Financial Statements of

# OPPORTUNITY INTERNATIONAL CANADA/OPPORTUNITÉ INTERNATIONALE CANADA

And Independent Auditor's Report thereon

Year ended June 30, 2026

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# INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Opportunity International Canada/Opportunité Internationale Canada

## *Opinion*

We have audited the financial statements of Opportunity International Canada/Opportunité Internationale Canada (the Entity), which comprise:

- the statement of financial position as at June 30, 2026
- the statement of operations for the year then ended
- the statement of 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 Entity as at June 30, 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.

### *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

Vaughan, Canada

November 17, 2026

# OPPORTUNITY INTERNATIONAL CANADA/ OPPORTUNITÉ INTERNATIONALE CANADA

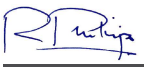
Statement of Financial Position

June 30, 2026, with comparative information for 2025

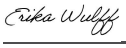
| | Unrestricted | Restricted | 2026 Total | 2025 Total |
|---|---|---|---|---|
| **Assets** | | | | |
| Current assets: | | | | |
| Cash (note 3) | $ 649,832 | $ 1,639,743 | $ 2,289,575 | $ 781,673 |
| Short-term investment (note 4) | – | 307,434 | 307,434 | 300,000 |
| Portfolio investments, at fair market value (note 5) | – | 839,007 | 839,007 | 732,863 |
| Accounts receivable | 56,026 | 107,826 | 163,852 | 45,868 |
| Prepaid expenses | 26,742 | – | 26,742 | 27,086 |
| | 732,600 | 2,894,010 | 3,626,610 | 1,887,490 |
| Advances receivable (note 3(a)) | – | 5,000,000 | 5,000,000 | 2,000,000 |
| Investments (note 4) | – | 1,644,181 | 1,644,181 | 1,581,082 |
| Other receivable (note 6) | – | 449,709 | 449,709 | 274,654 |
| Loans receivable (note 7) | – | 3,062,068 | 3,062,068 | 3,596,316 |
| | $ 732,600 | $ 13,049,968 | $ 13,782,568 | $ 9,339,542 |
| **Liabilities and Fund Balances** | | | | |
| Current liabilities: | | | | |
| Accounts payable and accrued liabilities | $ 295,528 | $ – | $ 295,528 | $ 262,011 |
| Repayable contributions (note 3(a)) | – | 5,000,000 | 5,000,000 | 2,000,000 |
| Fund balances | 437,072 | 8,049,968 | 8,487,040 | 7,077,531 |
| Commitments (note 3) | | | | |
| | $ 732,600 | $ 13,049,968 | $ 13,782,568 | $ 9,339,542 |

See accompanying notes to financial statements.

On behalf of the Board:



Director



Director

# OPPORTUNITY INTERNATIONAL CANADA/ OPPORTUNITÉ INTERNATIONALE CANADA

Statement of Operations

Year ended June 30, 2026, with comparative information for 2025

| | Unrestricted | Restricted | 2026 Total | 2025 Total |
|---|---|---|---|---|
| Revenue: | | | | |
| Donations and events | $ 2,163,305 | $ 3,124,822 | $ 5,288,127 | $ 5,047,664 |
| Government grants (note 3) | 106,870 | 3,714,814 | 3,821,684 | 1,250,414 |
| Gift in kind donations | 8,884 | – | 8,884 | 5,709 |
| Interest and investment | 91,409 | 19,220 | 110,629 | 144,632 |
| Other | 8,795 | 471,661 | 480,456 | 26,475 |
| | 2,379,263 | 7,330,517 | 9,709,780 | 6,474,894 |
| Expenses: | | | | |
| Disbursement to international programs: | | | | |
| Microfinance operations and expansion (note 2) | 6,000 | 2,467,948 | 2,473,948 | 2,597,228 |
| Government programs (note 3) | – | 2,478,173 | 2,478,173 | 879,424 |
| Education and public awareness (note 9) | 572,206 | 120,662 | 692,868 | 685,403 |
| Canadian programs: | | | | |
| Program monitoring and oversight (note 9) | 585,405 | 174,238 | 759,643 | 826,031 |
| Government programs (note 3) | – | 276,223 | 276,223 | 124,946 |
| | 1,163,611 | 5,517,244 | 6,680,855 | 5,113,032 |
| Canadian management (note 9): | | | | |
| Philanthropy | 542,093 | 378,420 | 920,513 | 984,875 |
| General and administrative | 469,276 | 229,627 | 698,903 | 676,905 |
| | 1,011,369 | 608,047 | 1,619,416 | 1,661,780 |
| | 2,174,980 | 6,125,291 | 8,300,271 | 6,774,812 |
| Excess (deficiency) of revenue over expenses | $ 204,283 | $ 1,205,226 | $ 1,409,509 | $ (299,918) |

See accompanying notes to financial statements.

# OPPORTUNITY INTERNATIONAL CANADA/ OPPORTUNITÉ INTERNATIONALE CANADA

Statement of Changes in Fund Balances

Year ended June 30, 2026, with comparative information for 2025

| 2026 | Unrestricted | Restricted | Total |
|---|---|---|---|
| Fund balances, beginning of year | $ 232,789 | $ 6,844,742 | $ 7,077,531 |
| Excess of revenue over expenses | 204,283 | 1,205,226 | 1,409,509 |
| Fund balances, end of year | $ 437,072 | $ 8,049,968 | $ 8,487,040 |

| 2025 | Unrestricted | Restricted | Total |
|---|---|---|---|
| Fund balances, beginning of year | $ 626,648 | $ 6,750,801 | $ 7,377,449 |
| Excess (deficiency) of revenue over expenses | (393,859) | 93,941 | (299,918) |
| Fund balances, end of year | $ 232,789 | $ 6,844,742 | $ 7,077,531 |

See accompanying notes to financial statements.

# OPPORTUNITY INTERNATIONAL CANADA/ OPPORTUNITÉ INTERNATIONALE CANADA

Statement of Cash Flows

Year ended June 30, 2026, with comparative information for 2025

| | 2026 | 2025 |
|---|---|---|
| Cash provided by (used in): | | |
| Operating activities: | | |
| Excess (deficiency) of revenue over expenses | $ 1,409,509 | $ (299,918) |
| Items not involving cash: | | |
| Unrealized gain on portfolio investments | (114,122) | (37,737) |
| Realized gain on portfolio investments | (33,179) | – |
| Dividend distribution reinvested | (21,942) | – |
| Unrealized gain on loans receivable | (125,752) | (4,633) |
| Unrealized gain on short term investments | (7,434) | – |
| Change in non-cash operating working capital: | | |
| Accounts receivable | (117,984) | 8,614 |
| Prepaid expenses | 344 | 13,470 |
| Other receivable | (175,055) | 1,908 |
| Accounts payable and accrued liabilities | 33,517 | 59,672 |
| Deferred revenue | – | (175,000) |
| | 847,902 | (433,624) |
| Financing activities: | | |
| Repayment of other loans payable | – | (71,215) |
| Proceeds from repayable contributions | 3,000,000 | 2,000,000 |
| | 3,000,000 | 1,928,785 |
| Investing activities: | | |
| Sale of short-term investment | – | 175,000 |
| Purchase of portfolio investments | (665,017) | (24,887) |
| Sale of portfolio investments | 665,017 | – |
| Advance of loans receivable | (50,000) | (767,156) |
| Advance of advances receivable | (3,000,000) | (2,000,000) |
| Collection of loans receivable | 710,000 | – |
| | (2,340,000) | (2,617,043) |
| Increase (decrease) in cash | 1,507,902 | (1,121,882) |
| Cash, beginning of year | 781,673 | 1,903,555 |
| Cash, end of year | $ 2,289,575 | $ 781,673 |

See accompanying notes to financial statements.

# OPPORTUNITY INTERNATIONAL CANADA/ OPPORTUNITÉ INTERNATIONALE CANADA

Notes to Financial Statements

Year ended June 30, 2026

Opportunity International Canada/Opportunité Internationale Canada (the "Organization") is a not-for-profit organization and is motivated by the call of Jesus to serve the poor through the development and advocacy of microfinance and financial literacy programs. The Organization, in conjunction with Opportunity International, provides microfinance services, including lending, savings, insurance and transformational training to people in need. Over the past decade, Opportunity International has grown to include numerous financial institutions and non-governmental organizations partners (the "Implementing Partners").

The Organization is incorporated without share capital. The Organization was previously incorporated under the Canada Corporations Act and was continued under the Canada Not-for-profit Corporations Act effective July 8, 2014. The Organization is registered under the Income Tax Act (Canada) (the "Act") effective January 1, 1998 and, as such, is exempt from Canadian income taxes and is able to issue donation receipts for income tax purposes under registration number 87751 6385 RR0001. In order to maintain its status as a registered charity under the Act, the Organization must meet certain requirements within the Act. In the opinion of management, these requirements have been met.

## 1. Significant accounting policies:

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

(a) Restricted fund accounting:

The Organization follows the restricted fund method of accounting for contributions. It ensures, as part of its fiduciary responsibilities, that all funds received with a restricted purpose are expended for the purpose for which they were provided.

(i) The unrestricted fund reports resources available for the Organization's general operating activities.

(ii) The restricted fund reports resources that are to be used for specific purposes, as specified by the donor. Donors may specify the identity of the particular geographical area of interest or the particular financial institution to be supported or invested in. The restricted fund reports designated donations and expenses associated with the programs in Latin America (Colombia, Dominican Republic, Haiti, Honduras, Nicaragua), Asia (India, Nepal, Bangladesh), and Africa (Malawi, Ghana, Uganda).

**1. Significant accounting policies (continued):**

The restricted fund also includes an operating reserve established to ensure the stability of the mission, programs, employment and ongoing operations of the Organization.

The restricted fund also includes the Robert Struthers Memorial Fund that consists of contributions that are required by the donor to be maintained by the Organization for a term of at least 20 years. Annually, the donor will provide direction to the Organization to distribute a minimum of 5% of the fund to support an Opportunity International development project.

(b) Revenue recognition:

Unrestricted contributions are recognized as revenue of the unrestricted fund in the period received or receivable, if the amounts can be reasonably estimated and collection is reasonably assured. All unrestricted contributions are considered to be available for general use unless specifically restricted by the donor.

Restricted contributions, including grants, are recognized as revenue of the appropriate restricted project fund when received or receivable, if the amounts can be reasonably estimated and collection is reasonably assured.

The recognition of gift in kind ("GIK") donations are valued at fair market value. GIK are recorded as revenue at the time the Organization takes possession or constructive title of the contributed goods.

Interest and investment income is recognized when earned.

(c) Volunteer services:

The efforts of volunteer workers are not reflected in the accompanying financial statements as no objective basis is available to measure the value of these services. However, a substantial number of volunteers have donated significant amounts of their time to the Organization.

**1. Significant accounting policies (continued):**

(d) Financial instruments:

Financial instruments are recorded at fair value on initial recognition. Equity instruments that are quoted in an active market are subsequently measured at fair value. All other financial instruments are subsequently recorded at cost or amortized cost, unless management has elected to carry the instruments at fair value. The Organization has not elected to carry any such financial 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.

Financial assets are assessed for impairment on an annual basis at the end of the period, if there are indicators of impairment. If there is an indicator of impairment, the Organization 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 Organization 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.

(e) Foreign currency:

Financial instruments held in currencies other than the Canadian dollar are translated at the rate of exchange prevailing at the statement of financial position date. Revenue and expenses denominated in foreign currencies are translated at the exchange rate prevailing at the transaction date. Foreign exchange gains and losses resulting from the translation of foreign currency transactions and balances are recognized in the statement of operations.

**1. Significant accounting policies (continued):**

(f) Allocation of expenses:

Expenses are recorded and reported by Canadian programs and Canadian management. Certain employees perform a combination of Canadian program, philanthropy and administrative activities; as a result, salaries are allocated based on time dedicated to the activity. Other Canadian management expenses including general and administrative expenses and philanthropy expenses have been allocated based on the level of benefit received by the Canadian programs and education and public awareness. Such allocations are reviewed annually, updated and applied on a prospective basis.

A percentage of restricted funds received are retained by the Organization to assist with philanthropy and other general and administrative expenses. This percentage is reviewed annually and applied on a prospective basis.

(g) Use of estimates:

The preparation of financial statements requires management to make estimates and assumptions that affect 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 revenue and expenses during the year. Actual results may vary from these estimates.

**2. Microfinance operations and expansion:**

The Organization enters into contracts for services with local Implementing Partners in various countries. Payments made under these contracts for services are allocated between four project support areas: infrastructure, staff training, operating expenses and seed funding for microfinance loan portfolios. In order to provide a degree of stewardship and monitoring over these contracts, the service payments advanced to the Implementing Partners to fund their microfinance loan portfolios may be refundable to the Organization on termination of the service contract.

**2. Microfinance operations and expansion (continued):**

It is the charitable purpose and business intent of the Organization to have the funds advanced to an Implementing Partner's microfinance loan portfolio remaining in the project country. Accordingly, it is the policy of the Organization to record service contract payments for all project support areas, including seed funding for microfinance loan portfolios, as an expense in the year the payments are advanced. As a result, no microfinance loan portfolio receivables from the Implementing Partners are included in the statement of financial position of the Organization.

The contract payments are included as expenses in microfinance operations and expansion in the statement of operations.

The commitments of the Organization outlined in the contracts are dependent upon the Organization receiving sufficient donor funds to meet any potential funding commitments, as well as being dependent on the project Implementing Partners meeting the benchmarks outlined in the contracts for services. As a result, due to the uncertainty of the Organization advancing funds to its Implementing Partners, no future commitments for contract service payments are included in the financial statements.

**3. Partnership with Global Affairs Canada ("GAC"):**

(a) Climate Resilient Livelihoods for Women in Northern Ghana (the "Climb Project"):

In 2025, the Organization entered into a contribution agreement with GAC for a project entitled the Climb Project. The agreement includes non-repayable contributions of up to $7,475,549, and conditionally repayable contributions of up to $5,000,000. The Climb Project aims to use a loan portfolio fund, in partnership with the local implementing partner, to mobilize private sector resources and expertise into climate-smart agriculture for women. In addition to responding to the needs of women farmers, the project will contribute to Canada's commitments to improving adaptation to climate change in Ghana.

**3. Partnership with Global Affairs Canada ("GAC") (continued):**

The Climb Project will be implemented over a five-year period in five regions of northern Ghana. As at June 30, 2026, the Organization received a total of $5,000,000 (2025 - $2,000,000) of conditionally repayable contributions. The repayable contributions were then advanced to the implementing partner. The balance of the repayable contributions and advances receivables are non-interest bearing. The final amount repayable to GAC is based on the Ghanaian Cedi foreign exchange rate when the funds are advanced to the implementing partner and subjected to other specific terms and conditions pursuant to the agreement. Repayment is scheduled to commence by March 31, 2030, and end by January 31, 2031, and the contribution agreement expires on March 31, 2031.

During the year, the Organization also received $2,143,443 (2025 - $749,595) of non-repayable contributions. As part of the agreement, the Organization is committed to contribute $566,373 (2025 - $375,000) to the Climb Project.

Included in restricted cash is $1,137,892 (2025 - $163,921) related to the Climb Project.

(b) We Care South Asia (the "WeCare Project"):

In 2025, the Organization entered into a contribution agreement with GAC for a project entitled the WeCare Project. The agreement includes contributions of up to $8,418,000. The WeCare Project aims to improve the health and resilience of vulnerable households, particularly women and girls, in India, Bangladesh, and Nepal. The WeCare Project ends on March 31, 2030.

For the year ended June 30, 2026, the Organization received $1,571,371 (2025 - $500,819) in contributions. As part of the agreement, the Organization is committed to contribute $1,208,882 (2025 - $1,038,500) to the WeCare Project.

Included in restricted cash is $140,556 (2025 - $99,631) related to the WeCare Project.

## 4. Investments:

(a) Short-term investment:

Short-term investment consists of one (2025 - one) cashable guaranteed investment certificate of $307,434 (2025 - $300,000), bearing interest at 2.2% (2025 - 2.7%) and a maturity date of March 22, 2027 (2025 - March 20, 2026).

(b) Long-term investment:

Long-term investments are carried at cost as there is no active market for these shares.

| | 2026 | 2025 |
|---|---|---|
| Opportunity Bank Uganda Limited ("OBUL"): | | |
| 13,128,117 shares in OBUL (2025 - 13,128,117) | $ 987,034 | $ 987,034 |
| Opportunity International Savings and Loans, Ltd. ("OISL"): | | |
| 11,794,670 shares in OISL (2025 - 11,794,670) | 784,955 | 784,955 |
| Cooperativa de Ahorro, Credito y Servicios Multiples Aspire, Inc. ("CoopASPIRE"): | | |
| 166,667 membership units in CoopASPIRE (2025 - 166,667) | 464,835 | 464,835 |
| | 2,236,824 | 2,236,824 |
| Less accumulated impairment losses | (592,643) | (655,742) |
| | $ 1,644,181 | $ 1,581,082 |

## 5. Portfolio investments, at fair market value:

| | 2026 | | 2025 | |
|---|---|---|---|---|
| | Cost value | Market value | Cost value | Market value |
| Mutual fund: | | | | |
| Balanced | $ 100,000 | $ 111,146 | $ 100,000 | $ 104,432 |
| Equity and alternatives: | | | | |
| Canadian equity | – | – | 172,886 | 228,009 |
| Global equity | – | – | 187,607 | 210,988 |
| Global alternatives | – | – | 28,242 | 30,013 |
| Fixed income: | | | | |
| Canadian | – | – | 57,553 | 60,691 |
| Global | – | – | 102,154 | 98,730 |
| Pooled fund: | | | | |
| Balanced | 686,656 | 727,861 | – | – |
| | $ 786,656 | $ 839,007 | $ 648,442 | $ 732,863 |

Included in portfolio investment is units purchased in a balanced mutual fund of $111,146 (2025 - $104,432) as part of the Robert Struthers Memorial Fund.

## 6. Other receivable:

Other receivable consists of amounts receivable from CoopASPIRE. The amounts are denominated in Dominican Pesos and are unsecured.

## 7. Loans receivable:

| | 2026 | 2025 |
|---|---|---|
| Instituto Para El Desarrollo Hondureno: | | |
| Unsecured loan receivable denominated in U.S. dollars, three-year term with no principal payments, interest at a rate of 3% and paid quarterly in U.S dollars, with balance due in December 2026 | $ 709,975 | $ 1,369,100 |
| Asociación de Oportunidad y Desarrollo Económico de Nicaragua: | | |
| Unsecured loan receivable denominated in U.S. dollars, five-year term with no principal payments, interest at a rate of 3% and paid semi-annually in U.S. dollars, with balance due in September 2028 | 1,613,750 | 1,515,116 |
| Provision for uncollectible loans receivable. Due to the current political uncertainty, management has recorded a provision against these loans | (353,923) | (341,250) |
| Sinapi Aba Trust: | | |
| Unsecured loan receivable denominated in U.S. dollars, three-year term with no principal payments, interest at a rate of 3% and paid quarterly in U.S. dollars, with balance due in January 2028 | 567,980 | 547,640 |
| Unsecured loan receivable denominated in U.S. dollars, three-year term with no principal payments, interest at a rate of 3% and paid semi-annually in U.S. dollars, with balance due in February 2029 | 141,995 | 136,910 |
| Unsecured loan receivable denominated in Ghanaian Cedis, two-year term with no principal payments, interest at a rate of 3% and paid semi-annually in Ghanaian Cedis, with balance due in June 2028 | 38,821 | 37,430 |
| Unsecured loan receivable denominated in Ghanaian Cedis, three-year term with no principal payments, interest at a rate of 3% and paid semi-annually in Ghanaian Cedis, with balance due in June 2027 | 84,393 | 81,370 |
| Unsecured loan receivable denominated in Ghanaian Cedis, five-year term with no principal payments, interest at a rate of 3% and paid semi-annually in Ghanaian Cedis, with balance due in June 2030 | 259,077 | 250,000 |
| | $ 3,062,068 | $ 3,596,316 |

## 8. Financial risks:

It is management's opinion that the Organization is exposed to the following risks in respect of certain financial instruments held. There has been no change in risk exposure from the prior year.

(a) Interest rate risk:

Interest rate risk is the risk that the fair value of financial instruments will fluctuate due to changes in market interest rates. The loans receivable from Implementing Partners are subject to interest rate risk as the interest rate associated with this loan is fixed while market interest rates can fluctuate. The Organization does not manage its exposure to this interest rate risk.

(b) Currency risk:

The Organization is exposed to foreign exchange risks arising from foreign currency-denominated financial instruments due to normal fluctuations in the prevailing exchange rate. In the normal course of operations, the Organization uses U.S. dollars as the denominated currency. As at June 30, 2026, the financial instruments denominated in U.S. dollars are as follows:

| | 2026 | 2025 |
|---|---|---|
| | (in U.S. dollars) | |
| Cash | $ 57,159 | $ 93,503 |
| Loans receivable | 1,890,791 | 2,565,725 |

In addition to the above, the Organization has loans receivable denominated in Ghanaian Cedi ("GHS") and other receivables denominated in Dominican Peso. As at June 30, 2026, loans receivable denominated in GHS totalled $5,382,290 (55,347,489 GHS) (2025 - $2,368,800 (25,311,668 GHS)); and other receivable balance denominated in Dominican Peso was $448,403 (19,203,131 Dominican Peso) (2025 - $275,327 (11,993,612 Dominican Peso)).

The Organization does not engage in hedging activities or use financial instruments to reduce its risk exposure.

**8. Financial risks (continued):**

(c) Credit risk:

The Organization is exposed to credit risk arising from the loans to Implementing Partners, due to the inherent higher degree of risk prevalent in lending to a foreign financial institution in a third world country whose business consists primarily in providing micro loans and savings products to the economic poor.

(d) Market risk:

Market risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market prices, whether those changes are caused by factors specific to the individual security, or its issuer, or factors affecting all securities traded in the market. It is management's opinion that the Organization is exposed to market risk with respect to its long-term investments and the loans receivable. There is uncertainty associated with the valuation of the shares due to the lack of a commercial market for these shares. Management believes the cost amounts of the loans receivable approximate their fair market value and the interest rate on the loans is the market interest rate. The Organization does not manage the market risk as it has invested in these shares and loans for the purpose of furthering the Opportunity International mission of providing micro loans and savings products to the economic poor.

(e) Liquidity risk:

The Organization is exposed to liquidity risk with respect to its long-term investments and the loans receivable. There is uncertainty associated with the commercial market for these shares and loans which may restrict the ability of the Organization to sell the shares and/or loans. The Organization does not manage the liquidity risk as it has invested in these shares and loans for the purpose of furthering the Opportunity International mission of providing micro loans and savings products to the economic poor.

## 9. Allocation of expenses:

A portion of Canadian management expenses including general and administrative and philanthropy activities have been allocated as follows:

| | 2026 | 2025 |
|---|---|---|
| Education and public awareness | $ 350,846 | $ 372,067 |
| Canadian programs: | | |
| Program monitoring and oversight | 280,908 | 297,831 |
| | $ 631,754 | $ 669,898 |

## 10. Comparative information:

Certain comparative information has been reclassified to conform with the financial statement presentation adopted in the current year.