



Battt Morrison
Wales & Lee

CPAs for Nonprofits

MAP International

Financial Statements

For The Years Ended September 30, 2025 and 2024



Batts Morrison
Wales & Lee
CPAs for Nonprofits

REPORT OF INDEPENDENT AUDITOR

The Board of Directors
MAP International
Brunswick, Georgia

Opinion

We have audited the accompanying financial statements of MAP International (“the Organization”), which consist of the statements of financial position as of September 30, 2025 and 2024, and the related statements of activities, cash flows, and functional expenses 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 MAP International as of September 30, 2025 and 2024, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of 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 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 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 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 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 risk 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.

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- 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 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.

Batts Morrison Wales & Lee, P.A.

BATTS MORRISON WALES & LEE, P.A.

Orlando, Florida
February 23, 2026

MAP INTERNATIONAL
STATEMENTS OF FINANCIAL POSITION
(In thousands)

ASSETS

	September 30,	
	2025	2024
ASSETS		
Cash and cash equivalents	\$ 4,621	\$ 4,495
Investments	5,315	4,478
Inventory	337,075	303,825
Prepaid expenses and other assets	1,064	782
Investments restricted for long-term purposes	3,775	3,775
Property and equipment, net	11,878	12,230
Total assets	\$ 363,728	\$ 329,585

LIABILITIES AND NET ASSETS

LIABILITIES		
Accounts payable and accrued expenses	\$ 1,291	\$ 1,192
Note payable	3,741	4,687
Total liabilities	5,032	5,879
NET ASSETS		
Without donor restrictions		
Undesignated	24,771	20,610
Designated for minimum state required annuity reserves	27	29
Net equity in property and equipment	8,137	7,543
Total without donor restrictions	32,935	28,182
With donor restrictions	325,761	295,524
Total net assets	358,696	323,706
Total liabilities and net assets	\$ 363,728	\$ 329,585

The Accompanying Notes are an Integral
Part of These Financial Statements

MAP INTERNATIONAL
STATEMENTS OF ACTIVITIES
(In thousands)

	For The Years Ended September 30,					
	2025			2024		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
PUBLIC SUPPORT AND REVENUE AND NET ASSETS RELEASED FROM RESTRICTIONS						
Noncash contributions	\$ 120,069	\$ 1,242,203	\$ 1,362,272	\$ 35,888	\$ 881,518	\$ 917,406
Cash contributions	9,074	4,099	13,173	9,722	4,356	14,078
Service fees and other revenue, net	3,775	506	4,281	3,474	491	3,965
Net assets released from time and use restrictions	<u>1,216,571</u>	<u>(1,216,571)</u>	<u>—</u>	<u>839,354</u>	<u>(839,354)</u>	<u>—</u>
Total public support and revenue and net assets released from restrictions	<u>1,349,489</u>	<u>30,237</u>	<u>1,379,726</u>	<u>888,438</u>	<u>47,011</u>	<u>935,449</u>
EXPENSES						
Program services						
Essential medicine distribution	1,234,160	—	1,234,160	869,709	—	869,709
Community health development	57,909	—	57,909	26,132	—	26,132
Disaster relief and recovery	<u>45,723</u>	<u>—</u>	<u>45,723</u>	<u>22,270</u>	<u>—</u>	<u>22,270</u>
Total program services	<u>1,337,792</u>	<u>—</u>	<u>1,337,792</u>	<u>918,111</u>	<u>—</u>	<u>918,111</u>
Supporting activities						
Fundraising	5,403	—	5,403	6,770	—	6,770
Management and general	<u>1,541</u>	<u>—</u>	<u>1,541</u>	<u>1,369</u>	<u>—</u>	<u>1,369</u>
Total supporting activities	<u>6,944</u>	<u>—</u>	<u>6,944</u>	<u>8,139</u>	<u>—</u>	<u>8,139</u>
Total expenses	<u>1,344,736</u>	<u>—</u>	<u>1,344,736</u>	<u>926,250</u>	<u>—</u>	<u>926,250</u>
CHANGE IN NET ASSETS	4,753	30,237	34,990	(37,812)	47,011	9,199
NET ASSETS - Beginning of year	<u>28,182</u>	<u>295,524</u>	<u>323,706</u>	<u>65,994</u>	<u>248,513</u>	<u>314,507</u>
NET ASSETS - End of year	<u>\$ 32,935</u>	<u>\$ 325,761</u>	<u>\$ 358,696</u>	<u>\$ 28,182</u>	<u>\$ 295,524</u>	<u>\$ 323,706</u>

The Accompanying Notes are an Integral
Part of These Financial Statements

MAP INTERNATIONAL
STATEMENTS OF CASH FLOWS
(In thousands)

	For The Years Ended September 30,	
	2025	2024
OPERATING CASH FLOWS		
Cash received from contributors	\$ 13,173	\$ 14,078
Cash received from service fees and other sources	3,761	3,501
Cash paid for operating activities and costs	(15,108)	(14,268)
Interest paid	(269)	(269)
Net operating cash flows	1,557	3,042
INVESTING CASH FLOWS		
Net purchases of investments	(318)	(204)
Purchases of and improvements to property and equipment	(167)	(2,205)
Net investing cash flows	(485)	(2,409)
FINANCING CASH FLOWS		
Borrowings	—	1,657
Repayments	(946)	(51)
Net financing cash flows	(946)	1,606
NET CHANGE IN CASH AND CASH EQUIVALENTS	126	2,239
CASH AND CASH EQUIVALENTS - Beginning of year	4,495	2,256
CASH AND CASH EQUIVALENTS - End of year	\$ 4,621	\$ 4,495
RECONCILIATION OF CHANGE IN NET ASSETS TO NET OPERATING CASH FLOWS		
Change in net assets	\$ 34,990	\$ 9,199
Adjustments to reconcile change in net assets to net operating cash flows		
Depreciation	519	465
Net gain on investments	(519)	(464)
Change in inventory	(33,250)	(6,604)
Change in prepaid expenses and other assets	(282)	149
Change in accounts payable and accrued expenses	99	297
Net operating cash flows	\$ 1,557	\$ 3,042

The Accompanying Notes are an Integral
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MAP INTERNATIONAL
STATEMENT OF FUNCTIONAL EXPENSES
For The Year Ended September 30, 2025
(In thousands)

	Program services				Supporting activities			Total expenses
	Essential medicine distribution	Community health development	Disaster relief and recovery	Total program	Fundraising	Management and general	Total supporting	
Salaries and wages	\$ 2,026	\$ 93	\$ 76	\$ 2,195	\$ 2,212	\$ 613	\$ 2,825	\$ 5,020
Employee benefits	<u>664</u>	<u>31</u>	<u>25</u>	<u>720</u>	<u>601</u>	<u>167</u>	<u>768</u>	<u>1,488</u>
Total personnel-related expenses	2,690	124	101	2,915	2,813	780	3,593	6,508
Goods distributed	1,226,346	56,738	45,432	1,328,516	—	—	—	1,328,516
Cost of goods distributed	2,766	128	102	2,996	—	—	—	2,996
Outside services	362	17	13	392	1,095	341	1,436	1,828
Freight	1,077	50	40	1,167	16	—	16	1,183
Grants	—	810	—	810	—	—	—	810
Printing and publications	28	1	1	30	563	48	611	641
Depreciation	259	12	10	281	133	105	238	519
Building and occupancy costs	236	11	9	256	151	111	262	518
Other	144	7	5	156	115	70	185	341
Postage and shipping	1	—	—	1	245	16	261	262
Travel	40	2	2	44	138	21	159	203
Supplies	75	3	3	81	82	8	90	171
Insurance	62	3	2	67	38	30	68	135
Equipment maintenance and rentals	<u>74</u>	<u>3</u>	<u>3</u>	<u>80</u>	<u>14</u>	<u>11</u>	<u>25</u>	<u>105</u>
Total expenses	<u>\$ 1,234,160</u>	<u>\$ 57,909</u>	<u>\$ 45,723</u>	<u>\$ 1,337,792</u>	<u>\$ 5,403</u>	<u>\$ 1,541</u>	<u>\$ 6,944</u>	<u>\$ 1,344,736</u>

The Accompanying Notes are an Integral
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MAP INTERNATIONAL
STATEMENT OF FUNCTIONAL EXPENSES
For The Year Ended September 30, 2024
(In thousands)

	Program services			Supporting activities			Total expenses	
	Essential medicine distribution	Community health development	Disaster relief and recovery	Total program	Fundraising	Management and general		Total supporting
Salaries and wages	\$ 1,777	\$ 328	\$ 57	\$ 2,162	\$ 2,161	\$ 472	\$ 2,633	\$ 4,795
Employee benefits	<u>638</u>	<u>131</u>	<u>23</u>	<u>792</u>	<u>700</u>	<u>152</u>	<u>852</u>	<u>1,644</u>
Total personnel-related expenses	2,415	459	80	2,954	2,861	624	3,485	6,439
Goods distributed	864,976	23,806	21,610	910,392	—	—	—	910,392
Outside services	468	18	10	496	1,460	403	1,863	2,359
Cost of goods distributed	572	539	405	1,516	—	—	—	1,516
Printing and publications	20	1	4	25	1,071	13	1,084	1,109
Grants	—	920	80	1,000	—	—	—	1,000
Freight	396	334	62	792	15	2	17	809
Postage and shipping	3	—	—	3	762	2	764	767
Building and occupancy costs	295	11	6	312	153	126	279	591
Depreciation	236	7	5	248	115	102	217	465
Travel	58	23	1	82	104	25	129	211
Equipment maintenance and rentals	108	3	2	113	26	22	48	161
Supplies	76	2	2	80	65	5	70	150
Insurance	69	2	1	72	39	35	74	146
Other	<u>17</u>	<u>7</u>	<u>2</u>	<u>26</u>	<u>99</u>	<u>10</u>	<u>109</u>	<u>135</u>
Total expenses	<u>\$ 869,709</u>	<u>\$ 26,132</u>	<u>\$ 22,270</u>	<u>\$ 918,111</u>	<u>\$ 6,770</u>	<u>\$ 1,369</u>	<u>\$ 8,139</u>	<u>\$ 926,250</u>

The Accompanying Notes are an Integral
Part of These Financial Statements

MAP INTERNATIONAL
NOTES TO FINANCIAL STATEMENTS

NOTE A – NATURE OF ACTIVITIES

MAP International (“the Organization” or “MAP”) was established in 1965 as an Illinois not-for-profit corporation. The Organization’s purpose is to promote the total health of people living in the world’s impoverished communities. The Organization provided access to health services and essential medicines in 100 and 92 countries worldwide during the years ended September 30, 2025 and 2024, respectively. In fulfilling its purpose, the Organization distributes gifts in-kind, including donated medicine, equipment, and supplies which are primarily donated by pharmaceutical companies. The Organization also receives cash contributions from individuals, churches, and other organizations.

The Organization works with its partners to accomplish the following primary program activities:

Essential medicine distribution – The Organization provides critical life-saving medicines that are always in short supply in impoverished countries with limited health care. Medicine and medical supplies are provided to hospitals, clinics, refugee centers, and physicians in other countries as they are needed. Delivery is accomplished through MAP’s partnership with local not-for-profit organizations. In addition, the Organization’s specially designed travel packs are used by Christian health personnel and mission groups on short-term missions and include an assortment of some of the most critically needed medicine and supplies. The Organization also partners with free and charitable health clinics that serve uninsured and under-insured people in the United States.

Community health development – The Organization’s programs provide vital medicine, educational materials and training to aid in the treatment and prevention of diseases. MAP also supports various critical efforts to address malnutrition and focus on pediatric health. The Organization, in addition, provides clean water support through well and water filtration efforts.

Disaster relief and recovery – The Organization mobilizes to get lifesaving medicine and desperately needed health supplies to our on-the-ground partners to aid survivors of disasters. The Organization stands ready to respond, primarily through the distribution of health kits, both for the individual that contain essential supplies to support immediately after a disaster and for communities that contain essential medicine and supplies.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Revenue recognition

The Organization recognizes cash contributions as revenue when the contributions are received by the Organization. Contributions received are recorded as without or with donor restrictions depending on the existence and/or nature of any donor restrictions. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the accompanying statements of activities as “net assets released from time and use restrictions.” Contributions of noncash assets are recorded at estimated fair value on the date of the gift.

Cash and cash equivalents

The Organization considers investment instruments purchased or donated with original maturities of three months or less to be cash and cash equivalents.

Inventory

Inventory consists of medicine and health supplies which were not yet distributed to beneficiaries as of year-end. Inventory is recorded at estimated fair value on the date of the gift. Purchased inventory is stated at the lower of cost or net realizable value.

Investments restricted for long-term purposes

Investments restricted for long-term purposes consist of mutual funds, government money market funds, stocks, and alternative investments which are restricted pursuant to endowment agreements.

MAP INTERNATIONAL
NOTES TO FINANCIAL STATEMENTS

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property and equipment

Property and equipment are stated at cost, if purchased, or estimated fair value on the date of donation, if donated. Depreciation is computed using the straight-line method over the estimated useful lives of the respective assets.

Net assets

Net assets without donor restrictions are available for use at the discretion of the Board of Directors and/or management for general operating purposes. From time to time, the Board may designate a portion of these net assets for specific purposes which makes them unavailable for use at management's discretion. The Board has designated a portion of net assets without donor restrictions for minimum state required annuity reserves. Net assets with donor restrictions consist primarily of amounts held by the Organization for use toward specific projects or for distribution in specific geographic areas.

Noncash contributions

The Organization receives donations of medicine and medical supplies for use in relieving suffering for those in need throughout the world through its various program activities. Certain noncash contributions are donor-restricted for specific geographic regions. Noncash contributions are recognized as revenue at estimated fair value on the date the gifts are received and are recognized as expenses when they are shipped from the Organization's warehouse or the date upon which the Organization no longer exercises practical control over those items. The Organization's policy is to distribute donated medicine and medical supplies and not to monetize noncash contributions of medicine and medical supplies.

The Organization only records the value of noncash contributions over which it exercises variance power. In general, management estimates the fair value of donated medicine using "wholesale acquisition cost," listed in reference materials including First Databank, which is a widely-used drug and pricing reference guide for the pharmaceutical industry in the United States. Management may apply discounts to the prices in First Databank depending on the gift's condition or other factors. For gifts in-kind of medicine and medical supplies that are sold in the United States market, the Organization has determined that the U.S. is the principal or most advantageous market for purposes of estimating fair value. If prices for a particular item are not available in First Databank, the Organization estimates fair value using other online pricing sources. The Organization considers the valuation practices used for noncash contributions to be consistent with industry standards.

Functional allocation of expenses

The statements of functional expenses present expenses by function and natural classification. Expenses directly attributable to a specific functional area are reported as expenses of those functional areas. Indirect costs that benefit multiple functional areas are allocated among the various functional areas based primarily on employee time and space utilization.

Income taxes

The Organization is exempt from federal income tax as an organization described in Section 501(c)(3) of the Internal Revenue Code and is generally exempt from applicable state income taxes. The Organization is further classified as a public charity and not a private foundation for federal tax purposes. The Organization has not incurred unrelated business income taxes. As a result, no income tax provision or liability has been provided for in the accompanying financial statements.

Use of estimates

Management uses estimates and assumptions in preparing the accompanying financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and reported revenues and expenses. Significant estimates used in preparing these financial statements include those related to determining the estimated fair value of investments, the useful lives of property and equipment, and the estimated fair value of noncash contributions. Actual results could differ from the estimates.

MAP INTERNATIONAL
NOTES TO FINANCIAL STATEMENTS

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Subsequent events

The Organization has evaluated for possible financial reporting and disclosure subsequent events through February 23, 2026, the date as of which the accompanying financial statements were available to be issued.

NOTE C – LIQUIDITY AND AVAILABILITY OF RESOURCES

Financial assets available for general expenditure within one year of the date of the statements of financial position are as follows (*in thousands*):

	September 30,	
	2025	2024
Financial assets available:		
Cash and cash equivalents	\$ 4,621	\$ 4,495
Investments (including “investments restricted for long-term purposes”)	9,090	8,253
Accounts receivable, net (included in “prepaid expenses and other assets”)	474	353
Total financial assets available within one year	14,185	13,101
Less amounts unavailable for general expenditure within one year due to:		
Endowments	(3,775)	(3,775)
Designated for minimum state required annuity reserves	(27)	(29)
Net financial assets available within one year	\$ 10,383	\$ 9,297

The Organization is primarily supported by contributions. As part of the Organization’s liquidity management, it structures its financial assets to be available as its general expenditures, liabilities, and other obligations come due. Certain net assets with donor restrictions are available for general expenditure within one year of September 30, 2025 and 2024, because the restrictions on net assets are expected to be met by conducting the normal activities of the Organization in the coming year. The state of Georgia requires issuers of annuities to maintain \$300 thousand in available liquid assets. Management believes the Organization has sufficient financial assets available for general operations that may be drawn upon in the event of unanticipated financial distress or immediate liquidity need. As of September 30, 2025, the Organization also had a revolving line of credit in an amount up to \$3 million as an additional source of liquidity (further described in Note G).

NOTE D – CONCENTRATIONS

The Organization maintains its cash and cash equivalents in deposit accounts which may not be federally insured, may exceed federally insured limits, or may be insured by an entity other than an agency of the federal government. The Organization has not experienced any losses in such accounts, and believes it is not exposed to any significant credit risk related to cash and cash equivalents.

During the years ended September 30, 2025 and 2024, approximately 50% and 44%, respectively, of total noncash contribution revenue was sourced from the Organization’s three largest donors. The three largest donors in any given year generally vary among a group of approximately 20 donors.

MAP INTERNATIONAL
NOTES TO FINANCIAL STATEMENTS

NOTE D – CONCENTRATIONS (Continued)

The Organization maintains all of its inventory, which represents approximately 90% of total assets as of September 30, 2025 and 2024, in a single warehouse facility. Management has evaluated the risks associated with this concentration and has implemented appropriate security measures. However, a significant event affecting this facility could materially impact the Organization’s operations.

NOTE E – FAIR VALUE MEASUREMENTS

Accounting principles generally accepted in the United States (“GAAP”) define fair value for an investment generally as the price an organization would receive upon selling the investment in an orderly transaction to an independent buyer in the principal or most advantageous market for the investment. The information available to measure fair value varies depending on the nature of each investment and its market or markets. Accordingly, GAAP recognizes a hierarchy of “inputs” an organization may use in determining or estimating fair value. The inputs are categorized into “levels” that relate to the extent to which an input is objectively observable and the extent to which markets exist for identical or comparable investments. In determining or estimating fair value, an organization is required to maximize the use of observable market data (to the extent available) and minimize the use of unobservable inputs. The hierarchy assigns the highest priority to unadjusted quoted prices in active markets for identical items (Level 1 inputs) and the lowest priority to unobservable inputs (Level 3 inputs). A financial instrument’s level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

Following is a description of each of the three levels of input within the fair value hierarchy:

Level 1 – unadjusted quoted market prices in active markets for identical items

Level 2 – other significant observable inputs (such as quoted prices for similar items)

Level 3 – significant unobservable inputs

The estimated fair value of certain assets measured on a recurring basis at September 30, 2025, are as follows (*in thousands*):

	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Mutual funds	\$ 5,240	\$ 5,240	\$ —	\$ —
Government money market funds	1,825	1,825	—	—
Stocks	1,328	1,328	—	—
Alternative investments	677	—	—	677
U.S. Treasury notes	<u>20</u>	<u>20</u>	<u>—</u>	<u>—</u>
Total	<u>\$ 9,090</u>	<u>\$ 8,413</u>	<u>\$ —</u>	<u>\$ 677</u>

MAP INTERNATIONAL
NOTES TO FINANCIAL STATEMENTS

NOTE E – FAIR VALUE MEASUREMENTS (Continued)

The estimated fair value of certain assets measured on a recurring basis at September 30, 2024, are as follows (*in thousands*):

	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Mutual funds	\$ 5,066	\$ 5,066	\$ —	\$ —
Government money market funds	1,563	1,563	—	—
Stocks	1,150	1,150	—	—
Alternative investments	454	—	—	454
U.S. Treasury notes	<u>20</u>	<u>20</u>	<u>—</u>	<u>—</u>
Total	<u>\$ 8,253</u>	<u>\$ 7,799</u>	<u>\$ —</u>	<u>\$ 454</u>

The activity for Level 3 assets during the years ended September 30, 2025 and 2024 was immaterial.

NOTE F – PROPERTY AND EQUIPMENT

Property and equipment consisted of the following (*in thousands*):

<u>Category</u>	<u>September 30,</u>	
	<u>2025</u>	<u>2024</u>
Land and land improvements	\$ 702	\$ 702
Buildings and improvements	13,753	13,781
Furniture and equipment	<u>3,711</u>	<u>3,518</u>
Total property and equipment	18,166	18,001
Less: Accumulated depreciation	<u>(6,288)</u>	<u>(5,771)</u>
Net property and equipment	<u>\$ 11,878</u>	<u>\$ 12,230</u>

Depreciation expense amounted to \$519 thousand and \$465 thousand during the years ended September 30, 2025 and 2024, respectively.

NOTE G – NOTE PAYABLE AND REVOLVING LINE OF CREDIT

Construction loan

During a prior year, the Organization entered into a promissory note with a bank with an available amount up to approximately \$4.7 million for the construction of a warehouse. As of September 30, 2025 and 2024, the outstanding balance of the promissory note was approximately \$3.7 million and \$4.7 million, respectively. The promissory note required monthly interest-only payments through May 2024 at a fixed rate of 6.15% per annum. Commencing in June 2024, the promissory note requires 59 consecutive monthly payments of approximately \$35 thousand (including principal and interest at a fixed rate of 6.15% per annum). A balloon payment is due at maturity in May 2029. The promissory note is secured by certain property and other assets as detailed in the security agreement.

MAP INTERNATIONAL
NOTES TO FINANCIAL STATEMENTS

NOTE G – NOTE PAYABLE AND REVOLVING LINE OF CREDIT (Continued)

Approximate future maturities of the note payable is as follows (*in thousands*):

<u>Year Ending</u> <u>September 30,</u>	
2026	\$ 186
2027	197
2028	210
2029	<u>3,148</u>
Total	<u>\$ 3,741</u>

During the years ended September 30, 2025 and 2024, the Organization incurred interest expense of approximately \$242 thousand and \$283 thousand, respectively.

Revolving line of credit

The Organization has a revolving line of credit with a bank with an available balance of up to \$3 million. Interest on any outstanding balance is payable monthly at the prime rate less 0.25% per annum (7.00% and 7.75% as of September 30, 2025 and 2024, respectively). The line of credit is secured by a negative pledge agreement regarding certain property and matures in December 2026. No draws were made on the line of credit during the years ended September 30, 2025 and 2024, and no balance was outstanding on the line of credit as of September 30, 2025 and 2024.

NOTE H – RESTRICTIONS ON NET ASSETS

Net assets were restricted by donors for the following purposes during the year ended September 30, 2025 (*in thousands*):

	<u>Balance</u> <u>October 1</u>	<u>Contributions</u> <u>and investment</u> <u>income</u>	<u>Releases</u>	<u>Balance</u> <u>September 30</u>
Medicine and other gifts in-kind restricted for certain geographic regions	\$ 287,558	\$ 1,242,203	\$ (1,211,098)	\$ 318,663
Special projects	3,013	3,376	(4,779)	1,610
Endowment appreciation	1,048	506	—	1,554
Disaster relief	<u>130</u>	<u>723</u>	<u>(694)</u>	<u>159</u>
Subtotal	<u>291,749</u>	<u>1,246,808</u>	<u>(1,216,571)</u>	<u>321,986</u>
Endowments:				
Program activities endowment	2,561	—	—	2,561
International fellowship endowment	<u>1,214</u>	<u>—</u>	<u>—</u>	<u>1,214</u>
Subtotal	<u>3,775</u>	<u>—</u>	<u>—</u>	<u>3,775</u>
Total	<u>\$ 295,524</u>	<u>\$ 1,246,808</u>	<u>\$ (1,216,571)</u>	<u>\$ 325,761</u>

MAP INTERNATIONAL
NOTES TO FINANCIAL STATEMENTS

NOTE H – RESTRICTIONS ON NET ASSETS (Continued)

Net assets were restricted by donors for the following purposes during the year ended September 30, 2024 (in thousands):

	<u>Balance</u> <u>October 1</u>	<u>Contributions</u> <u>and investment</u> <u>income</u>	<u>Releases</u>	<u>Balance</u> <u>September 30</u>
Medicine and other gifts in-kind restricted for certain geographic regions	\$ 242,017	\$ 881,518	\$ (835,977)	\$ 287,558
Special projects	1,767	3,926	(2,680)	3,013
Endowment appreciation	557	491	—	1,048
Disaster relief	<u>397</u>	<u>430</u>	<u>(697)</u>	<u>130</u>
Subtotal	<u>244,738</u>	<u>886,365</u>	<u>(839,354)</u>	<u>291,749</u>
Endowments:				
Program activities endowment	2,561	—	—	2,561
International fellowship endowment	<u>1,214</u>	<u>—</u>	<u>—</u>	<u>1,214</u>
Subtotal	<u>3,775</u>	<u>—</u>	<u>—</u>	<u>3,775</u>
Total	<u>\$ 248,513</u>	<u>\$ 886,365</u>	<u>\$ (839,354)</u>	<u>\$ 295,524</u>

Distributions from the program activities endowment are available to support the general operations of the Organization. Distributions from the international fellowship endowment are available for medical scholarships. The Organization preserves the estimated fair value of all original endowment gifts as of the gift date, which management deems is in compliance with state law. Accordingly, the Organization classifies as “endowment corpus” (a) the original value of gifts donated to the permanent endowment and (b) the original value of subsequent gifts to the permanent endowments.

The Organization has adopted investment policies for endowment assets that attempt to provide a predictable stream of funding to supported programs while seeking to maintain the purchasing power of the endowment assets and to preserve the invested capital. The stated investment goal is an absolute rate of return of four percent per annum over a five to ten year period. The Organization emphasizes spending on current or near-term programs.

The spending policy provides flexibility, and the Organization seeks the advice of investment counsel, as well as management and certain committees of the Board, when determining amounts to be spent on supported programs. The Organization considers all endowment earnings to be restricted until such time that the earnings are appropriated for expenditure.

MAP INTERNATIONAL
NOTES TO FINANCIAL STATEMENTS

NOTE H – RESTRICTIONS ON NET ASSETS (Continued)

The Organization’s endowment activity for the years ended September 30, 2025 and 2024, is as follows (*in thousands*):

	<u>With Donor Restrictions</u>		<u>Total</u>
	<u>Time/Purpose</u>	<u>Perpetual</u>	
Endowment net assets, October 1, 2023	\$ 557	\$ 3,775	\$ 4,332
Investment gain, net	491	—	491
Appropriated for expenditure	<u>—</u>	<u>—</u>	<u>—</u>
Endowment net assets, September 30, 2024	1,048	3,775	4,823
Investment gain, net	506	—	506
Appropriated for expenditure	<u>—</u>	<u>—</u>	<u>—</u>
Endowment net assets, September 30, 2025	<u>\$ 1,554</u>	<u>\$ 3,775</u>	<u>\$ 5,329</u>

NOTE I – NONCASH CONTRIBUTIONS

Noncash contributions recognized in the statements of activities included (*in thousands*):

<u>Category</u>	<u>For The Years Ended</u> <u>September 30,</u>	
	<u>2025</u>	<u>2024</u>
Prescription drugs	\$ 1,245,354	\$ 823,175
Over-the-counter medicine	98,014	61,358
Medical supplies and equipment	<u>18,904</u>	<u>32,873</u>
Total noncash contributions	<u>\$ 1,362,272</u>	<u>\$ 917,406</u>

The Organization distributed gifts in-kind to its partners totaling approximately \$1.3 billion and \$910 million during the years ended September 30, 2025 and 2024, respectively. Of these amounts, approximately \$4.4 million and \$3.1 million, respectively, was shipped directly from the donor to the Organization’s partners.

NOTE J – RETIREMENT PLAN

The Organization offers a defined contribution retirement plan which covers substantially all employees. The Organization contributed approximately \$306 thousand and \$290 thousand to the defined contribution retirement plan during the years ended September 30, 2025 and 2024, respectively.