

**Endeavour**  
(formerly Endeavour Community Sailing)  
Financial Statements  
**August 31, 2021**  
(expressed in Bermuda dollars)



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### **Responsibilities of management for the financial statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Accounting Standards for Not-For-Profit Organizations in Bermuda and Canada, 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 the Charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Charity or to cease operations, or has no realistic alternative but to do so.

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### **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 auditing standards generally accepted in Bermuda and Canada 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.

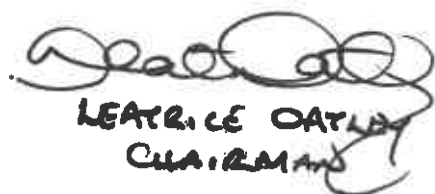
As part of an audit in accordance with auditing standards generally accepted in Bermuda and Canada, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Charity'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 Charity'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 Charity 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.

**Endeavour**  
**Statement of Financial Position**  
**As at August 31, 2021**

(expressed in Bermuda dollars)

	2021 \$	2020 \$
<b>Assets</b>		
<b>Current Assets</b>		
Cash	1,760,505	1,789,749
Trade and other receivables	10,450	8,550
Prepaid expenses	10,167	-
	<u>1,781,122</u>	<u>1,798,299</u>
<b>Fixed assets (Note 3)</b>	<u>263,531</u>	<u>307,943</u>
	<u>2,044,653</u>	<u>2,106,242</u>
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Accounts payable and accrued liabilities	<u>51,931</u>	<u>42,567</u>
	51,931	42,567
<b>Deferred contributions (Note 4)</b>	<u>119,451</u>	<u>60,000</u>
	171,382	102,567
<b>Net Assets</b>	<u>1,873,271</u>	<u>2,003,675</u>



LEATRICE OATLEY  
 CHAIRMAN

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

**Endeavour**  
**Statement of Cash Flows**  
**For the year ended August 31, 2021**

(expressed in Bermuda dollars)

	2021 \$	2020 \$
<b>Cash provided by operating activities</b>		
<b>Operations</b>		
Excess of expenditure over revenue	(130,404)	(78,287)
Items not affecting cash		
Depreciation	127,941	129,184
Disposal of fixed assets	2,501	-
Changes in non-cash operating working capital		
Receivables	(1,900)	1,900
Prepaid expenses	(10,167)	-
Accounts payable and accrued liabilities	9,364	25,915
Deferred contributions	59,451	60,000
<b>Net cash provided by operating activities</b>	<b>56,786</b>	<b>138,712</b>
<b>Investing activities</b>		
Purchase of fixed assets	(86,030)	(71,147)
<b>Net cash used in investing activities</b>	<b>(86,030)</b>	<b>(71,147)</b>
<b>Increase (decrease) in cash and cash equivalents</b>	<b>(29,244)</b>	<b>67,565</b>
<b>Cash and cash equivalents, beginning of year</b>	<b>1,789,749</b>	<b>1,722,184</b>
<b>Cash and cash equivalents, end of year</b>	<b>1,760,505</b>	<b>1,789,749</b>

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

# Endeavour

## Notes to the Financial Statements August 31, 2021

The financial assets and financial liabilities of Endeavour are classified and measured as follows:

<b>Assets/liabilities</b>	<b>Measurement</b>
Cash and cash equivalents	Fair value
Accounts payable and accrued liabilities	Fair value
Trade and other receivables	Fair value

Endeavour does not enter into any derivative financial instrument arrangements for hedging or speculative purposes.

(c) **Fixed assets**

Endeavour expenses all fixed assets below a threshold of \$2,000, as they are considered to be fully depreciated within the year of purchase. All other fixed assets are capitalised in the year acquired and are depreciated on a straight-line basis over the assets' useful lives as follows:

Docks	10 years
Boats and sails	3 - 5 years
Vehicles	5 years
Computers, website and equipment	3 years
Operations bases	5 years

Donated assets are capitalised at fair value at the date of contribution where a fair value can be measured reliably. When a fixed asset no longer contributes to Endeavour's operations, its carrying amount is written down to its residual value.

(d) **Contributed services**

Volunteers with technical or professional expertise contribute a substantial number of hours each year to assist Endeavour in carrying out its activities. Due to the difficulty in determining the fair value of volunteers at Endeavour, their contributions are not recognised in the financial statements. However, business and corporations that contribute in-kind gifts and/or services which have a determinable fair value are recognised in the financial statements. Included in income for the year is \$117,422 (2020-\$83,638) of donated goods and services.

(e) **Use of estimates**

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the year. Actual results could differ from those estimates. Significant estimates and assumptions include carrying amounts of accounts receivable, estimated useful lives of fixed assets and accrued liabilities.

### 3. **Fixed assets**

<b>Description</b>	<b>Cost</b> \$	<b>Accumulated depreciation</b> \$	<b>2021 Net book value</b> \$
Docks	123,600	35,878	87,722
Boats and sails	363,958	244,091	119,867
Vehicles	87,710	75,034	12,676
Computers, website and equipment	63,899	60,647	3,252
Operations bases	123,690	83,676	40,014
<b>Total</b>	<b>762,857</b>	<b>499,326</b>	<b>263,531</b>

# Endeavour

## Notes to the Financial Statements August 31, 2021

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### **9. COVID-19 Impact**

Although the spread of COVID-19 (Coronavirus) has had a significant global and local impact from 2020 onwards, Endeavour's operations have been able to continue with changes made to adhere to Bermuda Government guidelines and protocols to guide operations and programme activities; the management team supported by the Board continues to monitor the evolving situation and reassess the operational model as needed. Endeavour has sufficient reserves and funding commitments to continue in operation for the foreseeable future and as such expects that the effect of COVID-19 will continue to be limited.

### **10. Subsequent Events**

Management has evaluated and disclosed all material subsequent events up to December 8, 2021 which is the date the financial statements were made available to be issued.