

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

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

**December 31, 2020**

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

To the Board of Directors  
Mukti Mission, Inc.

### Opinion

We have audited the accompanying financial statements of the Mukti Mission, Inc. (a Not-For-Profit Mission), which comprise the statement of financial position as of December 31, 2020 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 financial statements referred to above present fairly, in all material respects, the financial position of the Mukti Mission, Inc. as of December 31, 2020, and the changes in 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. 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 Mukti Mission, Inc. 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.

### Responsibilities of Management 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, and for the design, implementation, and maintenance of internal control relevant to the preparation 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 Mukti Mission, Inc.'s ability to continue as a going concern with 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 generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risk 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 Mukti Mission, 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 judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Mukti Mission, 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.

### ***Summarized Comparative Information***

We have previously audited Mukti Mission, Inc.'s 2019 financial statements and our report dated August 19, 2020, 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, 2019 is consistent, in all material respects, with the audited financial statements from which it has been derived.

*Cory Bell, Rappold & Yucasita LLP*

June 1, 2021

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**MUKTI MISSION, INC.**  
**(A Not-for-Profit Corporation)**  
**STATEMENTS OF FINANCIAL POSITION**  
**December 31, 2020 and 2019**

	2020	2019
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ 783,290	\$ 356,374
Certificates of Deposit (Note 4)	73,054	72,061
Investments (Note 4)	648,856	1,190,440
Accounts Receivable	2,568	-
	\$ 1,507,768	\$ 1,618,875
<b>LIABILITIES AND NET ASSETS</b>		
Liabilities:		
Accounts Payable and Accrued Expenses	\$ 7,010	\$ 2,661
Liability for Charitable Gift Annuities	25,982	27,268
	32,992	29,929
Net Assets:		
Without Donor Restrictions	876,739	946,852
With Donor Restrictions (Note 6)	598,037	642,094
	1,474,776	1,588,946
	\$ 1,507,768	\$ 1,618,875

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, 2020**  
**With Summarized Totals for the Year Ended December 31, 2019**

	2020			2019 Total
	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total	
<i>Support and Revenue:</i>				
Contributions	\$ 277,186	\$ 200,548	\$ 477,734	\$ 509,119
Government Grant - PPP	18,837	-	18,837	-
Investment Return	6,119	-	6,119	210,784
Change in Value of Annuities	1,286	-	1,286	1,911
Net Assets Released from Restrictions	244,605	(244,605)	-	-
Total Support and Revenue	<u>548,033</u>	<u>(44,057)</u>	<u>503,976</u>	<u>721,814</u>
<i>Expenses:</i>				
Program Services	416,885	-	416,885	348,244
Management and General	184,494	-	184,494	156,420
Fundraising	16,767	-	16,767	34,091
Total Expenses	<u>618,146</u>	<u>-</u>	<u>618,146</u>	<u>538,755</u>
Increase (Decrease) in Net Assets	(70,113)	(44,057)	(114,170)	183,059
Net Assets at Beginning of Year	<u>946,852</u>	<u>642,094</u>	<u>1,588,946</u>	<u>1,405,887</u>
Net Assets at End of Year	<u>\$ 876,739</u>	<u>\$ 598,037</u>	<u>\$ 1,474,776</u>	<u>\$ 1,588,946</u>

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, 2020**

**With Summarized Totals for the Year Ended December 31, 2019**

	2020			Total	2019 Total
	Program Services	Management and General	Fundraising		
Salaries and Wages	\$ -	\$ 106,917	\$ 5,424	\$ 112,341	\$ 110,340
Payroll Taxes	-	8,571	412	8,983	8,777
Employee Benefits	-	12,696	930	13,626	13,440
<b>Total Salaries and Benefits</b>	<b>-</b>	<b>128,184</b>	<b>6,766</b>	<b>134,950</b>	<b>132,557</b>
Special Programs	177,275	-	-	177,275	206,567
Children's and Women's	124,725	-	-	124,725	68,684
Expansion Ministries	49,437	-	-	49,437	37,837
Advertising and Promotion	-	9,609	6,680	16,289	15,450
Travel	929	-	687	1,616	7,172
Staff Support	64,258	-	-	64,258	31,707
Professional Fees	-	7,250	-	7,250	7,000
Office Expense	-	11,395	-	11,395	10,967
Occupancy	-	7,800	-	7,800	7,800
Other Expenses	-	9,088	-	9,088	504
Insurance	-	3,106	-	3,106	3,003
Dues and Rent	-	1,525	-	1,525	1,711
Annuity Fund Expense	-	6,537	-	6,537	5,361
Bank and Service Fees	261	-	2,634	2,895	2,435
<b>Total Expenses</b>	<b>\$ 416,885</b>	<b>\$ 184,494</b>	<b>\$ 16,767</b>	<b>\$ 618,146</b>	<b>\$ 538,755</b>

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, 2019**

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	Program Services	Management and General	Fundraising	Total
Salaries and Wages	\$ -	\$ 93,147	\$ 17,193	\$ 110,340
Payroll Taxes	-	7,561	1,216	8,777
Employee Benefits	-	10,584	2,856	13,440
<b>Total Salaries and Benefits</b>	<b>-</b>	<b>111,292</b>	<b>21,265</b>	<b>132,557</b>
Special Programs	206,567	-	-	206,567
Children's and Women's	68,684	-	-	68,684
Expansion Ministries	37,837	-	-	37,837
Advertising and Promotion	-	8,782	6,668	15,450
Travel	3,230	-	3,942	7,172
Staff Support	31,707	-	-	31,707
Professional Fees	-	7,000	-	7,000
Office Expense	-	10,967	-	10,967
Occupancy	-	7,800	-	7,800
Other Expenses	-	504	-	504
Insurance	-	3,003	-	3,003
Dues and Rent	-	1,711	-	1,711
Annuity Fund Expense	-	5,361	-	5,361
Bank and Service Fees	219	-	2,216	2,435
<b>Total Expenses</b>	<b>\$ 348,244</b>	<b>\$ 156,420</b>	<b>\$ 34,091</b>	<b>\$ 538,755</b>

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, 2020 and 2019**

	2020	2019
<i><u>Cash Flows from Operating Activities</u></i>		
Cash Received from Donors	\$ 477,734	\$ 509,119
Other Revenue Received	33,072	25,000
Cash Paid for Operating Activities and Costs	(616,365)	(542,685)
Net Cash Used by Operating Activities	(105,559)	(8,566)
<i><u>Cash Flows from Investing Activities</u></i>		
Reinvestment of Interest and Dividends	(14,235)	(25,000)
Net Purchases of Certificates of Deposit	(993)	(2,061)
Net Proceeds (Purchases) of Investments	547,703	(204,914)
Net Cash Provided (Used) by Investing Activities	532,475	(231,975)
Net Increase (Decrease) In Cash and Cash Equivalents	426,916	(240,541)
Cash and Cash Equivalents, January 1	356,374	596,915
Cash and Cash Equivalents, December 31	\$ 783,290	\$ 356,374
Reconciliation of Increase (Decrease) in Net Assets to Net Cash Used by Operating Activities		
Increase (Decrease) in Net Assets	\$ (114,170)	\$ 183,059
Adjustments to Reconcile Increase (Decrease) in Net Assets to Net Cash Used by Operating Activities:		
Unrealized/Realized (Gain) Loss	8,116	(185,784)
Changes in Assets:		
Increase in Accounts Receivable	(2,568)	-
Changes in Liabilities:		
Increase (Decrease) in Operating Liabilities:		
Charitable Gift Annuities	(1,286)	(1,911)
Accounts Payable and Accrued Expenses	4,349	(3,930)
Net Cash Used by Operating Activities	\$ (105,559)	\$ (8,566)

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, 2020 and 2019**

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**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.**  
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**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2020 and 2019**

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**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.

*Certificates of Deposit*

Certificates of deposit 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.

*Accounts Receivable*

The Mission considers accounts receivable to be fully collectible; accordingly, the allowance for doubtful accounts is \$-0- at December 31, 2020 and 2019. If balances become uncollectible, they will be charged to operations when that determination is made.

*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 statements 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.

*Revenue Recognition*

The Mission recognizes revenues from contributions and investment income that are outside the scope of ASU 606.

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.

**MUKTI MISSION, INC.**  
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**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2020 and 2019**

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**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 \$370,585 in excess of federally insured or other insured limits at December 31, 2020. The Mission has not historically 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.**  
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**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2020 and 2019**

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**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, 2020 and 2019.

The Mission's Forms 990, *Return of Organization Exempt from Income Tax*, for the years ended December 31, 2017, 2018, and 2019 are subject to examination by the IRS, generally for three years after they were filed.

*Accounting for Paycheck Protection Program (PPP)*

The Mission may account for a Paycheck Protection Program (PPP) loan as a financial liability in accordance with FASB ASC Topic 470, *Debt*, or under other models, if certain conditions are met. If the Mission expects to meet the PPP's eligibility criteria and concludes that the PPP loan represents, in substance, a grant that is expected to be forgiven, the Mission may account for the PPP loan in accordance with ASC 450-30 as a government grant contingency. Management believes that, based on evaluation of the facts and circumstances specific to the Mission, eligibility criteria will be met, and that the Mission will qualify for full forgiveness. Therefore, the Mission has elected the government grant contingency method. Under this method, once there is reasonable assurance that the conditions for forgiveness will be met, the earnings impact of the government grants are recorded on a systematic basis over the periods in which the entity recognizes as expenses the related costs for which the grants are intended to compensate. The Mission received \$18,837 under the Paycheck Protection Program. The Mission recognized qualified expenses in excess of the amount borrowed. As such, the entire loan proceeds are recognized as PPP grant revenue during the year ended December 31, 2020.

*Adoption of New Accounting Standard*

During 2020, the Mission adopted ASU No. 2018-13, *Fair Value Measurements*, (Topic 820) ("ASU 2018-13"), which provides for changes to the disclosure requirements for recurring and nonrecurring fair value measurements under Topic 820, including changes in unrealized gains and losses, the range and weighted average of significant unobservable inputs used to develop Level 3 fair value measurements, and the narrative description of measurement uncertainty.

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**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:

	<u>2020</u>	<u>2019</u>
Cash and Cash Equivalents	\$ 783,290	\$ 356,374
Certificates of Deposit	73,054	72,061
Investments	584,869	1,124,851
Accounts Receivable	2,568	-
Less: Donor Restrictions	<u>(598,037)</u>	<u>(642,094)</u>
	<u>\$ 845,744</u>	<u>\$ 911,192</u>

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, 2020, 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:

	<u>December 31, 2020</u>		<u>December 31, 2019</u>	
	<u>Cost</u>	<u>Market</u>	<u>Cost</u>	<u>Market</u>
Charitable Gift Annuities	\$ 54,145	\$ 63,987	\$ 56,478	\$ 65,589
Bonds	558,955	584,869	-	-
Mutual Funds	-	-	1,025,698	1,124,851
	<u>\$ 613,100</u>	<u>\$ 648,856</u>	<u>\$ 1,082,176</u>	<u>\$ 1,190,440</u>
 Certificates of Deposit	 <u>\$ 73,054</u>	 <u>\$ 73,054</u>	 <u>\$ 72,061</u>	 <u>\$ 72,061</u>

A summary of earnings on investments and certificates of deposit for the years ended December 31, 2020 and 2019 are as follows:

	<u>2020</u>	<u>2019</u>
Interest and Dividends	\$ 14,235	\$ 25,000
Annuity Income	2,699	7,709
Unrealized Gains (Losses)	(70,855)	135,522
Realized Gains	<u>60,040</u>	<u>42,553</u>
Total Investment Return	<u>\$ 6,119</u>	<u>\$ 210,784</u>

Investment expenses were not separately identified.

**MUKTI MISSION, INC.**  
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**5. Fair Value of Financial Instruments**

Financial Accounting Standards Board ASC 820 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 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, 2020.

*Mutual Funds and Bonds:* 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.**  
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**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.

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, 2020 and 2019:

Assets at Fair Value as of December 31, 2020				
	Level 1	Level 2	Level 3	Total
Bonds:				
Intermediate Term Bond	\$ 44,079	\$ -	\$ -	\$ 44,079
Inflation Protection Bond	540,790	-	-	540,790
Charitable Gift Annuities	-	-	63,987	63,987
	\$ 584,869	\$ -	\$ 63,987	\$ 648,856
Present Value of Liability for				
Charitable Gift Annuities Payable	\$ -	\$ -	\$ 25,982	\$ 25,982
Assets at Fair Value as of December 31, 2019				
	Level 1	Level 2	Level 3	Total
Mutual Funds:				
Large Value	\$ 1,124,851	\$ -	\$ -	\$ 1,124,851
Charitable Gift Annuities	-	-	65,589	65,589
	\$ 1,124,851	\$ -	\$ 65,589	\$ 1,190,440
Present Value of Liability for				
Charitable Gift Annuities Payable	\$ -	\$ -	\$ 27,268	\$ 27,268

**MUKTI MISSION, INC.**  
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**6. Net Assets With Donor Restrictions**

At December 31, 2020 and 2019, 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:

	Balance as of January 1, 2020	Contributions	Releases	Balance as of December 31, 2020
Orchard Projects - Most@RISK	\$ 566,580	\$ -	\$ (147,769)	\$ 418,811
English Medium School	33,015	189,193	(93,331)	128,877
Francis B. Verity Restricted	28,772	-	-	28,772
Computer Literacy Project	12,330	-	(1,896)	10,434
Other	1,397	11,355	(1,609)	11,143
	<u>\$ 642,094</u>	<u>\$ 200,548</u>	<u>\$ (244,605)</u>	<u>\$ 598,037</u>
Total	<u>\$ 642,094</u>	<u>\$ 200,548</u>	<u>\$ (244,605)</u>	<u>\$ 598,037</u>

  

	Balance as of January 1, 2019	Contributions	Releases	Balance as of December 31, 2019
Orchard Projects - Most@RISK	\$ 696,988	\$ 8,984	\$ (139,392)	\$ 566,580
English Medium School	-	33,015	-	33,015
Francis B. Verity Restricted	28,772	-	-	28,772
Computer Literacy Project	30,460	110	(18,240)	12,330
Other	8,792	2,733	(10,128)	1,397
	<u>\$ 765,012</u>	<u>\$ 44,842</u>	<u>\$ (167,760)</u>	<u>\$ 642,094</u>
Total	<u>\$ 765,012</u>	<u>\$ 44,842</u>	<u>\$ (167,760)</u>	<u>\$ 642,094</u>

**7. Operating Lease Obligations**

The Mission leased office equipment under a three year lease agreement that expired March 31, 2020. Additionally, the Mission leases its office space under a month to month lease agreement. Rental expenses under lease agreements was \$7,929 and \$8,315 for the years ended December 31, 2020 and 2019, respectively.

**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, 2020 and 2019.

**MUKTI MISSION, INC.**  
**(A Not-for-Profit Corporation)**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2020 and 2019**

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**9. Comparative Totals for Year Ended December 31, 2019**

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, 2019, from which summarized information was derived.

**10. Subsequent Events**

Management is required to consider and investigate the existence of transactions or events that would qualify as subsequent events in relationship to their internal and external financial statements. In 2019, a novel strain of coronavirus surfaced in China and has spread around the world, with resulting business and social disruption. The coronavirus was declared a Public Health Emergency of International Concern by the World Health Organization on January 30, 2020. The operations and business results of the Mission could be materially adversely affected. The extent to which the coronavirus may impact business activity or investment results will depend on future developments, which are highly uncertain and cannot be predicted, including new information which may emerge concerning the severity of the coronavirus and the actions required to contain or treat its impact, among others. Management believes the Mission is taking appropriate actions to mitigate any negative impact.

Subsequent events have been evaluated through June 1, 2021, the date on which the financial statements were available to be issued.