Days for Girls International

Financial Statements with
Independent Auditor's Report

Years Ended December 31, 2025 and 2024

WERSEN
NONPROFIT
CPAs LLC

Days for Girls International

Contents

Independent Auditor's Report

To the Board of Directors
Days for Girls International
Mount Vernon, Washington

Opinion
I have audited the accompanying financial statements of Days for Girls International (a nonprofit organization), which comprise the statements of financial position as of December 31, 2025 and 2024, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Days for Girls International (the Organization) as of December 31, 2025 and 2024, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion
I conducted my audits in accordance with auditing standards generally accepted in the United States of America (GAAS). My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am required to be independent of the Organization and to meet my other ethical responsibilities in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my 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 the Organization'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
My 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 my 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 GAAS 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 GAAS, I:

- 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 the Organization'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 my judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for a reasonable period of time.

I am 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 I identified during the audit.

Bellingham, Washington
May 11, 2026

Days for Girls International

Statements of Financial Position

December 31, 2025 and 2024

	2025	2024
Assets		
Cash and cash equivalents	$ 622,404	$ 961,580
Pledges receivable, net	1,303,760	287,256
Receivables from affiliates, net	111,087	229,839
Inventory	50,389	62,405
Other assets	36,703	65,993
Right of use asset	30,401	69,198
Total assets	$ 2,154,744	$ 1,676,271
Liabilities and Net Assets		
Liabilities		
Accounts payable and accrued liabilities	$ 173,956	$ 29,788
Deferred grant support	350,142	296,608
Lease liability	31,751	70,998
Total liabilities	555,849	397,394
Net assets		
Without donor restrictions		
Board-designated operating reserve	270,082	240,030
Undesignated	12,010	776,361
Total without donor restrictions	282,092	1,016,391
With donor restrictions	1,316,803	262,486
Total net assets	1,598,895	1,278,877
Total liabilities and net assets	$ 2,154,744	$ 1,676,271

The accompanying notes are an integral part of these financial statements.

Days for Girls International

Statements of Activities

Years Ended December 31, 2025 and 2024

	2025			2024		
	Without Donor Restrictions	**With Donor Restrictions**	**Total**	**Without Donor Restrictions**	**With Donor Restrictions**	**Total**
Support and revenue						
Contributions	$ 2,829,513	$ 1,259,260	$ 4,088,773	$ 2,697,740	$ 262,486	$ 2,960,226
In-kind contributions	205,122	-	205,122	150,831	-	150,831
Other income	63,968	-	63,968	120,487	-	120,487
Satisfaction of restrictions	204,943	(204,943)	-	126,721	(126,721)	-
Total support and revenue	3,303,546	1,054,317	4,357,863	3,095,779	135,765	3,231,544
Expenses						
Program services	3,136,390	-	3,136,390	2,626,762	-	2,626,762
Management and general	384,156	-	384,156	354,804	-	354,804
Fundraising	517,299	-	517,299	374,294	-	374,294
Total expenses	4,037,845	-	4,037,845	3,355,860	-	3,355,860
Changes in net assets	(734,299)	1,054,317	320,018	(260,081)	135,765	(124,316)
Net assets – beginning of year	1,016,391	262,486	1,278,877	1,276,472	126,721	1,403,193
Net assets – end of year	$ 282,092	$ 1,316,803	$ 1,598,895	$ 1,016,391	$ 262,486	$ 1,278,877

Days for Girls International

Statements of Functional Expenses

Years Ended December 31, 2025 and 2024

	2025				2024			
	Program Services	**Management and General**	**Fundraising**	**Total**	**Program Services**	**Management and General**	**Fundraising**	**Total**
Salaries and wages	$ 646,537	$ 189,711	$ 161,512	$ 997,760	$ 630,920	$ 176,035	$ 142,259	$ 949,214
Payroll taxes	51,457	16,334	12,880	80,671	51,776	13,874	11,226	76,876
Employee benefits	20,055	11,927	6,664	38,646	32,371	9,023	4,932	46,326
Total payroll and related	718,049	217,972	181,056	1,117,077	715,067	198,932	158,417	1,072,416
Kit distribution	1,318,182	-	-	1,318,182	976,020	-	-	976,020
Contractors	376,157	26,202	38,498	440,857	297,506	6,051	-	303,557
International grants and assistance	225,037	-	-	225,037	231,357	-	-	231,357
Global education and development	214,340	-	-	214,340	126,341	-	-	126,341
Office and occupancy	101,676	47,353	42,099	191,128	112,910	35,178	55,673	203,761
Professional services, including in-kind	18,194	88,689	84,072	190,955	63,218	51,315	59,927	174,460
Miscellaneous	164,755	3,940	19,424	188,119	104,343	63,328	16,056	183,727
Advertising and promotion, including in-kind	-	-	152,150	152,150	-	-	84,221	84,221
Total expenses	$ 3,136,390	$ 384,156	$ 517,299	$ 4,037,845	$ 2,626,762	$ 354,804	$ 374,294	$ 3,355,860

Days for Girls International

Statements of Cash Flows

Years Ended December 31, 2025 and 2024

	2025	2024
Cash flows from operating activities		
Changes in net assets	$ 320,018	$ (124,316)
Adjustments to reconcile changes in net assets to net cash used by operating activities:		
Provision for credit losses	-	50,000
Loss on obsolete inventory	23,476	398
Reduction in the carrying amount of right of use asset, net of lease liability accretion	41,400	41,400
Noncash changes in other assets	1,919	22,642
Decrease (increase) in assets		
Pledges receivable, net	(1,016,504)	(232,561)
Receivables from affiliates	118,752	1,131
Inventory	(11,460)	27,366
Other assets	27,371	(12,968)
Increase (decrease) in liabilities		
Accounts payable and accrued liabilities	144,168	(19,805)
Deferred grant support	53,534	157,852
Lease liability	(41,850)	(40,050)
Net cash used by operating activities	(339,176)	(128,911)
Cash flows from investing activities		
Purchases of equipment	-	(1,949)
Net cash used by investing activities	-	(1,949)
Net decrease in cash and cash equivalents	(339,176)	(130,860)
Cash and cash equivalents – beginning of year	961,580	1,092,440
Cash and cash equivalents – end of year	$ 622,404	$ 961,580

Note 1 – Summary of Significant Accounting Policies

Nature of activities – Days for Girls International (the Organization) is a Washington State nonprofit corporation formed in 2011. The Organization's mission is to increase access to menstrual care and education by developing global partnerships, cultivating social enterprises, mobilizing volunteers, and innovating sustainable solutions that shatter stigmas and limitations for women and girls.

The Organization facilitates the production of patented Days for Girls kits (kits) in two ways: in conjunction with its foreign related charitable organizations (see Note 6) and by providing foreign locally-owned enterprises, located in the countries being served, with exclusive licensing access to its patented kits. Additionally, the Organization provides education curriculum, local jobs and leadership opportunities. These relationships are collectively referred to as "affiliates."

The Organization also reaches communities through relationships with affiliates who donate to women and girls all over the globe. The Organization utilizes many volunteers, who are organized into domestic chapters, teams, clubs, or collection points (domestic branches), to produce kits and serve as advocates for the issue of menstrual equity. The Organization does not act as fiscal sponsor for these domestic branches. During 2025, the Organization assumed control over one domestic collection point and now directs its activities. Accordingly, the related revenues, expenses, and inventory are included in the accompanying financial statements.

Basis of accounting – The Organization prepares its financial statements in accordance with accounting principles generally accepted in the United States of America (GAAP), which involves the application of accrual accounting. Accordingly, revenues and gains are recognized when earned, and expenses and losses are recognized when incurred.

Basis of presentation – The Organization presents its financial statements in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958. Under this standard, the Organization is required to present its financial position and activities according to two classes of net assets:

> *Net assets without donor restrictions* – Net assets that are not subject to donor-imposed restrictions and over which the Board of Directors has discretionary control.
>
> *Net assets with donor restrictions* – Net assets subject to donor-imposed restrictions or time restrictions that will be met either through actions of the Organization or by passage of time, including contributions restricted by the donor to be invested in perpetuity, if any.

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. In the period donor restrictions are met, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as satisfaction of restrictions. When donor restrictions are met during the same period that the contribution is received, the contribution is recognized as without donor restrictions.

Cash and cash equivalents – The Organization considers all highly liquid investments purchased with an original maturity of three months or less to be cash equivalents. The Organization maintains its cash in bank accounts that may exceed federally insured limits at times during the year. The Organization has not experienced any losses in these accounts, and management does not believe it is exposed to any significant credit risk.

Note 1 – Summary of Significant Accounting Policies – (Continued)

Pledges receivable – Unconditional promises to give (pledges) that are expected to be collected within one year are recorded at their net realizable value. Pledges expected to be collected in future years are recorded at the present value of estimated future cash flows using a discount rate commensurate with the risk involved. In subsequent years, amortization of the pledge discount is included in contribution revenue in the statement of activities. An estimated allowance for uncollectible pledges is recorded based on historical payment trends. The Organization considers all current pledges receivable fully collectible as of December 31, 2025 and 2024; thus, no allowance has been established for uncollectible pledges.

Receivables from affiliates – Receivables from affiliates (receivables) consist primarily of non-interest bearing amounts due from kit and kit component orders. Receivables are stated net of allowance for credit losses and represent the amount expected to be collected. Management estimates an allowance for credit losses based on prior experience collecting receivables, the aging of the receivables at year-end, and management's appraisal of current economic conditions. Based on the above factors, management recognized an allowance for credit losses totaling $- and $50,000 for the years ended December 31, 2025 and 2024, respectively. During 2025, the previously recorded allowance was utilized to write off specific receivables determined to be uncollectible. Non-current receivables, net of the allowance for credit losses, expected to be collected in one to five years total $- and $104,839 as of December 31, 2025 and 2024, respectively.

Inventory – Inventory is recorded at the lower of cost or market. Inventory is recorded using the first in, first out method. Inventory consists of branded items to sell on the Organization's website, raw materials that are sold to affiliates for kit production, and completed kits held at collection points for distribution to affiliates

Leases – The Organization determines if an arrangement is, or contains, a lease at inception. Leases are included in right-of-use (ROU) assets and lease liabilities in the statements of financial position. ROU assets and lease liabilities reflect the present value of the future minimum lease payments over the lease term, and ROU assets also include prepaid or accrued rent. Operating lease expense is recognized on a straight-line basis over the lease term. The Organization does not report ROU assets and lease liabilities for its short-term leases (leases with a term of 12 months or less). Instead, the lease payments of those leases are reported as lease expense on a straight-line basis over the lease term. All lease related expenses are presented as office and occupancy expense on the accompanying statements of functional expenses.

Contributions – Contributions support consists of contributions and grants and is recognized in the period received or when an unconditional promise to give is made, whichever is earlier. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional. Conditional grants received in advance of the conditions being met are recorded as deferred grant support in the accompanying statements of financial position. Contributions from one donor represented 28% of total support and revenue for the year ended December 31, 2025. There were no significant donor concentrations for the year ended December 31, 2024.

The Organization receives contributions earmarked for many of its domestic branches and generally grants such funds to the domestic branch to cover kit production costs. In all cases, the Organization has variance power over the earmarked contributions, including monitoring the amount of designated contributions to ensure that transfers only occur to cover reasonable kit production costs. Contributions earmarked for domestic branches totaled $504,342 and $438,472, while related distributions to domestic branches totaled $504,342 and $433,556, during the years ended December 31, 2025 and 2024, respectively. Collections for, and distributions to, domestic branches are included in contributions support and kit distributions expense, respectively, in the accompanying financial statements.

Note 1 – Summary of Significant Accounting Policies – (Continued)

Donated goods and services – Donations of goods and services are recorded at their estimated fair values at the date of donation. Donated services are recognized 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. In addition, many volunteers have donated significant amounts of time to the Organization's program services and fundraising campaigns. The services of these volunteers are not recorded in the accompanying financial statements as they do not meet the criteria for recognition.

Donated services are measured at estimated fair value based on prevailing rates for similar services. Donated goods are measured at estimated fair value based on comparable items available in the local market. The Organization utilizes all donated goods and services in its operations and does not sell or otherwise monetize in-kind contributions. Donated services recognized, consisting primarily of online advertising and professional services requiring specialized skills, totaled $138,122 and $150,831 for the years ended December 31, 2025 and 2024, respectively. No donated goods were received during the years ended December 31, 2025 or 2024. There were no donor-imposed restrictions associated with in-kind contributions in either year.

Advertising – Advertising costs are expensed as incurred and totaled $152,150 and $84,221 for the years ended December 31, 2025 and 2024, respectively. These expenses are presented as advertising and promotion in the accompanying statements of functional expenses. These totals include $87,871 and $68,785 of advertising that was received as in-kind donations during the years ended December 31, 2025 and 2024, respectively.

Functional allocation of expenses – The costs of providing various programs and other activities have been summarized on the functional basis in the accompanying statements of activities and functional expenses. Expenses are directly allocated where possible and certain expenses not directly related to a particular function are allocated on a reasonable basis that is consistently applied. The method of allocation applied to expenses is based on estimates of time and effort. To accomplish this, management reviews detailed wage breakdowns to determine an estimated percentage of time spent in a given function. A similar ratio is then applied to other categories of expenses as well.

Federal income taxes – The Organization is a nonprofit organization under Section 501(c)(3) of the Internal Revenue Code and is therefore exempt from federal income tax on income derived from activities related to its tax-exempt purposes. Accordingly, no provision for income tax is necessary.

Use of estimates – The preparation of financial statements in accordance with GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

Reclassifications – Certain reclassifications have been made to the prior year's financial statements to conform to the current year's presentation. These reclassifications had no effect on the net assets or changes in net assets as of and for the year ended December 31, 2024.

Subsequent events – In preparing these financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through May 11, 2026, the date the financial statements were available to be issued.

Note 2 – Liquidity and Availability

Financial assets available for general expenditure within one year consist of the following as of December 31:

	2025	2024
Cash and cash equivalents	$ 622,404	$ 961,580
Pledges receivable, net	1,303,760	287,256
Receivables from affiliates, net	111,087	229,839
Other financial assets	51	1,564
Less amounts not available for general expenditure within one year		
Non-current portion of receivables from affiliates	-	(104,839)
Board-designated operating reserve	(270,082)	(240,030)
Donor-restricted for specific purposes or time restrictions beyond the upcoming year	(886,803)	(262,486)
	$ 880,417	$ 872,884

The Organization has a board-designated operating reserve, with the goal of reserving three months of expenses. As of December 31, 2025 and 2024, the operating reserve is at less than one month of average operating expenses. Future budgets include plans to increase the reserve as a percentage of support and revenue. The operating reserve funds are to be utilized for emergent cash needs, as determined by the Board of Directors, and can only be released with Board approval. As such, these board-designated assets are not considered available for general expenditure within the next year. However, the board-designated amounts could be made available, if necessary. In addition, the Organization has certain donor-restricted net assets limited to use (see Note 6), which are not available for general expenditure within one year in the normal course of operations. Accordingly, these assets have been subtracted from the quantitative information above.

The Organization manages its liquidity through ongoing monitoring of cash flows and maintaining access to additional sources of liquidity as needed. Board-designated reserves may be drawn upon with Board approval to address unanticipated liquidity needs. In addition, the Organization maintains a $100,000 line of credit with a financial institution that is available to support short-term cash flow needs (see Note 5).

Note 3 – Pledges Receivable

Pledges receivable consist of the following as of December 31:

	2025	2024
Receivable in less than one year	$ 480,968	$ 287,256
Receivable in one to five years	860,000	-
Total pledges receivable, gross	1,340,968	287,256
Less: discount to net present value at 3%	(37,208)	-
	$ 1,303,760	$ 287,256

Pledges from one and three donors represented 89% and 100% of total pledges receivable as of December 31, 2025 and 2024, respectively.

Note 4 – Leases

The Organization's operating lease consists of a warehouse for storing inventory and operating the Resource Shop and collection point in North Salt Lake, Utah. The three-year lease agreement runs through September 2026. The lease agreement does not contain a renewal option.

For the years ended December 31, 2025 and 2024, total operating lease cost was $42,930 and $43,035, respectively. Total short-term lease cost was nil for the years ended December 31, 2025 and 2024. As of December 31, 2025, the Organization's operating lease remaining term was approximately 0.75 years. For years ended December 31, 2025 and 2024, the Organization utilized a risk-free rate to discount future lease payments totaling 4.88% as of December 31, 2025 and 2024.

Future maturities of lease liabilities total $32,400 for 2026 less a present value discount of $649.

Note 5 – Line-of-Credit

The Organization maintains an unsecured $100,000 line-of-credit (LOC) with a bank. Draws on the LOC bear interest at the bank's prime rate plus 6.75% (14.5% at December 31, 2025). The LOC is set to renew annually, unless cancelled by the Organization. No draws were outstanding on the LOC as of December 31, 2025 and 2024.

Note 6 – Net Assets with Donor Restrictions

Net assets with donor restrictions are available for the following purposes as of December 31:

	2025	2024
Time restricted - menstrual health education	$ 1,222,792	$ -
Kit distribution outreach, education, and advocacy	70,043	210,901
Program activities in Nepal	13,968	26,426
Other purpose restrictions	10,000	25,159
	$ 1,316,803	$ 262,486

Note 7 – Related Parties

The Organization provides financial assistance to certain foreign charities that are affiliated with the Organization through common board members. These foreign affiliates exist to support the same mission as the Organization. The Organization provides significant financial and educational support to these affiliates. While the affiliates have an economic interest in the Organization, the Organization lacks the prerequisite level of control over the affiliates to require consolidation. Thus, the affiliates' financial statements are not consolidated within the Organization's financial statements as of December 31, 2025 and 2024.

Note 7 – Related Parties – (continued)

Grants and support provided to these foreign affiliates, which are included within kit distribution and international grants and assistance expenses in the accompanying statements of functional expenses, totaled the following during the years ended December 31:

	2025	2024
Days for Girls Kenya	$ 214,502	$ 61,383
Days for Girls Uganda	140,190	136,612
Days for Girls Nepal	47,347	49,300
Days for Girls Australia Limited	5,066	-
Days for Girls United Kingdom	2,500	-
Days for Girls South Africa	1,225	-
Days for Girls Ghana	-	215
	$ 410,830	$ 247,510

Amounts due from related parties totaled the following as of December 31:

	2025	2024
Days for Girls Kenya	$ 100,108	$ 208,998
Days for Girls Uganda	10,979	68,975
Others	-	1,866
	$ 111,087	$ 279,839

The Organization recorded an allowance for uncollectible receivables from affiliates totaling $50,000 resulting in net receivables from affiliates of $229,839 for the year ended December 31, 2024. During 2025, the previously recorded allowance was utilized to write off specific receivables from Days for Girls Uganda, which were determined to be uncollectible. No allowance was recognized for the year ended December 31, 2025, as all amounts are considered collectible.

Amounts payable to foreign affiliates totaled $96,474 and $2,795 for the years ended December 31, 2025 and 2024, respectively. These related party payables are included within accounts payable and accrued liabilities in the accompanying statements of financial position.

Note 8 – Contingencies

In the normal course of activities, the Organization may be, from time to time, subject to allegations that may result, or do result, in litigation. The Organization's policy is to evaluate any such allegations by conducting investigations to determine the validity of each potential claim. Based upon the advice of counsel, management discloses an estimate of the amount of ultimate expected loss, if any, for each of these matters. No amounts are disclosed for loss contingencies as of December 31, 2025 and 2024. Events could occur that would cause the estimate of ultimate loss to differ from the amount disclosed.