

Audited Financial Statements

Sankara Nethralaya OM Trust, Inc.

YEARS ENDED DECEMBER 31, 2024 AND 2023



**Premier
Group**

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INDEPENDENT AUDITOR'S REPORT

The Board of Trustees
Sankara Nethralaya OM Trust, Inc.
DBA Sankara Nethralaya, USA
7238 Muncaster Mill Rd, #522
Derwood, MD 20855-1215

Opinion

We have audited the accompanying financial statements of Sankara Nethralaya OM Trust, Inc. (SN OM Trust), doing business as Sankara Nethralaya USA, which comprises 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 SN OM Trust 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 SN OM Trust 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 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 SN OM Trust'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 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 SN OM Trust'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 SN OM Trust'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 SN OM Trust's financial statements for the year ended December 31, 2023, and we expressed an unmodified opinion on those financial statements in our report dated November 12, 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.

Premier Group Services, Inc.

Lanham, MD
October 23, 2025

Sankara Nethralaya OM Trust, Inc.
Statements of Financial Position
Years Ended December 31, 2024, and 2023

	<u>2024</u>	<u>2023</u>
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 284,707	\$ 124,528
Contributions receivable	234,124	214,823
Investments	36,409	2,556
Prepaid expenses	<u>5,709</u>	<u>9,815</u>
Total current assets	\$ <u>560,949</u>	\$ <u>351,722</u>
 LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 7,620	\$ 14,570
Accrued expenses	<u>-</u>	<u>3,959</u>
Total current liabilities	<u>7,620</u>	<u>18,529</u>
 NET ASSETS		
Without donor restrictions	<u>553,329</u>	<u>333,193</u>
Total net assets	<u>553,329</u>	<u>333,193</u>
Total liabilities and net assets	\$ <u>560,949</u>	\$ <u>351,722</u>

The accompanying notes are an integral part of the financial statements

Sankara Nethralaya OM Trust, Inc.
Statements of Activities
For the Years Ended December 31, 2024, and 2023

	<u>2024</u>	<u>2023</u>
REVENUES, SUPPORT AND GAINS		
Contributions and other collections	\$ 1,511,609	\$ 1,341,793
Special event revenue	21,048	21,509
Interest and miscellaneous income	<u>3,647</u>	<u>10,547</u>
Total revenue and support	1,536,304	1,373,849
EXPENSES		
Program services	1,090,375	1,344,000
General & administrative expenses	49,964	31,101
Fundraising	<u>175,829</u>	<u>60,677</u>
Total expenses	<u>1,316,168</u>	<u>1,435,778</u>
Change in net assets	220,136	(61,929)
Net assets – beginning of year	<u>333,193</u>	<u>395,122</u>
Net assets – end of year	\$ <u>553,329</u>	\$ <u>333,193</u>

The accompanying notes are an integral part of the financial statements

Sankara Nethralaya OM Trust, Inc.
Statements of Functional Expenses
For the Years Ended December 31, 2024, and 2023

	Program Services	Supporting Services		FY 2024 Total	FY 2023 Total (Summarized Financial Information)
		General & Administrative	Fundraising		
Donation (transfers)	\$ 1,090,000	\$ -	-	\$ 1,090,000	\$ 1,344,000
Advertising	-	20,082	-	20,082	8,034
Accounting and audit fees	-	12,107	-	12,107	7,300
Bank & fund collection charges	-	14,392	-	14,392	13,089
Fundraising	-	-	175,829	175,829	60,677
Insurance	-	1,074	-	1,074	408
State of MD registration fee	-	190	-	190	490
Postage	-	315	-	315	160
Gift expenses	-	-	-	-	1,226
Printing & stationery	-	161	-	161	142
Travel	-	733	-	733	-
Dues and subscriptions	-	291	-	291	102
Office expenses and supplies	-	293	-	293	150
Telephone	-	326	-	326	-
Program service expenses	375	-	-	375	-
Total expenses	\$ 1,090,375	\$ 49,964	175,829	\$ 1,316,168	\$ 1,435,778

The accompanying notes are an integral part of the financial statements

Sankara Nethralaya OM Trust, 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	\$ 220,136	\$ (61,929)
Adjustments to reconcile the change in net assets to net cash provided/(used) by operating activities:		
Changes in assets and liabilities		
Donated securities	(33,378)	25,637
Dividend and interest	(239)	-
Unrealized (gains)	(236)	-
(Increase) in contributions receivable	(19,301)	(23,062)
Decrease/(increase) in prepaid expenses	4,106	(4,908)
Increase/(decrease) in accrued expenses	(3,959)	446
Increase/(decrease) in accounts payable	(6,950)	14,570
Net cash provided /(used) by operating activities	<u>160,179</u>	<u>(49,246)</u>
 Net increase/ (decrease) in cash and cash equivalents	 160,179	 (49,246)
Cash and cash equivalents, beginning of year	<u>124,528</u>	<u>173,774</u>
Cash and cash equivalents, end of year	\$ <u>284,707</u>	\$ <u>124,528</u>

The accompanying notes are an integral part of the financial statements

Sankara Nethralaya OM Trust, Inc.
DBA Sankara Nethralaya, USA
Notes to the Financial Statements
Years Ended December 31, 2024 and 2023

NOTE 1: ORGANIZATION AND ACCOUNTING POLICIES

A. Nature of organization

Sankara Nethralaya OM Trust, Inc. (SN OM Trust) is a non-profit organization established to support Sankara Nethralaya in India. The mission of Sankara Nethralaya is to provide eye care of international standards to patients free of charge or at affordable rates depending upon their economic situation, provide ophthalmic education, and perform India-centric ophthalmic research.

SN OM Trust is exempt from Federal income tax under Section 501 (c) (3) of the Internal Revenue Code. In addition, SN OM Trust has been determined by the Internal Revenue Service not to be a “private foundation” within the meaning of Section 509 (a) of the Internal Revenue Code.

B. Basis of accounting

The accompanying financial statements have been prepared on the accrual basis of accounting. Consequently, revenue, other than contributions, is recognized when earned and expenses are recorded when a liability is incurred.

C. Revenue recognition

Contributions and other assets received are recorded as net assets with donor restrictions or without donor restrictions, depending on the existence and/or nature of any donor restrictions. Support that is restricted by donors is reported as an increase in net assets with donor restrictions and then reclassified to net assets without donor restrictions when the restriction expires. Contributions of assets other than cash are recorded at estimated fair value. Contributions to be received after one year are discounted at a rate commensurate with the risk involved. Amortization of the discount is recorded as additional contribution revenue and used in accordance with donor-imposed restrictions, if any, on the contributions. Contributions of services are recognized when received if the services (a) create or enhance non-financial assets or (b) require specialized skills, and are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donations.

D. Functional allocation of expenses

The costs of providing the various programs and other activities have been summarized in Statements of Activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

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E. Contributions receivable

Unconditional promises to give that are expected to be collected within one year are recorded at realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which promises are received. Discount amortization is included in contribution revenue. Conditional promises to give are not recognized until the conditions on which they depend are substantially met.

An allowance for uncollectible contributions receivable is made based on management's judgment, based on factors such as prior collection history, the type of contribution and other relevant factors for contributions in accordance with generally accepted accounting principles.

Management has evaluated the collectability of contributions receivable as of December 31, 2024, and determined that all amounts are fully collectible. Accordingly, no allowance for doubtful contributions receivable has been recorded.

F. In-Kind Contributions

SN OM Trust receives volunteer support, primarily for event activities. The services provided by these volunteers do not meet the criteria for recognition in the financial statements, and therefore, no amounts for contributed services have been recorded in fiscal year 2024.

G. Use of estimates

The preparation of financial statements in conformity with 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. Estimates also affect the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

H. Cash and cash equivalents

SN OM Trust considers all cash and other highly liquid investments with initial maturities of three months or less to be cash equivalents.

Sankara Nethralaya OM Trust, Inc.
DBA Sankara Nethralaya, USA
Notes to the Financial Statements
Years Ended December 31, 2024 and 2023

I. Comparative totals

The financial statements and footnote disclosures for the year ended December 31, 2023, are presented only to provide a basis for comparison with the year 2024. The 2023 financial statements and footnote disclosures are not intended to present all information necessary for the fair presentation in accordance with U.S. Generally Accepted Accounting Principles. Accordingly, such information should be read in conjunction with SN OM Trust's financial statements for the year ended December 31, 2023, from which the summarized information was derived.

J. Fair value measurements

Financial Accounting Standards Board (FASB) Statement No. 157 provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The three levels of the fair value hierarchy under FASB Statement No. 157 are as under:

- Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that SN OM Trust can access.
- Level 2 Inputs to the valuation methodology include:
- Quoted prices for similar assets or liabilities in active markets.
 - Quoted prices for identical or similar assets or liabilities in inactive markets.
 - Inputs other than quoted prices that are observable for the asset or liability.
 - Inputs that are derived principally from or corroborated by observable market data by correlation or other means.
- If the asset or liability has a specified term, the Level 2 input must be observable for substantially the full term of the asset or liability.
- Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

K. Income taxes

SN OM Trust is exempt from federal income tax under Section 501(c) (3) of the Internal Revenue Code. In addition, SN OM Trust qualifies for the charitable contribution deduction under Section 170(b)(1)(A), has been classified as an organization that is not a private foundation under Section 509(a).

SN OM Trust adopted the provisions of Accounting Standards Codification (ASC) 740-10 on January 1, 2009. ASC 740-10 prescribes a comprehensive model for how companies should recognize, measure, present, and disclose in their financial statements uncertain tax positions taken or expected to be taken on a tax return. Under ASC 740-10, tax positions must initially be

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Years Ended December 31, 2024 and 2023

K. Income taxes (continued)

recognized in the financial statements when it is more likely than not, the position will be sustained upon examination by the tax authorities. Such tax positions must initially and subsequently be measured as the largest amount of tax benefit that is greater than 50% likely of being realized upon ultimate settlement with the tax authority assuming full knowledge of the position and relevant facts. SN OM Trust did not have any unrecognized tax benefits and there was no effect on our financial condition or results of operations as a result of adopting ASC 740-10.

Tax years from 2022 through 2024, are subject to examination by the Internal Revenue Service. SN OM Trust is currently not under any Federal or State audits. Interest and penalties are zero and SN OM Trust's policy is to expense interest and penalties, if any, to income tax expense as incurred. SNOM Trust does not expect any material changes in unrecognized tax benefits in the next twelve months and has no unrecognized tax benefits as of December 31, 2024.

L. Net assets

Net assets are classified as net assets with donor restrictions or without donor restrictions based on the existence or absence of donor-imposed restrictions. A description of each net asset group is as follows:

Net assets without donor restrictions - Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the organization. These net assets may be used at the discretion of SN OM Trust's management and the board of directors.

Net assets with donor restriction - Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of SN OM Trust or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity. As of December 31, 2024, SN OM Trust did not have any net assets with donor restrictions.

NOTE 2: INVESTMENTS

SN OM Trust carries investments in marketable securities with readily determinable fair values and all investments in debt securities at their fair values based on quoted prices in active markets (all Level 1 measurements) in the Statement of Financial Position. Unrealized gains and losses are included in the change in net assets in the accompanying Statement of Activities.

Sankara Nethralaya OM Trust, Inc.
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Notes to the Financial Statements
Years Ended December 31, 2024 and 2023

NOTE 2: INVESTMENTS (CONTINUED)

Investments are presented at fair value based on market quotes and consist of a bank sweep account of \$36,409 as of December 31, 2024. All investments are classified as level 1 within the fair value hierarchy. Investment activity for the year is summarized as follows:

	<u>Amount</u>
Balance at January 1, 2024	\$ 2,556
Donated securities received	33,378
Dividends and interest	239
Unrealized gains	<u>236</u>
Total	<u>\$ 36,409</u>

NOTE 3: CONCENTRATIONS OF CREDIT RISK

SN OM Trust primarily maintains its cash reserves at Bank of America and Truist Bank, which provide a secure banking environment for its financial activities. As of December 31, 2024, the organization had a cash balance of \$284,707, with no individual bank balance exceeding the \$250,000 Federal Deposit Insurance Corporation (FDIC) coverage limit.

At times during the year, the organization's cash balances may exceed the FDIC coverage limit. However, management monitors credit risk exposure and has not experienced any losses in these accounts to date.

NOTE 4: AVAILABILITY AND LIQUIDITY

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the date of the statement of financial position, comprise the following:

Financial assets available to be used within the next twelve months:	<u>2024</u>
Cash and cash equivalents	\$ 284,707
Contributions receivable	234,124
Investments	<u>36,409</u>
Total	<u>\$ 555,240</u>

NOTE 5: RELATED PARTY

SN OM Trust maintains an affiliated relationship with the Medical Research Foundation, also known as Sankara Nethralaya, a charitable organization based in Chennai, India. Sankara Nethralaya provides expert ophthalmic care to underserved and indigent populations, conducts

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NOTE 5: RELATED PARTY (CONTINUED)

ophthalmic research, and delivers ophthalmic education services. As of December 31, 2024, SN OM Trust transferred total funds of \$1,090,000 to Sankara Nethralaya in Chennai, India, to support charitable ophthalmic services, research, and education activities.

NOTE 6: RECLASSIFICATION

Certain amounts in the fiscal year 2023 financial statements have been reclassified to conform to the current year presentation. These reclassifications had no impact on previously reported net assets. Undeposited funds in the amount of \$4,023 were reclassified to cash and cash equivalents. Additionally, the bank sweep deposit of \$1,604 was reclassified from cash and cash equivalents to investments.

NOTE 7: SUBSEQUENT EVENTS

In connection with the preparation of the financial statements and in accordance with ASC Topic 855, *Subsequent Events*, SN OM Trust evaluated subsequent events after the statement of financial position date of December 31, 2024, through October 23, 2025, which was the date the financial statements were available to be issued and determined there were no other items to be disclosed.