

**InReach,**  
**(NON-PROFIT CORPORATION)**

**INDEPENDENT ACCOUNTANT'S REVIEW REPORT**  
**ON UNAUDITED FINANCIAL STATEMENTS**

for the year ended December 31, 2022

## INREACH, CORPORATION

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## INDEPENDENT ACCOUNTANT'S REVIEW REPORT

June 06, 2023

To the Board of Directors  
InReach, Corporation  
228 Park Ave S Suite # 90945 New York, NY

We have reviewed the accompanying accrual basis financial position of InReach, Corporation. ("the Corporation") as of December 31, 2022, and the related statements of activities and statement of cash flows for the year then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of company management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accrual basis of accounting and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services (SSARS) issued by the American Institute of Certified Public Accountants (AICPA). Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. We believe that the results of our procedures provide a reasonable basis for our report.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

### Emphasis of Matter

The accompanying financial statements have been prepared assuming that the Corporation will continue as a going concern. As discussed in Note 1 to the financial statements, the Corporation's operating losses raise substantial doubt about its ability to

continue as a going concern. The financial statements do not include any adjustments that might result from the outcome of this uncertainty.

**Sincerely,**

A handwritten signature in black ink, appearing to read "G Dimov".

**George Dimov, CPA  
New York, NY  
June 06, 2023**

**INREACH, CORPORATION**  
**STATEMENT OF ASSETS, LIABILITIES, AND NET ASSETS**  
**AS OF DECEMBER 31, 2022**

**December**  
**31, 2022**

**ASSETS**

**Current assets**

Cash and cash equivalents	221,260
Accounts receivables	106,989
Other current assets	2,216

**Total Current Assets** **330,466**

**TOTAL ASSETS** **330,466**

**LIABILITIES AND NET ASSETS**

**Current liabilities**

Accounts payables	1,750
Other current liabilities	22,044

**Total current liabilities** **23,794**

**Long-Term Liabilities**

Long-Term Liabilities	43,005
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**Total Long-Term Liabilities** **43,005**

**TOTAL LIABILITIES** **66,798**

**NET ASSETS**

Unrestricted Net assets	243,668
Temporarily Restricted Net Assets	20,000

**TOTAL LIABILITIES AND NET ASSETS** **330,466**

The accompanying notes are an integral part of these financial statements.  
The independent accountant's review report is on page 3.

**INREACH, CORPORATION**  
**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

	Year ended December 31, 2022
<b>Revenue</b>	<b>Without donor restrictions</b>
<b>Contributed Income</b>	
Administrative	-
Development	350,559
Programming	23,262
<b>Total Contributed Income</b>	<b>373,821</b>
<b>Earned Revenue</b>	
Programming	500
<b>Total Earned Revenue</b>	<b>500</b>
<b>Event Revenue</b>	
Development	4,050
<b>Total Event Revenue</b>	<b>4,050</b>
<b>Total revenues</b>	<b><u>378,371</u></b>
<b>Expenses</b>	
Administrative	(129,654)
Development	(84,829)
Programming	(217,577)
<b>Total expenses</b>	<b><u>(432,060)</u></b>
<b>Net Loss Administrative</b>	<b><u>(129,654)</u></b>
<b>Net Income Development</b>	<b><u>269,780</u></b>
<b>Net Loss Programming</b>	<b><u>(193,815)</u></b>
<b>Change in Net Assets</b>	<b><u>(53,689)</u></b>
<b>NET ASSETS, BEGINNING OF THE YEAR</b>	<b><u>317,357</u></b>
<b>NET ASSETS, END OF THE YEAR</b>	<b><u>263,668</u></b>

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**INREACH, CORPORATION**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

Year ended  
December 31,  
2022  
Without donor  
restrictions

**Administrative expenses**

General & Administrative Expenses	(15,944)
Salaries and Employee Benefits	(62,939)
Marketing	(15,991)
Professional Service Fees	(20,505)
Product staff	(13,472)
Technology	(134)
Fundraising expenses	(670)

**Total Administrative expenses** **(129,654)**

**Development expenses**

General & Administrative Expenses	(3,581)
Salaries and Employee Benefits	(79,067)
Marketing	(1,270)
Product staff	(48)
Technology	(639)
Fundraising expenses	(224)

**Total development expenses** **(84,829)**

**Programming expenses**

General & Administrative Expenses	(4,434)
Salaries and Employee Benefits	(81,770)
Professional Service Fees	(12,805)
Fundraising expenses	(136)
Product staff	(115,995)
Technology	(2,336)
Other	(100)

**Total programming expenses** **(217,577)**

**Total expenses for the year** **(432,060)**

The accompanying notes are an integral part of these financial statements.  
The independent accountant's review report is on page 3

**INREACH, CORPORATION**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

**OPERATING ACTIVITIES**

Net Income	(53,689)
Accounts Receivable	(94,548)
Prepaid expenses	3,641
Accounts Payable	(12)
Accrued Expenses	1,468
Accrued Interest Payable	(2)
Accrued Payroll	3,108
Accrued Vacation	10,186
Current Portion of Long-Term Debt	29,62
<b>Net cash provided by operating activities</b>	<b>(129,820)</b>

**FINANCING ACTIVITIES**

SBA Loan	(1,093)
Temporarily Restricted Net Assets	(5,066)
Without donor restrictions Net Assets	5,066
<b>Net cash provided by financing activities</b>	<b>(1,093)</b>

**NET CASH INCREASE FOR PERIOD** (130,913)

**Cash at beginning of period** 352,173

**CASH AT END OF PERIOD** 221,260

The accompanying notes are an integral part of these financial statements.  
The independent accountant's review report is on page 3

## **INREACH, CORPORATION**

### **NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2022**

#### **NOTE 1: NATURE OF OPERATIONS**

The InReach, Corporation (the "Corporation") is a trans-led 501(c)(3) nonprofit organization increasing access to verified, safe resources for the diverse LGBTQ+ community.

InReach provides the world's first tech platform matching LGBTQ+ people facing discrimination and persecution with safe, independently verified resources. The Corporation was founded in 2014 and was legally incorporated as a nonprofit corporation in 2016. It was founded under the name AsylumConnect, Corporation. In the year 2022 the Corporation changed its name to InReach, Corporation.

#### **Management's Plans and Going concern**

The accompanying consolidated financial statements have been prepared assuming the Corporation will continue as a going concern. The Corporation is newly formed and has not generated revenue from operations. The Corporation will require additional capital until revenue from operations are sufficient to cover operational costs. These matters raise substantial doubt about the Corporation's ability to continue as a going concern.

During the next 12 months, the Corporation intends to fund operations through member advances and debt and/or equity financing. There are no assurances that management will be able to raise capital on terms acceptable to the Corporation. If it is unable to obtain sufficient amounts of additional capital, it may be required to reduce the scope of its planned development and operations, which could harm its business, financial condition and operating results. The accompanying financial statements do not include any adjustments that might result from these uncertainties.

#### **NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

##### **Statement of Compliance**

The accompanying financial statements are prepared in accordance with accounting principles generally accepted in the United States of America. These financial statements are presented in US Dollars, unless otherwise indicated. These financial statements have been prepared under the historical cost convention, except for the evaluation of certain financial instruments carried at fair value.

## **Basis of Presentation**

Financial Statement presentation follows the presentation requirements of (FASB) Accounting Standards Codification (ASC) 958-205. Under FASB ASC 958-205 the Corporation is required to report information regarding its combined financial position and activities according to two classes of net assets; without donor restrictions and with donor restrictions.

## **Net Assets without Donor Restrictions and Net Assets with Donor Restrictions**

**Net Assets without Donor Restrictions** The part of net assets of a not-for-profit Corporation that is not subject to donor-imposed restrictions.

**Net Assets with Donor Restrictions** The part of net assets of a not-for-profit Corporation that is subject to donor-imposed restrictions.

## **Use of estimates and assumptions**

The preparation of financial statements in conformity with generally accepted accounting principles 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 reporting period. Actual results could differ from those estimates. To the extent that there are material differences between these estimates and actual results, the Corporation's financial condition or operating results will be materially affected. The Corporation bases its estimates on past experience and other assumption that the Corporation believes are reasonable under the circumstances and the Corporation evaluates those estimates on an ongoing basis.

## **Fair value measurements**

FASB ASC 820, "Fair Value Measurements" defines fair value for certain financial and nonfinancial assets and liabilities that are recorded at fair value, establishes a framework for measuring fair value and expands disclosures about fair value measurements. It requires that an entity measure its financial instruments to base fair value on exit price, maximize the use of observable units and minimize the use of unobservable inputs to determine the exit price. It establishes a hierarchy which prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy increases the consistency and comparability of fair value measurements and related disclosures by maximizing the use of observable inputs and minimizing the use of unobservable inputs by requiring that observable inputs be used when available. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the assets or liabilities based on market data obtained from sources independent of the Corporation. Unobservable inputs are inputs that reflect the Corporation's own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available in the

circumstances. The hierarchy prioritizes the inputs into three broad levels based on the reliability of the inputs as follows:

Level 1 – Inputs are quoted prices in active markets for identical assets or liabilities that the Corporation has the ability to access at the measurement date. Valuation of these instruments does not require a high degree of judgment as the valuations are based on quoted prices in active markets that are readily and regularly available.

Level 2 – Inputs other than quoted prices in active markets that are either directly or indirectly observable as of the measurement date, such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.

Level 3 – Valuations based on inputs that are unobservable and not corroborated by market data. The fair value for such assets and liabilities is generally determined using pricing models, discounted cash flow methodologies, or similar techniques that incorporate the assumptions a market participant would use in pricing the asset or liability.

The carrying values of certain assets and liabilities of the Corporation approximate fair value due to their either relatively short maturities and/or consistency with current market rates.

### **Cash and Cash Equivalents**

The Corporation considers all cash and highly liquid financial instruments with original maturities of three months or less to be cash and cash equivalents.

### **Property and Equipment**

Property and equipment are stated at cost less depreciation expenses. Maintenance and repair costs are charged to operations as incurred. Renewals and betterments are charged to the appropriate asset account.

### **Contributed Assets**

Assets with fair market values in excess of \$5,000 (per unit) that are contributed to the Corporation shall be capitalized as fixed assets on the financial statements. Contributed items with market values below this threshold shall be expensed in the year contributed.

Capitalized contributed assets are accounted for at their market value at the time of donation and all such assets, except land and certain works of art and historical

treasures.

### **In-kind Services and Materials, Inventory**

In kind professional services are recorded at the respective fair values of the services received. Donated materials and inventory are recorded at fair value at the date of donation.

### **Functional Allocation of Expenses**

The costs of management and general, program services and expenses are presented on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the program and supporting services benefited.

### **Leases**

According to the recently adopted Accounting Standards Updated (“ASU”) No. 2016- 02, Leases (Topic 842) (“ASU 2016-02” or “ASC 842”), the Corporation determines whether the arrangement is or contains a lease based on the unique facts and circumstances present in the arrangement. Leases with a term greater than one year are recognized on the balance sheet as right-of-use assets and current and non-current lease liabilities, as applicable. As of December 31, 2022 the Corporation had no long-term leases.

### **Concentration and Credit Risks**

Cash and cash equivalents are maintained at financial institutions and, at times, balances may exceed federally insured limits. The Corporation has never experienced any losses related to these balances.

The biggest contributions are made by the Upwork Foundation 27% (\$100,000) of the total contributions received by the Corporation during the year ended December 31, 2022.

All contributions and grants were without donor restrictions during the year ended December 31, 2022.

Temporarily restricted contributions were \$20,000 as of December 31, 2022 and weren't released into operations.

### **Taxes and Tax-Exempt Status**

The Corporation is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. The Corporation qualifies for the charitable contribution deduction under Section 170(b)(1)(A)(vi). However, income from activities not directly related to tax-exempt purpose is subject to taxation as unrelated business income.

The Corporation believes that it has conducted its operations in accordance with, and has properly maintained, its tax-exempt status, and that it has taken no material uncertain tax positions that qualify for recognition or disclosure in the financial statements.

**NOTE 3 – CASH AND CASH EQUIVALENTS**

Cash and cash equivalents balance as of December 31, 2022 were \$221,260.

**NOTE 4: COMMITMENTS AND CONTINGENCIES**

The Corporation is not currently involved with and does not know of any pending or threatening litigation against the Corporation.

**NOTE 5: RELATED PARTY TRANSACTIONS**

There were no any related party transactions during the year ended December 31, 2022.

**NOTE 6: EVALUATION OF SUBSEQUENT EVENTS**

Management has evaluated subsequent events through June 06, 2023, the date on which the financial statements were available to be issued. All subsequent events requiring recognition as of December 31, 2022 have been incorporated into these financial statements and there are no subsequent events that require disclosure.

**NOTE 7: APPROVAL OF FINANCIAL STATEMENTS**

Financial statements have been approved by management of the Corporation and authorized for issue on June 06, 2023.