



Hop On A Cure Foundation, Inc.

**FINANCIAL STATEMENTS
AND
INDEPENDENT AUDITORS' REPORT**

February 29, 2024 and February 28, 2023

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Hop On A Cure Foundation, Inc.

Opinion

We have audited the accompanying financial statements of Hop On A Cure Foundation, Inc. (a nonprofit organization), which comprise the statements of financial position as of February 29, 2024 and February 28, 2023, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the year ended February 29, 2024 and the period from March 29, 2022 (inception) through February 28, 2023, 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 Hop On A Cure Foundation, Inc. as of February 29, 2024 and February 28, 2023, and the changes in its net assets and its cash flows for the year ended February 29, 2024 and the period from March 29, 2022 (inception) through February 28, 2023, in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits 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 Hop On A Cure Foundation, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. 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 and fair presentation 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 Hop On A Cure Foundation, 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 judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks 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 Hop On A Cure Foundation, 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 judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Hop On A Cure Foundation, 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.

ASL CPA Group, LLC

Duluth, Georgia
June 25, 2024

HOP ON A CURE FOUNDATION, INC.
STATEMENTS OF FINANCIAL POSITION
As of February 29, 2024 and February 28, 2023

	2024	2023
<u>ASSETS</u>		
Cash and cash equivalents	\$ 282,070	\$ 376,961
Contribution receivables, net	1,500	-
Prepaid expenses and other assets	278	-
Investments, at fair value	382,864	459,009
Investment in partnership	275,000	-
Total assets	\$ 941,712	\$ 835,970
<u>LIABILITIES AND NET ASSETS</u>		
Liabilities		
Accounts payable	\$ 5,900	\$ 50,638
Accrued expenses	17,334	-
Total liabilities	23,234	50,638
Net assets		
Without donor restrictions	918,478	785,332
With donor restrictions	-	-
Total net assets	918,478	785,332
Total liabilities and net assets	\$ 941,712	\$ 835,970

See accompanying notes to the financial statements.

HOP ON A CURE FOUNDATION, INC.
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
For the year ended, February 29, 2024

	<u>Without Donor Restriction</u>	<u>With Donor Restriction</u>	<u>Total</u>
Revenues and support:			
Contributions of cash and other financial assets	\$ 1,869,399	\$ -	\$ 1,869,399
Dividends and interest	53,193	-	53,193
Contributions of non-financial assets	111,364	-	111,364
Auctions and events	<u>136,225</u>	<u>-</u>	<u>136,225</u>
Total revenues and support	<u>2,170,181</u>	<u>-</u>	<u>2,170,181</u>
Expenses:			
Program services	1,558,557	-	1,558,557
Fundraising	223,641	-	223,641
General and administrative	<u>254,837</u>	<u>-</u>	<u>254,837</u>
Total expenses	<u>2,037,035</u>	<u>-</u>	<u>2,037,035</u>
Change in net assets	133,146	-	133,146
Net assets, beginning of year	<u>785,332</u>	<u>-</u>	<u>785,332</u>
Net assets, end of year	<u>\$ 918,478</u>	<u>\$ -</u>	<u>\$ 918,478</u>

See accompanying notes to the financial statements.

HOP ON A CURE FOUNDATION, INC.
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
For the period from March 29, 2022 (inception) through February 28, 2023

	<u>Without Donor Restriction</u>	<u>With Donor Restriction</u>	<u>Total</u>
Revenues and support:			
Contributions of cash and other financial assets	\$ 1,087,868	\$ -	\$ 1,087,868
Contributions of non-financial assets	12,088	-	12,088
Auctions and events	<u>7,476</u>	<u>-</u>	<u>7,476</u>
Total revenues and support	<u>1,107,432</u>	<u>-</u>	<u>1,107,432</u>
Expenses:			
Program services	131,166	-	131,166
Fundraising	78,406	-	78,406
General and administrative	<u>112,528</u>	<u>-</u>	<u>112,528</u>
Total expenses	<u>322,100</u>	<u>-</u>	<u>322,100</u>
Change in net assets	785,332	-	785,332
Net assets, beginning of period	<u>-</u>	<u>-</u>	<u>-</u>
Net assets, end of period	<u>\$ 785,332</u>	<u>\$ -</u>	<u>\$ 785,332</u>

See accompanying notes to the financial statements.

HOP ON A CURE FOUNDATION, INC.
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended February 28 2024

	<u>Program Services</u>	<u>Supporting Services</u>		<u>Total</u>
		<u>Fundraising</u>	<u>Administration</u>	
Expenses				
Grant recipients	\$ 1,298,172	\$ -	\$ -	\$ 1,298,172
Salaries and wages	36,346	1,000	65,615	102,961
Payroll taxes	2,777	-	5,023	7,800
Events	191,830	109,175	-	301,005
Advertising and marketing	-	97,864	-	97,864
Photographer	17,300	-	-	17,300
Travel and entertainment	12,132	-	17,498	29,630
Auction	-	14,084	-	14,084
Professional services	-	-	91,948	91,948
Membership and subscriptions	-	-	1,773	1,773
Merchant fees	-	-	14,852	14,852
Web design	-	-	19,700	19,700
Software	-	-	10,664	10,664
Donor stewardship	-	-	13,048	13,048
Social media	-	-	4,253	4,253
Printing, shipping, and office supplies	-	-	3,716	3,716
Food and beverage	-	1,518	-	1,518
Staff expense	-	-	2,591	2,591
Miscellaneous	-	-	1,086	1,086
Insurance	-	-	3,070	3,070
Total expenses	<u>\$ 1,558,557</u>	<u>\$ 223,641</u>	<u>\$ 254,837</u>	<u>\$ 2,037,035</u>

See accompanying notes to the financial statements.

HOP ON A CURE FOUNDATION, INC.
STATEMENT OF FUNCTIONAL EXPENSES
For the Period from March 29, 2022 (inception) through February 28 2023

	Program Services	Supporting Services		Total
		Fundraising	Administration	
Expenses				
Grant recipients	\$ 100,000	\$ -	\$ -	\$ 100,000
Salaries and wages	-	-	-	-
Payroll taxes	-	-	-	-
Events	22,531	56,095	-	78,626
Advertising and marketing	-	22,311	-	22,311
Professional services	-	-	69,014	69,014
Membership and subscriptions	-	-	-	-
Travel and entertainment	8,635	-	6,958	15,593
Merchant fees	-	-	17,853	17,853
Web design	-	-	3,500	3,500
Software	-	-	10,982	10,982
Printing, shipping, and office supplies	-	-	2,278	2,278
Staff expense	-	-	580	580
Miscellaneous	-	-	304	304
Insurance	-	-	1,059	1,059
Total expenses	\$ 131,166	\$ 78,406	\$ 112,528	\$ 322,100

HOP ON A CURE FOUNDATION, INC.
STATEMENTS OF CASH FLOWS
For the Year Ended February 29, 2024 and the Period from
March 29, 2022 (inception) through February 28 2023

	<u>2024</u>	<u>2023</u>
Cash flows from operating activities		
Change in net assets	\$ 133,146	\$ 785,332
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Changes in operating assets and liabilities:		
Contribution receivables, net	(1,500)	-
Prepaid expenses and other assets	(278)	-
Accounts payable and accrued expenses	<u>(27,404)</u>	<u>50,638</u>
Net cash used in operating activities	103,964	835,970
Cash flows from investing activities		
Dividend reinvestment	(49,863)	(6,327)
Purchase of investments	(1,049,992)	(452,682)
Sale of investments	1,176,000	
Purchase of investment in SPV, LLC	<u>(275,000)</u>	
Net cash used in investing activities	(198,855)	(459,009)
Net decrease in cash and cash equivalents	(94,891)	376,961
Cash and cash equivalents at beginning of year	<u>376,961</u>	<u>-</u>
Cash and cash equivalents at end of year	<u>\$ 282,070</u>	<u>\$ 376,961</u>

See accompanying notes to the financial statements.

HOP ON A CURE FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
For the Year Ended February 29, 2024 and the Period from
March 29, 2022 (inception) through February 28 2023

NOTE A – ORGANIZATION AND PURPOSE

Hop On A Cure Foundation, Inc. (the “Organization”) was incorporated on March 29, 2022, under the laws of the State of Georgia, as a not-for-profit organization, as defined by Internal Revenue Code Section 501(C)(3) and, accordingly, is exempt from federal income taxes and from state and local taxes under comparable laws.

The Organization's mission is to provide support through its commitment and dedication to research to prevent, reverse, and cure amyotrophic lateral sclerosis (ALS) while raising awareness, building a compassionate community, and unleashing the healing power of hope.

NOTE B – SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles. Net assets, revenues, and expenses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Net assets without donor restrictions – Net assets that are not subject to donor-imposed restrictions may be expended for any purpose in performing the primary objectives of the Organization. The Organization’s board may designate assets without restrictions for specific operation purposes from time to time. Other changes to this category include assets without restrictions for investment income and all expenses.

Net assets with donor restrictions – Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Contributions of cash or other assets with stipulations that they be maintained in perpetuity are classified as net assets with donor restrictions. Contributions with stipulations that they be used for a specific purpose are classified as net assets with donor restrictions until such time as the purpose of the restriction is met. Restricted contributions are reported as unrestricted support if the restrictions are satisfied in the same reporting period. All other contributions are classified as net assets without donor restrictions.

HOP ON A CURE FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
For the Year Ended February 29, 2024 and the Period from
March 29, 2022 (inception) through February 28 2023

NOTE B – SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and cash equivalents

For the purposes of the statements of cash flows, the Organization considers cash and cash equivalents to include short-term, highly liquid investments with remaining maturities at acquisition of three months or less.

Advertising and marketing expenses

Advertising and marketing costs are expensed as incurred. Advertising expenses were \$97,864 and \$22,311 for the year ended February 29, 2024 and period from March 29, 2022 through February 28, 2023, respectively.

Income taxes

No provision for income tax expense is necessary as the Organization qualifies as a nonprofit organization exempt from income tax under Section 501(c)(3) of the Internal Revenue Code (“IRC”). While exempt from income tax under Section 501(c)(3), the Organization is subject to tax on income unrelated to its exempt purposes, unless that income is otherwise excluded by the IRC. There were no interest or penalties related to income taxed that have been accrued or recognized as of and for the year ended February 29, 2024 and period from March 29, 2022 through February 28, 2023.

FASB ASC topic 740, *Income Taxes*, requires the evaluation of tax positions taken or expected to be taken in the course of preparing the Organization’s tax returns to determine whether the tax positions would “more-likely-than-not” be sustained if challenged by an applicable tax authority. Tax positions not deemed to meet the more-likely-than-not threshold would be recorded as a tax benefit or expense in the current year. The Organization evaluates its uncertain tax positions using the provisions of FASB ASC topic 450, *Contingencies*. Management believes there are no material estimates. Accordingly, no provision or benefit for income taxes has been recorded in the Organization’s financial statements.

Use of estimates

Management uses estimates and assumptions in preparing financial statements in accordance with accounting principles generally accepted in the United States of America. These estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could vary from the estimates that were assumed in preparing the financial statements.

HOP ON A CURE FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
For the Year Ended February 29, 2024 and the Period from
March 29, 2022 (inception) through February 28 2023

NOTE B – SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue recognition

The Organization recognizes revenue and support in accordance with FASB ASC topic 958, *Not-for-Profit Entities*. Recognition of contribution revenue is triggered by the transfer of an economic benefit, the receipt of either the contribution (cash or other economic benefit), or a promise to make a contribution in the future, even if the donor imposes restrictions on the use of the donated asset. If a pledge is conditional to the occurrence or nonoccurrence of a future event, revenue is not recognized until that condition is substantially fulfilled by the event's occurrence or nonoccurrence.

When a 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 statements of activities as net assets released from 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 stipulations or by law.

Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Contributions that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the contribution is recognized. All other donor restricted contributions are reported as an increase in net assets with donor restrictions, depending on the nature of the restrictions.

Pledges and contributions receivable

The pledges and contributions receivable consist of donor promises to give. It is the Organization's policy to charge off uncollectible receivables when management determines the pledge will not be collected. Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at fair value, which is measured as the present value of their future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Amortization of the discounts is included in contribution revenue. All receivables are considered collectible as of February 29, 2024 and February 28, 2023.

HOP ON A CURE FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
For the Year Ended February 29, 2024 and the Period from
March 29, 2022 (inception) through February 28 2023

NOTE B – SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property and equipment

Property and equipment are recorded at acquisition cost. Expenditures for maintenance and repairs are charged to operations as incurred. Property replacements and betterments, which extend the life of the asset, are capitalized and subsequently depreciated. When the assets are sold or retired, the cost and accumulated depreciation are removed from the accounts and the resulting gains or losses are included in operations. Depreciation is determined by the straight-line method over the estimated useful lives of assets, ranging from 3 to 7 years. Leasehold improvements are amortized on a straight-line basis over the shorter of the lease term or estimated useful lives.

Fair value

In accordance with FASB ASC 820, *Fair Value Measurements and Disclosures*, the Organization defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. In determining fair value, the Organization uses various methods including market, income, and cost approaches. The Organization utilizes valuation techniques that maximize the use of observable inputs and minimizes the use of unobservable inputs. As a basis for categorizing these inputs, FASB ASC 820, *Fair Value Measurements and Disclosures*, establishes the following hierarchy, which prioritizes the inputs used to measure fair value from market-based assumptions to entity specific assumptions:

Level 1: Inputs based on quoted market prices for identical assets or liabilities in active markets at the measurement date.

Level 2: Observable inputs other than quoted prices included in Level 1, such as quoted prices for similar assets and liabilities in active markets; quoted prices for identical or similar assets and liabilities in markets that are not active; or other inputs that are observable or can be corroborated by observable market data.

Level 3: Inputs reflect management's best estimate of what market participants would use in pricing the asset or liability at the measurement date. The inputs are unobservable in the market and significant to the instrument's valuation.

The asset's or liability'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. The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values.

HOP ON A CURE FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
For the Year Ended February 29, 2024 and the Period from
March 29, 2022 (inception) through February 28 2023

NOTE B – SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fair value (continued)

Furthermore, although the Organization 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.

Cost allocations

The costs of providing the various programs and other activities have been summarized on a functional basis in the accompanying statements of activities. Accordingly, certain costs have been allocated among the programs, fundraising, and supporting services benefitted. All expenses are allocated based on an estimate of where time and efforts are made, and benefits are received.

Concentrations

The Organization maintains deposits in a financial institution that at times may exceed amounts covered by insurance provided by the U.S. Federal Deposit Insurance Corporation (FDIC). Management believes that no significant concentration of credit risk exists with respect to those balances because of its assessment of the credit worthiness and financial visibility of the respective financial institutions. At February 29, 2024 and February 28, 2023, the Organization's cash balance exceeded the federally insured limits by approximately \$20,600 and \$100,800, respectively. The Organization has not experienced any losses with respect to such accounts.

Approximately 93% of accounts payable are due to four vendors as of February 28, 2023.

Contingencies

Certain conditions may exist as of the date of the financial statements that may result in a loss to the Organization but will only be resolved when one or more future events occur or fail to occur. The Organization's management and its legal counsel assess such contingent liabilities, and such assessment inherently involves an exercise of judgment.

In assessing loss contingencies related to legal proceedings that are pending against the Organization or un-asserted claims that may result in such proceedings, the Organization's legal counsel evaluates the perceived merits of the amounts of the relief sought or expected to be sought therein.

HOP ON A CURE FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
For the Year Ended February 29, 2024 and the Period from
March 29, 2022 (inception) through February 28 2023

NOTE B – SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Contingencies (continued)

If the assessment of a contingency indicates that it is probable that a material loss will be incurred and the amount of the liability can be reasonably estimated, then the estimated liability would be accrued in the Organization's financial statements. If the assessment indicates a potentially material loss contingency is not probable, but is reasonably possible, or is probable but cannot be estimated, then the nature of the contingent liability, together with an estimate of the range of possible loss if determinable and material, would be disclosed. There were no such claims as of February 29, 2024 and February 28, 2023.

Investments

The Organization accounts for its investments in accordance with the provisions of the FASB ASC topic 321, *Investments-Debt and Equity Securities*. Investments consist primarily of mutual funds, and cash and cash equivalents. Management believes that its investments should be classified as investments that are available for sale. The investments are reported at fair value with unrealized gains and losses reported as a component in the statements of activities and changes in net assets.

Investment securities are exposed to various risks, such as interest rate risk, market risk, and credit risk. Due to the level of risk associated with certain investment securities and the level of uncertainty related to changes in the value of investment securities, it is at least reasonably possible that changes in risks in the near term would materially affect the amount reported in the accompanying financial statements.

The Organizations has an investment in Caydan-Mitosense SPV, LLC, which is invested in MitoSense, Inc., a Company devoted to the discovery and development of Mitochondria Organelle Transplantation (MOT™) technology which has successfully demonstrated proof of concept for this cellular biotherapy which holds great promise for millions suffering from neurodegenerative diseases such as ALS, Parkinson's and Alzheimer's. Management has elected to account for using a measurement alternative provided by ASC 321 "Investments-Equity Securities". ASC 321 provides a "measurement alternative" that can be elected for an investment that does not have a readily determinable fair value and which is ineligible for the NAV practical expedient. This measurement alternative is defined as cost, less impairment, adjusted (increased or decreased) for information about fair value of the investment from observable price changes, whenever those occur, rather than an obligation to remeasure the investment at fair value at each reporting date. Under this measurement alternative, observable price changes are from orderly transactions for an identical or similar investment of the same issuer. An entity must elect to apply the measurement alternative upon acquisition of an eligible equity interest and is made on an instrument-by-instrument basis. As of February 29, 2024 the investment value was \$275,000 (17.36% ownership).

HOP ON A CURE FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
For the Year Ended February 29, 2024 and the Period from
March 29, 2022 (inception) through February 28 2023

NOTE B – SIGNIFICANT ACCOUNTING POLICIES

Leases

In accordance, ASU 2016-02, Leases, the Organization determines if an arrangement is a lease or contains a lease at inception and perform an analysis to determine whether the lease is an operating lease or a finance lease. The Organization measures right-of-use (“ROU”) assets and lease liabilities at the lease commencement date based on the present value of the remaining lease payments. As most leases do not provide a readily determinable implicit rate, the Organization uses the risk-free rate. The Organization uses this rate to discount the remaining lease payments in measuring the ROU asset and lease liability. The Organization uses the implicit rate when readily determinable. Lease expense for operating leases is recognized on a straight-line basis over the lease term.

Leases with an initial term of twelve months or less are not recorded on the balance sheet. The Organization recognizes lease expense for these leases on a straight-line basis over the lease term.

Subsequent events

The Organization evaluates events occurring subsequent to the date of the financial statements in determining the accounting for and disclosure of transactions and events that affect the financial statements. Subsequent events have been evaluated through June 25, 2024, which is the date the financial statements were available to be issued.

NOTE C – CONTRIBUTIONS OF NON-FINANCIAL ASSETS

The Organization received donated professional services of \$111,364 and \$12,088 for the years ended February 29, 2024 and February 28, 2023. Such amounts, which are based upon information provided by third-party service providers, are recorded at their estimated fair value determined on the date of contribution and are reported as contributions and supporting services on the accompanying statements of activities and statements of functional expenses.

Volunteers have made significant contributions of their time in furtherance of the Organization’s mission. These services were not reflected in the accompanying statements of activities because they do not meet the necessary criteria for recognition under US GAAP.

NOTE D – RELATED PARTIES

For the year ended February 29, 2024 and period from March 29, 2022 through February 28, 2023, the Organization received a total of approximately \$20,355 and \$26,434 of individual donations from board members and key management. These donations do not include board

HOP ON A CURE FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
For the Year Ended February 29, 2024 and the Period from
March 29, 2022 (inception) through February 28 2023

NOTE D – RELATED PARTIES (CONTINUED)

member donations secured through corporations, foundations, or other entities. For the year ended February 29, 2023, the Organization owed approximately \$15,274 to board member.

NOTE E – INVESTMENTS

The following are the major categories of assets and liabilities measured at fair value on a recurring basis during the year ended February 29, 2024 and period from March 29, 2022 through February 28, 2023, using quoted prices in active markets for identical assets (Level 1); significant other observable inputs (Level 2); and significant unobservable inputs (Level 3):

<u>February 29, 2024</u>	<u>Level 1 Inputs</u>	<u>Level 2 Inputs</u>	<u>Level 3 Inputs</u>
Mutual Funds	382,864	-	-
Total	<u>\$ 382,864</u>	<u>\$ -</u>	<u>\$ -</u>
<u>February 28, 2023</u>	<u>Level 1 Inputs</u>	<u>Level 2 Inputs</u>	<u>Level 3 Inputs</u>
Mutual Funds	459,009	-	-
Total	<u>\$ 459,009</u>	<u>\$ -</u>	<u>\$ -</u>

NOTE F – LIQUIDITY MANAGEMENT

The Organization’s financial assets available within one year of the statement of financial position date for general expenditure as follows:

	<u>2024</u>	<u>2023</u>
Cash and cash equivalents	\$ 282,070	\$ 376,961
Contributions receivable, net	1,500	-
Investments, at fair value	<u>382,864</u>	<u>459,009</u>
Available financial assets	666,434	835,970
Net assets with donor restrictions	-	-
Financial assets available to meet general expenditures within one year	<u>\$ 666,434</u>	<u>\$ 835,970</u>

HOP ON A CURE FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
For the Year Ended February 29, 2024 and the Period from
March 29, 2022 (inception) through February 28 2023

NOTE F – LIQUIDITY MANAGEMENT (CONTINUED)

As part of the Organization’s liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, or other obligations come due. The goal of the Organization is to maintain sufficient liquidity to ensure the Organization has financial assets to cover six months of operating expenses.