

MYRIAD USA, INC.

FINANCIAL STATEMENTS AND REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

DECEMBER 31, 2024 AND 2023

MYRIAD USA, INC.

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REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

**Board of Directors
Myriad USA, Inc.
New York, New York**

Opinion

We have audited the accompanying financial statements of Myriad USA, Inc. (the “*Organization*”), f/k/a King Baudouin Foundation United States, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2024 and the related statements of activities, functional expenses and cash flows for the year 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 Organization as of December 31, 2024, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit 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 audit. 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 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization’s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor’s Responsibilities for the Audit of the Financial Statements

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.

**Board of Directors
Myriad USA, Inc.
New York, New York**

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 the Organization's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in 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.

Report on Summarized Comparative Information

We have previously audited the Organization's 2023 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated April 2, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2023 is consistent, in all material respects, with the audited financial statements from which it has been derived.



**New York, New York
April 23, 2025**

MYRIAD USA, INC.

STATEMENTS OF FINANCIAL POSITION

December 31, 2024 And 2023

	<u>2024</u>	<u>2023</u>
ASSETS		
Cash	\$ 41,721,305	\$ 6,757,175
Investments <i>(Note 2)</i>	42,944,146	41,776,729
Grants receivable <i>(Note 3)</i>	18,944,651	12,463,279
Prepaid expenses and other assets	274,032	566,489
Interest receivable	76,521	51,327
Donated artwork and other donated collection <i>(Note 4)</i>	16,801,750	7,432,100
Right-of-use asset <i>(Note 8)</i>	2,022,119	2,238,856
Office furniture, net of accumulated depreciation of \$29,352 and \$16,362 in 2024 and 2023, respectively	110,841	95,206
Security deposit	<u>62,500</u>	<u>62,500</u>
Total assets	<u>\$ 122,957,865</u>	<u>\$ 71,443,661</u>
LIABILITIES		
Accounts payable and other accrued expenses	\$ 177,721	\$ 217,259
Grants payable <i>(Note 5)</i>	39,617,490	13,220,577
Refundable advance	144,693	436,845
Operating lease liability <i>(Note 8)</i>	2,091,375	2,280,303
Deferred revenue	<u>250,000</u>	<u>65,000</u>
Total liabilities	<u>42,281,279</u>	<u>16,219,984</u>
NET ASSETS		
Without donor restrictions		
General operations	11,600,364	9,538,617
Fiscal sponsorships	824,157	-
Advised gifts in process	1,468,069	648,980
American Friends Funds	39,041,674	24,032,042
Disaster response	29,021	15,154
Art Works	<u>16,801,750</u>	<u>7,432,100</u>
Total without donor restrictions	<u>69,765,035</u>	<u>41,666,893</u>
With donor restrictions <i>(Note 6)</i>	<u>10,911,551</u>	<u>13,556,784</u>
Total net assets	<u>80,676,586</u>	<u>55,223,677</u>
Total liabilities and net assets	<u>\$ 122,957,865</u>	<u>\$ 71,443,661</u>

MYRIAD USA, INC.

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

Year Ended December 31, 2024 With Summarized Information For 2023

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total 2024</u>	<u>Total 2023</u>
REVENUE AND OTHER SUPPORT				
Contributions – General	\$ 155,328,829	\$ 24,737,262	\$ 180,066,091	\$ 112,714,454
Gifts In-kind	10,169,650	-	10,169,650	3,443,100
U.S. Government grants	2,597,468	-	2,597,468	1,514,657
Investment income	1,554,791	58,463	1,613,254	691,880
Management and investment fees	3,991,089	-	3,991,089	2,771,584
Net assets released from restrictions <i>(Note 6)</i>	<u>27,719,202</u>	<u>(27,719,202)</u>	<u>-</u>	<u>-</u>
Total revenue and other support	<u>201,361,029</u>	<u>(2,923,477)</u>	<u>198,437,552</u>	<u>121,135,675</u>
EXPENSES				
Grants and program expenses	170,298,494	-	170,298,494	121,258,885
Management and general expenses	<u>4,712,014</u>	<u>-</u>	<u>4,712,014</u>	<u>2,792,665</u>
Total expenses	<u>175,010,508</u>	<u>-</u>	<u>175,010,508</u>	<u>124,051,550</u>
Excess (deficit) of operating support and revenue over expenses	26,350,521	(2,923,477)	23,427,044	(2,915,875)
NON-OPERATING CHANGES				
Realized and unrealized gains	<u>1,747,621</u>	<u>278,244</u>	<u>2,025,865</u>	<u>3,350,476</u>
Change in net assets	28,098,142	(2,645,233)	25,452,909	434,601
NET ASSETS				
Beginning of year	<u>41,666,893</u>	<u>13,556,784</u>	<u>55,223,677</u>	<u>54,789,076</u>
End of year	<u>\$ 69,765,035</u>	<u>\$ 10,911,551</u>	<u>\$ 80,676,586</u>	<u>\$ 55,223,677</u>

MYRIAD USA, INC.

STATEMENT OF FUNCTIONAL EXPENSES

Year Ended December 31, 2024 With Summarized Information For 2023

	<u>Program</u>	<u>Management And General</u>	<u>2024</u>	<u>2023</u>
Grants and educational programs	\$170,298,494	\$ -	\$170,298,494	\$121,258,885
Salaries, taxes, & benefits	-	2,812,697	2,812,697	1,420,931
Travel, conferences, and meals	-	355,892	355,892	204,309
Professional services	-	448,643	448,643	361,744
Occupancy	-	310,686	310,686	306,435
Office supplies and postage	-	54,890	54,890	35,168
Website and publications	-	164,114	164,114	81,228
Events and related expenses	-	365,383	365,383	189,542
Information technology	-	136,806	136,806	98,395
Insurance	-	25,315	25,315	27,638
Dues and memberships	-	16,828	16,828	34,465
Bank charges	-	7,770	7,770	21,829
Depreciation	-	12,990	12,990	10,981
Total expenses – 2024	<u>\$170,298,494</u>	<u>\$4,712,014</u>	<u>\$175,010,508</u>	
Total expenses – 2023	<u>\$121,258,885</u>	<u>\$2,792,665</u>		<u>\$124,051,550</u>

MYRIAD USA, INC.

STATEMENTS OF CASH FLOWS

Years Ended December 31, 2024 And 2023

	<u>2024</u>	<u>2023</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
<i>Change in net assets</i>	\$ 25,452,909	\$ 434,601
<i>Adjustments to reconcile the net change in net assets to net cash provided by operating activities</i>		
Unrealized (gain) loss on investments	40,283	(3,118,378)
Gain on sale of investments	(2,066,148)	(232,098)
Depreciation	12,990	10,981
Amortization of right-of-use asset	216,737	209,531
Operating lease liability payments	(188,928)	(174,184)
(Increase) decrease in		
Prepaid expenses and other assets	292,457	321,878
Grants receivable	(6,481,372)	(2,022,304)
Interest receivable	(25,194)	(51,327)
Increase (decrease) in		
Accounts and grants payable	26,357,375	5,075,021
Refundable advance	(292,152)	90,210
Deferred revenue	<u>185,000</u>	<u>-</u>
Net cash provided by operating activities	<u>43,503,957</u>	<u>543,931</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of investments	(29,844,363)	(31,794,884)
Proceeds from sales of investments	30,702,811	22,127,882
Purchase of office furniture	(28,625)	(3,952)
Donated artwork, net	<u>(9,369,650)</u>	<u>(718,100)</u>
Net cash used for investment activities	<u>(8,539,827)</u>	<u>(10,389,054)</u>
Net increase (decrease) in cash	34,964,130	(9,845,123)
CASH		
Beginning of year	<u>6,757,175</u>	<u>16,602,298</u>
End of year	<u>\$ 41,721,305</u>	<u>\$ 6,757,175</u>

MYRIAD USA, INC.

NOTES TO FINANCIAL STATEMENTS

December 31, 2024 And 2023

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

ORGANIZATION AND PURPOSE

Myriad USA, Inc. (the “**Organization**”), f/k/a King Baudouin Foundation United States, Inc. (“**KBFUS**”) is a non-profit organization exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code.

Its objective is to facilitate thoughtful, effective giving across borders. The Organization enables United States donors to support non-profit initiatives overseas, and provides foreign nonprofit organizations with cost effective solutions to raise funds in the United States.

The Organization was originally formed in 1997 as the King Baudouin Foundation United States, and historically focused its charitable work on Europe, Africa, and Latin America. In November 2023, KBFUS signed a restructuring and collaboration agreement with its longtime partner Give2Asia, a United States non-profit organization serving donors with interests in Asia, the Pacific, and the Middle East.

Under the terms of that agreement, KBFUS changed its corporate name to Myriad USA in December 2023, and Give2Asia transferred its programs and activities related to countries and regions, other than China, to Myriad USA.

Since January 2024, Myriad USA provides donors with a simple and efficient platform to support nonprofit initiatives overseas, anywhere across the globe. Myriad USA brings together the expertise and networks of KBFUS and Give2Asia, and builds on their shared history, their shared belief that local knowledge counts, and their shared objective of improving the lives of people around the world.

Myriad USA is a member of Myriad - the Alliance for borderless giving, a network of like-minded organizations who encourage, stimulate, and facilitate cross-border giving, each in the country or region where they are based.

BASIS OF ACCOUNTING

The Organization prepares its financial statements on the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded when owed under the accrual basis.

ACCOUNTING ESTIMATES

In preparing financial statements in conformity with accounting principles generally accepted in the United States of America management makes estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, as well as the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates.

INCOME TAX STATUS

Management has reviewed the tax positions for each of the open tax years (2021 – 2023) or expected to be taken in the Organization’s 2024 tax return and has concluded that there are no significant uncertain tax positions that would require recognition in the financial statements.

MYRIAD USA, INC.

NOTES TO FINANCIAL STATEMENTS – (Continued)

December 31, 2024 And 2023

CONCENTRATION OF CREDIT RISK

The Organization occasionally maintains deposits in excess of federally insured limits. Accounting Standards Codification (“ASC”) 825, “*Financial Instruments*”, identifies these items as a concentration of credit risk requiring disclosure, regardless of the degree of risk. The risk is managed by monitoring the financial institutions in which deposits are made.

INVESTMENTS

Investments are reported at their fair values with associated income and gains and losses recorded on the accompanying statement of activities. The fair value of investments traded on a securities exchange is determined based on quoted market prices. Contributions of marketable securities are recorded at their market values on the dates of donation.

PROPERTY AND EQUIPMENT

Purchased property and equipment are recorded at acquisition cost. Donated property and equipment are recorded at their fair value. Property and equipment are depreciated over the estimated useful lives of the assets.

NET ASSETS

Net assets are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization are classified and reported as follows:

Without donor restrictions – Net assets that are not subject to donor-imposed stipulations and that may be expendable for any purpose in performing the primary mission of the Organization.

General Operations – include the revenues and expenses associated with the principal mission of the Organization.

Fiscal Sponsorships – include contributions received for projects that are fiscally sponsored by the Organization

Advised Gifts in Process – include contributions received with the recommendations that the Organization use the gift to support a specific non-profit organization.

American Friends Funds – include contributions received from U.S. donors for various non-profit organizations established overseas.

Art Works – include the various works of art donated to the Organization.

Disaster Response Funds – include contributions received for trusted local nonprofits based in communities overseas affected by a disaster.

With donor restrictions – Net assets subject to donor-imposed restrictions that will be met either by actions of the Organization or the passage of time. Items that affect this net asset category are gifts for which donor-imposed restrictions have not been met in the year of receipt, including gifts; pledges; and investment returns on “true” endowment funds. Expirations of restrictions of net assets with donor restrictions are reported as net assets released from restriction.

Also included in this category are net assets subject to donor-imposed restrictions to be maintained permanently by the Organization, including gifts wherein donors stipulate that the corpus of the gift be held in perpetuity (primarily gifts for endowment) and that only the income be made available for operations or other purposes.

MYRIAD USA, INC.

NOTES TO FINANCIAL STATEMENTS – (Continued)

December 31, 2024 And 2023

REVENUE AND REVENUE RECOGNITION

The Organization recognizes contributions 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 right of return – are not recognized until the conditions on which they depend have been met.

A portion of the Organization’s revenue is derived from cost-reimbursable federal grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific grant provisions. Amounts received prior to incurring qualifying expenditures are reported as refundable advances in the statement of financial position. The Organization received cost-reimbursable grants of \$144,691 and \$436,845 that have not been recognized at December 31, 2024 and 2023, respectively, because qualifying expenditures have not yet been incurred, with these amounts recognized in the statement of financial position as a refundable advance.

CONTRIBUTIONS

The Organization reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, donor restricted net assets are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Gifts-in-kind are recorded at fair value on the date of receipt.

Pledges (contributions receivable) are recorded as income in the periods in which they are received in writing.

PRIOR YEAR INFORMATION

The financial statements include certain prior-year summarized comparative information in total, but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Organization’s audited financial statements for the year ended December 31, 2023, from which the summarized information was derived.

FUNCTIONAL ALLOCATION OF EXPENSES

The cost of providing the Organization’s various programs and supporting services has been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

RECLASSIFICATIONS

Certain reclassifications were made to the 2023 financial statements to conform to the 2024 presentation.

MYRIAD USA, INC.

NOTES TO FINANCIAL STATEMENTS – (Continued)

December 31, 2024 And 2023

(2) INVESTMENTS

The components of marketable securities at December 31 are:

	2024		2023	
	Cost	Market	Cost	Market
Cash equivalents	\$ 253,466	\$ 253,466	\$ 334,416	\$ 334,416
U.S. Treasury Bills	17,182,498	17,595,418	14,957,989	15,266,434
U.S. Treasury Notes	8,292,949	8,332,480	6,477,373	6,693,261
Mutual Funds				
Bond	827,951	820,407	444,974	431,284
Equity	<u>12,897,912</u>	<u>15,942,375</u>	<u>16,032,324</u>	<u>19,051,334</u>
	<u>\$39,454,776</u>	<u>\$42,944,146</u>	<u>\$38,247,076</u>	<u>\$41,776,729</u>

As of December 31, 2024 and 2023, net unrealized gains consisted of \$3,489,370 and \$3,529,653, respectively.

The following summarizes the investment return for the years ended December 31, 2024 and 2023:

	2024	2023
Interest and dividend income, net of investment expenses of \$37,134 and \$26,940, respectively	\$ 1,613,254	\$ 691,880
Realized gain on sale of investments	2,066,148	232,098
Unrealized gain (loss) on investments	<u>(40,283)</u>	<u>3,118,378</u>
Total investment income	<u>\$ 3,639,119</u>	<u>\$ 4,042,356</u>

The Organization utilized various methods to measure the fair value of its investments on a recurring basis. Generally accepted accounting principles establish a hierarchy that prioritizes inputs to valuation methods. The three levels of inputs are described below:

- Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities that the Organization has the ability to access.
- Level 2 – Observable inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. These inputs may include quoted prices for the identical instruments on an inactive market, prices for similar instruments, interest rates, prepayment speeds, credit risk, yield curves, default rates and similar data.
- Level 3 – Unobservable inputs for the asset or liability, to the extent relevant observable inputs are not available, representing the Organization's own assumptions about the assumptions a market participant would use in valuing the asset or liability, and would be based on the best information available.

The inputs methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

MYRIAD USA, INC.

NOTES TO FINANCIAL STATEMENTS – (Continued)

December 31, 2024 And 2023

(4) DONATED ARTWORK

In 2024, the Organization received artwork by Henrik Olesen, valued at \$58,400. This artwork is currently on loan to the Museum Ludwig in Cologne, Germany. Also in 2024, the Organization received artwork by Cosima von Bonin, valued at \$100,000. This artwork is currently on loan to Mudam – Musée d'Art Moderne Grand-Duc Jean (museum) in Luxembourg City, Luxembourg. Also in 2024, the Organization received artwork by Diego Giacometti, valued at \$100,000. This artwork was then donated to Fondation Alberto et Annette Giacometti (museum) in Paris, France after approval from the Organizations Board. Also in 2024, the Organization received three drawings on paper by Pablo Picasso, valued at \$345,000. These drawings are currently on loan to The Musée National Picasso-Paris in Paris, France. Also in 2024, the Organization received a Stradivarius violin, built by Antonio Stradivari, valued at \$7,500,000. The violin is currently on loan to Queen Elisabeth Music Chapel in Brussels, Belgium. Also in 2024, the Organization received a collection of 27 photographs by Joel Sternfeld, valued at \$562,500. The photographs are currently on loan to the Albertina Museum in Vienna, Austria. Also in 2024, the Organization received a collection of 40 photographs by Gregory Crewdson, valued at \$1,503,750. The photographs are currently on loan to the Albertina Museum in Vienna, Austria.

In 2023, the Organization received artwork by Leon Frederic, valued at \$100,000. This artwork is currently on loan to the Royal Museums of Fine Arts of Belgium, in Brussels, Belgium. Also in 2023, the Organization received a collection of 121 photographs by Joel Sternfeld, valued at \$2,293,100. This collection is currently on loan to Albertina Museum, in Vienna, Austria. Also in 2023, the Organization received three artworks by Calvin Marcus, valued at \$450,000. This artwork is currently on loan to Museum Boijmans van Beuingen in Rotterdam, the Netherlands. Also in 2023, the Organization received artwork by Rembrandt van Rijn, valued at \$100,000. This artwork is currently on loan to Rijksmuseum, Amsterdam, the Netherlands. Also in 2023, the Organization received a sculpture by Lynda Benglis, valued at \$500,000. The sculpture is currently on loan to the Albertina Museum, Vienna, Austria.

In 2022, the Organization received a collection of Asian textiles and garments of artistic and historical interest from Samuel Myers, valued at \$1,392,000. This collection is currently on loan to Guimet National Museum of Asian Arts, in Paris, France.

In 2021, the Organization received artwork by Samuel Meyers, valued at \$1,672,000. This artwork is currently on loan to the Guimet National Museum of Asian Arts, in Paris, France.

In 2020, the Organization received artwork by Alex Israel, valued at \$700,000. This artwork was donated to Museum Boijmans van Beuningen in Rotterdam, Netherlands in fiscal year 2024 after approval from the Organization Board. Also, in 2020, the Organization received artwork by Robert De Niro Sr., valued at \$225,000. This artwork is currently on loan to the Musee Fabre in Montpellier, France.

In 2019, the Organization received artwork by Hans Memling, valued at \$2,700,000. This artwork was donated to Musea Burge in Belgium in fiscal year 2023 after approval of the Organization's Board. Also, in 2019, the Organization received artwork by Eduard Charlemont, valued at \$25,000. This artwork was donated to Osterreichische Galerie Belvedere in Austria in fiscal year 2023 after approval of the Organization's Board

MYRIAD USA, INC.

NOTES TO FINANCIAL STATEMENTS – (Continued)

December 31, 2024 And 2023

(5) GRANTS PAYABLE

Unconditional grants are recorded as expense during the year of approval. Grants subject to certain conditions are recorded as expense during the year in which conditions are substantially met or the possibility that the conditions will not be met is remote, as determined by management.

The fair value of grants payable as of December 31, 2024 and 2023 is as follows:

	<u>2024</u>	<u>2023</u>
Payable in one year	\$35,633,073	\$10,109,381
Payable in one to five years	<u>4,375,314</u>	<u>3,478,405</u>
Total grants payable	40,008,387	13,587,786
Less: discount to present value at 4.18% to 4.30% in 2024 and 4.82% to 5.26% in 2023	<u>(390,897)</u>	<u>(367,209)</u>
Total grants payable – net	<u>\$39,617,490</u>	<u>\$13,220,577</u>

(6) NET ASSETS

Net assets with donor restrictions are available for the following purposes at December 31, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Subject to expenditure for a special purpose:		
Purpose restricted grants	<u>\$10,046,257</u>	<u>\$ 6,233,778</u>
Perpetual in nature:		
General use – KBF Endowment	-	6,630,200
Program activities – Gerald Soto '82 Memorial Scholarship Fund	105,311	-
Program activities – Tony Julius Designated Fund	<u>464,903</u>	<u>464,903</u>
	<u>570,214</u>	<u>7,095,103</u>
Accumulated income (deficit) on endowments:		
Accumulated Endowment Income – Tony Julius Designated Fund	297,582	227,903
Accumulated Endowment Income (Deficit) – Gerald Soto '82 Memorial Scholarship Fund	<u>(2,502)</u>	<u>-</u>
	<u>295,080</u>	<u>227,903</u>
	<u>\$10,911,551</u>	<u>\$13,556,784</u>

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose as follows for the year ended December 31:

	<u>2024</u>
Purpose restricted grants	<u>\$27,719,202</u>

MYRIAD USA, INC.

NOTES TO FINANCIAL STATEMENTS – (Continued)

December 31, 2024 And 2023

ENDOWMENT FUNDS

The Organization's endowment fund consists of two donor-restricted endowment funds. As required by GAAP in the United States, net assets associated with endowment funds, including funds designated by the Organization to function as endowments, are classified and reported based upon the existence or absence of donor-imposed restrictions.

The KBF Endowment Fund (the "*Fund*") was transferred to the Organization by the King Baudouin Foundation, Belgium ("*KBF Belgium*"). The agreement consists of a transfer of \$6,630,200 to the Organization. The Organization had full and unrestricted control and complete discretion over the use of any and all income from investment of the Fund, including, but not limited to, interest, dividends, and capital gains earned by the Fund, regardless of whether the Organization had taken any action expressly to appropriate such investment income for expenditure. Income could be either immediately allocated in agreement with the Organization's spending policy or accumulated for later allocation to the funding of current or future expenses associated with the Organization's general operations, educational programs or other exempt purposes, at the sole discretion of the Organization's Board of Directors. The initial agreement was signed November 24, 2011, for a six-year term, and automatically renewed for additional six-year terms thereafter. The agreement could be terminated by either party with 90 days written notice of any six-year term. In the event of termination by either party, the Organization would return to KBF Belgium, within 30 days of the effective date of the termination, the lesser of the original corpus donated of \$6,630,200, or the balance in the Fund on the effective date of the termination, as valued by the Organization. The accumulated earnings in excess of the true endowment fund were fully available to the Organization and were not subject to the spending rate. As such, in 2019, \$3,301,870 of accumulated earnings previously classified with donor restrictions, were released to net assets without donor restrictions. On November 8, 2024, the Organization's Board approved the return of the corpus, totaling \$6,630,200, to KBF Belgium.

INTERPRETATION OF RELEVANT LAW

The Organization is incorporated in the state of Georgia, which has enacted the Uniform Prudent Management of Institutional Funds Act ("*UPMIFA*"). UPMIFA governs donor institutional funds for not-for-profit corporations, including endowment funds. The Organization has interpreted the applicable state standards and guidelines for the prudent management of an endowment fund as requiring a prudent appropriation of the endowment fund's assets, taking into account any explicit donor stipulations or restrictions on the appropriation or expenditure of assets. As a result, the Organization classifies as permanently 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 (i.e. the accumulated realized and unrealized gains/losses) that is not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the Organization. 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

MYRIAD USA, INC.

NOTES TO FINANCIAL STATEMENTS – (Continued)

December 31, 2024 And 2023

RETURN OBJECTIVES AND RISK PARAMETERS

The total rate of return (net of fees) is expected to equal or exceed a passive investment in commonly quoted market indices (benchmarks) based on a long-term optimal asset allocation.

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 equity-based investments to achieve its long-term return objectives within prudent risk constraints.

SPENDING POLICY

In 2012, the Organization adopted a spending policy whereby beginning in 2015, 4% of the endowment fund's market value over the three previous years will be distributed to the Organization to be used for operational and program expenses. The donor-restricted portion of the endowment also includes \$464,903 at December 31, 2024 and 2023 for the Tony Julius Designated Fund and \$105,311 for the Gerald Soto '82 Memorial Scholarship Fund at December 31, 2024. These funds are subject to the 4% annual spending rate of the Organization and can be distributed to programmatic grants as outlined by the grant agreement, then subsequently approved by the Organization, as they become available. There was no distribution from the Tony Julius Designated Fund in 2024, while a distribution of \$93,324 was made during the year ended December 31, 2023. There was a distribution of \$4,000 made during the year ended December 31, 2024 from the Gerald Soto '82 Memorial Scholarship Fund. Accumulated earnings on these funds were \$295,080 and \$227,903 for the years ended December 31, 2024 and 2023, respectively, and are included in net assets with donor restrictions.

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 state standards require the Organization to retain as a fund of perpetual duration. At December 31, 2024 \$2,502 of donor restricted endowment funds fell below the level, while at December 31, 2023, no donor restricted endowment funds had fallen below the required level.

Endowment net asset composition by type of fund as of December 31, 2024 and 2023 are as follows:

	<u>2024</u>		
	<u>Accumulated</u>		
	<u>Income</u>	<u>Corpus</u>	<u>Total</u>
Donor-restricted endowment funds	<u>\$295,080</u>	<u>\$570,214</u>	<u>\$865,294</u>
	<u>2023</u>		
	<u>Accumulated</u>		
	<u>Income</u>	<u>Corpus</u>	<u>Total</u>
Donor-restricted endowment funds	<u>\$227,903</u>	<u>\$7,095,103</u>	<u>\$7,323,006</u>

The Organization classifies the original value of gifts received with donor stipulations that require them to be held in perpetuity as net assets with donor restrictions. Income earned on such gifts is classified as net assets with donor restrictions until it is expended in accordance with the Uniform Prudent Management of Institutional Funds Act as enacted by the State of Georgia.

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NOTES TO FINANCIAL STATEMENTS – (Continued)

December 31, 2024 And 2023

Changes in endowment net assets for the year ended December 31, 2024 and 2023 are as follows:

	<u>2024</u>		
	<u>Accumulated Income</u>	<u>Corpus</u>	<u>Total</u>
Endowment net assets, beginning of year	\$ 227,903	\$ 7,095,103	\$ 7,323,006
Investment return	71,177	-	71,177
Contributions	-	105,311	105,311
Return of corpus	-	(6,630,200)	(6,630,200)
Amount appropriated for operations	<u>(4,000)</u>	<u>-</u>	<u>(4,000)</u>
	<u>\$ 295,080</u>	<u>\$ 570,214</u>	<u>\$ 865,294</u>

	<u>2023</u>		
	<u>Accumulated Income</u>	<u>Corpus</u>	<u>Total</u>
Endowment net assets, beginning of year	\$ 220,631	\$ 7,095,103	\$ 7,315,734
Investment return	100,596	-	100,596
Amount appropriated for operations	<u>(93,324)</u>	<u>-</u>	<u>(93,324)</u>
	<u>\$ 227,903</u>	<u>\$ 7,095,103</u>	<u>\$ 7,323,006</u>

(7) FINANCIAL ASSETS AND LIQUIDITY RESOURCES

The Organization strives to maintain liquid financial assets to be available as its general expenditures, liabilities and other obligations become due. Financial assets in excess of daily cash requirements are invested in money market funds and other short-term investments.

The following table reflects the Organization's financial assets as of December 31, 2024 and 2023, reduced by amounts that are not available to meet general expenditures within one year of the statement of financial position date because of contractual and/or donor restriction or internal board designations.

Financial Assets	<u>2024</u>	<u>2023</u>
Cash	\$ 41,721,305	\$ 6,757,175
Investments	42,944,146	41,776,729
Grants receivable	<u>18,944,651</u>	<u>12,463,279</u>
Total financial assets	103,610,102	60,997,183
Less:		
Grants receivable due in more than a year, net	(7,768,937)	(4,349,189)
Net assets with donor restrictions	(10,911,551)	(13,556,784)
Board-designated net assets	<u>(40,538,764)</u>	<u>(24,696,176)</u>
Financial assets available to meet general expenditures over the next twelve months	<u>\$ 44,390,850</u>	<u>\$ 18,395,034</u>

Amounts not available include certain board-designated net assets received with recommendations for various non-profit organizations established overseas. In the event the need arises to utilize the board-designated funds for liquidity purposes, the reserves could be drawn upon through board resolution.

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December 31, 2024 And 2023

(8) LEASES

The Organization leases office space in New York under a lease agreement with an initial term greater than 12 months. The Organization determines whether an agreement is or contains a lease at lease inception. Right-of-use assets represent the Organization's right to use an underlying asset for the lease term and lease liabilities represent the Organization's obligation to make lease payments arising from the lease, measured at an amount equal to the present value of the minimum lease payments over the remaining expected term of the lease. Amortization expense and interest expense related to the Organization's operating leases are included in occupancy and office expense on the statement of functional expenses.

In determination of the lease term, the Organization considers the likelihood of lease renewal options and lease termination provisions.

The discount rate for a lease is derived from the rate implicit in the lease whenever readily determinable or the Organization's incremental borrowing rate.

The following quantitative data related to the Organization's operating leases for the year ended December 31, 2024 and 2023 is as follows:

	<u>2024</u>	<u>2023</u>
Operating Lease Amounts:		
Right-of-use assets	\$ 2,022,119	\$ 2,238,856
Lease liabilities	2,091,375	2,280,303
Other Information:		
Operating outgoing cash flows for operating leases	\$ 275,143	\$ 267,616
Weighted-average remaining lease term	7.83 years	8.83 years
Weighted average discount rate	3.97%	3.97%

Lease cost information for the years ended December 31, 2024 and 2023 is as follows:

	<u>2024</u>	<u>2023</u>
Operating lease cost	<u>\$302,963</u>	<u>\$302,963</u>

Future lease payments at December 31, 2024 are as follows:

<u>Fiscal Year</u>	<u>Total</u>
2025	\$ 282,917
2026	290,914
2027	299,150
2028	307,634
2029	316,372
2029 and thereafter	<u>945,480</u>
Total undiscounted cash flows	2,442,467
Less: present value adjustment	<u>(351,092)</u>
Lease liability	<u>\$ 2,091,375</u>

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NOTES TO FINANCIAL STATEMENTS – (Continued)

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(9) PENSION PLAN

Substantially all employees of the Organization are enrolled in a defined contribution pension plan. Contributions to this plan are based upon earnings for all eligible employees after completing one year of service. The Organization will match employee deferrals up to 8% of eligible compensation. Pension expense for the years ended December 31, 2024 and 2023 was \$178,965 and \$65,148, respectively.

(10) SUBSEQUENT EVENTS

Subsequent events after the balance sheet date through the date that the financial statements were available, April 23, 2025, have been evaluated in the preparation of the financial statements.