

ANNUAL REPORT



**CANADIAN RUGBY
FOUNDATION**

July 1, 2020

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2019 Canadian Rugby Foundation Annual Report



**CANADIAN RUGBY
FOUNDATION**

At the end of the 16th year of our existence the Canadian Rugby Foundation crossed an important symbolic milestone and climbed above 5 million in assets.

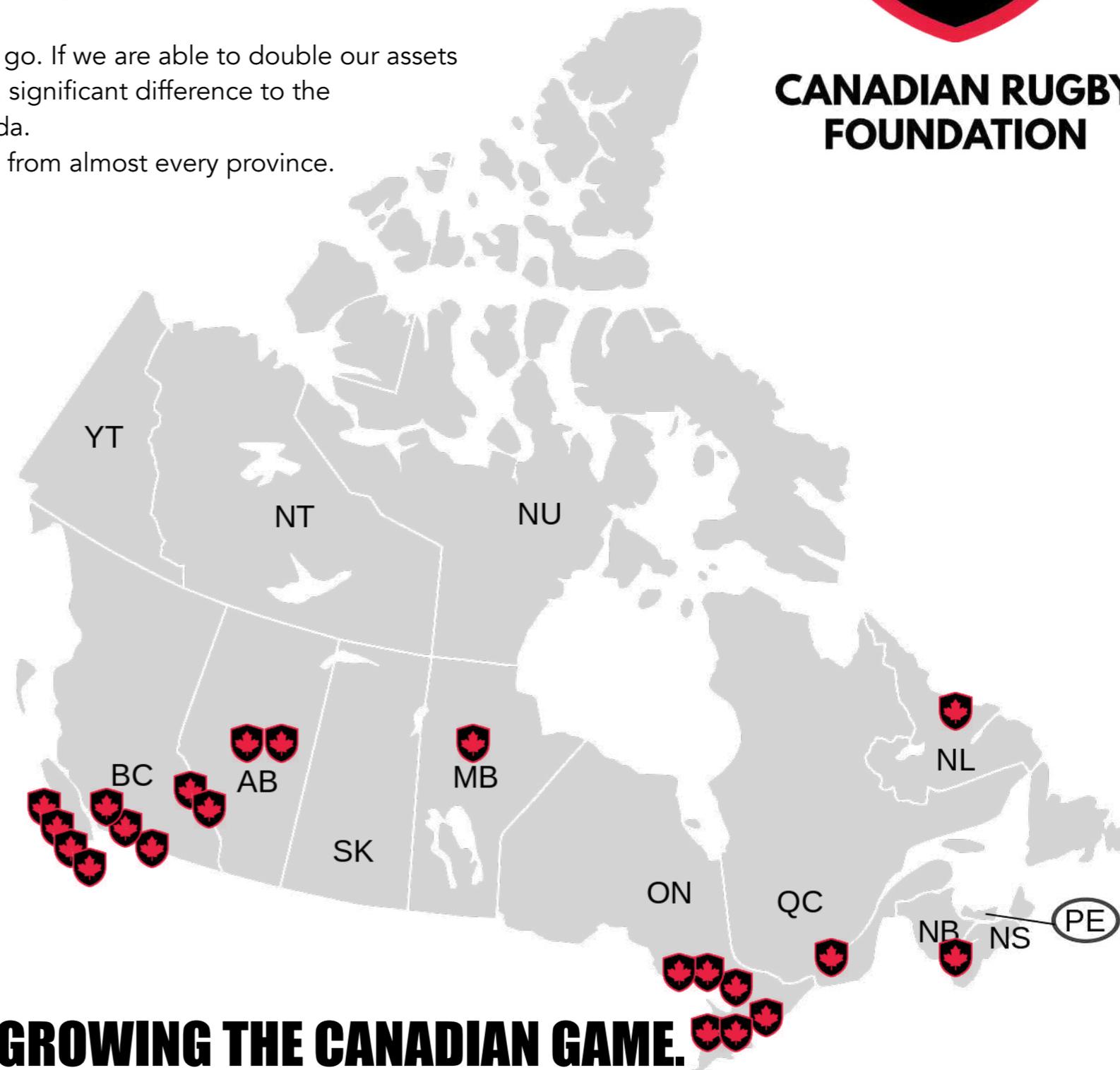
Our Treasurer's report is appended and summarizes our financial performance.

We have come a long way but hopefully have a long way to go. If we are able to double our assets over the next ten years we believe we would start to make a significant difference to the development and sustainability of grassroots rugby in Canada.

We now have funds from across Canada with representation from almost every province.

23 Club Endowment Funds Across Canada

- Ancient Nor'Westers Capital Campaign (AB)
- Balmy Beach Club (ONT)
- Bayside RFC Clubhouse Campaign (BC)
- Brampton RFC (ONT)
- Brantford Harlequins RFC (ONT)
- Burlington Centaurs RFC (ONT)
- Bytown Eastern Ontario Fund (ONT)
- Capilano Rugby Club (BC)
- Castaway Wanderers (BC)
- Clansman Legacy (AB)
- CORE (BC)
- Crimson Tide Rugby (BC)
- Crusaders Rugby Club Charitable Fund (ONT)
- Friends of Manitoba Fund (MB)
- Guelph Gryphons (Women) (ONT)
- Hamilton Hornets RFC (RFC)
- Jack Patrick James Bay Athletic Association (BC)
- Montreal Irish Fund (QC)
- St Johns Trojans RFC (NB)
- UBCOB Ravens Ripper Fund (BC)
- Toronto Scottish Rugby Football (ONT)
- University of Western Ontario (Men) (ONT)
- Westshore Velox/Valhallians (BC)



GROWING THE CANADIAN GAME.

2019 Canadian Rugby Foundation Annual Report

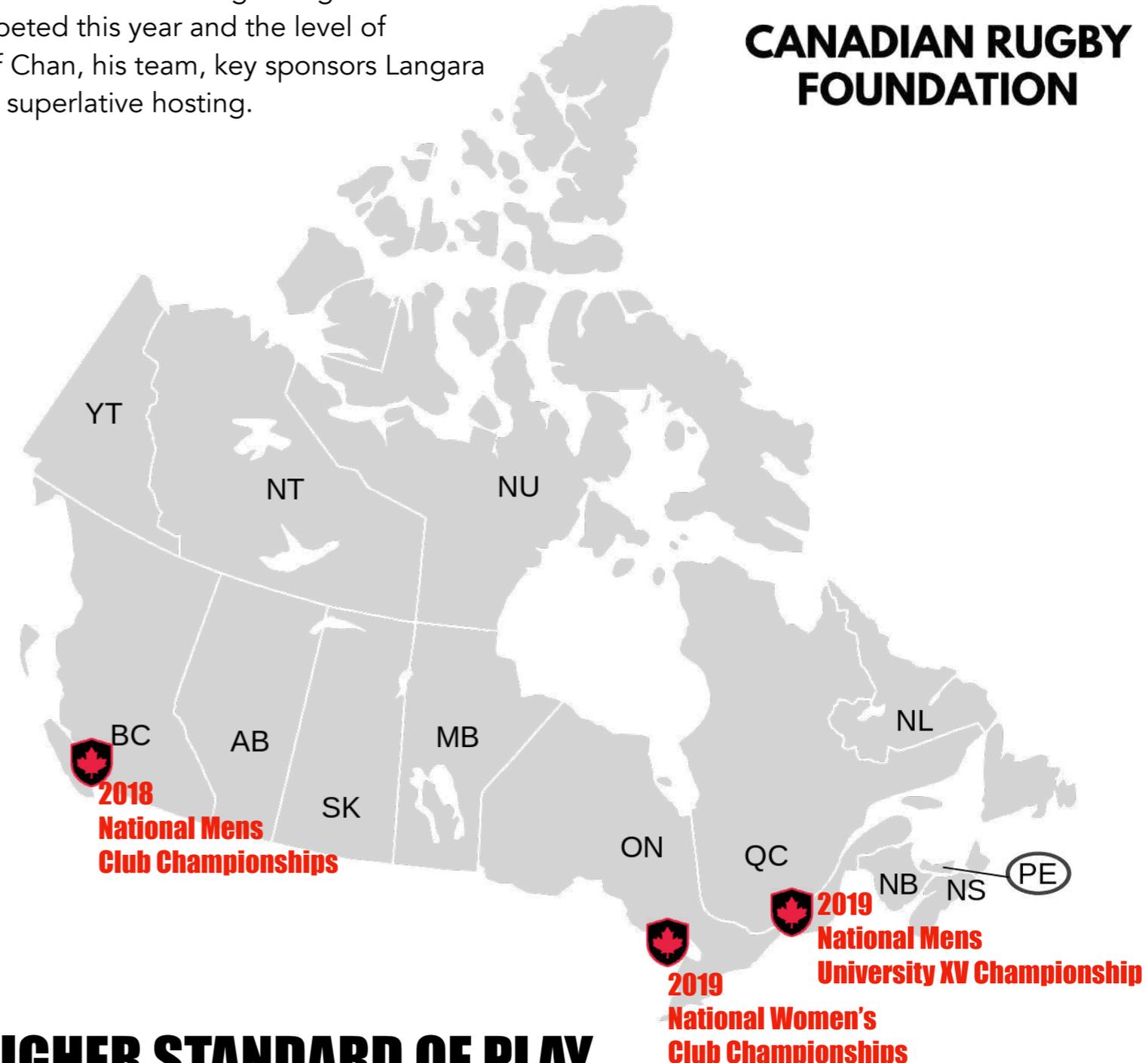


**CANADIAN RUGBY
FOUNDATION**

A grant of \$30,000 was able to leverage matching funds from donors and continue the growing success of the Canadian Men's University Rugby Championships. Eight teams competed this year and the level of competition was the best to date. We owe a debt of gratitude to Jeff Chan, his team, key sponsors Langara Fishing Lodge and Toronto Arrows and Concordia University for their superlative hosting.

This year Andrew Purdey and the Purdey Group has shown leadership and generosity in providing funding of \$120,000 to support the universities that are not well supported. It is a testament to the spirit of rugby that schools like UVIC, UBC and Trinity Western support this initiative and recognize that other universities have a greater need for funds. With these funds we hope to ensure that university programs have at minimum a part time paid coach and in some cases no longer have to pay to play. Small but significant steps. We are excited about the future of University rugby. It is a bright spot in the Canadian rugby landscape with growing participation.

We hope that Rugby Canada will be able to support the inclusion of rugby as a U Sport for Men's fifteens. This will be critical to the development of men's rugby as it has been to women's rugby. Over the years UBC and UVIC have supplied a significant amount of athletes to the National Team. We believe other universities are capable of doing the same and will do so if we can increase the profile and funding at this level.



WE ARE DRIVING A HIGHER STANDARD OF PLAY



2016 Eliminated Pay to Play for National XV Women's Program



2019
National University Men's XV
CHAMPIONS
UVIC Vikes



2019
National Women's Club
CHAMPIONS
Capilano



CANADIAN RUGBY
FOUNDATION

2019 Canadian Rugby Foundation Annual Report



2019 Treasurer's Report

**CANADIAN RUGBY
FOUNDATION**

On the following pages you will find our In-House Financial Statement as of Dec. 31/19 which is mostly self-explanatory. You will understand our Review has commenced by Trenholme and Co, Accountants and we are hopeful of receipt by May.

Another busy year with Total Assets exceeding \$5,200,000. for some 47 Funds and an excess of Revenue over Expenses of some \$912,000. The large surplus a result principally of an additional \$600,000. drawdown on the Bank Loan facility and Investment Revenue exceeding \$500,000.

I made mention above of our busy year which included the Senior Women's Championship in Ontario, the Men's Senior University Championship and a fund raising "Late Breakfast" event in Vancouver.

Although not recorded at either the In-house or Review statements, we are faced with Interest and Matching payments each year, which this year total some \$168,000., reducing our Un-Restricted Account to \$625,000.

In conclusion I wish to pay complement to our two Executive Assistants, Bethany and Breann, who work tirelessly during the year and in the face of some aggressive Fund managers. I might mention and for instance at year end, we await the Bank Statements so as to BALANCE, there is Interest and Matching to be calculated and checked and then the Year end statements prepared for dispatch all done in record time by "my book.

Sincerely J.A. Wrafter, Treasurer. "

Canadian Rugby Foundation
Income Statement Jan 01, 2019 to Dec 31, 2019



**CANADIAN RUGBY
FOUNDATION**

REVENUE

Donation Revenue		
Unrestricted Donations	-171,226.73	
Restricted Donations	839,798.11	
Total Donation Revenue		668,571.38
Dividend Revenue	27,178.29	
Interest Revenue	44,427.58	
Gain on Sale	556.82	
FOREIGN TAX WITHHELD	300.31	
FOREIGN INCOME	68,255.50	
CAPITAL GAIN	52,414.43	
Gain (Loss) on fair value	371,135.01	
Total Investment Revenue		564,267.94
Event Income	130,437.25	
Event - Travel	250.00	
Event - Misc	48,210.00	
Total Event Revenue		178,897.25
Total Revenue		1,411,736.57
TOTAL REVENUE		1,411,736.57

EXPENSE

Disbursements		
Donations-Gifts to Qualified Donees	249,895.00	
Fund Raiser Expenses	2,380.00	
Life Insurance Policies	13,392.76	
Total Donation Expense		265,667.76
Event -Travel	33,760.74	
Event- Meals	17,618.25	
Event- Merchandise	10,810.68	
Event - Misc	61,124.73	
Total Event Expense		123,314.40
Wage expense -		20,833.30
EI Expense		472.50
CPP Expense		988.10
Loan Interest	24,112.65	
Legal & Accounting	12,438.37	
Office Administration	15,509.75	
Pre Paid - Advertising & Promotion	500.00	
Other Expenses	500.00	
Website	1,382.50	
Courier & Postage	18.45	
do not use	100.00	
Interest & Bank Charges	1,442.64	
Investment Fees	27,991.93	
Office Supplies	2,068.85	
Meals & Entertainment	43.53	
Landline & Internet	1,532.93	
Total AdministratoIn Expense		87,641.60
Total disbursements		498,917.66
TOTAL EXPENSE		498,917.66
NET INCOME		912,818.91

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Canadian Rugby Foundation
Balance Sheet As at Dec 31, 2019



**CANADIAN RUGBY
FOUNDATION**

ASSET

Current assets		
CIBC Event Savings Account	36,794.34	
CIBC - Operating Account	30,215.36	
Undeposited Funds	20,035.47	
Total cash		87,045.17
GST/HST receivable		4,008.62
Computer Equipment		1,045.52
Accum Amort- Computer Equipment		-672.00
LW CORE ACTIVE BOND FUND SERIES A	1,678,635.54	
LW US EQUITY FUND SERIES A	757,789.94	
LW INTERNATIONAL POOLED FUNDSERIESA	1,044,256.56	
LW CANADIAN EQUITY FUND SERIES A	962,210.69	
LW Multi Credit Fund Series A	268,727.01	
LW SHORT TERM INCOME FUND SERIES A	36,020.81	
LW US SMALL/MID	176,680.97	
LW ADJUSTMENT FOR FMV	216,765.75	
TOTAL LW MARKETABLE SECURITIES		5,141,087.27
Total current assets		5,232,514.58
TOTAL ASSET		5,232,514.58

LIABILITY

Current liabilities		
Accounts Payable	24,090.88	
Accounts Payable		24,090.88
LOAN 2018 \$400,000.00		713,806.00
Accrued Liabilities	1,000.00	
Subtotal Liabilities		1,000.00
Tax payable -		602.72
CPP payable -		395.24
EI payable -		162.00
Total liabilities		740,056.84
TOTAL LIABILITY		740,056.84

EQUITY

Net assets		
Member's Equity - Previous Years		3,579,638.83
Current Earnings		912,818.91
Total net assets		4,492,457.74
TOTAL EQUITY		4,492,457.74
LIABILITIES AND EQUITY		5,232,514.58

Generated On: Feb 07, 2020

2019 Canadian Rugby Foundation

In a similar vein we held the first ever Canadian Women's Club Rugby Championships. It was a Davine Burton and hosted at Fletcher's Fields in Toronto . Capilano Rugby Club overcame Quebec We believe this will be an important stimulant to the Women's club rugby game. Again the gra Foundation was instrumental along with key sponsors Langara and the Toronto Arrows as well a

The Monty Heard Fund continued to provide critical support the Women's National Fifteen's p Barry Giffen, Steph de Goede and their group were instrumental in providing the funding that David and Goliath . The fact that we can compete and beat the best teams is certainly partly r Finally and perhaps most significantly the U 20 group, headed by Dr. Pat Parfrey successfully r our Men's U 20 program. These funds will provide continuing sustainable funding that will allo

In conclusion it has been a successful year for the Foundation and I feel we are beginning to p impact the growth of Canadian rugby in a sound and sustainable manner. As always we are ve to our donors from across Canada. Without you we would not exist or continue trying to make difference.



Mike Holmes
Chair
Canadian Rugby Foundation

CANADIAN RUGBY FOUNDATION

FINANCIAL STATEMENTS

DECEMBER 31, 2019

UNAUDITED



Andrew M. Jackson FCPA, FCA* Larry D. Eade CPA, CA* Tim P. Jackson CPA, CA* David H. Pickstone CPA, CA*
Willow L. Rupert CPA, CA* Brett A. Jackson CPA, CA* Carter L. Chomyn CPA, CA*

** denotes incorporated professional*

REVIEW ENGAGEMENT REPORT

To the Directors

We have reviewed the accompanying financial statements of Canadian Rugby Foundation that comprise the statement of financial position as at December 31, 2019 and the statements of operations, change 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 controls as management determines are 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 entity, 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 the 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 the financial statements.

Basis for Qualified Conclusion

In common with many not-for-profit organizations, the Foundation derives revenue from donation and fundraising activities, the completeness of which is not susceptible to us obtaining evidence we considered necessary for the purpose of the review. Accordingly, the evidence obtained of these revenues was limited to the amounts recorded in the records of the Foundation. Therefore, we were unable to determine whether any adjustments might have been found necessary with respect to fundraising revenue, excess of revenue over expenses, and cash flows from operations for the years ended December 31, 2019 and 2018, current assets as at December 31, 2019 and 2018, and net assets as at the beginning and the end of the years ended December 31, 2019 and 2018. Our conclusion on the financial statements as at and for the year ended December 31, 2018 was modified accordingly because of the possible effects of this limitation in scope.

Qualified Conclusion

Based on our review, except for the possible effects of the matter described in the Basis for Qualified Conclusion paragraph, nothing has come to our attention that causes us to believe that the accompanying financial statements do not present fairly, in all material respects, the financial position of Canadian Rugby Foundation as at December 31, 2019, 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.

TRENKLE & COMPANY

Chartered Professional Accountants LLP

Victoria, British Columbia
June 25, 2020



CANADIAN RUGBY FOUNDATION
Statement of Financial Position
December 31, 2019

	2019	2018
ASSETS		
Current assets		
Cash	\$ 88,945	\$ 85,740
Accounts receivable	-	21,028
Goods and services tax receivable	4,024	4,159
Investments (note 4)	5,141,087	3,818,200
Prepaid expenses	13,838	12,728
	5,247,894	3,941,855
Tangible capital assets, net (note 5)	169	374
	\$ 5,248,063	\$ 3,942,229

LIABILITIES AND NET ASSETS

Current liabilities		
Accounts payable and accrued liabilities	\$ 34,947	\$ 25,274
Demand loan payable (note 6)	713,806	344,500
	748,753	369,774
Net assets		
Restricted funds (note 7)	3,959,305	3,273,869
Operating fund	540,005	298,586
	4,499,310	3,572,455
	\$ 5,248,063	\$ 3,942,229

Approved by the Directors

(see accompanying notes)

UNAUDITED



CANADIAN RUGBY FOUNDATION**Statement of Change in Net Assets****Year ended December 31, 2019**

	Operating fund	Restricted funds	Total 2019	Total 2018
Net assets, beginning of year	\$ 298,586	\$ 3,273,869	\$ 3,572,455	\$ 3,719,236
Excess (deficiency) of revenues over expenses for the year	270,792	656,063	926,855	(146,781)
Transfers of grants to restricted funds	(29,373)	29,373	-	-
Net assets, end of year	\$ 540,005	\$ 3,959,305	\$ 4,499,310	\$ 3,572,455

(see accompanying notes)

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CANADIAN RUGBY FOUNDATION**Statement of Operations**

Year ended December 31, 2019

	Operating fund	Restricted funds	Total 2019	Total 2018
Revenue				
Donation receipts	\$ 109,362	\$ 707,028	\$ 816,390	\$ 353,511
Fundraising activities	57,578	-	57,578	12,600
Investment income (note 8)	56,068	138,930	194,998	220,600
	<u>223,008</u>	<u>845,958</u>	<u>1,068,966</u>	<u>586,711</u>
Expenses				
Administration				
Accounting and legal	25,973	-	25,973	18,180
Amortization	205	-	205	456
Bank charges and interest	2,193	-	2,193	1,146
Office and sundry	12,473	-	12,473	14,332
Telephone and utilities	1,533	-	1,533	1,234
Wages and benefits	22,294	-	22,294	-
	<u>64,671</u>	<u>-</u>	<u>64,671</u>	<u>35,348</u>
Non-administration				
Investment management fees	27,992	-	27,992	25,070
Community events	139,663	-	139,663	137,615
	<u>167,655</u>	<u>-</u>	<u>167,655</u>	<u>162,685</u>
Fundraising				
Fundraising activities	11,400	9,580	20,980	33,816
Gifts to qualified donees	40,600	180,315	220,915	95,505
Loan interest	26,060	-	26,060	12,200
Life insurance premium costs	13,393	-	13,393	13,393
	<u>91,453</u>	<u>189,895</u>	<u>281,348</u>	<u>154,914</u>
	<u>323,779</u>	<u>189,895</u>	<u>513,674</u>	<u>352,947</u>
Excess (deficiency) of revenue over expenses before the following:				
	(100,771)	656,063	555,292	233,764
Gain (loss) in fair value of marketable securities	371,563	-	371,563	(380,545)
Excess (deficiency) of expenses over revenue for the year				
	<u>\$ 270,792</u>	<u>\$ 656,063</u>	<u>\$ 926,855</u>	<u>\$ (146,781)</u>

(see accompanying notes)

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CANADIAN RUGBY FOUNDATION**Statement of Cash Flows****Year ended December 31, 2019**

	2019	2018
Cash provided from (used in)		
Operating activities		
Excess of revenue over expenses for the year	\$ 926,855	\$ (146,781)
Items not involving cash:		
(Gain) on sale of investments	(128)	(24,019)
(Gain) loss in fair value of marketable securities	(371,563)	380,545
Amortization	205	456
Changes in non-cash operating working capital		
Change in accounts receivable	27,057	(20,700)
Change in prepaid expenses	1,110	(950)
Change in accounts payable	8,669	22,278
	<u>592,205</u>	<u>210,829</u>
Financing activities		
Increase in demand loan payable	600,000	400,000
Repayment of demand loan payable	(230,694)	(55,500)
	<u>369,306</u>	<u>344,500</u>
Investing activities		
Proceeds from sale of investments	218,674	315,682
Purchase of investments	(1,176,980)	(853,760)
	<u>(958,306)</u>	<u>(538,078)</u>
Increase in cash during the year	3,205	17,251
Cash and cash equivalents, beginning of year	85,740	68,489
Cash and cash equivalents, end of year	\$ 88,945	\$ 85,740

(see accompanying notes)

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CANADIAN RUGBY FOUNDATION

Notes to the Financial Statements

December 31, 2019

1. Purpose of the Organization

The Canadian Rugby Foundation was incorporated on January 1, 2002 to foster, encourage and promote the game of rugby among both genders within Canada through grants, bursaries, scholarships and awards to qualified donees including the Canadian Rugby Union.

The Foundation was registered as a charitable organization under the Income Tax Act on December 18, 2002 and, accordingly, is exempt from income taxes.

2. Accounting policies

The Foundation applies the Canadian accounting standards for not-for-profit organizations.

A summary of significant accounting policies is presented below to assist the reader in evaluating the Foundation's financial statements:

Revenue

The Foundation follows the restricted fund method of accounting for contributions. Contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Contributions in-kind are recognized at fair value at the date of contributions, if determinable.

Investment income includes interest, foreign investment income, dividends, capital dividends and realized capital gains and losses, earned on the Operating and Restricted Funds. Investment income is allocated to Restricted funds based on a targeted rate of return of 3.5% annually.

Fund accounting

The Foundation follows the restricted fund method of accounting for contributions. The Foundation ensures, as part of its fiduciary responsibilities, that all funds received with a restricted purpose are expended for the purpose for which they were provided. The financial statements include the following funds:

Operating fund

The Operating Fund accounts for the Foundation's operational and administrative activities. The Operating Fund reports unrestricted resources available for immediate purposes. The Foundation's investments in tangible capital assets are also included in the Operating Fund.

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CANADIAN RUGBY FOUNDATION

Notes to the Financial Statements

December 31, 2019

2. Accounting policies (continued)

Restricted funds

The Restricted funds consist of various funds for which long term donations have been made for specific purposes. The donations made to these restricted funds are considered to be gifts of enduring property as the donations are subject to written direction that the Foundation hold these gifts for a period of at least ten years. These donations are considered to be externally restricted.

The restricted funds also include internally restricted allocations of grants which are allocated by the foundation based on specific criteria governing each fund.

The balance sheet presents the combined assets and liabilities of all funds.

Contributed goods and services

Contributed assets, which are transferred to the Foundation, are recognized at their fair market value in the financial statements at the time of acceptance by the Foundation, if determinable.

Volunteers and other organizations have contributed significant time and resources to assist the foundation in carrying out its programs and activities. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

Financial instruments

The Foundation's financial instruments consist of cash, investments, accounts receivable, prepaid expenses, and accounts payable and accrued liabilities. The foundation initially measures its financial assets and liabilities at fair value. The Foundation subsequently measures all its financial assets and financial liabilities at amortized costs, except for cash and marketable securities.

Investments consist of common and preferred shares, money market investments, and mutual fund trust units. The measurement of fair value is determined by published price quotations in an active market. Net gains and losses arising from changes in fair value are recognized in the revenue and expenses of the Restricted Funds for the year.

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CANADIAN RUGBY FOUNDATION

Notes to the Financial Statements

December 31, 2019

2. Accounting policies (continued)

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 disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the reporting period. Items requiring the use of estimates include the estimated useful life of tangible capital assets, accrued liabilities and rates for amortization. Actual results could differ from these estimates.

Tangible capital assets and amortization

Tangible capital assets are recorded at cost and are being amortized over their estimated useful lives using the following rates and methods:

Computer hardware	-	55% declining balance
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CANADIAN RUGBY FOUNDATION

Notes to the Financial Statements

December 31, 2019

3. Financial instruments

The foundation actively manages the risks that arise from its use of financial instruments, including liquidity, credit, market, and interest rate risk. The Foundation does not utilize derivatives or other off-balance sheet instruments, nor does the Foundation engage in hedging transactions.

Liquidity risk

Liquidity risk is the risk that the Foundation will be unable to fulfil its obligations on a timely basis or at a reasonable cost. A key liquidity requirement for the Foundation is grant commitments and monitoring its operating requirements. Liquidity risk is managed by investing the majority of the Foundation's assets in investments that are traded in an active market and can be readily liquidated and by monitoring its operating requirements. In addition, the Foundation aims to retain sufficient cash positions to maintain liquidity. The Foundation's investments are considered readily realizable and liquid, in management's opinion the Foundation's liquidity risk is considered minimal. There has been no change to the risk exposures from 2018.

Credit risk

Credit risk is the potential for a financial loss should a counter party in a transactions fail to meet its obligations. The Foundation's investments in short-term investments, bonds and debentures are subject to credit risk. The maximum exposure to credit risk on these financial instruments is their carrying values.

Market risk

Returns on the Foundation's investments are subject to risk factors specific to general economic conditions. The market value presents the Foundation's maximum exposure to market risk. The Foundation reduces this risk through the use of an external investment manager that invests in a diversified portfolio.

Interest rate risk

The Foundation is exposed to interest rate risk on its fixed and floating interest rate financial instruments. Fixed-rate instruments subject the Foundation to a fair value risk while the floating rate instruments subject it to a cash flow risk. The Foundation is exposed to this type of risk as a result of investments in short-term investments, bonds and money market funds. The risk associated with investments is managed by the external investment manager. The Foundation's exposure to interest rate risk is also linked to its demand loan payable which carries an interest rate linked to the prime rate, and must be renewed from time to time.

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CANADIAN RUGBY FOUNDATION

Notes to the Financial Statements

December 31, 2019

4. Investments

Investments are managed on a discretionary basis by Leith Wheeler Investment Counsel Ltd. and are reported at market value. The asset allocations at year end are as follows.

	2019	2018
Fixed income investments	1,943,216	1,523,793
Equity investments	3,197,871	2,294,407
Fair market value of investments	\$ 5,141,087	\$ 3,818,200

5. Tangible capital assets

	Cost	Accumulated Amortization	Net Book Value	
			2019	2018
Computer hardware	\$ 1,046	\$ 877	\$ 169	\$ 374

6. Demand loan payable

	2019	2018
CIBC Loan		
Facility of \$1,500,000 repayable on demand, until demand interest is payable at prime rate plus 0.50% monthly	\$ 713,806	\$ 344,500
	\$ 713,806	\$ 344,500

Payment terms of the demand loan payable on the final advance of the facility are 120 blended interest and principal payments of \$15,000 per month, with any outstanding balance due at the end of the 120 month term.

The demand loan is backed by a general security agreement and a securities pledge that pledges the securities held in an account maintained by Leith Wheeler Investment Counsel Ltd. limited to an amount of \$4,000,000. The fair market value of the securities pledged at December 31, 2019 is \$5,141,087.

Loan proceeds have been advanced based on pledges made by donors.

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CANADIAN RUGBY FOUNDATION

Notes to the Financial Statements

December 31, 2019

7. Restricted funds

Restricted funds represent 44 dedicated funds that have been established by various donors in support of scholarships, programs and clubs. The funds are eligible to receive up to \$20,000 in matching funds from the Foundation and are allocated investment income at a targeted rate of return of 3.5% annually. Representatives of the funds may determine if annual returns are re-invested or distributed. No distributions are made until the fund reaches \$25,000 or \$10,000 for scholarships. Capital can be withdrawn for capital projects at a rate of up to 50% of contributions or upon agreement with the board of directors of the Foundation in special circumstances.

Contributions made by donors to these funds are externally restricted by a representative of the fund. The allocation of grants and investment income to these funds is an internal restriction resulting from allocations approved by the Foundation.

Included in the Foundation's total net assets are the following restricted fund balances which are comprised of the following transactions in the year.

	2019	2018
Opening balance	\$ 3,273,869	\$ 2,915,394
Increases		
Restricted donations received	707,028	279,176
Internally restricted investment income allocated	138,390	111,755
Internally restricted grants allocated	29,373	29,285
Decreases		
Fund distributions	(189,895)	(61,741)
Closing balance	\$ 3,958,765	\$ 3,273,869

8. Investment income

Investment income is comprised of the following:

	2019	2018
Dividend income	\$ 27,178	\$ 21,655
Foreign investment income	76,416	45,129
Interest income	44,059	42,120
Capital gain dividends	52,414	91,213
Gain on the sale of securities	128	24,019
Less: Foreign taxes paid	(5,197)	(3,536)
	\$ 194,998	\$ 220,600

UNAUDITED



CANADIAN RUGBY FOUNDATION

Notes to the Financial Statements

December 31, 2019

9. Life insurance policies

The Foundation is owner and beneficiary of four life insurance policies with face amounts totaling \$450,000 (2018 - \$450,000).

During the year, the Foundation did not receive any payouts on these life insurance policies (2018 - no payouts).

10. Subsequent events

Subsequent to year-end, there was a global spread of COVID-19 (coronavirus), which has had broad financial impact to the economy through the restrictions put in place by federal, provincial and municipal governments regarding isolation and quarantine orders. At this time, the extent of the impact the COVID-19 pandemic may have on the foundation is unknown as it will depend on future developments that cannot be predicted with confidence. These uncertainties arise from the inability to predict the ultimate geographic spread of the disease, the duration of the outbreak, and the related isolation and quarantine measures that are currently, or may be put, in place by government authorities to fight the virus.

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