Ontario

Ministry of Municipal Affairs and Housing

Financial Statement – Auditor's Report Candidate – Form 4

Municipal Elections Act, 1996 (Section 88.25)

Instructions

All candidates must complete Boxes A and B. Candidates who receive contributions or incur expenses must complete Boxes C, D, Schedule 1 and Schedule 2 as appropriate. Candidates who receive contributions or incur expenses in excess of $10,000 must also attach an Auditor's Report.

All surplus funds (after any refund to the candidate or their spouse) shall be immediately paid to the clerk who is responsible for the conduct of the election.

	YYYY	MM	DD		YYYY	MM	DD
For the campaign period from (day clerk received nomination)	2022	06	03	**to**	2022	12	31

[X] Initial filing reflecting finances from start of campaign to December 31 (or 45 days after voting day in a by-election)

[ ] Supplementary filing reflecting finances from start of campaign to end of extended campaign period

Box A: Name of Candidate and Office

Candidate's name as shown on the ballot

Last Name or Single Name	Given Name(s)
Wang	Yan
Office for Which the Candidate Sought Election	**Ward Name or Number (if any)**
Ward Councillor	Ward 2
Municipality	
City of Markham	

Spending Limit		Contribution Limit
General	Parties and Other Expressions of Appreciation	Contributions from Candidate and Spouse
$ 25,645.65	$ 2,564.57	$ 9,857.80

[ ] I did not accept any contributions or incur any expenses. (Complete Boxes A and B only)

Box B: Declaration

I, Yan Wang, declare that to the best of my knowledge and belief that these financial statements and attached supporting schedules are true and correct.

DocuSigned by:
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Signature of Candidate

2023/03/29

Date (yyyy/mm/dd)

Date Filed (yyyy/mm/dd)	Time Filed	Initial of Candidate or Agent (if filed in person)	Signature of Clerk or Designate
2023/03/30	11:40 AM		DocuSigned by: CE02C710CBBE410...

Box C: Statement of Campaign Income and Expenses

LOAN

Name of bank or recognized lending institution	Amount borrowed
TD Canada Trust	$ 0

INCOME

Total amount of all contributions (from line 1A in Schedule 1)	+	$ 38145.00
Revenue from items $25 or less	+	$ 0
Sign deposit refund	+	$ 0
Revenue from fundraising events not deemed a contribution (from Part III of Schedule 2)	+	$ 0
Interest earned by campaign bank account	+	$ 0
Other (provide full details)		
1.	+	$
2.	+	$
3.	+	$
4.	+	$
5.	+	$
6.	+	$
Total Campaign Income (Do not include loan)	=	$ **38145.00** C1

EXPENSES (Note: Include the value of contributions of goods and services)

1. Expenses subject to general spending limit

Inventory from previous campaign used in this campaign (list details in Table 2 of Schedule 1)	+	$ 0
Advertising	+	$ 9333.80
Brochures/flyers	+	$ 3921.10
Signs (including sign deposit)	+	$ 8147.30
Meetings hosted	+	$ 565.00
Office expenses incurred until voting day	+	$ 0
Phone and/or internet expenses incurred until voting day	+	$ 0
Salaries, benefits, honoraria, professional fees incurred until voting day	+	$ 0
Bank charges incurred until voting day	+	$ 78.54
Interest charged on loan until voting day	+	$ 0
Other (provide full details)		
1. Sign Permit	+	$ 525.00
2. Sign Impound Fee	+	$ 182
3. Call Hub	+	$ 241.29
4. Meals and Fuel	+	$ 704.62
5.	+	$
6.	+	$
Total Expenses subject to general spending limit	=	$ **23698.65** C2

2. Expenses subject to spending limit for parties and other expressions of appreciation

1. na	+	$ 0

2.	+ $	
3.	+ $	
4.	+ $	
5.	+ $	
Total Expenses subject to spending limit for parties and other expressions of appreciation	= $ 0	C3

3. Expenses not subject to spending limits

Accounting and audit	+ $ 1695.00	
Cost of fundraising events/activities (list details in Part IV of Schedule 2)	+ $ 12756.30	
Office expenses incurred after voting day	+ $ 1000.00	
Phone and/or internet expenses incurred after voting day	+ $ 0	
Salaries, benefits, honoraria, professional fees incurred after voting day	+ $ 0	
Bank charges incurred after voting day	+ $ 51.75	
Interest charged on loan after voting day	+ $ 0	
Expenses related to recount	+ $ 0	
Expenses related to controverted election	+ $ 0	
Expenses related to compliance audit	+ $ 0	
Expenses related to candidate's disability (provide full details)		
1.	+ $	
2.	+ $	
3.	+ $	
4.	+ $	
5.	+ $	
Other (provide full details)		
1.	+ $	
2.	+ $	
3.	+ $	
4.	+ $	
5.	+ $	
Total Expenses not subject to spending limits	= $ 15503.05	C4

Total Campaign Expenses (C2 + C3 + C4) = $ 39201.70 **C5**

Box D: Calculation of Surplus or Deficit

Excess (deficiency) of income over expenses (Income minus Total Expenses) (C1 – C5)	+ $ 0	D1
If there is a surplus, deduct any refund of candidate's or spouse's contributions to the campaign –	$ 0	
Surplus (or deficit) for the campaign	= $ (1,056.70)	D2

If line D2 shows a surplus, the amount must be paid in trust, at the time the financial statements are filed, to the municipal clerk who is responsible for the conduct of the election.

Schedule 1 – Contributions

Part I – Summary of Contributions

Contributions in money from candidate and spouse	+	$ 0
Contributions in goods and services from candidate and spouse (include value listed in Table 1 and Table 2)	+	$ 0
Total value of contributions not exceeding $100 per contributor • Include ticket revenue, contributions in money, goods and services where the total contribution from a contributor is $100 or less (do not include contributions from candidate or spouse). +		$ 250
Total value of contributions exceeding $100 per contributor (from line 1B; list details in Table 3 and Table 4) • Include ticket revenue, contributions in money, goods and services where the total contribution from a contributor exceeds $100 (do not include contributions from candidate or spouse). +		$ 37895
Less: Ineligible contributions paid or payable to the contributor	–	$ 0
Contributions paid or payable to the clerk, including contributions from anonymous sources exceeding $25 –		$ 0
Total Amount of Contributions (record under Income in Box C)	=	$ **38145.00** **1A**

Part II – Contributions from candidate or spouse

Table 1: Contributions in goods or services

Description of Goods or Services	Date Received (yyyy/mm/dd)	Value ($)
na		
	Total	**0**

☐ Additional information is listed on separate supplementary attachment, if completed manually.

Table 2: Inventory of campaign goods and materials from previous municipal campaign used in this campaign (Note: Value must be recorded as a contribution from the candidate and as an expense.)

Description	Date Acquired (yyyy/mm/dd)	Supplier	Quantity	Current Market Value ($)
na				
			Total	**0**

☐ Additional information is listed on separate supplementary attachment, if completed manually.

Part III – Contributions exceeding $100 per contributor – individuals other than candidate or spouse

Table 3: Monetary contributions from individuals other than candidate or spouse

Name	Full Address	Date Received (yyyy/mm/dd)	Amount Received ($)	Amount Returned to Contributor or Paid to Clerk ($)
See Attachment				
		Total	$38145	

☒ Additional information is listed on separate supplementary attachment, if completed manually.

Table 4: Contributions in goods or services from individuals other than candidate or spouse (Note: Must also be recorded as Expenses in Box C.)

Name	Full Address	Description of Goods or Services	Date Received (yyyy/mm/dd)	Value ($)
na				
			Total	0

☐ Additional information is listed on separate supplementary attachment, if completed manually.

Total for Part III – Contributions exceeding $100 per contributor
(Add totals from Table 3 and Table 4 and record the total in Part 1 – Summary of Contributions) $ 37895 **1B**

Schedule 2 – Fundraising Events and Activities

Complete a separate schedule for each event or activity held. ☐ Additional schedule(s) attached, if completed manually.

Fundraising Event/Activity 1

Description of fundraising event/activity: Fundraising Dinner

Date of event/activity (yyyy/mm/dd): 2022/07/23

Part I – Ticket revenue

Admission charge (per person) $ 231.69 **2A**

(If there are a range of ticket prices, attach complete breakdown of all ticket sales)

Number of tickets sold x 146 **2B**

Total Part I (2A X 2B) (include in Part I of Schedule 1) = $ **33827.00**

Part II – Other revenue deemed a contribution

Provide details (e.g., revenue from goods sold in excess of fair market value)

1.		+ $
2.		+ $
3.		+ $
4.		+ $
5.		+ $

Total Part II (include in Part I of Schedule 1) = $

Part III – Other revenue not deemed a contribution

Provide details (e.g., contribution of $25 or less; goods or services sold for $25 or less)

1.		+ $
2.		+ $
3.		+ $
4.		+ $
5.		+ $

Total Part III (include under Income in Box C) = $

Part IV – Expenses related to fundraising event or activity

Provide details

1.	Dinner	+ $ 12180.00
2.	Admin	+ $ 576.30
3.		+ $
4.		+ $
5.		+ $

Total Part IV Expenses (include under Expenses in Box C) = $ **12756.30**

Auditor's Report – *Municipal Elections Act, 1996* (Section 88.25)

A candidate who has received contributions or incurred expenses in excess of $10,000 must attach an auditor's report.

Professional Designation of Auditor

Chartered Professional Accountant

Municipality	Date (yyyy/mm/dd)
Markham	2023/03/28

Contact Information

Last Name or Single Name	Given Name(s)	Licence Number
Barth	Howard	1-10473

Address

Suite/Unit Number	Street Number	Street Name
309	350	Highway 7 East

Municipality	Province	Postal Code
Richmond Hill	Ontario	L4B 3N2

Telephone Number	Email Address
289-597-0902	howardbarth.ca@gmail.com

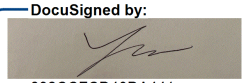
The report must be done in accordance with generally accepted auditing standards and must:

- set out the scope of the examination
- provide an opinion as to the completeness and accuracy of the financial statement and whether it is free of material misstatement

☒ Report is attached

Personal information, if any, collected on this form is obtained under the authority of sections 88.25 and 95 of the *Municipal Elections Act, 1996*. Under section 88 of the *Municipal Elections Act, 1996* (and despite anything in the *Municipal Freedom of Information and Protection of Privacy Act*) documents and materials filed with or prepared by the clerk or any other election official under the *Municipal Elections Act, 1996* are public records and, until their destruction, may be inspected by any person at the clerk's office at a time when the office is open. Campaign financial statements shall also be made available by the clerk in an electronic format free of charge upon request.

DocuSigned by:



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Subtotal	$15544.00					
Admission Charge (per Person)	$300.00					
Number of tickets sold	3					
Subtotal	$900.00					
Admission Charge (per Person)	$228.00					
Number of tickets sold	5					
Subtotal	$1140.00					
Admission Charge (per Person)	$100.00					
Number of tickets sold	2					
Subtotal	$200.00					
Total Part 1 (2A x 2B) (include in Part 1 of Schedule	$33,827.00					
Total tickets sold	146					

Contributions Exceeding $100 per Contributor

Use this spreadsheet to record the name and address of every person who donated **over $100** ($100.01 to $1,200) to your election campaign.
Add rows as needed, but don't alter the format of this sheet.

By law, candidates and third party advertisers have to disclose this information in their post-election campaign financial statement(s), which are to be filed with the City Clerk by **Friday, March 31, 2022 at 2:00 PM**. Financial statements are public records and are viewable at the City Clerk's Office and on Elections Markham's website for two regular municipal election cycles.

Candidate or Third Party Advertiser's Name: YAN WANG

Contributor's Last Name	Contributor's First Name	Full Address	City / Town	Postal Code	Date Received (yyyy/mm/dd)	Amount Received ($)
Cai	RongYi	508-3621 Hwy7 East	Markham	L3R0G6	22/6/21	$400.00
Lin	Shang	33 Magdalan Crescent	Richmond Hil	L4E 0W4	22/6/27	$200.00
Luo	Sheng	1 Elderwood drive	Richmond Hill	L4B 2X3	22/7/4	$500.00
Chen	JiXun	66 Boake Trail,	Richmond Hill	L4b 3h2	22/7/18	$500.00
Zeng	Ping	398 Hwy 7 E, Suite1208	Richmond Hill	L4B 0G6	2022-07-18	$268.00
Wang	Jing	703,10 stonehill court	Scarborough	M1W 2X8	2022-07-18	$268.00
Huang	YuTing	49 Cleethorpes blvd	Scarborough	M1S 2S7	22/7/18	$268.00
Cai	RongYi	508-3621 Hwy7 East	Markham	L3R0G6	22/7/18	$268.00
Bryan	Tao	19 Buttonfield road	Markham	l3r 9g3	22/7/18	$268.00
Zhu	ZhiHong Xu	23 Champagne Ct	Richmond Hill	L4S1X9	22/7/18	$268.00
Yu	HaoWen	7363 Kennedy Rd, unit 506	Markham	L3R 1G8	22/7/18	$536.00
Leo	David	17 Ballantyne Dr	Ajax	L1T 4H6	22/7/18	$1,200.00
Chen	XiaoJing	61 Bright Land Drive	Kleinburg	L4H 4J2	22/7/18	$1000.00
Yan	LinBo	88 Yorkminster Road	Toronto	M2P 1M3	22/7/18	$268.00
Si	HaiLong	22 Milne Ln	Markham	L3P 1C7	2022-12-08	$268.00
Zhang	XiaoYi	19 west park blvd	stouffville	L4A 2C9	22/7/18	$1,140.00
Wang	ZhiJia	18 Wayside Ave	Richmond Hill	L4S 1W9	22/7/19	$536.00
Yao	LuHong	44 Glenbourne Park Drive	Markham	L6C 1H5	22/7/19	$268.00
Lin	Hui	1859 Glenvista Drive	Oakville	L6H 6K6	22/7/19	$536.00
Zhang	JinYun	79 Moreau Tr	Scarborough	M1L 4V2	2022-07-19	$1000.00
Liu	MengShu	12-12 St. Moritz Way	Markham	L3R 4E8	22/7/20	$300.00
Du	XiaoQing	23 Busch Ave	Markham	L6C 0W4	22/7/20	$268.00
Shan	XiaoMin	4562 16th Ave	Markham	L6C 0X7	22/7/20	$1,072.00
Zhou	HaiNing	131 Madison Heights Blvd	Markham	L6C 2E4	22/7/20	$200.00
Zhao	ZhiJian	103 William Bartlett Drive	Markham	L6C 0P9	22/7/21	$700.00

Wu	LingFang	103 William Bartlett Drive	Markham	L6C 0P9	2022-11-29	$300.00	
Li	NingYuan	70 Pick Cres	Thornhill	L4J 8P3	22/7/21	$268.00	
Zhao	YuanPeng	180 Townsgate Dr	Thornhill	L4L 8J5	22/7/21	$268.00	
Chen	DanLei	70 Lake Drive N	Keswick	L4P 1A6	22/7/21	$268.00	
Huang	YuTing	49 Cleethorpes blvd	Scarborough	M1S 2S7	22/7/21	$381.00	
Zhao	Chang	8 Torryburn Place	North york	M3B 1R3	22/7/21	$268.00	
Lin	FuChong	11 Kentley Street	Markham	L6C 2K1	22/7/21	$268.00	
Lin	ShengQi	115-4211 Sheppard Ave E	Toronto	M1S 5H5	22/7/21	$268.00	
Jiang	LiQing	757 Bur Oak Ave	Markham	L6E 1C2	22/7/22	$804.00	
Chen	Rong	63 Gerden Dr	Richmond Hill	L4S 0G9	22/7/22	$1072.00	
Wen	MeiLan	93 Briarscross Blvd	Scarborough	M1S 3K6	22/7/22	$200.00	
Zhao	DongShan	15 Spruceview Pl	Stouffville	L4A 1W3	22/7/22	$268.00	
Mu	ShiJin	109 Royal Palm Dr.	Vaughan	L4J 8K1	22/7/25	$268.00	
Zeng	Cheng	551 Woodspring Ave East	Gwillimbury	L9N 0C1	22/7/25	$268.00	
Han	lu	17 Annina Crescent	Unionville	L3R 4S4	22/7/25	$1000.00	
Lin	Xuan	1030 Stonehaven Ave	Newmarket	L3X 1P2	22/7/25	$804.00	
Liang	XingHua	23 Stonepine Crescent	Hamilton	L9C 7T7	22/7/25	$268.00	
Huang	XiaoLiang	67 Randall ave	Markham	L3S 1E1	22/7/25	$268.00	
Su	Qun	34 Knockbolt Crescent	Scarborough	M1S 2P6	22/7/25	$600.00	
Jin	Xin	35 Steel Dr	Aurora	L4G 7Z4	22/7/25	$268.00	
Nie	TongShan	131 Madison Heights Blvd	Markham	L6C 2E4	22/7/25	$200.00	
Wang	XiaoNing	108 Bowhill Cres	North York	M2J 3S2	22/7/25	$300.00	
Li	NingYuan	70 Pick Cres	Thornhill	L4J 8P3	22/7/25	$732.00	
Su	Qun	34 Knockbolt Crescent	Scarborough	M1S 2P6	22/7/25	$268.00	
Huang	YuTing	49 Cleethorpes blvd	Scarborough	M1S 2S7	22/7/25	$270.00	
Wei	Min	31 Whittaker Cres	Toronto	M2K 1K7	22/7/25	$150.00	
Wang	XiaoMing	47 Coledale Road	Markham	L3R 7X1	22/7/25	$200.00	
Ye	Jun (Bill)	3349 Tudor Gate	Mississauga	L5L 3C7	22/7/25	$200.00	
Lin	KeXin	7 Seaforth Pl	Unionville	L3R 0A4	22/7/25	$500.00	
Niu	LiGeng	1555 Finch Ave East, unit 2304	North York	M2J 4X9	22/7/25	$536.00	
Qiu	JingJIng	63 Gerden Dr	Richmond Hill	L4S 0G9	22/7/25	$804.00	
Wong	Cynthia	12 Paramount Rd	Markham	L3P 2V7	22/7/25	$200.00	
Zhang	MingGao	127 Kingly Crest Way	Woodbridge	L4H 1T2	22/7/25	$300.00	
Yang	Qing	122 Windermere Ave	Toronto	M6S 3J6	22/7/25	$200.00	
Wang	PeiZhong(Peter)	43 Kentland Cres	Toronto	M2M 2X7	22/7/25	$200.00	
Ke	WenBin	27 Spindlewood Dr.	North York	M2J 2M7	22/7/25	$400.00	
Xiao	HongGen	3178 Southwind Road	Mississauga	L5M 0V8	22/7/25	$500.00	
Cai	Annie	76 Parkview Ave	North York	M2N 3Y2	22/7/25	$268.00	
Sun	ShanQin	Bamburgh Circle, Unit 739	Scarborough	M1W 3W2	22/7/25	$268.00	
Zhang	Luo	81 Dog Wood Blvd	Holland Landing	L9N 0T1	22/7/26	$200.00	

Gong	Yan	61 Marc Santi blvd	Maple	L6A 0K2	22/7/29	$500.00	
Tam	SANDRA KWAI KING	414-57 Upper Duke Cres	Markham	L6G 0B9	22/7/29	$300.00	
He	(He) Jun	2419 Sylvia Dr.	Oakville	L6H 0C8	22/7/29	$400.00	
Lin	YanBin	31 Quinton Dr.	Markham	L6C 0N8	22/7/29	$700.00	
Choi	Wai	6 Chaplin Crt	Richmond Hill	L4B 2Y1	22/7/29	$1000.00	
Quan	Qi	6 Sydnor Rd	North York	M2M 2Z8	22/7/29	$268.00	
Khang	Peter Hong-Shin	33 Harmony Road	Concord	L4K 5H1	22/8/2	$500.00	
Du	WenJin	97 Wellspring Ave	Richmond Hill	L4E 1E8	22/8/5	$536.00	
Tang	FanMing	89 Settlement Cres	Richmond Hill	L4E 1E2	22/8/15	$200.00	
Wu	HongLin	118 Strathearn Ave	Richmond Hill	L4B 2L1	22/8/15	$250.00	
Leung	Pak Ki	54 Penny Crescent	Markham	L3P 5X8	22/10/11	$200.00	
Leung	Johanna Frances	24 Carlton Road	Markham	L3R 1Z2	22/10/24	$200.00	
Jin	Zhao	57 Chadwick Cres	Richmond Hill	L4B 2W1	22/10/31	$500.00	
Wang	Hui	7100 Woodbine Ave, Unit 211	Markham	L3R 5J2	22/11/2	$268.00	
Chen	QiangZhang	31 Quinton Dr.	Markham	L6C 0N8	22/7/29	$500.00	
Pei	QiZhe	87 Forest Run Blvd	Concord	L4K 5J2	22/11/14	$200.00	
Li	(Li)Jun	12 Sanderson Rd	Markham	L6C 2V4	22/11/14	$268.00	
Liu	ZhiFei Ross	5 Middleton Court	Markham	L3R 3G6	22/11/7	$960.00	
Chen	Ying	5 Middleton Court	Markham	L3R 3G6	22/12/5	$300.00	
Liu	Sizhong	87 Charnwood Pl	Markham	L3T 5H2	22/12/5	$268.00	
Zhang	ZhenYu	87 Charnwood Pl	Markham	L3T 5H2	22/12/5	$268.00	
Chan	Allan	104 Bridlewood Blvd	Scarborough	M1T 1R1	22/11/17	$800.00	
Lam	Gordon	Unit 530, 33 Cox Blvd	Markham	L3R 8A6	22/11/17	$268.00	
Liu	HongTao	12-12 St. Moritz Way	Markham	L3R 4E8	22/11/17	$200.00	
Kou	Hui	669 Monarch Ave	Ajax	L1S 4B6	22/11/17	$268.00	
Zhu	Queenie	28 Murison Dr.	Markham	L6C 0J2	22/12/14	$200.00	

Howard S. Barth

Chartered Professional Accountant

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350 Highway 7 East, Suite 309, Richmond Hill, Ontario, Canada L4B 3N2

INDEPENDENT AUDITOR'S REPORT

To Yan Wang, for Counsellor Ward 2 in the City of Markham, and to the City Clerk of Markham.

Qualified Opinion

I have audited the accompanying financial statement (Form 4) of Yan Wang, candidate for Counsellor Ward 2 in the City of Markham on Municipal election held on October 24, 2022, which comprise the statement of campaign income and expenses, the statement of the calculation of surplus or deficit, schedule 1 – contribution and schedule 2 – fund raising event and activities for campaign period from June 3, 2022 to December 31, 2022 in accordance with the financial reporting provisions of section 88 Municipal Election Act, 1996.

In my opinion, except for the possible effect of the matter described in the Basis for Qualified Opinion paragraph, these financial statements present fairly, in all material respects, the income and expenses of Yan Wang for the campaign period from June 3, 2022 to December 31, 2022 in accordance with the financial reporting provisions of section 88 Municipal Election Act, 1996.

Basis for Qualified Opinion

Due to the inherent risk of the transactions of organization of this type, the completeness of the various categories of income and expenses is not susceptible to satisfactory audit verification. Accordingly, my verification of income and expenses was limited to the amounts recorded in the records of Yan Wang Campaign and I am not able to determine whether any adjustments might be necessary to income, expense, and surplus/deficit for the campaign period from June 3, 2022 to December 31, 2022.

I conducted my audit in accordance with Canadian generally accepted auditing standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of my report. I am independent of the campaign in accordance with the ethical requirements that are relevant to my audit of the financial statements in Canada, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified audit opinion.

Basis of Accounting

Without modifying our qualified opinion, I draw attention to the fact that the financial statement is prepared to assist the candidate to meet the requirements of the Municipal Election Act, 1996, and as a result, the financial statement may not be suitable for another purpose.

Responsibilities of Candidate for the Financial Statement

The Candidate is responsible for the preparation and fair presentation of the financial statement in accordance with financial reporting provision of section 88 of the Municipal Election Act, 1996, and for such internal control as candidate determines is necessary to enable the preparation of financial statement that are free from material misstatement, whether due to fraud or error.

Howard S. Barth

Chartered Professional Accountant

Office: 289-597-0982 | Cell: 647-300-8050 | Email: Howardbarth.ca@gmail.com

350 Highway 7 East, Suite 309, Richmond Hill, Ontario, Canada L4B 3N2

Auditor's Responsibility

My 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 my 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, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of these 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 my 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 Candidate's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by candidate.

- Conclude on the appropriateness of Candidate'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 Candidate's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statement or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Candidate to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of these financial statements, including the disclosures, and whether these financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with the Candidate regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

Howard S. Barth

Richmond Hill, Ontario
March 28, 2023

Chartered Professional Accountant
Licensed Public Accountant