

President's
Annual Report
2016-2017



Our Mission: To bring Christ to the poor and the poor to Christ

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Board of Directors

2016-2017

J. Ron Robichaud, Chairperson;
Faculty, Truro, NS

Peter Browne, Treasurer;
Accountant, Halifax, NS

Michael E. Foster, Past Chairperson;
Economist, Halifax, NS

Martin Currie, Director;
Archbishop, St. John's, NL

Brian Church, Director;
Lawyer, Halifax, NS

John Furneaux, Director;
Prof. Engineer, Waverley, NS

Peter Duggan, Director;
Accountant, Dartmouth, NS

Sonia Menendez, Director;
Business Consultant/Coach, Halifax, NS



MEMBER OF
MEMBRE D'



Executive Summary



Poverty is a thief that uses many hands to daily steal from us opportunities for life in its fullness. Poverty steals opportunities for the basic necessities such as health, nutrition, clean water, shelter, or clothing. It can steal even more, such as education, freedom from anxiety, and hope for the future.

For this reason Chalice reaches out with multiple hands that help to restore those stolen opportunities - hands that bring nutrition to children who are hungry; repair to housing and schools in times of emergency or disaster; emergency surgeries to restore health; or employment to parents. And most of all, we work closely with families to restore hopes and dreams and relieve anxiety.

It takes many hands to restore what is stolen by poverty. I am grateful to the many hands that donate, sponsor or fundraise to restore and give hope to those in great need. We have discovered that even children want to give a helping hand. To all of you, thank you. May our gracious Lord keep you in the palm of His hand.

Father Patrick Cosgrove, President



I have been on the Board of Chalice since 2001. I have watched it grow into the wonderful, dynamic organization that it is today. I have always admired the diversity of talents of the women and men who serve in a variety of ways.

I am also proud to say that Chalice is rooted in prayer and is faithful to the teachings of the Roman Catholic Church.

The staff of Chalice, in the spirit of Pope Francis, are not afraid to smell like the sheep as they proclaim the Gospel of Jesus, making it come alive, filled with a spirit of joy, hope, and compassion as it touches the hearts of those who live on the peripheries of our society.

I know that the good work done by Chalice is well recognized both here in Canada and far beyond our borders. May we continue to pour out the Chalice of God's mercy to the most needy of society.

Whenever I see a child that is living in poverty, regardless of race or country in which the child lives, as a Christian I say, "Are they not all our children to be loved and cared for?"

+ Martin W. Currie, Archbishop of St. John's, NL



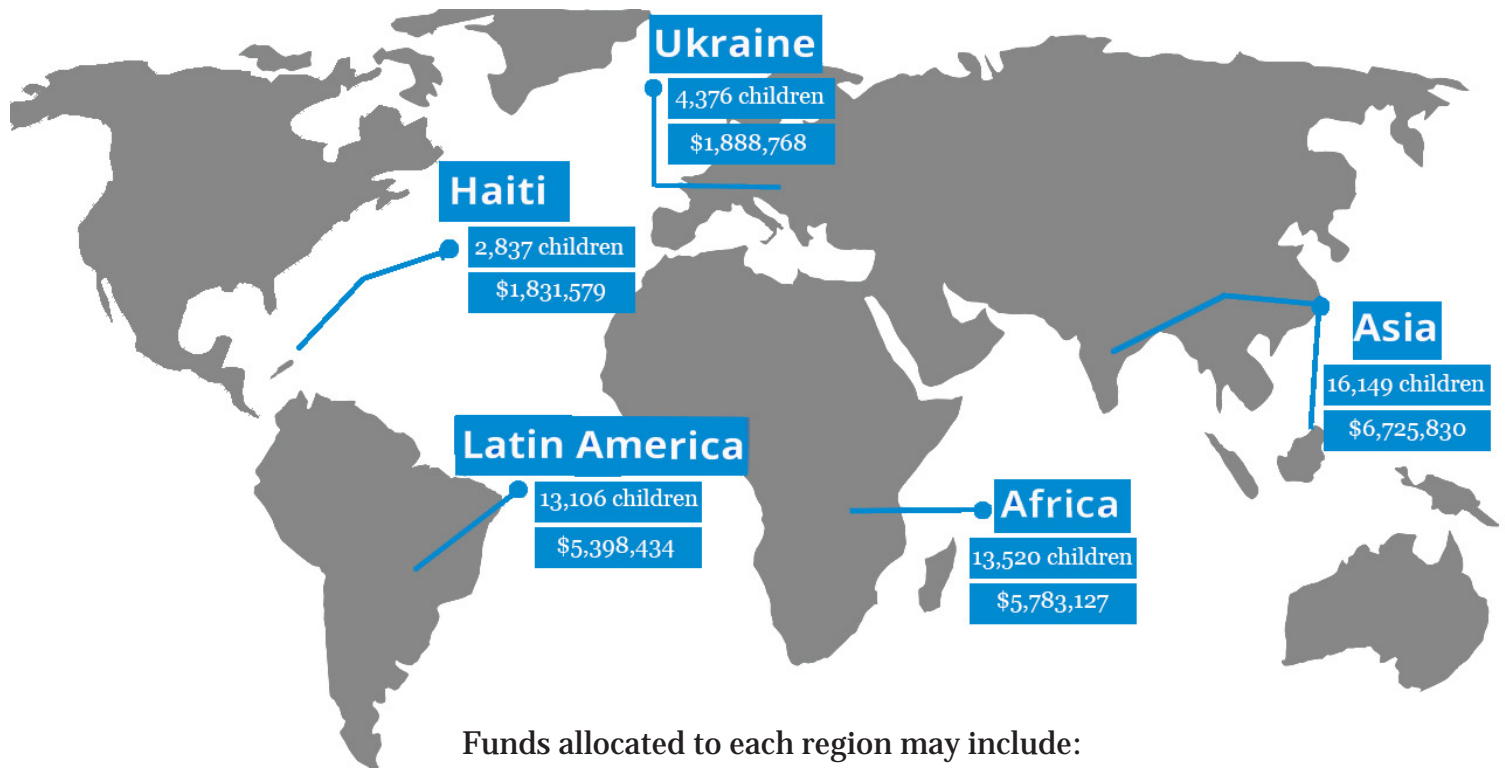
Chalice continues to be a light shining in the darkness with another very successful year.

Chalice continues to grow due to our professional and committed staff along with our many faithful sponsors. We are always supported by the thankfulness and prayers of the poor we serve which gives us our sense of purpose.

The Chalice Board is a dedicated team whose skills will contribute to Chalice's continued success. It is an honour for me to be a part of this wonderful team. All staff and board members work in support of the leadership of our dedicated President, Father Patrick, to achieve Chalice's goals.

J. Ronald Robichaud, Chairperson

Our Work Around the World



Funds allocated to each region may include:

- Sponsorship
- Special Gifts
- Christmas
- Grants
- Catalogue Gifts
- Chalice Children Nutrition Fund
- Human Development Programs and Capital Projects
- Mission Trip Funds

REGION	SITE	CHILDREN	FUNDS	REGION	SITE	CHILDREN	FUNDS		
UKRAINE	Pochaiv	2379	\$ 980,896	AFRICA (Cont'd)	Kenya	Asembo	267	\$ 115,398	
	Ternopil	1997	\$ 907,871			Charles Lwanga	----	\$ 131,404	
ASIA	Bangladesh	Jessore	2569			\$ 965,881	Baraka	413	\$ 211,443
		India	289			\$ 97,267	Mercy Care	458	\$ 206,484
	Bangalore	1160	\$ 498,035			Meru	1450	\$ 584,532	
	Berhampur	893	\$ 352,784		Mikinduri	570	\$ 288,491		
	Goa	314	\$ 114,982		Mombasa	460	\$ 215,905		
	Imphal	307	\$ 121,945		Nairobi	358	\$ 161,488		
	Kerala	1112	\$ 484,881		Saidia	561	\$ 231,026		
	Madurai	851	\$ 350,578		Starehe	245	\$ 99,470		
	Mangalagiri	1033	\$ 405,663		Tanzania	Mbinga	1485	\$ 589,535	
	Nellore	482	\$ 200,064			Zambia	Neema	203	\$ 72,135
	Orissa	500	\$ 191,969		Kawambwa	324	\$ 124,084		
STAR	522	\$ 204,053	Serenje		1832	\$ 681,171			
Philippines	Tamil	1020	\$ 447,420		LATIN AMERICA	Bolivia	Amanecer	325	\$ 159,028
	Bulacan	1325	\$ 515,602	ASDC			109	\$ 47,055	
	Cotabato	1017	\$ 392,790	Fátima			514	\$ 232,238	
	Margarita	668	\$ 327,220	Guadalupe			571	\$ 246,553	
	Samar	927	\$ 378,240	Levántate Mujer			394	\$ 178,525	
Tondo	1160	\$ 451,337	PENNT	976		\$ 364,582			
Haiyan Relief	----	\$ 225,119	Yapacaní	787		\$ 336,380			
HAITI	Haiti North	1578	\$ 646,092	Chile		Arica	1382	\$ 530,672	
	Haiti North Co-op	----	\$ 71,072			Santiago	1591	\$ 612,221	
	Haiti South	1259	\$1,114,416	Guatemala		Luis Amigó	1101	\$ 469,107	
AFRICA	Cameroon	Kumbo	1823			\$ 791,913	Paraguay	Ayolas	594
		Mbiame	518	\$ 217,620		CMAVIL		441	\$ 232,591
	Ghana	Nandom	408	\$ 147,964		Dominica	1015	\$ 379,329	
		SFD	408	\$ 157,716		Don Bosco	1932	\$ 712,495	
		All Saints Parish	----	\$ 116,250		Peru	Cañete	555	\$ 238,868
		Wa	1737	\$ 639,100	MT - COVE - Cañete	----	\$ 15,687		
				Chiclayo	368	\$ 217,241			
				PINIFE	451	\$ 197,856			

Sponsorship

WITH DEEP FAITH VASYL BECOMES A PRIEST



Vasyl and his family lived in impoverished conditions in one room of his grandfather's old house in Kosiv, western Ukraine. His older brother had a birth injury and the family struggled to pay for his support.

To help support his family, a very young Vasyl worked in the garden, helping his grandfather to mow grass and look after the goats. He was overjoyed when he found out he had been chosen by his sponsor! The happy family prayed for their sponsor at home every day, and with deep faith Vasyl started assisting the priest during Mass.



Going deeper in his sincere faith he entered the theological seminary after completing high school. The facilitator of the Christian youth group at Pochaiv, Vasyl and his friends visited nursing homes for the elderly and supported sick and lonely persons by praying with them. He successfully graduated from the seminary three years ago and became a student of the Pontifical University in Rome.

Next year, Vasyl will become a Doctor of Theology and receive the blessing to serve church and people. What an impressive example of faith! Vasyl states that Chalice was responsible for putting the first brick of God's love into his spiritual temple.

Mission Trip to Peru

TRIP FOCUSES ON CORPORAL WORKS OF MERCY



In October, 20 volunteers served with open hearts and minds on a mission trip to our Cañete Sponsor Site in Peru. The team worked alongside Chalice intermediaries, focusing on the Corporal Works of Mercy as they united fellow sisters and brothers at the sponsor site.

The team joined inmates at a local prison for prayer and singing; prepared food with children at an orphanage to distribute to families in need; organized a prayer service for loved ones at a cemetery; offered workshops for children, mothers, and elders; and visited individuals and families in the community. One thing that really touched people's hearts was visiting their sponsored children and hearing their stories first-hand. The presence of the Holy Spirit was felt by all.

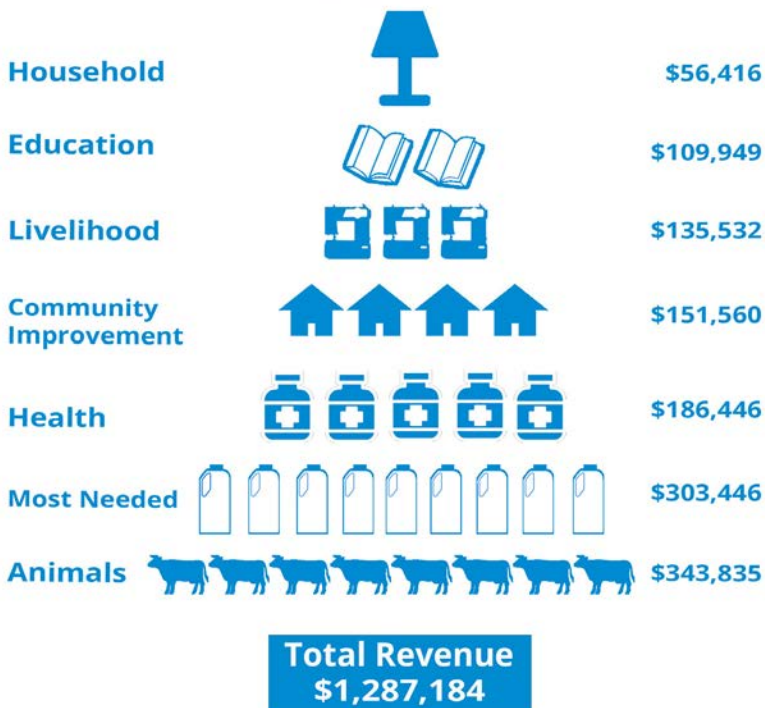
In addition to their service, the team raised over **\$20,000** to support seven families, assisting them with renovations to their homes for health and mobility reasons, providing beds, and other health needs. They also found sponsors for **36 children and elders!**

Gifts Bring Big Smiles

CATALOGUE SUPPORTS FAMILIES AND COMMUNITIES



Contributions Received for the Gift Catalogue 2016-2017



Our sponsored children and elders, and our sites, may be in need of specific items that are beyond regular sponsorship. Donors are able to purchase these items from Chalice's gift catalogue on behalf of friends or relatives as gifts.

As more and more supporters recognize the significance of the positive changes their gifts make in the lives of families, their support of our gift catalogue has steadily increased. This year, gifts totalling **\$1,287,184** were purchased, an increase of **18.7%** over last year.

"We express our sincere gratitude to all donors who purchased gifts from the Chalice Gift Catalogue. Your generous contributions enabled us to make a bigger impact than you could ever imagine."

Edley Gabeau, Site Director, Haiti

Haiti Poultry Cooperative Moves Forward

EGG PRODUCTION BEGINS WITH GREAT SUCCESS

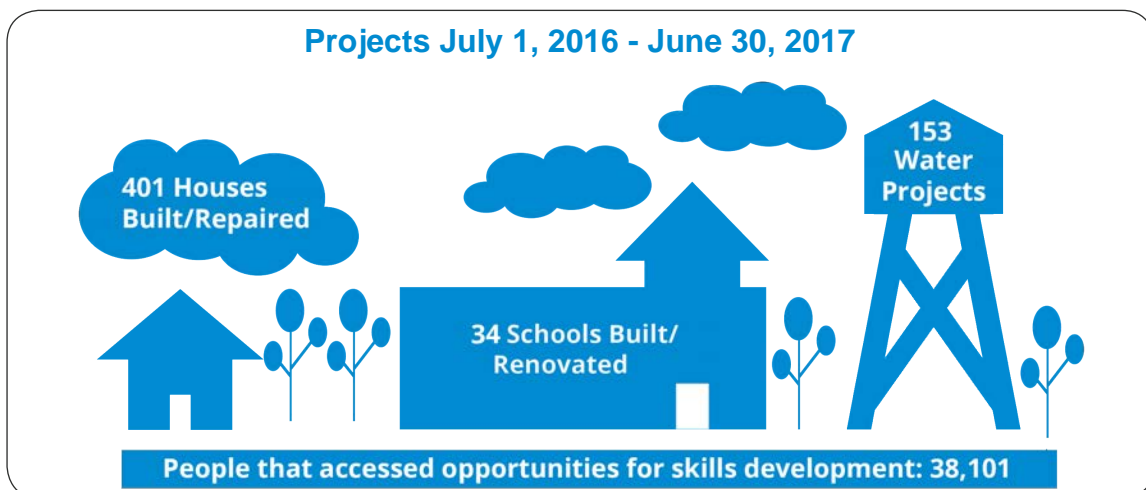


Plagued by underdevelopment, poverty, and frequent natural disasters, Haiti faces many challenges. Although lacking in material goods, one of the country's greatest resources is the spirit and joy of its people. Home to **1,575** sponsored children, the villages of Terrier-Rouge and Grand Bassin are very grateful for the generosity of their supporters, who help provide access to education and nutritional support.

For the past two years, Chalice, with the help of International Sustainable Community Assistance (ISCA), has been operating a poultry and jam cooperative, providing training and a source of income for local families.

Three phases of this project have been successfully implemented, with **27 families** receiving chicken coops; **11 mothers and grandmothers** working in the jam cooperative; a successfully run agro store providing a variety of farm supplies to an unserved market; and a very successful hen barn with **120 laying hens**. A strong demand for our eggs has resulted in the pre-sale of all the eggs produced at the laying barn!

The final phase of this project will be completed in early 2018, with the establishment of a second egg-laying barn. The revenue from egg sales make the project self-sustainable! The people of northern Haiti are grateful for this life-changing opportunity and for the many blessings it will continue to bring.



Meeting Urgent Critical Needs

SUCCESSFUL EMERGENCY SURGERY ENSURES ANIL'S RETURN TO HEALTH

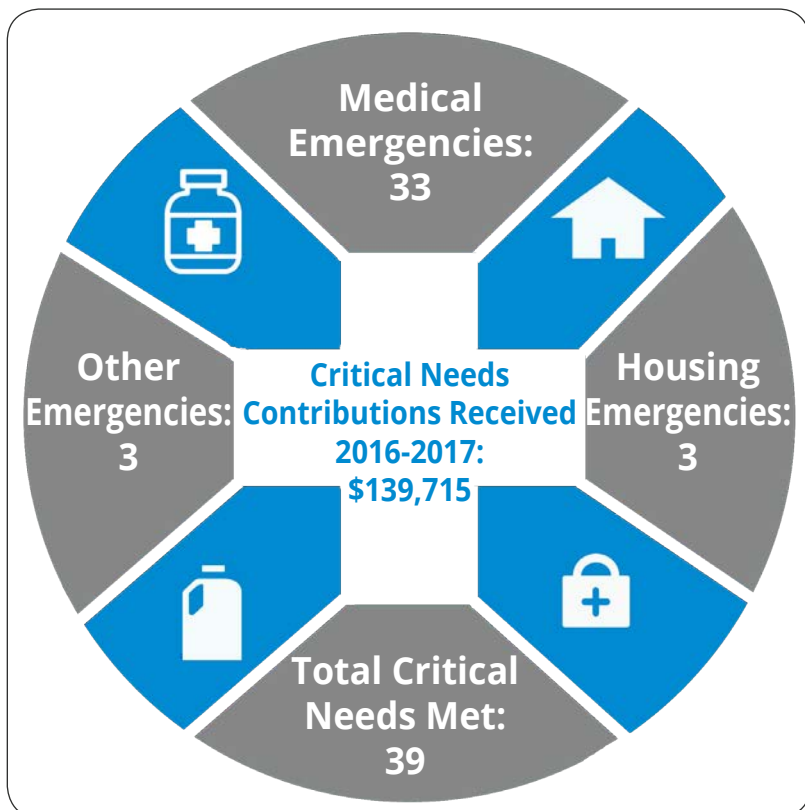


Anil, an orphan, is a sponsored child living at St. Martin's Boarding Home in Bellary, India. One day Anil, an active, happy child, began complaining of fever and abdominal pain, so the Sisters took him to the hospital where he was diagnosed with acute appendicitis requiring emergency surgery. He was hospitalized for four days, during which the Sisters and hospital staff were very kind and took wonderful care of him.

Anil recovered from his surgery and is now healthy, happy, and back to school. He is very grateful for the help of Chalice supporters.

"We wish to acknowledge our gratitude to the donor and to Chalice Canada for the timely help and support. We wish you all good and pray that the Lord bless you all."

Sr. Pushpa, Subsite Director, Bellary, India



BARBARA RECEIVES FUNDING FOR CANCER TREATMENT

Barbara is a sponsored child in our Arica site in Chile. She suffers from many health issues, and this year was diagnosed with a brain tumor. Through donations to the critical needs fund, Barbara was able to receive testing and treatment.

In a letter of thanks to Chalice supporters who gave so generously, Barbara's mother writes, "If it were not for your great help, it would have been impossible to do what was needed for her cancer treatment. I will always be praying for you. Thank you for giving me so much. I will always have you in my heart."



Hurricane Matthew Relief Repairing Lives

FAITH AND PERSEVERANCE OF RESIDENTS ONE YEAR LATER

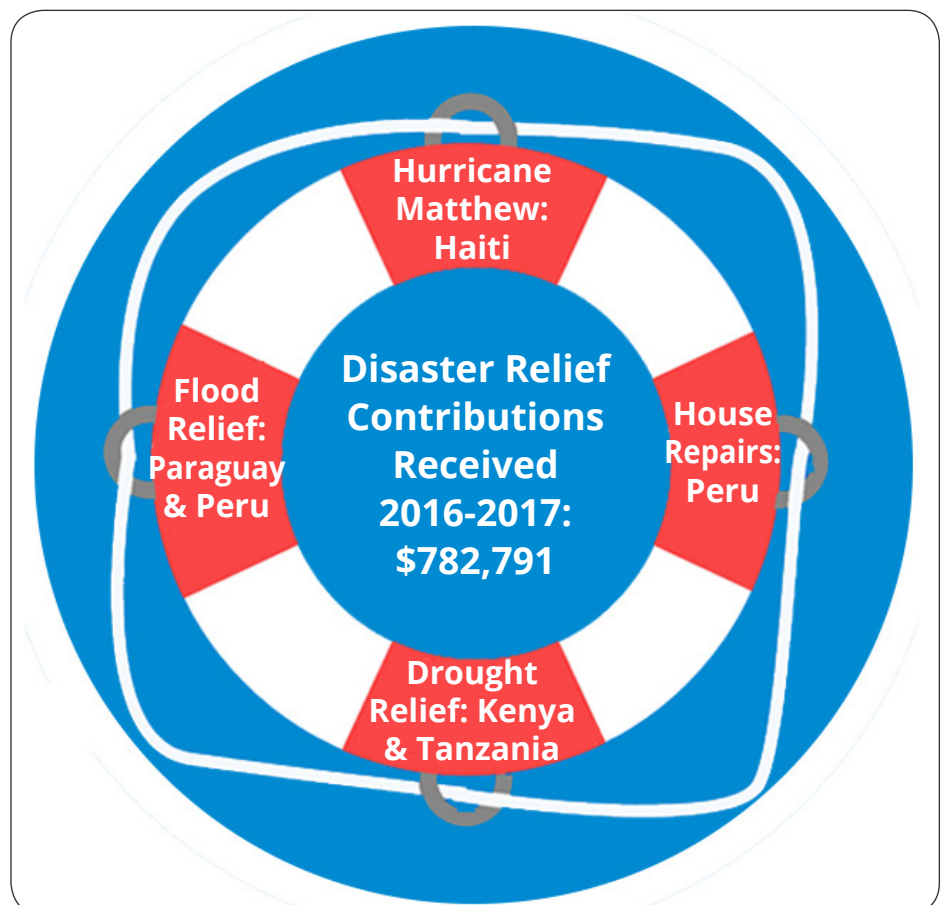
Chalice continues to repair schools and homes in southern Haiti following Hurricane Matthew, a Category 4 storm. On October 4, 2016, Chalice's Haiti South Site in Jeremie, along with four other subsites, were severely damaged by heavy rain and winds that reached up to 230 kilometres an hour.



Chalice supporters generously donated over **\$513,000** to support Hurricane Matthew recovery efforts. An additional **\$72,000** from the Chalice Children Nutrition Fund was made available to support emergency food requirements in the months following the hurricane.

Repairs have been completed to schools and school canteens in the subsites of Roseaux, Carrefour-Sanon, and Latibolière. Damage to the residences of the Good Shepherd Sisters (our congregational partner) has also been repaired. Housing and latrine construction is slowly ongoing despite many challenges. Many of our families' individual homes are still in need of repair and we will continue this effort in the coming months. Reconstruction of a school canteen in the remote area of Previle will also be supported.

Although progress is slow and difficult, the staff and families remain resilient and thankful for the love, support, and continued prayers of the Chalice family.



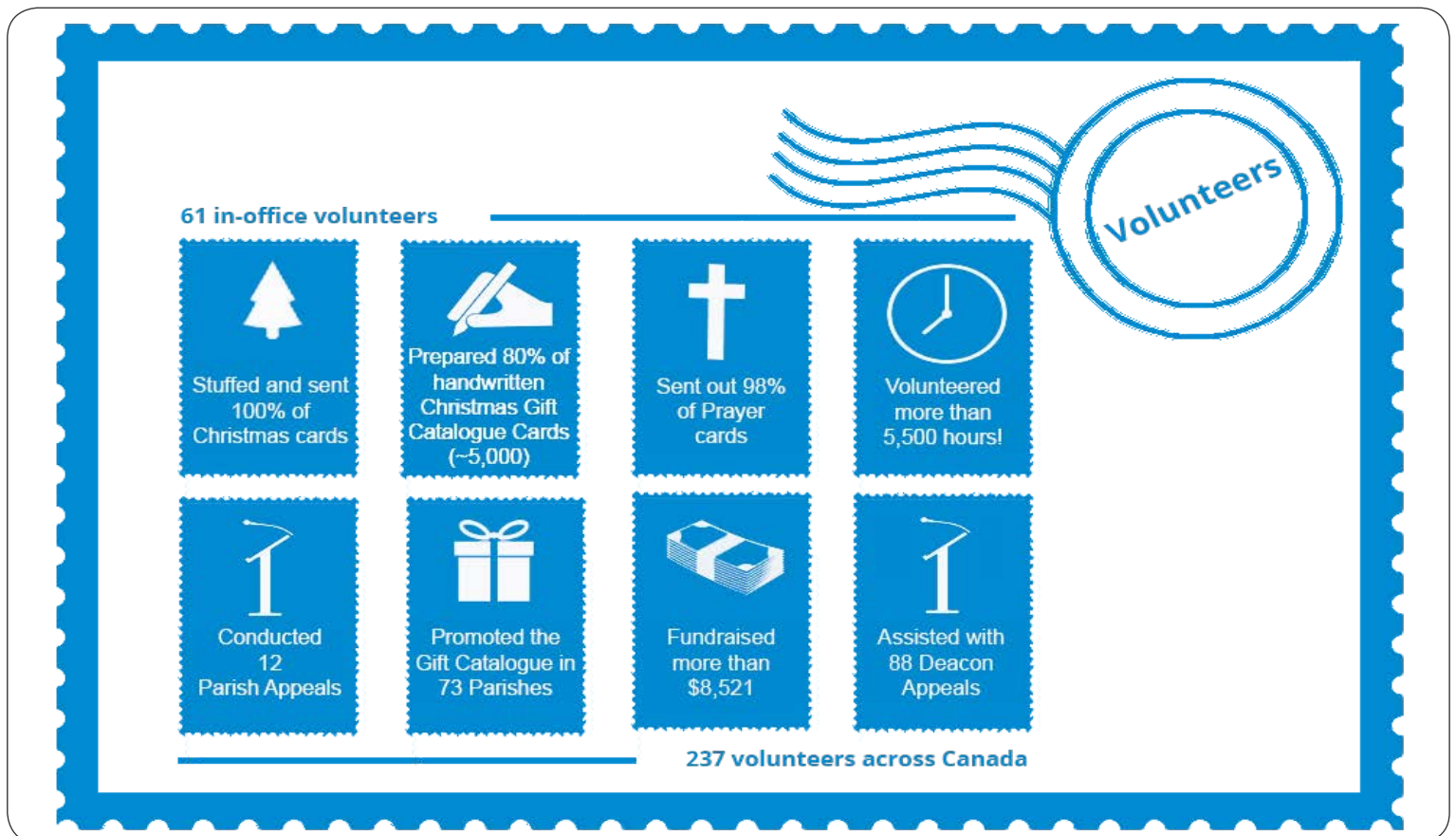
Joseph Raises Funds for Kenya Water Project

'WALKING TOGETHER FOR WATER' RAISES OVER \$11,000

Last fall in Guelph ON, an 11-year-old boy named Joseph complained to his parents that he had too many chores. His parents, both educators, explained to him that in many parts of the world, children have much more grueling physical tasks daily. For example, some have to walk several kilometres each day to collect water for their family. To illustrate their point, they walked with Joseph to a nearby river, filled a bucket with water, and walked home with it.

The message hit home with Joseph, and he did a presentation to his class about it. His teacher and his classmates were inspired. They wanted to do something for children at Rikiau Elementary in Kenya. Joseph, his parents, and the classmates were moved to raise money to help build a well for the children. They created "Walking Together for Water", in which the entire grade 5/6 class walked to a nearby river, filled buckets and watering cans, and walked back to the school, where they watered the gardens.

On the day of the walk, held in June, Joseph and his class had raised pledges of **\$11,356.80**. Donations continue to come into the Chalice office.



Chalice Children Nutrition Program in Tondo

HEALTHY FOOD AND VITAMINS HELPING CHILDREN GROW



Nutrition Program Funding provided to our sites in 2016-2017:

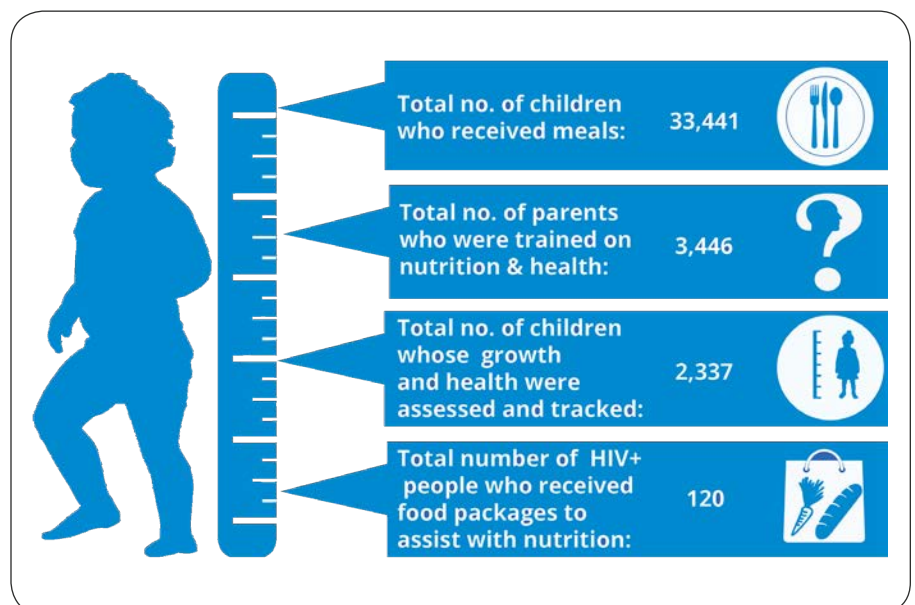
Philippines	\$118,820
Haiti	\$142,000
Latin America	\$155,900
Africa	\$211,674
Total	\$628,394

Located in a Manila landfill, Tondo is a slum where children face horrible living conditions. Families live in tiny rooms in crowded houses without proper ventilation and sanitation - where airborne and viral diseases are hardest to contain. Families in Tondo comb through mountains of garbage, searching for recyclables to sell to earn a living. Many children, aged one through 10, are anemic, underweight, and have stunted growth.

With the Chalice Children Nutrition Program, nutrition in Tondo has significantly improved. Since the inception of the program, the number of undernourished children has decreased over **50%** thanks to daily meals and a monthly supply of multi-vitamins.

Chalice also implemented a feeding program for non-sponsored children. In May and June 2016, **200** children were fed every day. In July, this increased to over **600** children living in five different areas in Tondo. This program led to weight gain in **617** children and a **10%** decrease in the number of undernourished children.

Because of your generous support the Chalice Children Nutrition Program received a **418%** increase in funding, allowing the program to expand from only sites in Latin America to sites in the Philippines, Haiti, and Africa this year.



Family Funding Pilot Proving Beneficial for Families



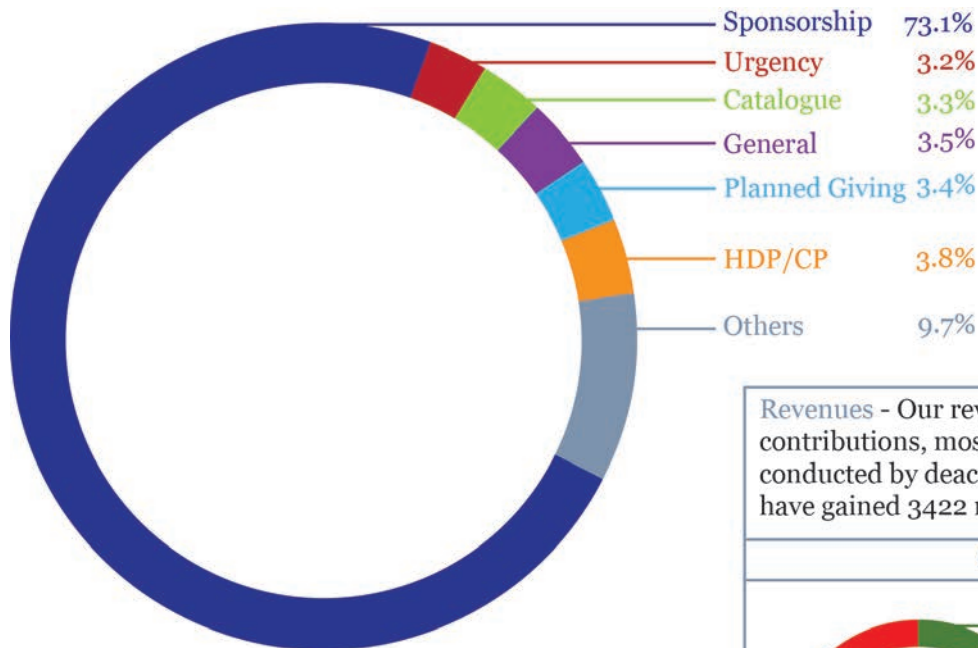
In the beginning, sponsorship funds were used to provide material benefits directly to sponsored children. Sponsor sites would decide what the children most needed and purchased this for the children.

Recently, we successfully piloted a new type of program: family funding. Rather than sponsor sites bulk purchasing goods and distributing them to sponsored children, money is transferred directly to the caregivers of the children so that they can purchase what their child needs. Caregivers are provided training on family budgeting to help them plan for expenses like school fees. Training and workshops also offer caregivers opportunities to improve their skills and their incomes so that they can achieve financial self-sufficiency. This benefits all the children in the family, not just the sponsored child. Within the international development sector, family funding models are becoming the best practice for assisting children, families, and communities around the world.

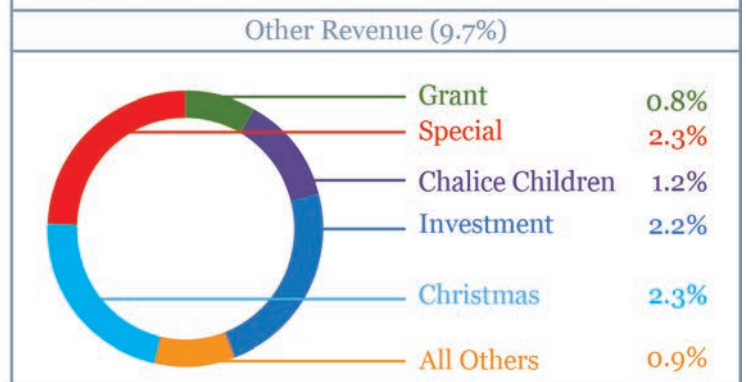
The family funding program is built on the knowledge that when caregivers have the resources they need, they will make good decisions that benefit their families. Children that are able, and are school-age, must be enrolled in school as a condition of the program. This past year, we exceeded our implementation goal and **86%** of children are now in the family funding program. We consider this full implementation as children who are unable to attend school because of medical conditions or physical disabilities will continue to have their specialized programming.

As our organization continually learns and grows, we will improve our programming so that we can ensure that your generous contributions make the biggest impact possible in the lives of those we serve. Realizing that careful and precise measuring of our impact (both planned and unexpected) is crucial, a consultant is now assisting us in developing a learning and evaluation framework that will allow us to measure the impact of our programming across sites and countries. This will give us the data to take the next step toward improving our programming and providing greater accountability and transparency to our supporters. The framework will be piloted at eight sites in the coming fiscal year with a full launch scheduled for the 2019-2020 fiscal year.

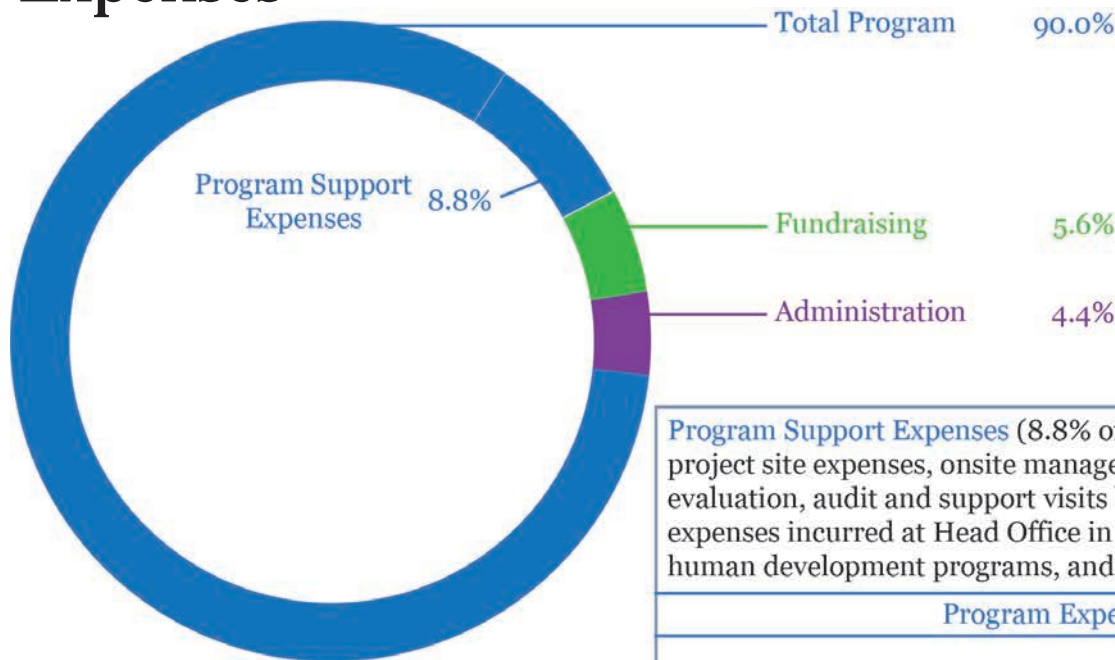
Revenue



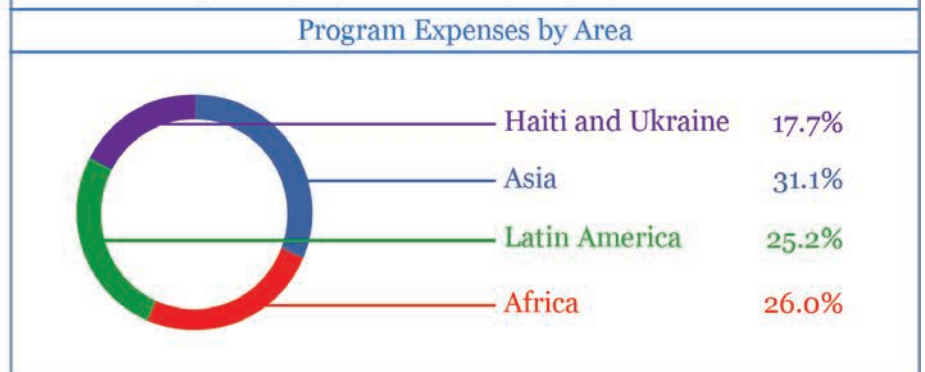
Revenues - Our revenues come largely from sponsorship contributions, most of which originate from church appeals conducted by deacons and priests. During the past year, we have gained 3422 new sponsorships.



Expenses



Program Support Expenses (8.8% of Total Expenses) include overseas project site expenses, onsite management, financial and operational evaluation, audit and support visits by Canadian staff and other expenses incurred at Head Office in direct support of our sponsor sites, human development programs, and capital projects.



AUDITORS' REPORT ON SUMMARIZED FINANCIAL STATEMENTS

To The Members of the Board of Directors of Chalice (Canada)

The accompanying summarized financial statements, which comprise the summarized statements of financial position and changes in fund balances as at June 30, 2017, and the statement of operations for the year then ended are derived from the audited financial statements of Chalice (Canada) for the year ended June 30, 2017. We expressed an unmodified audit opinion on those financial statements in our report dated October 20, 2017. Those financial statements, and the summarized financial statements, do not reflect the effects of events that occurred subsequent to the date of our report on those financial statements.

The summarized financial statements do not contain all the disclosures required by Canadian accounting standards for not-for-profit organizations. Reading the summarized financial statements, therefore, is not a substitute for reading the audited financial statements of Chalice (Canada).

Management's Responsibility for the Summarized Financial Statements

Management is responsible for the preparation of a summary of the audited financial statements in accordance with Canadian accounting standards for not-for-profit organizations.

Auditor's Responsibility

Our responsibility is to express an opinion on the summarized financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standard (CAS) 810, Engagements to Report on Summarized Financial Statements.

Opinion

In our opinion, the summarized financial statements derived from the audited financial statements of Chalice (Canada) for the year ended June 30, 2017 are a fair summary of those financial statements, in accordance with Canadian accounting standards for not-for-profit organizations.

MNP LLP

CHARTERED PROFESSIONAL ACCOUNTANTS

Dartmouth, Nova Scotia
October 20, 2017



ACCOUNTING > CONSULTING > TAX
SUITE 200, 100 VENTURE RUN, DARTMOUTH NS, B3B 0H9
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Chalice (Canada)
Summarized Statement of Financial Position
As at June 30, 2017

ASSETS

	2017	2016
	\$	\$
Current assets	3,947,535	5,286,074
Investments	6,144,929	2,275,967
Capital assets	4,448,218	4,630,703
	14,540,682	12,192,744

LIABILITIES

Current liabilities	3,974,365	3,558,021
Deferred Contributions	341,110	398,102
	4,315,475	3,956,123

Fund balances

Invested in capital assets	4,448,218	4,630,703
Restricted	2,134,327	1,712,854
Unrestricted general	3,642,662	1,893,064
	10,225,207	8,236,621
	14,540,682	12,192,744

Chalice (Canada)
Summarized Statement of Operations
For the year ended June 30, 2017

	2017	2016
	\$	\$
Revenues	28,685,953	25,542,858
Expenditures	26,462,710	24,614,322
Excess of revenues over expenditures before amortization	2,223,243	928,536
Amortization	234,657	214,987
Excess of revenues over expenditures	1,988,586	713,549

Chalice (Canada)
Summarized Statement of Changes in Fund Balances
For the year ended June 30, 2017

	2017	2016
	\$	\$
Fund balances - beginning of year	8,236,621	7,523,072
Excess of revenues over expenditures	1,988,586	713,549
Fund balances - end of year	10,225,207	8,236,621



CHALICE CANADA

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Our Mission: To bring Christ to the poor and the poor to Christ

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