

MUKTI MISSION, INC.
(A Not-for-Profit Corporation)

**Financial Statements
and Independent Auditor's Report**

December 31, 2018 and 2017

CAMPBELL, RAPPOLD & YURASITS LLP
Certified Public Accountants
1033 South Cedar Crest Boulevard Allentown, PA 18103

MUKTI MISSION, INC
(A Not-for-Profit Corporation)
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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Mukti Mission, Inc.

We have audited the accompanying financial statements of Mukti Mission, Inc. (a Not-for-Profit Corporation), which comprise the statement of financial position as of December 31, 2018, 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.

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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Mukti Mission, Inc. as of December 31, 2018, 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.

Prior Period Financial Statements

The financial statements of Mukti Mission, Inc. as of December 31, 2017, were audited by other auditors whose report dated October 12, 2018, expressed an unmodified opinion on those statements.

Report on Summarized Comparative Information

The Mukti Mission, Inc. financial statements previously audited by other auditors and report dated October 12, 2018 expressed an unmodified opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2017 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Cory Bell, Rappold & Yucasita LLP

May 4, 2019

MUKTI MISSION, INC.
(A Not-for-Profit Corporation)
STATEMENTS OF FINANCIAL POSITION
December 31, 2018 and 2017

	2018	2017
ASSETS		
Cash and Cash Equivalents	\$ 596,915	\$ 117,360
Certificates of Deposit (Note 4)	70,000	213,804
Investments (Note 4 and 5)	774,742	1,405,313
Total Assets	\$ 1,441,657	\$ 1,736,477
LIABILITIES AND NET ASSETS		
Liabilities:		
Accounts Payable and Accrued Expenses	\$ 6,591	\$ 10,406
Liability for Charitable Gift Annuities	29,179	36,944
Total Liabilities	35,770	47,350
Net Assets:		
Without Donor Restrictions	640,875	851,712
With Donor Restrictions	765,012	837,415
Total Net Assets	1,405,887	1,689,127
Total Liabilities and Net Assets	\$ 1,441,657	\$ 1,736,477

See independent auditor's report and notes to the financial statements.

MUKTI MISSION, INC.
(A Not-for-Profit Corporation)
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
For the Year Ended December 31, 2018
With Comparative Totals for the Year Ended December 31, 2017

	2018			2017 Total
	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total	
<i>Support and Revenue:</i>				
Contributions	\$ 324,744	\$ 20,941	\$ 345,685	\$ 1,197,291
Investment Income (Loss)	(35,596)	-	(35,596)	140,311
Change in Value of Annuities	2,946	-	2,946	(36,944)
Net Assets Released from Restrictions	93,344	(93,344)	-	-
Total Support and Revenue	385,438	(72,403)	313,035	1,300,658
<i>Expenses:</i>				
Program Services	350,512	-	350,512	377,989
Management and General	186,897	-	186,897	93,009
Fundraising	58,866	-	58,866	28,519
Total Expenses	596,275	-	596,275	499,517
Increase (Decrease) in Net Assets	(210,837)	(72,403)	(283,240)	801,141
Net Assets at Beginning of Year	851,712	837,415	1,689,127	887,986
Net Assets at End of Year	\$ 640,875	\$ 765,012	\$ 1,405,887	\$ 1,689,127

See independent auditor's report and notes to the financial statements

MUKTI MISSION, INC.
(A Not-for-Profit Corporation)
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended December 31, 2018

With Summarized Totals for the Year Ended December 31, 2017

	2018			2017 Total	
	Program Services	Management and General	Fundraising		Total
Salaries and Wages	\$ -	\$ 101,076	\$ 16,238	\$ 117,314	\$ 110,519
Payroll Taxes	-	8,297	1,301	9,598	9,208
Employee Benefits	-	10,523	2,841	13,364	9,409
Total Salaries and Benefits	-	119,896	20,380	140,276	129,136
Special Programs	181,760	-	-	181,760	125,289
Children's and Women's	91,176	-	-	91,176	79,465
Expansion Ministries	41,157	-	-	41,157	54,789
Advertising and Promotion	-	13,152	30,134	43,286	26,772
Travel	17,637	-	5,531	23,168	15,003
Staff Support	18,502	-	-	18,502	13,539
Professional Fees	-	23,834	-	23,834	12,950
Office Expense	-	11,863	-	11,863	9,182
Occupancy	-	7,800	-	7,800	7,800
Other Expenses	-	2,799	-	2,799	6,471
Conferences and Meetings	-	-	-	-	1,000
Insurance	-	2,766	-	2,766	2,482
Dues and Rent	-	2,022	-	2,022	1,918
Annuity Fund Expense	-	2,765	-	2,765	10,147
Bank and Service Fees	280	-	2,821	3,101	3,574
Total Expenses	\$ 350,512	\$ 186,897	\$ 58,866	\$ 596,275	\$ 499,517

See independent auditor's report and notes to the financial statements

MUKTI MISSION, INC.
(A Not-for-Profit Corporation)
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended December 31, 2017

	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Salaries and Wages	\$ 56,279	\$ 36,704	\$ 17,536	\$ 110,519
Payroll Taxes	4,928	2,945	1,335	9,208
Employee Benefits	<u>4,754</u>	<u>3,796</u>	<u>859</u>	<u>9,409</u>
Total Salaries and Benefits	<u>65,961</u>	<u>43,445</u>	<u>19,730</u>	<u>129,136</u>
Special Programs	125,289	-	-	125,289
Children's and Women's	79,465	-	-	79,465
Expansion Ministries	54,789	-	-	54,789
Advertising and Promotion	21,727	-	5,045	26,772
Travel	10,149	4,854	-	15,003
Staff Support	13,539	-	-	13,539
Professional Fees	-	12,950	-	12,950
Office Expense	-	9,182	-	9,182
Occupancy	6,240	1,560	-	7,800
Other Expenses	-	6,471	-	6,471
Conferences and Meetings	-	-	1,000	1,000
Insurance	-	2,482	-	2,482
Dues and Rent	-	1,918	-	1,918
Annuity Fund Expense	-	10,147	-	10,147
Bank and Service Fees	<u>830</u>	<u>-</u>	<u>2,744</u>	<u>3,574</u>
Total Expenses	<u>\$ 377,989</u>	<u>\$ 93,009</u>	<u>\$ 28,519</u>	<u>\$ 499,517</u>

See independent auditor's report and notes to the financial statements.

MUKTI MISSION, INC.
(A Not-for-Profit Corporation)
STATEMENTS OF CASH FLOWS
Years Ended December 31, 2018 and 2017

	2018	2017
<i><u>Cash Flows from Operating Activities</u></i>		
Cash Received from Donors	\$ 345,685	\$ 1,197,291
Other Revenue Received	24,456	26,025
Cash Paid for Operating Activities and Costs	(604,909)	(493,482)
Net Cash Provided (Used) by Operating Activities	(234,768)	729,834
<i><u>Cash Flows from Investing Activities</u></i>		
Reinvestment of Interest and Dividends	(24,456)	(26,025)
Net Proceeds (Purchases) of Certificates of Deposit	143,804	(135,236)
Net Proceeds (Purchases) of Investment	594,975	(656,262)
Net Cash Provided (Used) by Investing Activities	714,323	(817,523)
Net Increase (Decrease) In Cash and Cash Equivalents	479,555	(87,689)
Cash and Cash Equivalents, January 1	117,360	205,049
Cash and Cash Equivalents, December 31	\$ 596,915	\$ 117,360
Reconciliation of Increase (Decrease) in Net Assets to Net Cash Provided (Used) by Operating Activities		
Increase (Decrease) in Net Assets	\$ (283,240)	\$ 801,141
Adjustments to Reconcile Increase (Decrease) in Net Assets to Net Cash Provided (Used) by Operating Activities:		
Unrealized/Realized (Gain) Loss	60,052	(114,286)
Changes in Assets and Liabilities:		
(Increase) Decrease in Operating Assets:		
Change in Other Assets	-	2,094
Increase (Decrease) in Operating Liabilities:		
Charitable Gift Annuities	(7,765)	36,944
Accounts Payable and Accrued Expenses	(3,815)	3,941
Net Cash Provided (Used) by Operating Activities	\$ (234,768)	\$ 729,834

See independent auditor's report and notes to the financial statements.

MUKTI MISSION, INC.
(A Not-for-Profit Corporation)
NOTES TO FINANCIAL STATEMENTS
December 31, 2018 and 2017

1. Nature of Activities

The Mukti Mission, Inc. (the "Mission") is a not-for profit New Jersey corporation based in High Bridge, New Jersey. The Mission exists to intercede and invest in the lives of women and children in India and to be involved on behalf of them to bring hope, healing, and life to them daily.

2. Summary of Significant Accounting Policies

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Revenues are recognized when earned and expenses are recognized when incurred.

Basis of Presentation

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

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor-imposed stipulations. Net assets without donor restrictions may be designated for specific purposes by the action of the Board of Directors.

Net Assets With Donor Restrictions – Net assets subject to donor-imposed restrictions. Some donor restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulated that resources be maintained in perpetuity. Donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Use of 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 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.

MUKTI MISSION, INC.
(A Not-for-Profit Corporation)
NOTES TO FINANCIAL STATEMENTS
December 31, 2018 and 2017

2. Summary of Significant Accounting Policies (Continued)

Cash and Cash Equivalents

For purposes of the statements of cash flows, the Mission considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

Certificate of Deposits

Certificates of deposits consist of deposits with original maturities greater than three months; carrying value is reported at original cost, plus accrued interest.

Investments

Investments in marketable securities with readily determinable fair values are reported at their fair values in the statements of financial position. Unrealized gains and losses are included in the change in net assets without donor restrictions unless restricted by donors.

Charitable Gift Annuities

For irrevocable split-interest agreements such as charitable gift annuities in which the Mission is the trustee or owner, the assets of such arrangements are reflected in the Mission's statement of financial position as investments. The carrying value of such investments conform to the accounting principles generally accepted in the United States of America which generally require the investment securities be carried at estimated fair value at all times. Also, for such agreements a liability is recognized related to the present value of benefits payable to other beneficiaries. Contribution revenue is recognized for the estimated present value of the Mission's benefit under the arrangements in the year the arrangements are established or in the year in which the Mission is provided sufficient information about the existence and nature of the arrangements. Periodic adjustments are made for changes in estimated present values, using applicable mortality tables and discount rates. New Jersey state law imposes certain restrictions on the manner in which charitable gift annuity assets may be invested.

Revenues

Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation or by law.

Contributions

The Mission reports gifts of cash and other assets as restricted contributions if they are received with donor stipulations that limit the use of donated assets. 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 and reported in the statement of activities as net assets released from restrictions. Contributions received with donor-imposed restrictions that are met in the same year as received are reported as an increase in net assets without donor restrictions.

MUKTI MISSION, INC.
(A Not-for-Profit Corporation)
NOTES TO FINANCIAL STATEMENTS
December 31, 2018 and 2017

2. Summary of Significant Accounting Policies (Continued)

Contributions

The Mission reports gifts of cash and other assets as restricted contributions if they are received with donor stipulations that limit the use of donated assets. 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 and reported in the statement of activities as net assets released from restrictions. Contributions received with donor-imposed restrictions that are met in the same year as received are reported as an increase in net assets without donor restrictions.

Donated Services

Contributed services are recorded if the services received (a) create or enhance nonfinancial assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. A significant amount of time has been donated by volunteers and board members of the Mission, however, such services are typically not recorded.

Concentration of Credit Risk

Financial instruments which potentially subject the Mission to concentrations of credit risk consist primarily of cash and cash equivalents. The Mission maintains cash balances which, at times, may exceed federally insured limits. The Mission had \$179,436 in excess of federally insured or other insured limits at December 31, 2018. The Mission has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk related to cash and cash equivalents.

Functional Allocation of Expenses

The costs of providing the Mission's various programs and supporting services have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefitted. Expenses that can be identified with a specific program or support service are allocated directly according to their natural classification. Other expenses that are common to several functions are allocated based on estimates made for time spent by key personnel between functions and other objective bases.

Income Taxes

The Mission is exempt from federal income tax under the provisions of Section 501(c)(3) of the Internal Revenue Code and none of its present or anticipated future activities are subject to taxation as unrelated business income. Therefore, no provision for income taxes has been made in these financial statements.

MUKTI MISSION, INC.
(A Not-for-Profit Corporation)
NOTES TO FINANCIAL STATEMENTS
December 31, 2018 and 2017

2. Summary of Significant Accounting Policies (Continued)

Income Taxes (Continued)

The accounting standard for uncertainty in income taxes addresses the determination of whether tax benefits claimed or expected to be claimed on a tax return should be recorded in the financial statements. Under that guidance, the Mission may recognize the tax benefits from an uncertain tax position only if it is more likely than not that the tax position will be sustained on examination by taxing authorities based on the technical merits of the position. Examples of tax positions include the tax-exempt status of the Mission and various positions related to the potential sources of unrelated business taxable income (UBIT). The tax benefits recognized in the financial statements from such a position are measured based on the largest benefit that has a greater than 50% likelihood of being realized upon ultimate settlement. There were no unrecognized tax benefits identified or liabilities recorded for the years ended December 31, 2018 and 2017.

The Mission's Forms 990, *Return of Organization Exempt from Income Tax*, for the years ended December 31, 2015, 2016 and 2017 are subject to examination by the IRS, generally for three years after they were filed.

Reclassification

Certain prior year amounts have been reclassified to conform to current year presentation. The change did not impact the change in net assets.

Adoption of New Accounting Standards

In August 2016, FASB issued Accounting Standards Update (ASU) 2016-14, *Presentation of Financial Statements of Not-for-Profit Entities*, with the stated purpose of improving financial reporting by not-for-profit entities. Among other provisions, ASU 2016-14 reduces the number of net asset classes from three to two, requires the presentation of expenses in both natural and functional classifications, enhances disclosures on liquidity, and eliminates the requirements to prepare a reconciliation in the statements of cash flows when applying the direct method. It also revised the definition of terms. ASU 2016-14 is effective for fiscal years beginning after December 15, 2017. The Mission elected to adopt ASU 2016-14 for the year ending December 31, 2018 and it was applied retrospectively to the year ending December 31, 2017.

MUKTI MISSION, INC.
(A Not-for-Profit Corporation)
NOTES TO FINANCIAL STATEMENTS
December 31, 2018 and 2017

3. Liquidity and Availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the date of the statement of financial position, comprise the following:

	2018
Cash and Cash Equivalents	\$ 596,915
Certificates of Deposit	70,000
Investments	774,742
Less: Donor Restrictions	(765,012)
	\$ 676,645

The Mission is supported mainly by contributions and investment income. The Mission believes that with the continuance of the current donor base, along with other assets held as of December 31, 2018, there is sufficient assets to enable the Mission to continue to operate for the coming year.

4. Investments and Certificates of Deposit

Investments and certificates of deposit are comprised of the following:

	December 31, 2018		December 31, 2017	
	Cost	Market	Cost	Market
Charitable Gift Annuities	\$ 66,250	\$ 71,566	\$ 89,438	\$ 103,748
Mutual Funds	733,802	703,176	1,168,422	1,301,565
	\$ 800,052	\$ 774,742	\$ 1,257,860	\$ 1,405,313
Certificates of Deposit	\$ 70,000	\$ 70,000	\$ 213,804	\$ 213,804

A summary of earnings on investments and certificates of deposit for the years ended December 31, 2018 and 2017 are as follows:

	2018	2017
Interest and Dividends	\$ 24,456	26,026
Annuity Income	4,445	5,280
Unrealized Gains (Losses)	(106,226)	53,694
Realized Gains	41,729	55,311
Total Investment Return	\$ (35,596)	140,311

Investment expenses were not separately identified.

MUKTI MISSION, INC.
(A Not-for-Profit Corporation)
NOTES TO FINANCIAL STATEMENTS
December 31, 2018 and 2017

5. Fair Value of Financial Instruments

Financial Accounting Standards Board ASC 820-10 establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820-10 are described below:

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Mission has the ability to access.

Level 2 Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation method used for assets measured at fair value. There have been no changes in the methodologies used at December 31, 2018.

Mutual Funds: Valued at the closing price reported on the active market on which the individual funds are traded.

Charitable Gift Annuities: Measured based on quoted market prices of the underlying securities and other relevant information generated by market transactions, which approximates the expected future cash flows from the annuities, divided by the Mission's share based on a pro-rata share of yearly annuity payments.

Present Value of Liability for Charitable Gift Annuities Payable: Measured at the fair value of future gift annuities based on expected future yearly annuity payments, discount rates, and life expectancy of annuitants.

MUKTI MISSION, INC.
(A Not-for-Profit Corporation)
NOTES TO FINANCIAL STATEMENTS
December 31, 2018 and 2017

5. Fair Value of Financial Instruments (Continued)

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Mission believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

There were no transfers between Level 1, Level 2, and Level 3 investments in 2018 and 2017. Transfers are recognized at the end of the reporting period.

The following table sets forth by level, within the fair value hierarchy, the Mission's assets and liabilities at fair value as of December 31, 2018 and 2017:

Assets at Fair Value as of December 31, 2018				
	Level 1	Level 2	Level 3	Total
Mutual Funds:				
Large Value	\$ 703,176	\$ -	\$ -	\$ 703,176
Charitable Gift Annuities	-	-	71,566	71,566
	\$ 703,176	\$ -	\$ 71,566	\$ 774,742
Present Value of Liability for Charitable Gift Annuities Payable	\$ -	\$ -	\$ 29,179	\$ 29,179
Assets at Fair Value as of December 31, 2017				
	Level 1	Level 2	Level 3	Total
Mutual Funds:				
Large Value	\$ 1,301,565	\$ -	\$ -	\$ 1,301,565
Charitable Gift Annuities	-	-	103,748	103,748
	\$ 1,301,565	\$ -	\$ 103,748	\$ 1,405,313
Present Value of Liability for Charitable Gift Annuities Payable	\$ -	\$ -	\$ 36,944	\$ 36,944

The table below sets forth a summary of changes in the fair value of the Mission's Level 3 assets for the years ended December 31, 2018 and 2017.

	2018	2017
Balance, Beginning of Year	\$ 103,748	\$ 104,663
Contributions	-	-
Distributions	(5,631)	(8,061)
Realized/Unrealized Gains (Losses)	(26,551)	7,146
Total Assets at Fair Value	\$ 71,566	\$ 103,748

MUKTI MISSION, INC.
(A Not-for-Profit Corporation)
NOTES TO FINANCIAL STATEMENTS
December 31, 2018 and 2017

6. Net Assets With Donor Restrictions

At December 31, 2018 and 2017, the Mission had net assets released from restrictions by incurring expenses satisfying the purpose or time restrictions specified by donors and net assets with donor restrictions available for the following purposes:

	<u>Balance as of January 1, 2018</u>	<u>Contributions</u>	<u>Releases</u>	<u>Balance as of December 31, 2018</u>
Orchard Projects - Most@RISK	\$ 741,763	\$ 8,191	\$ (52,966)	\$ 696,988
English Medium School	35,393	-	(35,393)	-
Francis B. Verity Restricted	28,772	-	-	28,772
Computer Literacy Project	19,357	11,103	-	30,460
Other	<u>12,130</u>	<u>1,647</u>	<u>(4,985)</u>	<u>8,792</u>
Total	<u>\$ 837,415</u>	<u>\$ 20,941</u>	<u>\$ (93,344)</u>	<u>\$ 765,012</u>

	<u>Balance as of January 1, 2017</u>	<u>Contributions</u>	<u>Releases</u>	<u>Balance as of December 31, 2017</u>
Orchard Projects - Most@RISK	\$ -	\$ 781,505	\$ (39,742)	\$ 741,763
English Medium School	65,935	61,483	(92,025)	35,393
Francis B. Verity Restricted	28,772	-	-	28,772
Computer Literacy Project	19,357	-	-	19,357
Other	<u>7,423</u>	<u>5,564</u>	<u>(857)</u>	<u>12,130</u>
Total	<u>\$ 121,487</u>	<u>\$ 848,552</u>	<u>\$ (132,624)</u>	<u>\$ 837,415</u>

7. Operating Lease Obligations

The Mission leases office equipment under a three-year lease agreement expiring March 31, 2020. Additionally, the Mission leases its office space under a month to month lease agreement.

Rental expenses under lease agreements was \$8,315 for each of the years ended December 31, 2018 and 2017.

Future minimum lease payments under these agreements are as follows:

Years Ending December 31,	
2019	\$ 515
2020	129

8. Retirement Plan

The Mission offers an IRA retirement plan to eligible full-time employees. The amount of contributions by the Mission is determined by the Board of Directors based on the availability of funds. The Mission contributions to the plan were \$4,000 during each of the years ended December 31, 2018 and 2017.

MUKTI MISSION, INC.
(A Not-for-Profit Corporation)
NOTES TO FINANCIAL STATEMENTS
December 31, 2018 and 2017

9. Comparative Totals for Year Ended December 31, 2017

The financial statements include certain prior-year summarized comparative information in total, but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with GAAP. Accordingly, such information should be read in conjunction with Mukti Mission, Inc's. financial statements for the year end December 31, 2017, from which summarized information was derived.

10. Subsequent Events

Management has evaluated subsequent events through May 4, 2019, the date on which the financial statements were available to be issued, and has determined that no material subsequent events exist that require disclosure.