

Consolidated Financial Statements of

NUTRITION INTERNATIONAL

(In U.S. dollars)

And Independent Auditor's Report thereon

Year ended March 31, 2026



KPMG LLP

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INDEPENDENT AUDITOR'S REPORT

To the Members of Nutrition International

Opinion

We have audited the consolidated financial statements of Nutrition International (the Organization), which comprise:

- the consolidated statement of financial position as of March 31, 2026
- the consolidated statement of operations for the year then ended
- the consolidated statement of changes in net assets for the year then ended
- the consolidated statement of cash flows for the year then ended
- and notes to the consolidated financial statements, including a summary of significant accounting policies.

(Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the consolidated financial position of the Organization as of March 31, 2026, and its consolidated results of operations and its consolidated 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 auditor's report.

We are independent of the Organization 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.

Other Information

Management is responsible for the other information. Other information comprises:

- the information, other than the financial statements and the auditor's report thereon, included in a document likely to be entitled "Annual Report"

Our opinion on the financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.



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In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit and remain alert for indications that the other information appears to be materially misstated.

The information, other than the financial statements and the auditor's report thereon, included in a document likely entitled "Annual Report" is expected to be made available to us after the date of this auditor's report. If, based on the work we will perform on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact to those charged with governance.

Emphasis of Matter

These financial statements are prepared using Canadian dollars as the functional currency and United States dollars as the reporting currency as disclosed in note 1(c). To fulfill the requirements of certain of the Organization's funders, management has also prepared consolidated financial statements using Canadian dollars as the reporting currency for the year ended March 31, 2026. We have issued an unmodified audit opinion on those consolidated financial statements dated September 16, 2026.

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 the Organization'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 Organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organization'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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.



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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 Organization'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 Organization'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 Organization 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.
- 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.



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- Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business units within the group as a basis for forming an opinion on the group financial statements. We are responsible for the direction, supervision and review of the audit work performed for the purposes of the group audit. We remain solely responsible for our audit opinion.

A handwritten signature in black ink that reads "KPMG LLP". The signature is written in a cursive, stylized font. Below the signature is a single, long, horizontal, slightly wavy line.

Chartered Professional Accountants, Licensed Public Accountants

Ottawa, Canada

September 16, 2026

NUTRITION INTERNATIONAL

Consolidated Statement of Financial Position

March 31, 2026, with comparative information for 2025
(In U.S. dollars)

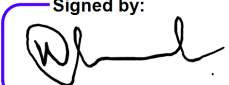
	2026	2025
Assets		
Current assets:		
Cash	\$ 22,689,926	\$ 53,905,054
Short-term investments (note 2)	14,051,422	12,958,998
Accounts receivable	872,033	3,521,697
Prepaid expenses	2,628,901	1,225,320
	40,242,282	71,611,069
Investments (note 2)	6,122,048	5,515,035
Tangible capital and intangible assets (note 3)	617,012	778,582
	<u>\$ 46,981,342</u>	<u>\$ 77,904,686</u>

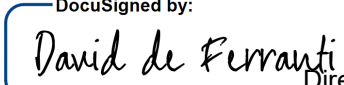
Liabilities and Net Assets

Current liabilities:		
Accounts payable and accrued liabilities (note 4)	\$ 8,742,131	\$ 8,151,166
Deferred contributions (note 5)	27,846,838	59,181,319
	36,588,969	67,332,485
Net assets:		
Unrestricted and internally restricted	11,384,678	12,121,105
Cumulative translation adjustment	(992,305)	(1,548,904)
	10,392,373	10,572,201
Commitments (note 10)		
	<u>\$ 46,981,342</u>	<u>\$ 77,904,686</u>

See accompanying notes to consolidated financial statements.

On behalf of the Board of Directors:

Signed by: 
4B985124A3E846B... Director

DocuSigned by: 
4FE462D55EDA48D... Director

NUTRITION INTERNATIONAL

Consolidated Statement of Operations

Year ended March 31, 2026, with comparative information for 2025
(In U.S. dollars)

	2026	2025
Revenue:		
Grants and contributions (note 5)	\$ 65,715,129	\$ 63,380,541
Other income (note 6)	499,933	1,196,165
Change in fair value of investments	140,325	242,419
	66,355,387	64,819,125
Expenses:		
Program interventions (note 7)	60,622,140	60,818,732
Management and administration:		
Salaries and benefits	3,990,702	4,644,039
Professional and advisory services	577,049	571,293
Information technology services	561,446	555,195
Facilities and administration	278,437	285,821
Operational travel	257,070	129,913
Meetings and events	148,085	140,300
Financial and Insurance	77,735	65,001
General	25,079	29,732
Amortization of tangible capital and intangible assets	46,203	243,743
	5,961,806	6,665,037
Foreign currency translation adjustment	507,868	-
Total expenses	67,091,814	67,483,769
Deficiency of revenue over expenses	\$ (736,427)	\$ (2,664,644)

See accompanying notes to consolidated financial statements.

NUTRITION INTERNATIONAL

Consolidated Statement of Changes in Net Assets

Year ended March 31, 2026, with comparative information for 2025
(In U.S. dollars)

	Unrestricted and internally restricted	Cumulative translation adjustment	2026 Total	2025 Total
Net assets, beginning of year	\$ 12,121,105	\$ (1,548,904)	\$ 10,572,201	\$ 14,058,225
Deficiency of revenue over expenses	(736,427)	—	(736,427)	(2,664,644)
Translation adjustment	—	556,599	556,599	(821,380)
Net assets end of year	\$ 11,384,678	\$ (992,305)	\$ 10,392,373	\$ 10,572,201

See accompanying notes to consolidated financial statements.

NUTRITION INTERNATIONAL

Consolidated Statement of Cash Flows

Year ended March 31, 2026, with comparative information for 2025
(In U.S. dollars)

	2026	2025
Cash provided by (used in):		
Operating activities:		
Deficiency of revenue over expenses	\$ (736,427)	\$ (2,664,644)
Items not involving cash:		
Amortization of tangible capital and intangible assets	236,018	907,382
Unrealized loss (gain) on investments	(140,325)	35,951
Investment income reinvested, not received in cash	(498,428)	—
Change in non-cash operating working capital:		
Accounts receivable	2,649,664	640,127
Prepaid expenses	(1,403,581)	54,271
Accounts payable and accrued liabilities	590,965	3,208,476
Deferred contributions	(31,334,481)	30,569,860
	(30,636,595)	32,751,423
Investing activities:		
Purchase of tangible capital and intangible assets	(21,934)	(514,157)
Purchase of long-term investments	—	(826,889)
Disposition of short-term investments	—	10,806,956
	(21,934)	9,465,910
Effect of foreign exchange on cash	(556,599)	(821,380)
Increase (decrease) in cash	(31,215,128)	41,395,953
Cash, beginning of year	53,905,054	12,509,101
Cash, end of year	\$ 22,689,926	\$ 53,905,054

See accompanying notes to consolidated financial statements.

NUTRITION INTERNATIONAL

Notes to Consolidated Financial Statements

Year ended March 31, 2026
(In U.S. dollars)

Nutrition International (the "Organization") was incorporated as The Micronutrient Initiative on July 4, 2001, without share capital and continued under the Canada Not-for-profit Corporations Act. The Organization is a non-profit organization, as defined under subsection 149(1)(l) of the Income Tax Act (Canada), and as such is exempt from income taxes. Effective April 4, 2017, The Micronutrient Initiative amended their articles of incorporation and changed its name to Nutrition International.

The Organization's vision is a world where everyone, everywhere, is free from malnutrition and able to reach their full potential. Its primary objectives are:

- Reach vulnerable populations (especially women and girls, targeted based on need) with core nutrition interventions in order to reduce child mortality, prevent anemia, stunting and low birth weight, and improve human capital,
- Utilize non-nutrition platforms, innovative finance, and technology to amplify impact and reduce missed opportunities, working with gender-responsive partners,
- Improve international, national, and local resources, evidence, policies, and gender-sensitive programs for nutrition scale-up, and
- Mainstream gender equality throughout all aspects of the Organization programs and business models to promote gender equality and women and girls' empowerment. Gender-responsive and gender-sensitive programming to achieve coverage, leverage and influence will be informed by intentional gender-based analysis.

1. Significant accounting policies:

The consolidated financial statements have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations in Part III of the CPA Canada Handbook — Accounting and include the assets, liabilities, and results of operations of the Organization's Canadian operations and its 11 (2025 - 11) foreign country offices (Bangladesh, Ethiopia, India, Indonesia, Kenya, Malawi, Nigeria, Pakistan, Philippines, Senegal, and Tanzania). Results of operations also include Technical Assistance to an additional 4 (2025 - 3) countries and Vitamin A supplements to an additional 52 (2025 - 33) countries.

The significant accounting policies are as follows:

(a) Revenue recognition:

The Organization follows the deferral method of accounting for contributions for not-for-profit organizations.

Grants and contribution revenue are recognized when matching expenditures have been incurred on specific projects or when amounts are received or receivable if there are no specific restrictions on the amount. Revenue relating to specific projects extending beyond the end of the year is deferred to the extent that matching expenditures have not been incurred.

NUTRITION INTERNATIONAL

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2026
(In U.S. dollars)

1. Significant accounting policies (continued):

(a) Revenue recognition (continued):

The terms of contribution agreements with funding agencies allow them to conduct audits to ensure project expenditures are in accordance with terms and conditions of the funding agreement. Ineligible expenditures, if any, may result in the Organization reimbursing a portion of the funding. Management believes that the Organization has incurred no material ineligible expenditures, and has, therefore, not recorded any liability for reimbursement.

Contributions-in-kind are recorded as revenue and program activities expense at fair value.

(b) Tangible capital and intangible assets:

Tangible capital and intangible assets are initially recorded at cost and are then amortized over their estimated useful service lives at the following straight-line basis:

Asset	Basis	Useful Life
Computer hardware	Straight-line	4 years
Office furniture	Straight-line	5 years
Office equipment (incl. telephones)	Straight-line	5 years
Computer software	Straight-line	100% in the year put into use
Vehicles	Straight-line	5 years or life of the lease
Leasehold improvements	Straight-line	Over the term of the lease

Tangible capital and intangible assets acquired in the year (with the exception of leasehold improvements and vehicles) are amortized at one-half the annual rate.

Tangible capital and intangible assets and vehicles acquired for direct use in projects are expensed in the year of acquisition.

(c) Foreign currency translation:

Revenue and expenses in foreign currencies are translated into Canadian dollars (the functional currency) at the rate of exchange in effect on the transaction date. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange in effect at year-end.

Gains and losses resulting from the remeasurement of these amounts are reflected in net revenue for the year. Non-monetary assets and liabilities and any related amortization of such items are translated at the historical exchange rates. The accounts are then translated into US dollars (the reporting currency) using the current rate method.

NUTRITION INTERNATIONAL

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2026
(In U.S. dollars)

1. Significant accounting policies (continued):

(c) Foreign currency translation (continued):

Under the current rate method, revenue and expenses are translated into the reporting currency using the rates in effect at the dates of the transactions and assets and liabilities are translated using the exchange rate at the end of the year. Exchange gains and losses arising from these transactions are reflected in net assets as a cumulative translation adjustment.

(d) Financial instruments:

Financial instruments are recorded at fair value on initial recognition. Equity instruments that are quoted in an active market are subsequently measured at fair value. All other financial instruments are subsequently recorded at cost or amortized cost unless management has elected to carry the instruments at fair value. The Organization has elected to carry its non-equity long-term investments at fair value and non-equity short-term investments at amortized cost.

Sales and purchases of investments are recorded on the trade date. Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the straight-line method.

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the Organization determines if there is a significant adverse change in the expected amount for timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Organization expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial impairment charge.

(e) Use of estimates:

The preparation of the consolidated financial statements 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 consolidated financial statements and the reported amounts of revenue and expenses during the year. Actual results could differ from those estimates. These estimates are reviewed annually and as adjustments become necessary, they are recognized in the financial statements in the period in which they become known.

NUTRITION INTERNATIONAL

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2026
(In U.S. dollars)

2. Investments:

Short-term investments:

	2026	2026
	Fair market value	Carrying value
Cash and cash equivalents	\$ 1,026,504	\$ 1,026,504
Fixed income	13,106,065	13,024,918
	<u>\$ 14,132,569</u>	<u>\$ 14,051,422</u>

	2025	2025
	Fair market value	Carrying value
Cash and cash equivalents	\$ 37,951	\$ 37,951
Fixed income	12,997,939	12,921,047
	<u>\$ 13,035,890</u>	<u>\$ 12,958,998</u>

Carrying value for the short-term investments is equal to amortized cost.

Long-term investments:

	2026	2025
	Fair market value	Fair market value
Cash and cash equivalents	\$ 174,197	\$ 525,223
Fixed income	3,518,022	3,830,823
Equities	2,429,829	1,158,989
	<u>\$ 6,122,048</u>	<u>\$ 5,515,035</u>

Short-term investments include restricted funds received under a contract for a specific purpose or project and which have not yet been spent, earned, or utilized for its required objectives. Long-term investments include unrestricted net assets not required in the short-term for operations or working capital.

NUTRITION INTERNATIONAL

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2026
(In U.S. dollars)

3. Tangible capital and intangible assets:

			2026	2025
	Cost	Accumulated amortization	Net book value	Net book value
Tangible capital assets:				
Computer equipment	\$ 204,473	\$ (190,592)	\$ 13,881	\$ 24,029
Office equipment	1,208,875	(1,048,621)	160,254	240,857
Vehicles	119,802	(119,802)	—	—
Leasehold improvements	3,011,963	(2,572,131)	439,832	513,696
Intangible assets:				
Computer software	288,123	(285,078)	3,045	—
	\$ 4,833,236	\$ (4,216,224)	\$ 617,012	\$ 778,582

Cost and accumulated amortization on March 31, 2025, amounted to \$4,891,766 and \$4,113,184, respectively. During the year the Organization disposed of capital assets with a cost of \$Nil (2025 - \$19,215) and accumulated amortization of \$Nil (2025 - \$19,215).

During the year, the Organization completed certain transfers and reclassifications among its tangible capital and intangible asset accounts, including the transfer of fully amortized assets and the capitalization of qualifying leasehold improvement expenditures. These transactions did not represent disposals and, where both cost and accumulated amortization were transferred, had no effect on net book value.

4. Accounts payable and accrued liabilities:

Included in accounts payable and accrued liabilities are government remittances payable of \$38,631 (2025 - \$29,994), which includes amounts payable for payroll withholding taxes.

5. Deferred contributions:

	Global Affairs Canada (GAC)	Other	2026 Total	2025 Total
Balance, beginning of year	\$ 43,032,381	\$ 16,148,938	\$ 59,181,319	\$ 28,611,459
Current year contributions	8,587,943	23,146,195	31,734,138	95,502,085
Revenue recognized	(51,927,528)	(13,787,601)	(65,715,129)	(63,380,541)
Effect on foreign exchange	1,637,084	1,009,426	2,646,510	(1,551,684)
Balance, end of year	\$ 1,329,880	\$ 26,516,958	\$ 27,846,838	\$ 59,181,319

NUTRITION INTERNATIONAL

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2026
(In U.S. dollars)

6. Other income:

Included in other income is \$473,969 (2025 - \$663,813) of interest income earned on cash and investments, the remaining balance is derived from foreign exchange losses on bank balances, transfers, contract advances and receivables.

7. Program interventions:

	2026	2025
Vitamin A	\$ 20,936,624	\$ 18,937,404
Integrated Nutrition Programs	11,377,585	6,019,929
Adolescents' and Women's Nutrition	7,996,729	7,015,788
Maternal and Newborn Health and Nutrition	5,498,140	7,781,854
Food Fortification	4,964,064	6,089,288
Nutrition Governance	2,425,706	2,915,376
Research and Quality Assurance	2,185,577	4,024,849
Nutrition Advocacy	2,108,687	2,060,439
Universal Salt Iodization	1,582,906	2,712,544
Zinc and ORS	1,326,727	2,395,396
Infant and Young Child Nutrition	219,395	865,865
	\$ 60,622,140	\$ 60,818,732

Vitamin A intervention includes \$15,033,825 (2025 - \$12,383,909) of Vitamin A supplement procurement expenses.

8. Related party:

The Organization exercises significant influence over The Micronutrient Initiative India Trust (the "Trust") through Board of Trustees representation. The Trust was established in 2006 as a public and charitable trust in India. Its purpose is to reduce poverty, hunger, and malnutrition, improve maternal and child health, and contribute overall to survival, education, and development of children in India. The Trust continues to meet its statutory reporting obligations in India and is part of an ongoing management review to restructure operations in India.

The Organization exercises significant influence over the End Malnutrition Foundation, a Canadian charity and Nutrition International, USA, a 501(c)(3) organization, through Board of Directors representation and membership. These organizations were established with the purpose of reducing malnutrition through the provision of nutrition supplements and to advance education through research and training. These organizations continue to meet their statutory reporting obligations in their jurisdictions.

NUTRITION INTERNATIONAL

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2026
(In U.S. dollars)

9. Net assets:

The Organization has implemented an internally restricted net asset policy, creating two categories of net assets, being the Operating Reserve and the Strategic Reserve in addition to the amount internally restricted for capital assets of \$617,012.

The purpose of the Operating reserve fund is to maintain sufficient funds to manage cash flow on a daily basis to ensure programs and operations do not experience any disruptions. The fund is targeted to be 15% of the annual program of work budget. The current value of the fund is \$8,052,708 (2025 - \$6,944,448) and the target value is \$11,090,776 (2025 - \$9,823,229).

The purpose of the strategic reserve fund is to cover existing and anticipated unrestricted match commitments required by donors and any other strategic opportunity not covered by restricted grants or unrestricted revenue. Strategic opportunities include investments in capital assets, new programs and research to further the Organization's mission. The fund is targeted to cover all existing and anticipated contractual match contributions over the next three to five years. The current value of the fund is \$1,726,631 (2025 - \$2,849,175) and the target value is \$5,124,450 (2025 - \$6,798,077). Significant changes to the purpose or target of the fund require board approval.

10. Commitments:

The Organization is committed under operating leases for the rental of office space and services. Minimum annual payments under the terms of these agreements are as follows:

2027	\$ 1,612,479
2028	1,292,008
2029	1,228,875
2030	970,311
2031	591,803
2032 and thereafter	4,241,246
	<u>\$ 9,936,722</u>

As at March 31, 2026, Global Affairs Canada and other donors have committed funding of \$292,511,006 (2025 - \$301,745,005) to Nutrition International for the completion of current projects. The Organization has contractual commitments of \$13,749,364 (2025 - \$15,067,428) with implementing partners and suppliers related to the execution of these projects.

NUTRITION INTERNATIONAL

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2026
(In U.S. dollars)

11. Financial risks:

The Organization's financial instruments consist of cash, investments, accounts receivable, accounts payable and accrued liabilities and deferred contributions.

(a) Liquidity risk:

Liquidity risk is the risk that the Organization will be unable to fulfill its obligations on a timely basis or at a reasonable cost. The Organization manages its liquidity risk by monitoring its operating requirements. The Organization prepares budgets and cash forecasts to ensure it has sufficient funds to fulfill its obligations.

(b) Credit risk:

Credit risk refers to the risk that a counterparty may default on its contractual obligations resulting in a financial loss. The Organization is exposed to credit risk with respect to the accounts receivable and its fixed income investments. The Organization assesses, on a continuous basis, accounts receivable and provides for any amounts that are not collectible in the allowance for doubtful accounts. At year end, there were no allowance for doubtful accounts recorded in accounts receivable. In its fixed income investments, the Organization manages this risk by only investing in investment products that are highly rated.

(c) Market risk:

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: foreign currency risk, interest rate risk and other price risk.

(i) Foreign currency risk:

The Organization is exposed to financial risks as a result of exchange rate fluctuations and the volatility of these rates. In the normal course of operations, the Organization derives some of its grant revenues in various foreign currencies. The Organization does not enter into forward contracts to mitigate risk.

Cash denominated in foreign currencies amounts to \$17,188,977 (2025 - \$7,416,851), of which \$15,078,301 (2025 - \$6,022,412) is denominated in U.S. dollars.

Amounts receivable denominated in foreign currencies amount to \$272,135 (2025 - \$1,890,486). Accounts payable and accrued liabilities denominated in foreign currencies amount to \$3,869,770 (2025 - \$4,556,851).

(ii) Interest rate risk:

The Organization is exposed to interest rate risk with respect to its interest-bearing investments as disclosed in note 2.

NUTRITION INTERNATIONAL

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2026
(In U.S. dollars)

11. Financial risks (continued):

(c) Market risk (continued):

(iii) Other price risk:

Other price risk is the risk that the fair value or future cash flows of an investment will fluctuate because of changes in market prices (other than those arising from foreign currency risk and interest rate risk), whether those changes are caused by factors specific to an individual investment or its issuer or factors affecting all similar securities traded in the market. All investments present a risk of loss of capital. The maximum risk resulting from investments is equivalent to their fair value. As some of the Organization's investments are carried at fair value the related fair value changes are recognized in the statement of operations.

(d) Changes in financial risk exposures:

The Organization's financial risks arising from its financial instruments have not changed significantly in the year. Management believes that its financial risks are appropriately mitigated and do not pose a significant risk to the Organization's operations. There have been no significant changes in the policies, procedures and methods used to manage these risks in the year.

12. Comparative information:

Certain comparative information has been reclassified from those previously presented to conform to the presentation of the 2026 financial statements.