(3,479)**	(149,969)
Increase (decrease) in cash	**97,900**	(84,633)
Cash - beginning of year	**191,214**	275,847
Cash - end of year	**$ 289,114**	$ 191,214

The notes to financial statements are an integral part of this statement.

Baseball New Brunswick Inc.

Notes to Financial Statements

For the Year Ended December 31, 2025

1. Purpose of the organization

Baseball New Brunswick Inc. was incorporated under the laws of the Province of New Brunswick as a non-profit corporation. Its main activities are to promote and encourage the playing of baseball in a wholesome and entertaining manner, to oversee the establishment of baseball leagues and teams, and to govern, control, and direct the playing of baseball by member leagues and teams.

2. Summary of significant accounting policies

The accounting policies of the organization are in accordance with Canadian Accounting Standards for Not-for-Profit Organizations. Outlined below are those policies considered particularly significant.

Cash and cash equivalents

Cash and cash equivalents consist of cash and highly liquid investments with maturities of three months or less

Financial instruments and risk management

Initial measurement

Upon initial measurement, the Organization's financial assets and liabilities are measured at fair value, which, in the case of financial assets or financial liabilities that will be measured subsequently at amortized cost, is increased or decreased by the amount of the related financing fees and transaction costs. Transaction costs relating to financial assets and liabilities that will be measured subsequently at fair value are recognized in operations in the year they are incurred.

Subsequent measurement

At each reporting date, the Organization measures its financial assets and liabilities at amortized cost (including any impairment in the case of financial assets), except for guaranteed investment certificates which are measured at fair value.

With respect to financial assets measured at amortized cost, the Organization assesses whether there are any indications of impairment. When there is an indication of impairment, in the expected timing or amount of future cash flows from the financial asset, it will then recognize a reduction as an impairment loss in operations. The reversal of a previously recognized impairment loss on a financial asset measured at amortized cost is recognized in operations in the year the reversal occurs.

Use of estimates

The preparation of financial statements in accordance with GAAP requires management to make certain estimates and assumptions that affect the reported amount of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Actual results could differ from these estimates.

Revenue recognition

The Organization follows the deferral method of accounting for contributions. Programs revenue restricted for future period expenses are deferred and are recognized as revenue in the year in which the related expenses are incurred using the percentage of completion method. 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.

Baseball New Brunswick Inc.

Notes to Financial Statements

For the Year Ended December 31, 2025

3. Fair value of financial assets and liabilities

The Organization's main financial risk exposure is detailed as follows.

Credit risk

The Organization is exposed to credit risk regarding the financial assets recognized in the statement of financial position. The Organization's main credit risk relate to its trade accounts receivable since failure of the parties to fulfil their obligations could result in financial losses for the Organization. The Organization provides credit to its members in the normal course of operations.

Liquidity risk

The Organization's liquidity risk represents the risk that the Organization could encounter difficulty in meeting obligations associated with its financial liabilities. The Organization is exposed to this risk mainly in respect of its payables and accruals.

4. Investments

Investments are term deposits recorded at fair value with interest ranging from 2.2% to 4.35% and mature as follows:

April 12, 2026	$ 21,317
April 12, 2026	26,908
November 15, 2026	51,771
April 12, 2027	26,797
April 12, 2028	26,655
	153,448
Less: Short-term due within one year	99,996
Long-term investment	$ 53,452