

**Hunters CMT4B3 Research
Foundation, Inc.**

**Reviewed Financial Statements
For the Year Ended December 31, 2021**

TABLE OF CONTENTS

	Page
Independent Accountants Review Report	1
Financial Statements:	
Statements of Financial Position	2
Statements of Activities and Change in Net Assets.....	3
Statements of Functional Expenses.....	4
Statement of Cash Flow.....	5
Notes to Financial Statements	6-10



TOBIN & COMPANY
CERTIFIED PUBLIC ACCOUNTANTS, PC

Independent Accountant's Review Report

To the Board of Directors of
Hunters CMT4B3 Research Foundation, Inc.
Scarsdale, NY 10583

We have reviewed the accompanying financial statements of Hunters CMT4B3 Research Foundation, Inc (a nonprofit organization) , which comprise the statement of financial position as of December 31, 2021, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of entity 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's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of Hunters CMT4B3 Research Foundation, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

Accountant's Conclusion

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 accordance with accounting principles generally accepted in the United States of America.

Tobin & Company
Certified Public Accountants, PC

Purchase, New York
July 15, 2022

Hunters CMT4B3 Research Foundation, Inc.

Statements of Financial Position

<i>As of December 31,</i>		2021
ASSETS		
Cash and Equivalents	\$	611,685
Investments		38,830
Total Assets	\$	650,515
LIABILITIES AND NET ASSETS		
Liabilities		
Accounts Payable	\$	8,881
Total Liabilities		8,881
Net Assets		
Without Restrictions		631,634
With Restrictions		10,000
Total Net Assets		641,634
Total Liabilities and Net Assets	\$	650,515

See Accountant's Review Report

Hunters CMT4B3 Research Foundation, Inc.

Statements of Activities and Change in Net Assets

<i>For the year ended December 31,</i>	Without Restrictions	With Restrictions	2021 Total
Support and Revenue			
Contributions	\$ 610,436	\$ -	\$ 610,436
Grants	-	10,000	10,000
Return on investment	10,658	-	10,658
Total Support and Revenue	621,095	10,000	631,095
Expenses			
Program Services	88,628	-	88,628
General and Administrative	10,375	-	10,375
Fundraising	1,576	-	1,576
Total Expenses	100,579	-	100,579
Change in Net Assets	520,515	10,000	530,515
Net Assets at Beginning of Year	111,119	-	111,119
Net Assets at End of Year	\$ 631,634	\$ 10,000	\$ 641,634

See Accountant's Review Report

Hunters CMT4B3 Research Foundation, Inc.

Statements of Functional Expenses

<i>For the years ended June 30,</i>	Program Services	General and Administrative	Fundraising	2021 Total Expenses
Grants	\$ 70,518	\$ -	\$ -	\$ 70,518
Legal and Professional Fees	11,017	6,580	1,175	18,772
Credit card processing fees	3,964	991	-	4,955
Office expenses	2,002	1,602	401	4,005
Insurance	-	1,085	-	1,085
Advertising	469	117	-	586
Postage and shipping	534	-	-	534
Licenses	125	-	-	125
Total Expenses	\$ 88,628	\$ 10,375	\$ 1,576	\$ 100,579

See Accountant's Review Report

Hunters CMT4B3 Research Foundation, Inc.

Statement of Cash Flow

<i>For the years ended December 31,</i>	2021
Cash Flow from Operating Activities:	
Changes in Net Assets	\$ 530,515
Adjustments to reconcile changes in net assets to cash provided by operating activities:	
Unrealized Gain on investment	(10,656)
Changes in Operating Assets & Liabilities:	
Increase in Accounts Payable	8,881
Investments Received	(28,172)
Net Increase in Cash and Equivalents	500,567
Cash and equivalents, beginning of the year	111,119
Cash and Equivalents, End of the Year	\$ 611,685

See Accountant's Review Report

Note 1 – Organization

Hunters CMT4B3 Research Foundation, Inc. (the “Foundation”) has been organized to fund scientific research leading to the discovery, development and clinical application for therapeutic treatments and cures for Charcot-Marie-Tooth disease Type 4B3 (CMT 4B3), and to improve the quality of life of people with CTM4B3. CTM4B3 is a rare progressing neuromuscular disorder. The Foundation’s support comes primarily from individual donor contributions. The Foundation, with assistance from its Scientific Advisory Board, awards research fellowships and grants for research on Charcot-Marie-Tooth Disease Type 4B3.

Note 2 - Summary of Significant Accounting Policies

Basis of Presentation

The Foundation prepares its financial statements on the accrual basis in accordance with accounting principles generally accepted in the United States of America. The financial statements are presented in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958 dated August 2016. (ASC) 958-205 was effective January 1, 2018. Under the provisions of the Guide, net assets and revenues, and gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified 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 Foundation. The Foundation’s board may designate assets without restrictions for specific operational purposes from time to time.

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 Non-Profit Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Tax Status

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

The Foundation recognizes the effect of tax positions only when they are more likely than not to be sustained. Management has determined that the Foundation had no uncertain tax positions that would require financial statement recognition or disclosure. The Foundation is no longer subject to examinations by the applicable taxing jurisdictions prior to December 31, 2018.

Note 2 - Summary of Significant Accounting Policies (continued)

Cash and Cash Equivalents

For financial reporting purposes, the Foundation considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents, except for those cash equivalents held as part of the Foundation's investment portfolio.

Investments

The Foundation has adopted SFAS No.124, *Accounting for Certain Investments Held by Not-for-Profit Organizations*. Under SFAS No. 124, investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets. Investment income and gains restricted by a donor are reported as increases in unrestricted net assets if the restrictions are met (either by passage of time or by use) in the reporting period in which the income and gains are recognized.

Concentration of Credit Risk

Financial instruments, that potentially subject the Foundation to concentrations of credit risk, consist of cash deposits with financial institutions and investment securities. At times, cash deposits potentially subject the Foundation to concentrations of risk if its cash balances in banks are in excess of the US Federal Deposit Insurance Corporation (FDIC) insured limits. The Foundation has not experienced any losses in such accounts and management does not believe the Foundation is exposed to any significant credit risk related to cash.

Expense Allocation

Directly identifiable expenses are charged to programs and supporting services. Expenses related to more than one function are charged to programs and supporting services on the prorated basis determined by Management. Administrative and general expenses include expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Foundation.

Revenue

Unconditional contributions are recognized when pledged and 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. Conditional promises to give are recognized when the conditions on which they depend are substantially met. Gifts of cash and other assets are reported with donor restricted support if they are received with donor stipulations that limit the use of the donated assets.

When a restriction expires, that is, when a stipulated time restriction ends or a purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as net assets without donor restriction support. Donations of property and equipment are recorded as support at their estimated fair value at the date of donation.

Note 2 - Summary of Significant Accounting Policies (continued)

Advertising

The Foundation uses advertising to promote its programs among the public it serves. Advertising costs are expensed as incurred. During the year ended December 31, 2021, advertising costs totaled \$586.

Grant Expense

Grant expense is recognized in the period the grant is awarded and the grantee has returned the memorandum of understanding, provided the grant is not subject to future conditions. A grant is conditional if the agreement includes a barrier that must be overcome for the recipient to be entitled to the assets. Conditional grants are recognized as grant expenses as grant payable in the period in which the grantees meet the terms of the barrier. Conditional grants at December 31, 2021, totaled \$242,415. The Foundation expects such amounts to be recognized as grants when the expense recognition criteria is met in future periods. Grants paid, for which conditions had been met, during 2021 totaled \$70,518.

Recent Pronouncements

In February 2016, the Financial Accounting and Standards Board (FASB) issued ASU 2016-02, Leases (842). The new guidance requires all leases with lease terms over 12 months to be capitalized as a right-of-use asset and a lease liability on the statement of financial position at the date of lease commencement. The pattern of expense recognition in the statement of activities will depend on the lease's classification. For not-for-profit operations, the standard takes effect for years beginning after December 31, 2021. The Foundation does not currently have any leases.

In September 2020, the Financial Accounting Standards Board issued ASU 2020-07, Not-for-Profit Entities (Topic 958): Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets, to clarify the presentation and disclosure of contributed nonfinancial assets, including land, buildings, and other items. The ASU does not change existing recognition and measurement requirements for contributed nonfinancial assets. The ASU is effective for annual reporting periods beginning after June 15, 2021, with early adoption permitted. The Foundation is currently evaluating the impact that this standard may have on its financial statements

Note 3 – Liquidity

The Foundation regularly monitors liquidity required to meet its general operating needs while also striving to maintain sufficient reserves to meet operating needs during periods of uncertainty and to assure longer term commitments will continue to be met. The Foundation's strategy is to operate within a balanced budget that anticipates collecting sufficient revenue to cover general expenditures. Revenues available to meet general expenditures include all revenues, gains, and other support generated from ongoing operations, unless certain restrictions exist.

The following reflects the Foundation's financial assets as of December 31, 2021, reduced by amounts not available for general use within one year of the statement of financial position date because of donor-imposed restrictions:

Hunters CMT4B3 Research Foundation, Inc.

Notes to Financial Statements

Note 3 – Liquidity (continued)

	2021
Cash - operating account	\$ 611,684
Investments	38,830
Net financial assets available within one year	650,515
Less: Amounts not available for general expenditures	
Restrictions by donor with purpose restrictions	(10,000)
Financial assets available to meet general expenditures within one year	\$ 640,515

Note 4 – Contributed Services

A substantial amount of management, administrative, fundraising and program related services are performed voluntarily by the Board of Directors and other individual volunteers. The value of those services has not been recorded in these statements since it is not susceptible to objective measurement or valuation.

Note 5 – Assets with Restrictions

At December 31, 2021, the Foundation had \$10,000 in net assets with donor restrictions. This donation was earmarked for research at Nemours, Alfred I DuPont Children's Hospital, Wilmington, DEI for their research study.

Note 6– Fair Value Measurements

The Foundation applies generally accepted accounting principles for fair value measurements of financial assets that are recognized or disclosed at fair value in the financial statements on a recurring basis. Generally accepted accounting principles establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements).

The three levels of the fair value hierarchy are as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Foundation has the ability to access at the measurement date.
- Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly, or indirectly.
- Level 3 inputs are unobservable inputs for the asset or liability.

The following table sets forth by level, within the fair value hierarchy, the Foundation's cash and investment assets measured at fair value as of December 31, 2021:

2021	Level 1	Level 2	Level 3	Total
Equities	\$ 38,830	\$ -	\$ -	\$ 38,830

Note 7 – Contingencies

The Foundation's future operations and financial performance may be affected by the recent COVID-19 pandemic which has adversely affected economic conditions throughout the world. The Organization may experience a disruption in operations, decline in support revenue, as well as a decline in fair value of its assets as a result of this pandemic. At the date of this report, Management has not quantified the future effects of this pandemic but will monitor the matter closely. Depending on the duration of this pandemic, the outlook of the Organization's financial conditions and results of operations cannot be determined.

Note 8 – Related Party Transactions

During the year ended December 31, 2021, the Foundation received approximately \$61,165 in Donations from the Executive Directors and individuals directly related to the Executive Directors.

Note 9 – Subsequent Events

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through the date that the financial statements were available to be issued, which date is July 15, 2022.