

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

Financial Statements
and Independent Auditor's Report

December 31, 2021

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 Mukti Mission, Inc. (a Not-For-Profit Corporation), which comprise the statement of financial position as of December 31, 2021 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 Mukti Mission, Inc. as of December 31, 2021, 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 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 the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation 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 within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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 for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the 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 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 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 2020 financial statements and we expressed an unmodified opinion on those audited financial statements in our report dated June 1, 2021. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2020 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Congbell, Roppold & Yasaita LLP

June 1, 2022

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MUKTI MISSION, INC.
(A Not-for-Profit Corporation)
STATEMENTS OF FINANCIAL POSITION
December 31, 2021 and 2020

	2021	2020
ASSETS		
Cash and Cash Equivalents	\$ 913,638	\$ 783,290
Certificates of Deposit (Note 4)	73,475	73,054
Investments (Note 4)	538,582	648,856
Accounts Receivable	-	2,568
	<u>\$ 1,525,695</u>	<u>\$ 1,507,768</u>
LIABILITIES AND NET ASSETS		
Liabilities:		
Accounts Payable and Accrued Expenses	\$ 4,533	\$ 7,010
Liability for Charitable Gift Annuities	20,912	25,982
	<u>25,445</u>	<u>32,992</u>
Net Assets:		
Without Donor Restrictions	841,865	810,232
With Donor Restrictions (Note 6)	658,385	664,544
	<u>1,500,250</u>	<u>1,474,776</u>
Total Net Assets	<u>1,500,250</u>	<u>1,474,776</u>
Total Liabilities and Net Assets	<u>\$ 1,525,695</u>	<u>\$ 1,507,768</u>

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, 2021
With Summarized Totals for the Year Ended December 31, 2020

	2021			2020 Total
	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total	
<i>Support and Revenue:</i>				
Contributions	\$ 363,603	\$ 220,017	\$ 583,620	\$ 477,734
Government Grant - PPP	-	-	-	18,837
Investment Return	28,111	-	28,111	6,119
Change in Value of Annuities	5,070	-	5,070	1,286
Special Events Revenue	3,160	-	3,160	-
Less: Cost of Direct Benefits to Donors	(1,646)	-	(1,646)	-
Net Assets Released from Restrictions	226,176	(226,176)	-	-
Total Support and Revenue	624,474	(6,159)	618,315	503,976
<i>Expenses:</i>				
Program Services	377,203	-	377,203	416,885
Management and General	194,283	-	194,283	184,494
Fundraising	21,355	-	21,355	16,767
Total Expenses	592,841	-	592,841	618,146
Increase (Decrease) in Net Assets	31,633	(6,159)	25,474	(114,170)
Net Assets at Beginning of Year	810,232	664,544	1,474,776	1,588,946
Net Assets at End of Year	<u>\$ 841,865</u>	<u>\$ 658,385</u>	<u>\$ 1,500,250</u>	<u>\$ 1,474,776</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, 2021

With Summarized Totals for the Year Ended December 31, 2020

	2021			2020 Total	
	Program Services	Management and General	Fundraising		Total
Salaries and Wages	\$ -	\$ 107,735	\$ 5,404	\$ 113,139	\$ 112,341
Payroll Taxes	-	8,378	728	9,106	8,983
Employee Benefits	-	11,699	843	12,542	13,626
Total Salaries and Benefits	-	127,812	6,975	134,787	134,950
Special Programs	192,928	-	-	192,928	177,275
Children's and Women's	115,351	-	-	115,351	124,725
Expansion Ministries	26,019	-	-	26,019	49,437
Advertising and Promotion	-	11,930	10,503	22,433	16,289
Travel	-	-	-	-	1,616
Staff Support	38,845	-	-	38,845	64,258
Professional Fees	-	7,545	-	7,545	7,250
Office Expense	-	8,181	-	8,181	11,395
Occupancy	-	7,800	-	7,800	7,800
Other Expenses	-	20,411	-	20,411	9,088
Insurance	-	3,351	-	3,351	3,106
Dues and Rent	-	1,203	-	1,203	1,525
Annuity Fund Expense	-	6,050	-	6,050	6,537
Bank and Service Fees	384	-	3,877	4,261	2,895
Special Events	-	-	1,646	1,646	-
Dorcas Fund Expense	3,676	-	-	3,676	-
Total Expenses by Function	377,203	194,283	23,001	594,487	618,146
Less Expenses Included with Revenues on the Statement of Activities					
Special Events - Cost of Direct Benefits to Donors	-	-	(1,646)	(1,646)	-
Total Expenses	\$ 377,203	\$ 194,283	\$ 21,355	\$ 592,841	\$ 618,146

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

	Program Services	Management and General	Fundraising	Total
Salaries and Wages	\$ -	\$ 106,917	\$ 5,424	\$ 112,341
Payroll Taxes	-	8,571	412	8,983
Employee Benefits	-	12,696	930	13,626
Total Salaries and Benefits	-	128,184	6,766	134,950
Special Programs	177,275	-	-	177,275
Children's and Women's	124,725	-	-	124,725
Expansion Ministries	49,437	-	-	49,437
Advertising and Promotion	-	9,609	6,680	16,289
Travel	929	-	687	1,616
Staff Support	64,258	-	-	64,258
Professional Fees	-	7,250	-	7,250
Office Expense	-	11,395	-	11,395
Occupancy	-	7,800	-	7,800
Other Expenses	-	9,088	-	9,088
Insurance	-	3,106	-	3,106
Dues and Rent	-	1,525	-	1,525
Annuity Fund Expense	-	6,537	-	6,537
Bank and Service Fees	261	-	2,634	2,895
Special Events	-	-	-	-
Dorcas Fund Expense	-	-	-	-
Total Expenses by Function	416,885	184,494	16,767	618,146
Less Expenses Included with Revenues on the Statement of Activities Special Events - Cost of Direct Benefits to Donors	-	-	-	-
Total Expenses	\$ 416,885	\$ 184,494	\$ 16,767	\$ 618,146

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, 2021 and 2020

	2021	2020
<i><u>Cash Flows from Operating Activities</u></i>		
Cash Received from Donors	\$ 585,134	\$ 477,734
Other Revenue Received	27,259	33,072
Cash Paid for Operating Activities and Costs	(592,750)	(616,365)
Net Cash Provided (Used) by Operating Activities	19,643	(105,559)
<i><u>Cash Flows from Investing Activities</u></i>		
Reinvestment of Interest and Dividends	(27,259)	(14,235)
Net Purchases of Certificates of Deposit	(421)	(993)
Net Proceeds from Investments	138,385	547,703
Net Cash Provided by Investing Activities	110,705	532,475
Net Increase In Cash and Cash Equivalents	130,348	426,916
Cash and Cash Equivalents, January 1	783,290	356,374
Cash and Cash Equivalents, December 31	\$ 913,638	\$ 783,290
Reconciliation of Increase (Decrease) in Net Assets to Net Cash Provided (Used) by Operating Activities		
Increase (Decrease) in Net Assets	\$ 25,474	\$ (114,170)
Adjustments to Reconcile Increase (Decrease) in Net Assets to Net Cash Provided (Used) by Operating Activities:		
Unrealized/Realized (Gain) Loss	(852)	8,116
Changes in Assets:		
Increase (Decrease) in Accounts Receivable	2,568	(2,568)
Changes in Liabilities:		
Increase (Decrease) in Operating Liabilities:		
Charitable Gift Annuities	(5,070)	(1,286)
Accounts Payable and Accrued Expenses	(2,477)	4,349
Net Cash Provided (Used) by Operating Activities	\$ 19,643	\$ (105,559)

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, 2021 and 2020

1. Nature of Activities

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, 2021 and 2020

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, 2021 and 2020. 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

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. The Mission's revenue within the scope of ASC 606 is recognized within Special Events. The Mission recognizes revenues from contributions and investment income that are outside the scope of ASU 606.

MUKTI MISSION, INC.
(A Not-for-Profit Corporation)
NOTES TO FINANCIAL STATEMENTS
December 31, 2021 and 2020

2. Summary of Significant Accounting Policies (Continued)

Revenue Recognition (Continued)

The Mission's revenue stream is accounted for in the following segment:

- Special Events: Special events revenue is recorded equal to the cost of direct benefits to donors, and contribution revenue for the difference.

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 \$484,089 in excess of federally insured or other insured limits at December 31, 2021. 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.

MUKTI MISSION, INC.
(A Not-for-Profit Corporation)
NOTES TO FINANCIAL STATEMENTS
December 31, 2021 and 2020

2. Summary of Significant Accounting Policies (Continued)

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.

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, 2021 and 2020.

The Mission's Forms 990, *Return of Organization Exempt from Income Tax*, for the years ended December 31, 2018, 2019, and 2020 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. Full forgiveness of the Paycheck Protection Program loan was granted on April 1, 2021.

Reclassification of Net Assets

A reclassification of net assets occurred to correct the reporting of net assets without donor restrictions as net assets with donor restrictions. As a result, the net assets with donor restrictions value on January 1, 2020, was increased to \$716,852. Accordingly, the net assets without donor restrictions value decreased to \$872,094. The overall balance of net assets was unaffected by the change.

MUKTI MISSION, INC.
(A Not-for-Profit Corporation)
NOTES TO FINANCIAL STATEMENTS
December 31, 2021 and 2020

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:

	2021	2020
Cash and Cash Equivalents	\$ 913,638	\$ 783,290
Certificates of Deposit	73,475	73,054
Investments	480,262	584,869
Accounts Receivable	-	2,568
Less: Donor Restrictions	(658,385)	(664,544)
	\$ 808,990	\$ 779,237

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, 2021, 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, 2021		December 31, 2020	
	Cost	Market	Cost	Market
Charitable Gift Annuities	\$ 49,786	\$ 58,320	\$ 54,145	\$ 63,987
Bonds	460,616	480,262	558,955	584,869
	\$ 510,402	\$ 538,582	\$ 613,100	\$ 648,856
Certificates of Deposit	\$ 73,475	\$ 73,475	\$ 73,054	\$ 73,054

A summary of earnings on investments and certificates of deposit for the years ended December 31, 2021 and 2020 are as follows:

	2021	2020
Interest and Dividends	\$ 27,259	\$ 14,235
Annuity Income	2,816	2,699
Unrealized Loss	(6,941)	(70,855)
Realized Gains	4,977	60,040
Total Investment Return	\$ 28,111	\$ 6,119

Investment expenses were not separately identified.

MUKTI MISSION, INC.
(A Not-for-Profit Corporation)
NOTES TO FINANCIAL STATEMENTS
December 31, 2021 and 2020

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, 2021.

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.
(A Not-for-Profit Corporation)
NOTES TO FINANCIAL STATEMENTS
December 31, 2021 and 2020

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, 2021 and 2020:

Assets at Fair Value as of December 31, 2021				
	Level 1	Level 2	Level 3	Total
Bonds:				
Intermediate Term Bond	\$ 43,533	\$ -	\$ -	\$ 43,533
Inflation Protection Bond	436,729	-	-	436,729
Charitable Gift Annuities	-	-	58,320	58,320
	<u>\$ 480,262</u>	<u>\$ -</u>	<u>\$ 58,320</u>	<u>\$ 538,582</u>
Present Value of Liability for				
Charitable Gift Annuities Payable	\$ -	\$ -	\$ 20,912	\$ 20,912
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,912</u>	<u>\$ 20,912</u>
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
	<u>\$ 584,869</u>	<u>\$ -</u>	<u>\$ 63,987</u>	<u>\$ 648,856</u>
Present Value of Liability for				
Charitable Gift Annuities Payable	\$ -	\$ -	\$ 25,982	\$ 25,982
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,982</u>	<u>\$ 25,982</u>

Changes in Fair Value of Level 3 Assets:

The availability of observable market data is monitored to assess the appropriate classification of financial instruments within the fair value hierarchy. Changes in economic conditions or model-based valuation techniques may require the transfer of financial instruments from one fair value level to another.

We evaluate the significance of transfers between levels based upon the nature of the financial instrument and size of the transfer relative to total net assets.

MUKTI MISSION, INC.
(A Not-for-Profit Corporation)
NOTES TO FINANCIAL STATEMENTS
December 31, 2021 and 2020

5. Fair Value of Financial Instruments (Continued)

The following table sets forth a summary of certain changes in the fair value of the Mission's level 3 assets for the years ended December 31, 2021 and 2020:

	Charitable Gift Annuities	
	December 31,	
	2021	2020
Purchases	\$ -	\$ -
Issuances	2,816	2,699
Transfers In	-	-
Transfers Out	-	-

6. Net Assets With Donor Restrictions

At December 31, 2021 and 2020, 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, 2021	Contributions	Releases	Balance as of December 31, 2021
Orchard Projects - Most@RISK	\$ 418,811	\$ 55	\$ (65,190)	\$ 353,676
English Medium School	128,877	131,798	(91,449)	169,226
Francis B. Verity Restricted	28,772	-	-	28,772
Computer Literacy Project	10,434	-	(10,434)	-
Agriculture Fund	11,143	14,015	(10,309)	14,849
Dorcus Fund	-	4,101	(3,676)	425
Supa Project	66,507	-	(45,118)	21,389
Passenger Vehicles	-	50,441	-	50,441
Exercise Track	-	11,921	-	11,921
Sharada Sadan School Renovation	-	7,686	-	7,686
Total	\$ 664,544	\$ 220,017	\$ (226,176)	\$ 658,385
	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
Supa Project	74,758	25	(8,276)	66,507
Other	1,397	11,355	(1,609)	11,143
Total	\$ 716,852	\$ 200,573	\$ (252,881)	\$ 664,544

MUKTI MISSION, INC.
(A Not-for-Profit Corporation)
NOTES TO FINANCIAL STATEMENTS
December 31, 2021 and 2020

7. Operating Lease Obligations

The Mission leases its office space under a month-to-month lease agreement. Rental expenses under lease agreements was \$7,800 and \$7,929 for the years ended December 31, 2021 and 2020, 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's contributions to the plan were \$4,000 during each of the years ended December 31, 2021 and 2020.

9. Comparative Totals for Year Ended December 31, 2020

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, 2020, 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. Economic uncertainties have arisen as a result of the global pandemic due to the spread of the COVID-19 coronavirus. The pandemic has the potential to have a significant impact of all aspects of the Mission's operations. The full extent of the economic impact on the Mission is unknown at this time.

Subsequent events have been evaluated through June 1, 2022, the date on which the financial statements were available to be issued.