

**WUQU KAWOQ SA dba MAYA HEALT
ALLIANCE**

COMBINED FINANCIAL STATEMENTS

**AS OF DECEMBER 31, 2024 AND 2023
(WITH REPORT FROM
INDEPENDENT AUDITOR)**

WUQU KAWOQ SA DBA MAYA HEALTH ALLIANCE

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
WUQU KAWOQ SA dba MAYA HEALTH ALLIANCE

We have audited the accompanying combined balance sheet of **WUQU KAWOQ SA dba MAYA HEALTH ALLIANCE** as of December 31, 2024, and the combined statement of activities and the combined statement of cash flows for the year then ended. These combined financial statements are the responsibility of the management of **WUQU KAWOQ SA dba MAYA HEALTH ALLIANCE**. Our responsibility is to express an opinion on these combined financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the combined financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the combined financial statements. An audit also includes evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the combined financial statements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the combined financial statements reasonably present, in all material respects, the financial position of **WUQU KAWOQ SA dba MAYA HEALTH ALLIANCE** as of December 31, 2024, and the results of its operations and its cash flows for the period from January 1 to December 31, 2024, in accordance with accounting principles generally accepted in the United States (US GAAP).

Our report is addressed solely to the Board of Directors of **WUQU KAWOQ SA dba MAYA HEALTH ALLIANCE**. This restriction is not intended to limit the distribution of this report, which is a matter of public interest.

GARCÍA SIERRA Y ASOCIADOS, S.C.
Member of
RUSSELL BEDFORD INTERNATIONAL

Wendy Janeth García Miranda

Guatemala, March 25, 2024.

WUQU KAWOQ SA DBA MAYA HEALTH ALLIANCE**Combined Balance Sheets****As of December 31, 2024 and 2023****(Expressed in US\$)**

Asset	Note	2024	2023
Current assets			
Cash and cash equivalents	4	2,484,593	2,456,865
Investments in fixed-term certificates of deposit	5	64,883	63,881
Investments at fair value	6	25,476	19,237
Medicines and supplies	7	-	42,096
Accounts receivable	8	32,572	27,664
Other current assets	9	2,105	4,558
		-----	-----
Total current assets		2,609,629	2,614,301
		-----	-----
Non-current assets			
Property and equipment, net	10	181,937	189,498
		-----	-----
Total non-current assets		181,937	189,498
		-----	-----
Total assets		2,791,566	2,803,799
		=====	=====
Liabilities and net assets			
Liabilities			
Current liabilities			
Accounts payable	11	15,835	12,672
		-----	-----
Total liabilities		15,835	12,672
		-----	-----
Net assets			
Net assets without donor restrictions	12	1,036,044	756,293
Net assets with donor restrictions	13	1,739,687	2,034,834
		-----	-----
Total net assets		2,775,731	2,791,127
		-----	-----
Total liabilities and net assets		2,791,566	2,803,799
		=====	=====

See notes accompanying these combined financial statements.

WUQU KAWOQ SA DBA MAYA HEALTH ALLIANCE**Combined Statements of Activities****For the period from January 1 to December 31, 2024 and 2023****(Expressed in US\$)**

	Note	Without Restrictions of the Donors	With Donor Restrictions	2024	2023
Income:					
Income		2,549,368	907,379	3,456,747	3,996,210
Net assets released from restrictions	13	1,202,526	(1,202,526)	-	-
Total income	14	3,751,894	(295,147)	3,456,747	3,996,210
Expenses:					
Programs	15	(3,095,961)	-	(3,095,961)	(1,824,945)
Management and administration	15	(144,713)	-	(144,713)	(298,796)
Fundraising	15	(229,086)	-	(229,086)	(197,232)
Currency adjustment		(2,383)	-	(2,383)	(30,038)
Total expenses		(3,472,143)	-	(3,472,143)	(2,351,011)
Change in assets, net		279,751	(295,147)	(15,396)	1,645,199
Net assets at the beginning of the year		756,293	2,034,834	2,791,127	1,145,928
Net assets at year-end		1,036,044	1,739,687	2,775,731	2,791,127

See notes accompanying these combined financial statements.

WUQU KAWOQ SA DBA MAYA HEALTH ALLIANCE**Combined Cash Flow Statements****For the period from January 1 to December 31, 2024 and 2023****(Expressed in US\$)**

	2024	2023
Cash flows from operating activities:		
Changes in net assets	(15,396)	1,645,199
Depreciation and amortization	61,867	38,763
Unrealized gain (loss)	(6,240)	(7,164)
	-----	-----
	40,231	1,676,798
	-----	-----
Changes in assets and liabilities		
Decrease (Increase) in medicines and supplies	42,096	(7,127)
(Increase) in accounts receivable	(4,907)	(27,664)
Decrease in other current assets	2,453	91
Decrease (increase) in accounts payable	3,163	(961)
	-----	-----
	42,805	(35,661)
	-----	-----
Net cash provided by operating activities	83,036	1,641,137
	-----	-----
Cash flow from investing activities		
(Additions) Bac Credomatic investments	(1,002)	(63,881)
Acquisition of property and equipment	(54,306)	(100,729)
	-----	-----
Net cash provided by investing activities	(55,308)	(164,610)
	-----	-----
Net increase in cash for the year	27,728	1,476,527
Cash and cash equivalents at the beginning of the fiscal year	2,456,865	980,338
	-----	-----
Cash and cash equivalents at the end of the financial year	2,484,593	2,456,865
	=====	=====

See notes accompanying these combined financial statements.

WUQU KAWOQ SA DBA MAYA HEALTH ALLIANCE

Summary of Significant Accounting Policies and Explanatory Notes to the Combined Financial Statements

For the period from January 1 to December 31, 2024 and 2023

(Expressed in US\$)

Note 1 – Reporting Entity

WUQU KAWOQ SA DBA MAYA HEALTH ALLIANCE, hereinafter referred to as (the organization), is an entity organized under the laws of the United States of America, registered in the State of Vermont, in Bethel in 2007 as a non-profit organization, providing medical care to individuals who cannot afford traditional healthcare services in rural areas of Guatemala. The organization is dedicated to overcoming healthcare barriers by integrating medicine, culture, and language. The organization raises funds in the United States to subsidize the various programs implemented in Guatemala. Its primary governing body is the Board of Directors. The fiscal year is from January 1 to December 31 of each year.

Note 2 – Monetary unit

The combined financial statements are expressed in Dollars of the United States of America, the official currency of the Republic of Guatemala is the Quetzal.

In Guatemala, the exchange rate is determined according to Resolution No. JM-55-2010 issued by the Monetary Board on June 4, 2010, which amended section 1 Resolution No. JM-126-2006, this resolution approves the methodology for calculating the Reference Exchange Rate of the Quetzal with respect to the Dollar of the United States of America as follows: The Reference Exchange Rate of the Quetzal with respect to the Dollar of the United States of America is equal to the weighted average of the exchange rates corresponding to foreign exchange transactions of US\$20,000 or more, carried out by institutions that constitute the Institutional Foreign Exchange Market in the spot or cash market, established at 6:00 p.m. of the same banking business day to which it corresponds. The Central Bank (Banco de Guatemala) calculates the reference exchange rate, which is equal to the weighted average of both components. As of December 31, 2024 and 2023, the exchange rate authorized by the Banco de Guatemala was Q7.70625 and Q7.82702 for US\$1.00, respectively.

Note 3 – Accounting policies

The combined financial statements have been prepared in accordance with the accounting policies established by the Organization's Management considering the Generally Accepted Accounting Principles in the United States (US GAAP), detailed below:

a) Basis of combination

The combined financial statements incorporate the assets, liabilities, net assets, and results of operations of Maya Health Alliance and Asociacion Wuqu' Kawoq de Guatemala.

All significant balances and transactions between the combined financial statements of these entities have been eliminated for the preparation of the combined financial statements, including accounts receivable and payable, income and expenses.

b) Conversion of financial statements

The mandatory legal records in Guatemala for Asociacion Wuqu' Kawoq (a legally established entity in Guatemala in 2010 for the operation of Wuqu' Kawoq, SA dba Maya Health Alliance in Guatemala, are maintained in Quetzales, which is the official currency of the country. These accounting records are then combined in U.S. Dollars with the financial statements of Wuqu' Kawoq, SA, dba. Maya Health Alliance (The Organization). For the conversion Wuqu' Kawoq financial statements from Quetzales to U.S. Dollars, balance accounts are converted using the exchange rate of the Bank of Guatemala on the last day of the month and income and expenses are recorded at the monthly average exchange rate of transfers received.

c) Cash and cash equivalents

Cash and cash equivalents include cash on hand and bank balances. Bank balances are immediately available and not subject to any restriction that limits their use, except for cash corresponding to net assets with donor restrictions.

d) Certificates of deposit

Certificates of deposit are recorded at their acquisition cost.

Certificates of deposit may be redeemed early with prior authorization from the Board of Directors.

e) Other investments

Other investments are recorded at the value of the donation received and are measured at market value (fair value) as of the financial statement date, including restricted stocks. Changes in market value are recognized in income and expense.

f) Property and equipment

The property and equipment acquired by Wuqu' Kawoq are recorded at their acquisition cost. Depreciation is applied to allocate the cost of assets over their estimated useful life, using the straight-line method based on the following rates:

<u>Asset</u>	<u>Years</u>	<u>Percentage</u>
Computer equipment	3	33.33
Furniture and equipment	5	20.00
Vehicles	5	20.00

Property and equipment items are not assigned any residual value for depreciation purposes; they are fully depreciated. The cost and accumulated depreciation remain in their respective accounts until these assets are sold or disposed of.

g) Income recognition

Income from donations is recognized using the accrual method, either when bank transfers are received, or cash is received directly.

h) Expense recognition

Expenses are recognized at the time they are incurred.

Note 4 – Cash and cash equivalents

Cash and cash equivalents as of December 31 are as follows:

	2024	2023
Bank of America	2,054,694	2,323,340
Banco de América Central, S.A. -Wuqu' Kawoq	224,519	99,773
Banco Agromercantil de Guatemala, S.A.	110,283	-
Wells Fargo	90,731	-
Banco de Desarrollo Rural, S.A. -Wuqu'	2,458	1,831
PayPal	1,090	2,118
Banco Industrial, S.A. - Wuqu'	818	29,803
	-----	-----
Total cash and cash equivalents	2,484,593	2,456,865
	=====	=====

As of December 31, 2024 and 2023, the funds in the Bank of America account are committed and restricted for the implementation of specific programs, in the amount of US\$1,739,687 and US\$2,034,834, respectively (See Note 13).

Note 5 – Investments in fixed-term certificates of deposit

Investments in fixed-term certificates of deposit as of December 31 are detailed as follows:

Banco de America Central, SA (BAC CREDOMATIC)

<u>Number</u>	<u>Interest rate</u>	<u>Term</u>	<u>Maturity date</u>	<u>2024</u>	<u>2023</u>
100212942	5.75%	367	08/25/2025	64,883	63,881
				-----	-----
Total Banco de America Central, S.A.				64,883	63,881
				=====	=====

Investments in certificates of deposit are denominated in Quetzales (the functional currency in Guatemala). As of December 31, 2024 and 2023, the amount invested was Q500,001, which was converted to U.S. Dollars using an exchange rate of GTQ 7.70625 and GTQ 7.82702 per US\$1.00, respectively.

Note 6 – Other investments at fair value

Other investments, as of December 31, consist of:

<u>No. of Shares</u>	<u>Entity</u>	<u>Value per share</u>	<u>Value as of December 31, 2024</u>	<u>Value as of December 31, 2023</u>
Unrealized gain (loss)			22,984	16,745
33	Eli Lilly	75.51	2,492	2,492
			-----	-----
Total other investments			25,476	19,237
			=====	=====

As of December 31, 2024 and 2023, the stocks reflect a market value (fair value) of US\$772.00 and US\$582.92, with unrealized gains of US\$22,984 and US\$16,745, respectively.

Note 7 – Medications and supplies

Starting in 2024, medications and supplies are recorded directly as expenses. As of December 31, 2023, a balance of \$42,096 was recorded, which was expensed during 2024.

Note 8 – Accounts receivable

Accounts receivable as of December 31 are detailed as follows:

	2024	2023
Accounts receivable	32,572	5,075
Maya Health Alliance (purchases and donations)	-	22,577
Accounts receivable	-	5,075
Dip	-	12
	-----	-----
	32,572	27,664
	=====	=====
Total accounts receivable		

Primarily represents expense advances for activities to be carried out during 2025.

Note 9 – Others current assets

Other current assets as of December 31 are as follows:

	2024	2023
Rent deposit	2,105	2,072
Prepaid expenses	-	2,486
	-----	-----
	2,105	4,558
	=====	=====

Note 10 – Property, plant, and equipment - net

Property, plant, and equipment as of December 31 are as follows:

<u>Asset</u>	2024				<u>Balances as of 12/31/2024</u>
	<u>Balance as of 12/31/2023</u>	<u>Debits</u>	<u>Credits</u>	<u>Re-expression effect</u>	
Vehicles	170,548	-	-	2,673	173,221
Furniture and equipment	92,383	17,453	-	1,448	111,284
Computer equipment	25,893	23,703	-	406	50,002
Land and buildings	30,024	130	-	471	30,625
Medical team	-	10,049	-	-	10,049
	-----	-----	-----	-----	-----
Property and equipment at cost	318,848	51,335	-	4,998	375,181
Accumulated depreciation	(129,350)	-	61,867	(2,027)	(193,294)
	-----	-----	-----	-----	-----
Net book value	189,498	51,335	61,867	2,971	181,937
	=====	=====	=====	=====	=====

2023

<u>Asset</u>	<u>ASSET MOVEMENT</u>				<u>Balances as of 12/31/2023</u>
	<u>Balance as of 12/31/2022</u>	<u>Debits</u>	<u>Credits</u>	<u>Re-expression effect</u>	
Land and buildings	29,304	-	-	720	30,024
Computer equipment	16,543	10,041	-	(691)	25,893
Furniture and equipment	77,467	18,154	-	(3,238)	92,383
Vehicles	99,804	74,915	-	(4,171)	170,548
	-----	-----	-----	-----	-----
Property and equipment at cost	223,118	103,110	-	(7,380)	318,848
Accumulated depreciation	(95,586)	-	(38,763)	4,999	(129,350)
	-----	-----	-----	-----	-----
Net book value	127,532	103,110	(38,763)	(2,381)	189,498
	=====	=====	=====	=====	=====

Note 11 – Accounts payable

Accounts payable as of December 31 are as follows:

	2024	2023
Social security payable	14,310	9,435
Income Tax Withholdings - Employees	1,525	1,175
Accounts payable	-	2,062
	-----	-----
Total accounts payable	15,835	12,672
	=====	=====

Note 12 – Net assets without donor restrictions

Unrestricted net assets of donors as of December 31 consist of:

	2024	2023
Invested in property, plant, and equipment	181,937	189,498
Undesignated excess of income over expenses	854,107	566,795
	-----	-----
Total net assets without donor restrictions	1,036,044	756,293
	=====	=====

Note 13 – Net assets with donor restrictions

Net assets with donor restrictions as of December 31 are comprised as follows:

		2024			
Donors	Program	Balance as of Dec 31, 2023	New money 2024	Released front restriction	Balance Dec 31, 2024
	San Lucas Toliman				
Friends of San Lucas	Fund	23,280	-	(23,280)	-
Eurofins Foundation	Women's Health	-	27,050	(27,050)	-

Academy of Nutrition and Dietetics	Egg Research Program	22,577	-	(22,577)	-
Academy of Nutrition and Dietetics	MicroBiome Program	36,717	-	(15,251)	21,466
Izumi Foundation	Nutrition	25,000	18,750	(43,750)	-
Focusing Philanthropy	Women's Health	-	115,039	(87,138)	27,901
DAD Foundation	Women's Health	24,526	-	(22,150)	2,376
FAUNDAUNA - Cure Saltra	USAC	-	19,000	(19,000)	-
University of Manitoba - COVID Res		111,348	-	(22,755)	88,593
Emory University - Google - Mobile Health		1,791,386	-	(419,243)	1,372,143
Patchwork Collective Mobile Health	Mobile Health	-	200,000	(124,540)	75,460
MACP - Cargill Gen. Programs		-	500,000	(348,252)	151,748
La Isla Network		-	27,540	(27,540)	-
Total Net assets with donor restrictions		<u>2,034,834</u>	<u>907,379</u>	<u>(1,202,526)</u>	<u>1,739,687</u>

2023

<u>Donors</u>	<u>Program</u>	<u>December 2023</u>	<u>New Donations</u>	<u>Released from Restriction</u>	<u>Total</u>
Friends of San Lucas	San Lucas Tolimán Fund	29,142	10,913	(16,775)	23,280
Focusing Philanthropy	Cervical Cancer Program	26,810	24,246	(51,056)	-
Eurofins Foundation	Women's Health	27,055	-	(27,055)	-
Academy of Nutrition and Dietetics	Egg Research Program	97,786	-	(75,209)	22,577
Academy of Nutrition and Dietetics	MicroBiome Program	8,108	34,695	(6,086)	36,717
Izumi Foundation	Nutrition	-	25,000	-	25,000
DAD Foundation	Women's Health	-	45,076	(20,550)	24,526
Daniel Agostino Derossi Foundation	Nueva Concepcion Nutrition	25,844	-	(25,844)	-
Colletivo Project	Together Women	30,000	-	(30,000)	-
Embassy of Canada	Women's Health	12,994	-	(12,994)	-
IOM UN Migration	Women's Health	44,364	-	(44,364)	-
FAUNDAUNA - Cure Saltra	USAC	2,662	36,900	(39,562)	-
University of Manitoba - COVID Res		-	113,785	(2,437)	111,348
Emory University - Google - Mobile Health	San Lucas Toliman Fund	-	1,800,000	(8,614)	1,791,386
Total Net assets with donor restrictions		<u>304,765</u>	<u>2,090,615</u>	<u>(360,546)</u>	<u>2,034,834</u>

Note 14 – Income

Income as of December 31 is composed of the following:

	2024	2023
Contributions from non-profit organizations	1,728,924	22,575
Contributions from foundations	1,680,224	1,782,030
Individual contributions	247,883	417,552
Corporate contributions	84,295	26,954
Investment income	10,568	16,920
Cryptocurrency contribution	-	110
	-----	-----
Total income	3,751,894	2,266,141
	=====	=====

Note 15 - Expenses

Expenses as of December 31 are detailed below:

	<u>Medical services and education</u>	<u>General and administrative</u>	<u>Fundraisin g</u>	2024	2023
Salaries and related expenses	1,324,781	76,902	188,001	1,589,684	1,175,912
Professional fees	665,614	12,553	6,538	684,705	402,002
Non-personal expenses	179,936	18,639	9,140	207,715	151,051
Facility expenses	122,657	19,384	949	142,990	107,707
Travel and meeting expenses	266,580	11,013	22,659	300,252	147,184
Patient support expenses	411,360	326	-	411,686	251,586
Other expenses	125,033	5,896	1,799	132,728	85,531
	-----	-----	-----	-----	-----
Total 2024	3,095,961	144,713	229,086	3,469,760	2,320,973
	-----	-----	-----	-----	-----
Total 2023	1,824,945	298,796	197,232	-	2,320,973
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Note 16 – Liquidity and availability of resources

The organization's financial assets available within one year from the balance sheet date for general expenses are as follows:

	2024	2023
Cash and cash equivalents	2,484,593	2,456,865
Investments	90,360	83,118
	-----	-----
Total financial assets available within one year	2,574,953	2,539,983
(Less): Donations restricted by donors	(1,739,687)	(2,034,834)
	-----	-----
Total liquidity and availability of resources within one year after restriction	835,266	505,149
	=====	=====

Note 17 – Income Tax

MAYA HEALTH ALLIANCE AND ITS DEPENDENT has been registered with the United States Internal Revenue Service (IRS) since 2019 and was recognized as a tax-exempt entity under Section 501(c)3 of the Internal Revenue Code. The Association files its annual return on using Form 990.

For legal and tax compliance in Guatemala, MAYA HEALTH ALLIANCE has been established as Wuqu' Kawoq, a legally registered as a civil association in Guatemala, through which the entity's fulfills its primary tax and legal obligations. In accordance with Book I of the Income Tax Law, Decree 10-2012 Tax Update Law, the entity is required to file an Income Tax Return. The fiscal years ending December 31, 2021, 2022, 2023, and 2024 are still pending review by tax authorities. The government's right to conduct these reviews expires withing four years.

Note 18 – Contingencies

On March 11, 2025, we received a communication from attorney and notary, Manuela María Rosales Diéguez, stating that as of December 31, 2024 there are no ongoing lawsuits or litigations pending resolutions, there are no imminent legal proceedings, there are no significant unresolved claims related to taxes or other matters involving the entity, there are no pending or unfiled claims or liens, there are no receivables currently under legal collection through her office or services, there were no resolved lawsuits or litigation during the period, nor were any obligations or rights generated as a result, there are no significant contingent liabilities or potential matters that could affect the entity.

Note 19 – Special Situations

On January 20, 2025, Executive Order 14169, titled "Reevaluation and Adjustment of U.S. Foreign Aid", was issued by U.S. President Donald Trump, ordering a 90-day pause on all U.S. development assistance programs for a comprehensive review. On January 24, 2025, the U.S. Department of State suspended all existing foreign aid programs, except for emergency food assistance and military aid to Egypt and Israel.

As of December 31, 2024, the only U.S. funds received by the organization consist of advances pending liquidation totaling Q32,572

Note 20 – Approval of the Financial Statements

The financial statements as of December 31, 2024, were approved by the Board of Directors on March 12, 2025. These financial statements must be presented for final approval by the Associates' Assembly. The Administration expects them to be approved without modifications.