

# **PAYPAL GIVING FUND CANADA**

**Financial Statements**

**Year ended December 31, 2025**

**PAYPAL GIVING FUND CANADA**  
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**December 31, 2025**

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## INDEPENDENT AUDITOR'S REPORT

To the Member of  
PayPal Giving Fund Canada

### *Opinion*

We have audited the financial statements of PayPal Giving Fund Canada ("PPGF Canada"), which comprise the statement of financial position as at December 31, 2025, and the statements of activities and changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of PPGF Canada 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.

### *Basis for Opinion*

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

### *Responsibilities of Management and Those Charged with Governance for the Financial Statements*

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing PPGF Canada's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate PPGF Canada or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing PPGF Canada's financial reporting process.

### *Auditor's Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- ◆ Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

## INDEPENDENT AUDITOR'S REPORT - cont'd

- ◆ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- ◆ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- ◆ Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.
- ◆ Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

*Adams & Miles LLP*

Chartered Professional Accountants  
Licensed Public Accountants

Toronto, Canada  
April 2, 2026



**PAYPAL GIVING FUND CANADA**  
**Statement of Financial Position**  
**December 31, 2025**

	2025	2024
<b>Assets</b>		
Current		
Cash	\$ 3,065,480	\$ 2,832,316
Accounts receivable (Note 6)	73,443	44,903
	<b>\$ 3,138,923</b>	<b>\$ 2,877,219</b>
<b>Liabilities</b>		
Current		
Grants payable (Note 3)	\$ 2,120,807	\$ 2,160,959
Accounts payable and accrued liabilities (Notes 4 and 6)	197,348	143,764
Deferred revenues (Note 5)	10,796	10,796
	2,328,951	2,315,519
<b>Net Assets</b>		
Unrestricted	809,972	561,700
	<b>\$ 3,138,923</b>	<b>\$ 2,877,219</b>

Approved on behalf of the Board:

\_\_\_\_\_ Director

\_\_\_\_\_ Director

**PAYPAL GIVING FUND CANADA**

**Statement of Activities and Changes in Net Assets**

**Year ended December 31, 2025**

	2025	2024
<b>Revenues</b>		
Contributions	\$ 21,971,191	\$ 22,701,177
Program services and other (Note 6)	836,101	619,163
In-kind contributions (Note 6)	406,056	450,326
	<u>23,213,348</u>	<u>23,770,666</u>
<b>Expenses</b>		
Grants and other distributions (Note 7)	21,971,191	22,701,177
Personnel (Note 6)	408,046	407,000
In-kind expenses (Note 6)	406,056	450,326
Professional fees	129,049	78,801
Office	46,833	45,165
Miscellaneous	3,901	5,981
	<u>22,965,076</u>	<u>23,688,450</u>
<b>Excess of revenues over expenses</b>	248,272	82,216
<b>Net assets, beginning of year</b>	<u>561,700</u>	<u>479,484</u>
<b>Net assets, end of year</b>	<u>\$ 809,972</u>	<u>\$ 561,700</u>

**PAYPAL GIVING FUND CANADA**

**Statement of Cash Flows**

**Year ended December 31, 2025**

	2025	2024
<b>Cash provided by (used in)</b>		
<b>Operating activities</b>		
Excess of revenues over expenses	\$ 248,272	\$ 82,216
Changes in		
Accounts receivable	(28,540)	30,878
Grants payable	(40,152)	(119,069)
Accounts payable and accrued liabilities	53,584	(116,511)
<b>Change in cash position</b>	233,164	(122,486)
<b>Cash, beginning of year</b>	2,832,316	2,954,802
<b>Cash, end of year</b>	\$ 3,065,480	\$ 2,832,316

# PAYPAL GIVING FUND CANADA

## Notes to Financial Statements

Year ended December 31, 2025

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### 1. Nature and purpose of the organization

PayPal Giving Fund Canada (“PPGF Canada” or the “Organization”) is a not-for-profit organization incorporated without share capital on October 1, 2008, and continued under the Canada Not-for-profit Corporations Act on September 9, 2014. The sole member of PPGF Canada is the PayPal Charitable Giving Fund (“PPGF US”), incorporated under the laws of the state of Delaware in the United States of America, and exempt from federal taxation under Section 501(c)(3) of the US Internal Revenue Code.

PPGF Canada’s Board is comprised of officers and employees of PayPal Canada, as well as independent directors.

The Organization is a registered charity under the Income Tax Act (Canada), and, as such, is exempt from taxes and maintains the ability to issue donation receipts for income tax purposes. PPGF Canada is a public foundation.

The primary purpose of the Organization is to enable people to give to charity on the platforms of PayPal Canada, Facebook, GoFundMe, Twitch, Instagram, and other online platforms. PPGF Canada receives funds donated through these platforms and seeks to grant them to charities recommended by donors. PPGF Canada also looks to inform the sector on digital fundraising trends and best practices.

### 2. Summary of significant accounting policies

These financial statements are the representation of management and are prepared in accordance with Canadian accounting standards for not-for-profit organizations (“ASNPO”) in Part III of the CPA Canada Handbook.

#### Revenue recognition

The Organization follows the deferral method of accounting for contributions. All contributions are considered available for PPGF Canada’s general programs unless specifically externally restricted. Externally restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue in the year received or receivable if the amount to be received can be estimated and collection is reasonably assured.

## PAYPAL GIVING FUND CANADA

### Notes to Financial Statements

Year ended December 31, 2025

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#### 2. Summary of significant accounting policies - cont'd

In accordance with the Organization's mission to enable donors to identify opportunities aligned with their values and charitable interests, contributions are received from donors who provide recommended grant recipients at the time of donation. PPGF Canada conducts due diligence on the recommended charities before approving them to receive a grant, and makes every effort to deliver each donation according to the donor's wishes. In the event that the recommended charity cannot be funded, PPGF Canada may reassign funds to another charitable organization, and whenever possible, will ask the donor to recommend another charity to benefit from the donation. As such, these donations are not considered externally restricted.

Program services revenue in support of operating expenses is recognized when received.

Other revenue is recognized as revenue when earned.

##### Contributed services

Contributed services, as described in Note 6, are recognized at fair value when received, when they would be used in the normal course of operations, and would otherwise have been purchased.

##### Financial instruments

PPGF Canada's financial instruments consist of cash, accounts receivable, grants payable, and accounts payable and accrued liabilities. Financial instruments are initially recognized at fair value, and subsequently, at amortized cost. The carrying amount of PPGF Canada's financial instruments approximates fair value due to their short-term maturities.

##### Use of estimates

The preparation of financial statements in accordance with ASNPO requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the year. Such estimates are reviewed periodically, and any adjustments necessary are reported in the Statement of Activities in the year in which they become known. The significant estimate impacting PPGF Canada's financial statements is the fair value of in-kind contributions and the offsetting value of related expenses (Note 6). Actual values could differ from these estimates.

## **PAYPAL GIVING FUND CANADA**

### **Notes to Financial Statements**

**Year ended December 31, 2025**

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#### **3. Grants payable**

Grants payable at year end are expected to be paid in the following year.

#### **4. Government remittances payable**

There were no government remittances payable as at December 31, 2025 or 2024.

#### **5. Deferred revenues**

Deferred revenues as at December 31 are comprised of funds for restricted purposes for future campaign expenses.

#### **6. Economic dependence and related party transactions**

PPGF Canada is dependent on PayPal Canada, PayPal Inc., and PPGF US to support its operations. During 2025, the Organization received in-kind contributions from PayPal Canada and PPGF US of \$324,271 and \$81,785 (2024 - \$358,710 and \$91,616), respectively, related to PPGF Canada's estimated proportionate share of costs related to personnel (accounting and legal), IT and platform support, transaction processing, and office space. PPGF Canada would have paid for these expenses if they had not been contributed. In 2025, included in accounts receivable is \$22,554 (2024 - \$Nil) due from PPGF US. The amount receivable has no formal terms of payment.

In August 2018, the Organization entered into a Grant Agreement (the "Agreement") with PPGF US to provide PPGF Canada with program services revenue, contingent on the support PPGF US receives from PayPal Inc., to fund its budgeted operating expenditures. During 2025, the Organization received \$813,526 (2024 - \$604,194) in support.

In May 2022, the Agreement was amended to include the secondment of staff from PayPal Canada on an indefinite basis. In fiscal 2025, the Organization incurred \$408,046 (2024 - \$407,000) in secondment costs, of which \$125,682 (2024 - \$89,512) was payable to PayPal Canada and included in accounts payable and accrued liabilities at year end. The amount payable has no formal terms of repayment.

Related party transactions are in the normal course of operations and are measured at their exchange amount, as established and agreed to by the related parties.

## **PAYPAL GIVING FUND CANADA**

### **Notes to Financial Statements**

**Year ended December 31, 2025**

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#### **7. Grants and other distributions**

Included in grants and other distributions are grants to Canadian registered charities of \$21,738,970 (2024 - \$22,407,317) and fees charged by some partners for donations made through their platforms of \$232,221 (2024 - \$293,860). PPGF Canada itself does not charge charities or donors any fees for its services, and is dependent on PayPal Canada, PayPal Inc., and PPGF US to support its operations (Note 6).

#### **8. Financial instrument risks**

Consistent with the prior year, it is management's opinion that PPGF Canada is not exposed to significant credit, liquidity, or market risks arising from its financial instruments.