

Hellenic Community of Greater Montreal

**Financial Statements
June 30, 2025**

Hellenic Community of Greater Montreal

Financial Statements June 30, 2025

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Independent Auditor's Report

To the Directors of
Hellenic Community of Greater Montreal

Qualified Opinion

We have audited the financial statements of Hellenic Community of Greater Montreal (the Organization), which comprise the statement of financial position as at June 30, 2025, and the statements of operations, changes in fund balances and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at June 30, 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 organizations.

Basis for Qualified Opinion

In common with many not-for-profit organizations, the Organization derives certain of its revenue from donations, membership fees, dances and activities, and fundraising campaigns (the "Revenues"), the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these Revenues was limited to the amounts recorded in the records of the Organization and we were not able to determine whether any adjustments might be necessary to these Revenues, deficiency of revenues over expenses, cash flows from operations for the year ended June 30, 2025 and current assets and fund balances as at June 30, 2025. Our audit opinion on the financial statements for the year ended June 30, 2024 was modified because of the possible effects of this limitation in scope.

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 report. We are independent of the Organization 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 qualified audit opinion.

Emphasis of Matter - Material uncertainty related to going concern

We draw attention to Note 2 in the financial statements, which indicates that the Organization incurred a deficiency of revenues over expenses of \$1,558,726 during the year ended June 30, 2025 and, as of that date, the Organization's current liabilities exceeded its current assets by \$7,705,000. As stated in Note 2, these events or conditions, along with other matters as set forth in Note 2, indicate that a material uncertainty exists that may cast significant doubt on the Organization's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

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.

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In preparing the financial statements, management is responsible for assessing the Organization'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 Organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organization'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 these 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 Organization'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 Organization'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 Organization 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.

We 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.

Richter LLP¹

Montréal, Quebec
October 29, 2025

¹CPA auditor, public accountancy permit No. A118877

Hellenic Community of Greater Montreal

Statement of Financial Position As at June 30, 2025

	General fund \$	Socrates Démosthène fund \$	2025 Total \$	2024 Total \$
Assets				
Current				
Cash	-	89,169	89,169	65,823
Accounts receivable (note 6)	155,767	138,229	293,996	834,265
Accounts receivable - Socrates Démosthène fund (note 7)	4,356,642	-	-	-
Supplies	21,320	-	21,320	21,320
Prepaid expenses	61,072	-	61,072	43,792
	4,594,801	227,398	465,557	965,200
Internally restricted cash (note 8)	657,900	-	657,900	668,515
Property and equipment (note 9)	20,960,765	955,731	21,916,496	22,391,430
Deposits	-	10,567	10,567	1,850
	26,213,466	1,193,696	23,050,520	24,026,995

See accompanying notes

Approved on behalf of the board

_____, Director

_____, Director

Hellenic Community of Greater Montreal

Statement of Financial Position As at June 30, 2025

	General fund \$	Socrates Démosthène fund \$	2025 Total \$	2024 Total \$
Liabilities				
Current				
Bank indebtedness (note 10)	1,713,457	-	1,713,457	165,221
Accounts payable and accrued liabilities (note 11)	767,523	1,527,015	2,294,538	2,557,678
Accounts payable - General fund (note 7)	-	4,356,642	-	-
Deferred revenues	198,786	238,400	437,186	423,232
Current portion of long-term debt (note 12)	3,725,376	-	3,725,375	4,310,928
	6,405,142	6,122,057	8,170,556	7,457,059
Deferred revenue - emphyteutic lease	895,667	-	895,667	927,345
Deferred capital contributions	134,762	-	134,762	234,331
	7,435,571	6,122,057	9,200,985	8,618,735
Fund balances				
Unrestricted	18,777,895	(4,928,361)	13,849,534	15,408,260
	26,213,466	1,193,696	23,050,519	24,026,995

See accompanying notes

Hellenic Community of Greater Montreal

Statement of Changes in Fund Balances For the Year Ended June 30, 2025

	General fund \$	Socrates Démosthène fund \$	2025 Total \$
Balance - beginning of year	19,188,013	(3,779,753)	15,408,260
Deficiency of revenues over expenses	(1,517,386)	(41,340)	(1,558,726)
Interfund transfer of rent	1,107,268	(1,107,268)	-
Balance - end of year	18,777,895	(4,928,361)	13,849,534

	General fund \$	Socrates Démosthène fund \$	2024 Total \$
Balance - beginning of year	20,034,701	(2,232,036)	17,802,665
Deficiency of revenues over expenses	(1,953,956)	(440,449)	(2,394,405)
Interfund transfer of rent	1,107,268	(1,107,268)	-
Balance - end of year	19,188,013	(3,779,753)	15,408,260

See accompanying notes

Hellenic Community of Greater Montreal

Statement of Operations For the Year Ended June 30, 2025

	General fund \$	Socrates Démosthène fund \$	2025 Total \$	2024 Total \$
Revenues				
Advertising and calendar	17,145	-	17,145	14,335
Churches, including donations	1,792,719	-	1,792,719	1,639,050
Dances and activities	155,568	308,173	463,741	330,774
Donations	170,714	107,048	277,762	62,293
Festival	418,002	-	418,002	283,445
Fundraising campaigns	241,267	285,908	527,175	261,748
Membership fees	173,743	-	173,743	81,653
Rental	779,859	-	779,859	745,216
School fees	401,887	6,201,714	6,603,601	6,540,467
Athletic department	141,739	-	141,739	161,197
Grants (note 13)	427,334	5,315,910	5,743,244	6,013,931
Other	81,377	4,334	85,711	154,400
Amortization of deferred capital contributions	99,569	-	99,569	99,569
Amortization of emphyteutic lease	31,678	-	31,678	31,678
Rental income - Foyer Hellénique pour personnes âgées (FHPA)	810,620	-	810,620	805,955
	5,743,221	12,223,087	17,966,308	17,225,711

Hellenic Community of Greater Montreal

Statement of Operations For the Year Ended June 30, 2025

	General fund \$	Socrates Démosthène fund \$	2025 Total \$	2024 Total \$
Operating expenses				
Advertising, general supplies and texts	484	28,843	29,327	31,216
Churches	1,972,861	-	1,972,861	1,905,491
Operating expenses - Foyer Hellénique pour personnes âgées (FHPA)	666,522	-	666,522	521,380
Bussing	-	655,444	655,444	873,319
Computer software and maintenance	25,146	272,655	297,801	257,455
Dances and activities	315,011	304,598	619,609	501,901
Donations and other contributions	12,673	-	12,673	86,763
Athletics department	419,587	-	419,587	436,473
Electricity	149,923	231,980	381,903	358,989
Festival	291,896	-	291,896	198,159
Fundraising campaign fees	91,480	-	91,480	85,872
General and administrative	39,280	64,114	103,394	95,714
Insurance	43,289	219,123	262,412	293,695
Janitorial and cleaning	35,595	489,801	525,396	518,328
Maintenance and repairs	110,885	177,136	288,021	271,880
Office supplies and postage	40,596	-	40,596	32,587
Pedagogical materials and texts	46,570	110,878	157,448	174,788
Professional and consulting fees	177,137	146,171	323,308	354,938
Salaries and benefits	1,519,972	9,225,310	10,745,282	10,495,788
Retroactive salaries and benefits (note 11)	-	-	-	574,804
Telephone	14,210	15,816	30,026	35,776
Travel and transportation	35,838	-	35,838	33,755
Interest and bank charges (note 14)	184,171	119,684	303,855	144,296
Interest on long-term debt	224,338	-	224,338	325,719
Amortization of property and equipment	683,900	202,874	886,774	851,787
Amortization of property and equipment - FHPA	159,243	-	159,243	159,243
	7,260,607	12,264,427	19,525,034	19,620,116
Deficiency of revenues over expenses	(1,517,386)	(41,340)	(1,558,726)	(2,394,405)

See accompanying notes

Hellenic Community of Greater Montreal

Statement of Cash Flows For the Year Ended June 30, 2025

	2025 \$	2024 \$
Operating activities		
Deficiency of revenues over expenses	(1,558,726)	(2,394,405)
Amortization of property and equipment	1,046,017	1,011,030
Amortization of deferred capital contributions	(99,569)	(99,569)
Amortization of emphyteutic lease	(31,678)	(31,678)
	(643,956)	(1,514,622)
Net change in non-cash working capital items	265,088	385,932
	(378,868)	(1,128,690)
Investing activities		
Additions of property and equipment	(571,084)	(160,063)
Decrease (increase) in cash - restricted	10,615	(23,232)
	(560,469)	(183,295)
Financing activities		
Change in bank indebtedness	1,548,236	165,221
Repayments of long-term debt	(585,553)	(442,106)
	962,683	(276,885)
Increase (decrease) in cash	23,346	(1,588,870)
Cash - beginning of year	65,823	1,654,693
Cash - end of year	89,169	65,823

See accompanying notes

Hellenic Community of Greater Montreal

Notes to Financial Statements June 30, 2025

1. Governing statutes and purposes of the Organization

The purpose of the Organization is to ensure the progress of the culture of the population of Greek origin in the Greater Montreal Area. This is accomplished by providing elementary and secondary education, maintaining Greek Orthodox churches, and offering social and recreational activities. The Organization is a legal person and not-for-profit organization duly organized and existing under Part III of the Companies Act (Québec) and is a registered charity under the Income Tax Act (Canada).

2. Material going concern uncertainty

The Organization has suffered a deficiency of revenues over expenses of \$1,558,726 during the year ended June 30, 2025, and a negative working capital balance of \$7,705,000 as at June 30, 2025, while certain covenants related to the credit facilities were not met as at June 30, 2025. The lender has not as yet waived these breaches and, while the lender has not indicated an intention to demand payment of its loan, this debt has been classified as a current liability in the accompanying statement of financial position.

The Organization's ability to continue as a going concern is dependant upon its ability to significantly reduce its operating losses in the future and to generate cash flows to meet its required debt repayments and commitments. It is also dependent on the continued support of its banker and the Ministère de l'Éducation, et de l'Enseignement supérieur in order to fund its activities.

These financial statements have been prepared on the going concern basis, which presumes that the Organization will be able to realize its assets and discharge its liabilities in the normal course of operation.

3. Change in accounting policy

On July 1, 2024, the Organization adopted the new AcG-20, Customer's Accounting for Cloud Computing Arrangements, which provides indications on the accounting treatment for expenses related to a customer's cloud computing arrangement and on the matter of whether there is a software intangible asset in the arrangement.

Previously, at the inception of the cloud computing arrangement, the Organization allocated the consideration of the arrangement to all of the significant separable elements. It has elected to apply the permitted simplification measure for recognizing expenses related to arrangements within the scope of AcG-20. These expenses must be treated as the supply of services and recognized as expenses when the Organization receives the services in question. These expenses are included in the computer software and maintenance caption in the statement of operations.

The Organization recognizes a prepayment as an asset when payments for goods and services are made in advance. Implementation costs were and continue to be expensed as incurred.

The Organization applied the modifications retrospectively, in accordance with Section 1506, Accounting Changes, and the provisions set out under AcG-20. This amendment had no impact on the financial statements except for the disclosure in the significant accounting policies.

Hellenic Community of Greater Montreal

Notes to Financial Statements June 30, 2025

4. Services Sociaux Helléniques du Québec

The General fund includes the operations of Services Sociaux Helléniques du Québec ("SSHQ"). SSHQ is operated as a separate division within the Organization. The statement of financial position and statement of operations include approximately assets of \$227,000 (2024 - \$136,000), liabilities of \$22,000 (2024 - \$27,000), revenues of \$276,000 (2024 - \$170,000) and operating expenses of \$209,000 (2024 - \$169,000).

5. Significant accounting policies

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. The Organization also applies the Canadian accounting standards for private enterprises to the extent that these standards address topics not addressed in Canadian accounting standards for not-for-profit organizations.

Fund accounting

Assets, liabilities, revenues and expenses relating to administration, community centers, churches, educational activities and social activities are reported in the General fund.

Assets, liabilities, revenues and expenses relating to Socrates and Démosthène school activities are reported in the Socrates Démosthène fund.

Revenue recognition

The Organization follows the deferral method of accounting for contributions.

Restricted contributions, including government grants are recognized as revenue in the appropriate fund for the year in which the related expenses are incurred. Unrestricted contributions, including government grants are recognized as revenue in the appropriate fund when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

On October 2, 2002, the Organization entered into an emphyteutic lease, in which the Organization leased a piece of land it owns to a construction promoter. Ownership of property constructed on this land will be transferred to the Organization at the end of the lease, in 51 years, being October 2, 2053. The payment received in the initial year of the emphyteutic lease is being deferred and amortized on a straight-line basis over 51 years, the lease term.

Deferred capital contributions represent restricted contributions used to acquire property. These contributions are recognized in income on the same basis as the related property is being amortized.

Rental income is recorded on a straight line basis over the term of the lease.

School fees and revenue from school activities are recognized when school services are provided. Education grants related to operating programs are recorded as revenue when the related expenses are incurred. Revenues received in advance are deferred and recognized over the arrangement period on a straight line basis.

Hellenic Community of Greater Montreal

Notes to Financial Statements June 30, 2025

5. Significant accounting policies (continued)

Revenue recognition (continued)

Except for government grants, donation and fundraising originate mostly from individuals.

Restricted contributions are deferred and recognized as revenue in the same period or periods as the related expenses are recognized.

Property and equipment

Property and equipment are accounted for at cost. Amortization is calculated over their respectful useful lives using the straight-line method over the following periods:

	Periods
Buildings and churches	40 years
Leasehold improvements	10 years
Furniture and equipment	5 years

Artworks, comprised of religious icons, are not amortized.

Long-lived assets

The Organization tests long-lived assets for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. Recoverability is assessed by comparing the carrying amount to the estimated undiscounted future net cash flows the long-lived assets are expected to generate, through their direct use and eventual disposition. When a test for impairment indicates that the carrying amount of an asset is not recoverable, an impairment loss is recognized to the extent carrying value exceeds its fair value.

Contributed services

Volunteers contribute numerous hours per year to assist the Organization in carrying out its service delivery activities. Due to the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

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 amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting periods. Actual results could differ from those estimates.

Income taxes

The Organization is a not-for-profit organization and is exempt from income taxes.

Hellenic Community of Greater Montreal

Notes to Financial Statements

June 30, 2025

5. Significant accounting policies (continued)

Defined contribution pension plan

The Organization also participates in a multi-employer defined contribution plan on behalf of certain members of its clergy. Contributions paid are expensed when incurred.

Government assistance

Government assistance related to current expenses, in particular those related to salaries, are recognized as revenues whereby the subsidies are credited to the related revenues when the related expenditures are incurred, provided there is reasonable assurance that the Organization has complied and will continue to comply with all the conditions.

Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Financial instruments

The Organization initially measures its financial assets and liabilities originated or exchanged in arm's length transactions at fair value. Financial assets and liabilities originated or exchanged in related party transactions, except for those that involve parties whose sole relationship with the Organization is in the capacity of management, are initially measured at cost.

The cost of a financial instrument in a related party transaction depends on whether the instrument has repayment terms. If it does, the cost is determined using its undiscounted cash flows, excluding interest and dividend payments, less any impairment losses previously recognized by the transferor. Otherwise, the cost is determined using the consideration transferred or received by the Organization in the transaction.

The Organization subsequently measures all its financial assets and liabilities at amortized cost.

Transaction costs related to financial instruments subsequently measured at fair value or to those originated or exchanged in a related party transaction are recognized in income in the period incurred. Transaction costs related to financial instruments originated or exchanged in an arm's length transaction that are subsequently measured at cost or amortized cost are recognized in the original cost of the instrument. When the instrument is measured at amortized cost, the transaction costs are then recognized in income over the life of the instrument using the straight-line method.

Hellenic Community of Greater Montreal

Notes to Financial Statements June 30, 2025

5. Significant accounting policies (continued)

Financial instruments (continued)

Financial assets subsequently measured at cost or amortized cost are tested for impairment when there are indicators of possible impairment. Any impairment loss is recognized in deficiency of revenues over expenses. The previously recognized impairment loss may subsequently be reversed to a maximum of the cost or amortized cost that would have been reported at the date of the reversal had the impairment not been recognized previously.

Cloud computing arrangements

At the inception of the cloud computing arrangement with a supplier, the Organization allocates the consideration of the arrangement to all of the significant separable elements based on their specific sales price. To account for expenditures in a cloud computing arrangement that fall within the scope of AcG-20, Customer's Accounting for Cloud Computing Arrangements, the Organization has opted for the simplification approach. Such expenditures shall be treated as the supply of services and recognized as an expenditure when the Organization receives such services. These expenditures are shown under the computer software and maintenance caption in the statement of operations. The Organization recognizes a prepayment as an asset when payment for services has been made in advance of the entity receiving those services. Expenditures related to implementation activities are expenses as incurred.

The amount expensed in connection with these arrangements totals \$63,000 in 2025.

6. Accounts receivable

	2025 \$	2024 \$
Accounts receivable	227,763	245,501
Allowance for doubtful accounts	(41,575)	(41,575)
Government remittances	101,638	79,284
Government grant receivable	6,170	551,055
	293,996	834,265

Included in accounts receivable is approximately \$90,000 (2024 - \$185,000) relating to amounts due for school fees.

7. Interfund balance

Amounts owing between the General fund and the Socrate Démosthène fund are non-interest bearing and are due on demand.

Hellenic Community of Greater Montreal

Notes to Financial Statements June 30, 2025

8. Internally restricted cash

As at June 30, 2025, certain funds were held for the specific purpose of meeting the capital expenditures and repairs and maintenance of the individual churches as well as with respect to a rental property, social services or for fundraising activities.

9. Property and equipment

	Cost \$	Accumulated amortization \$	2025 Net book value \$	2024 Net book value \$
Land	7,772,297	-	7,772,297	7,772,297
Buildings and churches	31,543,427	18,772,976	12,770,451	13,480,616
Furniture and equipment	2,350,066	1,251,641	1,098,425	786,586
Leasehold improvements	2,924,657	2,805,980	118,677	221,611
Artworks	156,646	-	156,646	130,320
	44,747,093	22,830,597	21,916,496	22,391,430

10. Credit facility

The Organization has an available operating demand loan facility in the amount of \$2,000,000, bearing interest at the bank's prime rate plus 2% per annum and a corporate card account for the amount of \$150,000. The credit facilities are secured by a first ranking hypothec on all moveable property for an amount of \$8,500,000 plus an additional 20% and a first ranking immovable hypothec on immovable properties. As at June 30, 2025, the amount outstanding under the operating demand loan facility is approximately \$1,900,000 (2024 - \$279,000).

Subsequent to year-end, the Organization amended its bank agreement to temporarily increase the maximum amount of the operating demand loan facility to \$2,750,000 from July 1 to August 16, 2025, and to \$2,300,000 from August 17 to September 30, 2025.

11. Accounts payable and accrued liabilities

	2025 \$	2024 \$
Accounts payable and accrued liabilities	2,294,538	2,557,678

Per government directives from the public sector as it relates to the Organization's collective agreement, included in accounts payable and accrued liabilities is an amount of approximately \$Nil (2024 - \$600,000) relating to the increases in salaries for retroactive pay for the teachers. The amount has been fully paid in the year ending June 30, 2025.

Hellenic Community of Greater Montreal

Notes to Financial Statements June 30, 2025

12. Long-term debt

	2025 \$	2024 \$
Non-revolving demand loan, bearing interest at the banks's prime rate plus 0.5% per annum, repayable in 114 monthly instalments of \$16,533 plus interest, and maturing on May 31, 2032	1,372,228	1,570,620
Non-revolving demand loan, bearing interest at the banks's prime rate plus 0.5% per annum, repayable in 84 monthly instalments of \$27,557 plus interest, and maturing on November 30, 2029	1,460,521	1,818,762
Term loan, repayable in 300 monthly instalments of \$4,889, bearing interest at a fixed rate of 3.28% per annum, maturing on May 31, 2046	892,626	921,546
	3,725,375	4,310,928
Current portion of long-term debt	3,725,375	4,310,928
	-	-

The long-term debt is secured by a first ranking hypothec on all moveable property for an amount of \$8,500,000 plus an additional 20%, and a first ranking immovable hypothec on immovable properties.

The long-term debt and credit facilities (described above and in note 10) are subject to certain financial and non-financial covenants. As at June 30, 2025, certain covenants were not met. Since the bank did not release a waiver to these breaches, the outstanding long term debt is shown in full as a current liability as they are repayable on demand even though their repayment terms are currently being made over their respective long-term amortization periods.

Principal repayments, as per terms of the debt agreement, are due approximately as follows:

	\$
2026	559,000
2027	560,000
2028	561,000
2029	562,000
2030	370,000
Thereafter	1,113,000

Hellenic Community of Greater Montreal

Notes to Financial Statements June 30, 2025

13. Grants

The following grants were recorded in income:

	2025 \$	2024 \$
General fund		
Federal government	120,118	97,277
Canada Mortgage and Housing Corporation ("CMHC")	28,698	28,102
Provincial Ministry of Health and Social Services	264,673	228,987
Other	13,845	-
	427,334	354,366
Socrates Démosthène fund		
MEES	5,315,910	5,659,565
Total grants	5,743,244	6,013,931

14. Interest and bank charges

	2025 \$	2024 \$
Interest on credit facility	150,601	23,631
Bank and payroll charges	39,414	44,915
Credit card charges	113,840	75,750
Total interest and bank charges	303,855	144,296

Hellenic Community of Greater Montreal

Notes to Financial Statements June 30, 2025

15. 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 as at the balance sheet date.

Credit risk

Credit risk is the risk that one party to a financial asset will cause a financial loss for the Organization by failing to discharge an obligation. The Organization's credit risk is mainly related to accounts receivable.

The Organization's maximum credit risk is the carrying value of those accounts receivable. The Organization mitigates this risk by dealing only with what management believes to be financially sound counterparties and, accordingly does not anticipate significant loss for non-performance.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Organization is exposed to interest rate risk on its fixed-interest and variable-interest financial instruments. Fixed-interest instruments subject the Organization to a fair value risk while the variable-interest instruments subject it to a cash flow risk.

Liquidity risk

Liquidity risk is the risk the Organization will have difficulty in meeting obligations associated with financial liabilities. The Organization's liquidity risk is mainly related to the credit facility, as well as accounts payable and accrued liabilities. The Organization controls liquidity risk by managing working capital, cash flows and the availability of the credit facility, however the risk is elevated given the significant deficiency of revenues over operating expenses in the year ended June 30, 2025 and the fact that the bank covenants were not met as at June 30, 2025.