

**UNITED MISSION FOR RELIEF AND
DEVELOPEMENT**

AUDITED FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2024

ROBERT D. BEN-KORI, CPA, PLLC

UNITED MISSION FOR RELIEF AND DEVELOPMENT
FINANCIAL STATEMENTS
December 31, 2024

TABLE OF CONTENTS

	<u>Page</u>
INDEPENDENT AUDITOR'S REPORT	1
FINANCIAL STATEMENTS	
Statement of Financial Position	3
Statement of Activities	4
Statement of Functional Expenses	5
Statement of Cash Flows	6
Notes to Financial Statements	7

ROBERT D. BEN-KORI, CPA, PLLC

Certified Public Accountant

7214 Hadlow Drive
Springfield, VA 22152

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
United Mission for Relief and Development
Washington, DC

Opinion

We have audited the accompanying financial statements of United Mission for Relief and Development (a nonprofit organization), which comprise the statement of financial position as of December 31, 2024, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of United Mission for Relief and Development as of December 31, 2024, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 required to be independent of United Mission for Relief and Development and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about United Mission for Relief and Development's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.



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 absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. 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. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- 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 United Mission for Relief and Development's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about United Mission for Relief and Development's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Robert B. Ben-Kori, CPA, PLLC

May 15, 2025

UNITED MISSION FOR RELIEF AND DEVELOPMENT
STATEMENT OF FINANCIAL POSITION
December 31, 2024

	<u>WITHOUT DONOR RESTRICTIONS</u>	<u>WITH DONOR RESTRICTIONS</u>	<u>TOTAL</u>
ASSETS			
CURRENT ASSETS			
Cash and Cash Equivalents	\$461,212	\$ 753,448	\$1,214,660
Investments	28,999	529,471	558,470
Prepaid Expenses	<u>17,798</u>	<u> </u>	<u>17,798</u>
Total Current Assets	<u>508,009</u>	<u>1,282,919</u>	<u>1,790,928</u>
NON-CURRENT ASSETS			
Property and Equipment, net	217,172		217,172
Employee Loans	7,000		7,000
Security Deposits	11,442		11,442
Lease Right-of-Use Asset	<u>14,291</u>	<u> </u>	<u>14,291</u>
Total Non-Current Assets	<u>249,905</u>	<u> </u>	<u>32,733</u>
TOTAL ASSETS	<u><u>\$757,914</u></u>	<u><u>\$1,282,919</u></u>	<u><u>\$2,040,833</u></u>
LIABILITIES AND NET ASSETS (DEFICIT)			
CURRENT LIABILITIES			
Accounts Payable	\$ 768,131	\$ —	\$ 768,131
Accrued Vacation	34,816		34,816
Other Accrued Expenses	5,465		5,465
Lease Liability	<u>14,291</u>	<u> </u>	<u>14,291</u>
Total Current Liabilities	<u>822,703</u>	<u> </u>	<u>822,703</u>
TOTAL LIABILITIES	<u>822,703</u>	<u> </u>	<u>822,703</u>
NET ASSETS (DEFICIT)	<u>(64,789)</u>	<u>1,282,919</u>	<u>1,218,130</u>
TOTAL LIABILITIES AND NET ASSETS (DEFICIT)	<u><u>\$757,914</u></u>	<u><u>\$1,282,919</u></u>	<u><u>\$2,040,833</u></u>

See accompanying notes to financial statements.

UNITED MISSION FOR RELIEF AND DEVELOPMENT
STATEMENT OF ACTIVITIES
Year Ended December 31, 2024

	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTAL
DONATIONS AND SUPPORT			
Contributions	\$ 1,360,365	\$ 5,463,864	\$6,824,229
In-kind Contributions		143,021,451	143,021,451
Investment Income (Loss)	42,925		42,925
Net Assets Released from Restrictions	<u>148,326,806</u>	<u>(148,326,806)</u>	<u> </u>
Total Donations and Support	<u>149,730,096</u>	<u>158,509</u>	<u>149,888,605</u>
EXPENSES			
Program Services	146,501,155		146,501,155
Management and General	1,086,478		1,086,478
Fundraising	<u>2,751,868</u>		<u>2,751,868</u>
Total Expenses	<u>150,339,501</u>	<u>—</u>	<u>150,339,501</u>
INCREASE (DECREASE) IN NET ASSETS	(609,405)	158,509	(450,896)
NET ASSETS, Beginning of Year	<u>544,616</u>	<u>1,124,410</u>	<u>1,669,026</u>
NET ASSETS (DEFICIT), End of Year	<u>\$ (64,789)</u>	<u>\$ 1,282,919</u>	<u>\$1,218,130</u>

See accompanying notes to financial statements.

UNITED MISSION FOR RELIEF AND DEVELOPMENT
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended December 31, 2024

PROGRAM SERVICES	SUPPORTING SERVICES						
	Health Care Support	Emergency Relief	Economic Empowerment and Education	Total Program Services	Management and General	Fund Raising	Total
In-Kind Donations	\$120,567,083	\$16,161,424	\$6,292,944	\$143,021,451	\$ -	\$ -	\$143,021,451
Salaries	433,461	31,353	49,374	514,188	325,158	921,558	1,760,904
Employee Benefits	48,269	6,471	2,518	57,258	238,496	104,871	400,625
Payroll Taxes	10,717	1,437	559	12,713	48,675	39,449	100,837
Other Program							
Services	2,108,272	282,603	110,040	2,500,915			2,500,915
Contract Services	158,017	21,181	8,248	187,446	54,751	348,509	590,706
Advertising						587,170	587,170
Travel	77,522	10,392	4,048	91,962	117,674	258,651	468,287
Events	17,914	2,402	935	21,251	11,654	268,530	301,435
Caging Fees					5,480	144,184	149,664
Dues & Subscriptions	10,715	1,436	559	12,710	56,947	54,018	123,675
Professional Fees	4,666	626	244	5,536	102,113		107,649
Office Supplies	63,836	8,557	3,332	75,725	4,772	10,331	90,828
Rent					58,173	197	58,370
Teleservices					15,061	14,400	29,461
Depreciation					22,928		22,928
Bank Charges/Fees					13,779		13,779
Insurance					10,817		10,817
Total Expenses	\$123,500,472	\$16,527,882	\$6,472,801	\$146,501,155	\$1,086,478	\$2,751,868	\$150,339,501

See accompanying notes to financial statements.

UNITED MISSION FOR RELIEF AND DEVELOPMENT
STATEMENT OF CASH FLOWS
Year Ended December 31, 2024

CASH FLOWS FROM OPERATING ACTIVITIES:	
Decrease in Net Assets	\$(450,896)
Adjustments to Reconcile Decrease in Net Assets to Net Cash Used by Operating Activities:	
Depreciation	22,928
Unrealized (Gain) Loss on Investments	(10,142)
Right-of-Use Asset Amortization	2,540
(Increase) Decrease in:	
Accounts Receivable	672
Prepaid Expenses	19,880
Employee Loan Receivable	30,965
Security Deposit	(2,010)
Increase (Decrease) in:	
Accounts Payable	(88,187)
Accrued Vacation	13,269
Accrued Expenses	5,465
Lease Liability	<u>(2,540)</u>
Net Cash Used by Operating Activities	<u>(458,056)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:	
Purchases of Investments	(538,317)
Purchases of Property and Equipment	<u>(232,855)</u>
Net Cash Used by Investing Activities	<u>(771,172)</u>
NET DECREASE IN CASH and CASH EQUIVALENTS	(1,229,228)
CASH and CASH EQUIVALENTS, Beginning of Year	<u>2,443,888</u>
CASH and CASH EQUIVALENTS, End of Year	<u><u>\$1,214,660</u></u>
Supplemental Disclosure of Cash Flow Information:	
Reconciliation of Cash, Cash Equivalents and Restricted Cash:	
Cash and Cash Equivalents	\$461,212
Restricted Cash	<u>753,448</u>
Total Cash, Cash Equivalents and Restricted Cash	<u><u>\$1,214,660</u></u>
Recognition of Initial Right-of-Use Asset and Lease Liability	\$16,830
Non-Cash In-Kind Contributions/Donations	\$143,021,451

See accompanying notes to financial statements.

UNITED MISSION FOR RELIEF AND DEVELOPMENT
NOTES TO FINANCIAL STATEMENTS
December 31, 2024

Note 1 - Organization

United Mission for Relief & Development (UMR) is an exempt 501 (c)(3) non-for-profit organization established in July 2010. The organization responds to the emergency situation arising from natural disaster and conflicts across the world by providing health services, economic empowerment, education, rehabilitation, clean water and food security. The organization implemented its strategy to respond to global emergencies and in parallel to ensure sustainability through development response such as Smart agriculture initiatives to support youth with income generating activities and projects to empower autistic children and integrate them in to education public services. The main source of its revenues is driven from donations, gifts in kind and fundraising.

Note 2 - Summary of Significant Accounting Policies

Basis of Accounting

UMR presents its financial statements on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America. Consequently, revenue is recognized when earned and expenses are recognized when the obligation is incurred.

Basis of Presentation

UMR follows the Not-for-Profit Topic of the FASB Accounting Standards Codification (the Codification). Under this topic, UMR is required to report information regarding its financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions.

UNITED MISSION FOR RELIEF AND DEVELOPMENT
NOTES TO FINANCIAL STATEMENTS
December 31, 2024

Note 2 - Summary of Significant Accounting Policies (Continued)

Use of Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the dates of the financial statements and the reported amounts of revenues and expenses during the reporting periods. Actual results could differ from those estimates.

Contributions

Contributions, including unconditional promises to give, are recognized in the period received. Contributions received are considered to be available for use unless specifically restricted by the donor. Amounts received that are designated for a future period, or are restricted by the donor for specific purposes are reported as contributions with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities. Contributions with donor restrictions that are used for the purpose specified by the donor in the same year as the contribution is received are recognized as contributions without donor restrictions.

Cash and Cash Equivalents

UMR considers all highly liquid investments with original maturities of three months or less to be cash and cash equivalents. At December 31, 2024, cash and cash equivalents consisted of checking accounts and money market accounts.

Intentions to Give

Intentions to give which may be rescinded at any time were not recognized in the financial statements because they did not meet the criteria for revenue recognition under FASB ASC Topic 958.

UNITED MISSION FOR RELIEF AND DEVELOPMENT
NOTES TO FINANCIAL STATEMENTS
December 31, 2024

Note 2 - Summary of Significant Accounting Policies (Continued)

Other Current Assets

Other current assets consist of prepaid expenses and transfers to foreign field offices' bank accounts. Expenses are recognized in the year to which they relate.

Investments

UMR follows the recommendations of the Financial Accounting Standards Board in FASB ASC Topic 958, Not-For-Profit Entities. Under FASB ASC 958, investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. The unrealized gain or loss on investments is reflected in the statement of activities.

Property and Equipment

Property and equipment are capitalized and stated at cost. Assets acquired through donation are recorded at their estimated fair value at the date of the gift. Assets with values greater than or equal to \$1,000 and estimated useful lives extending beyond one year are capitalized. Depreciation is computed on the straight-line method over the estimated useful lives of the assets which range from five years to thirty-nine years. Expenditures for major renewals and betterments that extend the useful lives of property and equipment are capitalized. Expenditures for maintenance and repairs are charged to expense.

Net Assets

UMR follows ASC 958, Not-for-Profit Entities. Under ASC 958-205, Not-for-Profit Entities, Presentation of Financial Statements, UMR is required to report information regarding its financial position and activities according to the following classes:

UNITED MISSION FOR RELIEF AND DEVELOPMENT
NOTES TO FINANCIAL STATEMENTS
December 31, 2024

Note 2 - Summary of Significant Accounting Policies (Continued)

Net assets without donor restrictions:

- Undesignated net assets: are net assets whose use is not restricted by donors or designated by the board of directors.
- Board designated net assets: are net assets designated by the board of directors for a specific purpose. UMR did not have board designated net assets.

Net assets with donor restrictions: consist of assets whose use is limited by donor-imposed time and/or purpose restrictions.

Functional Expense Allocation

The costs of providing the various programs and supporting services have been summarized on a functional basis in the statements of activities. Accordingly, certain expenses have been allocated among the programs and supporting services benefit. Expenses, which cannot be specifically identified with one functional area, are allocated proportionately based on an estimation of effort spent.

Tax Exempt Status

UMR is exempt from income tax under section 501(c)(3) of the Internal Revenue Code. However, income from certain activities not directly related to UMR's tax exempt purpose is subject to taxation as unrelated business income. Currently, UMR has no obligation for any unrelated business income tax.

Management has assessed UMR's tax positions and concluded that there are no uncertain tax positions that require recognition or disclosure in the financial statements. With few exceptions, years ending on or before December 31, 2020 are no longer subject to examination by federal and state taxing authorities.

UNITED MISSION FOR RELIEF AND DEVELOPMENT
NOTES TO FINANCIAL STATEMENTS
December 31, 2024

Note 2 - Summary of Significant Accounting Policies (Continued)

Transactions in Foreign Currencies

UMR conducts many of its programs through field offices in foreign countries, and accordingly, transacts in the local currencies of those countries. These foreign currency transactions are translated into U.S. dollars at the appropriate exchange rates when each transaction is executed.

Leases

UMR determines if an arrangement is a lease at its inception. Operating lease right-of-use ("ROU") assets are included in "Other non-current assets," and operating lease liabilities are included in "Accrued liabilities" and "Other non-current liabilities" as of December 31, 2024 on the balance sheet.

A rate implicit in the lease when readily determinable is used in arriving at the present value of lease payments. As most of UMR's leases do not provide an implicit rate, UMR uses an incremental borrowing rate based on information available at lease commencement date for most of its leases. The incremental borrowing rate is based on UMR's U.S. dollar denominated senior unsecured borrowing curves using public credit ratings adjusted down to a collateralized basis using a combination of recovery rate and credit notching approaches and translated into major contract currencies as applicable. Since UMR's borrowing rate is not readily-available, UMR elected to use the risk-free rate, which is the 20 year US Treasury rate, at the date of adoption of the standard.

UNITED MISSION FOR RELIEF AND DEVELOPMENT
NOTES TO FINANCIAL STATEMENTS
December 31, 2024

Note 2 - Summary of Significant Accounting Policies (Continued)

UMR's lease terms may include options to extend or terminate the lease when it is reasonably certain that it will exercise that option. UMR does not separate lease components from non-lease components across all lease categories. Instead, each separate lease component and non-lease component are accounted for as a single lease component. Lease expense for operating leases is recognized on a straight-line basis. UMR did not have variable leases or finance leases.

Advertising

Advertising costs are expensed as incurred. Advertising costs incurred for the year ending in 2024 were \$587,170.

In-Kind Contributions

UMR receives substantial support from in-kind contributions. The primarily source of the donations come from its pharmaceutical partner suppliers to accomplish the organization's purpose. In recording contributions of pharmaceuticals, UMR relies upon a third-party independent appraiser to ensure independent valuation. Both branded and generic pharmaceuticals are recorded using the method of evaluation known as the Sales Comparison Approach for goods commonly sold in the marketplace. The market used in this evaluation is based on the Wholesale Acquisition Cost (WAC) in the United States. UMR donates all of the pharmaceuticals contributed to it as in-kind donations.

Note 3 - Liquidity

UMR has a policy of structuring its financial assets to be available as its general expenditures, liabilities, and other obligations come due. UMR's financial assets available within one year of the statement of financial position date for general expenditure are as follows:

UNITED MISSION FOR RELIEF AND DEVELOPMENT
NOTES TO FINANCIAL STATEMENTS
December 31, 2024

Note 3 - Liquidity (Continued)

Cash and Cash Equivalents	\$ 1,214,660
Investments	<u>558,470</u>
Total Financial Assets	<u>1,773,130</u>
Less Restricted Net Assets	<u>(1,282,919)</u>
Available for General Expenditures	<u>\$ 490,211</u>

Note 4 - Concentration of Credit Risk

Financial instruments that subject UMR to a concentration of credit risk consist of bank deposits that exceed the Federal Deposit Insurance UMR (FDIC) insurance limits of \$250,000 per depositor per institution by \$531,747. In the event of the Institutions insolvency and liquidation also subjects UMR to a concentration of credit risk.

Note 5 - Investments

Investments as of December 31, 2024 consist mostly of corporate stocks, bonds and exchange traded funds held with various brokers, which are carried at fair value based on quoted prices in active markets (all Level 1 measurements).

Investments are summarized as follows as of December 31, 2024:

Corporate Stocks	\$ 416,719
Bonds	65,139
Exchange Traded Funds	51,794
Other	15,005
Mutual Funds	<u>9,813</u>
	<u>\$ 558,470</u>

Investment Income (Loss) is summarized as follows:

Interest and Dividends	<u>\$ 42,925</u>
	<u>\$ 42,925</u>

UNITED MISSION FOR RELIEF AND DEVELOPMENT
NOTES TO FINANCIAL STATEMENTS
December 31, 2024

Note 6 - Property and Equipment

Property and Equipment consisted of the following at December 31, 2024:

Furniture, Fixtures and Equipment	<u>\$ 257,649</u>
Total	257,649
Less: Accumulated Depreciation	<u>(40,477)</u>
Net	<u><u>\$ 217,172</u></u>

Depreciation expense for the fiscal year ended December 31, 2024 amounted to \$22,928.

Note 7 - Restricted Net Assets

UMR donor restricted net assets at December 31, 2024 were \$1,282,919 which are restricted for various purposes regarding the mission of UMR.

Note 8 - Retirement Plan

UMR has a 403(b) retirement plan. All full time employees over the age of twenty-one (21) that have completed three months of service are eligible to participate. The plan is funded through pre-tax salary reductions by the employees and matching contributions by UMR. Matching contributions were \$32,730 for the year ending December 31, 2024.

Note 9 - Leases

UMR lease(s) office space in Washington D.C., that terminated in February 29, 2024. In 2024, UMR was granted a twelve month lease extension at a reduced rate. Total facility lease expense was \$46,293 for the year ended December 31, 2024. In addition, the Company paid \$46,293 in operating lease liabilities for the year ended December 31, 2024. The remaining lease term has a weighted average of zero years.

United Mission for Relief and Development leased a vehicle under an operating lease. The vehicle lease is subject to operating cost increases. This lease commenced on April 15, 2024 and is scheduled to terminate on March 15, 2027.

UNITED MISSION FOR RELIEF AND DEVELOPMENT
NOTES TO FINANCIAL STATEMENTS
December 31, 2024

Note 9 - Leases (Continued)

The following is a schedule of approximate future minimum lease payments under noncancelable operating leases for vehicle with initial or remaining terms of 27 months as of December 31, 2024:

	2025	5,610
	2026	5,610
	2027	<u>1,403</u>
		<u>\$ 12,623</u>
Less Imputed Interest		<u>(1,070)</u>
Present Value of Liability		<u>\$ 11,553</u>

Total right-of-use assets and lease liabilities are as follows:

Lease Assets-Classification in Statement of Financial Position

Operating lease right-of-use	\$14,291
------------------------------	----------

Lease Liabilities-Classification in Statement of Financial Position

Operating lease liabilities	\$14,291
-----------------------------	----------

Operating lease costs	\$4,208
-----------------------	---------

Weighted-average discount rate	5.5%
--------------------------------	------

Weighted-average remaining lease term	2.25
---------------------------------------	------

Note 10 - Subsequent Events

Management has evaluated subsequent events through May 15, 2025, the date the financial statements were available to be issued. No significant events required disclosure in the financial statements.