

AMERICAN FRIENDS OF HELPAGE INDIA, INC.

Financial Statements
Year ended December 31, 2023



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INDEPENDENT ACCOUNTANTS' REVIEW REPORT

The Board of Directors
American Friends of HelpAge India Inc.
2550 M St NW
Washington, DC 20037

We have reviewed the accompanying financial statements of **American Friends of HelpAge India, Inc. (a nonprofit organization)**, which comprise the statement of financial position as of December 31, 2023, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of entity management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error.

Accountants' Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of US-India Strategic Partnership Forum, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

Accountants' Conclusion

Based on our reviews, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

The financial statements of American Friends of HelpAge India, Inc. as of December 31, 2022, were audited by other auditors whose report dated August 28, 2023, expressed an unmodified opinion on those statements.

Kaul & Gupta CPA, LLP

Kaul & Gupta CPA LLP

Place: Melville, New York

Date: November 5, 2024

AMERICAN FRIENDS OF HELPAGE INDIA, INC.

Statement of Financial Position

December 31, 2023

Assets

Cash and cash equivalents	\$ 648,654
Contribution receivable	-
Prepaid expenses and other assets	2,798
Total assets	\$ 651,452

Liabilities and Net Assets

Accrued expenses and other liabilities	\$ 23,580
Total liabilities	23,580

Net Assets

Without donor restrictions	627,872
With donor restrictions	-
Total net assets	627,872
Total liabilities and net assets	\$ 651,452

See accompanying notes and independent accountants' review report

AMERICAN FRIENDS OF HELPAGE INDIA, INC.

Statement of Activities

Year ended December 31, 2023

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
OPERATING ACTIVITIES			
Revenues and Other support			
Contributions	\$ 634,301	\$ 28,644	\$ 662,945
Net assets released from restrictions	519,558	(519,558)	-
Total revenue and other support	1,153,859	(490,914)	662,945
Expenses			
Program services expenses:			
HelpAge India - Old age home maintenance	28,303	-	28,303
HelpAge India - Project Saksham	553,170	-	553,170
HelpAge India - Project Aakhon ka Tara	3,644	-	3,644
HelpAge India - Others	2,750	-	2,750
Total program expenses	587,867	-	587,867
Supporting services expenses:			
Management and general	49,168	-	49,168
Fund raising	49,442	-	49,442
Total support services expenses	98,610	-	98,610
Total expenses	686,477	-	686,477
Change in net assets from operations	467,382	(490,914)	(23,532)
Change in net assets	\$ 467,382	\$ (490,914)	\$ (23,532)
Net assets, beginning of year	160,490	490,914	651,404
Net assets, end of year	\$ 627,872	\$ -	\$ 627,872

See accompanying notes and independent accountants' review report

AMERICAN FRIENDS OF HELPAGE INDIA, INC.

Statement of Functional Expenses

Year ended December 31, 2023

	Program services				Supporting services		Total
	HelpAge India - HelpAge India · Project Old age home maintenance	HelpAge India · Project Saksham	Project Aakhon ka Tara	HelpAge India - Others	Management and General	Fundraising	
Grants	\$ 25,000	\$ 490,914	\$ 3,644	\$ 2,750	\$ -	\$ -	\$ 522,308
Legal and professional fee	523	9,928	-	-	7,838	7,838	26,127
Consulting fees	2,575	48,925	-	-	38,625	38,625	128,750
Conferences and meetings	40	760	-	-	600	600	2,000
Travel and meetings	96	1,820	-	-	1,437	1,437	4,790
Office expenses	42	796	-	-	628	628	2,094
Advertising	-	-	-	-	-	274	274
Others	27	27	-	-	40	40	134
Total Expenses	\$ 28,303	\$ 553,170	\$ 3,644	\$ 2,750	\$ 49,168	\$ 49,442	\$ 686,477

See accompanying notes and independent accountants' review report

AMERICAN FRIENDS OF HELPAGE INDIA, INC.

Statement of Cash Flows

Year ended December 31, 2023

Reconciliation of Change in Net Assets to Net Cash from Operating Activities

Change in net assets	\$ (23,532)
Adjustments to reconcile change in net assets to net cash from (used for) operating activities:	
Changes in operating assets and liabilities	
Contribution receivable	540,000
Prepaid expenses and other assets	(2,798)
Accrued expenses and other liabilities	23,580
Net cash from Operating Activities	<u>537,250</u>
Net change in cash and cash equivalents	537,250
Cash and cash equivalents, beginning of year	111,404
Cash and cash equivalents, end of year	<u><u>\$ 648,654</u></u>

See accompanying notes and independent accountants' review report

AMERICAN FRIENDS OF HELPAGE INDIA, INC.

Notes to Financial Statements

December 31, 2023

(See Independent Accountants' Review Report)

Note 1 – Description of the Organization

American Friends of HelpAge India, Inc. (“AFHI”) is a Delaware Corporation was established as a 501 (c) (3) non-profit organization in 2019 to help India’s disadvantaged and vulnerable elderly population lead healthy, active and dignified lives, free from poverty, suffering and abuse.

AFHI raises funds and awareness in the United States in support of HelpAge India, India’s reputed non-profit organization serving the disadvantaged elderly. AFHI harnesses the power of the Indian American diaspora and well-wishers of India to support HelpAge India’s programs and on-ground initiatives geared towards at-risk elders.

AFHI has its principal office in District of Columbia.

Note 2 – Summary of Significant Accounting Policies

Basis of presentation –The financial statements of AFHI have been prepared in accordance with US generally accepted accounting principles ("US GAAP"), which require AFHI to report information regarding its financial position and activities according to the following net asset classifications:

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of AFHI. These net assets may be used at the discretion of management and the board of directors.

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions may be temporary in nature; those restrictions will be met by actions of AFHI or by the passage of time. Other donor-imposed restrictions may be perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity. AFHI did not receive any net assets that were subject to donor restrictions.

Cash and cash equivalents – Cash consists of cash on deposit with banks. Cash equivalents represent all highly liquid investments available for current use with original maturities of three months or less from the date of purchase.

AMERICAN FRIENDS OF HELPAGE INDIA, INC.

Notes to Financial Statements

December 31, 2023

(See Independent Accountants' Review Report)

Note 2 - Summary of Significant Accounting Policies (Continued)

Concentrations of credit risk – Financial instruments that potentially subject AFHI to concentrations of credit risk consist principally of cash and cash equivalents. As of December 31, 2023, balances on deposits at US financial institutions exceeds Federal Deposit Insurance Corporation (FDIC) insured limit of \$250,000. The cash and cash equivalent accounts have been placed with high credit quality financial institutions. AFHI has not experienced, nor does it anticipate, any losses with respect to such accounts.

Contribution receivable – Unconditional contribution receivable, that are expected to be collected within one year are recorded at net realizable value. Unconditional contribution receivable expected to be collected in future years are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the asset. In subsequent years, amortization of discount is included in contribution revenue in statement of activities.

Conditional contribution receivables are not recognized until the conditions on which they depend have been substantially met.

Allowance for uncollectable contribution receivable is determined based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Contribution receivable is written off when deemed uncollectable. As of December 31, 2023 contribution receivable and allowance for uncollectable contribution receivable is \$0.

Revenue and Revenue Recognition -

Contributions: 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 restriction. 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 statement of activities as net assets released from restrictions.

Contributions are recognized when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional contribution receivable, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until

AMERICAN FRIENDS OF HELPAGE INDIA, INC.

Notes to Financial Statements

December 31, 2023

(See Independent Accountants' Review Report)

Note 2 - Summary of Significant Accounting Policies (Continued)

Contributions (Continued): the conditions on which they depend have been substantially met.

In-kind Contributions: Contributed non-financial assets include donated professional services, donated equipment, and other in-kind contributions which are recorded at the respective fair values of the goods or services received. Contributed goods are recorded at fair value at the date of donation. No significant contributions of such goods or services were received during the year ended December 31, 2023.

Functional expenses – The costs of program and supporting services have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among the program and supporting services benefited. Such allocations are determined by management on an equitable basis. The financial statements report certain categories of expenses that are attributable to more than one program or supporting service. Therefore, these expenses require allocation on a reasonable basis that is consistently applied.

The expenses that are allocated include the following:

<u>Expense</u>	<u>Method of Allocation</u>
Consulting fees	Time and effort
Legal and professional services	Specific identification
Marketing and advertisement	Specific identification
Travel	Time and effort

Marketing and advertising costs – AFHI expenses marketing and advertising cost as and when they are incurred. Marketing and advertising expenses during the year ended December 31, 2023, were \$274.

Income taxes – AFHI is a not-for-profit organization that is exempt from Federal income taxes, other than net unrelated business income taxes, under the provisions of section 501(c)(3) of the United States Internal Revenue Code (IRC) and is recognized as such by the Internal Revenue Service. AFHI is annually required to file a Return of Organization Exempt from Income Tax (Form 990) with the IRS and with certain states where it operates. AFHI has processes presently in place to ensure the maintenance of its tax-exempt status; to identify and report unrelated income; to determine its filing and tax obligations in jurisdictions for which it has nexus; and to identify and evaluate other matters that may be considered tax positions.

In addition, it is subject to tax on income unrelated to its exempt purpose, unless that income is otherwise excluded by the Code. During the year ended December 31, 2023, AFHI did not have any unrelated business income.

AMERICAN FRIENDS OF HELPAGE INDIA, INC.

Notes to Financial Statements

December 31, 2023

(See Independent Accountants' Review Report)

Note 2 - Summary of Significant Accounting Policies (Continued)

Income taxes (Continued) – As of December 31, 2023, the statute of limitations for fiscal years 2020 through 2023 remains open with the U.S. Federal jurisdiction and the various states and local jurisdictions in which AFHI files tax return. It is AFHI's policy to recognize interest and/or penalties related to uncertain tax positions, if any, in income tax expense.

Use of estimates –The preparation of financial statements in conformity with US GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

Note 3 – Restrictions of Net Assets

Program services

AFHI raises funds and awareness in the United States in support of HelpAge India, a non-profit organization serving the disadvantaged elderly. Its activities consist of those items attributable to AFHI's ongoing activities relating to program services management and raising funds and awareness in the United States in support of HelpAge India.

As of December 31, 2023, there were no net assets with donor restrictions that are restricted due to purpose or time.

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or other events specified by the donors as follows for the year ended December 31, 2023:

Satisfaction of purpose restrictions:

Old age home maintenance	\$ 25,000
Project Saksham	490,914
Aankhon ka Tara	3,644
	<u>\$ 519,558</u>

AMERICAN FRIENDS OF HELPAGE INDIA, INC.

Notes to Financial Statements

December 31, 2023

(See Independent Accountants' Review Report)

Note 4 – Availability and Liquidity

The following represents AFHI's financial assets:

Cash and cash equivalents	\$ 648,654
Contribution receivable	-
Total Financial assets	\$ 648,654
Less amounts not available to be used within one year:	
Net assets with donor restrictions	-
Financial assets available to meet general expenditures over the next twelve months	\$ 648,654

Cash in excess of daily requirements were maintained in AFHI's non-interest-bearing account.

Note 5 - Accrued expenses and other liabilities

The following is a summary of accrued expenses and other liabilities as of December 31, 2023:

Consulting fees	12,260
Legal and professional fee	11,320
	\$ 23,580

Note 6 – Economic dependencies

No individual contribution accounts for more than 10% of total grants and contributions. The organization is striving to build its base of support amongst the general public, members of the Indian American diaspora, and Foundations to help diversify its funding base.

Note 7 – Related party transactions

During the year ended December 31, 2023 contributions of \$30,000 were received from a Board member and an Advisor to AFHI.

The Board President of AFHI is also a Board members of HelpAge India. During the year ended December 31, 2023 restricted grants of \$519,558 and unrestricted grants of \$2,750 were transferred to HelpAge India.

AMERICAN FRIENDS OF HELPAGE INDIA, INC.

Notes to Financial Statements

December 31, 2023

(See Independent Accountants' Review Report)

Note 8 – Commitments and Contingencies

AFHI is not aware of any other commitments and contingencies as of the date the financial statements were available to be issued.

Note 9: Subsequent events

AFHI has evaluated subsequent events through November 5, 2024, which is the date the financial statements were available to be issued. AFHI is not aware of any significant events that occurred subsequent to the balance sheet dates, but prior to the filing of this report that would have a material impact on the financial statements.