

**ASIAN UNIVERSITY FOR WOMEN (AUW)
SUPPORT FOUNDATION**

FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023



LUTZ AND GARR
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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Asian University for Women (AUW) Support Foundation

Opinion

We have audited the accompanying financial statements of Asian University for Women (AUW) Support Foundation (a nonprofit organization), which comprise the statements of financial position as of June 30, 2024 and 2023, and the related statements of activities, 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 Asian University for Women (AUW) Support Foundation as of June 30, 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Asian University for Women (AUW) Support Foundation 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 Asian University for Women (AUW) Support Foundation's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' 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 auditors' 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 Asian University for Women (AUW) Support Foundation'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 Asian University for Women (AUW) Support Foundation'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.

Lotz + Carr, LLP

New York, New York
March 21, 2025

ASIAN UNIVERSITY FOR WOMEN (AUW) SUPPORT FOUNDATION

STATEMENTS OF FINANCIAL POSITION

JUNE 30, 2024 AND 2023

	<u>2024</u>	<u>2023</u>
Assets		
Cash and cash equivalents	\$ 1,377,519	\$ 352,031
Unconditional promises to give		
With donor restrictions	1,702,278	3,812,120
Prepaid expenses and other current assets	24,874	15,524
Investments	27,999,017	26,660,289
Interest receivable	<u>19,362</u>	<u>7,464</u>
 Total Assets	 <u><u>\$31,123,050</u></u>	 <u><u>\$30,847,428</u></u>
 Liabilities and Net Assets		
Liabilities		
Accounts payable and accrued expenses	\$ 179,761	\$ 101,235
Refundable advances	<u>993,974</u>	<u>290,705</u>
Total Liabilities	<u>1,173,735</u>	<u>391,940</u>
 Commitments and Contingency		
 Net Assets		
Without Donor Restrictions		
Operations	3,073,827	10,746,306
Board designated endowment	<u>11,443,379</u>	<u>-</u>
Total Without Donor Restrictions	<u>14,517,206</u>	<u>10,746,306</u>
With Donor Restrictions		
Subject to time and purpose restrictions	11,810,229	16,087,302
Perpetual in nature	<u>3,621,880</u>	<u>3,621,880</u>
Total With Donor Restrictions	<u>15,432,109</u>	<u>19,709,182</u>
Total Net Assets	<u>29,949,315</u>	<u>30,455,488</u>
 Total Liabilities and Net Assets	 <u><u>\$31,123,050</u></u>	 <u><u>\$30,847,428</u></u>

See notes to financial statements.

ASIAN UNIVERSITY FOR WOMEN (AUW) SUPPORT FOUNDATION

STATEMENTS OF ACTIVITIES

YEARS ENDED JUNE 30, 2024 AND 2023

	2024			2023		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Revenue						
Contributions	\$ 5,135,310	\$ 1,687,579	\$ 6,822,889	\$ 4,940,322	\$ 2,765,095	\$ 7,705,417
Donated goods and services	2,711,000	-	2,711,000	8,728,557	-	8,728,557
Net investment income	1,435,813	324,229	1,760,042	1,023,441	122,085	1,145,526
Miscellaneous income	6,469	-	6,469	3,204	-	3,204
Foreign exchange loss	-	(59,600)	(59,600)	-	(107,179)	(107,179)
Unfulfilled pledge write-offs	-	(20,000)	(20,000)	-	(20,000)	(20,000)
Net assets released from restrictions	6,209,281	(6,209,281)	-	5,948,721	(5,948,721)	-
Total Revenue	15,497,873	(4,277,073)	11,220,800	20,644,245	(3,188,720)	17,455,525
Expenses						
Program Services	10,382,276	-	10,382,276	16,120,143	-	16,120,143
Supporting Services						
Management and general	572,831	-	572,831	508,709	-	508,709
Fundraising	771,866	-	771,866	649,628	-	649,628
Total Supporting Services	1,344,697	-	1,344,697	1,158,337	-	1,158,337
Total Expenses	11,726,973	-	11,726,973	17,278,480	-	17,278,480
Increase (decrease) in net assets	3,770,900	(4,277,073)	(506,173)	3,365,765	(3,188,720)	177,045
Net assets, beginning of year	10,746,306	19,709,182	30,455,488	7,380,541	22,897,902	30,278,443
Net Assets, End of Year	\$14,517,206	\$15,432,109	\$29,949,315	\$10,746,306	\$19,709,182	\$30,455,488

See notes to financial statements.

ASIAN UNIVERSITY FOR WOMEN (AUW) SUPPORT FOUNDATION

STATEMENTS OF FUNCTIONAL EXPENSES

YEARS ENDED JUNE 30, 2024 AND 2023

	2024					2023				
	Supporting Services				Total Expenses	Supporting Services				Total Expenses
	Program Services	Management and General	Fundraising	Total		Program Services	Management and General	Fundraising	Total	
Salaries, payroll taxes and employee benefits	\$ 188,562	\$ 268,205	\$ 468,141	\$ 736,346	\$ 924,908	\$ 290,200	\$ 118,388	\$ 199,915	\$ 318,303	\$ 608,503
Local and temporary staff/consulting fees	111,173	43,414	145,252	188,666	299,839	7,000	7,838	196,518	204,356	211,356
Advertising and promotion	-	-	-	-	-	-	-	796	796	796
Grants to AUW	9,978,590	-	-	-	9,978,590	15,822,943	-	-	-	15,822,943
Professional fees	75,438	199,855	14,479	214,334	289,772	-	97,027	24,463	121,490	121,490
Donated legal	-	24,508	-	24,508	24,508	-	227,355	-	227,355	227,355
Storage	-	8,675	-	8,675	8,675	-	5,992	-	5,992	5,992
Conferences, travel and meetings	1,920	16,378	99,099	115,477	117,397	-	11,649	217,334	228,983	228,983
Office supplies and expenses	201	809	26,215	27,024	27,225	-	4,723	31	4,754	4,754
Printing	3,825	63	-	63	3,888	-	-	1,410	1,410	1,410
Postage	104	487	-	487	591	-	1,864	213	2,077	2,077
Dues and subscription	20,305	-	6,196	6,196	26,501	-	4,122	1,205	5,327	5,327
Insurance	-	6,057	-	6,057	6,057	-	6,218	-	6,218	6,218
Telephone	-	2,486	-	2,486	2,486	-	6,622	-	6,622	6,622
Merchant charges	-	-	12,450	12,450	12,450	-	7,837	7,684	15,521	15,521
Miscellaneous	2,158	1,894	34	1,928	4,086	-	2,275	59	2,334	2,334
Total expenses before depreciation	10,382,276	572,831	771,866	1,344,697	11,726,973	16,120,143	501,910	649,628	1,151,538	17,271,681
Depreciation	-	-	-	-	-	-	6,799	-	6,799	6,799
Total Expenses	<u>\$10,382,276</u>	<u>\$ 572,831</u>	<u>\$ 771,866</u>	<u>\$1,344,697</u>	<u>\$11,726,973</u>	<u>\$16,120,143</u>	<u>\$ 508,709</u>	<u>\$ 649,628</u>	<u>\$1,158,337</u>	<u>\$17,278,480</u>

See notes to financial statements.

ASIAN UNIVERSITY FOR WOMEN (AUW) SUPPORT FOUNDATION

STATEMENTS OF CASH FLOWS

YEARS ENDED JUNE 30, 2024 AND 2023

	<u>2024</u>	<u>2023</u>
Cash Flows From Operating Activities		
Increase (decrease) in net assets	\$ (506,173)	\$ 177,045
Adjustments to reconcile increase (decrease) in net assets to net cash provided by operating activities:		
Depreciation	-	6,799
Realized and unrealized gain on investments	(369,518)	(397,388)
Foreign exchange loss	59,600	107,179
Unfulfilled pledges	20,000	20,000
(Increase) decrease in:		
Unconditional promises to give	2,030,242	2,790,457
Interest receivable	(11,898)	(712)
Prepaid expenses and other current assets	(9,350)	(5,075)
Increase (decrease) in:		
Accounts payable and accrued expenses	78,526	(5,027)
Refundable advances	703,269	290,705
Net Cash Provided By Operating Activities	<u>1,994,698</u>	<u>2,983,983</u>
Cash Flows From Investing Activities		
Purchase of investments	(17,286,665)	(11,478,598)
Sale of investments	16,317,455	8,198,179
Net Cash Used By Investing Activities	<u>(969,210)</u>	<u>(3,280,419)</u>
Net increase (decrease) in cash and cash equivalents	1,025,488	(296,436)
Cash and cash equivalents, beginning of year	<u>352,031</u>	<u>648,467</u>
Cash and Cash Equivalents, End of Year	<u><u>\$ 1,377,519</u></u>	<u><u>\$ 352,031</u></u>

See notes to financial statements.

ASIAN UNIVERSITY FOR WOMEN (AUW) SUPPORT FOUNDATION

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

Note 1 - Organization and Summary of Significant Accounting Policies

a - Organization

Asian University for Women (AUW) Support Foundation (the "Organization") is a 501(c)(3) United States nonprofit located in Cambridge, Massachusetts. Incorporated in 2001, the Organization is the principal agency responsible for long-term strategy, planning and mobilization of resources for the Asian University for Women (the "University"). The University is a liberal arts university located in Chittagong, Bangladesh, which educates talented women from across Asia and the Middle East to be the region's next generation of women leaders. As the majority of its students are on full scholarship, the University requires significant philanthropic support, which the Organization provides. More information on the Organization can be found here: www.asian-university.org.

b - Cash and Cash Equivalents

The Organization considers all short-term highly-liquid investments, such as money market funds and highly-liquid debt instruments, purchased with a maturity of three months or less, to be cash equivalents, except for cash and short-term investments managed by the Organization as part of their long-term investment strategies.

c - Contributions and Unconditional Promises to Give

The Organization recognizes contributions when cash, securities or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. Conditional promises to give, that is, those with a measurable performance or other barrier and a right of return, are not recognized until the conditions on which they depend have been met.

Contributions are recognized when the donor makes a promise to give to the Organization, that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contribution is recognized. All other donor restricted contributions are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

The Organization uses the allowance method to determine uncollectible promises to give. The allowance, when necessary, is based on prior years' experience and management's analysis of specific promises made.

ASIAN UNIVERSITY FOR WOMEN (AUW) SUPPORT FOUNDATION

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

Note 1 - Organization and Summary of Significant Accounting Policies (continued)

d - Investments and Fair Value Measurements

The Organization reflects investments at fair value in the statement of financial position. Interest, dividends, and gains and losses on investments are reflected in the statement of activities as increases and decreases in net assets without donor restrictions unless their use is restricted by donor stipulation or by law. Gains and other investment income that are limited to specific uses by donor-imposed restrictions are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which gains and other investment income are recognized. All other donor restricted gains and other investment income are reported as increases in net assets with donor restrictions. When a net asset expires, net assets with donor restrictions are reclassified to net assets without donor restrictions. Fair value is an estimate of the exit price, representing the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants (i.e., the exit price at the measurement date). The Organization is required to use a fair value hierarchy that prioritizes inputs to valuation techniques used to measure fair value into three levels.

Unadjusted quoted prices in active markets for identical assets and liabilities are referred to as Level 1 inputs. Inputs other than quoted market prices that are observable, either directly or indirectly and reasonably available are referred to as Level 2 inputs. Observable inputs reflect the assumptions market participants would use in pricing the asset or liability and are developed based on market data obtained from sources independent of the Organization. Unobservable inputs reflect the assumptions developed based on available information about what market participants would use in valuing the asset or liability and are referred to as Level 3 inputs.

An asset or liability's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Availability of observable inputs can vary and is affected by a variety of factors.

Investments in money market mutual funds are classified within Level 1 of the fair value hierarchy. Fair value is determined using quoted market values.

e - Property and Equipment

Property and equipment acquired are recorded at cost and are being depreciated using the straight-line method over the useful life of the assets. Property and equipment purchased for the benefit of the University have been expensed.

ASIAN UNIVERSITY FOR WOMEN (AUW) SUPPORT FOUNDATION

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

Note 1 - Organization and Summary of Significant Accounting Policies (continued)

f - Financial Statement Presentation

The financial statements of the Organization have been prepared in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP"), which require the Organization to report information regarding its financial position and activities according to the following net asset classifications:

Net Assets Without Donor Restrictions

Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization's management and Board of Directors.

Net Assets With Donor Restrictions

Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

g - Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

h - Tax Status

Asian University for Women (AUW) Support Foundation is a not-for-profit organization exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and has been designated as an organization which is not a private foundation.

i - Functional Expenses

The financial statements include certain categories of expenses that are attributable to more than one program or supporting function. Expenses are applied directly to programs where applicable or allocated on a reasonable and consistent basis. The expenses of the Organization that are allocated include salaries, payroll taxes and benefits, insurance, occupancy, professional fees and other administrative costs which are allocated based upon estimates of time and effort. A substantial amount of the Organization's expenses represents grants to the University and are directly related to its program activities which are made up of undergraduate, access and pre-access academy programs. Program service expenses as provided herein do not include other expenditures funded directly by the University from (i) tuition income and (ii) contributions directly received from entities other than the Organization. The University's program expenses include salaries including related taxes and benefits, occupancy and maintenance costs, costs directly related to student affairs including food expenditures, insurance and professional fees, and other general and administrative expenses.

ASIAN UNIVERSITY FOR WOMEN (AUW) SUPPORT FOUNDATION

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

Note 1 - Organization and Summary of Significant Accounting Policies (continued)

j - Subsequent Events

The Organization has evaluated subsequent events through March 21, 2025, the date that the financial statements are considered available to be issued.

Note 2 - Information Regarding Liquidity and Availability

The Organization operates with a balanced budget for each fiscal year based on the revenues expected to be available to fund anticipated expenses. A substantial amount of annual revenue is comprised of contributions and grants with donor restrictions. The Organization considers general expenditures to consist of all expenses related to ongoing program activities, and the expenses related to management and general activities undertaken to support those services.

The Organization regularly monitors liquidity to meet its operating needs and other commitments and obligations while seeking to maximize the investment of its available funds. Management prepares regular cash flow projections to determine liquidity needs and has a policy to maintain liquid financial assets on an ongoing basis sufficient to cover ninety days of general expenditures.

The Organization's financial assets of as of June 30, 2024 and 2023 available to meet cash needs for general expenditures within one year are summarized as follows:

	<u>2024</u>	<u>2023</u>
Financial Assets at Year End:		
Cash and cash equivalents	\$ 1,377,519	\$ 352,031
Unconditional promises to give	1,702,278	3,812,120
Investments	27,999,017	26,660,289
Interest receivable	<u>19,362</u>	<u>7,464</u>
Total Financial Assets	31,098,176	30,831,904
Less: Amounts not Available to be Used within One Year:		
Net assets with donor restrictions, subject to expenditure for specific purposes or passage of time	(10,899,975)	(15,501,277)
Plus: Net assets with restrictions to be met in less than one year	8,700,000	8,615,000
Endowment funds, subject to spending policy and appropriation	<u>(15,975,513)</u>	<u>(4,207,905)</u>
Financial Assets Available to Meet General Expenditures within One Year	<u>\$12,922,688</u>	<u>\$19,737,722</u>

ASIAN UNIVERSITY FOR WOMEN (AUW) SUPPORT FOUNDATION

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

Note 3 - Net Assets

a - Net assets Without Donor Restrictions – Board Designated Endowment

In June 2024, the Board of Directors established a board designated endowment to help ensure the future stability of the Organization's programs.

b - Net Assets With Donor Restrictions

Net assets with donor restrictions are restricted for the following purposes as of June 30:

	<u>2024</u>	<u>2023</u>
Subject to expenditure for future programs and periods		
Asian University operational support	\$ 8,590,756	\$11,551,515
New campus fund	<u>2,309,219</u>	<u>3,949,762</u>
	<u>10,899,975</u>	<u>15,501,277</u>
Endowments subject to spending policy and appropriation:		
Investment income above original gift amount	910,254	586,025
Investment in perpetuity	<u>3,621,880</u>	<u>3,621,880</u>
Total Endowments	<u>4,532,134</u>	<u>4,207,905</u>
Total Net Assets With Donor Restrictions	<u>\$15,432,109</u>	<u>\$19,709,182</u>

Note 4 - Promises to Give

a - Unconditional Promises to Give

Unconditional promises to give as of June 30 are due as follows:

	<u>2024</u>	<u>2023</u>
Due within one year	\$ 835,000	\$1,790,000
Due in one to five years	<u>960,000</u>	<u>2,190,000</u>
	1,795,000	3,980,000
Less: Discount	<u>(92,722)</u>	<u>(167,880)</u>
Total	<u>\$1,702,278</u>	<u>\$3,812,120</u>

Uncollectible promises are expected to be insignificant. Unconditional promises to give are discounted to present value using a discount rate of 4.33%.

ASIAN UNIVERSITY FOR WOMEN (AUW) SUPPORT FOUNDATION

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

Note 4 - Promises to Give (continued)

b - Conditional Promises to Give and Refundable Advances

As of June 30, 2024, the Organization has been awarded various cost-reimbursable grants totaling approximately \$6.7 million which have not yet been recognized as revenue as they are conditioned upon certain performance requirements and the incurrence of allowable qualifying expenses. The Organization has received cash advances towards these grants totaling \$993,974 as of June 30, 2024, which have been recognized as refundable advances in the accompanying statements of financial position.

Note 5 - Investments

Investments, all of which are Level 1 within the fair value hierarchy used to measure their respective fair values, consist of the following as of June 30:

	<u>2024</u>		<u>2023</u>	
	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>
Money market funds	\$21,428,799	\$21,428,799	\$14,068,197	\$14,068,197
Certificates of deposit	887,000	887,000	1,016,000	1,016,000
Mutual funds:				
Equities	3,052,615	3,697,906	2,945,451	3,077,127
Fixed income	<u>2,106,965</u>	<u>1,985,312</u>	<u>8,506,518</u>	<u>8,498,965</u>
Total	<u>\$27,475,379</u>	<u>\$27,999,017</u>	<u>\$26,536,166</u>	<u>\$26,660,289</u>

Certificates of deposit consist of multiple deposits with varying maturities. Cost approximates fair value.

Net investment income consists of the following for the years ended June 30:

	<u>2024</u>	<u>2023</u>
Dividend and interest income	\$1,390,524	\$ 748,138
Net realized and unrealized gains	<u>369,518</u>	<u>397,388</u>
	<u>\$1,760,042</u>	<u>\$1,145,526</u>

ASIAN UNIVERSITY FOR WOMEN (AUW) SUPPORT FOUNDATION

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

Note 6 - Endowment Funds

The Organization's endowment consists of its board designated endowment fund without donor restrictions and various endowment funds with donor restrictions. As required by US GAAP, net assets associated with endowment funds, including funds designated by the Board of Directors to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

Consistent with Massachusetts Not-For-Profit Corporation Law and the Massachusetts Uniform Prudent Management of Institutional Funds Act ("MA UPMIFA"), the Organization classifies as net assets with donor restrictions, perpetual in nature (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts donated to the permanent endowment and (c) accumulations to the permanent endowment made in accordance with the direction of any applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified as perpetual in nature is classified as subject to spending policy and appropriation until those amounts are appropriated for expenditure by the Organization.

In accordance with UPMIFA, the Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- (i) the duration and preservation of the endowment fund;
- (ii) the purposes of the Organization and the endowment fund;
- (iii) general economic conditions;
- (iv) the possible effect of inflation or deflation;
- (v) the expected total return from income and the appreciation of investments
- (vi) other resources of the Organization;
- (vii) where appropriate and circumstances would otherwise warrant, alternatives to expenditure of the endowment fund, giving due consideration to the effect that such alternatives may have on the Organization; and
- (viii) the investment policy of the Organization

The composition of the Organization's invested endowment funds, by type of fund and classification, are summarized as follows as of June 30, 2024 and 2023:

	With Donor Restrictions			
	Without Donor Restriction	Investment Income Above Original Gift Amount	Investment in Perpetuity	Total
Donor-restricted endowment funds, 2024	<u>\$11,443,379</u>	<u>\$910,254</u>	<u>\$3,621,880</u>	<u>\$15,975,513</u>
Donor-restricted endowment funds, 2023	<u>\$ -</u>	<u>\$586,025</u>	<u>\$3,621,880</u>	<u>\$ 4,207,905</u>

ASIAN UNIVERSITY FOR WOMEN (AUW) SUPPORT FOUNDATION

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

Note 6 - Endowment Funds (continued)

Changes in the invested endowment funds for the years ended June 30, 2024 and 2023 are summarized as follows:

	2024			
	Without Donor Restriction	With Donor Restrictions Investment Income Above Original Gift Amount	Investment in Perpetuity	Total
Endowment funds, beginning of year	\$ -	\$586,025	\$3,621,880	\$ 4,207,905
Transfer from net assets without donor restrictions - operating	11,379,498	-	-	11,379,498
Net investment income	<u>63,881</u>	<u>324,229</u>	<u>-</u>	<u>388,110</u>
Endowment Funds, End of Year	<u>\$11,443,379</u>	<u>\$910,254</u>	<u>\$3,621,880</u>	<u>\$15,975,513</u>

	2023		
	Investment Income Above Original Gift Amount	Investment in Perpetuity	Total
Endowment funds, beginning of year	\$463,940	\$3,621,880	\$4,085,820
Net investment income	<u>122,085</u>	<u>-</u>	<u>122,085</u>
Endowment Funds, End of Year	<u>\$586,025</u>	<u>\$3,621,880</u>	<u>\$4,207,905</u>

The Organization has investment and spending policies for endowment assets that endeavor to provide a stream of funding for the Organization's operations while seeking to enhance the purchasing power of the endowment's assets.

The Organization has a policy to make available during each fiscal year an amount equal to 5% of the rolling average of the market value for the preceding twelve quarters, and to provide for any net investment return in excess of amounts appropriated to be retained as part of the endowment fund as net assets with donor restrictions available for expenditure in future years.

ASIAN UNIVERSITY FOR WOMEN (AUW) SUPPORT FOUNDATION

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

Note 7 - Donated Services

During the years ended June 30, 2024 and 2023, the Organization received the following donated services:

	<u>2024</u>	<u>2023</u>
Legal services	\$24,508	\$227,355
Accounting	<u>-</u>	<u>29,000</u>
Total	<u><u>\$24,508</u></u>	<u><u>\$256,355</u></u>

In addition, in August 2021 the Organization organized the evacuation of 148 Afghan students of the University out of Kabul by U.S. military planes. The Organization obtained legal counsel to assist with the U.S. residency status adjustment of these 148 students on a pro bono basis. The legal counsel directly aided the Organization and the students in providing the required legal services. The following summarizes the value of these services in addition to other goods and services received by the Organization on the University's behalf during the years ended June 30, 2024 and 2023, which are reported as Grants to AUW in the accompanying financial statements:

	<u>2024</u>	<u>2023</u>
Legal services	\$2,623,652	\$8,414,311
Advertising	<u>62,840</u>	<u>57,891</u>
Total	<u><u>\$2,686,492</u></u>	<u><u>\$8,472,202</u></u>

The value of donated services are provided by the respective donors, based on rates typically charged for the services.

Note 8 - Commitments and Contingency

a - The Organization sponsors a defined contribution plan covering substantially all of its employees who meet certain eligibility requirements. The Organization, contributes a fixed percentage, as defined in various agreements, of salaries for all participants. During the years ended June 30, 2024 and 2023, the Organization made contributions to the plan of approximately \$36,980 and \$39,567, respectively.

b - Government supported programs are subject to audit by the applicable granting agency.

ASIAN UNIVERSITY FOR WOMEN (AUW) SUPPORT FOUNDATION**NOTES TO FINANCIAL STATEMENTS****JUNE 30, 2024 AND 2023****Note 8 - Commitments and Contingency (continued)**

- c - The Organization has entered into contractual commitments for two consultants through December 2028, totaling approximately \$483,000.

Note 9 - Concentrations

- a - The Organization maintains its cash and certain of its investment balances in financial institutions located in Massachusetts. The balances, at times, may exceed federally insured limits.
- b - For the year ended June 30, 2023, approximately 48% of contributions were from one individual and one foundation.
- c - As of June 30, 2024 and 2023, 76% and 68% of unconditional promises to give were due from one individual and one foundation, and one foundation, respectively.