

**KASHMIRI AMERICAN SOCIETY
FOR HEALTHCARE, MEDICAL
EDUCATION & RESEARCH, INC.**

FINANCIAL STATEMENTS

DECEMBER 31, 2023

**KASHMIRI AMERICAN SOCIETY
FOR HEALTHCARE, MEDICAL
EDUCATION & RESEARCH, INC.**

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ROBERT W. SENDZIAK CPA, P.C.

CERTIFIED PUBLIC ACCOUNTANT

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors
Kashmiri American Society for Healthcare, Medical Education & Research, Inc.
Jericho, New York

We have reviewed the accompanying financial statements of Kashmiri American Society for Healthcare, Medical Education & Research, Inc. (a non-profit organization), which comprise the statement of financial position as of December 31, 2023 and the related statements of activities and changes in net assets, 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 company 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.

Accountant's 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 Kashmiri American Society for Healthcare, Medical Education & Research, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

Accountant's Conclusion

Based on our review, 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.

Robert W. Sendziak CPA, P.C.

Amherst, New York
April 30, 2023

FINANCIAL STATEMENTS

**KASHMIRI AMERICAN SOCIETY
FOR HEALTHCARE, MEDICAL
EDUCATION & RESEARCH, INC.**

**Statement of Financial Position
December 31, 2023**

ASSETS

2023

Current Assets:

Cash and cash equivalents	\$ 1,076,308
	\$ <u>1,076,308</u>

LIABILITIES AND NET ASSETS

Current Liabilities:

Accounts payable	\$ 2,499
State tax payable	<u>275</u>
Total current liabilities	<u>2,774</u>

Net Assets:

Without donor restrictions	1,073,534
With donor restrictions	<u>-</u>
Total net assets	<u>1,073,534</u>
	\$ <u>1,076,308</u>

See Independent Accountant's Review Report and Notes to Financial Statements.

**KASHMIRI AMERICAN SOCIETY
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**Statement of Activities and Changes in Net Assets
For the Year Ended December 31, 2023**

	<u>2023</u>
Changes in net assets without donor restrictions:	
Support and Revenues:	
Membership dues	\$ 10,560
Contributions	225,253
Fundraising	<u>48,353</u>
Total support and revenues without donor restrictions	<u>284,166</u>
Net assets released from restrictions:	
Expiration of time restrictions	<u>-</u>
Total net assets released from restrictions	<u>-</u>
Total support and revenues without donor restrictions	<u>284,166</u>
Expenses:	
Program Services	122,444
Management and General	3,264
Fundraising	<u>26,732</u>
Total expenses	<u>152,440</u>
Changes in net assets without donor restrictions	<u>131,726</u>
Changes in net assets with donor restrictions:	
Contributions and grants	-
Net assets released from restrictions	<u>-</u>
Increase (decrease) in net assets with donor restrictions	<u>-</u>
Increase (decrease) in total net assets	131,726
Net assets, beginning of the year	<u>941,808</u>
Net assets, end of the year	\$ <u>1,073,534</u>

See Independent Accountant's Review Report and Notes to Financial Statements.

**KASHMIRI AMERICAN SOCIETY
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**Statement of Functional Expenses
For the Year Ended December 31, 2023**

	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total 2023</u>
Project expenses	\$ 103,300	\$ -	\$ -	\$ 103,300
Project management fee	13,642	-	-	13,642
Advertising and promotion	4,367	-	-	4,367
Legal and professional	-	2,500	-	2,500
Office expense	782	-	-	782
Membership fees	-	486	-	486
Technology fee	353	-	-	353
Fundraising expenses	-	-	26,732	26,732
NYS filing fee	-	275	-	275
Bank fees	-	3	-	3
	<u>\$ 122,444</u>	<u>\$ 3,264</u>	<u>\$ 26,732</u>	<u>\$ 152,440</u>

See Independent Accountant's Review Report and Notes to Financial Statements.

**KASHMIRI AMERICAN SOCIETY
FOR HEALTHCARE, MEDICAL
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**Statement of Cash Flows
For the Year Ended December 31, 2023**

	<u>2023</u>
Cash flows provided by (used in) operating activities:	
Increase (decrease) in net assets	\$ 131,726
Adjustments to reconcile increase (decrease) in net assets to net cash provided by (used in) operating activities:	
Expiration of time restrictions	-
Changes in operating assets and liabilities:	
Increase (decrease) in accounts payable	<u>2,774</u>
Net cash provided by (used in) operating activities	<u>134,500</u>
Cash flows provided by (used in) investing activities:	
Purchase of property and equipment	<u>-</u>
Net cash provided by (used in) investing activities	<u>-</u>
Cash flows provided by (used in) financing activities:	
Loan proceeds from borrowings	<u>-</u>
Net cash provided by (used in) financing activities	<u>-</u>
Increase (decrease) in cash and cash equivalents	134,500
Cash and cash equivalents, beginning of year	<u>941,808</u>
Cash and cash equivalents, end of year	\$ <u>1,076,308</u>

See Independent Accountant's Review Report and Notes to Financial Statements.

**KASHMIRI AMERICAN SOCIETY
FOR HEALTHCARE, MEDICAL
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**Notes to Financial Statements
December 31, 2023**

Note 1. Nature of Activities and Summary of Significant Accounting Policies

Nature of Activities

The Kashmiri American Society for Healthcare, Medical Education & Research, Inc. (the “Organization”) was incorporated in July 2017 under the not-for-profit laws of the State of New York. The mission of the Organization is to promote general health and prevent disease through high quality education, advocacy, research and training. The Organization works to improve health and wellness of populations with limited access to quality healthcare in the United States, as well as internationally, in areas with underdeveloped healthcare infrastructure like Jammu and Kashmir. The Organization also strives to promote professional networking and collaboration among healthcare professionals, and actively engage with other medical societies and organizations with similar objectives.

Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America.

According to current accounting standards, all non-profit organizations are required to provide a statement of financial position, a statement of activities and changes in net deficit, and a statement of cash flows, as well as a statement of expenses by function and natural classification. Classification of net assets and revenues, expenses, gains, and losses are based on the existence or absence of donor-imposed restrictions.

Generally accepted accounting principles require that resources be classified for reporting purposes into two categories based upon the presence or absence of donor restrictions – with donor restrictions or without donor restrictions. Net assets without donor restrictions represents resources available for the general support of the Organization’s activities and may be designated by the Organization’s Board of Directors for specific purposes. Net assets with donor restrictions are those whose use has been limited by donor-imposed stipulations that either expire by passage of time or can be fulfilled by actions of the Organization. As restrictions expire, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities and changes in net assets as net assets released from restrictions.

As of December 31, 2023, the Organization had no net assets with donor restrictions.

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**Notes to Financial Statements
December 31, 2023**

Note 1. Nature of Activities and Summary of Significant Accounting Policies (continued)

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures of assets and liabilities at the date of the financial statements, and the reported amounts of support, revenue and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents

Cash and cash equivalents include all cash accounts and highly liquid investments with a maturity date of three months or less, and exclude donor restricted receipts and amounts designated for long-term purposes. The carrying value of cash equivalents approximates fair value because of the short maturity of these financial instruments. There were no cash equivalents at December 31, 2023.

Property and Equipment

Property and equipment is recorded at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method over the estimated service lives of the assets.

Expenditures for maintenance and repairs or minor replacements are charged to expense as incurred. Expenditures for major replacements, renewals and betterments are capitalized.

Support and Revenue

The Organization receives its support and revenue primarily from contributions made by individual donors. Support and revenue is recognized as services are performed,

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**Notes to Financial Statements
December 31, 2023**

Note 1. Nature of Activities and Summary of Significant Accounting Policies (continued)

Contributions and Grants

The Organization accounts for contributions in accordance with current accounting standards which require a non-profit organization to recognize contributions, including unconditional promises to give, as revenue when received. These standards also require a non-profit organization to distinguish between contributions received that increase net assets with donor restrictions and those without donor restrictions, and require recognition of the expiration of donor-imposed restrictions in the period in which the restrictions expire.

Support and revenue from grant contracts is recognized as revenue when the services required by the grant contract are performed.

Donated Services

The Organization receives donated services from a variety of unpaid volunteers in carrying out the Organization's activities. No amounts have been reflected in the financial statements for the value of these services, as they do not meet the criteria for recognition of such volunteer effort under *generally accepted accounting principles*.

Functional Expenses

Expenses are presented by the natural expense classification by programs, management support or fundraising and reflect the allocation of operating expenses based either on specific identification or management's reasonable estimate of job functions.

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**Notes to Financial Statements
December 31, 2023**

Note 1. Nature of Activities and Summary of Significant Accounting Policies (continued)

Promises to Give

Unconditional promises to give, less an allowance for doubtful amounts, are recognized as contribution support in the period received and as assets, decreases of liabilities, or expenses depending on the form of benefits received.

Promises are recorded at net realizable value if expected to be collected in one year and at fair value if expected to be collected in more than one year. Conditional promises to give, if any, are recognized only when the conditions on which they depend are substantially met and the promises become unconditional.

Donations Receivable

Donations receivable consists of amounts collected by third parties prior to year-end and remitted to the organization subsequent to December 31, 2023.

Management provides for probable uncollectible amounts through a provision of bad debt expense based on its assessment of the current collection status on individual receivables. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the allowance for doubtful accounts.

There was no balance in the allowance for doubtful accounts at December 31, 2023.

Income Taxes

The Organization is a not-for-profit corporation that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. The Organization has also been classified as an entity that is not a private foundation within the meaning of Section 509(a) and qualifies for deductible contributions as provided in Section 170(b)(1)(a)(vi).

The Organization files annual information returns with the federal government and the State of New York, respectively. The returns for the fiscal years ended December 31, 2021 through 2023, respectively, are considered open and subject to potential examination by tax authorities.

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**Notes to Financial Statements
December 31, 2023**

Note 1. Nature of Activities and Summary of Significant Accounting Policies (continued)

Income Taxes (continued)

For tax exempt organizations, their tax-exempt status itself is deemed to be an uncertainty since events could potentially occur to jeopardize their tax exempt status.

As of December 31, 2023 the Organization does not have a liability for unrecognized tax benefits.

Advertising

The organization charges the expenditures for advertising to expense as incurred. Advertising expense totaled \$4,367 for the fiscal year ended December 31, 2023.

Note 2. Fundraising Activities

The Organization engaged in a fund raising event during the fiscal years ended December 31, 2023. Fundraising revenue, net of direct expenses are summarized as follows:

	<u>2023</u>
Fundraising revenue	\$ 48,353
Less: direct expenses	<u>(26,732)</u>
Net	\$ <u>21,621</u>

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Notes to Financial Statements
December 31, 2023

Note 3 . Subsequent Events

The Organization is in the process of applying for grants and donations with various charitable foundations.

Subsequent events have been evaluated through April 30, 2023, which is the date the financial statements were available to be issued.