

INDIA DEVELOPMENT AND RELIEF FUND, INC.

FINANCIAL STATEMENTS AND

INDEPENDENT AUDITORS' REPORT

DECEMBER 31, 2024 AND 2023

INDIA DEVELOPMENT AND RELIEF FUND, INC.

FINANCIAL STATEMENTS

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DECEMBER 31, 2024 AND 2023

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CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditors' Report

To the Board of Directors
India Development and Relief Fund, Inc.
North Bethesda, MD

Opinion

We have audited the accompanying financial statements of the India Development and Relief Fund, Inc., which comprise the statements of financial position as of December 31, 2024 and 2023, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the India Development and Relief Fund, Inc. as of December 31, 2024 and 2023, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the India Development and Relief Fund, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

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

INDEPENDENT AUDITORS' REPORT (Concluded)

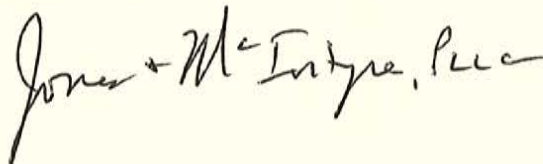
Auditors' Responsibilities for the Audit of the Financial Statements

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 auditors' 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 financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the India Development and Relief Fund, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the India Development and Relief Fund, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.



July 10, 2025

INDIA DEVELOPMENT AND RELIEF FUND, INC.

STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2024 AND 2023

	<u>2024</u>	<u>2023</u>
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 814,182	\$ 970,116
Contributions receivable, net	212,848	292,020
Donated insurance policy - cash surrender value	31,958	31,439
Short term investments	<u>4,203,310</u>	<u>3,446,884</u>
Total Current Assets	<u>\$ 5,262,298</u>	<u>\$ 4,740,459</u>
PROPERTY AND EQUIPMENT, at cost:		
Equipment	\$ 7,831	\$ 7,831
Accumulated amortization	<u>(7,831)</u>	<u>(7,810)</u>
Property and equipment, net	<u>\$ -</u>	<u>\$ 21</u>
TOTAL ASSETS	<u><u>\$ 5,262,298</u></u>	<u><u>\$ 4,740,480</u></u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES:		
Accounts payable	<u>\$ 40,000</u>	<u>\$ 25,596</u>
NET ASSETS:		
Net assets without donor restrictions	\$ 1,976,514	\$ 2,335,081
Net assets with donor restrictions	<u>3,245,784</u>	<u>2,379,803</u>
Total Net Assets	<u>\$ 5,222,298</u>	<u>\$ 4,714,884</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 5,262,298</u></u>	<u><u>\$ 4,740,480</u></u>

See accompanying notes and independent auditors' report.

INDIA DEVELOPMENT AND RELIEF FUND, INC.

STATEMENTS OF ACTIVITIES

FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

	2024			2023		
	Net Assets without Donor Restrictions	Net Assets with Donor Restrictions	Total	Net Assets without Donor Restrictions	Net Assets with Donor Restrictions	Total
REVENUE:						
Contributions and grants	\$ 617,507	\$ 6,380,703	\$ 6,998,210	\$ 854,529	\$ 3,984,434	\$ 4,838,963
Investment income	236,533	-	236,533	201,707	-	201,707
Other income	518	-	518	534	-	534
Net assets released from restrictions	5,514,722	(5,514,722)	-	3,963,186	(3,963,186)	-
Total Revenue	\$ 6,369,280	\$ 865,981	\$ 7,235,261	\$ 5,019,956	\$ 21,248	\$ 5,041,204
EXPENSES:						
Program services	\$ 6,553,310	\$ -	\$ 6,553,310	\$ 5,065,282	\$ -	\$ 5,065,282
Management and general	65,761	-	65,761	225,309	-	225,309
Fundraising	108,776	-	108,776	5,296	-	5,296
Total Expenses	\$ 6,727,847	\$ -	\$ 6,727,847	\$ 5,295,887	\$ -	\$ 5,295,887
CHANGE IN NET ASSETS						
	\$ (358,567)	\$ 865,981	\$ 507,414	\$ (275,931)	\$ 21,248	\$ (254,683)
NET ASSETS - BEGINNING OF YEAR	2,335,081	2,379,803	4,714,884	2,611,012	2,358,555	4,969,567
NET ASSETS - END OF YEAR	\$ 1,976,514	\$ 3,245,784	\$ 5,222,298	\$ 2,335,081	\$ 2,379,803	\$ 4,714,884

See accompanying notes and independent auditors' report.

INDIA DEVELOPMENT AND RELIEF FUND, INC.

STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 2024

	Program Services	Management and General	Fundraising	Total
Application fees	\$ -	\$ -	\$ 1,576	\$ 1,576
Bank charges	4,225	7,039	-	11,264
Contract labor	96,973	42,994	21,422	161,389
Depreciation	-	21	-	21
Dues and subscriptions	-	-	967	967
Event costs	-	-	11,136	11,136
Grants	6,452,112	-	-	6,452,112
Internet	-	650	-	650
License and permits	-	941	-	941
Marketing	-	-	72,071	72,071
Office and other expenses	-	1,250	314	1,564
Postage and delivery	-	296	27	323
Printing and copying	-	-	1,263	1,263
Professional fees	-	9,679	-	9,679
Telephone	-	1,366	-	1,366
Travel and entertainment	-	651	-	651
Utilities	-	500	-	500
Website	-	374	-	374
Total Functional Expenses	<u>\$ 6,553,310</u>	<u>\$ 65,761</u>	<u>\$ 108,776</u>	<u>\$ 6,727,847</u>

See accompanying notes and independent auditors' report.

INDIA DEVELOPMENT AND RELIEF FUND, INC.

STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 2023

	Program Services	Management and General	Fundraising	Total
Application fees	\$ -	\$ -	\$ 2,032	\$ 2,032
Bank charges	2,730	6,927	-	9,657
Contract labor	-	183,540	-	183,540
Depreciation	-	62	-	62
Dues and subscriptions	-	-	960	960
Grants	5,062,552	-	-	5,062,552
Internet	-	650	-	650
License and permits	-	2,000	-	2,000
Marketing	-	16,298	-	16,298
Office and other expenses	-	375	205	580
Postage and delivery	-	260	151	411
Printing and copying	-	134	1,948	2,082
Professional fees	-	9,430	-	9,430
Telephone	-	1,163	-	1,163
Travel and entertainment	-	489	-	489
Utilities	-	400	-	400
Website	-	3,581	-	3,581
Total Functional Expenses	<u>\$ 5,065,282</u>	<u>\$ 225,309</u>	<u>\$ 5,296</u>	<u>\$ 5,295,887</u>

See accompanying notes and independent auditors' report.

INDIA DEVELOPMENT AND RELIEF FUND, INC.

STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

	<u>2024</u>	<u>2023</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ 507,414	\$ (254,683)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Net (gain) loss on investments	(54,402)	(72,471)
Depreciation	21	62
Changes in assets and liabilities:		
(Increase) Decrease in contributions receivable	79,172	1,506
(Increase) Decrease in cash surrender value of insurance policy	(519)	(533)
Increase (Decrease) in accounts payable	14,404	25,596
	<u>14,404</u>	<u>25,596</u>
Net cash provided by (used in) operating activities	<u>\$ 546,090</u>	<u>\$ (300,523)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of investments	\$ (1,979,157)	\$ (4,565,381)
Interest and dividends retained in investment account	(175,513)	(119,410)
Sale of investments	1,452,646	4,600,675
	<u>1,452,646</u>	<u>4,600,675</u>
Net cash provided by (used in) investing activities	<u>\$ (702,024)</u>	<u>\$ (84,116)</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>\$ (155,934)</u>	<u>\$ (384,639)</u>
CASH and CASH EQUIVALENTS - BEGINNING OF YEAR	<u>970,116</u>	<u>1,354,755</u>
CASH and CASH EQUIVALENTS - END OF YEAR	<u><u>\$ 814,182</u></u>	<u><u>\$ 970,116</u></u>

See accompanying notes and independent auditors' report.

INDIA DEVELOPMENT AND RELIEF FUND, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2024 AND 2023

Note 1. **Organization and Summary of Significant Accounting Policies:**

Organization

India Development and Relief Fund, Inc (IDRF) was established by Dr. Vinod Prakash and other members of the Board, as a nonprofit organization, in the state of Maryland in 1987. In 1988, IDRF was approved by the Internal Revenue Service as a tax-exempt organization under Section 501(c) (3) of the Internal Revenue Code.

IDRF aims to help the needy, disabled, underprivileged or impoverished people mainly in India, and, only to a limited extent in Nepal, Sri Lanka and the United States, to become self-reliant and modernized, yet rooted in the culture and civilization of their respective countries, by raising tax-exempt contributions in the United States. These objectives are achieved through various types of assistance, including but not limited to: (a) value-based education and vocational training for children and adults; (b) health care; (c) eco-friendly rural development and environmental protection; (d) women's empowerment through micro-credit and other means; (e) tools for improving governance; and (f) relief and rehabilitation of victims of natural or manmade disasters. IDRF's support comes primarily from individual, corporate and foundation donations.

Financial Statement Presentation and Basis of Accounting

The accompanying financial statement presentation follows the recommendations under the Not-for-Profit Entities Topic of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958. Under this ASC, IDRF is required to report information regarding its financial position and activities according to two classes of net assets: net assets with donor restrictions and net assets without donor restrictions.

IDRF maintains its books and records on the accrual basis of accounting, whereby revenue is recorded when earned and expenses are recorded when incurred.

Adoption of Accounting Standards:

In June 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2016-13 Financial Instruments – Credit Losses (Topic 326) (ASU 2016-13), which requires financial assets to be presented at the net amount expected to be collected with an allowance for credit losses to be deducted from the amortized cost basis of the financial asset such that the net carrying value of the asset is presented as the amount expected to be collected. Under ASU 2016-13, IDRF's statement of activities is required to reflect the measurement of credit losses for newly recognized financial assets, as well as expected increases or decreases in expected credit losses that have taken place during the period. IDRF adopted ASU 2016-13 on January 1, 2024 and the adoption of this update did not have a significant impact on its financial statements.

Cash and Cash Equivalents

Cash and cash equivalents consist of checking, savings, and money market accounts. Cash and cash equivalents that are held in a separate investment account are classified as short-term investments and are not included in cash and cash equivalents for presentation in the statement of cash flows.

INDIA DEVELOPMENT AND RELIEF FUND, INC.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 2024 AND 2023

Note 1. **Organization and Summary of Significant Accounting Policies: (Continued)**

Short-term investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position.

IDRF has evaluated its investment policies consistent with Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 320, Investments – Debt and Equity Securities. It is IDRF management's intent to maintain a liquid portfolio to take advantage of investment opportunities, and therefore, all securities are considered to be available-for-sale and are classified as current assets. Available-for-sale securities are carried at fair value, with the gains and losses and declines in value judged to be other-than-temporary, and are included in the statements of activities and changes in net assets. The cost of securities sold is based on the specific identification method.

Concentration of Credit Risk:

Financial instruments, which potentially subject IDRF to concentrations of credit risk, include cash, investments, and contributions receivable.

Cash consists of checking and money market savings accounts. The IDRF's cash balances with financial institutions may at times exceed federally insured limits. IDRF has not experienced any losses in such accounts, and management believes IDRF is not exposed to any significant credit risks.

IDRF invests in various investment securities, which are exposed to risks such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term, and such changes could have a material effect on the amounts reported in the financial statements.

IDRF provides for credit losses (bad debts) when, in the opinion of management, a specific account becomes uncollectible.

Property and Equipment:

Property and equipment are recorded at cost and depreciated using the double declining balance method over the estimated useful lives of the related assets. IDRF capitalizes property and equipment with a unit cost in excess of \$1,000.

Revenue Recognition

IDRF recognizes contributions and unconditional promises to give as revenue in the period received or promised, whichever is earlier.

Contributions are recorded as net assets with donor restrictions or net assets without donor restrictions depending on the existence or nature of any donor restrictions. Amounts received that are designated for future periods, or restricted by the donor for specific purposes, are reported as increases in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

INDIA DEVELOPMENT AND RELIEF FUND, INC.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 2024 AND 2023

Note 1. **Organization and Summary of Significant Accounting Policies: (Concluded)**

Functional Expenses

IDRF allocates its expenses on a functional basis among its various programs and supporting services. Expenses that can be identified with a specific program, fundraising, or general and administrative service are allocated directly according to their natural expenditure classification. Other expenses that are common to several functions are allocated by various statistical bases or management's estimate of time spent on each function.

Income Taxes

IDRF is a tax exempt, publicly supported organization under Section 501(c)(3) of the Internal Revenue Code. IDRF had no unrelated business taxable income during the years ended December 31, 2024 and 2023. IDRF believes that it has appropriate support for any income tax positions taken and, as such, does not have any uncertain income tax positions that are material to the financial statements.

Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles 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 financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Reclassifications

Certain amounts in the 2023 financial statements have been reclassified to conform to the 2024 presentation.

Note 2. **Investments:**

ASC 820, Fair Value Measurements, establishes a fair value hierarchy that prioritizes the inputs used to measure fair value into three broad categories: levels 1, 2 and 3. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets (level 1) and lowest priority to unobservable inputs (level 3). In some cases, the inputs used to measure fair value might fall into different levels of the fair value hierarchy. The level in the fair value hierarchy that the assets or liability falls under is based on the lowest input level that is significant to the fair value measurement in its entirety. The fair value of the IDRF's investments is based on quoted market prices in active markets (level 1 inputs).

Investments measured at fair value on a recurring basis consist of the following as of December 31,

	<u>2024</u>	<u>2023</u>
Cash equivalents	\$ 176,817	\$ 358,050
Stocks	222,643	318,052
Fixed income	<u>3,803,850</u>	<u>2,770,782</u>
Total investments	<u>\$ 4,203,310</u>	<u>\$ 3,446,884</u>

INDIA DEVELOPMENT AND RELIEF FUND, INC.

NOTES TO FINANCIAL STATEMENTS (CONCLUDED)

DECEMBER 31, 2024 AND 2023

Note 2. Investments: (Concluded)

Investment income consists of the following for the years ended December 31,

	<u>2024</u>	<u>2023</u>
Interest and dividends	\$ 182,132	\$ 129,236
Realized gains (losses)	273,179	52,794
Unrealized gains (losses)	<u>(218,778)</u>	<u>19,677</u>
Total investment income	<u>\$ 236,533</u>	<u>\$ 201,707</u>

Note 3. Net Assets with Donor Restrictions:

Net assets with donor restrictions consisted of the following at December 31,

	<u>2024</u>	<u>2023</u>
Purpose restrictions:		
Education/Skill Development	\$ 783,185	\$ 615,870
Health	628,850	407,166
Women/Community Empowerment	465,023	133,196
Environmental Sustainability	43,843	190,179
Governance and Innovation	6,000	11,603
Disaster Relief/Rehabilitation	-	18,904
Donor Preference	<u>1,318,883</u>	<u>1,002,885</u>
Total	<u>\$ 3,245,784</u>	<u>\$ 2,379,803</u>

Note 4. Liquidity and Availability of Financial Assets:

The following reflects IDRF's financial assets as of December 31, 2024 and 2023, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the statement of financial position date.

	<u>2024</u>	<u>2023</u>
Financial assets at year-end	\$ 5,262,298	\$ 4,740,459
Donor restricted	<u>(3,245,784)</u>	<u>(2,379,803)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 2,016,514</u>	<u>\$ 2,360,656</u>

IDRF has a policy to structure its financial assets to be available throughout the year as general expenditures become due.

Note 5. Concentrations:

For the years ended December 31, 2024 and 2023, one donor accounted for approximately 12% and 16%, respectively, of IDRF's total revenue.

Note 6. Subsequent Events:

Management has evaluated subsequent events through July 10, 2025, the date the financial statements were available to be issued.