



Canadian Charolais Association

2025 Annual Report

June 19, 2026

Truro, NS

Board of Directors

2025-2026

President

Ryan Nesbitt
Nestleton, ON

Vice President

Josh Taylor
Dunsford, ON

2nd Vice President

Dennis Serhienko
Maymont, SK

Past President

Shawn Airey
Rivers, MB

Darwin Rosso
Moose Jaw, SK

Josh Redden
Windsor, NS

Michael Hunter
Roblin, MB

Rod McLeod
Cochrane, AB

Travis Foot
Esther, AB

Kyle O'Neill
Innisfail, AB

Armand Roy
St Bernard Lacolle, QC

Staff & Consultants

Craig Scott
General Manager

Lois Chivilo
DNA

Kim Meagher
Registry & Membership

Cassidy Chalack
Communications

Michael Brooks
CCA Registry System
& Software Support

Rita Ricioppo
Bookkeeping

Sean McGrath
Breed Improvement
Consulting/Ranching
Systems LTD

I Smart Consulting
Ian Yin
Network Support

President's Report

Ryan Nesbitt

Welcome to the 2026 Annual General Meeting of the Canadian Charolais Association. It is truly a pleasure to gather here on the beautiful East Coast of our great country. On behalf of the Association, I would like to extend a sincere thank you to our Atlantic members for hosting this year's event and for their exceptional hospitality. Your warm welcome and generosity have made this gathering especially memorable for those who have travelled from across Canada to be here.

The past year has been another active and productive one for the CCA. Our transition into the new office location in Airdrie marks an exciting step forward for the Association. The space has quickly become a modern and functional home for the Charolais breed, designed to better serve both staff and membership. I would like to recognize and thank Craig, Kimberly, Cassidy and Lois for their dedication and hard work throughout this process and for their continued commitment to providing efficient, professional service to our members.

Our committees have remained highly engaged, advancing important initiatives across key areas including breed improvement, promotion and advertising, youth programming, and commercial market development. These efforts are vital to the continued strength and relevance of our breed in an ever-evolving industry. I would also like to extend my appreciation to all board and committee members. Your time, insight, and leadership are invaluable, and it has been a privilege to work alongside such a dedicated group of individuals who are passionate about moving the Canadian Charolais Association forward in the best interests of its membership.

It is, without question, a remarkable time to be involved in the beef industry. Strong market conditions in the commercial sector continue to create optimism and opportunity across the country. For those of us in the Charolais seedstock business, we are witnessing unprecedented demand for the high-quality genetics that Canadian producers are known for. This demand speaks volumes about the reputation our members have built through years of dedication to excellence in breeding, performance, and customer service.

I would like to commend all members for their outstanding efforts in representing the Charolais breed at events, shows, and sales throughout the past year. Your commitment to promotion, often requiring significant time, travel, and effort, does not go unnoticed. The success achieved across the country in 2025 is a direct reflection of your hard work, and it continues to strengthen the position of Charolais cattle within the Canadian beef industry and beyond.

As we look ahead, we must remain focused on innovation, collaboration, and maintaining the high standards that define our breed. By continuing to invest in genetic improvement, engage the next generation of producers, and respond to the needs of the commercial sector, we can ensure a strong and sustainable future for the Canadian Charolais Association.

Thank you again for your commitment, your passion, and your continued support of the CCA. I wish you all a productive and enjoyable Annual General Meeting.

General Manager's Report

Craig Scott

The Canadian Charolais breed continued to build momentum across the beef industry in 2025, reinforcing its position as one of the most influential and profitable terminal sire breeds in Canada. Strong commercial demand, rising bull sale averages, advancements in genetic evaluation, and expanding youth participation highlighted another successful year for the Canadian Charolais sector.

One of the major themes of 2025 was the continued strength of the purebred and commercial Charolais market. Demand for performance-oriented cattle remained exceptionally high as commercial cattlemen pursued genetics capable of adding pounds, feed efficiency, and carcass value. Reports from the Canadian Charolais Association indicated that membership numbers and Whole Herd Enrollment participation remained strong, while sale averages continued to trend upward following the record-setting momentum seen in 2024.

The breed also benefited from the success of the joint genetic evaluation program between the Canadian and American Charolais associations. This collaborative initiative has improved the accuracy and consistency of EPDs, helping breeders make more informed selection decisions and strengthening the international exchange of genetics between Canada and the United States.

Innovation in genomic technology was another important development during 2025. The Canadian Charolais Association partnered with industry organizations and research groups on projects focused on genomic heifer selection tools. These initiatives aim to improve reproductive efficiency, maternal performance, and profitability for commercial cow-calf producers. Research investments into genomic testing and data collection continue to position the Charolais breed at the forefront of science-based beef production.

Youth development remained a major strength of the Charolais breed in Canada. The Canadian Charolais Youth Association (CCYA) prepared for another successful National Conference and Show, held in Stettler, Alberta, in July 2025. The annual event continues to attract junior members from across the country and is widely regarded as one of Canada's premier youth beef cattle events helping to develop future leaders within the beef industry.

Across Canada, provincial associations and major Charolais events also experienced strong support. Canadian Western Agribition once again served as a key showcase for elite Charolais genetics through the National Charolais Show and the Saskatchewan Charolais Association's "Players Club" futurity. These events continue to generate excitement and commercial interest around high-performance Charolais cattle.

The Charolais breed's influence on the commercial cattle industry also remained highly visible throughout 2025. Charolais-influenced feeder cattle continued to command attention because of their added growth performance, feedlot efficiency, and superior carcass yield. As feedlots and packers increasingly focus on pounds and red meat yield, Charolais genetics remain well positioned to deliver profitability throughout the beef supply chain.

Overall, 2025 was another progressive and successful year for the Canadian Charolais industry. Strong markets, genetic advancement, youth engagement, and commercial acceptance all contributed to the continued growth and relevance of the breed. With ongoing investments in research, data collection, and breeder education, the future of the Canadian Charolais breed appears exceptionally bright.

Canadian Charolais Association

Meeting Minutes from the 2024 Annual General Meeting

June 13th, 2025 | 2pm EST | Quebec City

Meeting called to order at 1:58pm EST by President, Shawn Airey

Opening remarks from the CCA President, Shawn Airey

- Minutes taken by Cassidy Chalack

Approval of Agenda – Kelly Howe made a motion to approve the agenda as read.

Seconded – Mark Frost

All in favor, none opposed, motion carried.

Approval of Minutes from 2023 Annual General Meeting – Jeralyn Rassmussen made a motion to adopt the minutes as circulated.

Seconded – Keith Black

All in favor, none opposed, motion carried.

Voting Procedures – Appointment of Parliamentarian and Scrutineer

- Michael hunter made a motion to appoint:
 - Parliamentarian: Helge By
 - Scrutineers: Dale Black & Candace By
 - Seconded: Kyle O'Neill
- All in favor, none opposed, motion carried.

First Call for Nominations

Josh Taylor presented the 3 Positions up for nominations: Alberta, Quebec, and Director at Large

- **Alberta – Alberta charolais association nominated Rod McLeod**
 - **Verbal Acceptance on Rod McLeod's behalf**
- **Quebec – Mark Frost nominated Armond Roy**
 - **Armond Roy accepts**
- **Director at large – Kurtis black nominated josh Taylor**
 - **Josh Taylor accepts**

2024 Association Reports

- President's Message – Shawn gave brief presidential report.
- CCA Office – Craig Scott gave a brief report on the staff, the office, and the potential building.
 - He mentioned that our building was a great sale, and we moved the office to Airdrie, AB. The CCA listed the original Calgary office for 1.9 million and ended up selling for 2 million (above asking price).
 - The new condo we moved into had renos done and is quite smaller but is more functional to suite our office needs.

Second Call for Nominations

- **No new nominations called.**

Committee Reports

- Financials including MNP Consolidated Financial Statements
 - Shawn Airey introduced the MNP representative attending – Robert Lundago. Keeleen Tait submitted a virtual video to oversee the financial report.

MOTION: To approve the MNP financial report as read.

Made by: Helge By

Seconded: Mark Oram

All in favor, none opposed, motion carried.

MOTION: To retain MNP as the financial auditors for 2024.

Made by: Josh Taylor

Seconded: Keith Black

All in favor, none opposed, motion carried

Breed Improvement

- Craig Scott presented the Breed improvement on Dennis Serhienkos behalf. He noted that Neogen is our continued only option however the board continues to research new labs. Our last GPA program occurred in 2024 on 10% of the females enrolled – less than 40% of eligible female were testes.
- The board changed the Progressive Ataxia tests to become public on any animals that are carriers. Uptake was well received, and numbers are still respectable on the true number of carriers.
- The board voted to expand the EPD's this past fall. This includes feet and leg score, docility, udder scores, calf vigour, etc. This is a joint project with the American Charolais Association.
- Canadian Charolais, Canadian Angus and Canadian Hereford have announced a joint project to genotype commercial calves and sire verify them to be able to track their growth. In retaining this data and information it will improve our carcass data and validate some EPD's. The cost of this project is very low.

Ad & Promo

- Ryan Nesbitt presented the ad & promo committee report. The main target of our committee is focusing on ad development and utilizing the Cattlemen's Ad. We also advertise in multiple regional magazines and books. We utilize our Facebook to broadcast the fall show results and have recently updated our website to be more mobile friendly.
- Canada hosted the World Congress this past year and the committee spent some additional money on swag.
- We also utilize e-blasts to notify members of current ongoings, events, dates & deadlines.

Market Development

- Armond Roy read the Market Development as circulated to the members.

Education, Youth and Export & Canadian Charolais Youth Association

- Darwin Rosso read the EYE committee Development as circulated to the members.

MOTION: Adopt the committee reports as read.

Made by: Kelly Howe

Seconded: Murray Blake

All in favor, none opposed, motion carried.

Last Call for Nominations

No more nominations came forward.

MOTION: Motion for nominations to cease.

Made by: Marina Rasmussen

Seconded: Mark Frost

All in favor, none opposed, motion carried.

Director Nominees

- Josh Taylor introduced himself as Director at Large.
- Armond Roy introduced himself as Quebec Director.
- Mike Panischuk introduced Rod McLeod on his behalf.

Election of Directors

No election required.

2024 Provincial Association Reports

Ratify Actions of the Board Directors

MOTION: to ratify the actions of the board

Made By: Mark Frost

Seconded: Jeralyn Rasmussen

All in favor, none opposed, motion carried.

New Business

- Candace invited everyone to Charolais World Conference heading to Australia in 2026. The world technical will be in New Zealand as well.
- Craig Scott presented a thank you to Helge and Candace By for their time and commitment as they fully retire.
- No additional Business

Adjournment - MOTION: Keith black motioned to adjourn the meeting at 3:09 pm EST

To the Members of Canadian Charolais Association:

We have reviewed the accompanying consolidated financial statements of Canadian Charolais Association (the "Association") which comprise the consolidated statement of financial position as at December 31, 2025, and the consolidated statement of operations and changes in net assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated 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 consolidated 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 consolidated 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 Association, 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 consolidated financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the consolidated financial statements do not present fairly, in all material respects, the financial position of Canadian Charolais Association 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 organizations.

Edmonton, Alberta

April 22, 2026



Chartered Professional Accountants

Canadian Charolais Association

Consolidated Statement of Financial Position

As at December 31, 2025

	2025	2024
Assets		
Current		
Cash	25,361	64,805
Marketable securities (Note 3)	3,212,564	1,962,806
Accounts receivable (Note 4)	17,059	16,340
Prepaid expenses and deposits	13,257	72,149
	3,268,241	2,116,100
Capital assets (Note 5)	646,675	135,796
Restricted investments (Note 3), (Note 6)	96,753	84,363
	4,011,669	2,336,259
Liabilities		
Current		
Accounts payable and accruals	157,998	207,329
Member deposits	35,035	14,566
Deferred revenue	210	2,237
	193,243	224,132
Deferred contributions (Note 6)	96,753	84,363
	289,996	308,495
Net Assets	3,721,673	2,027,764
	4,011,669	2,336,259

Approved on behalf of the Council

e-Signed by Craig Scott

2026-04-22 12:35:53 MDT

Director

Director

The accompanying notes are an integral part of these consolidated financial statements

Canadian Charolais Association

Consolidated Statement of Operations and Changes in Net Assets

For the year ended December 31, 2025

	2025	2024
Revenue		
Female enrollment	684,904	659,836
DNA and miscellaneous	264,368	250,535
Memberships	39,519	38,817
Transfers and registrations	28,874	21,812
Grant revenue	15,585	6,462
Rental income	-	20,796
	1,033,250	998,258
Expenses		
DNA	291,985	229,113
Salaries and benefits	283,433	304,139
Breed improvement	151,275	121,248
Office supplies and computer	107,335	82,946
Advertising and promotion	106,621	112,786
Travel	100,483	81,717
Amortization	40,678	14,334
Professional fees	22,776	15,000
Building repairs and operations	18,505	52,418
Postage	17,386	12,782
Consulting	10,560	10,560
Telephone	8,555	6,106
Insurance	7,766	15,894
Property tax	5,761	20,552
Bank charges and interest	5,255	2,172
Membership fees	4,308	10,411
Contracted services	1,838	9,795
Bad debts	53	1,404
	1,184,573	1,103,377
Deficiency of revenue over expenses before other items	(151,323)	(105,119)
Other items		
Gain on disposal of capital assets	1,778,703	-
Investment income	59,318	25,896
Unrealized gain on investments	7,211	121,315
	1,845,232	147,211
Excess of revenue over expenses	1,693,909	42,092
Net assets, beginning of year	2,027,764	1,985,672
Net assets, end of year	3,721,673	2,027,764

The accompanying notes are an integral part of these consolidated financial statements

Canadian Charolais Association Consolidated Statement of Cash Flows

For the year ended December 31, 2025

	2025	2024
Cash provided by (used for) the following activities		
Operating		
Excess of revenue over expenses	1,693,909	42,092
Amortization	40,678	14,334
Bad debts	53	1,404
Unrealized gain on investments	(7,211)	(121,315)
Gain on disposal of capital assets	(1,778,703)	-
	(51,274)	(63,485)
Changes in working capital accounts		
Accounts receivable	(719)	175
Prepaid expenses and deposits	58,890	(44,076)
Accounts payable and accruals	(49,331)	86,354
Member deposits	32,859	(4,554)
Deferred revenue	(2,027)	5,667
	(11,602)	(19,919)
Financing		
Advances of term loan	625,000	-
Repayments of term loan	(625,000)	-
	-	-
Investing		
Purchase of capital assets	(672,034)	(14,803)
Proceeds on disposal of capital assets	1,900,000	74,166
Purchase of investments & restricted investments	(1,255,808)	-
	(27,842)	59,363
Increase (decrease) in cash resources	(39,444)	39,444
Cash resources, beginning of year	64,805	25,361
Cash resources, end of year	25,361	64,805

The accompanying notes are an integral part of these consolidated financial statements

Canadian Charolais Association

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

1. Incorporation and nature of the organization

Canadian Charolais Association (the "Association") was formed for the encouragement, development and regulation of the breeding of Charolais cattle in Canada. It is incorporated under the Federal Animal Pedigree Act which imposes rules of conduct on the Association and its members acting as purebred livestock breeders.

The Association is a not-for-profit organization under the Income Tax Act and as such is exempt from corporate income taxes.

The consolidated financial statements include the accounts of the Association and Canadian Charolais Youth Fund, a charity controlled by the Association.

2. Significant accounting policies

The total financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations set out in Part III of the CPA Canada Handbook - Accounting, as issued by the Accounting Standards Board in Canada.

Cash and cash equivalents

Cash includes cash on hand and cash on deposit, net of cheques issued and outstanding at report date. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

Capital assets

Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution plus all costs directly attributable to the acquisition. Assets not available for use as of the year end date have not been amortized.

Amortization is provided using the declining balance method at rates intended to amortize the cost of assets over their estimated useful lives.

	Rate
Buildings	4-20 %
Computer equipment	20-45 %
Equipment	20 %
Furniture and fixtures	20 %
Computer software	20 %

Revenue recognition

The Association follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. 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.

Revenue from female enrollment and memberships is recognized on a calendar basis in the period to which it relates, and excludes fees collected on behalf of provincial associations. Amounts received from members in advance for the following year are included in deferred revenue.

Rental revenues are recognized each month as the rent becomes due.

DNA revenue is recognized at the time payment is received, which closely corresponds to when the lab results are delivered to the member.

Restricted investment income is recognized as revenue in the year in which the related expenses are incurred. Unrestricted investment income is recognized as revenue when earned.

2. **Significant accounting policies** *(Continued from previous page)*

Government assistance

Claims for assistance under various government grant programs are recorded either as revenue, or a reduction in the related expense account in the year in which eligible expenditures are incurred.

Contributed materials

Contributions of materials are recognized both as contributions and expenses in the statement of operations when a fair value can be reasonably estimated and when the materials are used in the normal course of the Association's operations and would otherwise have been purchased.

Due to the difficulty of determining the fair value of volunteer hours, contributed services are not recognized in the financial statements.

Measurement uncertainty

The preparation of consolidated 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 disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenues and expenses during the reporting period.

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of capital assets.

By their nature, these judgments are subject to measurement uncertainty, and the effect on the consolidated financial statements of changes in such estimates and assumptions in future years could be material. These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in excess of revenues over expenses in the years in which they become known.

Financial instruments

The Association recognizes financial instruments when the Association becomes party to the contractual provisions of the financial instrument.

Arm's length financial instruments

Financial instruments originated/acquired or issued/assumed in an arm's length transaction ("arm's length financial instruments") are initially recorded at their fair value.

At initial recognition, the Association may irrevocably elect to subsequently measure any arm's length financial instrument at fair value. The Association has not made such an election during the year.

The Association subsequently measures investments in equity instruments quoted in an active market and all derivative instruments at fair value. All other financial assets and liabilities are subsequently measured at amortized cost.

Transaction costs and financing fees directly attributable to the origination, acquisition, issuance or assumption of financial instruments subsequently measured at fair value are immediately recognized in excess of revenues over expenses. Conversely, transaction costs and financing fees are added to the carrying amount for those financial instruments subsequently measured at cost or amortized cost.

Related party financial instruments

The Association initially measures the following financial instruments originated/acquired or issued/assumed in a related party transaction ("related party financial instruments") at fair value.

All other related party financial instruments are measured at cost on initial recognition.

At initial recognition, the Association may elect to subsequently measure related party debt instruments that are quoted in active market, or that have observable inputs significant to the determination of fair value, at fair value.

The Association subsequently measures investments in equity instruments quoted in an active market and all derivative instruments at fair value.

Canadian Charolais Association
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

2. **Significant accounting policies** (Continued from previous page)

Financial instruments (Continued from previous page)

Transaction costs and financing fees directly attributable to the origination, acquisition, issuance or assumption of related party financial instruments are immediately recognized in excess of revenues over expenses.

Financial asset impairment

The Association assesses impairment of all its financial assets measured at cost or amortized cost. The Association reduces the carrying amount of any impaired financial assets to the highest of: the present value of cash flows expected to be generated by holding the assets; the amount that could be realized by selling the assets at the balance sheet date; and the amount expected to be realized by exercising any rights to collateral held against those assets.

Any impairment, which is not considered temporary, is included in current year excess of revenue over expenses.

The Association reverses impairment losses on financial assets when there is a decrease in impairment and the decrease can be objectively related to an event occurring after the impairment loss was recognized. The amount of the reversal is recognized in excess of revenue over expenses in the year the reversal occurs.

The Friends of Canadian Charolais Foundations Inc.

The Association's consolidated financial statements do not include the accounts of The Friends of the Canadian Charolais Foundations Inc. as discussed in Note 8.

All transactions with the subsidiary are disclosed as related party transactions.

3. **Investments**

	2025	2024
Measured at fair value		
Cash equivalents, including restricted cash balances	111,078	8,688
Fixed income	2,181,126	1,433,606
Publicly traded equities	1,015,642	572,655
	3,307,846	2,014,949
Representing		
Marketable securities	3,211,093	1,931,056
Restricted investments	96,753	83,893
	3,307,846	2,014,949

4. **Accounts receivable**

	2025	2024
Trade receivables	12,442	12,201
GST receivable	4,617	1,420
Grants receivable	-	2,719
	17,059	16,340

Canadian Charolais Association
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

5. Capital assets

	<i>Cost</i>	<i>Accumulated amortization</i>	<i>2025 Net book value</i>	<i>2024 Net book value</i>
Land	-	-	-	59,892
Buildings	666,770	33,354	633,416	59,780
Computer equipment	144,617	137,660	6,957	10,968
Furniture and fixtures	3,584	717	2,867	862
Computer software	18,000	16,067	1,933	2,416
Equipment	113,428	111,926	1,502	1,878
	946,399	299,724	646,675	135,796

6. Restricted assets and deferred contributions

Restricted assets and deferred contributions relate to cash held for a scholarship fund, including reinvested dividends and interest earned on the cash and investments in marketable securities. The deferred contributions are externally restricted and held by the Association for scholarships for members of the Canadian Charolais Association.

	<i>2025</i>	<i>2024</i>
Opening balance	84,363	80,271
Donation revenue	7,120	-
Scholarships paid	(2,500)	(3,500)
Investment income	5,703	2,156
Bank charges paid	(489)	(673)
Realized gain (loss)	(1)	75
Unrealized gain	1,557	6,034
Funds from Alberta Jr. Association	1,000	-
Total	96,753	84,363

7. Financial instruments

The Association, as part of its operations, carries a number of financial instruments. It is management's opinion that the Association is not exposed to significant interest, currency, credit, liquidity or other price risks arising from these financial instruments except as otherwise disclosed.

Credit concentration

As at December 31, 2025, one customer (2025 - three) accounted for 11% (2024 - 31%) of the trade accounts receivable. The Association believes that there is no unusual exposure associated with the collection of these receivables. The Association performs regular credit assessments of its customers and provides allowances for potentially uncollectible accounts receivable.

Market risk

The Association is exposed to risk that the fair value of its marketable investments and restricted investments will fluctuate because of changes of public markets.

Canadian Charolais Association
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

8. The Friends of Canadian Charolais Foundations Inc.

The Friends of Canadian Charolais Foundation Inc. (the "Foundation") is incorporated, as a corporation without share capital, under the Canada Corporations Act. The Foundation operates to receive donations for purposes of funding scholarships, research and education and the preservation of Association archives. The Foundation is a registered charity under the Income Tax Act and accordingly is exempt from income taxes, provided certain requirements are met.

The Association exercises control over the Foundation by virtue of its status as the 'single member' of the Foundation. As such, the Association's Board of Directors annually approves the elected Foundation Board of Directors.

The accounts of the Foundation have not been consolidated in these financial statements. The financial information of the Foundation as at December 31, 2025 and December 31, 2024 are summarized as follows:

	2025	2024
Statement of Financial Position		
Total assets	210,119	210,945
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Total liabilities	8,000	9,000
Total net assets	202,119	201,945
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Statement of Operations		
Revenue from operations	40,010	70,150
Other revenue	3,165	5,552
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Total revenue	43,175	75,702
Total expenditures	(43,001)	(37,421)
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Excess of revenue over expenses	174	38,281
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Statement of Cash Flows		
Excess of revenue over expenses	174	38,281
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Accounts receivable	1,125	5,251
Inventory	1,564	2,828
Accounts payable and accruals	(1,000)	1,000
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Cash - beginning of year	204,831	157,471
Increase in cash resources	1,863	47,360
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Cash - end of year	206,694	204,831

Education, Youth & Export

Darwin Rosso - Chairperson

The CCYA 2025 Conference & Show was hosted in Stettler, AB July 14-19th and was a great success!

The national board held their annual meeting where the new executive was elected.

President – Payton Caldwell

Vice President – Morgan Debenham

Secretary – Abigail Tilleman

Treasurer – Madisyn Robertson

Haley Rosso again dedicated her time to the Alumni Director role. She had the major task in running the little Chars program at the conference. Thank you for all your work.

The CCYA had their annual semen auction as well as a raffle of a tack box and supplies.

In February for two days the CCYA had their winter meeting in Saskatoon in conjunction with a new program called Summit.

Summit was a day and ½ of informative learning and tours. It was attended by 14 members for the inaugural year. The goal of the Summit is to create an educational conference that is targeted towards youth that are keen to further their knowledge, create new relationships, and demonstrate leadership abilities. It will be a great networking opportunity as well as an opportunity to expand their interest in diverse topics within the beef industry.

In September Haley Rosso was welcomed as the new Youth Coordinator when we said goodbye to Cassidy Chalak as she went on maternity leave.

The 2026 CCYA conference will be held in Carp, Ontario from July 15-18th.

Market Development Report

Armand Roy - Chairperson

The 2025 Canadian National Charolais Show was held on November 28 at Canadian Western Agribition in Regina, SK. There were 133 entries for judges Trent and Garrett Liebreich to evaluate. The Grand Champion Female was Six Mile Empress 813L with her LT Authority 7229 calf at side, she was exhibited by Six Mile Angus, Fir Mountain, SK. and Stacy Farms, Lansdowne, ON. The Reserve Champion Female was BRCHE MCC Rumpemintz 4501M, exhibited by Southland Cattle and Claire Cadieux, Shaunavon, SK.

The Grand Champion Bull was Kay R Tremor 7015L, exhibited by Kay R Land and Cattle, Waskatenau, AB. and KFC Farms, Abbotsford, BC. Tremor also went on to be Supreme Champion Bull at Agribition. The Reserve Champion Bull was SVY Bold 505N, exhibited by Serhienko Cattle Co. Maymont, SK.

Alberta Charolais Association

Jill Harvie – President

The ACA is pleased to report on another eventful year. The Alberta/British Columbia board included 12 directors and 3 Canadian Charolais Association (CCA) directors representing our region at the national level. The board works cohesively to bring valuable events and promotions to the membership.

The ACA board reconvened in January to establish committees and set a comprehensive budget for a busy year ahead. A successful summer tour was held in coordination with the CCYA National Conference in Stettler, Alberta. We saw a strong Charolais breed show at Olds Fall Classic where the Champion Female was exhibited by McLoed Livestock and Champion Bull exhibited by Daines Cattle/O'Neill Livestock.

Momentum carried into the Farmfair International (Nov. 7–9), where the Charolais breed prominently featured over 160 entries. The Divine Divas Heifer Show continued to drive numbers to the show, with an exceptional top five pair of females. Murray Ranches won Divine Divas with full ET siblings who later went on to be top sellers in Alberta Select and the White Lights sales. The Charolais champion bull Kay-R Tremor 7015L exhibited by Kay-R Charolais, and female EVF Lily 338L exhibited by Harvie Ranching were both top five Supreme in the Alberta Supreme show.

We closed the year with the Alberta Select Provincial Bull Show and Sale and Annual General Meeting, held December 12th. The People's Choice Champion Bull was KG SOS Keystone Ice ET 148N exhibited by KG Land & Cattle. The Champion Pair of Bulls were exhibited by KG Land & Cattle. The Alberta Select sale was an overwhelming success with 33 2/3 lots selling for a total of \$671,500 gross and \$19,946 average. The high selling herd bull Lot 2, NGC Capatalist 118J sold for \$127,500 to KK Charolais Farms, IL, consigned by Circle Cee Charolais & Saddleridge Charolais. The High Selling heifer calf was consigned by Murray Ranches with Lot 11 Murray's Design 162N for \$45,000 to Symens Land & Cattle, Claresholm.

At the annual awards banquet, we were proud to recognize:

Breeder of the Year: Lazy S Charolais, AB

Commercial Breeder of the Year: Warren & Shelly Severtson, AB

Booster of the Year: Karen Bouchard, AB

Pioneer of the Year: Brisco Charolais, BC

50 Year Breeders: Anchor Ranch & BC, Char-Lew, AB

ACA \$1000 Scholarship Recipients: Taylor Chomik, AB & Dannica Beck, AB

As we look ahead, 2026 we are confident that the breed is in a great position to grow demand for our product. On behalf of the board, thank you to everyone who supported, participated, and contributed in 2025. I'd also like to extend my sincere gratitude to our directors for their commitment, creativity, and hard work. Please visit albertacharolais.com for more updates and contact us by email info@albertacharolais.com. The ACA looks forward to continued strength and success in 2026.

Saskatchewan Charolais Association

Dale Weinbender - President

On behalf of the Saskatchewan Charolais Association board of directors I am pleased to provide a yearly update for the SCA. Our board continues to work together to come up with new innovative ways to support and promote the Charolais breed in Saskatchewan.

The SCA Board is made up of nine members from across the province which includes Dale Weinbender (President), Justin Cay (1st Vice), Scott Sunderland (2nd Vice), Levi Shiels, Duncan Spenst, Nigel Oram, Wacey McCaw, and Emily Schick. With Sarah Hordos as our Secretary and Treasurer.

The SCA board remains to put on focus on supporting our youth members. In 2025 we sent out 127 Dairy Queen Gift cards to 4H members who exhibited Charolais influenced calves. With that, there were 6 Charolais influenced calves that we selected as grand or reserve champion at various 4-H Regional Shows across the province. These winners were once again acknowledged at Canadian Western Agribition and will receive Hoodies from the SCA, congratulations to these 4H members!

Along with the 4H gift cards, the SCA always sponsors numerous youths shows including Muck Boots and Mittens, Young Ranchman's, Kennedy Jackpot, CCYA 2025, CWA Junior Beef Extreme, and Claybanks Bricks and Beef Show. Along with the youth shows, the SCA also sponsors industry events such as LFCE Field Day, Edam Fall Fair, Lloyd Ex, and SSGA Convention.

This past summer, we hosted the SCA AGM and Sask Royal at the Dakota Dunes Resort by Saskatoon on June 13th. The event was successful bringing breeders together to take part in a morning of golf, the SCA AGM and the Sask Royal Sale. This year, the SCA is moving SCA AGM and Sask Royal Sale to the Willows Golf Course in Saskatoon, taking place on June 11th. The board looks forward to seeing breeders come together to talk all things Charolais and take part in the golf tournament, AGM and of course the Royal Sale.

Canadian Western Agribition was once again a great success seeing breeders and spectators from across the world get together to see a high end set of cattle and to take in the CWA Charolais show and sale. The SCA board hosted the 50K Players Club Jackpot with the National Show, we would like to congratulate Blanchette Ranches on winning with BRL Nobleman 504N PLD ET. A bull selected by a panel of 60 judges.

The Agribition champion female selected was Six Mile Empress 813L exhibited by Six Mile Ranch and Steacy Farms. The champion bull was KAY-R Tremor 7015L exhibited by KAY-R Land and Cattle and KFC Farms ltd. Later that week the Charolais breed seen more excitement with KAY-R Tremor 7015L be selected as the CN Beef Supreme Champion Bull, congratulations to all involved!

During the halftime break in the Charolais show at Agribition the SCA board made the following award presentations

- Saskatchewan Charolais Association Breeder of the Year
 - o CK Sparrow Farms, Cam and Kerrie Sparrow, Vanscoy, SK
- Commercial Breeder of the Year
 - o Patzer Ranch, Darcy and Rachelle Patzer, Waldeck, SK
- SCA Honour Scroll
 - o Murray and Nicole Blake, Wood River Charolais, McCord, SK
- \$1000 SCA Scholarship Winners
 - o Morgan Debenham

Once again, congratulations to all our 2025 award recipients! The SCA board once again did our \$2000 bull buyers credit draw for the 2026 bull sale season. All commercial producers who purchased a Charolais bull in Saskatchewan in 2025 are eligible. This year the winner of the SCA Bull Buyers Credit was Dustin Hardy, Edam Saskatchewan.

If you are interested in keeping up with the SCA, like/follow our Facebook page and keep track of our website (skcharolais.ca) for updates on events, programs, 4H winners and more! You can also view the latest issue of the Saskatchewan Charolais Breeder Directory on our website.

I would like to personally thank the SCA board of Directors for working hard to continually promote the Charolais breed in the province of Saskatchewan. We hope everyone can stay after the meeting for supper and take in the Royal Sale. It is sure to be an exciting evening.

Ontario Charolais Association

Kurtis Black – President

The Ontario Charolais association had another great year in 2025. Once again anchored by a great bull sale season that saw many new commercial breeders using Charolais genetics for the 1st time!

The OCA stays involved in the Ontario beef industry thanks in part to our fieldman John Mielhausen who is the face of the OCA at events like the Ontario cattle feeder's convention and the Beef Farmers of Ontario AGM. As well as countless commercial and purebred events across the province.

Our summer AGM & junior show was hosted buy the Coughlin family at Cornerview Charolais. We had great attendance for the junior show on what was a very hot day in August. Thank you to everyone for all the hard work in preparing for it and to those who attended. The AGM portion saw many local breeders attend and the commercial breeder of the year award was presented to Jim, Karen & Eric Wren of Wren farms, Cobden On, congratulations to them on this great achievement.

The fall show and sale season was very well attended by many current breeders who were adding new genetics, and new breeders that were buying some of their first Charolais. Averages were very strong and the enthusiasm in the breed is palpable. The show at the Royal winter fair was also very well attended with many new breeders exhibiting, thank you to all for taking the time to be there and represent the breed.

2026 is a busy year in Ontario for Charolais events. We hope to see many of you in beautiful Carp Ontario for highly anticipated CCYA conference and show July 14-18, with many great events planned and the chance to connect with many breeders from across the country.

The OCA will also be hosting the 2026 National Charolais show at the Royal Winter Fair in Toronto, with a heifer calf showdown on Nov 5th and the National show on Nov 6th. Watch the Charolais Banner for further details on the national events.

Thank you to all our board members both past and present for dedicating their time and effort to the OCA to make it run smoothly and move forward. And to all our members for attending our many events. This enthusiasm is what keeps strengthening and growing our great breed!

Quebec Charolais Association

Mark Frost – President

2025 was an eventful and busy year, one that will definitely be remembered for a while. The future is looking bright with the beef business the best it's ever been. With cattle prices at an all-time high right now, it's a great time to be producing Charolais genetics.

We started the year off great with the 19th edition of the Advantage Charolais magazine. Putting your farm ads in this magazine is a great way to promote your business and the Charolais breed. New this year, Charolais Quebec has an ad in the specialized calf sale booklet.

It was our turn to host the Canadian Charolais AGM. For the first time, the Quebec Charolais association hosted Breeders school and the Friends of the Canadian Charolais Foundation AGM and sale in June. Charolais members from across Canada came to enjoy Quebec culture and a couple farm visits. Thank you to Ferme Porrier & Ferme Louber for their hospitality during the farm visits. The breeder school and sale were a huge success.

We had our 53rd annual Charolais Quebec Association meeting that was held at Ferme Dubuc in St-Eulalie on August 16th. Thank you to the Dubuc family for such a great day with lots of visiting and an awesome herd tour.

The Quebec Charolais Association board members are as follows:

President – Mark Frost

1st Vice President & National Director – Armand Roy

2nd Vice President – Karine Dubuc

Directors – Janick Boufard, Eric Manningham, & Kaven Begin

Junior Director – Jessica Frost

Secretary & Treasurer – Chantal Raymond

Unfortunately, this year was also the final chapter of our special Charolais feeder sale in Saywerville. We were saddened to learn of the devastating fire that destroyed the auction mart. I would like to thank them for supporting the Charolais breed over the many years they have been running the sale.

Expo boeuf had their 25th edition of their show this year. It was a success with just over 30 head and 15 exhibitors. Jessica and Tiffany each took one of their Charolais heifers to the show this year.

I would like to thank all the members of our association for their dedication and hard work in promoting the Charolais breed. I would also like to extend a huge thank you to the commercial breeders for choosing the Charolais breed for the herds and profiting from what the Charolais breed has to offer. Most of all, thank you to the board members, without you we would not have accomplished such a great year of events.

On behalf of the Quebec Charolais Association, I would like to thank the National Board and staff for all the work involved in running our Canadian Association.

2025 Membership Awards

Twenty-Five Year Members

WHISKEY HOLLOW CATTLE CO

NORWOOD, ON

Forty Year Members

DOWNEAST

BELLEISLE CREEK, NB

DIAMOND W CHAROLAIS

HUDSON BAY, SK

EXL CHAROLAIS

STETTLER, AB

SPRUCE VIEW CHAROLAIS

ANDREW, AB

CHARROW CHAROLAIS

MARSHALL, SK

CIRCLE 7 CHAROLAIS

SHAUNAVON, SK

BAR J CHAROLAIS

AMARANTH, MB

HIGH BLUFF STOCK FARM

INGLIS, MB

J M B CHAROLAIS

BROOKDALE, MB

PLEASANT VIEW FARMS

IRMA, AB

R & G MCDONALD LIVESTOCK

SIDNEY, MB

MAPLE LEAF CHAROLAIS

WETASKIWIN, AB

LAZY S CHAROLAIS

BEAVERLODGE, AB

MCKEARY CHAROLAIS

COMPEER, AB

Fifty Year Members

BRIMNER CATTLE CO

MANOR, SK

JACK MCAFFEE

LOWER KNOXFORD, NB

RAWES RANCHES LTD

STROME, AB

PENO VALLEY CHAROLAIS

WALDECK, SK

STEPPLER CHAROLAIS

MIAMI, MB

JORDAN MOORE

REDVERS, SK

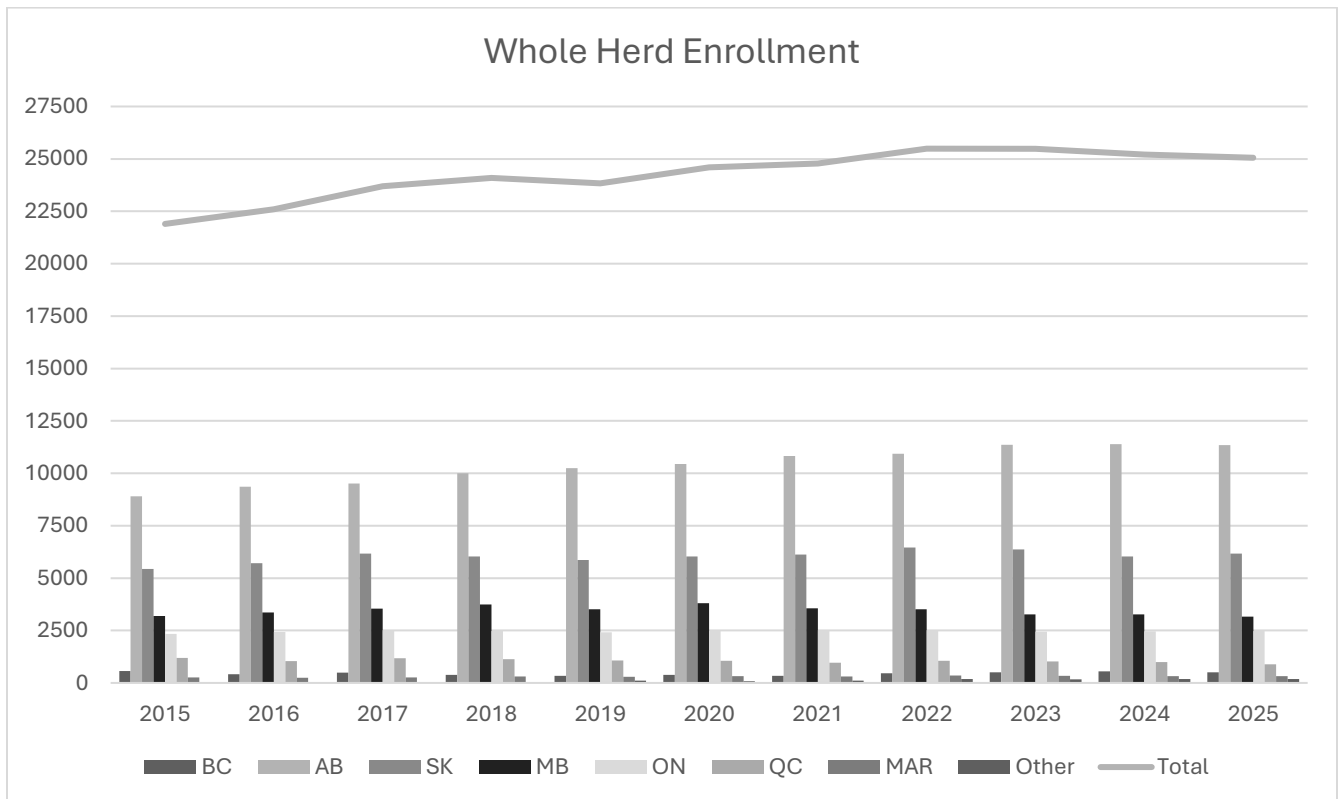
Gold Star Dams of Distinction

ARMSVIEW FAITH 9G	ARMSVIEW, NEWBURGH, ON
BAR J GOLDEN GRACE 180G	BAR J CHAROLAIS, AMARANTH, MB
BLC HANNA 56F	BUFFALO LAKE CHAROLAIS, STETTLER, AB
KEN RAINBOW 5G	CEDARLEA FARMS, HODGEVILLE, SK
CIRCLE CEE DESIGN 53D	CIRCLE CEE CHAROLAIS, LAMONT, AB
CIRCLE CEE SUNKISSED 902G	CIRCLE CEE CHAROLAIS, LAMONT, AB
GDSF MISS RED REWARD 95A	CLINE CATTLE COMPANY, BELMONT, MB
CSS LADY AMIGO 7G	CSS CHAROLAIS, PAYNTON, SK
ELDER'S WENDY 8036F	ELDER CHAROLAIS FARM, CORONACH, SK
DUBUC GINGER 950G	FERME DUBUC CHAROLAIS INC, STE-EULALIE, QC
JIL LANA 237C	FUTURE FARMS, RED DEER COUNTY, AB
JIL MISS JAZZ 81D	FUTURE FARMS, RED DEER COUNTY, AB
JIL TOO MUCH TEQUILA 10F	FUTURE FARMS, RED DEER COUNTY, AB
JIL SATIN N SAGE 239F	FUTURE FARMS, RED DEER COUNTY, AB
JIL MS AMERICA 325E	FUTURE FARMS, RED DEER COUNTY, AB
JIL SWEETHEART 79G	FUTURE FARMS, RED DEER COUNTY, AB
JIL PINNACLE 219G	FUTURE FARMS, RED DEER COUNTY, AB
TURNBULL'S MISS SHAWNA 984F	HIGHWAY 21 FEEDERS, ACME, AB
MAIN RUSH IMAGE 910G	HIGHWAY 21 FEEDERS, ACME, AB
TRI-N PRAIRIE ROSE 1019G	HIGHWAY 21 FEEDERS, ACME, AB
RGP MISS PALMER 331G	HUNTER HERBACK, BLADWORTH, SK
GRANT'S LADY RUSH 308A	JOHNSON RANCHING, AMISK, AB
JLP PATRY DOLORES 123D	LA FERME PATRY DE WEEDON, WEEDON, QC
TURNBULL'S MISS LADY 905F	PALMER CHAROLAIS LAND & CATTLE CO LTD, BLADWORTH, SK
HVA MARIPOSA 636C	PALMER CHAROLAIS LAND & CATTLE CO LTD, BLADWORTH, SK
RGP MISS PALMER 11G	PALMER CHAROLAIS LAND & CATTLE CO LTD, BLADWORTH, SK
RGP MISS PALMER 371G	PALMER CHAROLAIS LAND & CATTLE CO LTD, BLADWORTH, SK
FPC DIXIE 603D	PENO VALLEY CHAROLAIS, WALDECK, SK
MISS TERRY CREEK 98G	PLEASANT DAWN FARM, OAK LAKE, MB
SHSH CALLIE 26G	SLIDING HILLS CHAROLAIS, CANORA, SK
THRR SABRINA 6239D	SWEETWATER RANCH, TABER, AB
CTP MISS MADDIE 655C	TURNBULL CHAROLAIS, PINCHER CREEK, AB
TURNBULL'S MISS LEAH 831E	TURNBULL CHAROLAIS, PINCHER CREEK, AB
TURNBULL'S MISS PRETTY 979F	TURNBULL CHAROLAIS, PINCHER CREEK, AB
TURNBULL'S PHOENIX 43G	TURNBULL CHAROLAIS, PINCHER CREEK, AB
ECS ACADIA 3A	VALLEY CHAROLAIS, SHAWVILLE, QC
VAL-END SILKY 22E	VALLEYS END RANCH, CENTRAL BUTTE, SK
WWMM SIXTY THREE G 63G	WENDT & MURRAY FARMS LTD., LLOYDMINSTER, AB

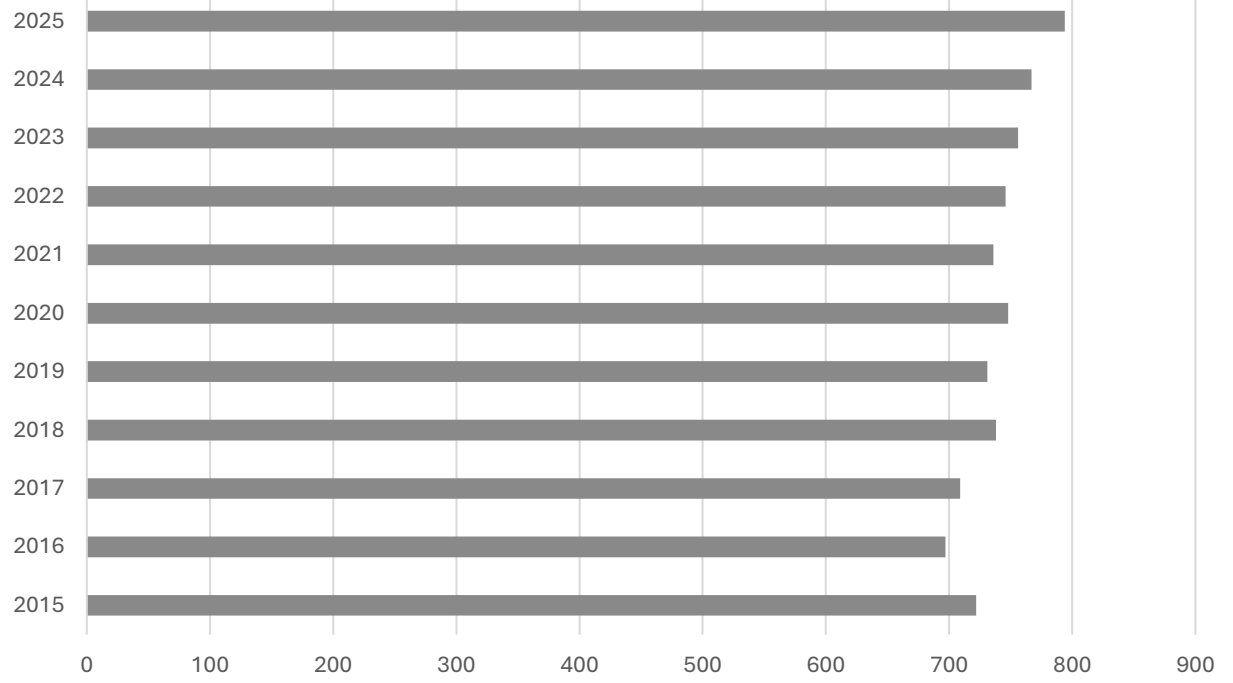
CCA Statistics

Whole Herd Enrollment – Statistics

YEAR	BC	AB	SK	MB	ON	QC	MAR	OTHER	TOTAL
2015	560	8909	5437	3191	2334	1196	257	13	21,897
2016	411	9363	5711	3359	2429	1047	254	28	22,602
2017	496	9510	6171	3544	2522	1179	263	9	23,694
2018	380	10,002	6037	3748	2475	1132	301	11	24,086
2019	341	10,247	5859	3509	2410	1076	287	106	23,835
2020	377	10,437	6034	3799	2482	1052	325	84	24,590
2021	345	10,823	6118	3564	2527	971	313	116	24,777
2022	465	10,926	6465	3511	2527	1059	356	178	25,487
2023	509	11,360	6371	3274	2438	1024	338	169	25,483
2024	555	11,396	6027	3271	2453	994	325	182	25,203
2025	510	11,346	6171	3160	2469	888	318	191	25,053



Membership Trends



Friends of the Charolais Foundation

Annual General Meeting Quebec City Quebec

Friends of Canadian Charolais Foundation

DATE: June 13, 2025

1. Meeting called to order by Helge By at 3:45pm at The Sugar Shack, Quebec City, Quebec
2. Helge By reviewed the Voting Procedures.
3. Moved by Deb Oram to approve the minutes. Seconded by Darwin Rosso. Carried.
4. Helge By introduced the board members. In attendance: Kelly Howe, Keith Black, Helge By, Mark Frost, Jeralyn Rasmussen. Absent: Mike Elder, Dwein Trask, Dennis Serhienko.
5. Moved by Marina Rasmussen to approve the minutes as circulated. Seconded by Murray Blake. Carried
6. There was no business arising from the minutes.
7. Helge by announced the director positions open for election.
 - a. There are 3 – three year terms open for re-election. Helge By is not running for re-election, Mark Frost and Keith Black will let their names stand for re-election.
 - b. There is 1- two year term open for election.
8. First call for nominations:
Keith Black nominated Donna Courchesne for a three year term.
9. Financial Report provided by MNP via pre recorded video. Moved by Jim Baker to approve the Financial Report. Seconded by Mark Oram. Carried.
10. Breeder School Report by Mark Frost. There were fifty participants with guest speakers Jacob Morin (pastures and plant health) and Jason Brock (feeding and care of bulls from conception to maturity).
11. Mentorship Program Committee was Dennis Serhienko and Craig Scott. Reported on by Kelly Howe. The foundation had a successful year with its first graduates last year; Luke Marshall (mentor Garner Deobald), Emily Schick (mentor Kelly Howe) and Scott Sunderland (mentor Craig Wilgenbusn). The Foundation will continue with the program again in the coming year with the next applications due June 30th, 2025. The program is providing support to upcoming producers and future leaders.
12. Committee chair Keith Black reported on the CCYA/Youth travel Bursaries. There is a \$10000 budget with \$500 awarded to CCYA participants travel to show outside of their province. In 2023 there were twenty-one eligible participants, the budget was exceeded by \$500. In 2024 there were only six eligible participants, only \$3000 of budget was spent. This year there will be consideration all for participants outside of the province of Alberta.
13. The Charolais Charbray International Youth Program Travel Bursaries reported by Helge By. The program was developed to promote interaction between Charolais Youth internationally. The Program has been in England, Ireland, and Australia. The Foundation has provided travel bursaries to the Ireland and Australian Conference. This year it will be held in Canada in conjunction with the CCYA Conference in Stettler.

14. The Scholarship Committee is Dwein Trask and Craig Scott. They developed two Scholarships. The Tim Bullick Memorial scholarship (\$1500) is for those going on to 'applied' type post secondary education, and the Foundation Scholarship (\$2500) goes to those enrolled in a University or College Program.
15. 2025 Foundation Sale report by Mark Frost. Twelve members of the Quebec Charolais Association purchased the raffle Heifer on offer. Mark thanks all the contributors to the sale and reminds everyone to be generous at the sale!
16. Helge By announces the second call for nominations. There are none.
17. There is no Old Business.
18. Helge By announces the last call for nominations. There are none.

Moved by Kelly Howe for nominations to cease. Seconded by Kurtis Black. Carried.
19. There are address from the nominees.
20. Helge by declares Donna Courchesne, Mark Frost and Keith Black are elected by acclamation for a three-year term.
21. Moved by Darwin Ross to ratify the Actions of the Board. Seconded by Chantel Dubuc. Carried.
22. New Business
 - a. Mike Miller noted it that other breed foundations breeders who donate a certain percentage of their sales to their foundation program.
 - b. Kelly Howe thanks Helge By for his contributions to Foundation from conception to forming and volunteering on the board. He will be missed.
23. Moved by Mark Oram to adjourn at 4:20pm

To the Members of The Friends of Canadian Charolais Foundation:

We have reviewed the accompanying financial statements of The Friends of Canadian Charolais Foundation (the "Foundation") which comprise the statement of financial position as at December 31, 2025, and the statements of operations and changes in net assets 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 Foundation, 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 The Friends of Canadian Charolais Foundation 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 organizations.

Edmonton, Alberta

April 22, 2026



Chartered Professional Accountants

The Friends of Canadian Charolais Foundation

Statement of Financial Position

As at December 31, 2025

	2025	2024
Assets		
Current		
Cash	206,694	204,831
Accounts receivable	3,425	4,550
Inventory	-	1,564
	210,119	210,945
Liabilities		
Current		
Accounts payable and accruals	8,000	9,000
Net Assets		
Net assets, end of year	202,119	201,945
	210,119	210,945

Approved on behalf of the Board of Directors

e-Signed by Craig Scott

2026-04-22 12:33:03:03 MDT

Director

Director

The Friends of Canadian Charolais Foundation

Statement of Operations and Changes in Net Assets

For the year ended December 31, 2025

	2025	2024
Revenue		
Auction income	36,635	67,650
Memberships	3,375	2,500
Interest income	3,165	5,552
	43,175	75,702
Expenses		
Education	16,020	6,777
Professional fees	12,568	10,378
Breeders school expenses	7,344	4,200
Advertising	3,822	5,291
Office expenses	3,235	3,298
Bank charges and interest	12	-
Travel	-	7,477
	43,001	37,421
Excess of revenue over expenses	174	38,281
Net assets, beginning of year	201,945	163,664
Net assets, end of year	202,119	201,945

The accompanying notes are an integral part of these financial statements

The Friends of Canadian Charolais Foundation

Statement of Cash Flows

For the year ended December 31, 2025

	2025	2024
Cash provided by the following activities		
Operating		
Excess of revenue over expenses	174	38,281
Changes in working capital accounts		
Accounts receivable	1,125	5,251
Inventory	1,564	2,828
Accounts payable and accruals	(1,000)	1,000
Increase in cash resources	1,863	47,360
Cash resources, beginning of year	204,831	157,471
Cash resources, end of year	206,694	204,831

The accompanying notes are an integral part of these financial statements

The Friends of Canadian Charolais Foundation

Notes to the Financial Statements

For the year ended December 31, 2025

1. Incorporation and nature of the organization

The Friends of Canadian Charolais Foundation (the "Foundation") was formed to raise funds for the encouragement, development and regulation of the breeding of Charolais cattle in Canada. It is incorporated federally as a registered charitable organization under the Income Tax Act and as such is exempt from corporate income taxes.

2. Significant accounting policies

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations set out in Part III of the CPA Canada Handbook - Accounting, as issued by the Accounting Standards Board in Canada.

Cash and cash equivalents

Cash and cash equivalents include balances with banks and short-term investments with maturities of three months or less.

Inventory

Inventories held for distribution at no charge or for a nominal charge are recognized at the lower of cost and current replacement cost. Cost is determined by the weighted average method.

Revenue recognition

The Foundation follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. 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.

Auction income is recognized as sales or events are completed and collection is reasonably assured.

Interest income is recognized as it is accrued.

Membership revenue is recognized on a calendar basis in the period to which it relates. Amounts received from members in advance for the following year are included in deferred revenue.

Restricted investment income is recognized as revenue in the year in which the related expenses are incurred. Unrestricted investment income is recognized as revenue when earned.

Government assistance

Claims for assistance under various government grant programs are recorded either as revenue, or a reduction in the related expense account in the year in which eligible expenditures are incurred.

Contributed materials

Contributions of materials are recognized both as contributions and expenses in the statement of operations when a fair value can be reasonably estimated and when the materials are used in the normal course of the Foundation's operations and would otherwise have been purchased.

Due to the difficulty of determining the fair value of volunteer hours, contributed services, and donated items are not recognized in the financial statements.

The Friends of Canadian Charolais Foundation

Notes to the Financial Statements

For the year ended December 31, 2025

2. Significant accounting policies (Continued from previous page)

Measurement uncertainty

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 disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period.

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

By their nature, these judgments are subject to measurement uncertainty, and the effect on the financial statements of changes in such estimates and assumptions in future years could be material. These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in excess of revenues over expenses in the years in which they become known.

Financial instruments

The Foundation recognizes financial instruments when the Foundation becomes party to the contractual provisions of the financial instrument.

Arm's length financial instruments

Financial instruments originated/acquired or issued/assumed in an arm's length transaction ("arm's length financial instruments") are initially recorded at their fair value.

At initial recognition, the Foundation may irrevocably elect to subsequently measure any arm's length financial instrument at fair value. The Foundation has not made such an election during the year.

The Foundation subsequently measures investments in equity instruments quoted in an active market and all derivative instruments at fair value. All other financial assets and liabilities are subsequently measured at amortized cost.

Transaction costs and financing fees directly attributable to the origination, acquisition, issuance or assumption of financial instruments subsequently measured at fair value are immediately recognized in excess of revenues over expenses. Conversely, transaction costs and financing fees are added to the carrying amount for those financial instruments subsequently measured at cost or amortized cost.

Related party financial instruments

The Foundation initially measures the following financial instruments originated/acquired or issued/assumed in a related party transaction ("related party financial instruments") at fair value.

All other related party financial instruments are measured at cost on initial recognition.

At initial recognition, the Foundation may elect to subsequently measure related party debt instruments that are quoted in active market, or that have observable inputs significant to the determination of fair value, at fair value. The Foundation has not made such an election during the year, thus all such related party debt instruments are subsequently measured at amortized cost.

The Foundation subsequently measures investments in equity instruments quoted in an active market and all derivative instruments at fair value

Transaction costs and financing fees directly attributable to the origination, acquisition, issuance or assumption of related party financial instruments are immediately recognized in excess of revenue over expenses.

The Friends of Canadian Charolais Foundation

Notes to the Financial Statements

For the year ended December 31, 2025

3. Related party transactions

Included in auction income for the current year is \$1,500 (2024 - \$1,000) from Canadian Charolais Association, who exercises control over the Foundation given its status as the 'single member' of the Foundation. As at December 31, 2025 \$nil (2024 - \$600) of the balance was included in accounts receivable. The transaction was conducted in the normal course of operations and is measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

4. Financial instruments

The Foundation, as part of its operations, carries a number of financial instruments. It is management's opinion that the Foundation is not exposed to significant interest, currency, credit, liquidity or other price risks arising from these financial instruments except as otherwise disclosed.

Credit concentration

Financial instruments that potentially subject the Foundation to concentrations of credit risk consist primarily of trade accounts receivable. Accounts receivable from two (2024 - three) customers represent 81% (2024 - 68%) of the total accounts receivable. The Foundation believes that there is no unusual exposure associated with the collection of these receivables.