Healing Hands of Joy, Inc.

Financial Statements

Year Ended December 31, 2025

FOARD
EST. 1964

HEALING HANDS OF JOY, INC.
TABLE OF CONTENTS
DECEMBER 31, 2025

Page

FOARD EST. 1964

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Healing Hands of Joy, Inc.
Charlotte, North Carolina

Opinion
We have audited the accompanying financial statements of Healing Hands of Joy, Inc. (the "Organization" - a nonprofit organization), which comprises the statement of financial position - cash basis as of December 31, 2025, and the related statements of activities - cash basis and cash flows - cash basis for the year then ended, and the related notes to financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, and net assets of Healing Hands of Joy, Inc. as of December 31, 2025, and its support, revenue, and expenses and changes in net assets and its cash flows for the year then ended in accordance with the cash basis of accounting as described in Note 2.

Basis of 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 Healing Hands of Joy, Inc. 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.

Basis of Accounting
We draw attention to Note 2 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements
Management is responsible for the preparation and fair presentation of the financial statements in accordance with the cash basis of accounting described in Note 2, and for determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible 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.

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.

Healing Hands of Joy, Inc.
Charlotte, North Carolina

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 purposes of expressing an opinion on the effectiveness of Healing Hands of Joy, 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 Healing Hands of Joy, 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.

Report on Summarized Comparative Information

We have previously audited the Organization's 2024 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated June 26, 2025. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2024, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Foard & Company, P.A.

April 22, 2026

HEALING HANDS OF JOY, INC.

Statement of Financial Position - Cash Basis

December 31, 2025, with prior year comparative totals

	December 31,	
	2025	2024
ASSETS		
Cash	$ 957,178	$ 695,815
TOTAL ASSETS	***$ 957,178***	***$ 695,815***
NET ASSETS		
Net Assets:		
Without donor restrictions	$ 679,678	$ 395,815
With donor restrictions	277,500	300,000
Total Net Assets	957,178	695,815
TOTAL NET ASSETS	***$ 957,178***	***$ 695,815***

HEALING HANDS OF JOY, INC.

Statement of Activities - Cash Basis

Year Ended December 31, 2025, with prior year comparative totals

		Without Donor Restrictions		With Donor Restrictions		TOTALS		2024
Support and Revenue:								
Contributions and grants	$	1,507,280	$	277,500	$	1,784,780	$	1,773,586
Interest		11,411		-		11,411		2,258
Net assets released from restriction		300,000		(300,000)		-		-
Total Support and Revenue		***1,818,691***		***(22,500)***		***1,796,191***		***1,775,847***
Expenses:								
Payments to Ethiopia office		950,000		-		950,000		960,000
Salaries and taxes		363,943		-		363,943		281,121
Benefits		29,631		-		29,631		23,181
Events expenses		55,268		-		55,268		12,280
Professional fees		53,581		-		53,581		88,734
Office and administrative		66,097		-		66,097		36,932
Travel		11,338		-		11,338		14,541
Board expenses		3,658		-		3,658		3,954
Meals and entertainment		1,312		-		1,312		1,419
Total Expenses		***1,534,828***		***-***		***1,534,828***		***1,422,162***
SUPPORT OVER (UNDER) EXPENSES		***283,863***		***(22,500)***		***261,363***		***353,685***
NET ASSETS, BEGINNING		***395,815***		***300,000***		***695,815***		***342,130***
NET ASSETS, ENDING	***$***	***679,678***	***$***	***277,500***	***$***	***957,178***	***$***	***695,815***

HEALING HANDS OF JOY, INC.

Statement of Cash Flows - Cash Basis

Year Ended December 31, 2025, with prior year comparative totals

	Year Ended December 31,	
	2025	2024
OPERATING ACTIVITIES		
Support over expenses	$ 261,363	$ 353,685
Cash Flows From Operating Activities	***261,363***	***353,685***
CHANGE IN CASH	***261,363***	***353,685***
CASH, BEGINNING	***695,815***	***342,130***
CASH, ENDING	***$ 957,178***	***$ 695,815***

NOTE 1 - NATURE OF OPERATION AND ACTIVITIES

Healing Hands of Joy, Inc. (the Organization) was established in 2009 as a not-for-profit corporation to help Ethiopian women suffering from fistula, close the gap in prevention, and provide social reintegration services. The Organization provides assistance to former fistula patients to prevent fistula in their communities by promoting safe delivery and expanding the capacity of health extension workers. Through the Safe Motherhood Ambassador ("SMA") Program, fistula survivors receive counseling, maternal health education, literacy, numeracy, and income-generating skills training. The Organization's primary sources of support for the year were contributions and grants.

The accompanying financial statements do not include the financial activities of the Ethiopian Office operations, which are presented in separate financial statements.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of accounting

These financial statements have been prepared in accordance with the cash basis of accounting, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles (GAAP).

Pursuant to the cash basis of accounting, revenue and the related assets are recognized when received rather than when earned, and expenses are recognized when paid rather than when the obligation is incurred. In addition, all other amounts received are recorded as cash receipts and all other amounts expended are recorded as cash disbursements.

The significant differences between the basis of accounting and reporting employed by the Organization and GAAP, in addition to the timing of the recognition of revenue and expenses, are as follows:

- No amounts have been reflected in the financial statements for services contributed to the Organization.
- No right of use asset or lease liability has been recorded related to the Organization's operating lease.

Basis of presentation

The Organization is required to report information regarding its financial position and activities according to the following classes of net assets:

- *Net assets without donor restrictions* - Net assets without donor restrictions can be both undesignated and designated in nature. Undesignated net assets without donor restrictions are those currently available for use in the day-to-day operation of the Organization. From time to time, the Organization may designate certain amounts to be utilized to meet specific objectives of the Organization. Such amounts, if any, are reflected as designated net assets without donor restrictions in the accompanying statement of financial position.

- *Net assets with donor restrictions* - Net assets with donor restrictions consist of amounts that may be temporary in nature, which are subject to donor-imposed stipulations that may or will be met, either by actions of the Organization or the passage of time and net assets that are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity. At year-end, the Organization had restricted net assets consisting of $110,000 time restricted for 2026 and $167,500 restricted for programming. During the year, the Organization had no net assets to be held in perpetuity.

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 the purpose of the restriction is accomplished), 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. Restricted contributions whose restrictions are met in the same reporting period as received are reported as without donor restrictions.

Income tax status
The Organization is a nonprofit organization exempt from income tax under Section 501(c)(3) of the Internal Revenue Code with respect to its exempt function income. The Organization records liabilities for income tax positions taken or expected to be taken when those positions are deemed to be uncertain to be upheld in an examination by taxing authorities. No liabilities for uncertain tax positions were recorded as of December 31, 2025.

Use of estimates
The preparation of financial statements in conformity with the cash basis of accounting requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Prior-year comparative totals
The financial statements include certain prior-year summarized information, which is presented for comparative purposes only. Accordingly, such information should be read in conjunction with the Organization’s 2024 financial statements, from which the summarized information was derived.

NOTE 3 - CONCENTRATIONS OF RISK

Support
During the year ended December 31, 2025, the Organization received 40 percent of its total support from five sources. Any substantial reduction in this funding could have a significant effect on the programs and activities of the Organization.

Cash
Cash held in bank accounts is insured up to $250,000 by the Federal Deposit Insurance Corporation (FDIC). The Organization holds cash in excess of insured limited covered by the FDIC. However, the Organization believes it is not exposed to any significant credit risk and has not experienced any losses related to these accounts.

NOTE 4 - FUNCTIONAL EXPENSES

The Organization’s activities are focused in three functional areas. Program services represent the primary focus of the Organization’s activities. Supporting services are fundraising activities and general and administrative activities. The costs of providing the various programs and other activities are summarized on a functional basis below. Salaries and benefits are allocated based on management’s estimate of time spent on the functional areas. All other expenses are allocated based on an analysis of the various expenses that comprise those costs.

	Program	Management and General	Fundraising	Total
Payments to Ethiopia office	$ 950,000	$ -	$ -	$ 950,000
Salaries and taxes	70,693	90,950	202,300	363,943
Benefits	6,477	7,181	15,973	29,631
Event expenses	-	-	55,268	55,268
Professional fees	3,768	49,313	500	53,581
Office and administrative	289	65,096	712	66,097
Travel	11,338	-	-	11,338
Board expenses	-	3,658	-	3,658
Meals and entertainment	-	-	1,312	1,312
TOTAL	$ 1,042,565	$ 216,198	$ 276,065	$ 1,534,828

NOTE 5 - LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The Organization has $957,178 of cash available within one year of the Statement of Financial Position date to meet cash needs for general expenditure. Of this amount, $167,500 is subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year. The Organization has a goal to maintain cash on hand to meet 90 days of normal operating expenses. The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

NOTE 6 - SUBSEQUENT EVENTS

The Organization has evaluated subsequent events from the date of the statement of financial position through the date of the independent auditor’s report, which is the date the audited financial statements were available for issuance. During this period, no material recognizable subsequent events were identified.