



FINANCIAL STATEMENTS

June 30, 2025 and 2024

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Hindu American Foundation, Inc.
Philadelphia, Pennsylvania

Opinion

We have audited the financial statements of Hindu American Foundation, Inc., which comprise the statements of financial position as of June 30, 2025 and 2024, 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 accompanying financial statements present fairly, in all material respects, the financial position of Hindu American Foundation, Inc. as of June 30, 2025 and 2024, 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 (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 Hindu American Foundation, Inc. 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 Hindu American Foundation, Inc.'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 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 Hindu American Foundation, Inc.'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 Hindu American Foundation, Inc.'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.

Wegner CPAs LLP

Wegner CPAs, LLP
Alexandria, Virginia
October 24, 2025

HINDU AMERICAN FOUNDATION, INC.
STATEMENTS OF FINANCIAL POSITION
June 30, 2025 and 2024

	2025	2024
ASSETS		
CURRENT ASSETS		
Cash	\$ 617,641	\$ 322,067
Unconditional promises to give	33,826	14,653
Prepaid expenses	46,601	45,525
Total current assets	698,068	382,245
EQUIPMENT AND FURNITURE		
Educational materials	174,973	107,148
Office equipment	582	-
Computer equipment	26,492	22,778
Furniture	33,705	33,705
Equipment and furniture	235,752	163,631
Less accumulated depreciation	(119,064)	(81,567)
Equipment and furniture, net	116,688	82,064
OTHER ASSETS		
Operating lease right-of-use asset	99,784	19,155
Investments	5,071,673	4,469,765
Beneficial interest in assets held by Hindu Heritage Endowment	79,139	71,642
Security deposit	4,939	1,900
Total assets	\$ 6,070,291	\$ 5,026,771
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 29,469	\$ 21,735
Current portion of operating lease liability	27,189	19,970
Total current liabilities	56,658	41,705
LONG-TERM LIABILITIES		
Operating lease liability less current portion	73,686	-
Total liabilities	130,344	41,705
NET ASSETS		
Without donor restrictions	5,889,947	4,985,066
With donor restrictions	50,000	-
Total net assets	5,939,947	4,985,066
Total liabilities and net assets	\$ 6,070,291	\$ 5,026,771

See accompanying notes.

HINDU AMERICAN FOUNDATION, INC.
STATEMENTS OF ACTIVITIES
Years Ended June 30, 2025 and 2024

	2025	2024
CHANGES IN NET ASSETS WITHOUT DONOR RESTRICTIONS		
SUPPORT AND REVENUE		
Contributions		
Individuals	\$ 3,426,246	\$ 3,025,723
Grants	50,000	60,000
Special event ticket revenue	69,595	64,706
In-kind contributions	24,209	28,203
Investment return, net	530,132	388,502
Change in value of beneficial interest in assets held by Hindu Heritage Endowment	7,497	5,287
Total support and revenue without donor restrictions	4,107,679	3,572,421
EXPENSES		
Program services		
Advocacy	751,074	946,875
Education	1,457,279	1,109,874
Total program services	2,208,353	2,056,749
Supporting activities		
Management and general	682,771	478,789
Fundraising	346,674	392,986
Total expenses	3,237,798	2,928,524
Net assets released from restrictions	35,000	75,000
Change in net assets without donor restrictions	904,881	718,897
CHANGES IN NET ASSETS WITH DONOR RESTRICTIONS		
Contributions	85,000	-
Satisfaction of purpose restrictions	(35,000)	(75,000)
Change in net assets with donor restrictions	50,000	(75,000)
Change in net assets	954,881	643,897
Net assets at beginning of year	4,985,066	4,341,169
Net assets at end of year	<u>\$ 5,939,947</u>	<u>\$ 4,985,066</u>

See accompanying notes.

HINDU AMERICAN FOUNDATION, INC.
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended June 30, 2025

	Program Services			Supporting Activities		
	Advocacy	Education	Total Program Services	Management and General	Fundraising	Total Expenses
Salaries and wages	\$ 424,671	\$ 991,711	\$ 1,416,382	\$ 293,570	\$ 148,280	\$ 1,858,232
Payroll taxes	38,228	86,982	125,210	24,319	11,644	161,173
Health insurance and benefits	30,442	60,218	90,660	26,079	15,415	132,154
Accounting	-	-	-	68,664	3,773	72,437
Advertising	178	17,122	17,300	1,825	1,330	20,455
Bank fees	-	-	-	115	29,455	29,570
Consultants and outside services	97	45,959	46,056	100,162	29,833	176,051
Depreciation	2,255	33,103	35,358	1,415	724	37,497
Event catering	697	17,474	18,171	209	6,332	24,712
Event rentals	-	47,980	47,980	18,418	25,434	91,832
Grant awards	32,500	5,228	37,728	-	-	37,728
Graphic design	60	6,347	6,407	-	15	6,422
Insurance	-	-	-	8,349	-	8,349
Legal	119,854	-	119,854	2,567	-	122,421
Materials and supplies	923	12,564	13,487	6,344	2,318	22,149
Meals	1,087	4,241	5,328	6,624	287	12,239
Payroll processing	-	-	-	10,577	-	10,577
Postage and shipping	-	2,209	2,209	5,962	526	8,697
Printing and copying	61	6,524	6,585	6,120	12,388	25,093
Rent	11,437	11,437	22,874	14,849	7,058	44,781
Repairs and maintenance	-	201	201	9,674	900	10,775
Subscriptions and registrations	55,897	35,425	91,322	46,111	33,920	171,353
Taxes and licenses	-	-	-	4,506	-	4,506
Telephone and internet	1,053	1,178	2,231	820	826	3,877
Travel	8,849	48,368	57,217	23,460	6,751	87,428
Website	22,785	23,008	45,793	2,032	9,465	57,290
Total expenses	\$ 751,074	\$ 1,457,279	\$ 2,208,353	\$ 682,771	\$ 346,674	\$ 3,237,798

See accompanying notes.

HINDU AMERICAN FOUNDATION, INC.
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended June 30, 2024

	Program Services			Supporting Activities		
	Advocacy	Education	Total Program Services	Management and General	Fundraising	Total Expenses
Salaries and wages	\$ 301,132	\$ 763,472	\$ 1,064,604	\$ 153,050	\$ 204,607	\$ 1,422,261
Payroll taxes	23,434	59,458	82,892	12,534	16,086	111,512
Health insurance and benefits	20,577	33,194	53,771	4,810	1,424	60,005
Accounting	-	-	-	74,587	-	74,587
Advertising	178	19,949	20,127	-	900	21,027
Bank fees	-	-	-	4,023	33,521	37,544
Consultants and outside services	9,392	44,442	53,834	125,891	36,393	216,118
Depreciation	2,101	16,422	18,523	313	559	19,395
Event catering	5,411	16,422	21,833	330	965	23,128
Event rentals	3,884	61,317	65,201	3,582	42,127	110,910
Grant awards	25,000	11,862	36,862	-	-	36,862
Graphic design	-	4,562	4,562	3,156	397	8,115
Insurance	-	19	19	6,586	-	6,605
Legal	472,086	-	472,086	838	-	472,924
Materials and supplies	965	1,929	2,894	2,523	88	5,505
Meals	2,519	3,862	6,381	5,301	426	12,108
Payroll processing	-	-	-	9,497	-	9,497
Postage and shipping	74	878	952	6,731	1,584	9,267
Printing and copying	1,654	2,049	3,703	2,732	8,786	15,221
Rent	5,853	5,853	11,706	8,952	7,046	27,704
Repairs and maintenance	254	36	290	-	-	290
Subscriptions and registrations	35,311	14,531	49,842	35,574	16,595	102,011
Taxes and licenses	-	-	-	2,627	-	2,627
Telephone and internet	1,462	1,500	2,962	1,402	1,388	5,752
Travel	15,975	27,511	43,486	12,259	3,076	58,821
Website	19,613	20,606	40,219	1,491	17,018	58,728
Total expenses	\$ 946,875	\$ 1,109,874	\$ 2,056,749	\$ 478,789	\$ 392,986	\$ 2,928,524

See accompanying notes.

HINDU AMERICAN FOUNDATION, INC.
STATEMENTS OF CASH FLOWS
Years Ended June 30, 2025 and 2024

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 954,881	\$ 643,897
Adjustments to reconcile change in net assets to net cash flows from operating activities		
Amortization of operating lease right-of-use asset	39,531	22,383
Depreciation	37,497	19,395
Net realized and unrealized gain on investments	(429,575)	(280,459)
Change in value of beneficial interest in assets held by Hindu Heritage Endowment	(7,857)	(8,048)
(Increase) decrease in assets		
Unconditional promises to give	(19,173)	24,184
Prepaid expenses	(1,076)	3,608
Increase (decrease) in liabilities		
Accounts payable	7,734	(22,973)
Operating lease liability	(39,255)	(22,488)
Net cash flows from operating activities	542,707	379,499
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of equipment and furniture	(72,121)	(49,530)
Purchases of and interest and dividends retained in investments	(2,175,443)	(2,110,372)
Proceeds from sales of investments	2,000,071	1,819,064
Distributions from beneficial interest in assets held by Hindu Heritage Endowment	360	2,761
Net cash flows from investing activities	(247,133)	(338,077)
Net change in cash	295,574	41,422
Cash at beginning of year	322,067	280,645
Cash at end of year	<u>\$ 617,641</u>	<u>\$ 322,067</u>

See accompanying notes.

HINDU AMERICAN FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2025 and 2024

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Hindu American Foundation, Inc. (HAF), is a non-profit advocacy organization for the Hindu American community. Founded in 2003, HAF's work impacts a range of issues — from the portrayal of Hinduism in K-12 textbooks to civil and human rights to addressing contemporary problems, such as environmental protection and inter-religious conflict, by applying Hindu philosophy. HAF educates the public about Hinduism, speaks out about issues affecting Hindus worldwide, and builds bridges with institutions and individuals whose work aligns with HAF's objectives. HAF's two focus areas are advocacy and education. Through all of its advocacy efforts, HAF promotes dignity, mutual respect, and pluralism in order to ensure the well-being of Hindus and for all people and the planet to thrive. HAF is non-partisan organization who's support comes primarily from individual contributions.

Promises to Give

Unconditional promises to give are recognized as revenues in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional.

Equipment and Furniture

Purchased equipment and furniture are carried at cost. Donated equipment and furniture are carried at fair value on the date of donation. Depreciation is computed using the straight-line method.

Investments

HAF reports investments in equity securities with readily determinable fair values and all investments in debt securities at their fair values in the statements of financial position. Unrealized gains and losses are included in the change in net assets in the accompanying statements of activities.

Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such change could materially affect the amounts reported in the statements of financial position.

HINDU AMERICAN FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2025 and 2024

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Beneficial Interest in Assets Held by Hindu Heritage Endowment

HAF's beneficial interest in assets held by the Hindu Heritage Endowment represents an agreement between HAF and the Endowment in which HAF transfers assets to the Endowment in exchange for future distributions. The beneficial interest is not actively traded and significant other observable inputs are not available. The fair value of the beneficial interest is based on the fair value of the underlying assets as reported to HAF by the Endowment. Little information about those assets is released publicly. The estimated fair value does not necessarily represent the amounts that may be ultimately realized due to the occurrence of future circumstances that cannot be reasonably determined.

Contributions

Contributions received are recorded as increases in net assets without donor restrictions and net assets with donor restrictions depending on the existence of any donor restrictions. 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.

Leases

HAF does not recognize short-term leases in the statements of financial position. For these leases, HAF recognizes the lease payments in the change in net assets on a straight-line basis over the lease term and variable lease payments in the period in which the obligation for those payments is incurred. HAF also does not separate nonlease components from lease components for all classes of underlying assets and instead accounts for each separate lease component and the nonlease components associated with that lease component as a single lease component. If the rate implicit in the lease is not readily determinable, HAF uses a risk-free rate as the discount rate for the lease for all classes of underlying assets.

Advertising

Advertising costs are expenses as incurred.

Expense Allocation

The financial statements report certain categories of expenses that are attributable to more than one program service or supporting activity. The expenses that are allocated include salaries and wages, payroll taxes, health insurance and benefits, consultants and outside services, depreciation, event catering, event rentals, graphic design, materials and supplies, meals, postage and shipping, printing and copying, subscriptions and registrations, and travel, which are allocated on the basis of estimates of time and effort.

HINDU AMERICAN FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2025 and 2024

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Income Tax Status

HAF is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code.

Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates.

Date of Management's Review

Management has evaluated subsequent events through October 24, 2025, the date which the financial statements were available to be issued.

NOTE 2—CONCENTRATION OF CREDIT RISK

Cash Balances

HAF maintains its cash balances in one financial institution located in Wilmington, DE. The balances are insured by the Federal Deposit Insurance Corporation up to \$250,000. As of June 30, 2025 and 2024, HAF's uninsured cash balances are approximately \$367,000 and \$72,000, respectively.

NOTE 3—INVESTMENTS

	<u>2025</u>	<u>2024</u>
Cash equivalents held by investment managers	\$ 154,108	\$ 227,360
Common and preferred stock	3,078,244	2,010,446
Mutual funds	646,824	1,457,001
Exchange-traded funds	55,395	-
Corporate fixed income	<u>1,137,102</u>	<u>774,958</u>
Investments	<u>\$ 5,071,673</u>	<u>\$ 4,469,765</u>

Fair values of common and preferred stocks, mutual funds, and exchange-traded funds are determined by reference to quoted market prices and other relevant information generated by market transactions, which are Level 1 fair value measurements. Fair values for corporate fixed income securities have been provided by HAF's investment managers and custodian banks who use a variety of pricing sources and technologies to determine market valuations, including indexes for each sector of the market, which are Level 2 fair value measurements.

HINDU AMERICAN FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2025 and 2024

NOTE 4—CONDITIONAL PROMISE TO GIVE

HAF has a contribution that is conditioned on certain benchmarks being met. At June 30, 2025, this conditional promise totaled \$50,000. The amount will be recognized as revenue when the specific condition is met.

NOTE 5—NET ASSETS

HAF's board of directors has designated \$1,200,000 of net assets without donor restrictions for liquidity reserve purposes as of June 30, 2025 and 2024. At June 30, 2025, net assets with donor restrictions are restricted for promoting dharma awareness over a 24-month period. At June 30, 2024, there are no net assets with donor restrictions.

NOTE 6—LEASES

HAF previously leased office space in Washington, D.C., up to April 30, 2025. HAF entered into a new office space lease on October 2025 for a location in Philadelphia, PA., under an operating lease that expires November 30, 2028. HAF does not expect to exercise any options to renew the lease, and thus, no option periods are included in the right-of-use asset and lease liability. For the years ended June 30, 2025 and 2024, lease cost is as follows:

	2025	2024
Operating lease cost	\$ 42,734	\$ 23,303
Variable lease cost	2,047	4,401
Total lease cost	<u>\$ 44,781</u>	<u>\$ 27,704</u>

Future minimum lease payments under the lease are as follows:

Year ending June 30:	
2026	\$ 30,298
2027	31,207
2028	32,143
2029	<u>13,653</u>
Total minimum lease payments	107,301
Imputed interest	<u>(6,426)</u>
Total lease liability	<u>\$ 100,875</u>

HINDU AMERICAN FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2025 and 2024

NOTE 6—LEASES (continued)

Other information related to operating lease is as follows:

	2025	2024
Cash payments classified as part of operating cash flows for amounts included in the measurement of lease liabilities	\$ 42,457	\$ 23,408
Right-of-use assets obtained in exchange for new lease liabilities	\$ 120,160	\$ -
Weighted-average remaining lease term	3.42 years	0.83 years
Weighted-average discount rate	3.51%	2.85%

NOTE 7—PAYCHECK PROTECTION PROGRAM LOAN

HAF received loans totaling \$378,064 under the Paycheck Protection Program (PPP) established by the Coronavirus Aid, Relief, and Economic Security (CARES) Act and administered by the U.S. Small Business Administration (SBA). The loans accrue interest at 1% but payments are deferred for borrowers who apply for forgiveness until SBA remits the borrower's forgiveness amount to the lender. During the year ended June 30, 2021, HAF received preliminary forgiveness on its first draw PPP loan of \$189,032. During the year ended June 30, 2022, HAF received preliminary forgiveness on its second draw PPP loan of \$189,032. The amount of forgiveness depends, in part, on the total amount of eligible expenses paid by HAF during the covered period. Eligible expenses may include payroll costs, interest on mortgages, rent, and utilities. Any unforgiven portion is payable over two years. HAF must retain PPP documentation in its files for six years after the date the loan is forgiven or repaid in full and permit authorized representatives of SBA to access such files upon request. SBA may review any loan at any time at its discretion. Therefore, SBA may review HAF's good-faith certification concerning the necessity of its loan request, whether HAF calculated the loan amount correctly, whether HAF used loan proceeds for the allowable uses specified in the CARES Act, and whether HAF is entitled to loan forgiveness in the amount claimed on its application. If SBA determines HAF was ineligible for the loan or for forgiveness in whole or in part, SBA will seek repayment of the outstanding loan balance.

NOTE 8—LIQUIDITY AND AVAILABILITY

The following table reflects HAF's financial assets as of the date of the statements of financial position reduced by amounts not available for general expenditures within one year of the date of the statements of financial position because of donor-imposed restrictions or internal board designations.

HINDU AMERICAN FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2025 and 2024

NOTE 8—LIQUIDITY AND AVAILABILITY (continued)

	2025	2024
Financial assets at end of year		
Cash	\$ 617,641	\$ 322,067
Unconditional promises to give	33,826	14,653
Investments	5,071,673	4,469,765
Beneficial interest in assets held by Hindu Heritage Endowment	<u>79,139</u>	<u>71,642</u>
Total financial assets at end of year	5,802,279	4,878,127
Less amounts unavailable for general expenditures within one year:		
Beneficial interest in assets held by Hindu Heritage Endowment	(79,139)	(71,642)
Restricted by donors purpose restrictions	(50,000)	-
Investments held for long-term purposes	<u>(1,200,000)</u>	<u>(1,200,000)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 4,473,140</u>	<u>\$ 3,606,485</u>

As part of HAF'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. Amounts not available for general expenditures at June 30, 2025 and 2024 include \$1,200,000 set aside by the board of directors for liquidity reserve purposes. However, the board-designated amounts could be made available if necessary.

NOTE 9—IN-KIND CONTRIBUTIONS

In-kind contributions recognized within the statements of activities for the years ended June 30, 2025 and 2024, consist of supplies and miscellaneous costs associated with various galas and events HAF hosts each year. Unless otherwise noted, in-kind contributions did not have donor-imposed restrictions.

The supplies and miscellaneous costs for the events were used for fundraising. In valuing the various supplies and costs, HAF estimated the fair value on the basis of estimates of wholesale values that would be received for similar products in the East Coast of the United States.