

Asian University for Women (AUW) Support Foundation
Cambridge, Massachusetts

Financial Statements
For the years ended June 30, 2025 and 2024

and Independent Auditor's Report Thereon



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Independent Auditor's Report

Board of Directors
Asian University for Women (AUW) Support Foundation
Cambridge, Massachusetts

Opinion

We have audited the financial statements of the Asian University for Women (AUW) Support Foundation (Organization), which comprise the statement of financial position as of June 30, 2025, 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 accompanying financial statements present fairly, in all material respects, the financial position of the Organization as of June 30, 2025, 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 (GAAS). 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 the Organization 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.

Other Matter

The financial statements of the Organization for the year ended June 30, 2024, were audited by another auditor, who expressed an unmodified opinion on those statements on March 21, 2025.

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 the Organization's ability to continue as a going concern within one year after the date 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 GAAS 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 GAAS, 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 the Organization'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 the Organization'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.

Schneider Downs & Co, Inc.

Pittsburgh, Pennsylvania

March 27, 2026

Asian University for Women (AUW) Support Foundation

Statements of Financial Position

As of June 30, 2025 and 2024

	2025	2024
Assets		
Cash and cash equivalents	\$ 224,069	\$ 1,377,519
Unconditional promises to give, net	7,210,000	1,702,278
Investments	38,163,777	27,999,017
Prepays and other assets	14,207	44,236
Operating lease, right-of-use asset	166,282	-
Total assets	\$ 45,778,335	\$ 31,123,050
Liabilities and net assets		
Liabilities		
Accounts payable and accrued expenses	\$ 206,036	\$ 179,761
Refundable advances	273,656	993,974
Operating lease liability	171,412	-
Total liabilities	651,104	1,173,735
Net assets		
Net assets without donor restrictions:		
Board-designated endowment fund	10,094,597	11,443,379
Undesignated net assets	9,992,415	3,073,827
Net assets with donor restrictions	25,040,219	15,432,109
Total net assets	45,127,231	29,949,315
Total liabilities and net assets	\$ 45,778,335	\$ 31,123,050

See accompanying notes to financial statements.

Asian University for Women (AUW) Support Foundation

Statements of Activities
For the years ended June 30, 2025 and 2024

	Without Donor Restriction 2025	With Donor Restriction 2025	Total 2025	Without Donor Restrictions 2024	With Donor Restrictions 2024	Total 2024
Support and revenues						
Contributions and grants	\$5,051,174	\$16,709,842	\$21,761,016	\$5,135,310	\$1,687,579	\$6,822,889
Contributed nonfinancial assets	2,451,560	-	2,451,560	2,711,000	-	2,711,000
Investment income, net	1,384,055	80,360	1,464,415	1,435,813	324,229	1,760,042
Miscellaneous income	62,922	-	62,922	6,469	-	6,469
Foreign exchange loss	(728)	-	(728)	-	(59,600)	(59,600)
Unfulfilled pledge write-offs	-	-	-	-	(20,000)	(20,000)
Net assets released from restriction	6,846,351	(6,846,351)	-	6,209,281	(6,209,281)	-
Total support and revenues	15,795,334	9,943,851	25,739,185	15,497,873	(4,277,073)	11,220,800
Expenses						
Program services	9,621,640	-	9,621,640	10,382,276	-	10,382,276
Management and general	369,909	-	369,909	572,831	-	572,831
Fundraising	569,720	-	569,720	771,866	-	771,866
Total expenses	10,561,269	-	10,561,269	11,726,973	-	11,726,973
Change in net assets	5,234,065	9,943,851	15,177,916	3,770,900	(4,277,073)	(506,173)
Reclassification of net assets	335,741	(335,741)	-	-	-	-
Net assets at beginning of year	14,517,206	15,432,109	29,949,315	10,746,306	19,709,182	30,455,488
Net assets at end of year	\$20,087,012	\$25,040,219	\$45,127,231	\$14,517,206	\$15,432,109	\$29,949,315

See accompanying notes to financial statements.

Asian University for Women (AUW) Support Foundation

Statements of Functional Expenses
For the years ended June 30, 2025 and 2024

	Program Services 2025	Management and General 2025	Fundraising 2025	Total 2025
Grants to AUW	\$ 9,175,890	\$ -	\$ -	\$ 9,175,890
Salaries, payroll taxes and employee benefits	264,350	147,864	313,246	725,460
Local and temporary staff/consulting fees	180,057	20,669	109,482	310,208
Conferences, travel and meetings	-	22,601	90,403	113,004
Professional fees	-	75,028	783	75,811
Office supplies and expenses	-	28,859	32,295	61,154
Rent	-	18,674	18,674	37,348
Donated legal	-	25,775	-	25,775
Merchant charges	67	8,791	1,468	10,326
Miscellaneous	-	8,376	-	8,376
Telephone	-	6,763	-	6,763
Dues and subscription	-	3,577	-	3,577
Printing	1,276	-	1,564	2,840
Insurance	-	2,010	-	2,010
Advertising and promotion	-	-	1,805	1,805
Postage	-	922	-	922
Total expenses	\$ 9,621,640	\$ 369,909	\$ 569,720	\$ 10,561,269

See accompanying notes to financial statements.

Asian University for Women (AUW) Support Foundation

Statements of Functional Expenses
For the years ended June 30, 2025 and 2024

	Program Services 2024	Management and General 2024	Fundraising 2024	Total 2024
Grants to AUW	\$ 9,978,590	\$ -	\$ -	\$ 9,978,590
Salaries, payroll taxes and employee benefits	188,562	268,205	468,141	924,908
Local and temporary staff/consulting fees	111,173	43,414	145,252	299,839
Conferences, travel and meetings	1,920	16,378	99,099	117,397
Professional fees	75,438	199,855	14,479	289,772
Office supplies and expenses	201	809	26,215	27,225
Donated legal	-	24,508	-	24,508
Merchant charges	-	-	12,450	12,450
Miscellaneous	2,158	1,894	34	4,086
Telephone	-	2,486	-	2,486
Dues and subscription	20,305	-	6,196	26,501
Printing	3,825	63	-	3,888
Insurance	-	6,057	-	6,057
Postage	104	487	-	591
Storage	-	8,675	-	8,675
Total expenses	\$ 10,382,276	\$ 572,831	\$ 771,866	\$ 11,726,973

See accompanying notes to financial statements.

Asian University for Women (AUW) Support Foundation

Statements of Cash Flows For the years ended June 30, 2025 and 2024

	2025	2024
Cash flows from operating activities		
Change in net assets	\$ 15,177,916	\$ (506,173)
Adjustments to reconcile change in net assets to net cash (used in) provided by operating activities		
Unfulfilled pledges	-	20,000
Change in discount on unconditional promises to give	442,278	-
Loss on foreign currency transactions	728	59,600
Net realized and unrealized gain	(957,811)	(369,518)
(Increase) decrease in operating assets		
Unconditional promises to give	(5,950,728)	2,030,242
Prepays and other assets	30,029	(21,248)
Total (increase) decrease in operating assets	(5,920,699)	2,008,994
Increase (decrease) in operating liabilities		
Accounts payable and accrued expenses	26,275	78,526
Refundable advances	(720,318)	703,269
Operating lease right-of-use asset and obligation	5,130	-
Total (decrease) increase in operating liabilities	(688,913)	781,795
Total adjustments to reconcile change in net assets to net cash (used in) provided by operating activities	(7,124,417)	2,500,871
Net cash provided by operating activities	8,053,499	1,994,698
Cash flows from investing activities		
Proceeds from sale of investments	74,568,482	16,317,455
Purchase of investments	(83,775,431)	(17,286,665)
Net cash used in investing activities	(9,206,949)	(969,210)
Net (decrease) increase in cash and cash equivalents	(1,153,450)	1,025,488
Cash and cash equivalents at beginning of year	1,377,519	352,031
Cash and cash equivalents at end of year	\$ 224,069	\$ 1,377,519
Supplemental cash flow information		
Operating lease, right-of-use asset acquired in exchange for new operating lease liability	\$ 203,610	\$ -
Total supplemental cash flow information	\$ 203,610	\$ -

See accompanying notes to financial statements.

Asian University for Women (AUW) Support Foundation

Notes to the Financial Statements

June 30, 2025 and 2024

1. Summary of Significant Accounting Policies

a. Nature of Organization

The Asian University for Women (AUW) Support Foundation (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 (University). The University is a liberal arts university located in Chittagong, Bangladesh, that educates talented women from across Asia and the Middle East to be the region's next generation of woman leaders. As the majority of its students are on full scholarship, the University requires significant philanthropic support, which the Organization provides.

b. Basis of Accounting

The financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP).

c. Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Actual results could differ from those estimates.

d. Reclassification of Net Assets

During the year ended June 30, 2025, the Organization reclassified approximately \$336,000 from net assets with donor restrictions to net assets without donor restrictions. This reclassification resulted from management's review of donor documentation and current-year activity, which determined that these net assets were not subject to donor-imposed restrictions as previously reported. Accordingly, the Organization adjusted the net asset balances to reflect the appropriate classification in accordance with GAAP. This reclassification had no impact on total net assets or the Organization's change in total net assets for the year.

Asian University for Women (AUW) Support Foundation

Notes to the Financial Statements

June 30, 2025 and 2024

e. Cash and Cash Equivalents

The Organization considers all highly liquid investments with original maturities of three months or less when purchased to be cash equivalents.

The Organization maintains cash balances at U.S. banks, which are insured by the Federal Deposit Insurance Corporation for up to \$250,000 for each institution. Cash balances at times exceeded federally insured limits. The Organization has not experienced any losses and does not believe it is exposed to any significant credit risk on cash and cash equivalents. At June 30, 2025, the Organization's cash accounts did not exceed federally insured limits.

f. Contributions and Unconditional Promises to Give

Unconditional promises to give (contributions) are recognized as assets and contribution revenue in the period received. Promises to give are recorded at net realizable value and are discounted at an appropriate rate commensurate with the risks involved. Amortization of discounts is recorded as additional contribution revenue in accordance with donor-imposed restrictions, if any, on the contributions. An allowance for uncollectible promises to give is estimated by the Organization based on factors such as historical data and managements analysis of specific promises and their ability to pay. Factors considered in the evaluation of assessing collectability and risk include significant past due balances, historical losses and existing economic conditions.

Conditional promises to give are recognized when the conditions on which they depend, which consist of both a barrier and a right of return or release, are met. Amounts received in advance of satisfying such conditions are recorded as refundable advances. Refundable advances represent liabilities to the donor until the Organization has met the specified barriers required to recognize the funds as contribution revenue. These amounts remain classified as liabilities until the conditions are substantially met or explicitly waived by the donor. If the conditions are not met, the Organization is obligated to return the assets to the donor or the donor may release the Organization from that obligation. Management evaluates refundable advances each reporting period to determine whether conditions have been met and whether reclassification to contribution revenue is appropriate.

Unconditional promises to give denominated in foreign currencies are initially recorded using the exchange rate in effect on the date the promise is made. These balances are remeasured at each year end using the current exchange rate, with resulting foreign exchange gains or losses recognized in the statements of activities in the year of the change. Foreign exchange gains and losses are reported within net assets with or without donor restrictions based on the classification of the underlying promise to give. Upon collection, any remaining difference resulting from exchange rate changes is recognized in the period received.

Asian University for Women (AUW) Support Foundation

Notes to the Financial Statements

June 30, 2025 and 2024

g. Investments

Investments are reported at fair value. Adjustments to reflect increases or decreases in fair value, referred to as unrealized gains and losses, are reported in the statements of activities.

Gains and losses on the sale of investments are determined using the specific identification method. Realized gains and losses arising from the sale of investments and ordinary income from investments are reported as changes in net assets without donor restrictions unless their use is restricted by explicit donor-imposed stipulations or law. Dividend and interest income are accrued as earned. Income and net gains (losses) on investments are reported in the statements of activities as follows:

- As increases (decreases) in net assets without donor restrictions for board-designated endowment funds;
- As increases (decreases) in net assets with donor restrictions if the terms of the gift that gave rise to the investment require that they be added to the principal of a permanent endowment fund; or
- As increases (decreases) in net assets without donor restrictions in all other cases.

The investment portfolio is managed by professional investment advisors and managers in accordance with the Organization's investment policy.

h. Leases

The Organization is a lessee in a noncancelable operating lease. Right-of-use (ROU) asset and lease liability is recognized at the lease commencement date based on the present value of the future lease payments over the expected lease term. The ROU asset is also adjusted for any lease prepayments made, lease incentives received, and initial direct costs incurred.

The lease entered into includes one or more options to renew or terminate. The exercise of lease renewal and termination options is at the Organization's sole discretion. Renewal option periods and termination options are included in the expected lease term and the measurement of the ROU asset and lease liability when exercise of the options is reasonably certain to occur.

The Organization has elected to use a risk-free rate for a term similar to the underlying lease as the discount rate if the implicit rate in the lease contract is not readily determinable.

Asian University for Women (AUW) Support Foundation

Notes to the Financial Statements

June 30, 2025 and 2024

The lease liability is initially and subsequently recognized based on the present value of future lease payments. Variable payments are included in the future lease payments when those variable payments depend on an index or a rate. Changes to variable lease payments due to subsequent changes in an index or rate and variable lease payments not dependent on an index or a rate are recorded as variable lease expense in the period in which they are incurred.

The ROU asset for operating lease is subsequently measured throughout the lease term at the amount of the remeasured lease liability (i.e., present value of the remaining lease payments), plus unamortized initial direct costs, plus (less) any prepaid (accrued) lease payments, less the unamortized balance of lease incentives received, and any impairment recognized.

For all underlying classes of assets, the Organization has elected to not recognize ROU assets and lease liabilities for short-term leases that have a lease term of 12 months or less at lease commencement and do not include an option to purchase the underlying asset that the Organization is reasonably certain to exercise. The Organization recognizes short-term lease cost on a straight-line basis over the lease term. Short-term lease cost was not significant to the financial statements during the years ended December 31, 2025 and 2024.

The Organization made an accounting policy election for underlying assets to not separate the lease and nonlease components of a contract.

i. Net Assets

Net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

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 assets may be used at the discretion of the Organization's management and board of directors (Board). Net assets without donor restrictions include net assets designated by the Board for endowment funds.

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 by the passage of time. Other donor restrictions are perpetual in nature, wherein the donor has stipulated the funds be maintained in perpetuity. All net assets restricted by donors as to either timing or purpose of the related expenditures or required to be maintained in perpetuity as a source of investment income are accounted for in net assets with donor restrictions. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions.

Asian University for Women (AUW) Support Foundation

Notes to the Financial Statements

June 30, 2025 and 2024

j. Contributions

Contributions and Grants - Contributions and grants received are recorded as net assets without donor- restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Donor-restricted contributions and grants are reported as an increase in net assets with donor restrictions, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

Contributed Nonfinancial Assets - Contributed nonfinancial assets are recorded at fair value at the date of donation. Contributions of services are reported as revenue only if the services create or enhance a nonfinancial asset or would typically need to be purchased by the Organization if they had not been provided by contribution, require specialized skills or are provided by individuals with those skills. See Note 9 for additional disclosure.

k. Functional Allocation of Expenses

The costs of providing the Organization's program and other activities have been summarized on a functional basis in the statements of activities. Expenses related directly to program services or supporting activities are charged directly, while other expenses that are common to several functions are allocated based on management's estimates, among major classes of programs services and supporting activities. 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 on 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 preaccess 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 the Financial Statements

June 30, 2025 and 2024

l. Income Taxes

The Organization is a not-for-profit organization as described in Section 501(c)3 of the Internal Revenue Code and is exempt from federal and state income taxes on trade or business profits generated by activities related to the Organization's exempt function. The Organization may be subject to federal and state income taxes for profits generated from trade or business activities unrelated to the Organization's exempt function. The Organization has processes presently in place to ensure the maintenance of its tax-exempt status, identify and report unrelated business income and determine its filing and tax obligations in jurisdictions for which it has nexus. As of June 30, 2025 and 2024, the Organization believes it has not generated any unrelated business taxable income.

The Organization recognizes the tax benefit from an uncertain tax position only if it is more-likely-than-not that the tax position would be sustained on examination by the taxing authorities based on the technical merits of the position. The amount recognized is the largest amount of tax benefit that has a greater than 50% likelihood of being realized upon examination. Interest and penalties related to unrecognized tax benefits are classified as income tax expense.

Generally, the Organization is no longer subject to U.S. federal, state and local or non-U.S. income tax examinations by tax authorities for years before 2022.

m. Fair Value Measurements

The Organization measures certain financial instruments at fair value on a recurring basis at each reporting period. Certain assets are measured at fair value on a nonrecurring basis annually or when events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Fair value is estimated as the amount that would be received from the sale of an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Fair value estimates involve uncertainty and significant judgment regarding interest rates, credit risk, prepayments and other factors, especially when quoted prices are unavailable. Changes in assumptions or market conditions could significantly affect these estimates.

Asian University for Women (AUW) Support Foundation

Notes to the Financial Statements

June 30, 2025 and 2024

Fair Value Hierarchy

Assets and liabilities recorded at fair value are measured and classified in accordance with a fair value hierarchy consisting of three levels based on the observability of valuation inputs:

- **Level 1:** Fair value measurements based on quoted prices (unadjusted) in active markets that the Organization has the ability to access for identical assets or liabilities. Market price data generally is obtained from exchange or dealer markets. The Organization does not adjust the quoted price for such instruments.
- **Level 2:** Fair value measurements based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. Level 2 inputs include quoted prices for similar assets and liabilities in active markets; quoted prices for identical or similar assets or liabilities in markets that are not active; and inputs other than quoted prices that are observable for the asset or liability, such as interest rates and yield curves that are observable at commonly quoted intervals.
- **Level 3:** Fair value measurements based on valuation techniques that use significant unobservable inputs. Both observable and unobservable inputs may be used to determine the fair values of positions classified in Level 3. The circumstances for using these measurements include those in which there is little, if any, market activity for the asset or liability, therefore the Organization must make certain assumptions about the inputs a hypothetical market participant would use to value that asset or liability.

The Organization maximizes the use of observable inputs and minimizes the use of unobservable inputs when measuring fair value. Financial instruments with quoted prices in active markets generally have more pricing observability and require less judgment in measuring fair value. Conversely, financial instruments for which no quoted prices are available have less observability and are measured at fair value using valuation models or other pricing techniques that require more judgment. Pricing observability is affected by a number of factors, including the type of financial instrument, whether the financial instrument is new to the market and not yet established, the characteristics specific to the transaction, liquidity and general market conditions.

In certain cases, the inputs used to measure the fair value of an asset or liability may fall into different levels of the fair value hierarchy. In such cases, the level in the fair value hierarchy within which the fair value measurement in its entirety falls is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

Asian University for Women (AUW) Support Foundation

Notes to the Financial Statements

June 30, 2025 and 2024

n. Subsequent Events

The Organization's management evaluated events that occurred after June 30, 2025 through March 27, 2026, the date when the financial statements were available to be issued.

2. Liquidity and Availability of Resources

The Organization's financial assets available for general use at June 30 consist of the following:

	2025	2024
Financial assets available		
Cash and cash equivalents	\$ 224,069	\$ 1,377,519
Unconditional promises to give	7,210,000	1,702,278
Investments	38,163,777	27,999,017
Total financial assets available	45,597,846	31,078,814
Less		
Net assets with donor restrictions	(25,040,219)	(15,432,109)
Board-designated endowment funds	(10,094,597)	(11,443,379)
Financial assets available to meet cash needs for general expenditures within one year	\$ 10,463,030	\$ 4,203,326

The Organization operates on 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 operating needs and other commitments and obligations while seeking to maximize the investment of 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 90 days of general expenditures.

The Organization's endowment funds consist of funds subject to spending policy and appropriation. Income from donor-restricted endowments, not restricted for specific purposes, is available for general expenditure.

Asian University for Women (AUW) Support Foundation

Notes to the Financial Statements

June 30, 2025 and 2024

3. Unconditional Promises to Give

Unconditional promises to give at June 30 consist of the following :

	2025	2024
Due within one year	\$ 2,245,000	\$ 835,000
Due in one to five years	5,500,000	960,000
Unconditional promises to give, gross	7,745,000	1,795,000
Less discount to net present value	(535,000)	(92,722)
Unconditional promises to give, net	\$ 7,210,000	\$ 1,702,278

The discount rate used to measure the net present value was 5.0% and 4.3% at June 30, 2025 and 2024, respectively.

Conditional to give and refundable advances:

As of June 30, 2025, the Organization has been awarded various cost-reimbursable grants totaling approximately \$4,700,000, which are recognized as revenue when certain performance requirements and the incurrence of allowable qualifying expenses occurs. The Organization has received cash advances toward these grants totaling \$273,656 and \$993,974 as of June 30, 2025 and 2024, respectively, which have been recognized as refundable advances in the accompanying statements of financial position.

4. Leases

The Organization leases its office space.

Components of lease expense for the years ended June 30 were as follows:

	2025
Operating lease cost	\$ 46,217

Asian University for Women (AUW) Support Foundation

Notes to the Financial Statements June 30, 2025 and 2024

Information regarding lease terms and discount rates as of June 30 is as follows:

	2025
Weighted-average remaining lease term (years)	
Operating leases	4.2
Weighted-average discount rate (%)	
Operating leases	5.0

Supplemental cash flow information related to leases for the years ended June 30 is as follows:

	2025
Cash paid for amounts included in the measurement of lease liability	
Operating cash flows from operating leases	\$ 37,150

Maturities of lease liability as of June 30, 2025 is as follows:

Year	Operating Leases
2026	\$ 44,580
2027	45,695
2028	47,065
2029	48,477
2030	8,119
Total lease payments	193,936
Less imputed interest	22,524
Total lease liability	\$ 171,412

5. Defined Contribution Plan

The Organization sponsors a defined contribution plan for employees who meet certain eligibility requirements. It contributes a fixed percentage of salaries for all participants as defined in various agreements. Amounts charged to expense for the defined contribution plan totaled approximately \$49,000 and \$37,000 for the years ended June 30, 2025 and 2024, respectively.

Asian University for Women (AUW) Support Foundation

Notes to the Financial Statements

June 30, 2025 and 2024

6. Commitments and Contingencies

In the normal course of operations, the Organization becomes involved in legal matters and claims. While it believes the ultimate outcome of such other matters and claims will not have a material adverse effect on the Organization's financial position, results of operations or cash flows, the outcome of such matters and claims is not determinable with certainty, and negative outcomes may adversely affect the Organization.

The Organization participates in federal-funded programs that are subject to examinations by appropriate governmental authorities in accordance with terms of the grant contracts. The governmental authorities are authorized to review actual expenditures and to make necessary adjustments in subsequent reimbursements or request refunds of grant amounts, if warranted. As of June 30, 2025, no federal agencies have requested refunds that would require adjustments to the accompanying financial statements.

As of June 30, 2025, the Organization had contractual commitments with two consultants extending through December 2026 totaling approximately \$85,000. Prior contractual commitments through December 2028 of approximately \$483,000 were canceled and revised during the year ended June 30, 2025.

7. Investments

Assets and Liabilities Measured at Fair Value on a Recurring Basis

The following is a description of the valuation methodologies and inputs used for assets and liabilities recognized in the accompanying statement of financial position measured at fair value on a recurring basis.

Debt Securities

Whenever available, the Organization obtains quoted prices in active markets for identical assets at the statement of financial position date to measure debt securities at fair value. Market price data is generally obtained from dealer markets.

Equity Securities

Whenever available, the Organization obtains quoted prices in active markets for identical assets at the statement of financial position date to measure equity securities with readily determinable fair values. Market price data is generally obtained from exchange or dealer markets.

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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:

Description	Cost 2025	Fair Value 2025	Cost 2024	Fair Value 2024
Debt securities:				
Money market funds	\$ 12,442,537	\$ 12,442,537	\$ 21,428,799	\$ 21,428,799
Certificates of deposit	-	-	887,000	887,000
Government bonds	20,204,890	20,217,338	-	-
Equity securities:				
Mutual funds	2,421,699	2,349,253	5,159,580	5,683,218
Exchange-traded funds	2,588,055	2,783,035	-	-
Common stock	250,959	371,614	-	-
Total	\$ 37,908,140	\$ 38,163,777	\$ 27,475,379	\$ 27,999,017

Investment income, net of investment fees at June 30 consist of the following:

Description	2025	2024
Interest and dividend income, net	\$ 506,604	\$ 1,390,524
Realized and unrealized gain	957,811	369,518
	\$ 1,464,415	\$ 1,760,042

8. Endowment

The Organization's endowment consists of individual funds established for a variety of purposes. It includes both donor-restricted endowment funds and funds designated by the governing board to function as endowments. Net assets associated with endowment funds, including funds designated by the governing board to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

Interpretation of Relevant Law

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

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

- The duration and preservation of the fund
- The purposes of the Organization and the donor-restricted endowment fund
- General economic conditions
- The possible effect of inflation and deflation
- The expected total return from income and the appreciation of investments
- Other resources of the Organization
- The investment policies of the Organization

Endowment net asset composition by type of fund as of June 30 consists of the following:

	Without Donor Restrictions - Board- Designated	With Donor Restrictions	Total
Endowment net assets, July 1, 2023	\$ -	\$ 4,207,905	\$ 4,207,905
Investment income, net	63,881	324,229	388,110
Transfer from net assets without donor restrictions	11,379,498	-	11,379,498
Change in endowment net assets	11,443,379	324,229	11,767,608
Endowment net assets, June 30, 2024	11,443,379	4,532,134	15,975,513
Investment income, net	535,583	80,360	615,943
Transfers (to) from net assets without donor restrictions	(1,884,365)	-	(1,884,365)
Change in endowment net assets	(1,348,782)	80,360	(1,268,422)
Endowment net assets, June 30, 2025	\$ 10,094,597	\$ 4,612,494	\$ 14,707,091

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Spending Policy and How the Investment Objectives Relate to Spending Policy

The Organization has a policy of appropriating for distribution each year no more than 5% of its endowment fund's average fair value over the prior 12 trailing quarters. In establishing this policy, the Organization considered the long-term expected return on its endowment. Accordingly, over the long term, the Organization expects the current spending policy to allow its endowment to grow. This is consistent with the Organization's objective to maintain the purchasing power of the endowment assets held in perpetuity or for a specified term as well as to provide additional real growth through new gifts and investment return. The Organization did not make any spending policy distributions during the years ended June 30, 2025 and 2024.

9. Contributed Nonfinancial Assets

Contributed nonfinancial assets received by the Organization recognized in the statements of activities are as follows:

	2025	2024
Legal services	\$ 25,775	\$ 24,508

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. It 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 contributed nonfinancial assets received by the Organization on the University's behalf during the years ended June 30, 2025 and 2024, which are reported as Grants to AUW in the accompanying financial statements:

	2025	2024
Legal services	\$ 2,425,785	\$ 2,623,652
Accounting	-	62,840
Total contributed nonfinancial assets	\$ 2,425,785	\$ 2,686,492

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

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10. Net Assets With Donor Restrictions

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

	2025	2024
Subject to expenditures for future programs and periods		
Asian University for Women operational support	\$ 18,018,506	\$ 8,590,756
New campus fund	2,409,219	2,309,219
Total net assets subject to expenditures for specified purpose	20,427,725	10,899,975
Endowments subject to the Organization's spending policy and appropriation		
Investment income above original gift amount	990,614	910,254
Investment in perpetuity	3,621,880	3,621,880
Total endowment net assets subject to the Organization's spending policy and appropriation	4,612,494	4,532,134
Total net assets with donor restrictions	\$ 25,040,219	\$ 15,432,109

The sources of net assets released from restrictions are as follows for the years ended June 30:

	2025	2024
IT, lab and internal operational support	\$ 125	\$ 1,156,010
Scholarships, instruction and other operational support	6,149,527	3,098,154
New campus fund	78,000	1,955,117
Fellowship operational support	289,818	-
Transport operational support	328,881	-
Total net assets released from restrictions	\$ 6,846,351	\$ 6,209,281