

WE CHARITY
FINANCIAL STATEMENTS
(Audited)
YEARS ENDED AUGUST 31, 2024 AND 2023

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INDEPENDENT AUDITOR'S REPORT

The Board of Directors
We Charity
Toronto, Ontario Canada

Opinion

We have audited the accompanying financial statements of WE Charity (a nonprofit organization), which comprise the statements of financial position as of August 31, 2024 and 2023, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the years 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 WE Charity as of August 31, 2024 and 2023, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits 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 We Charity and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. 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 We Charity'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 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 We Charity'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 We Charity'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.

The ZLC Group, CPAs, LLC

Amherst, New York
July 14, 2025

WE CHARITY
Statements of Financial Position
August 31, 2024 and 2023

Assets

	2024	2023
Current Assets:		
Cash	\$ 212,481	\$ 523,527
Contribution receivable - current portion	85,000	992,239
Accrued interest receivable	29,964	24,396
Prepaid expenses	105,869	4,996
Investments	12,004,710	11,116,887
Other receivable	515,221	193,285
Total Current Assets	12,953,245	12,855,330
Equipment, net	1,620	3,864
Other Assets:		
Intangible assets, net	405,621	461,130
Contribution receivable - long term	31,757	61,717
	437,378	522,847
	\$ 13,392,243	\$ 13,382,041

Liabilities and Net Assets

Current Liabilities:		
Accounts payable	\$ 704,336	\$ -
Accounts payable - due to broker	-	441,306
Accrued expenses	17,316	412,092
Total Current Liabilities	721,652	853,398
Net Assets:		
Without donor restrictions	8,776,517	6,604,257
With donor restrictions	3,894,074	5,924,386
Total Net Assets	12,670,591	12,528,643
	\$ 13,392,243	\$ 13,382,041

The accompanying notes are an integral part of these financial statements.

WE CHARITY
Statements of Activities and Changes in Net Assets
Years Ended August 31, 2024 and 2023

	2024			2023		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Public Support and Revenue:						
Public Support:						
Contributions and bequests	\$ 1,306,126	\$ 250,000	\$ 1,556,126	\$ 285,941	\$ 366,085	\$ 652,026
Contributions of financial assets	24,800	-	24,800	97,673	-	97,673
Grants	956,568	1,473,336	2,429,904	116,610	865,416	982,026
Revenues:						
Service contract fees	460,000	-	460,000	485,000	-	485,000
Miscellaneous	4,656	-	4,656	20,359	-	20,359
Net assets released from restrictions:						
Satisfaction of program restrictions	3,753,648	(3,753,648)	-	1,080,600	(1,080,600)	-
Total Public Support and Revenue	6,505,798	(2,030,312)	4,475,486	2,086,183	150,901	2,237,084
Expenses:						
Program Services:						
International Projects	1,631,190	-	1,631,190	1,109,158	-	1,109,158
Domestic Projects	3,467,826	-	3,467,826	4,416,149	-	4,416,149
Supporting Services:						
General and Administrative	305,366	-	305,366	488,873	-	488,873
Fundraising	239,065	-	239,065	233,877	-	233,877
Total Expenses	5,643,447	-	5,643,447	6,248,057	-	6,248,057
Other Income (Loss):						
Interest and dividends	667,143	-	667,143	207,276	-	207,276
Net realized and unrealized gain (loss) on investments	642,766	-	642,766	(83,068)	-	(83,068)
Total Other Income	1,309,909	-	1,309,909	124,208	-	124,208
Change in Net Assets	2,172,260	(2,030,312)	141,948	(4,037,666)	150,901	(3,886,765)
Net Assets, Beginning	6,604,257	5,924,386	12,528,643	10,641,923	5,773,485	16,415,408
Net Assets, Ending	\$ 8,776,517	\$ 3,894,074	\$ 12,670,591	\$ 6,604,257	\$ 5,924,386	\$ 12,528,643

The accompanying notes are an integral part of these financial statements.

WE CHARITY
Statements of Functional Expenses
For the Years Ended August 31, 2024
(With Summarized Comparative Totals for 2023)

	Program Services			Supporting Services			2024 Total	2023 Total
	International Projects	Domestic Projects	Total Program Services	General and Administrative	Fundraising	Total Supporting Services		
Salaries	\$ 69,199	\$ 207,597	\$ 276,796	\$ 34,599	\$ 34,599	\$ 69,198	\$ 345,994	\$ 315,600
Payroll taxes	5,604	16,812	22,416	2,802	2,802	5,604	28,020	25,940
Employee benefits	11,329	35,987	47,316	5,664	5,664	11,328	58,644	37,225
Advertising and promotion	-	21,556	21,556	-	-	-	21,556	4,577
Amortization	-	6,667	6,667	68,843	-	68,843	75,510	68,842
Bank charges and fees	-	-	-	8,405	-	8,405	8,405	42,170
Consultants	75,000	579,207	654,207	-	196,000	196,000	850,207	774,260
Domestic projects	-	2,489,028	2,489,028	-	-	-	2,489,028	155,028
International projects	240,000	-	240,000	-	-	-	240,000	3,843,130
Depreciation	-	-	-	2,244	-	2,244	2,244	2,958
Dues and subscriptions	1,152	5,009	6,161	5,823	-	5,823	11,984	31,474
Fundraising and promotion	-	-	-	-	-	-	-	-
Insurance	-	-	-	18,033	-	18,033	18,033	8,296
Legal and accounting	1,158,033	13,608	1,171,641	157,822	-	157,822	1,329,463	882,120
Office	-	44	44	-	-	-	44	1,031
Postage and delivery	-	305	305	-	-	-	305	1,182
Printing and copying	-	15,765	15,765	-	-	-	15,765	-
Rent	-	4,093	4,093	-	-	-	4,093	-
Taxes	-	-	-	1,131	-	1,131	1,131	2,288
Travel and meals	70,873	72,148	143,021	-	-	-	143,021	51,936
	<u>\$ 1,631,190</u>	<u>\$ 3,467,826</u>	<u>\$ 5,099,016</u>	<u>\$ 305,366</u>	<u>\$ 239,065</u>	<u>\$ 544,431</u>	<u>\$ 5,643,447</u>	<u>\$ 6,248,057</u>

The accompanying notes are an integral part of these financial statements

WE CHARITY
Statements of Cash Flows
Years Ended August 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Operating Activities:		
Increase (decrease) in net assets	\$ 141,948	\$ (3,886,765)
Adjustments to reconcile change in net assets to net cash (used in) provided by operating activities:		
Depreciation and amortization	77,752	71,800
Donated securities (non-cash)	(24,800)	(97,673)
Interest and dividend income - marketable securities	(774,235)	(207,276)
Investment fees (non-cash)	107,092	54,082
Realized (gain) loss on sale of securities	(160,314)	26,267
Unrealized (gain) loss on securities	(482,452)	56,801
Decrease (Increase) in Operating Assets:		
Other receivable	(271,936)	148,027
Escrowed donation	-	565,574
Accrued interest receivable	(5,568)	(14,219)
Contribution receivable	887,199	959,932
Prepaid expenses	(100,873)	14,649
Increase (Decrease) in Operating Liabilities:		
Accounts payable	263,030	(227,711)
Accrued expenses	(394,776)	372,472
Accounts payable - related parties	-	(1,000,000)
	<hr/>	<hr/>
Total Adjustments	(879,881)	722,725
	<hr/>	<hr/>
Net Cash Used In Operating Activities	(737,933)	(3,164,040)
Investing Activities		
Capital expenditures	(20,000)	-
Proceeds from sale of marketable securities	2,237,099	816,131
Purchase of marketable securities - available for sale	(1,790,212)	(816,131)
	<hr/>	<hr/>
Net Cash Provided by Investing Activities	426,887	-
Net Decrease In Cash	(311,046)	(3,164,040)
Cash - beginning of year	\$ 523,527	\$ 3,687,567
	<hr/>	<hr/>
Cash - end of year	\$ 212,481	\$ 523,527
	<hr/>	<hr/>
Non-cash donations received during the year were for:		
Contributed securities	\$ 24,800	\$ 97,673
	<hr/>	<hr/>

The accompanying notes are an integral part of these financial statements.

NOTES TO FINANCIAL STATEMENTS

AUGUST 31, 2024 AND 2023

Note 1 - Summary of Significant Accounting Policies:

(A) Nature of Activities:

WE Charity (the Organization) was incorporated on December 20, 1996, in New York State and its mission is to empower people to change the world, locally and globally, achieving transformative outcomes for themselves and others.

Internationally, the Organization works in partnership with communities in Kenya and Ecuador, through its holistic and sustainable development programs. The model works to create long term solutions in education, health, water, food security, and alternative income opportunities.

Domestically, the Organization provides comprehensive programs for service learning and active citizenship and inspiring a generation to act. Its core domestic programming, WE Schools, and WE Teachers, provide youth with the inspiration and tools to become active local and global citizens. By instilling active citizenship, increasing academic engagement, and improving university and workplace readiness, WE Schools and WE Teachers work together to equip young leaders for a better tomorrow.

(B) Basis of Accounting:

The financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

(C) Basis of Presentation:

The Organization reports its net assets and changes therein in the following classifications:

Net assets without donor restrictions - Net assets without donor restrictions are net assets that include operating net assets which are not subject to donor-imposed stipulations and are available to support the Organization's general operating activities.

Net assets with donor restrictions - Net assets with donor restrictions are net assets limited by donor-imposed restrictions that are to be maintained by the Organization in perpetuity, expire by passage of time, or will be fulfilled by future actions of the Organization pursuant to those restrictions. When a donor restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities and change in the net assets as net assets released from restrictions. In the absence of donor specification, the income, gains, and losses on donated funds are considered net assets without donor restrictions.

WE CHARITY

NOTES TO FINANCIAL STATEMENTS, CONTINUED

AUGUST 31, 2024 AND 2023

Note 1 - Summary of Significant Accounting Policies: (continued)

(D) Cash:

Cash consists of bank demand deposit accounts which, at times, may exceed federally insured limits. The Organization has not experienced any losses in such accounts and does not believe it is exposed to any significant credit risk related to its cash deposits.

(E) 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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

(F) Investments:

Investments in equity securities having a readily determinable fair value are carried at fair value. The Organization uses net asset value ("NAV") per share, or its equivalent, such as member units or an ownership interest in partners' capital, as a practical expedient to estimate the fair values of certain hedge funds which do not have readily determinable fair values. Investments whose fair value is measured at NAV are excluded from the fair value hierarchy but are presented in fair value tables as a reconciling item between the hierarchy table and total investments per the statement of financial position.

(G) Contribution Revenue and Receivable:

The Organization adopted FASB ASC 326, Financial Instruments-Credit Losses. This new guidance addresses the measurement of current expected credit losses (CECL) and requires entities to estimate expected credit losses for financial assets.

Unconditional promises to give that are expected to be collected within one year are recorded at their net realizable value which approximates fair value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of estimated future cash flows. Conditional promises to give are not included as support until such a time as the conditions are substantially satisfied. The discounts on those amounts are computed using a risk-adjusted interest rate applicable to the date of the contribution. Amortization of the discount is included in contribution revenue. Management's estimate of an allowance for uncollectible pledges is based on historical collection rates and an analysis of the collectability of individual promises. Management determined that no allowance related to contributions receivable was necessary at August 31, 2024, and 2023.

NOTES TO FINANCIAL STATEMENTS

AUGUST 31, 2024 AND 2023

Note 1 - Summary of Significant Accounting Policies: (continued)

(H) Equipment and Depreciation:

Equipment is recorded at cost. Equipment is depreciated over periods of five to seven years using the straight-line method. Repair and maintenance costs are expensed as incurred, while renewals and betterments which extend the asset's useful lives are capitalized.

(I) Intangible Assets:

Intangible assets, other than goodwill, are measured at cost less accumulated amortization. They are amortized over periods of three to fifteen years using the straight-line method.

(J) Grants:

Grant support is received from foundations and private entities funding specific programs or events. Unconditional grants expected to be collected within one year are reported at their net realizable value. Amounts expected to be collected in future years are discounted and recorded at the present value of estimated cash flows. Subsequent years' accretion of the discount is included in grant revenue. Conditional grants include both a right of return of the funding to the grantor or a right of release of the grantor from further funding and depend on overcoming specified barriers to bind the grantor. Conditional grant funding is recognized as asset and revenue as the defined barriers are substantially met, and the support becomes unconditional. No conditional grant revenue for which conditions had not been substantially met were recorded in 2024 or 2023.

(K) Revenue Recognition:

Under Accounting Standards Update (ASU) No. 2014-09 (Topic 606) - Revenue from Contracts with Customers, revenue is recognized when promised goods or services are transferred to customers in an amount that reflects the consideration to which the Organization expects to be entitled in exchange for these goods or services. The Organization uses a five-step framework as identified in ASU No. 2014-09.

Revenue from service contract fees is recognized when persuasive evidence of an arrangement exists, services have been rendered, the price is fixed or determinable and collectability is reasonably assured.

The Organization earns its revenue by developing educational materials and labeling the materials with logos provided by the sponsor. Based on the nature of the performance obligations related to this contract, control is transferred to the customer at a point in time, namely, when the materials are delivered to the customer.

(L) Advertising:

Generally, advertising costs are expensed at the time they are incurred.

WE CHARITY

NOTES TO FINANCIAL STATEMENTS, CONTINUED

AUGUST 31, 2024 AND 2023

Note 1 - Summary of Significant Accounting Policies: (continued)

(M) Allocation of expenses:

The financial statements report certain categories of expense that are attributable to more than one program or supporting function. These expenses require allocation on a reasonable basis that is consistently applied. These costs and the basis upon which they are allocated are as follows:

- Salaries, payroll taxes and benefits are allocated on the basis of estimates of time and effort.
- Consultants, travel, and meals are allocated based upon the underlying invoices.
- Depreciation and utilities are allocated based upon the locations and nature of use of the property and equipment to which they relate.

(N) Subsequent Events:

The Organization has evaluated subsequent events through the date of the report, which is the date the financial statements were available to be issued.

(O) Income Taxes:

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (the Code), therefore, no provision for income taxes is reflected in the financial statements. The Organization has been classified as a publicly supported organization that is not a private foundation under Section 509(a) of the Code. The Organization presently discloses or recognizes income tax positions based on management's estimate of whether it is reasonably possible or probable that a liability has been incurred for unrecognized income taxes. Management has concluded that the Organization has taken no uncertain tax positions that require adjustment in its financial statements. U.S. Forms 990 filed by the Organization are subject to examination by taxing authorities.

WE CHARITY

NOTES TO FINANCIAL STATEMENTS, CONTINUED

AUGUST 31, 2024 AND 2023

Note 2 - Liquidity:

The following table presents the Organization's financial assets available for general expenditures within one year of the statement of financial position date:

	<u>2024</u>	<u>2023</u>
Cash	\$ 212,481	\$ 523,527
Current portion of contribution receivables	85,000	992,239
Accrued interest receivable	29,964	24,396
Investments	12,004,710	11,116,887
Other receivables	<u>515,221</u>	<u>193,285</u>
Total financial assets	12,847,376	12,850,334
Less: Amounts not available for use within one year:		
Net assets with donor restrictions, subject to expenditure for specific purposes	<u>(3,894,074)</u>	<u>(5,924,386)</u>
Financial assets available to meet general expenditures within one year	<u>\$ 8,953,302</u>	<u>\$ 6,925,948</u>

As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. The Organization is supported by contributions and grants that may have donor restrictions. Donor restrictions require resources to be used in a particular manner or in a future period; therefore, the Organization must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets may not be available for general expenditure within one year.

Note 3 - Unconditional Promises to Give:

Unconditional promises to give consist of the following at August 31 and represent funding for future programs.

	<u>2024</u>	<u>2023</u>
Receivable in less than one year	\$ 85,000	\$ 1,035,000
Receivable in one to five years	<u>35,000</u>	<u>70,000</u>
Total	120,000	1,105,000
Less unamortized discount	(3,243)	(51,042)
Less allowance for uncollectible promises	<u>-</u>	<u>-</u>
Net unconditional promises to give	116,757	1,053,958
Less current portion	<u>85,000</u>	<u>992,239</u>
Long term promises to give	<u>\$ 31,757</u>	<u>\$ 61,717</u>

WE CHARITY

NOTES TO FINANCIAL STATEMENTS, CONTINUED

AUGUST 31, 2024 AND 2023

Note 3 - Unconditional Promises to Give (continued):

Unconditional promises to give due in more than one year are recognized at fair value, using present value techniques and a discount rate of 6%, when the donor makes an unconditional promise to give to the Organization.

Note 4 - Equipment:

Equipment consists of the following at August 31:

	<u>2024</u>	<u>2023</u>
Equipment	\$ 9,458	\$ 9,458
Less accumulated depreciation	<u>(7,838)</u>	<u>(5,594)</u>
Land, buildings and equipment – net	<u>\$ 1,620</u>	<u>\$ 3,864</u>

Depreciation expense for the years ended August 31, 2024 and 2023 was \$2,244 and \$2,958, respectively.

Note 5 - Intangible Assets:

Intangible assets consist of the following at August 31:

	<u>2024</u>	<u>2023</u>
Website domains	\$ 1,032,638	\$ 1,032,638
Illustrations	<u>20,000</u>	<u>-</u>
	1,052,638	1,032,638
Less accumulated amortization	<u>(647,017)</u>	<u>(571,508)</u>
Total intangible assets net of accumulated amortization	<u>\$ 405,621</u>	<u>\$ 461,130</u>

Amortization expense for the year ended August 31, 2024 and 2023 was \$75,510 and \$68,842, respectively.

The Organization expects future amortization expense to be as follows:

August 31, 2025	\$ 75,509
2026	75,509
2027	68,843
2028	68,843
2029	68,843
Thereafter	<u>48,074</u>
	<u>\$ 405,621</u>

WE CHARITY

NOTES TO FINANCIAL STATEMENTS, CONTINUED

AUGUST 31, 2024 AND 2023

Note 6 - Fair Value Measurements:

Financial Accounting Standards Board (FASB) Accounting Standard Codification (ASC) 820, Fair Value Measurements, establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three Levels of the fair value hierarchy under FASB ASC 820 are described as follows:

Level 1: Valuations based on quoted prices in active markets for identical assets or liabilities that the Organization has the ability to access. Since valuations are based on quoted prices that are readily and regularly available in an active market, valuation of these products does not entail a significant degree of judgment.

Level 2: Valuations based on quoted prices in active markets for similar assets or liabilities, quoted price in markets that are not active or for which all significant inputs are observable, directly or indirectly.

Level 3: Valuations based on inputs that are unobservable and significant to the overall fair value measurement. These are generally company generated inputs and are not market-based inputs. Level 3 assets would include financial instruments whose value is determined using pricing models, discounted cash flow methodologies, or similar techniques as well as instruments for which the determination of fair value requires significant investment management judgment or estimation.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used during the years ending August 31, 2024 and 2023.

Cash Equivalents: Consist of money market accounts with initial maturities of three months or less, and are classified as Level 1 investments.

Equity Securities and Fixed Income Investments: These securities consist of U.S. and international common stocks, as well as U.S. Treasury investments and Canadian bonds. These securities are valued at the closing price reported on the active market on which the individual securities are traded and are classified as Level 1 investments.

WE CHARITY

NOTES TO FINANCIAL STATEMENTS, CONTINUED

AUGUST 31, 2024 AND 2023

Note 6 - Fair Value Measurements (continued):

Investments in Hedge Funds: These investments are valued at the NAV of shares held by the Foundation at year-end.

The following is a summary of the inputs used as of August 31, 2024 in valuing the Organization's investments:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Investments at NAV</u>	<u>Total</u>
Cash Equivalents	\$ 44,427	\$ -	\$ -	\$ -	\$ 44,427
Equity Securities	4,840,079	-	-	-	4,840,079
Fixed Income Investments	6,055,899	-	-	-	6,055,899
Investments in Hedge Fund	-	-	-	1,064,305	1,064,305
	<u>\$10,940,405</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,064,305</u>	<u>\$12,004,710</u>

The following is a summary of the inputs used as of August 31, 2023 in valuing the Organization's investments:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Investments at NAV</u>	<u>Total</u>
Cash Equivalents	\$ 3,249	\$ -	\$ -	\$ -	\$ 3,249
Equity Securities	4,947,718	-	-	-	4,947,718
Fixed Income Investments	4,501,842	-	-	-	4,501,842
Investments in Hedge Fund	-	-	-	1,664,078	1,664,078
	<u>\$ 9,452,809</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,664,078</u>	<u>\$11,116,887</u>

The Organization's policy is to evaluate the classification of Level 1, 2 and 3 assets at the end of each reporting period. The Organization's policy is to record transfers in or out of the level at the fair value of the investment at the date of transfer. There were no transfers for 2024 or 2023.

The Organization follows the concept of the "practical expedient" under U.S. GAAP. The practical expedient is an acceptable method to determine the fair value of certain NAV investment which (1) do not have readily determinable fair value and (2) have financial statements prepared consistent with the measurement principles of an investment company or have attributes of an investment company.

WE CHARITY

NOTES TO FINANCIAL STATEMENTS, CONTINUED

AUGUST 31, 2024 AND 2023

Note 6 - Fair Value Measurements (continued):

The Organization measures its investment in a hedge fund at NAV. The Organization's hedge fund strategies include multiple strategies to diversify risk and reduce volatility that are delegated to investment managers who have the authority to invest in various asset classes on a discretionary basis. These strategies may include long and short equity strategies, as well as private growth equity. The redemption frequency is 91 to 365 days, and the Organization has no unfunded commitments at August 31, 2024 and 2023.

Note 7 - Related Party Transactions:

The Organization periodically engages in transactions with its affiliates to reimburse the costs they incur while assisting the Organization in administering part of its domestic programs. Payments to affiliated amounted to \$2,543,000 and \$3,500,000 for the years ended August 31, 2024, and 2023, respectively. All amounts were used to pay program-related costs. In addition, the Organization paid a related party consulting fees of \$195,996 for the years ended August 31, 2024, and 2023.

In 2024, the Organization received \$950,000 from a related party as a reimbursement for program-related expenses incurred by the Organization on behalf of the related party.

Note 8 - Net assets with donor restrictions:

Net assets with donor restrictions at August 31, 2024 and 2023 are available for the following purposes:

	<u>2024</u>	<u>2023</u>
Women empowerment projects in Ecuador	\$ 826,872	\$ 2,756,239
Scholarship fund and other support for Kisaruni Schools	2,876,252	3,027,634
Development projects for Nderiat community in Bomet, Kenya	190,950	71,429
Support for Baraka Hospital mobile ambulance services in Narok, Kenya	-	69,084
	<u>\$ 3,894,074</u>	<u>\$ 5,924,386</u>