

# **THE JEWISH FOUNDATION OF MANITOBA**

## **Financial Statements**

**For the year ended December 31, 2023**

# THE JEWISH FOUNDATION OF MANITOBA

## Financial Statements

For the year ended December 31, 2023

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## Independent Auditor's Report

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To the Board of Directors of The Jewish Foundation of Manitoba

### Opinion

We have audited the financial statements of **The Jewish Foundation of Manitoba** (the "Foundation"), which comprise the statement of financial position as at December 31, 2023, and the statement of operations, the statement of changes in net assets and the statement of 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 the Foundation as at December 31, 2023, and its results of 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 the Foundation 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 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.

In preparing the financial statements, management is responsible for assessing the Foundation'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 Foundation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Foundation's financial reporting process.

### Other Matter

The financial statements of the Foundation for the year ended December 31, 2022 were audited by another auditor who expressed an unmodified opinion on those financial statements on May 31, 2023.

### 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.
- 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 Foundation'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 Foundation'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 Foundation 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.

*BDO Canada LLP*

Chartered Professional Accountants

Winnipeg, Manitoba  
May 29, 2024

# THE JEWISH FOUNDATION OF MANITOBA

## Statement of Financial Position

**As at December 31** 2023                      2022

### Assets

Cash and bank	\$ 3,308,536	\$ 1,766,150
Accounts receivable	57,207	16,143
Prepaid expenses	128,430	87,007
Other assets (Note 3)	7,803	7,803
Investments (Note 4)	157,685,205	145,776,947
Investment in real estate (Note 5)	334,000	334,000
Capital assets (Note 6)	20,228	28,215
Cash surrender value of life insurance (Note 7)	180,098	209,663
	<b>\$161,721,507</b>	<b>\$148,225,928</b>

### Liabilities and Net Assets

#### Liabilities

Accounts payable and accrued liabilities	\$ 205,054	\$ 211,889
Grant commitments and distributions payable	3,979,659	4,842,204
Loan payable (Note 8)	-	60,000
Encroachable funds payable (Note 2f)	7,043,732	6,214,577
	<b>11,228,445</b>	<b>11,328,670</b>

#### Net Assets (Note 2c)

Operating Fund	(1,123,617)	(8,827,925)
Reserve Fund	4,950,350	4,950,350
Endowment Funds	146,666,329	140,774,833
	<b>150,493,062</b>	<b>136,897,258</b>
	<b>\$161,721,507</b>	<b>\$148,225,928</b>

Approved on behalf of the Board of Directors:

  
\_\_\_\_\_ Director

  
\_\_\_\_\_ Director

## THE JEWISH FOUNDATION OF MANITOBA Statement of Operations

For the year ended December 31	2023	2022
<b>Revenue</b>		
Interest	\$ 2,426,812	\$ 1,947,232
Dividends	5,741,651	13,455,283
Realized gain on disposal of investments	1,498,684	5,172,366
Grants (Note 8 and 10)	33,165	3,102
Rent (Note 5)	1	1
	<b>9,700,313</b>	<b>20,577,984</b>
Less: Investment counsel and custodial fees	<b>357,467</b>	<b>412,249</b>
<b>Total revenue</b>	<b>9,342,846</b>	<b>20,165,735</b>
<b>Expenses</b>		
Operating activities	1,838,672	1,805,118
Direct programming and marketing activities	75,751	56,157
	<b>1,914,423</b>	<b>1,861,275</b>
Distributions and grants		
Designated distributions	5,532,147	5,868,989
Grants - Committee directed	1,453,215	1,192,609
	<b>6,985,362</b>	<b>7,061,598</b>
<b>Total expenses</b>	<b>8,899,785</b>	<b>8,922,873</b>
<b>Excess of revenue over expenses before the following</b>	<b>443,061</b>	<b>11,242,862</b>
<b>Unrealized gain (loss) on investments and redemption amount of encroachable funds</b>	<b>7,326,024</b>	<b>(31,831,272)</b>
<b>Excess (deficiency) of revenue over expenses for the year</b>	<b>\$ 7,769,085</b>	<b>\$ (20,588,410)</b>

## THE JEWISH FOUNDATION OF MANITOBA Statement of Changes in Net Assets

**For the year ended December 31, 2023**

	Operating Fund	Reserve Fund	Endowment Fund	2023 Total	2022 Total
<b>Balance, beginning of year</b>	<b>\$ (8,827,925)</b>	<b>\$ 4,950,350</b>	<b>\$140,774,833</b>	<b>\$136,897,258</b>	<b>\$ 152,758,303</b>
<b>Excess (deficiency) of revenue over expenses for the year</b>	<b>7,769,085</b>	<b>-</b>	<b>-</b>	<b>7,769,085</b>	<b>(20,588,410)</b>
<b>Contributions</b>	<b>-</b>	<b>-</b>	<b>5,826,719</b>	<b>5,826,719</b>	<b>4,727,365</b>
<b>Interfund transfer</b>	<b>(64,777)</b>	<b>-</b>	<b>64,777</b>	<b>-</b>	<b>-</b>
<b>Balance, end of year</b>	<b>\$ (1,123,617)</b>	<b>\$ 4,950,350</b>	<b>\$146,666,329</b>	<b>\$150,493,062</b>	<b>\$136,897,258</b>

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

## THE JEWISH FOUNDATION OF MANITOBA Statement of Cash Flows

For the year ended December 31	2023	2022
<b>Cash provided by (used in):</b>		
<b>Operating Activities</b>		
Excess (deficiency) of revenue over expenses for the year	\$ 7,769,085	\$ (20,588,410)
Items not affecting cash		
Amortization	18,416	23,556
Unrealized (gain) loss on investments and change in redemption amount of encroachable funds	(7,326,024)	31,831,272
Realized gain of disposal of investments	(1,498,684)	(5,172,366)
Forgiveness of debt	(20,000)	-
	(1,057,207)	6,094,052
Changes in non-cash working capital balances		
Accounts receivable	(41,064)	3,972
Prepaid expenses	(41,423)	8,745
Accounts payable and accrued liabilities	(6,835)	(50,315)
Grant commitments and distributions payable	(862,545)	1,644,498
	(2,009,074)	7,700,952
<b>Investing Activities</b>		
Purchase of investments	(4,277,638)	(15,083,104)
Proceeds from investments	2,052,808	3,089,573
Purchase of capital assets, net	(10,429)	(26,068)
	(2,235,259)	(12,019,599)
<b>Financing Activities</b>		
Repayment of loan	(40,000)	-
Endowment contributions received	5,826,719	4,727,365
	5,786,719	4,727,365
<b>Net increase in cash and bank during the year</b>	<b>1,542,386</b>	<b>408,718</b>
<b>Cash and bank, beginning of year</b>	<b>1,766,150</b>	<b>1,357,432</b>
<b>Cash and bank, end of year</b>	<b>\$ 3,308,536</b>	<b>\$ 1,766,150</b>

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



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# THE JEWISH FOUNDATION OF MANITOBA

## Notes to Financial Statements

For the year ended December 31, 2023

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### 1. Organization

The Jewish Foundation of Manitoba. (the "Foundation") was established in 1964 by way of a private bill by the Legislature of the Province of Manitoba. The Foundation was continued by The Jewish Foundation of Manitoba Act effective June 10, 2004 (amended September 13, 2013). The mission statement of the Foundation is as follows:

“The Jewish Foundation of Manitoba, in keeping with our Jewish heritage and values, encourages and facilitates the creation and growth of endowment funds to enable the community to realize its potential. The Foundation maintains effective stewardship over all assets entrusted to it; distributes grants that reflect donors’ wishes and community priorities; and provides leadership in the Jewish and general communities.”

The Foundation is a registered charity and is classified as a public foundation for purposes of the Income Tax Act (Canada).

### 2. Summary of Significant Accounting Policies

#### a) Basis of Presentation

These financial statements have been prepared by management in accordance with Canadian Accounting Standards for Not-for-Profit Organizations ("ASNPO") and includes the following significant accounting policies.

#### b) Basis of Accounting for Controlled Entity

The Foundation has not consolidated the financial statements of its controlled entity, The Jewish Foundation of Manitoba USA, Inc. The summary financial information of the controlled entity is disclosed in Note 10.

#### c) Fund Accounting

##### Operating Fund

The Operating Fund accounts for the Foundation’s administrative and operating expenses, distributions of grants, and revenue and expenses related to the Foundation’s income earned on the investments held in the Endowment Funds' balances.

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# THE JEWISH FOUNDATION OF MANITOBA

## Notes to Financial Statements

For the year ended December 31, 2023

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### 2. Summary of Significant Accounting Policies (continued)

#### Reserve Fund

The Reserve Fund is an internally restricted fund that accounts for cash and investments available to meet distribution needs during periods of adverse market conditions. The Foundation's objective is to maintain the Reserve Fund at a level commensurate to two years of distributions as calculated in accordance with the current distribution policy at the beginning of the year. As at December 31, 2023, the Board-mandated target balance of the Reserve Fund was approximately \$13,500,830 (2022 – \$12,642,200). The Reserve Fund balance as at December 31, 2023 was \$4,950,350 (2022 – \$4,950,230).

#### Endowment Funds

Endowment Funds are externally restricted funds that are established by gifts and donations from donors to the Foundation in perpetuity. The investment income earned by these funds is either restricted by the donor for a specific use, or for the general use of the Foundation. Investment income earned on the resources of Endowment Funds, to the extent unrestricted, is reported in the Operating Fund.

#### d) Interfund Allocations

A surplus in the Operating Fund, after payment of expenses, grant commitments and allocation to maintain the Reserve Fund, may be capitalized into the Endowment Funds. The amount will be determined by the Board of Directors at such time.

#### e) Flow-through Contributions

Flow-through contributions are donor-directed monies that flow through the Foundation to third party charitable organizations. In accordance with the Foundation's policy, a portion of the gift may be directed to third party organizations and the balance is contributed as permanent capital and establishes an endowment fund in the donor's name. Flow-through contributions are not presented as revenue and related distributions to third party charitable organizations are not recognized as expenses in the Foundation's Statement of Operations.

#### f) Encroachable Funds

Encroachable funds are monies that are beneficially owned by three organizations; specifically, the income and capital held in trust by the Foundation for the benefit of those organizations. These monies are separately identified, maintained and accounted for as an obligation of the Foundation as they are callable by the organizations at the fair value of the respective contribution at each quarter-end. In the event the Foundation is unable to satisfy and pay its general obligation, then the organizations shall be entitled to priority claim in respect of the principal and any applicable income accruing.

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# THE JEWISH FOUNDATION OF MANITOBA

## Notes to Financial Statements

For the year ended December 31, 2023

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### 2. Summary of Significant Accounting Policies (continued)

#### g) Revenue Recognition

The Foundation follows the deferral method of accounting for contributions.

External endowment contributions, which primarily include donations of cash, marketable securities and bequests, are added directly to the net assets of the appropriate funds within the Endowment Funds when the funds are received. Investment income on Endowment Funds balances, including interest, dividends and realized and unrealized capital gains, is recognized as revenue in the Operating Fund when earned, as appropriate.

Investment income (loss) is recognized as revenue when earned and consists of interest, dividends, income distributions from pooled funds, and realized and unrealized gains and losses, net of safekeeping and investment management and other investment expenses.

Restricted grant revenue is recognized as revenue in the Operating Fund when the related expenses are incurred. Unrestricted grant revenue is recognized as revenue in the Operating Fund when received or receivable.

#### h) Financial Instruments

##### Measurement of Financial Instruments

The Foundation initially measures its financial assets and financial liabilities at fair value adjusted by, in the case of a financial instrument that will not be measured subsequently at fair value, the amount of transaction costs directly attributable to the instrument.

The Foundation subsequently measures all its financial assets and financial liabilities at amortized cost, except for investments and life insurance policies, which are measured at fair value. Changes in fair value are recognized in the statement of operations.

Financial assets measured at amortized cost include cash and accounts receivable.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities and grant commitments and distributions payable. Encroachable funds payable are redeemable at the option of the beneficially owned organization and are recorded at the amount payable on demand under certain notice provisions.

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# THE JEWISH FOUNDATION OF MANITOBA

## Notes to Financial Statements

For the year ended December 31, 2023

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### 2. Summary of Significant Accounting Policies (continued)

#### Impairment

Financial assets measured at amortized cost are tested for impairment when there are indicators of possible impairment. When a significant adverse change has occurred during the period in the expected timing or amount of future cash flows from the financial asset or group of assets, a writedown is recognized in the statement of operations. When events occurring after the impairment confirm that a reversal is necessary, the reversal is recognized in the statement of operations up to the amount of the previously recognized impairment.

#### i) Donated Artwork

Donated artwork is recorded at the appraised fair value at the time the donation is made.

#### j) Capital Assets

Purchased capital assets are recorded at historical cost. Contributed capital assets are recorded at fair value at the date of contribution. Amortization expense is provided for over the estimated useful life of assets on a straight-line basis as follows:

Computer and office equipment	3 years
Leaseholds	over the lease term

#### k) Cash Surrender Value of Life Insurance

The Foundation's investments in life insurance are recorded at the cash surrender value, which represents the net recoverable value should the investments be cashed. The cash surrender values of life insurance policies where the Foundation is the beneficial owner of the policy are recorded as assets and contributions to the Endowment Funds. The net change in cash surrender value for the year is included in other income. Proceeds from the realization of life insurance policies are allocated to the Endowment Funds.

#### l) Investment in Real Estate

Investment in real estate is recorded at historical cost or at the appraised fair value at the time the donation is made.

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## THE JEWISH FOUNDATION OF MANITOBA Notes to Financial Statements

**For the year ended December 31, 2023**

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### 2. Summary of Significant Accounting Policies (continued)

#### m) Grant Commitments

Grant commitments are recorded in the year of approval. For multi-year grant commitments, the current portion, as determined by the Foundation, is accrued in the financial statements in the current year with the balance of the commitments disclosed in note 9.

#### n) 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 and disclosure of contingencies at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Significant estimates include the determination of the encroachable funds payable. Actual results could differ from these estimates.

### 3. Other Assets

Other assets consist of donated artwork.

### 4. Investments

	2023	2022
Pooled Funds		
Canadian fixed income	\$ 22,409,364	\$ 21,917,740
Commercial mortgages	12,320,273	11,387,604
Equity	86,038,803	87,077,185
Global fixed income	10,910,239	10,033,111
Limited Partnership and Pooled Funds		
Real estate	14,133,422	5,968,928
Limited Partnership		
Infrastructure	7,497,119	6,954,996
State of Israel bonds	4,375,985	2,437,383
	\$157,685,205	\$145,776,947

# THE JEWISH FOUNDATION OF MANITOBA

## Notes to Financial Statements

**For the year ended December 31, 2023**

### 5. Investment in Real Estate

Investment in real estate consists of the property known as Faye-Parks Micay House. The space in Faye-Parks Mikay House is rented to Shalom Residences Inc. for an amount of \$1 for which the estimated fair value is approximately \$22,000 annually.

### 6. Capital Assets

	2023			2022	
	Cost	Accumulated Amortization	Net Book Value	Net Book Value	
Computer and office equipment	\$ 53,064	\$ 33,591	\$ 19,473	\$	26,733
Leaseholds	3,499	2,744	755	\$	1,482
	<b>\$ 56,563</b>	<b>\$ 36,335</b>	<b>\$ 20,228</b>	<b>\$</b>	<b>28,215</b>

Total amortization for the year ended December 31, 2023 was \$18,416 (2022 - \$23,556) which is included in advertising and operating expenses on the Statement of Operations.

### 7. Cash Surrender Value of Life insurance

The changes in the cash surrender value of beneficial ownership life insurance policies for the year are as follows:

	2023		2022	
Balance, beginning of year	\$ 209,663	\$	209,663	
Realization of life insurance policy	(30,024)	\$	-	
Increase in cash surrender value	459	\$	-	
	<b>\$ 180,098</b>	<b>\$</b>	<b>209,663</b>	

### 8. Loan Payable

In prior years, the Foundation borrowed \$60,000 under the Canada Emergency Business Account (CEBA). During the year ended December 31, 2023, the Foundation repaid \$40,000 of the loan payable and recognized the forgivable portion in the amount of \$20,000 which is presented in the Statement of Operations as grant revenue.

## THE JEWISH FOUNDATION OF MANITOBA Notes to Financial Statements

**For the year ended December 31, 2023**

### 9. Commitments

The Foundation has an agreement with the Jewish Community Campus of Winnipeg to license 2,684 square feet of office space, which is renewed annually on September 1 for the following year. The commitment for the 12-month periods ending August 31, 2024 and 2025 are \$61,800 and \$66,800, respectively.

The following is a listing of multi-year grant commitments total commitment, payments made to December 31, 2023 and those scheduled for future years:

	Total Commitment	Paid to December 31 2023	2024	2025	2026	2027
Brock Corydon Parent Advisory Council	\$ 30,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ -	\$ -
Canadian Museum for Human Rights	150,000	90,000	30,000	30,000	-	-
Chai Folk Arts Council	10,000	5,000	5,000	-	-	-
Children's Hospital Foundation	50,000	10,000	10,000	10,000	10,000	10,000
Congregation Shaarey Zedek	500,000	300,000	50,000	50,000	50,000	50,000
Health Sciences Centre Foundation	50,000	10,000	10,000	10,000	10,000	10,000
Jewish Federation of Winnipeg	140,000	70,000	70,000	-	-	-
Saul & Claribel Simkin Centre	99,000	33,000	33,000	33,000	-	-
	<b>\$ 1,029,000</b>	<b>\$ 528,000</b>	<b>\$ 218,000</b>	<b>\$ 143,000</b>	<b>\$ 70,000</b>	<b>\$ 70,000</b>

### 10. The Jewish Foundation of Manitoba USA, Inc.

During 2004, the Foundation established a charitable organization in the United States to facilitate tax-deductible contributions from residents of the United States. On January 20, 2004, the Jewish Foundation of Manitoba USA, Inc. (the Organization) was incorporated in the State of Illinois. The Organization is exempt from federal income tax under Section 501 (c) (3) of the Internal Revenue Code. The Foundation maintains the exclusive right to appoint the Organization's Board of Directors.

The Organization is deemed a supporting organization for the sole purpose of supporting the charitable purpose of the Foundation under Section 509 (a) (3) of the Internal Revenue Code. A supporting organization operates as a public charity under the Internal Revenue Code. Contributions to a public charity are deductible for up to 50% (30% non-cash) of a taxpayer's adjusted gross income.

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# THE JEWISH FOUNDATION OF MANITOBA

## Notes to Financial Statements

For the year ended December 31, 2023

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### 10. The Jewish Foundation of Manitoba USA, Inc. (continued)

It is the policy of the Organization to distribute all contributions received during the year to the Foundation in the form of a grant. During 2023, the Organization received contributions in the amount of \$39,997 (2022 – \$9,362), which was distributed to the Foundation as a grant. Of this amount, \$13,165 (2022 – \$3,102) was allocated to the Endowment Funds and \$26,832 (2022 – \$6,261) was distributed or shall be distributed to other organizations as a flow-through commitment. The Organization holds nominal cash balances at the current and prior year end.

### 11. Residuary Interests

The Foundation has a residuary interest in various estates or trusts, which continue to be administered by executors and trustees and for which no values have been recorded in these financial statements.

### 12. Financial Instrument Risk Management

The Foundation actively manages the risks that arise from its use of financial instruments, including liquidity, credit, and market risk. The Foundation adheres to an investment policy that outlines the objectives, constraints, and parameters related to its investing activities. This policy prescribes limits around the quality and concentration of investments held by the Foundation. Management regularly reviews the Foundation's investments to ensure all activities adhere to the investment policy.

#### Liquidity Risk

Liquidity risk is the risk that the Foundation cannot meet a demand for cash or fund its obligations as they come due. A key liquidity requirement for the Foundation is grant commitments. 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 aims to retain sufficient cash positions to maintain liquidity. The majority of the Foundation's investments are considered readily realizable and liquid, therefore the Foundation's liquidity risk is considered minimal. Grant commitments extending beyond December 31, 2023 are disclosed in Note 9.



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# THE JEWISH FOUNDATION OF MANITOBA

## Notes to Financial Statements

For the year ended December 31, 2023

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### 12. Financial Instrument Risk Management (continued)

#### Credit Risk

Credit risk is the potential for financial loss should the counterparty in a transaction fail to meet its obligations. The Foundation's investments in fixed income, and mortgages pooled funds are subject to credit risk. The State of Israel bonds are guaranteed. The maximum exposure to credit risk on these financial instruments is their carrying value. The Foundation monitors its credit risk management policies regularly to evaluate their effectiveness.

#### Market Risk

Market risk is the potential for financial loss to the Foundation from changes in the values of its financial instruments due to changes in interest rates and other price risk. The investments of the Foundation are subject to normal market fluctuations and to the risk inherent in investment in capital markets.

#### *Interest Rate Risk*

Interest rate risk is the risk that changes in interest rates will affect future cash flows or fair values of financial instruments. Interest rate risk arises when the Foundation invests in interest-bearing financial instruments. Therefore, the Foundation is exposed to interest rate risk on its fixed income pooled funds, and on the commercial mortgages pooled fund given that the mortgages are secured by real estate. The objective of the Foundation's investment policy is to manage its interest rate exposure.

#### *Other Price Risk*

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices, other than those arising from interest rate risk. The Foundation is exposed to other price risk through its investments in equity pooled funds for which the value underlying listed shares fluctuates with the quoted market price and through its investment in commercial mortgages, real estate, and infrastructure pooled funds. The objective of the Foundation's investment policy is to manage other price risk by maintaining a portfolio which is diversified across geographic and industry sectors. The performance of the Foundation's investments is monitored by measuring against benchmark consisting of relative weightings of various stock exchanges.

## THE JEWISH FOUNDATION OF MANITOBA Notes to Financial Statements

For the year ended December 31, 2023

### 12. Financial Instrument Risk Management (continued)

#### Risk Concentrations

The risks discussed above exist where a significant portion of the portfolio is invested in securities which have similar characteristics or similar variations relating to economic or political conditions.

As at December 31, 2023 and 2022, the investment portfolio includes the following concentrations:

	2023		2022	
	%	Fair Value	%	Fair Value
Fixed Income				
Pooled Funds				
Canadian				
Federal	5.55	\$ 8,750,857	5.48	\$ 7,982,441
Provincial	4.80	7,565,401	5.18	7,555,045
Municipal	0.27	436,983	0.33	475,615
Corporate	3.59	5,656,124	4.04	5,889,287
Commercial mortgages	7.81	12,320,273	7.81	11,387,604
Global	6.92	10,910,239	6.88	10,033,111
Other	-	-	0.01	15,342
State of Israel	2.78	4,375,985	1.67	2,437,383
	<b>31.72</b>	<b>50,015,862</b>	31.40	45,775,828
Equity				
Pooled Funds				
Canada	8.90	14,026,475	14.44	21,051,138
United States	19.88	31,341,837	19.46	28,370,220
International	25.79	40,670,490	25.83	37,655,827
	<b>54.57</b>	<b>86,038,802</b>	59.73	87,077,185
Real Estate				
Pooled Fund				
Canada	2.87	4,524,264	4.09	5,968,928
Limited Partnership				
Global	6.09	9,609,158	-	-
	<b>8.96</b>	<b>14,133,422</b>	4.09	5,968,928
Infrastructure				
Limited partnership	4.75	7,497,119	4.78	6,954,996
	<b>100.00</b>	<b>\$ 157,685,205</b>	100.00	<b>\$ 145,776,937</b>