



FINANCIAL STATEMENTS

**FOR THE YEARS ENDED
JUNE 30, 2026 AND 2025**

RIGHT SHARING OF WORLD RESOURCES, INC.
FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2026 AND 2025

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Independent Auditor's Report

To the Board of Trustees of
Right Sharing of World Resources, Inc.

Opinion

We have audited the accompanying financial statements of the Right Sharing of World Resources, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 2026 and 2025, the related statements of activities and changes in net assets, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Right Sharing of World Resources, Inc. as of June 30, 2026 and 2025, 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

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 Right Sharing of World Resources, 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 Right Sharing of World Resources, 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, including omissions, 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 Right Sharing of World Resources, 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 Right Sharing of World Resources, 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.

Alta CPA Group, LLC

Annapolis, MD
October 14, 2026

RIGHT SHARING OF WORLD RESOURCES
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2026 AND 2025

	<u>2026</u>	<u>2025</u>
<u>ASSETS</u>		
Cash and Cash Equivalents	\$ 325,167	\$ 259,980
Other Receivables	66	64
Investments	2,580,418	2,443,975
Notes Receivable	19,600	34,236
Prepaid Expenses	7,842	3,258
Intangible Assets, Net	37,500	-
Assets Held Under Split-Interest Agreements	518,113	430,399
Endowment		
Promises to Give, Net	1,257,081	-
Investments	155,836	-
Total Assets	\$ <u>4,901,623</u>	\$ <u>3,171,912</u>
<u>LIABILITIES AND NET ASSETS</u>		
Accounts Payable	\$ 41	\$ 8,326
Accrued Liabilities	19,105	14,837
Notes Payable	101,822	101,822
Liabilities Under Split-Interest Agreements	308,478	273,566
Total Liabilities	429,446	398,551
NET ASSETS		
Without Donor Restrictions	2,839,427	2,607,458
With Donor Restrictions	1,632,750	165,903
Total Net Assets	4,472,177	2,773,361
Total Liabilities and Net Assets	\$ <u>4,901,623</u>	\$ <u>3,171,912</u>

See independent auditor's report and accompanying notes to financial statements.

RIGHT SHARING OF WORLD RESOURCES
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2026 AND 2025

	2026			2025		
	Without Donor	With Donor Restrictions	Total	Without Donor	With Donor Restrictions	Total
REVENUE AND SUPPORT						
Grants and Contributions	\$ 890,169	\$ 1,433,331	\$ 2,323,500	\$ 762,259	\$ 59,288	\$ 821,547
In-kind Contributions	7,430	-	7,430	7,643	-	7,643
Investment Income, Net	403,036	6,964	410,000	273,012	69	273,081
Other Income	5,503	-	5,503	6,356	-	6,356
Change in Value of Split-Interest Agreements	-	26,552	26,552	-	(4,649)	(4,649)
Net Assets Released from Restrictions	-	-	-	-	-	-
Total Revenue and Support	1,306,138	1,466,847	2,772,985	1,049,270	54,708	1,103,978
Expenses:						
Program Services	794,348	-	794,348	776,387	-	776,387
Support Services:						
Management and General	183,738	-	183,738	148,420	-	148,420
Fundraising	96,083	-	96,083	111,346	-	111,346
Total Expenses	1,074,169	-	1,074,169	1,036,153	-	1,036,153
Change in Net Assets	231,969	1,466,847	1,698,816	13,117	54,708	67,825
Net Assets at Beginning of Year	2,607,458	165,903	2,773,361	2,594,341	111,195	2,705,536
Net Assets at End of Year	\$ 2,839,427	\$ 1,632,750	\$ 4,472,177	\$ 2,607,458	\$ 165,903	\$ 2,773,361

See independent auditor's report and accompanying notes to financial statements.

RIGHT SHARING OF WORLD RESOURCES
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2026

	Program Services	Management and General	Fundraising	Total
Payroll and Related Expenses:				
Salaries	\$ 217,889	\$ 117,668	\$ 70,195	\$ 405,752
Employee Benefits	25,255	12,552	7,347	45,154
Payroll Taxes	18,668	10,082	6,014	34,764
Workers' Compensation	533	288	172	993
	<u>262,345</u>	<u>140,590</u>	<u>83,728</u>	<u>486,663</u>
Total Payroll and Related Expenses				
Bank Service Charges	-	-	3,182	3,182
Board Expenses	4,420	22,291	-	26,711
Contract Services	-	15,500	-	15,500
Grants to Projects	178,050	-	-	178,050
In Country Representation	274,613	-	-	274,613
Marketing and Communication	38,995	-	6,417	45,412
Office and Technology	7,487	2,103	2,532	12,122
Other Expenses	-	2,879	-	2,879
Payroll Service Fees	691	375	224	1,290
Travel - Domestic	10,342	-	-	10,342
Travel - International	17,405	-	-	17,405
	<u>794,348</u>	<u>183,738</u>	<u>96,083</u>	<u>1,074,169</u>
Total Expenses	\$	\$	\$	\$

See independent auditor's report and accompanying notes to financial statements.

RIGHT SHARING OF WORLD RESOURCES
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2025

	Program Services	Management and General	Fundraising	Total
Payroll and Related Expenses:				
Salaries	\$ 222,370	\$ 97,648	\$ 81,061	\$ 401,079
Employee Benefits	25,243	11,791	10,063	47,097
Payroll Taxes	20,156	8,878	7,349	36,383
Workers' Compensation	526	232	192	950
Total Payroll and Related Expenses	268,295	118,549	98,665	485,509
Bank Service Charges	-	-	2,853	2,853
Board Expenses	5,456	8,376	-	13,832
Computer Related Expenses	7,983	2,106	3,675	13,764
Contract Services	-	15,500	-	15,500
Grants to Projects	168,050	-	-	168,050
In Country Representation	237,098	-	-	237,098
Marketing and Communication	22,617	-	3,231	25,848
Office Supplies	1,185	316	545	2,046
Other Expenses	-	3,099	-	3,099
Payroll Service Fees	669	293	244	1,206
Postage and Bulk Mail Services	688	181	317	1,186
Travel - Domestic	16,099	-	1,816	17,915
Travel - International	48,247	-	-	48,247
Total Expenses	\$ <u>776,387</u>	\$ <u>148,420</u>	\$ <u>111,346</u>	\$ <u>1,036,153</u>

See independent auditor's report and accompanying notes to financial statements.

RIGHT SHARING OF WORLD RESOURCES
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

	2026	2025
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 1,698,816	\$ 67,825
Adjustments to Reconcile Change in Net Assets to		
Net Cash Used for Operating Activities:		
Amortization	12,500	-
Unrealized (Gain)/Loss on Investments	(375,674)	(234,469)
Contributions Restricted to Endowment	(1,407,081)	-
Contributions Received Under Split-Interest Agreements	(26,250)	(59,288)
Change in Value of Split-Interest Agreements	(26,552)	4,649
Changes in Operating Assets and Liabilities:		
Notes Receivable	14,636	-
Other Receivables	(2)	(64)
Prepaid Expenses	(4,584)	(1,505)
Accounts Payable	(8,285)	(1,721)
Accrued Liabilities	4,268	(32,286)
Net Cash Used for Operating Activities	(118,208)	(256,859)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Investments	(2,863,788)	(42,191)
Proceeds from Sale of Investments	2,947,183	400,720
Purchase of Intangible Assets	(50,000)	-
Net Cash Provided by Investing Activities	33,395	358,529
CASH FLOWS FROM FINANCING ACTIVITIES		
Collections of Contributions Restricted for Endowment	150,000	-
Net Cash Provided by Financing Activities	150,000	-
Net Change in Cash and Cash Equivalents	65,187	101,670
Cash and Cash Equivalents at Beginning of Year	259,980	158,310
Cash and Cash Equivalents at End of Year	\$ 325,167	\$ 259,980
SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION		
Cash Paid During the Year for:		
Interest	\$ -	\$ -
Income Taxes	\$ -	\$ -
NON-CASH INVESTING AND FINANCING ACTIVITY		
Charitable Gift Annuity Account Balance Transferred to Investment Account	\$ -	\$ 9,001

See independent auditor's report and accompanying notes to financial statements.

RIGHT SHARING OF WORLD RESOURCES, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2026 AND 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

Right Sharing of World Resources, Inc. (the “RSWR”) is a nonprofit organization with the following mission:

We are called to the right sharing of world resources, from the burdens of poverty and materialism into the abundance of God’s love, to work toward equity and lives of dignity through partnerships with our human family throughout the world.

RSWR partners with grassroots women’s groups in Guatemala, India, Kenya, and Sierra Leone. RSWR provides training, support, and grants that help women strengthen their skills, grow small businesses, and build stronger communities together.

RSWR offers two programs in each country. First, women take part in the Group Strength & Financial Training Program, which builds financial skills, confidence, leadership skills, and generally strengthens the group. Second, during the Managing a Revolving Loan Fund Program, groups receive a grant, receive ongoing training, and establish and manage their own revolving loan fund, lending to one another and growing businesses together. Additional mentorship from the on-the-ground Country Coordinator is provided in the three years following the grant.

The training and grants lead to long-term improvements in family well-being, including better education and health and increased women’s leadership in the community.

RSWR’s work is grounded in honoring the dignity and agency of everyone we work with. We are committed to taking small but meaningful steps to address inequity in the world.

Primarily in the Global North, RSWR also creates opportunities to explore the spiritual dimensions of money, simplicity, and consumption. Through experiential workshops, curricula, and events, participants consider how abundance, scarcity, and generosity are connected. Together we strive to embrace our shared responsibility for one another’s well-being and for that of the Earth.

Current programs include in-person and online workshops from 1 to 15 hours on topics such as: 1) The Power of Enough; 2) Money, Self and Community; 3) The Practice of Neighboring; and 4) Money, the Spiritual is not different from the Practical.

RSWR also provides children’s curriculum, gratitude calendars, and other materials to help people reflect on our shared humanity and explore themes of scarcity, abundance, and generosity.

RIGHT SHARING OF WORLD RESOURCES, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2026 AND 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Organization (Continued)

Between fiscal years 2016 and 2020, RSWR realized substantial year-end surpluses thanks to major gifts and bequests. As part of its 2021 Strategic Plan, the Board of Trustees determined to use these reserves to expand into a new country. In 2022, RSWR initiated work in Guatemala. This means that RSWR is in a period of intentional deficit spending which is expected to continue until at least fiscal year 2031. However, strong market performance and bequests have offset that deficit spending. RSWR ended fiscal year 2026 with more Equity than it had five years previously.

Efforts are underway to increase fundraising so that by fiscal year 2033, RSWR will no longer have deficit budgeting. The Board of Trustees is monitoring this transition period closely, and is ready to make changes to expenses if revenues do not grow as expected.

RSWR's primary sources of revenue are from contributions and investment earnings.

Basis of Accounting

The accrual basis of accounting is used by RSWR for financial reporting purposes. Under the accrual basis of accounting, expenses are recognized when incurred and revenues are recognized when earned.

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 and disclosures. Accordingly, actual results could differ from those estimates.

Net Assets

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor- or grantor-imposed restrictions. Accordingly, net assets 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- (or certain grantor-) restrictions. The governing board may designate a portion of these net assets for specific purposes.

Net Assets With Donor Restrictions – Net assets subject to donor- (or certain grantor-) imposed restrictions. Some donor-imposed 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

RIGHT SHARING OF WORLD RESOURCES, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2026 AND 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Assets (Continued)

restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

When contributions are received and the restrictions met within the same fiscal year, the amounts are reported as contributions without donor restrictions.

Cash and Cash Equivalents

RSWR considers all highly liquid investments with an original maturity of three months or less to be cash equivalents.

Grants and Contributions Receivable

Grants and contributions receivable are unconditional promises to give that are recognized as contributions when the promise is received. Grants and contributions receivable that are expected to be collected in less than one year are reported at net realizable value. Management believes that all outstanding promises to give are collectible in full, therefore, no allowance for uncollectible promises to give has been provided.

Fair Value Measurement

Fair value is defined 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. Accounting standards set a framework for measuring fair value using a three-tier hierarchy based on the extent to which inputs used in measuring fair value are observable in the market.

Level 1: Quoted prices in active markets for identical assets or liabilities.

Level 2: Observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities, quoted prices in markets that are not active, or inputs (interest rates, currency exchange rates, commodity rates and yield curves) that are observable or corroborated by observable market data for substantially the full term of the assets or liabilities.

Level 3: Inputs that are not observable in the market and reflect management's judgment about the assumptions that market participants would use in pricing the asset or liability.

RIGHT SHARING OF WORLD RESOURCES, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2026 AND 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capitalized Intangible Assets

Capitalized intangible assets are reported in the statement of financial position at cost, if purchased, and at fair value at the date of donation, if donated. Amortization is computed using the straight-line method over the estimated useful lives of the assets. Website development costs are amortized over a 4 year period.

Endowment Fund

The Endowment Fund consists of one individual fund established by a donor to provide support for general operations held within a managed investment account. The Board of Trustees of RSWR has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring a good faith effort to preserve fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, RSWR classifies as perpetually restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in net assets with perpetual restrictions is classified as net assets with donor restrictions until those amounts are appropriated for expenditure by RSWR in a manner consistent with the standard of prudence prescribed by UPMIFA.

In accordance with UPMIFA, RSWR considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (1) the duration and preservation of the various funds, (2) the purposes of RSWR and the donor-restricted endowment funds, (3) general economic conditions, (4) the possible effect of inflation and deflation, (5) the expected total return from income and the appreciation of investments, (6) other resources of RSWR, and (7) RSWR's investment policies.

Investment and Spending Policies

RSWR has adopted an investment policy for invested assets that attempts to preserve the real purchasing power of the assets, provide a stream of income to be made available for spending, and keep pace with inflation. The investment policy establishes a return objective through diversification of asset classes.

To satisfy its long-term rate-of-return objectives, RSWR relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). RSWR targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk parameters.

RIGHT SHARING OF WORLD RESOURCES, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2026 AND 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Endowment Fund (Continued)

RSWR adopted a formal spending policy to calculate the amount of money available for the following year's operational spending that may be drawn from RSWR's invested funds. Dividends earned in a particular investment fund are used towards operational spending as well, which is currently set at 4%. As deemed necessary, the Board of Trustees may approve to withdraw funds in excess of the operational spending amount.

RSWR's endowment serves to support current and future operations; its primary objectives are to provide a relatively predictable and increasing stream of earnings and to preserve and, if possible, increase the real purchasing power of endowment assets in relation to the annual operating budget. These objectives will be realized through a long-term asset allocation policy in investments, which comply with RSWR's values, designed to generate the highest total return consistent with minimizing the probability of a significant and protracted decrease in value. RSWR had an established investment policy at the time of the endowed contribution. Current endowment funds with donors restrictions are invested in balanced funds containing equities and fixed income classified investments. RSWR may draw upon investment income and portions of principal amounts donated in compliance with UPMIFA rules as determined by the Board of Trustees.

Contributions

RSWR recognizes contributions when cash, securities or other assets, an unconditional promise to give, or a notification of a beneficial interest, is received. All contributions are reported as increases in net assets without donor restrictions unless the use of the contributed assets is specifically restricted by the donor. A conditional promise to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met. When contributions are received and the restrictions met within the same fiscal year, the amounts are reported as contributions without donor restrictions.

Contributions of Nonfinancial Assets

Contributions of nonfinancial assets consist primarily of board member payments of board expenses and are recorded at the respective fair value of the goods received.

RIGHT SHARING OF WORLD RESOURCES, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2026 AND 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Functional Allocation of Expenses

The costs of providing the various programs and support activities have been summarized on a functional basis in the statements of activities and functional expenses. The statements of functional expenses presents the natural expense detail by function. Expenses directly attributable to a specific functional area of RSWR are reported as expenses of those functional areas. The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include payroll, payroll taxes, payroll processing fees, and insurance are allocated on the basis of time and effort. Other office related expenses are allocated based on estimated cost. RSWR routinely evaluates its methodology for allocating expenses for accuracy.

Assets Held and Liabilities Under Split-Interest Agreements

Charitable Gift Annuities

Under charitable gift annuity contracts, RSWR receives title to contributed assets and agrees to make fixed recurring payments over the stipulated period. Contributed assets are recorded at fair value on the date of receipt. The related liability for future payments to be made to the specified beneficiaries is recorded at fair value using present value techniques and risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the liability. The excess of contributed assets over the annuity liability is recorded as a contribution. In subsequent years, the liability for future payments to the donor is reduced by payments made to the donor and is adjusted to reflect changes in the fair value of the liability at the end of the year. Upon termination of the annuity contract, the remaining liability is removed and recognized as income.

Advertising

Advertising costs are expensed as incurred. Advertising expenses were \$4,175 and \$5,225 for the years ended June 30, 2026 and 2025, respectively, and are included in Marketing and Communication expenses on the accompanying Statements of Functional Expenses.

Income Taxes

RSWR is a nonprofit organization exempt from income tax under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation. Accordingly, there is no provision for income taxes in the accompanying financial statements. RSWR follows the accounting guidance for uncertain tax positions. RSWR believes that it has appropriate support for any tax position taken and as such, does not have any uncertain tax positions that are material to the financial statements.

RIGHT SHARING OF WORLD RESOURCES, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2026 AND 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Subsequent Events

RSWR evaluated subsequent events through the date that the financial statements were available to be issued. RSWR is not aware of any significant events that occurred subsequent to the statement of financial position date but prior to October 14, 2026 that would have a material impact on the financial statements.

NOTE 2 - CONCENTRATION OF CREDIT RISK

RSWR maintains its cash in high credit quality financial institutions. At times, the balances may exceed the federally insured limits of \$250,000. At June 30, 2026, RSWR had approximately \$74,000 that exceeded the insured limits. To date, RSWR has not experience losses in any of these accounts.

NOTE 3 - LIQUIDITY AND AVAILABILITY

The following represents RSWR's financial assets at June 30, 2026 and 2025:

	<u>2026</u>	<u>2025</u>
Cash and Cash Equivalents	\$ 325,167	\$ 259,980
Other Receivables	66	64
Investments	2,736,254	2,443,975
Endowment Promises to Give, Net	<u>1,257,081</u>	<u>---</u>
Total Current Financial Assets at Year End	4,318,568	2,704,019
Amounts Unavailable for General Expenditures Within One Year, Due to:		
Board Designated Funds Less Amounts for Approved Operational Spending	(2,206,233)	(1,851,265)
Donor Restricted Endowment	(1,412,917)	---
Funds Required to be Held for Notes Payable Repayment	<u>(101,822)</u>	<u>(101,822)</u>
Total Financial Assets Available for General Expenditure Within One Year	\$ <u>597,596</u>	\$ <u>750,932</u>

RSWR monitors financial assets to meet ongoing operating expenses over a 12-month period. RSWR's Board of Trustees approved approximately \$423,000 and \$481,000 to be available for spending at management's discretion from its Board Designated Funds for operating purposes as of June 30, 2026 and 2025, respectively.

RIGHT SHARING OF WORLD RESOURCES, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2026 AND 2025

NOTE 4 - PROMISES TO GIVE

Unconditional promises to give are estimated to be collected as follows at June 30:

	2026	2025
Promises to Give Restricted for Endowment:		
Within One Year	\$ 300,000	\$ ---
In One to Five Years	<u>1,050,000</u>	<u>---</u>
Total Promises to Give	1,350,000	---
Less: Unamortized Discount to Present Value	<u>(92,919)</u>	<u>---</u>
Endowment Promises to Give, Net	<u>\$ 1,257,081</u>	<u>\$ ---</u>

NOTE 5 - FAIR VALUE MEASUREMENTS

The following tables presents assets and liabilities measured at fair value on a recurring basis at June 30:

2026	Quoted Market Prices in Active Markets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)	Total
Assets:				
Operating Investments				
Balanced	\$ ---	\$ 1,093,525	\$ ---	\$ 1,093,525
Equity	---	1,213,926	---	1,213,926
Fixed Income	<u>---</u>	<u>262,769</u>	<u>---</u>	<u>262,769</u>
Total Operating Investments	---	2,570,220	---	2,570,220
Donor Restricted Investments				
Balanced	\$ ---	\$ 10,198	\$ ---	\$ 10,198
Endowment Investments				
Balanced	<u>\$ ---</u>	<u>\$ 155,836</u>	<u>\$ ---</u>	<u>\$ 155,836</u>
Total Investments	<u>\$ ---</u>	<u>\$ 2,736,254</u>	<u>\$ ---</u>	<u>\$ 2,736,254</u>
Assets Held Under Split-Interest Agreements				
	<u>\$ ---</u>	<u>\$ 518,113</u>	<u>\$ ---</u>	<u>\$ 518,113</u>
Liabilities:				
Liabilities Under Split-Interest Agreements				
	<u>\$ ---</u>	<u>\$ 308,478</u>	<u>\$ ---</u>	<u>\$ 308,478</u>

RIGHT SHARING OF WORLD RESOURCES, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2026 AND 2025

NOTE 5 - FAIR VALUE MEASUREMENTS (CONTINUED)

2025	Quoted Market Prices in Active Markets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)	Total
Assets:				
Operating Investments				
Balanced	\$ ---	\$ 1,138,834	\$ ---	\$ 1,138,834
Equity	---	1,223,683	---	1,223,683
Fixed Income	---	72,388	---	72,388
Total Operating Investments	---	2,434,905	---	2,434,905
Donor Restricted Investments				
Balanced	\$ ---	\$ 9,070	\$ ---	\$ 9,070
Total Investments	\$ ---	\$ 2,443,975	\$ ---	\$ 2,443,975
Assets Held Under Split-Interest Agreements				
	\$ ---	\$ 430,399	\$ ---	\$ 430,399
Liabilities:				
Liabilities Under Split-Interest Agreements				
	\$ ---	\$ 273,566	\$ ---	\$ 273,566

NOTE 6 - SPLIT-INTEREST AGREEMENTS

Several irrevocable charitable gift annuities have been established by various donors naming RSWR as the ultimate beneficiary. RSWR recognized \$26,250 and \$53,897 in contributions related to charitable gift annuities established during the years ended June 30, 2026 and 2025, respectively. During the year ended June 30, 2025, RSWR received funds totaling \$9,001 upon the death of one of the donors from the assets held in charitable gift annuity funds and recognized \$5,391 as contribution revenue.

Ending balances related to split-interest agreements as of June 30, 2026 and 2025 consist of the following:

	2026	2025
Charitable Gift Annuities:		
Assets Held	\$ 518,113	\$ 430,399
Annuities Payable to Donors	308,478	273,566
Net Beneficial Interest in Charitable Gift Annuities	\$ 209,635	\$ 156,833

RIGHT SHARING OF WORLD RESOURCES, INC.
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FOR THE YEARS ENDED JUNE 30, 2026 AND 2025

NOTE 7 - NOTES RECEIVABLE

Notes receivable consists of loans and other receivables to in-country representatives. Notes receivable have interest payable at 4.5%. The outstanding balances as of June 30, 2026 and 2025 were \$19,600 and \$34,236, respectively, and both years consisted of two notes. The loans are being repaid by the in-country representatives through salary reductions, which have been collected by a third party. As of June 30, 2026 and 2025, the third party held \$0 and \$7,574, respectively, of the loan repayments, and this amount is included in the notes receivable balance.

NOTE 8 - CAPITALIZED INTANGIBLE ASSETS

The following table summarizes capitalized intangible asset costs as of June 30:

	<u>2026</u>	<u>2025</u>
Capitalized Website Costs	\$ 50,000	\$ ---
Less Accumulated Amortization	<u>(12,500)</u>	<u>---</u>
Capitalized Intangible Assets, Net	<u>\$ 37,500</u>	<u>\$ ---</u>

Amortization expense related to capitalized website costs was \$12,500 and \$0 for the years ended June 30, 2026 and 2025, respectively. Future amortization expense of intangible assets are expected to be \$12,500 over the next three years.

NOTE 9 - ENDOWMENT

In February 2026, RSWR received a restricted donation from an individual to establish an endowment fund to support general operations. RSWR had an established investment policy at the time of the endowed contribution. Per the donor's restrictions, the endowment funds shall be invested and drawn upon based on RSWR's endowment and investment spending policies.

The endowment fund consisted of the following at June 30, 2026:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Endowment Net Assets</u>
Donor-Restricted Endowment Funds	\$ ---	\$ 1,412,917	\$ 1,412,917
Total	<u>\$ ---</u>	<u>\$ 1,412,917</u>	<u>\$ 1,412,917</u>

RIGHT SHARING OF WORLD RESOURCES, INC.
NOTES TO FINANCIAL STATEMENTS
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NOTE 9 - ENDOWMENT (CONTINUED)

	Without Donor Restrictions	With Donor Restrictions	Endowment Net Assets
Endowment Net Assets, July 1, 2025	\$ ---	\$ ---	\$ ---
Contributions	---	1,407,081	1,407,081
Investment Income, Net	---	5,836	5,836
Amounts Appropriated for Expenditure	---	---	---
Endowment Net Assets, June 30, 2026	<u>\$ ---</u>	<u>\$ 1,412,917</u>	<u>\$ 1,412,917</u>

Promises to give by the donor totaling \$1,257,081 as of June 30, 2026, which are not subject to UPMIFA until the funds are received by RSWR, are included in the “With Donor Restrictions” balance of the endowment funds.

NOTE 10 - NOTES PAYABLE

Notes payable consist of six loans for a total of \$101,822 as of June 30, 2026 and 2025. The non-interest bearing loans were made to RSWR by various individual and family supporters.

The loan covenants require that the principal be maintained in a separate interest-bearing account. RSWR held the loan funds in a short-term and balanced investment funds. The earnings are available for use by RSWR.

The three largest loans as of June 30, 2026 and 2025 were in the amounts of \$50,000, \$30,000 and \$20,000. These loans comprise 98% of the total loans outstanding as of June 30, 2026 and 2025. All of the loans are non-interest bearing, payable on demand with 90 to 180 days notice, and with issue dates from 2004 through 2024.

NOTE 11 - BOARD DESIGNATED FUNDS

RSWR’s Board of Trustees has designated \$2,629,475 and \$2,333,083, the amount held in unrestricted investments less funds required to be held for notes payable repayment, for reserves as of June 30, 2026 and 2025, respectively. Approximately \$423,000 and \$481,000 of the Board Designated Funds are available for operating activities at management’s discretion as of June 30, 2026 and 2025, respectively. RSWR maintains a policy that funds held within the investments cannot be withdrawn unless approved by the Board of Trustees.

RIGHT SHARING OF WORLD RESOURCES, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2026 AND 2025

NOTE 12 - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are restricted for the following:

	<u>2026</u>	<u>2025</u>
Subject to the Passage of Time:		
Investments	\$ 10,198	\$ 9,070
Beneficial Interest in Split-Interest Agreements	209,635	156,833
Endowment:		
Amounts Required to be Maintained in Perpetuity	150,000	---
Accumulated Investment Gains Subject to Endowment Spending Policy	5,836	---
Promises to Give to Endowment	1,257,081	---
Total Endowment	<u>1,412,917</u>	<u>---</u>
Total Net Assets With Donor Restrictions	<u>\$ 1,632,750</u>	<u>\$ 165,903</u>

NOTE 13 - RETIREMENT PLAN

RSWR sponsors retirement plans for the benefit of its eligible employees. Through December 2024, RSWR maintained a SIMPLE IRA plan. Effective January 2025, RSWR established a 403(b) defined contribution retirement plan. The change from the SIMPLE IRA plan to the 403(b) plan during the year represents a significant change in RSWR's retirement plan structure. This change did not have a material effect on the comparability of retirement plan expense between periods. The expense recognized for each plan represents contributions applicable to employee service during the respective periods in which each plan was in effect.

The amounts recognized as retirement plan expense for the years ended June 30, 2026 and 2025, are as follows:

<u>Plan Type</u>	<u>2026</u>	<u>2025</u>
SIMPLE IRA Plan	\$ ---	\$ 5,898
403(b) Plan	<u>12,100</u>	<u>5,547</u>
Total Retirement Plan Expense	<u>\$ 12,100</u>	<u>\$ 11,445</u>

RIGHT SHARING OF WORLD RESOURCES, INC.
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NOTE 14 - IN-KIND CONTRIBUTIONS

For the year ended June 30, 2026, contributions of nonfinancial assets recognized within the Statement of Activities include the following:

	Revenue Recognized	Utilization in Programs/Activities	Donor Restrictions	Valuation Techniques and Inputs
Board Expenses	\$ 6,128	Program services, administrative and general, and fundraising	None	Actual amount of the transactions by board members
Technical Support	<u>1,302</u>	Administrative support	None	Hourly rate of professional
Total	\$ <u>7,430</u>			

For the year ended June 30, 2025, contributions of nonfinancial assets recognized within the Statement of Activities include the following:

	Revenue Recognized	Utilization in Programs/Activities	Donor Restrictions	Valuation Techniques and Inputs
Board Expenses	\$ 7,493	Program services, administrative and general, and fundraising	None	Actual amount of the transactions by board members
Technical Support	<u>150</u>	Administrative support	None	Hourly rate of professional
Total	\$ <u>7,643</u>			