

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The consolidated financial statements of the Canadian Opera Company (“COC”) include the results for the fiscal year ended June 30, 2018 of both COC and Canadian Opera House Corporation (“COHC”). COHC is an affiliated charitable organization controlled by the COC. COHC owns and operates the Four Seasons Centre for the Performing Arts, the performance space for both the COC and The National Ballet of Canada. We believe that the presentation of consolidated financial information provides our stakeholders with the most meaningful and holistic view of the total operations and financial position.

CONDENSED CONSOLIDATED BALANCE SHEET

As at June 30 (in thousands)

Assets	2018	2017
Current Assets		
Cash and cash equivalents	\$ 249	\$ 196
Accounts receivable	3,765	3,561
Due from Canadian Opera Foundation	845	362
Other	1,235	1,056
	<u>6,094</u>	<u>5,175</u>
Investments, fair value	2,596	3,255
Capital assets, net	129,535	132,595
Other	1,237	1,447
	<u>\$ 139,462</u>	<u>\$ 142,472</u>

Liabilities and Net Assets

Current Liabilities		
Accounts payable and accrued liabilities	\$ 2,025	\$ 2,109
Deferred revenue	7,021	7,407
	<u>9,046</u>	<u>9,516</u>
Deferred capital contributions	101,688	104,234
Internally restricted net assets	171	243
Operating net assets	28,557	28,479
	<u>\$ 139,462</u>	<u>\$ 142,472</u>

CONDENSED CONSOLIDATED STATEMENT OF OPERATIONS AND NET ASSETS

For the years ended June 30 (in thousands)

Revenue	2018	2017
Fundraising	\$ 10,933	\$ 11,062
Bar, event, parking, and rental	8,887	8,792
Box Office, tours and concerts	8,234	9,508
Government grants	6,171	6,172
Contributions from Canadian Opera Foundation	2,145	2,575
Other	1,099	1,408
Amortization of deferred capital contributions		
Four Seasons Centre	3,401	3,401
Other capital assets	435	428
	<u>\$ 41,305</u>	<u>\$ 43,346</u>
Expenses		
Production	\$ 16,313	\$ 17,783
Bar, event and parking	5,671	5,565
General and administrative	4,613	4,357
Facilities	4,267	4,146
Communications	2,326	2,463
Advancement	2,303	2,180
Ensemble Studio Program	814	765
Education	454	425
Other	495	807
Depreciation of capital assets		
Four Seasons Centre	3,401	3,401
Other capital assets	642	623
Grants to Canadian Opera Foundation	—	820
	<u>41,299</u>	<u>43,335</u>
Operating surplus	6	11
Transfer from internally restricted net assets	72	40
	<u>78</u>	<u>51</u>
Net change in operating net assets	78	51
Operating net assets, beginning of year	28,479	28,428
Net assets, end of year	<u>\$ 28,557</u>	<u>\$ 28,479</u>

Canadian Opera Foundation FINANCIAL STATEMENTS

Canadian Opera Foundation (the “Foundation”) is a charitable organization that is independent of the Canadian Opera Company. The Foundation acquires, holds in trust and applies funds to assist in the development of opera for the benefit of the COC. Accordingly, these funds are not included in the accounts and financial statements of the COC. The audited market value of the net assets held by the Foundation as at December 31, 2017, totalled approximately \$42,930,000. The following sets out the statements of financial position, as well as of revenue and expenses, for 2017 and 2016.

STATEMENT OF FINANCIAL POSITION

As at December 31 (in thousands)

Assets	2017	2016
Miscellaneous receivables	\$ 27	\$ 26
Investments	42,983	37,535
	<u>\$ 43,010</u>	<u>\$ 37,561</u>
Liabilities and Fund Balances		
Accounts payable and accrued liabilities	\$ 80	\$ 34
Fund balances	42,930	37,527
	<u>\$ 43,010</u>	<u>\$ 37,561</u>

STATEMENT OF REVENUE, EXPENSE AND FUND BALANCES

As at December 31 (in thousands)

Revenue	2017	2016
Investment income	\$ 5,116	\$ 2,857
Donations and bequests	2,182	1,525
	<u>\$ 7,298</u>	<u>\$ 4,382</u>
Expenses		
Investment and counsel fees and services	\$ 264	\$ 245
Administration	14	12
	<u>278</u>	<u>257</u>
Net revenue before grants	7,020	4,125
Grants to Canadian Opera Company and individuals	1,617	2,440
Net revenue	5,403	1,685
Fund balances beginning of year	37,527	35,842
Fund balances, end of year	<u>\$ 42,930</u>	<u>\$ 37,527</u>