Yukon Liquor Corporation's

Annual report for cannabis

April 1, 2025 to March 31, 2026



Yukon Liquor Corporation

Yukon



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Letter of transmittal

Dear Honourable Minister Gehmair,

It is my pleasure to present you with the Yukon Liquor Corporation's Annual Report for Cannabis for the fiscal year ending March 31, 2026.

Respectfully submitted,

Philippe Mollet
President, Yukon Liquor Corporation



Message from the Board Chair

I am pleased to contribute to the Yukon Liquor Corporation's 2025–26 Annual Report for Cannabis.

Over the past year, the board has continued to carry out its responsibilities in support of a fair, consistent, and accountable cannabis licensing system in the Yukon. Through the review of applications, renewals, and regulatory matters, the board remains focused on ensuring the legal cannabis market operates in a manner that reflects the interests of public safety and responsible retailing.

The Yukon's legal cannabis market continues to mature, with operators gaining further experience in a regulated environment and consumers increasingly relying on licensed retailers. As this evolution continues, the board remains committed to maintaining a regulatory approach that is practical, transparent, and responsive to the needs of the territory.

I would like to thank the staff of the Yukon Liquor Corporation for their ongoing support and professionalism, as well as the Yukon's cannabis licensees for their continued cooperation and commitment to operating responsibly. The work carried out across the industry over the past year continues to support a stable and well-regulated cannabis market for Yukoners.

Sincerely,

David Sloan
Chair, Cannabis Licensing Board

Message from the President



It is my pleasure to present the Yukon Liquor Corporation's 2025–26 Annual Report for Cannabis.

As President, I am proud to highlight the corporation's continued work over the past fiscal year to support a safe, responsible, and well-regulated cannabis industry in the Yukon. Throughout this past year, the corporation remained focused on maintaining regulatory stability, supporting licensees, and advancing key initiatives within the cannabis sector.

The past year also saw continued growth in legal cannabis sales across the Yukon. While growth has moderated compared to the significant increases experienced in previous years, the legal market continues to expand as consumers increasingly choose licensed retailers and regulated products. This continued shift toward the legal market helps reduce consumer reliance on illicit cannabis sales and supports greater consumer safety and accountability within the industry.

The corporation continues to work with Government of Yukon departments, licensees, law enforcement, and community organizations to support education, compliance, and harm reduction initiatives. Public awareness efforts over the past year included continued engagement with retailers and campaigns focused on preventing accidental ingestion by minors, promoting responsible consumption, and increasing awareness of the risks associated with cannabis-impaired driving.

Looking ahead, the corporation will continue working with partners across the territory to support a stable and responsible cannabis industry in the Yukon. As the market continues to evolve, we will remain focused on practical approaches that support public safety, informed consumption, and ongoing compliance within the legal market.

In closing, I want to thank the Cannabis Licensing Board, our licensees, partner organizations, and the staff of the Yukon Liquor Corporation for their continued work over the past year. Your efforts and cooperation continue to play an important role in supporting a safe and well-regulated cannabis industry for Yukoners.

Sincerely,

Philippe Mollet
President, Yukon Liquor Corporation

About the annual report

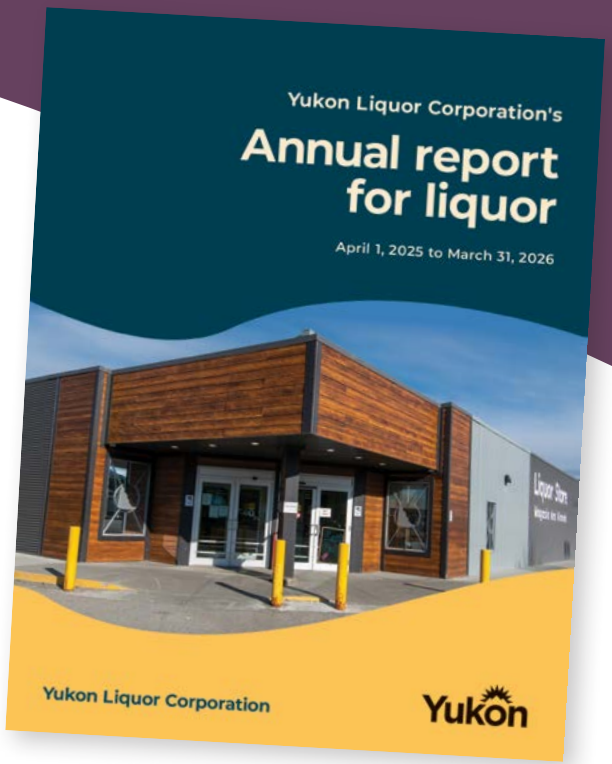
Each year, the Yukon Liquor Corporation prepares an annual report which outlines the nature and amount of business conducted over the year. This includes detailed financial statements that present the corporation's assets, liabilities, profits, and losses, to offer a clear picture of the year's operations.

Annual reporting is a requirement of the *Cannabis Control and Regulation Act*.

As the designated distributor corporation for cannabis, the Yukon Liquor Corporation must submit a report to the Minister that contains the following:

- the nature and amount of business the corporation conducted during the year;
- financial statements with assets and liabilities of the corporation, including profits and losses to show the result of the year's operations;
- measures the corporation has taken to reduce the risk of cannabis being diverted to the illicit market;
- measures the corporation has taken to facilitate responsible consumption of cannabis while not promoting cannabis;
- efforts the corporation has made to enhance public awareness of the health risks associated with consumption of cannabis use; and
- information regarding the laws relating to cannabis in the Yukon.

This annual report will be tabled during the fall sitting of the Yukon Legislative Assembly.



For more information regarding liquor, please see the Yukon Liquor Corporation's Annual Report for Liquor, April 1, 2025, to March 31, 2026.



Vision, mission and strategic priorities

Vision

Service excellence that supports a healthy, vibrant and prosperous Yukon.

Mission

To offer our customers legal access to a variety of liquor and cannabis products while considering the wellbeing and economic prosperity of the Yukon.

Strategic priorities

Serve the Yukon

- We sustain net profitability through responsible liquor and cannabis sales.
- We support initiatives targeting the responsible supply and consumption of our products.
- We work collaboratively with producers and licensees.

Advance the corporation

- We invest in employees, empowering them to deliver increasingly excellent service to clients, customers and communities.
- We develop legislation, policies and processes that meet current and future needs.
- We ensure effective and on-going development and use of systems.

Work together

- We focus energy and actions on mutually agreed upon goals.
- We work as one, seeking to understand, appreciate and support the good of the corporation, its branches and the team.
- We promptly address challenges with honesty and creativity.

About the Cannabis Licensing Board

The board operates at arm's length from the cannabis distributor corporation, the Yukon Liquor Corporation, and is independent in its decision-making from the Minister as a quasi-judicial body.

The Cannabis Licensing Board is responsible for granting, refusing to grant and renewing licences as well as reviewing decisions of the Yukon Liquor Corporation President to impose sanctions on licensees. The board works under the parameters of the *Cannabis Control and Regulation Act*.



David Sloan
Chair
from January 17, 2025 to January 16, 2028



Eva Bidrman
Vice-chair
from August 28, 2025 to February 7, 2027



Clarence Timmons
Member
from January 17, 2025 to January 16, 2028



John Farynowski
Member
from January 17, 2025 to January 13, 2026



Kelly Proudfoot
Member
from August 25, 2025 to August 27, 2028



Haley Mitander
Member
from September 11, 2025 to September 10, 2028

About the Yukon Liquor Corporation

Corporate structure

The Yukon Liquor Corporation is the designated distributor corporation for cannabis in the Yukon and is solely responsible for the purchase and distribution of cannabis products. The corporation regulates cannabis products to be consumed in a legal and socially responsible manner.

The corporation's three divisions — Corporate Services, Operations, and Regulatory Services are working to improve the ways in which they support the public and the cannabis market, including local cannabis retail licensees, through various programs and services.

As the designated distributor, the corporation prides itself on supporting the Yukon's privatized retail sales model by working directly with licensees on product selection. This ensures that each of the Yukon's six licensed retailers can customize their inventory to meet the specific demands of their customers.

For more information on the Yukon Liquor Corporation's corporate structure please visit **yukon.ca/en/yukon-liquor-corporation.**

Business overview

During the 2025–26 fiscal year, the corporation worked with approximately 90 federally licensed producers to ensure the Yukon's six licensed retailers had access to high quality and legal products for sale to Yukoners.

Additionally, in the past year, the corporation has:

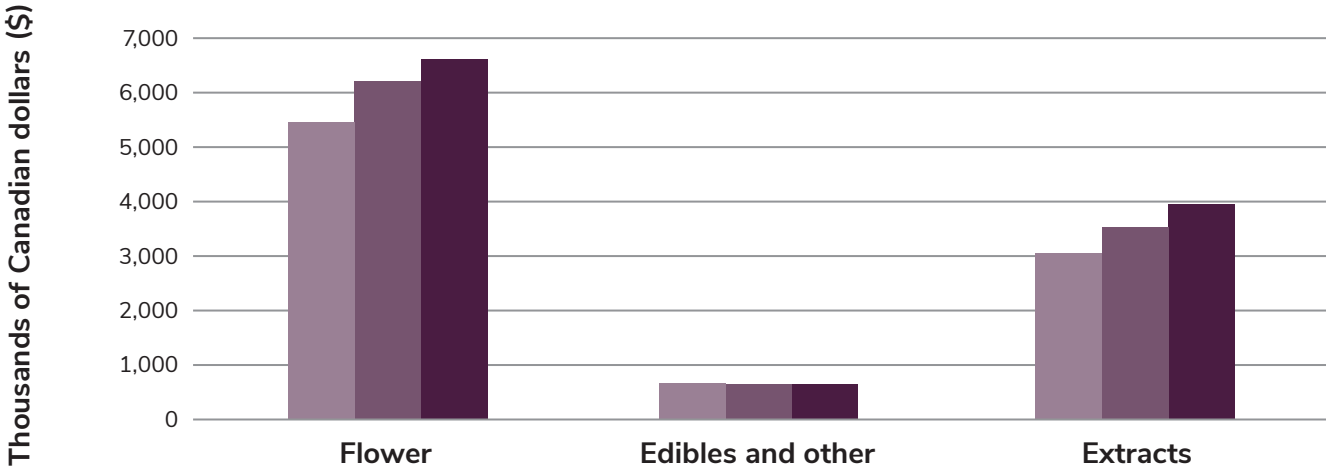
- conducted the corporation in a manner that is conscious of public health, prevents young persons from accessing cannabis, and displaces the illicit market;
- continued to make the mandatory Be A Responsible Server — Cannabis (BARS-C) training free and available on Yukon.ca;
- coordinated the cannabis supply chain from licensed producers to licensed retailers;
- worked with retailers to bring many new products to the Yukon market by establishing new agreements with federally licensed producers;
- worked to find efficiencies to streamline service for licensees and producers; and
- applied a risk-based enforcement approach to ensure enforcement is focused on licensees in need of attention.

In 2025–2026, the corporation issued 69 BARS-C certificates to licensed retailer employees.

The BARS-C certification course is mandatory and free for everyone who sells cannabis. The course explains a licensee's responsibilities to their customers and helps them assist their customers in making informed and safer choices when purchasing, and later consuming, legal cannabis products.

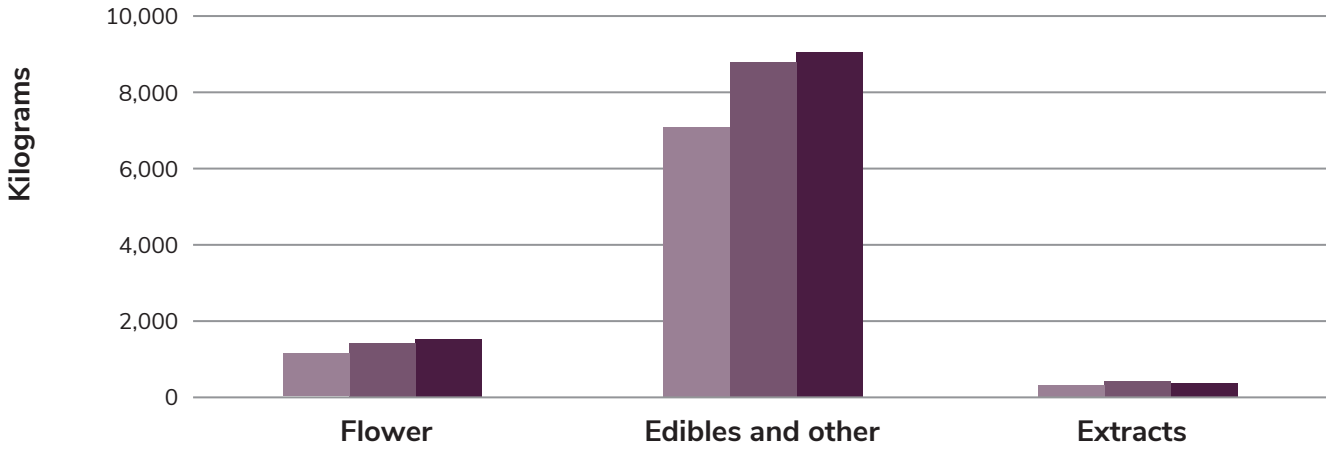
Financial overview

Sales by category – Thousands of Canadian dollars ($)



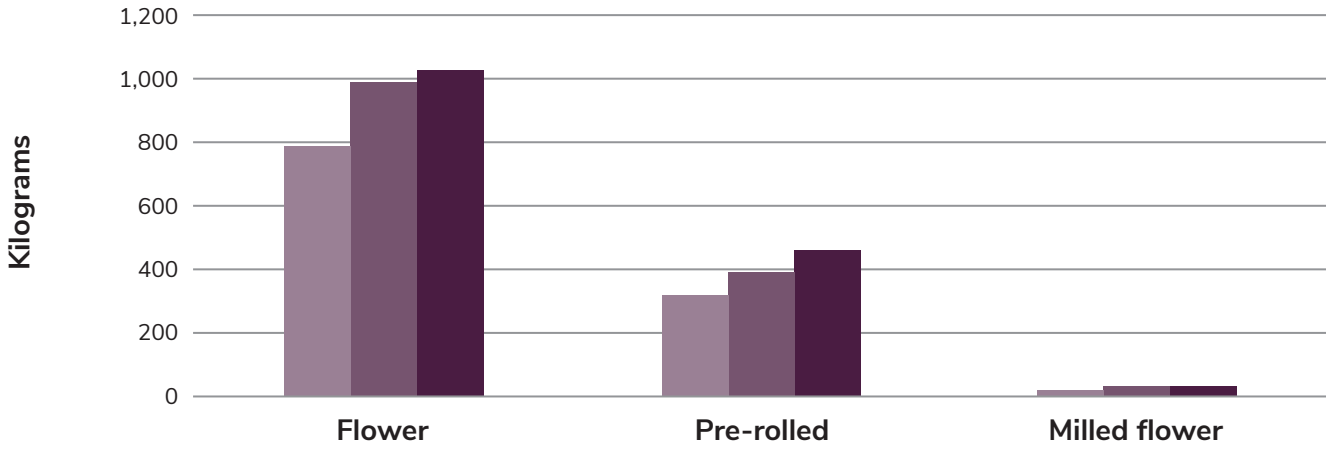
2023-24	$ 5,487,000	$ 652,000	$ 3,059,000
2024-25	$ 6,234,000	$ 643,000	$ 3,544,000
2025-26	$ 6,652,000	$ 632,000	$ 3,964,000

Sales by category (Kg)



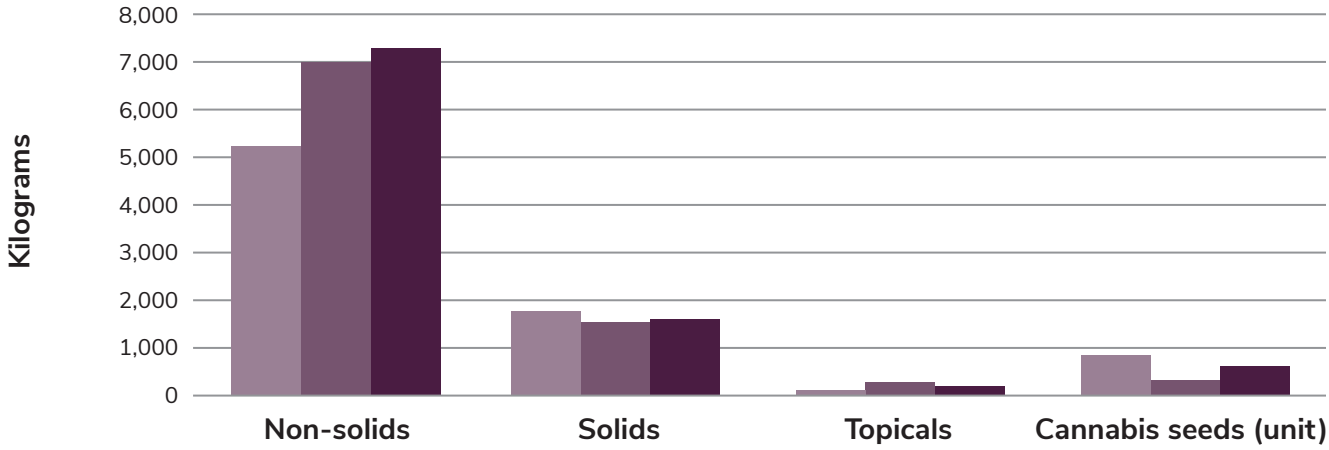
2023-24	1,128 Kg	7,120 Kg	307 Kg
2024-25	1,414 Kg	8,825 Kg	401 Kg
2025-26	1,522 Kg	9,095 Kg	359 Kg

Volume sold – Dried cannabis (Kg)



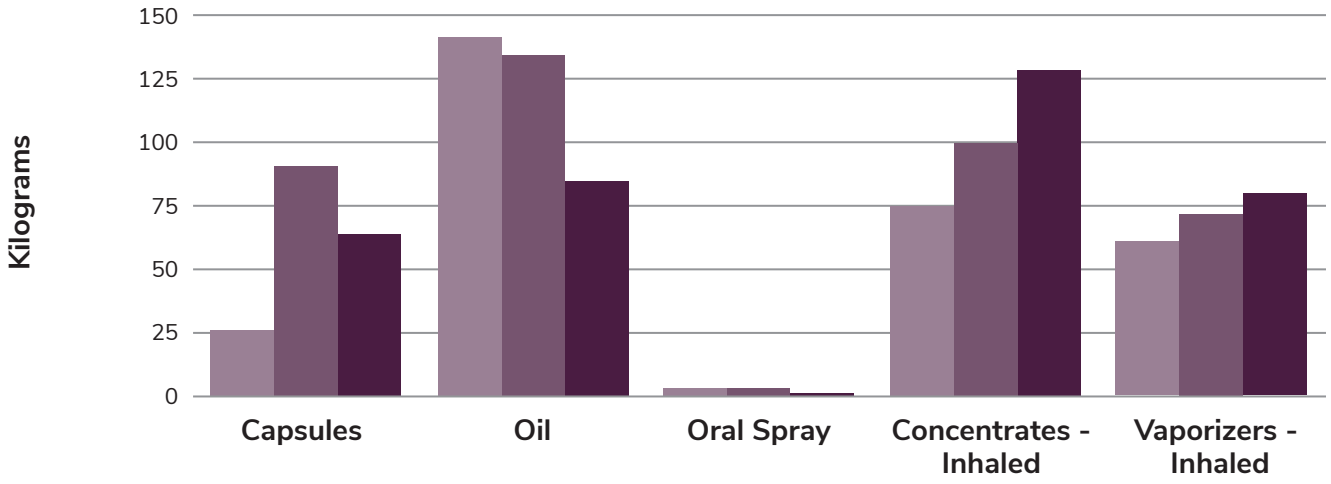
2023-24	792 Kg	317 Kg	19 Kg
2024-25	995 Kg	390 Kg	29 Kg
2025-26	1,030 Kg	462 Kg	30 Kg

Volume sold – Edible and other (Kg)



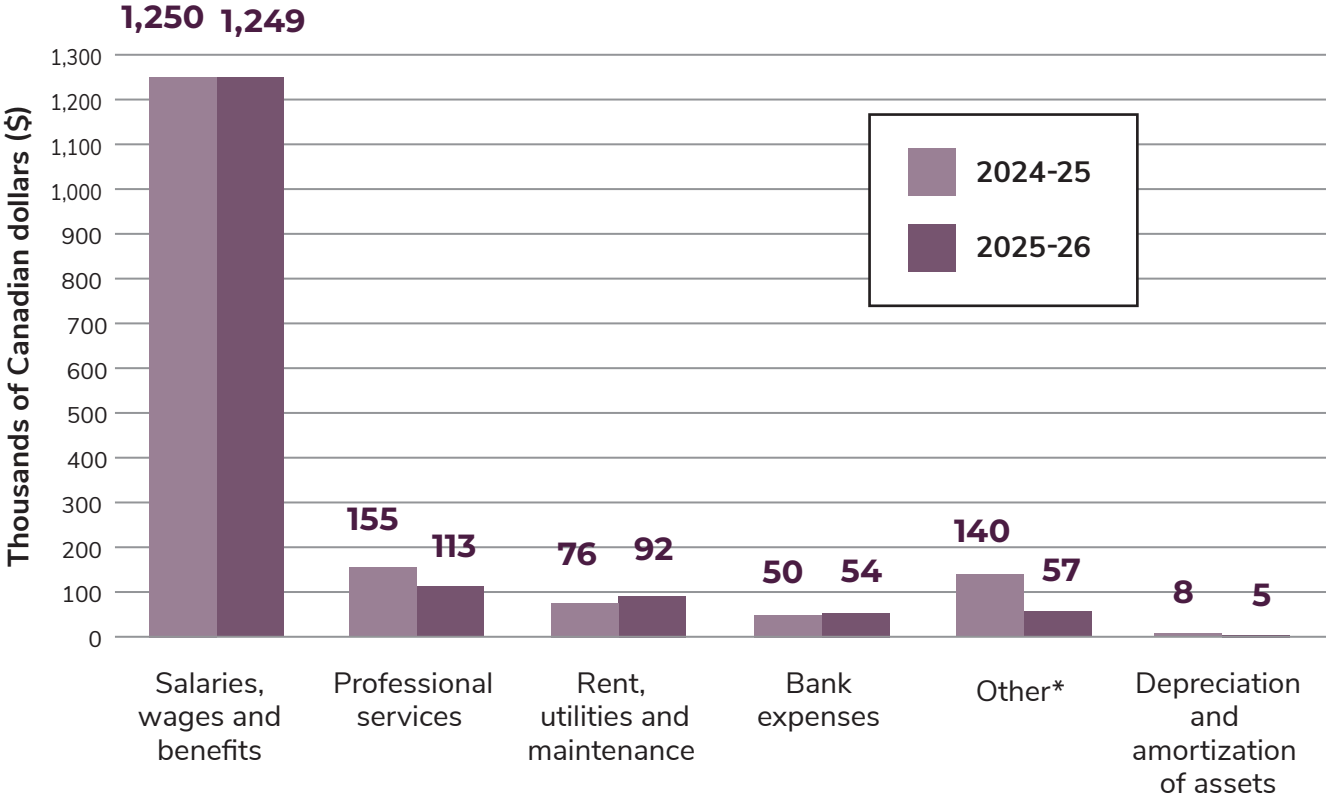
2023-24	5,243 Kg	1,772 Kg	105 Kg	840
2024-25	7,029 Kg	1,537 Kg	259 Kg	300
2025-26	7,319 Kg	1,589 Kg	187 Kg	600

Volume sold – Extracts (Kg)



2023-24	26 Kg	142 Kg	3 Kg	75 Kg	61 Kg
2024-25	91 Kg	135 Kg	3 Kg	100 Kg	72 Kg
2025-26	64 Kg	85 Kg	1 Kg	129 Kg	80 Kg

Operating expenses



*Travel, telecommunications, I.T., contributions, office supplies, board honoraria, e-commerce support



Social responsibility and reduction of the illicit market

In 2025–26, the Yukon Liquor Corporation continued to advance its commitment to social responsibility through education, community partnerships, regulatory oversight, and initiatives aimed at reducing harm, promoting public safety, and supporting a safe, legal cannabis market across the territory.

In partnership with Health Canada, the corporation distributed educational materials to the Yukon's licensed cannabis retailers promoting safe storage to support responsible use through preventing access by minors and pets. In addition, the Yukon Liquor Corporation continued to reinforce shared objectives to reduce the incidence of cannabis impaired driving. Cannabis impairment awareness posters developed by the Department of Highways and Public Works were displayed in Yukon Liquor Corporation stores and distributed by the corporation's inspectors to cannabis licensees.

The corporation also continued its longstanding support for community-based initiatives. Supporting youth safety and wellbeing remained a priority in 2025–26. The Yukon Liquor Corporation once again funded Safe Grad celebrations to encourage substance-free graduation events for Yukon students. During the fiscal year, the corporation provided $13,060 in funding from the cannabis and liquor funds to schools across eight Yukon communities, helping graduates celebrate safely with their peers and families.

The corporation also continued to participate alongside other government agencies in roadside check stop initiatives organized by Mothers Against Drunk Driving, helping reinforce public awareness around the risks of impaired driving involving intoxicating substances, such as alcohol and cannabis.

Alongside these social responsibility initiatives, the corporation continued its efforts to reduce the illicit cannabis market in the Yukon. Illicit cannabis products often originate from unregulated sources such as street dealers, unlicensed dispensaries, and illegal websites, and may contain harmful contaminants due to the absence of quality control and product testing. In contrast, cannabis sold through Yukon's licensed retailers must meet strict federal safety and quality standards.

Legal cannabis products are identifiable through the use of federal excise stamps, providing consumers with confidence that products have been tested and approved by regulatory authorities. The corporation also continued to comply with Health Canada's seed-to-sale tracking requirements through regular reporting on cannabis sales, inventory, active retailers, and staffing levels, helping ensure transparency, accountability, and regulatory compliance throughout the supply chain.

By combining public education, responsible retail oversight, community partnerships, and strong regulatory controls, the Yukon Liquor Corporation continues to support harm reduction efforts while helping ensure Yukoners have access to safe, legal cannabis products.

Looking ahead, the corporation will continue working with community organizations, government partners, retailers, and public health stakeholders to encourage informed decision-making, reduce the influence of the illicit market, and promote the health and safety of Yukoners.

In 2025–2026, Yukon Liquor Corporation inspectors conducted 12 inspections of licensees to ensure their premises and operational conditions comply with requirements.

No fines or suspensions were required during this period.

Yukon Department of Health and Social Services Report on Cannabis

Disclaimer:

With the Government of Canada's decision to legalize cannabis in October 2018, the Government of Yukon committed to measure whether the change in cannabis policy is having the intended effects to protect public health and safety. Existing surveillance for cannabis use and related health and justice statistics monitors the effects of cannabis in the Yukon and informs evidence-based policy decisions and ongoing evaluation of cannabis regulations.

Changes since last report:

The pregnancy-related indicator (% of women who used cannabis during pregnancy) was removed due to the absence of available data. To address this gap, information on pregnancy and cannabis use has been incorporated into the hospital-based analysis. Specifically, records were identified where both pregnancy-related conditions and cannabis-related diagnoses were recorded during the same hospital encounter.

Data sources in this report:

The Health Behaviour in School-aged Children (HBSC) study is an international survey coordinated by the World Health Organization and conducted every four years. In the Yukon, the most recent available HBSC data are from the 2022 cycle. More recent HBSC data are currently being collected as part of the 2026 cycle and will become available following completion of data processing, validation, and national and international reporting.

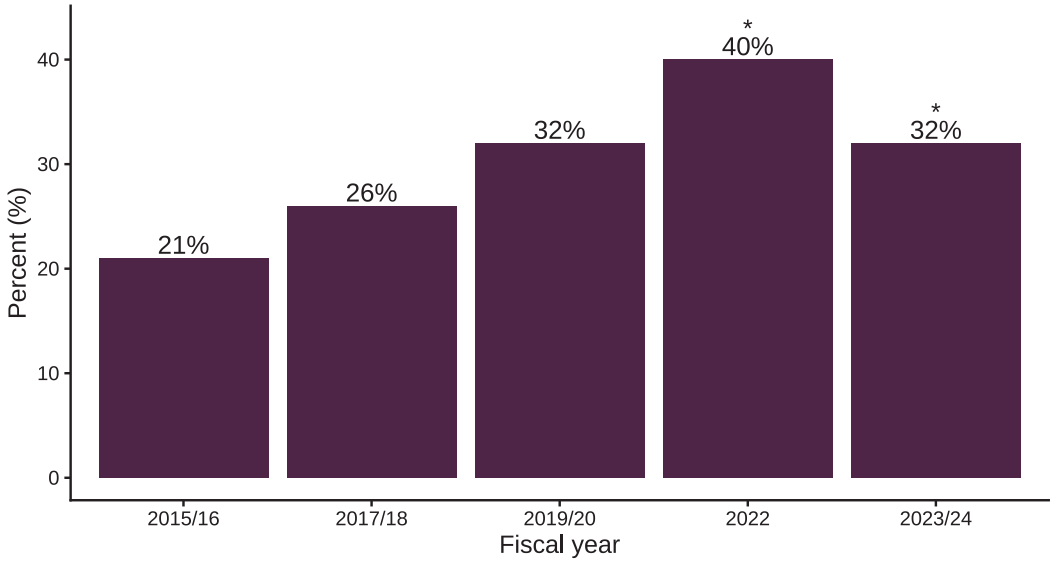
The Canadian Community Health Survey (CCHS) is a national survey conducted annually by Statistics Canada, with data released in cycles. In the Yukon, the availability of CCHS data typically lags by several years due to smaller sample sizes and the need to combine multiple years of data to produce reliable estimates. As a result, the most recent data available for the Yukon may not align with the latest national release.

Yukon hospital data include information from all three emergency departments across the territory. These data are drawn from the National Ambulatory Care Reporting System (NACRS) and the Discharge Abstract Database (DAD), which capture details on emergency department visits and hospital admissions respectively.

Health indicator collection

Prevalence

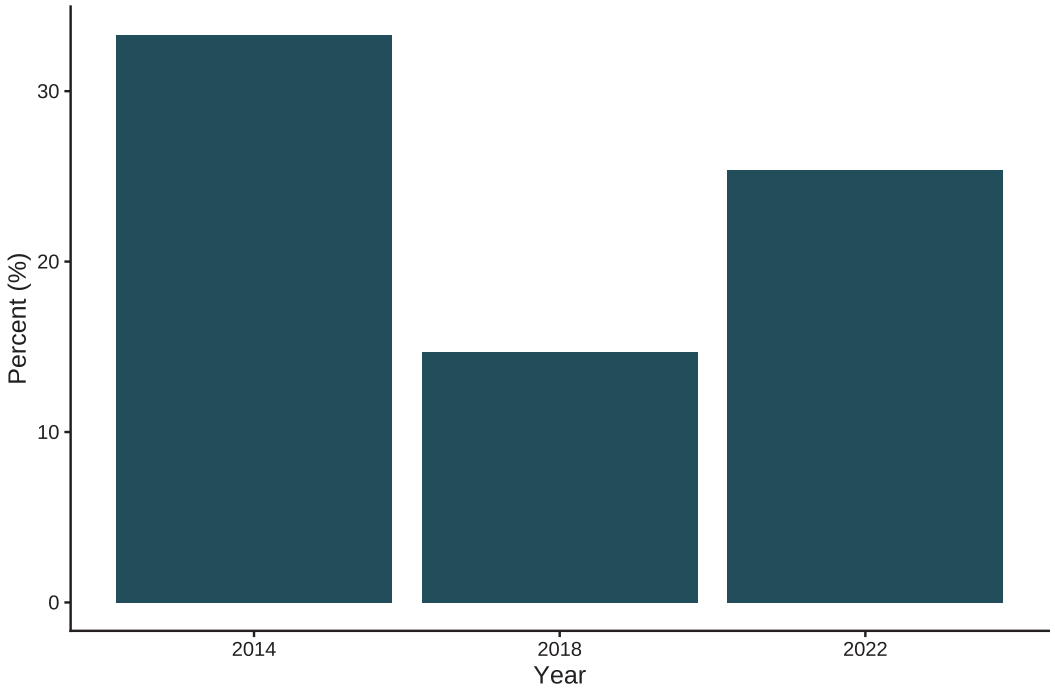
Fig 1. Proportion of individuals aged 12+ who reported using cannabis in the past 12 months



source: Canadian Community Health Survey

*High sampling variability associated with this estimate, interpret with caution
Survey coverage was exceptionally limited to Whitehorse in 2020 due to the COVID-19 pandemic. As a result, the CCHS only covered about 82% of the targeted population in the Yukon for 2019-20.
2022 data is for a single year only

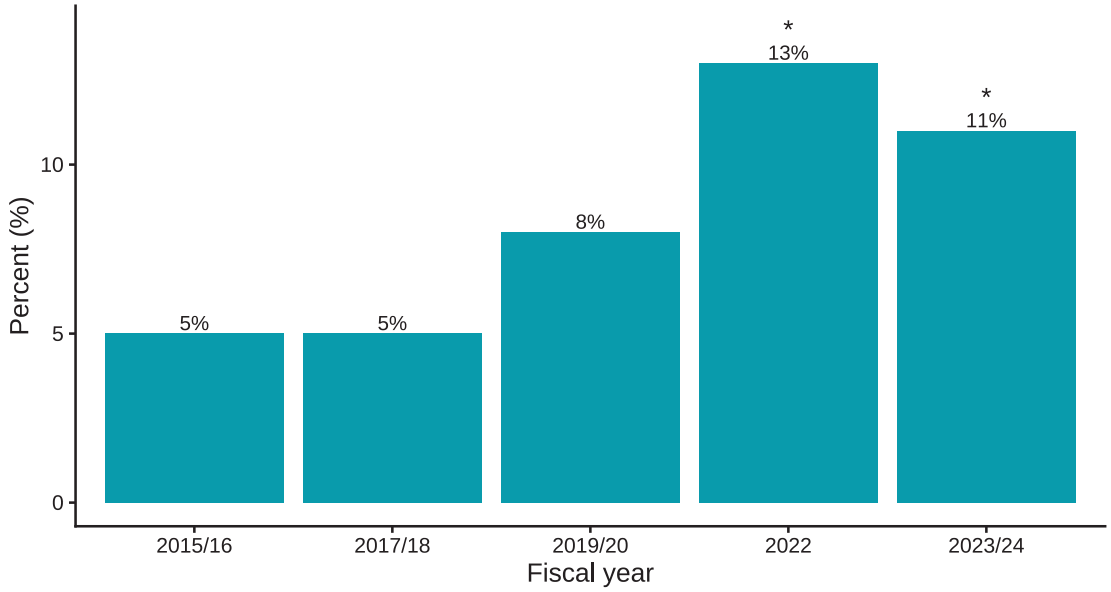
Fig 2. Proportion of students who used cannabis in the past 12 months (Grades 9 & 10)



source: Health Behaviour in School-aged Children study

Frequency and patterns

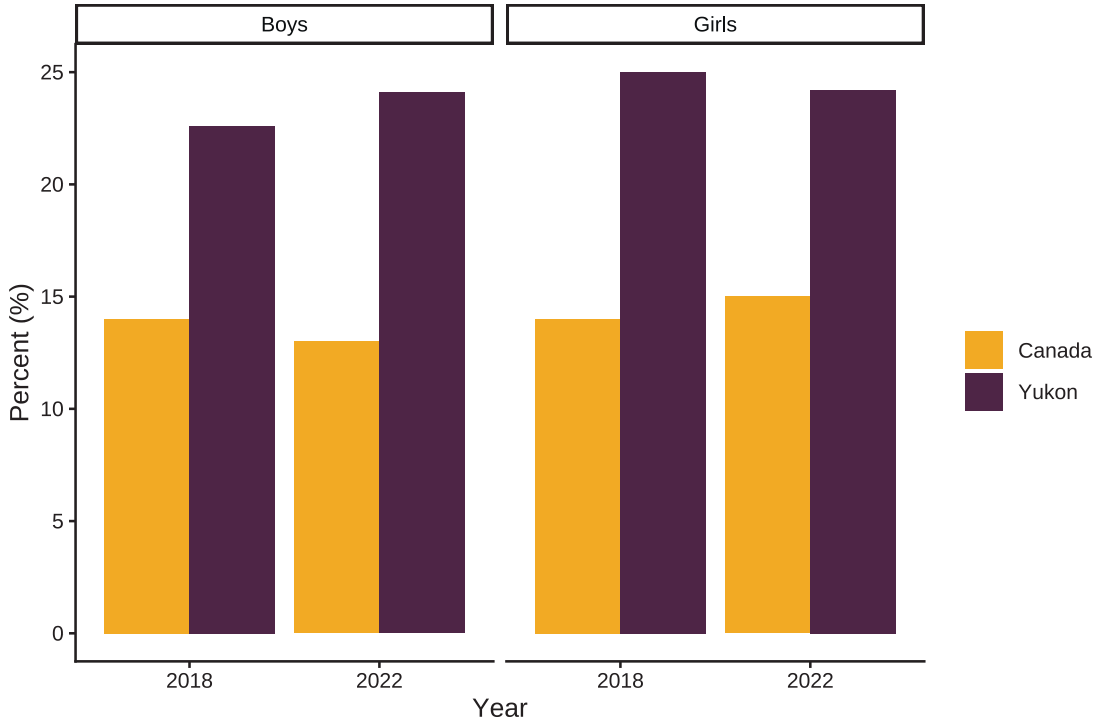
Fig 3. Proportion of individuals aged 12+ who reported using cannabis daily in the past 12 months



source: Canadian Community Health Survey

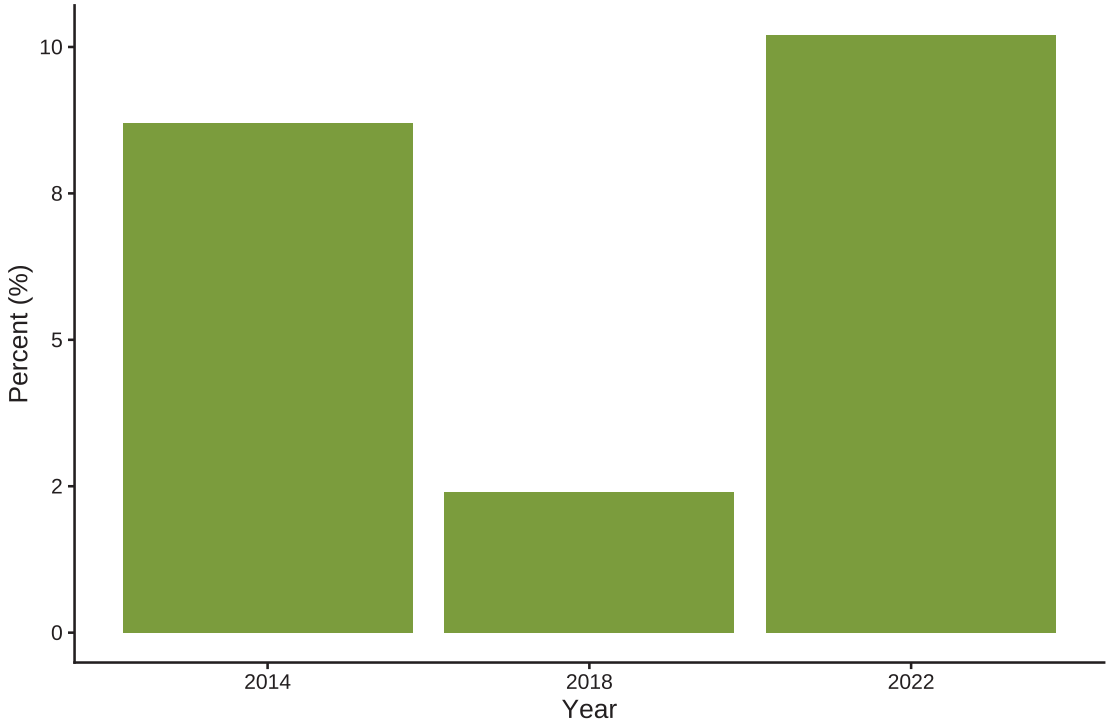
*High sampling variability associated with this estimate, interpret with caution
Survey coverage was exceptionally limited to Whitehorse in 2020 due to the COVID-19 pandemic. As a result, the CCHS only covered about 82% of the targeted population in the Yukon for 2019-20. 2022 data is for a single year only

Fig 4. Proportion of 15-year-olds who used cannabis in the last 30 days



Source: Health Behaviour in School-aged Children study

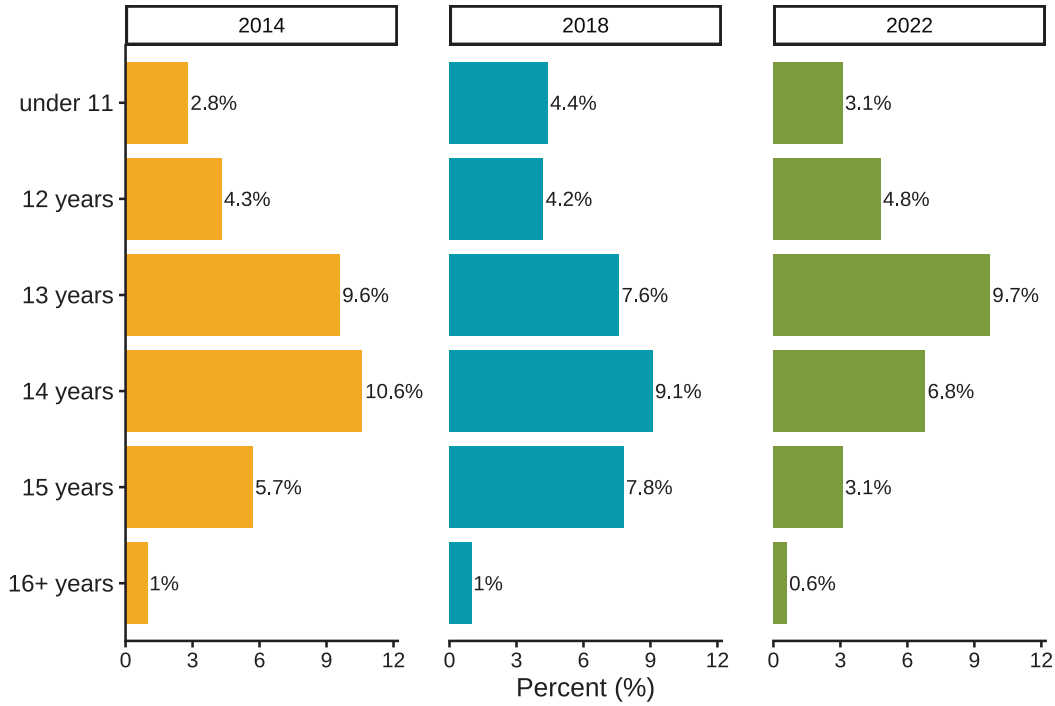
Fig 5. Proportion of adolescents who reported using cannabis 20 days or more in the last 30 days



source: Health Behaviour in School-aged Children study

Age of initiation

Fig 6. Distribution of age of initiation among adolescents (Grades 9 & 10)



Source: Health Behaviour in School-aged Children study

Harms

Cannabis-related emergency department visits and hospitalizations were identified using standard diagnostic codes. These included codes for cannabis poisoning, mental and behavioural effects of cannabis use, severe vomiting linked to cannabis use (cannabinoid hyperemesis syndrome), and cannabis use during pregnancy.

Fig 7. Rate of cannabis-related emergency department visits

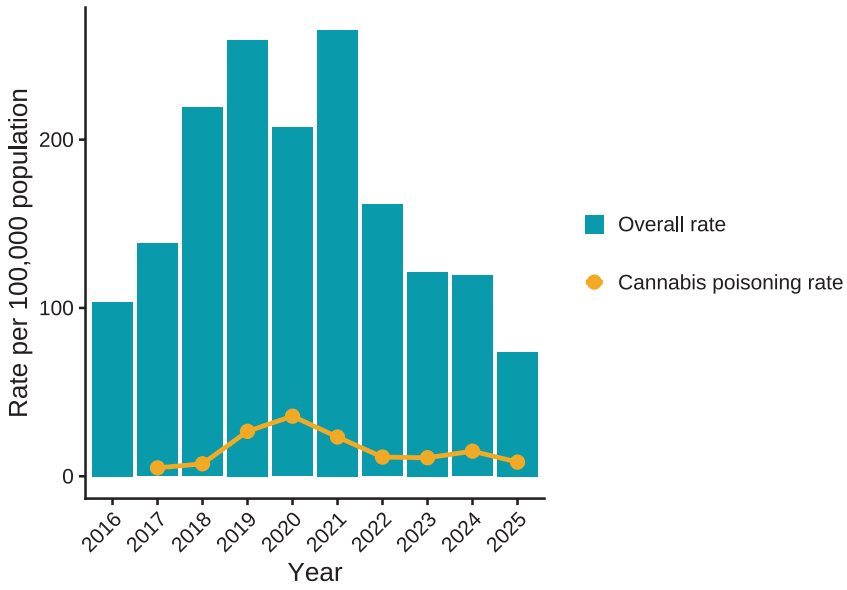


Figure 7 shows the rate of cannabis-related emergency department visits per 100,000 population by year. The yellow line represents cannabis poisoning visits, which make up a small proportion of the overall total.

Fig 8. Rate of cannabis-related emergency department visits by sex

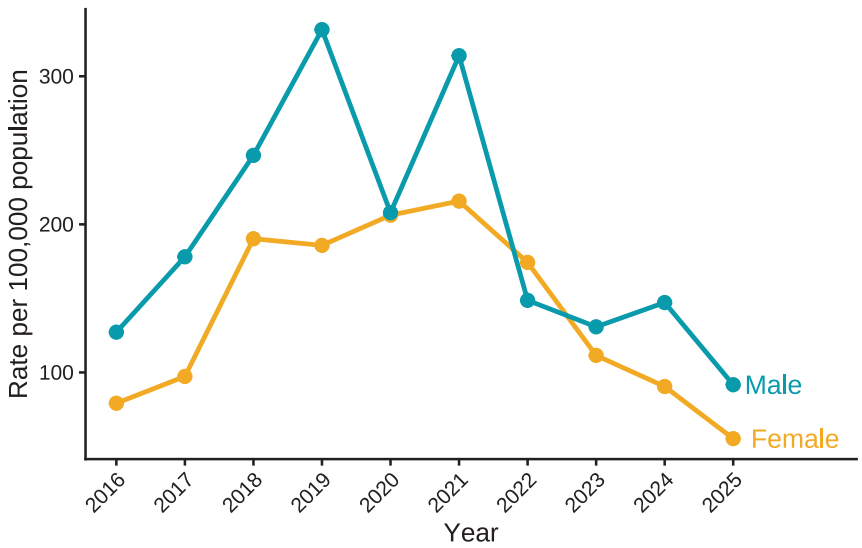


Figure 8 shows the distribution of cannabis-related emergency department visit rates by sex. Rates are generally higher among men, with peaks in 2019 and 2021, followed by a decline alongside the overall decrease in visits since 2022.

Fig 9. Proportion of cannabis-related emergency department visits by diagnosis type

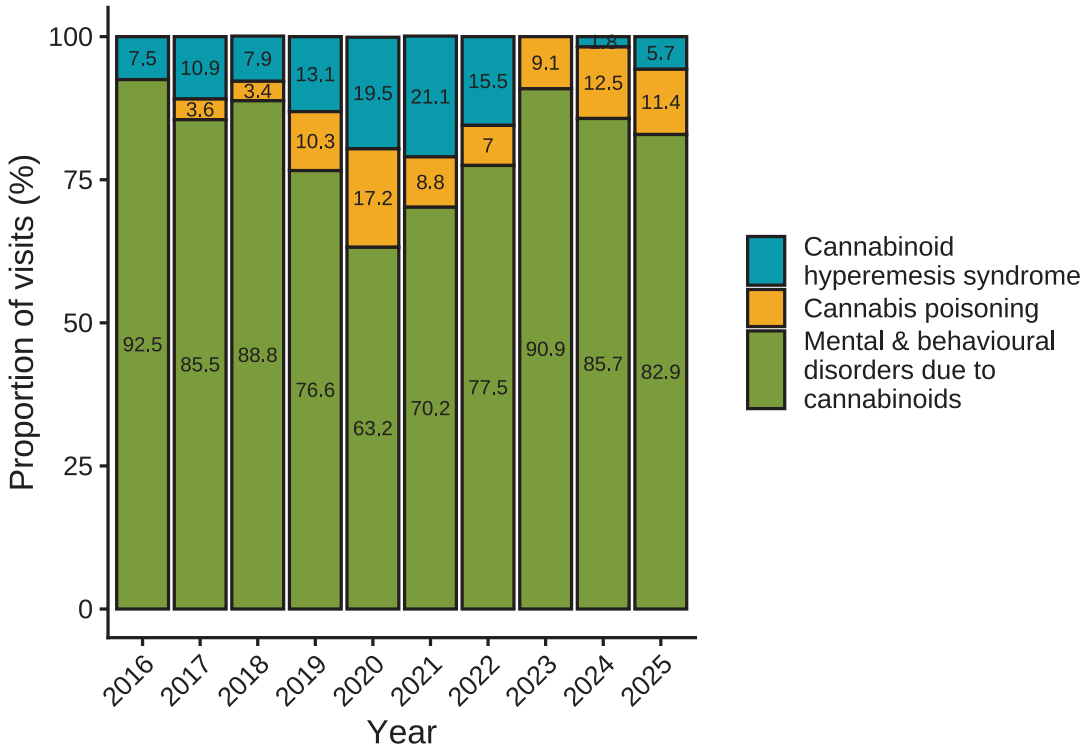


Figure 9 shows the breakdown of diagnoses for cannabis-related emergency department visits. Most visits are classified as mental and behavioural disorders due to the use of cannabinoids. These can include conditions such as acute intoxication, psychotic disorder, harmful use, dependence syndrome, and withdrawal. Cannabinoids are the group of chemical compounds found in cannabis that affect the brain and body, including the main active ingredient, THC, which produces the drug's psychoactive effects.

Cannabinoid hyperemesis syndrome is a condition characterized by repeated episodes of severe nausea and vomiting associated with cannabis use. It was assigned a specific diagnostic code in 2022. Prior to this, the syndrome was identified by the co-occurrence of cannabis-related codes and vomiting codes, which may have affected the accuracy of estimates for these visits.

Cannabis poisoning refers to harmful effects caused by cannabis and related substances, including edibles and synthetic cannabinoids, such as overdose or other toxic reactions.

Fig 10. Rate of cannabis-related emergency department visits by age group

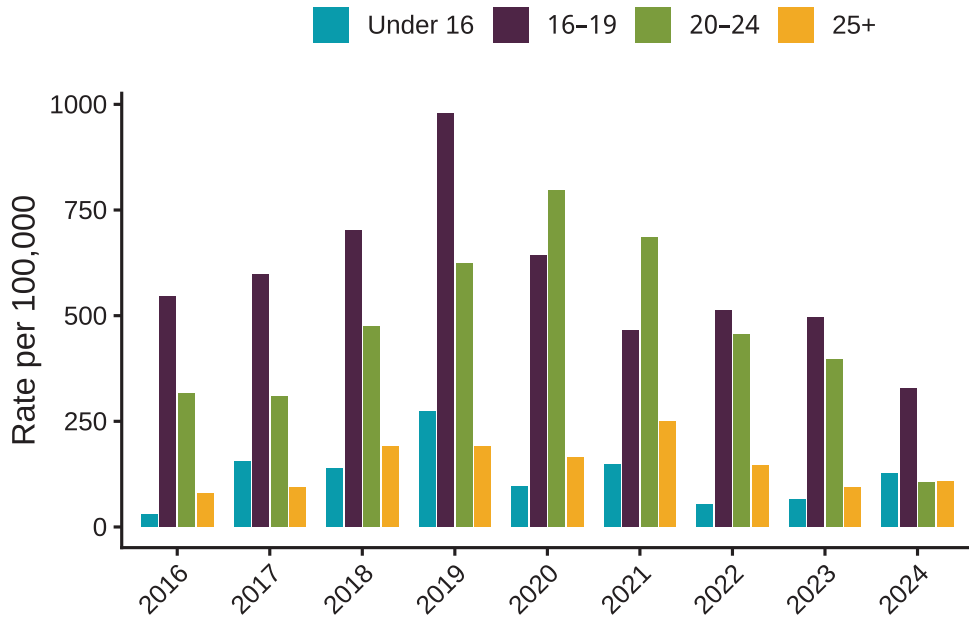


Figure 10 presents cannabis-related emergency department visits by age group, with a focus on those under 25. Youth and young adults are more vulnerable to the harmful effects of cannabis, including impacts on brain development and mental health. This breakdown shows that the 16-19 age group frequently had the highest visit rate, including last year.

Indicator Category	Sub-category	Data Source	Results
Motor vehicle collisions and fatalities	# and % of fatal motor vehicle collisions with driver having cannabis detected in their system in the past (fiscal) year)	Coroner Data	<5
	# and % of motor vehicle collisions with driver having cannabis detected in their system (non-fatal) in the past year National Collision Database Data not available	# and % of motor vehicle collisions with driver having cannabis detected in their system (non-fatal) in the past year National Collision Database Data not available	# and % of motor vehicle collisions with driver having cannabis detected in their system (non-fatal) in the past year National Collision Database Data not available
Crime & Law Enforcement	# (and rate per 100,000) of illicit possession charges for cannabis for youth (12-17 years)	Statistics Canada (Incident-based crime statistics)	0 (0 per 100,000) (2024)
	# (and rate per 100,000) of illicit possession charges for cannabis for 18 years and over	Statistics Canada (Incident-based crime statistics)	0 (0 per 100,000) (2024)
	# (and rate per 100,000) of distribution charges for cannabis	Statistics Canada (Incident-based crime statistics)	1 (2.14 per 100,000) (2024)
	# (and rate per 100,000) of sale charges for cannabis	Statistics Canada (Incident-based crime statistics)	1 (4.28 per 100,000) (2024)
	# (and rate per 100,000) of importation/ exportation charges for cannabis	Statistics Canada (Incident-based crime statistics)	0 (0 per 100,000) (2024)
	# (and rate per 100,000) of production charges for cannabis	Statistics Canada (Incident-based crime statistics)	0 (0 per 100,000) (2024)

YUKON LIQUOR CORPORATION

(CANNABIS DISTRIBUTOR CORPORATION FUND)

STATEMENT OF FINANCIAL RESULTS
UNAUDITED
Statement of Financial Position
as at March 31

(Tabular amounts in thousands of Canadian Dollars)

	2026	2025
ASSETS		
CURRENT		
Cash	$ 825	$ 915
Accounts receivable	-	1
Inventories	696	824
	1,521	1,740
PROPERTY AND EQUIPMENT *(Note 1)*	65	70
	$ 1,586	**$ 1,810**
LIABILITIES AND EQUITY		
CURRENT		
Accounts payable and accrued liabilities	$ 494	$ 875
Deferred revenue	13	11
Due to Government of Yukon	465	304
Deferred government grant	42	44
	1,014	1,234
EQUITY	571	575
	$ 1,586	**$ 1,810**

Through Order-in Council 2024/29 of the *Cannabis Control and Regulation Act*, the Yukon Liquor Corporation is designated as the distributor corporation, to act as the principal supplier of cannabis for sale in the Yukon.

An unqualified audit opinion was expressed on the Yukon Liquor Corporation's financial statements by the Auditor General of Canada. A copy of these full financial statements, including the audit opinion, is available on Yukon.ca.

YUKON LIQUOR CORPORATION

(CANNABIS DISTRIBUTOR CORPORATION FUND)

STATEMENT OF FINANCIAL RESULTS
UNAUDITED
Statement of Comprehensive Income
for the year ended March 31

(Tabular amounts in thousands of Canadian Dollars)

	2026	2025
REVENUES		
Revenue	$ 11,248	$ 10,421
COST OF GOODS SOLD		
Purchases	8,690	8,064
Breakage and slippage	15	15
Postage and freight	202	175
	8,907	**8,254**
GROSS PROFIT	**2,341**	**2,167**
OTHER INCOME		
Government grant	2	4
Fees, permits and licenses	18	23
Miscellaneous	30	40
	50	**67**
EXPENSES		
Salaries, wages and benefits	1,249	1,250
Professional services	113	155
Rent, utilities and maintenance	92	76
Other operating expenses	57	133
Bank charges and interest	54	50
Depreciation of property and equipment	5	6
Amortization of intangible assets	-	2
Bad debts	-	2
Loss on disposal of property and equipment	-	5
	1,570	**1,679**
COMPREHENSIVE INCOME	**$ 821**	**$ 555**

YUKON LIQUOR CORPORATION
(CANNABIS DISTRIBUTOR CORPORATION FUND)
STATEMENT OF FINANCIAL RESULTS
UNAUDITED
Notes
for the year ended March 31
(Tabular amounts in thousands of Canadian dollars)

1. Property and equipment

Cost	2025 Balance	Additions	Transfers	2026 Balance
Buildings	$ 81	$ -	$ -	$ 81
Operating equipment	58	-	-	58
Systems equipment	77	-	-	77
	$ 216	$ -	$ -	$ 216

Accumulated Depreciation	2025 Balance	Depreciation	Accumulated Depreciation on Transfers	2026 Balance
Buildings	$ 16	$ 1	$ -	$ 17
Operating equipment	53	4	-	57
Systems equipment	77	-	-	77
	$ 146	$ 5	$ -	$ 151

Net book value	2026	2025
Buildings	$ 64	$ 65
Operating equipment	1	5
	$ 65	$ 70

2. Intangible assets

	2026	2025
Systems development cost	$ 72	$ 72
Accumulated amortization	(72)	(72)
	$ -	$ -

Yukon Liquor Corporation

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Yukon Y1A 4P9

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