



Report of the Independent Auditor on the Summary Financial Statements

To the Directors of The Lawson Foundation

Our opinion

In our opinion, the accompanying summary financial statements of The Lawson Foundation (the Entity) are a fair summary of the audited financial statements, on the basis described in note 1 to the summary financial statements.

The summary financial statements

The Entity's summary financial statements derived from the audited financial statements for the year ended December 31, 2018 comprise:

- the summary statement of financial position as at December 31, 2018;
- the summary statement of revenues and expenses for the year ended December 31, 2018; and
- the related notes to the summary financial statements.

The summary financial statements do not contain all the disclosures required by Canadian accounting standards for not-for-profit organizations. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon.

The audited financial statements and our report thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated April 11, 2019.

Management's responsibility for the summary financial statements

Management is responsible for the preparation of the summary financial statements on the basis described in note 1.

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"PwC" refers to PricewaterhouseCoopers LLP, an Ontario limited liability partnership.



Auditor's responsibility

Our responsibility is to express an opinion on whether the summary financial statements are a fair summary of the audited financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standard (CAS) 810, *Engagements to Report on Summary Financial Statements*.

PricewaterhouseCoopers LLP

Chartered Professional Accountants, Licensed Public Accountants

London, Ontario
April 11, 2019

The Lawson Foundation
Summarized Statement of Financial Position
As at December 31, 2018

| | 2018 \$ | 2017 \$ |
|--|--------------------|--------------------|
| Assets | | |
| Current assets | | |
| Cash, accounts receivable and prepaid expenses | 379,324 | 710,818 |
| Investments | 125,001,257 | 133,391,794 |
| Impact investments | 2,348,641 | 1,827,641 |
| Furniture and equipment | 192,742 | 192,083 |
| | <u>127,921,964</u> | <u>136,122,336</u> |
| Liabilities and Net Assets | | |
| Liabilities | | |
| Accounts payable and accrued liabilities | 269,459 | 454,470 |
| Net assets | | |
| Donated capital | 50,841,370 | 50,841,370 |
| Surplus | 76,811,135 | 84,826,496 |
| | <u>127,652,505</u> | <u>135,667,866</u> |
| | <u>127,921,964</u> | <u>136,122,336</u> |

Summarized Statement of Revenues and Expenses
For the year ended December 31, 2018

| | 2018 \$ | 2017 \$ |
|---|--------------------|------------------|
| Revenues | | |
| Realized and unrealized investment income | (278,951) | 9,318,244 |
| Contributions and trust distributions | 231,902 | 296,066 |
| | <u>(47,049)</u> | <u>9,614,310</u> |
| Expenses | | |
| Administration | 417,613 | 416,277 |
| Investment management and consulting | 974,580 | 924,497 |
| Compensation | 852,683 | 773,827 |
| | <u>2,244,876</u> | <u>2,114,601</u> |
| Expenses allocated to cost of grants and programming | <u>(1,005,115)</u> | <u>(916,095)</u> |
| (Deficiency) excess of revenues over expenses before grants and programming expenses | <u>(1,286,810)</u> | <u>8,415,804</u> |
| Grants distributed and programming expenses | | |
| Expenses allocated to the cost of grants and programming | 1,005,115 | 916,095 |
| Grants distributed | 5,190,621 | 5,293,550 |
| Expenses allocated to cost of grants | 532,815 | 454,856 |
| | <u>6,728,551</u> | <u>6,664,501</u> |
| (Deficiency) excess of revenues over expenses | <u>(8,015,361)</u> | <u>1,751,303</u> |

The Lawson Foundation

Notes to Financial Statements

December 31, 2018

1 Basis of summary financial statements

The accompanying summary financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations, with the exception of the exclusion of the statement of cash flows, statement of changes in net assets and related notes to the financial statements. The complete set of financial statements with audit report dated April 11, 2019 can be obtained from the Directors of The Lawson Foundation.

2 Comparative figures

Certain comparative figures have been reclassified to conform to the presentation adopted in the current year.