TMS Global, Inc. and Subsidiaries

Consolidated Financial Statements

May 31, 2026 and 2025

TMS Global, Inc. and Subsidiaries

Table of Contents
May 31, 2026 and 2025

Independent Auditor's Report 1-2

Consolidated Financial Statements

Consolidated Statements of Financial Position 3

Consolidated Statements of Activities and Changes in Net Assets 4-5

Consolidated Statements of Functional Expenses 6-7

Consolidated Statements of Cash Flows 8

Notes to Consolidated Financial Statements 9-24

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
TMS Global, Inc. and Subsidiaries

Opinion
We have audited the accompanying consolidated financial statements of TMS Global, Inc. and Subsidiaries (collectively, the Organization), a Georgia corporation, which comprise the consolidated statements of financial position as of May 31, 2026 and 2025, and the related consolidated statements of activities and changes in net assets, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of TMS Global, Inc. and Subsidiaries as of May 31, 2026 and 2025, and the results of their activities and changes in net assets and their 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 the Organization 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 consolidated 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 the consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated 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 consolidated 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 consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions,

misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the consolidated 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 consolidated 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 consolidated 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 consolidated financial statements.
- Conclude whether, in our 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.

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.

Windham Brannon, LLC

October 29, 2026

TMS Global, Inc. and Subsidiaries

Consolidated Statements of Financial Position
May 31, 2026 and 2025

	2026	2025
Assets		
Cash and cash equivalents	**$ 876,809**	$ 350,742
Other assets	**370,195**	384,654
Investments	**5,000,126**	5,459,067
Trust assets	**196,559**	156,741
Property and equipment, net	**349,607**	344,784
Long-term investments	**678,947**	585,717
Beneficial interest in perpetual trust	**2,528,387**	2,298,268
Total assets	**$ 10,000,630**	$ 9,579,973
Liabilities and net assets		
Liabilities		
Accounts payable and accrued expenses	**$ 46,616**	$ 63,182
Annuities payable	**20,666**	35,058
Trust liabilities	**33,887**	31,979
Total liabilities	**101,169**	130,219
Net assets		
Without donor restrictions	**2,230,093**	1,925,241
With donor restrictions:		
Restricted for purpose or time	**4,755,322**	4,837,900
Restricted in perpetuity	**2,914,046**	2,686,613
Total net assets	**9,899,461**	9,449,754
Total liabilities and net assets	**$ 10,000,630**	$ 9,579,973

TMS Global, Inc. and Subsidiaries

Consolidated Statements of Activities and Changes in Net Assets
For the Years Ended May 31, 2026 and 2025

	2026				2025			
	Without Donor Restrictions	With Donor Restrictions			Without Donor Restrictions	With Donor Restrictions		
		For Purpose Or Time	In Perpetuity	Total		For Purpose Or Time	In Perpetuity	Total
Support and revenue								
Support:								
Contributions and grants	**$ 1,871,911**	**$ 7,198,551**	**$ -**	**$ 9,070,462**	$ 1,341,317	$ 7,216,728	$ -	$ 8,558,045
Gift-in-kind contributions	**230,165**	**39,367**	**-**	**269,532**	307,073	45,154	-	352,227
Total support	**2,102,076**	**7,237,918**	**-**	**9,339,994**	1,648,390	7,261,882	-	8,910,272
Revenue:								
Investment income	**1,222,036**	**93,230**	**-**	**1,315,266**	811,289	56,794	-	868,083
Change in value of annuities and trusts	**4,646**	**37,910**	**230,119**	**272,675**	1,273	3,216	74,818	79,307
Other income	**122,368**	**-**	**-**	**122,368**	92,649	-	-	92,649
Total revenue	**1,349,050**	**131,140**	**230,119**	**1,710,309**	905,211	60,010	74,818	1,040,039
Total support and revenue	**3,451,126**	**7,369,058**	**230,119**	**11,050,303**	2,553,601	7,321,892	74,818	9,950,311
Reclassifications								
Net assets released from restriction:								
Satisfaction of purpose restrictions	**6,556,198**	**(6,556,198)**	**-**	**-**	6,767,890	(6,767,890)	-	-
Reclassified with donor permission	**-**	**2,686**	**(2,686)**	**-**	-	2,857	(2,857)	-
Administrative assessments	**898,124**	**(898,124)**	**-**	**-**	914,102	(914,102)	-	-
Total reclassifications	**7,454,322**	**(7,451,636)**	**(2,686)**	**-**	7,681,992	(7,679,135)	(2,857)	-

(Continued)

TMS Global, Inc. and Subsidiaries

Consolidated Statements of Activities and Changes in Net Assets
For the Years Ended May 31, 2026 and 2025

	2026				2025			
	Without Donor Restrictions	**With Donor Restrictions**			Without Donor Restrictions	With Donor Restrictions		
		For Purpose Or Time	**In Perpetuity**	**Total**		For Purpose Or Time	In Perpetuity	Total
Expenses								
Program services:								
Field cross-cultural workers and projects	**6,502,202**	**-**	**-**	**6,502,202**	6,600,634	-	-	6,600,634
U.S. based ministries	**998,167**	**-**	**-**	**998,167**	1,386,392	-	-	1,386,392
Church resources ministry	**415,895**	**-**	**-**	**415,895**	191,094	-	-	191,094
Total program services	**7,916,264**	**-**	**-**	**7,916,264**	8,178,120	-	-	8,178,120
Supporting activities:								
Management and general	**2,036,691**	**-**	**-**	**2,036,691**	1,887,647	-	-	1,887,647
Fundraising	**647,641**	**-**	**-**	**647,641**	509,620	-	-	509,620
Total supporting activities	**2,684,332**	**-**	**-**	**2,684,332**	2,397,267	-	-	2,397,267
Total expenses	**10,600,596**	**-**	**-**	**10,600,596**	10,575,387	-	-	10,575,387
Change in net assets	**304,852**	**(82,578)**	**227,433**	**449,707**	(339,794)	(357,243)	71,961	(625,076)
Net assets, beginning of year	**1,925,241**	**4,837,900**	**2,686,613**	**9,449,754**	2,265,035	5,195,143	2,614,652	10,074,830
Net assets, end of year	**$ 2,230,093**	**$ 4,755,322**	**$ 2,914,046**	**$ 9,899,461**	$ 1,925,241	$ 4,837,900	$ 2,686,613	$ 9,449,754

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

TMS Global, Inc. and Subsidiaries

Consolidated Statement of Functional Expenses
For the Year Ended May 31, 2026

	Program Services				Supporting Activities			
	Field Cross-cultural Workers & Projects	U.S. Based Ministries	Church Resources Ministry	Total Program Services	Management and General	Fundraising	Total Supporting Activities	Total Expenses
Salaries-full time	$ 2,965,227	$ 641,572	$ 257,573	$ 3,864,372	$ 916,221	$ 272,644	$ 1,188,865	$ 5,053,237
Salaries-temporary	70,985	-	-	70,985	640	640	1,280	72,265
Employee benefits	777,898	100,705	44,988	923,591	215,725	58,825	274,550	1,198,141
Travel & conferences	549,504	147,479	62,234	759,217	93,107	24,576	117,683	876,900
Vehicles	200,869	2,811	5,903	209,583	9,857	2,865	12,722	222,305
Communications	95,769	1,211	347	97,327	20,229	29,290	49,519	146,846
Promotional, dues, & copies	10,984	1,568	6,885	19,437	20,351	2,653	23,004	42,441
Housing & occupancy	25,743	10,731	2,623	39,097	15,152	2,403	17,555	56,652
Repairs & maintenance	94,349	3,389	1,811	99,549	73,671	3,069	76,740	176,289
Depreciation	-	16,598	4,057	20,655	12,909	3,320	16,229	36,884
Project & direct support	1,312,069	11,175	7,102	1,330,346	132,162	124,509	256,671	1,587,017
Supplies	56,977	3,914	2,016	62,907	15,735	2,109	17,844	80,751
Consulting & professional services	172,819	54,318	7,029	234,166	443,854	114,590	558,444	792,610
Other expenses	169,009	2,696	13,327	185,032	67,078	6,148	73,226	258,258
Total expenses	**$ 6,502,202**	**$ 998,167**	**$ 415,895**	**$ 7,916,264**	**$ 2,036,691**	**$ 647,641**	**$ 2,684,332**	**$ 10,600,596**

(Continued)

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

TMS Global, Inc. and Subsidiaries

Consolidated Statement of Functional Expenses
For the Year Ended May 31, 2025

	Program Services				Supporting Activities			
	Field Cross-cultural Workers & Projects	U.S. Based Ministries	Church Resources Ministry	Total Program Services	Management and General	Fundraising	Total Supporting Activities	Total Expenses
Salaries-full time	$ 3,175,058	$ 727,987	$ 106,578	$ 4,009,623	$ 879,719	$ 249,870	$ 1,129,589	$ 5,139,212
Salaries-temporary	75,953	-	-	75,953	1,160	660	1,820	77,773
Employee benefits	850,741	107,989	15,964	974,694	206,628	52,326	258,954	1,233,648
Travel & conferences	676,821	187,231	40,939	904,991	78,771	25,478	104,249	1,009,240
Vehicles	154,528	7,727	2,570	164,825	10,885	3,236	14,121	178,946
Communications	83,834	2,082	1,604	87,520	16,706	26,647	43,353	130,873
Promotional, dues, & copies	6,886	9,603	5,497	21,986	15,999	832	16,831	38,817
Housing & occupancy	26,617	10,544	2,577	39,738	13,826	2,325	16,151	55,889
Repairs & maintenance	106,517	63,908	1,103	171,528	61,220	12,334	73,554	245,082
Depreciation	-	21,171	5,175	26,346	16,466	4,234	20,700	47,046
Project & direct support	1,129,269	104,754	5,045	1,239,068	71,279	85,986	157,265	1,396,333
Supplies	32,298	17,196	2,092	51,586	11,022	1,581	12,603	64,189
Consulting & professional services	117,720	108,149	1,443	227,312	473,967	39,861	513,828	741,140
Other expenses	164,392	18,051	507	182,950	29,999	4,250	34,249	217,199
Total expenses	$ 6,600,634	$ 1,386,392	$ 191,094	$ 8,178,120	$ 1,887,647	$ 509,620	$ 2,397,267	$ 10,575,387

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

TMS Global, Inc. and Subsidiaries

Consolidated Statements of Cash Flows
For the Years Ended May 31, 2026 and 2025

	2026	2025
Cash flows from operating activities		
Change in net assets	**$ 449,707**	$ (625,076)
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Depreciation	**36,884**	47,046
Realized/unrealized gains on investments	**(1,053,653)**	(548,388)
Payments on annuities	**6,372**	6,372
Trust distributions	**(2,738)**	(1,975)
Change in value of beneficial interest in perpetual trust	**(230,119)**	(74,818)
Actuarial change in charitable gift annuities and trusts	**4,646**	1,273
Changes in operating assets and liabilities:		
Other assets	**14,459**	(173,733)
Accounts payable and accrued expenses	**(30,958)**	(24,262)
Net cash used in operating activities	**(805,400)**	(1,393,561)
Cash flows from investing activities		
Proceeds from sales of investments	**1,778,828**	2,126,837
Purchases of investments	**(399,282)**	(551,891)
Purchases of property and equipment	**(41,707)**	(10,063)
Net cash provided by investing activities	**1,337,839**	1,564,883
Cash flows from financing activities		
Payments on annuities	**(6,372)**	(6,372)
Net cash used in financing activities	**(6,372)**	(6,372)
Net change in cash and cash equivalents	**526,067**	164,950
Cash and cash equivalents, beginning of year	**350,742**	185,792
Cash and cash equivalents, end of year	**$ 876,809**	$ 350,742
Supplemental disclosures		
Non-cash operating activities		
Non-cash contributions of securities	**$ 269,532**	$ 352,227

1. Nature of Business

TMS Global, Inc. and Subsidiaries (collectively, the Organization) is the consolidated financial reporting entity for TMS Global, Inc. (TMS Global) and its subsidiaries, Mission Society Foundation, Inc. (the Foundation), Mission Society Humanitarian Endeavors, Inc. (Humanitarian Endeavors), and Friendship Corporation (Friendship Corporation).

TMS Global, Inc., headquartered in Norcross, Georgia, is a Georgia not-for-profit corporation formed on January 6, 1984. TMS Global and its consolidated subsidiaries are exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code (Code), and contributions to the Organization are tax deductible within the limitations prescribed by the Code. TMS Global and its consolidated subsidiaries are not private foundations under Section 509(a)(1) of the Code.

The Foundation was formed in 1995 to establish flexible giving opportunities. The Foundation is a separately incorporated organization whose board is appointed by the TMS Global board.

Humanitarian Endeavors was formed in 1995 to facilitate humanitarian aid activities. Humanitarian Endeavors is a separately incorporated organization whose board is appointed by the TMS Global board.

Friendship Corporation, established in 1993 as a Georgia not-for-profit corporation, is intended to provide medical and educational services within the former Soviet Union. The board of the Friendship Corporation is elected by the TMS Global board.

The Organization is a voluntary mission agency for laity, clergy, and congregations, who hold evangelical, historical, Wesleyan beliefs. Its purpose is to carry out the Great Commission of our Lord Jesus Christ to go into all the world and preach the good news to all, making disciples, and teaching them to obey the Great Commandment and the Great Commission. This purpose is accomplished through providing personnel and funds to evangelize unreached and under-reached peoples of the world and establishing new congregations among them. Approximately 123 cross-cultural workers presently serve in approximately 26 countries on 5 continents in a wide array of ministries. Several additional countries are reached through cross-cultural workers serving under cooperative agreements with partner agencies.

The Organization is a faith mission and its cross-cultural workers depend totally upon voluntary gifts of individuals, businesses, churches, foundations, and other charities.

As an expression of its accountability and financial stewardship, the Organization is a member of the Evangelical Council for Financial Accountability and Missio Nexus.

In furtherance of its exempt purposes, the Organization expends a large portion of its resources on church growth and evangelism programs. Using models as varied as cell groups, Bible schools, seminaries, and theological education and training, the Organization equips national believers to provide their churches with competent, Spirit-empowered leadership. In addition, Bible schools

and seminaries have been established to educate pastors and lay leaders on how to interpret and teach the scriptures, to minister to the needs in interpreting and teaching scriptures, and ministering to the needs of the national church. The Organization also provides educational, medical, vocational, social, and other humanitarian services.

In the United States of America, the Organization provides local churches with seminars and mentoring to encourage and empower the U.S. congregations to take up the Great Commission in all geographies throughout the world. This is carried out through the Church Resources Ministry Division.

2. Summary of Significant Accounting Policies

The consolidated financial statements have been prepared on the accrual basis, in accordance with accounting principles generally accepted in the United States of America (GAAP). The significant accounting policies followed are described below to enhance the usefulness of the consolidated financial statements to the reader.

Principles of Consolidation

The consolidated financial statements include the operations of TMS Global, the Foundation, Humanitarian Endeavors, and Friendship Corporation (collectively referred to as the Organization). All significant inter-organization balances and transactions have been eliminated in consolidation.

Use of Estimates

The preparation of the consolidated financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

Cash and cash equivalents include cash, checking, savings, and highly liquid investments with maturity dates of less than three months. These accounts may, at times, exceed federally insured limits. The Organization has not experienced any losses in such accounts, and management believes it is not exposed to any significant credit risk on cash and cash equivalents.

Contributions Receivable

The Organization does not accept or record pledges. The Organization receives indications of intent to support the Organization that provide monthly, quarterly, or annual gifts of a specified amount. These indications of intent are open-ended and subject to unilateral change by the donor.

They are not considered to be unconditional promises to give and are not recognized prior to receipt of the contribution. Total outstanding intentions to give to the Organization as of the years ended May 31, 2026 and 2025, were $633,903 and $247,875, respectively.

Other Assets and Allowance for Credit Losses

Other assets consist of advances to cross-cultural workers and ministry projects in the field due upon completion of term services, prepaid insurance and rent. Advances to cross-cultural workers and ministries are continuously monitored and an allowance for credit losses is considered based on historical experience, current and expected economic conditions, and other specific economic factors. At May 31, 2026 and 2025, management determined that there was no need for an allowance for credit losses as it relates to advances to cross-cultural workers.

Investments and Long-Term Investments

Investments in marketable securities with readily determinable fair values and all debt securities are recorded at fair value based on the last reported sales price on the valuation date. Donated investments are recorded at fair value at the date of donation and are thereafter carried in conformity with the stated policy. Interest and dividend income and the realized and unrealized gain or loss on investments is reported as investment income without donor restrictions in the accompanying consolidated statements of activities and changes in net assets unless a donor or law restricts its use. Investments do not represent significant concentrations of market risk inasmuch as the investment portfolio is adequately diversified among many issuers.

Trust Assets, Liabilities, and Net Assets

In 2001, the Organization received and was appointed the trustee of a charitable lead trust. The charitable term of the lead trust was 15 years and ended May 28, 2016. The terms of the trust awarded distributions of 5% of the fair value as of the end of the trust calendar year to the recipient, TMS Global. Upon completion of the charitable lead trust, remaining trust assets were distributed to a specific Charitable Remainder Trust. The trustee of the new remainder trust is also TMS Global. Distributions from the remainder trust are paid to a designated recipient over the course of her life. Upon her death, the remainder of the trust assets will pass to TMS Global. The estimated present value of future distributions to TMS Global has been recognized and reported as trust assets as part of net assets with donor restrictions for purpose or time.

Property and Equipment

Items capitalized as property and equipment are stated at cost or, if donated, at market value on the date of donation less accumulated depreciation. Leasehold improvements are carried at cost less accumulated amortization. Depreciation is provided over the estimated service lives of the assets, ranging from 3 to 40 years, using the straight-line method. The capitalization policy is to capitalize all property and equipment greater than $2,500, with the exception of vehicles for international cross-cultural workers, which are expensed when purchased from cross-cultural

worker support accounts. When sold, proceeds are returned to cross-cultural worker support accounts. Additionally, all computer equipment, regardless of cost, is capitalized.

Leases

The Organization leases office equipment under certain noncancelable operating leases. The Organization also elected the ongoing practical expedient to not recognize operating lease right-of-use (ROU) assets and operating lease liabilities related to short-term leases. The Organization has not elected the practical expedient available to combine lease and non-lease components (i.e. - maintenance) into a single component for all asset classes. The contract consideration of non-lease components, if any, is allocated on a relative standalone price basis.

The Organization has adopted a policy to use a rate which approximates the risk-free rate for a period comparable to the lease term in the measurement of the related lease liability when there is no interest rate disclosed or implicit within the lease agreement. As the risk-free rate is typically lower than an incremental borrowing rate for a specific entity, its use will result in the recognition of a higher lease liability and ROU asset.

The Organization has adopted an accounting policy to forgo applying the requirements for recognition of ROU assets and lease liabilities for immaterial leases. Immaterial leases are those whose ROU assets and related lease liabilities are determined to be immaterial to the consolidated financial statements overall, individually and in the aggregate. The Organization has deemed all leases to be immaterial leases.

Beneficial Interest in Perpetual Trust

In a prior year, the Organization received a beneficial interest in a perpetual trust. The trust assets consist of cash and cash equivalents and marketable securities. The trust assets are carried at fair value as of the date of the consolidated financial statements. When possible, the fair value of investments held as trustee or agent are determined by reference to quoted market prices. When quoted market prices are not available, fair value is estimated by reference to market values of similar securities or by discounting cash flows at an appropriate risk rate, taking into consideration the varying degrees of risk specific to each financial asset.

Charitable Gift Annuities

The Organization has several charitable gift annuities. Under these agreements, the donor makes an initial gift of cash or other assets. An annuity payment liability is measured based on the present value of estimated future payments to the named life income beneficiary using discount rates and actuarial assumptions which consider the donor’s life expectancy and the rates typically earned on those investments. The difference between the fair value of the asset received and the annuity payment liability is recognized as contributions. The asset is adjusted annually to fair value and the liability is adjusted for payments to the life income beneficiary. The discount is amortized over the life of the agreement with the remainder reclassified from net assets with donor restrictions to

net assets without donor restrictions when the agreement terminates. The discount rates for these annuities approximates 3% for both years ended May 31, 2026 and 2025.

Classes of Net Assets

The consolidated financial statements report amounts separately by class of net assets:

Net assets without donor restrictions are currently available for operations under the direction of the board, designated by the board for a specific use, or resources invested in property and equipment, net of accumulated depreciation and amortization.

Net assets with donor restrictions for purpose or time are contributed with donor stipulations for specific operating purposes or programs, with time restrictions, or not currently available for use until commitments regarding their use have been fulfilled.

Net assets with donor restrictions in perpetuity are contributed with donor stipulations that the principal remain in perpetuity and only the income be available as revenue without donor restrictions or with donor restrictions.

Support and Revenue, Reclassifications, and Expenses

Revenue is recognized when earned and contributions and grants when cash, securities or other assets, an unconditional promise to give, or a notification of a beneficial interest is received. Conditional promises 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 met.

The Organization reports gifts of cash and other assets as support with donor restrictions if they are received with donor stipulations that limit the use of the donated amounts. Gifts are reported as support without donor restrictions if they are spent for the donor-specified purpose in the same fiscal year. When a stipulated time restriction ends or purpose restriction is satisfied, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statements of activities and changes in net assets as reclassifications.

The Organization reports gifts of property and equipment as support without donor restrictions unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash and other assets that must be used to acquire long-lived assets are reported as support with donor restrictions. Absent explicit donor stipulations about how long those long-lived assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service.

Donated goods (including securities, property, and equipment) are recorded at fair value at the date of the gift.

Expenses are recorded when incurred in accordance with GAAP. The consolidated statements of activities and changes in net assets report certain categories of expenses that are attributable to one or more program or supporting functions of the Organization. Therefore, these expenses require allocation on a reasonable basis that is consistently applied and are shown on the consolidated statements of functional expenses. These expenses include depreciation, facilities operations and other expenses and are allocated by an analysis of square footage. Expenses related to salaries and benefits and cross-cultural workers are allocated by an analysis of time and effort.

Allocation of Joint Costs

The Organization incurred joint costs that include fundraising appeals or activities:

	Program	General and Administrative	Fundraising	Total
Year ended May 31, 2026:				
Cost of informational materials and activities	$ 180,904	$ 144,723	$ 36,181	$ 361,808
Salaries and expenses of cross-cultural workers and program staff	2,780,009	28,367	28,367	2,836,743
Home office expenses	251,948	226,703	10,819	489,470
	$ 3,212,861	**$ 399,793**	**$ 75,367**	**$ 3,688,021**
Year ended May 31, 2025:				
Cost of informational materials and activities	$ 148,202	$ 118,562	$ 29,640	$ 296,404
Salaries and expenses of cross-cultural workers and program staff	3,015,478	30,770	30,770	3,077,018
Home office expenses	261,606	238,257	10,007	509,870
	$ 3,425,286	$ 387,589	$ 70,417	$ 3,883,292

Income Taxes

The Organization is exempt from Federal income taxes under the provisions of Section 501(c)(3) of the Internal Revenue Code. The Organization is not required by the Internal Revenue Service to file a Form 990 because it is exempt from filing as a missionary society, as the Organization is affiliated with one or more churches and more than 50% of its activities are conducted overseas.

3. Liquidity and Funds Available

The following reflects the Organization's financial assets as of May 31, 2026 and 2025, reduced by amounts not available for general expenditure within one year. Financial assets are considered unavailable when illiquid or not convertible to cash within one year. The Organization considers general expenditures to be all expenditures related to its ongoing activities to achieve its mission and vision as well as the conduct of services undertaken to support those activities.

	2026	2025
Financial assets:		
Cash and cash equivalents	**$ 876,809**	$ 350,742
Advances to cross-cultural workers and ministry projects	**234,067**	307,461
Investments	**5,000,126**	5,459,067
Trust assets	**196,559**	156,741
Long-term investments	**678,947**	585,717
Beneficial interest in perpetual trust	**2,528,387**	2,298,268
Financial assets, at year-end	**9,514,895**	9,157,996
Less those unavailable for general expenditures within one year:		
Investments held for trust	**(196,559)**	(156,741)
Endowment funds-held in perpetuity	**(385,660)**	(388,345)
Accumulated endowment earnings not expected to be appropriated	**(293,287)**	(197,372)
Beneficial interest in perpetual trust	**(2,528,387)**	(2,298,268)
	(3,403,893)	(3,040,726)
Financial assets available to meet cash needs for general expenditures within one year	**$ 6,111,002**	$ 6,117,270

As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. At May 31, 2026 and 2025, the Organization had $4,755,322 and $4,837,900, respectively, in net assets with donor restrictions for various purposes including project support. These funds are considered available to meet needs for general expenditures as funds are used for their donor restricted purposes and are included in the amounts presented in the table herein.

4. Trust Assets, Liabilities, and Net Assets

Trust assets, liabilities, and net assets consisted of the following at May 31, 2026 and 2025:

		2026		2025
Trust assets				
Cash	**$**	**5,392**	$	6,198
Common stock, at fair value		**191,167**		150,543
Total trust assets	**$**	**196,559**	$	156,741
Trust liabilities and net assets				
Trust liabilities:				
Charitable remainder trust	**$**	**33,887**	$	31,979
Trust net assets		**162,672**		124,762
Total trust liabilities and net assets	**$**	**196,559**	$	156,741

5. Property and Equipment, Net

Property and equipment, net consisted of the following at May 31, 2026 and 2025:

		2026		2025
Land	**$**	**150,000**	$	150,000
Land improvements		**195,762**		184,181
Building		**438,577**		438,577
Building improvements		**477,092**		446,966
Furniture and equipment		**436,037**		436,037
Computer equipment		**638,849**		638,849
		2,336,317		2,294,610
Less accumulated depreciation		**(1,986,710)**		(1,949,826)
Total property and equipment, net	**$**	**349,607**	$	344,784

Depreciation expense for the years ended May 31, 2026 and 2025 totaled $36,884 and $47,046, respectively.

6. Net Assets

Net assets consisted of the following at May 31, 2026 and 2025:

	2026	2025
Without donor restrictions		
Undesignated	**$ 1,880,486**	$ 1,580,457
Investment in property and equipment	**349,607**	344,784
Total without donor restrictions	**2,230,093**	1,925,241
With donor restrictions		
Restricted by time or purpose:		
Projects:		
Cross-cultural workers	**2,608,232**	2,673,126
Projects	**1,691,131**	1,842,641
Total projects	**4,299,363**	4,515,767
Other:		
Beneficial interest in charitable remainder trust	**162,672**	124,762
Unexpended endowment earnings	**293,287**	197,371
Total other	**455,959**	322,133
Total restricted by time or purpose	**4,755,322**	4,837,900
Restricted in perpetuity:		
Beneficial interest in perpetual trust	**2,528,387**	2,298,268
Donor-restricted endowment funds	**385,659**	388,345
Total restricted in perpetuity	**2,914,046**	2,686,613
Total with donor restrictions	**7,669,368**	7,524,513
Total net assets	**$ 9,899,461**	$ 9,449,754

7. Fair Value Measurements

Investments are exposed to various risks, such as market, currency, interest rate, and credit risks. Market risks include U.S. and global events which could impact the value of investments held by the Organization. Such events would include healthcare crises, such as a pandemic, international conflicts, supply chain disruptions, global monetary policy decisions, significant external economic influences, and significant cybersecurity attacks, among others. It is at least reasonably

possible that changes in the fair value of the Organization's investments will occur in the near term and that such changes could materially affect the investment balances.

The Fair Value Measurements topic of the Financial Accounting Standards Board (FASB) Accounting Standards Codification established a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three broad levels: Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets and have the highest priority, Level 2 inputs consist of observable inputs other than quoted prices for identical assets, which may include (a) quoted market prices for similar assets in active markets, (b) quoted prices for identical or similar assets in markets that are not active, (c) inputs other than quoted prices that are observable for the asset, or (d) inputs derived principally from or corroborated by observable market data by correlation or other means. Level 3 inputs have the lowest priority, and include inputs that are unobservable. The Organization uses appropriate valuation techniques based on the available inputs to measure the fair value of its investments. When available, the Organization measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. Level 3 inputs are only used when Level 1 or Level 2 inputs are not available.

The following tables present the fair value measurements of assets recognized in the accompanying consolidated statements of financial position measured at fair value on a recurring basis and the level within the fair value hierarchy in which the fair value measurements fall at May 31, 2026 and 2025, respectively.

	May 31, 2026			
	Level 1	Level 2	Level 3	Total
Investments, at fair value				
Money market funds	**$ 248,213**	**$ -**	**$ -**	**$ 248,213**
Mutual funds:				
Global stock funds	**3,519,639**	**-**	**-**	**3,519,639**
Bond funds	**1,232,274**	**-**	**-**	**1,232,274**
Total mutual funds	**$ 4,751,913**	**$ -**	**$ -**	**$ 4,751,913**
Total investments, at fair value	**$ 5,000,126**	**$ -**	**$ -**	**$ 5,000,126**

	May 31, 2026			
	Level 1	Level 2	Level 3	Total
Long-term investments, at fair value				
Money market funds	**$ 64,824**	**$ -**	**$ -**	**$ 64,824**
Mutual funds:				
Global stock funds	**486,053**	**-**	**-**	**486,053**
Bond funds	**128,070**	**-**	**-**	**128,070**
Total mutual funds	**$ 614,123**	**$ -**	**$ -**	**$ 614,123**
Total long-term investments, at fair value	**$ 678,947**	**$ -**	**$ -**	**$ 678,947**

	May 31, 2026			
	Level 1	Level 2	Level 3	Total
Beneficial interest in perpetual trust, at fair value	**$ -**	**$ -**	**$ 2,528,387**	**$ 2,528,387**
Trust assets, at fair value				
Common stocks	**$ 191,167**	**$ -**	**$ -**	**$ 191,167**
Total trust assets, at fair value	**$ 191,167**	**$ -**	**$ -**	**$ 191,167**

	May 31, 2025			
	Level 1	Level 2	Level 3	Total
Investments, at fair value				
Money market funds	$ 127,004	$ -	$ -	$ 127,004
Mutual funds:				
Global stock funds	3,994,807	-	-	3,994,807
Bond funds	1,337,256	-	-	1,337,256
Total mutual funds	$ 5,332,063	$ -	$ -	$ 5,332,063
Total investments, at fair value	$ 5,459,067	$ -	$ -	$ 5,459,067

	May 31, 2025			
	Level 1	Level 2	Level 3	Total
Long-term investments, at fair value				
Money market funds	$ 50,728	$ -	$ -	$ 50,728
Mutual funds:				
Global stock funds	416,133	-	-	416,133
Bond funds	118,856	-	-	118,856
Total mutual funds	$ 534,989	$ -	$ -	$ 534,989
Total long-term investments, at fair value	$ 585,717	$ -	$ -	$ 585,717

	May 31, 2025			
	Level 1	Level 2	Level 3	Total
Beneficial interest in perpetual trust, at fair value	$ -	$ -	$ 2,298,268	$ 2,298,268
Trust assets, at fair value				
Common stocks	$ 150,543	$ -	$ -	$ 150,543
Total trust assets, at fair value	$ 150,543	$ -	$ -	$ 150,543

Methods and assumptions used by the Organization in estimating fair values are as follows:

Valuation techniques: The fair values of common stock, mutual funds, global stock funds, bond funds, and money market funds are based on quoted market prices or dealer quotes and are considered Level 1. The fair value of the beneficial interest in perpetual trusts is based upon the related assets, including mutual funds, corporate bonds, and marketable securities. The Organization considers the measurement of its beneficial interest in perpetual trust to be a Level 3 measurement within the fair value hierarchy because even though the measurement is based on the fair values of the trust assets reported by the trustee, the Organization does not expect to receive those assets or have the ability to direct the trustee to redeem them.

The following table provides further details of the Level 3 fair value measurements for beneficial interest in perpetual trust:

	2026	2025
Beginning balance	**$ 2,298,268**	$ 2,223,450
Change in value of beneficial interest in perpetual trust	**230,119**	74,818
Ending balance	**$ 2,528,387**	$ 2,298,268

8. Endowments

The Organization's endowment consists of two donor-restricted endowment funds established under donor restricted endowment agreements dated December 22, 1994 and March 7, 2008.

The Organization has interpreted the Georgia Uniform Prudent Management of Institutional Funds Act (GUPMIFA) as requiring the preservation of the 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, the Organization classifies as net assets with donor restrictions in perpetuity (a) the original value of gifts donated to the endowment, (b) the original value of subsequent gifts to the endowment, and (c) accumulations to the 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 donor restrictions in perpetuity is classified as net assets with donor restrictions for purpose or time until those amounts are appropriated for expenditure by the Organization in a manner consistent with the standard of prudence prescribed by GUPMIFA. In accordance with GUPMIFA, the Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

1. The duration and preservation of the fund
2. The purposes of the Organization and the donor-restricted endowment fund
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 the Organization
7. The investment policies of the Organization

Endowment net asset composition by type of fund as of May 31, 2026 and changes in endowment net assets for the year then ended:

		With Donor Restrictions			
	Without Donor Restrictions	Original gift amount	Accumulated Gains (Losses) and Other	Total with Donor Restrictions	Total Funds
Endowment net assets, June 1, 2025	**$ -**	**$ 388,345**	**$ 214,932**	**$ 603,277**	**$ 603,277**
Investment return (loss), net	**-**	**-**	**93,230**	**93,230**	**93,230**
Transfers	**-**	**(2,686)**	**2,686**	**-**	**-**
Endowment net assets, May 31, 2026	**$ -**	**$ 385,659**	**$ 310,848**	**$ 696,507**	**$ 696,507**

Endowment net asset composition by type of fund as of May 31, 2025 and changes in endowment net assets for the year then ended:

		With Donor Restrictions			
	Without Donor Restrictions	Original Gift Amount	Accumulated Gains (Losses) and Other	Total with Donor Restrictions	Total Funds
Endowment net assets, June 1, 2024	$ -	$ 391,202	$ 155,281	$ 546,483	$ 546,483
Investment return (loss), net	-	-	56,794	56,794	56,794
Transfers	-	(2,857)	2,857	-	-
Endowment net assets, May 31, 2025	$ -	$ 388,345	$ 214,932	$ 603,277	$ 603,277

Funds with Deficiencies—From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or GUPMIFA requires the Organization to retain as a fund of perpetual duration. No such deficiencies existed for the years ended May 31, 2026 and 2025.

Return Objectives and Risk Parameters—The Organization has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that the Organization must hold in perpetuity or for a donor-specified period(s) as well as board-designated funds. Under this policy, as approved by the board of directors, the endowment assets are invested in a manner that

is intended to produce an inflation adjusted income stream to grow the corpus above the inflation rate.

Strategies Employed for Achieving Objectives—To satisfy its long-term rate-of-return objectives, the Organization 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). The Organization targets a diversified asset allocation that places a greater emphasis on fixed income investments to achieve its long-term return objectives within prudent risk constraints.

Spending Policy and How the Investment Objectives are Related to Spending Policy—The Organization's board considers the long-term expected return on its endowment. This is consistent with the board's objective and donor restrictions to maintain the purchasing power of the endowment assets held in perpetuity or for a specified term as well as to provide additional real growth through new gifts and investment returns.

9. Employee Benefit Plans

Retirement Plan

Effective June 1, 2015, the Organization created a 403(b) Retirement Plan (the Plan). The Plan is a defined contribution plan covering all employees of the Organization except ordained United Methodist clergy who have a pension account at the General Board of Pensions at the United Methodist Church. Employees that meet the requirements become eligible upon hire. The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA). Management at the Organization is responsible for the oversight of the Plan and determines the appropriateness of the Plan's investment offerings, monitors investment performance, and reports to the Organization's board of directors. Participants may elect to make pre-tax or Roth contributions to the Plan through salary deferral. Participants who have attained age 50 before the end of the Plan year are eligible to make catch-up contributions. The Organization makes a matching contribution of up to 6% of participant compensation for eligible employees. Contributions to the Plan are subject to certain limitations in accordance with federal income tax regulations. Employees must be U.S.-based employees working at least 1,000 hours per year and compensated through a competitive salary administration program in order to be eligible for employer matching contributions. Generally, this excludes any cross-cultural workers. Highly compensated employees are also excluded from employer matching contributions. Employer matching contributions funded by the Organization for the years ended May 31, 2026 and 2025, were $106,673 and $93,875, respectively.

Employee Education Savings Plan

All staff are allowed to contribute a portion of their salary (not limited) towards childhood education savings plans. The Organization made no contributions to the education savings plans for both of the years ended May 31, 2026 and 2025.

10. Leases

The Organization leases two pieces of office equipment under non-cancelable operating leases. The terms of these operating leases extend through January 2029 and August 2030, respectively. Management has determined that both of these leases are immaterial leases, as described in Note 2. Accordingly, there were no ROU assets or lease liabilities recorded for these leases on the accompanying consolidated statements of financial position as of May 31, 2026 and 2025. Total rent expense under these immaterial leases was $6,502 and $7,179 for the years ended May 31, 2026 and 2025, and 2025, respectively.

11. Concentration

Contributions from three and four households amounted to approximately 45% of unrestricted contributions received by the Organization during the years ended May 31, 2026 and 2025, respectively.

12. Subsequent Events

Subsequent events have been evaluated through October 29, 2026, which represents the date the consolidated financial statements were available to be issued. Subsequent events after that date have not been evaluated.