

EUGENE BELL FOUNDATION (KOREA),  
EUGENE BELL FOUNDATION, INC. (US)  
AND EUGENE BELL FOUNDATION, INC. (CANADA)

COMBINED FINANCIAL STATEMENTS  
DECEMBER 31, 2024 AND 2023  
(WITH INDEPENDENT AUDITORS' REPORT THEREON)

EUGENE BELL FOUNDATION

## Independent Auditors' Report

To the Board of Trustees of

Eugene Bell Foundation (Korea), Eugene Bell Foundation, Inc. (US) and Eugene Bell Foundation, Inc. (CANADA):

### Opinion

We have audited the accompanying combined statements of financial position of Eugene Bell Foundation (Korea), Eugene Bell Foundation, Inc. (US) Eugene Bell Foundation, Inc. (CANADA) (collectively, the "Foundation") as of December 31, 2024 and 2023, and the related combined statements of activities and changes in net assets, combined statements of functional expenses and combined statements of cash flows for the years then ended, and the related notes to the combined financial statements, all expressed in U.S. dollars.

In our opinion, the combined financial statements referred to above present fairly, in all material respects, the financial position of the Foundation as of December 31, 2024 and 2023, and the results of its activities and 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 accounting principles 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 Foundation and to meet our other ethical responsibilities in accordance with 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 opinion.

### Responsibilities of Management's 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, for the design, implementations, 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 Foundation'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 the Foundation's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Foundation'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.

April 22, 2025



Seoul, Korea

Notice to Readers

This report is effective as of April 22, 2025 the auditors' report date. Certain subsequent events or circumstances may have occurred between the auditors' report date and the time the auditors' report is read. Such events or circumstances could significantly affect the accompanying combined financial statements and may result in modifications to the auditors' report.

EUGENE BELL FOUNDATION (KOREA),  
EUGENE BELL FOUNDATION, INC. (US)  
AND EUGENE BELL FOUNDATION, INC. (CANADA)  
(collectively, the “Foundation”)

COMBINED FINANCIAL STATEMENTS  
AS OF AND FOR THE YEARS ENDED  
DECEMBER 31, 2024 AND 2023

The accompanying combined financial statements, including all footnote disclosures,  
were prepared by, and are the responsibility of, the Foundation.

Eugene Bell Foundation  
Chairman: Stephen W. Linton

**EUGENE BELL FOUNDATION (KOREA), EUGENE BELL FOUNDATION, INC. (US)**  
**AND EUGENE BELL FOUNDATION, INC. (CANADA)**  
**COMBINED STATEMENTS OF FINANCIAL POSITION**  
**AS OF DECEMBER 31, 2024 AND 2023**

	<u>2024</u>	<u>2023</u>
<b>Assets:</b>		
Cash and cash equivalents (Note 3)	\$ 924,557	\$ 1,420,853
Short-term financial instruments (Note 4)	2,765,244	3,123,350
Assets held for investments (Note 5)	254,888	276,489
Accrued income	30,322	43,393
Accounts receivable	3,630	4,374
Held-to-maturity securities (Note 7)	2,040,816	775,555
Income tax refundable	28,582	19,446
Inventories (Note 6)	<u>421,562</u>	<u>482,460</u>
Total current assets	<u>6,469,601</u>	<u>6,145,920</u>
Available-for-sale securities (Note 7)	6,702,096	7,689,774
Long-term financial instruments	-	-
Held-to-maturity securities (Note 7)	6,803	7,756
Guarantee deposits for leases (Note 8)	873	996
Property and equipment, net (Note 9)	334,164	402,340
Intangible assets	<u>4</u>	<u>1,382</u>
Total non-current assets	<u>7,043,940</u>	<u>8,102,248</u>
Total assets	<u><u>\$ 13,513,541</u></u>	<u><u>\$ 14,248,168</u></u>
<b>Liabilities:</b>		
Accrued expenses	\$ 2,685	\$ 3,599
Other payable	4,234	3,950
Withholdings	<u>3,579</u>	<u>3,772</u>
Total current liabilities	<u>10,498</u>	<u>11,321</u>
Total liabilities	<u>10,498</u>	<u>11,321</u>
<b>Net assets (Note 11):</b>		
Without donor restrictions	17,116,468	15,673,026
With donor restrictions	8,779	8,779
Gains (losses) on valuation of available-for-sale securities	(229,877)	174,651
Translation adjustments (Note 18)	<u>(3,392,327)</u>	<u>(1,619,609)</u>
Total net assets	<u>13,503,043</u>	<u>14,236,847</u>
Total liabilities and net assets	<u><u>\$ 13,513,541</u></u>	<u><u>\$ 14,248,168</u></u>

See accompanying notes to the combined financial statements.

**EUGENE BELL FOUNDATION (KOREA), EUGENE BELL FOUNDATION, INC. (US) AND EUGENE BELL FOUNDATION, INC. (CANADA)**

**COMBINED STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS**

**FOR THE YEAR ENDED DECEMBER 31, 2024**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
<b>Revenue, gains and other support:</b>			
Contributions (Note 12)	\$ 733,396	\$ -	\$ 733,396
Other revenues (Note 13)	1,589,382	-	1,589,382
Net assets released from restrictions-satisfaction of donor restrictions	<u>-</u>	<u>-</u>	<u>-</u>
Total revenue, gains and other support	<u>2,322,778</u>	<u>-</u>	<u>2,322,778</u>
<b>Expenses and losses:</b>			
Program expenses (Note 14)	556,963	-	556,963
General and administrative expenses (Note 15)	189,927	-	189,927
Fund-raising expenses (Note 16)	<u>52,233</u>	<u>-</u>	<u>52,233</u>
Total expenses	799,123	-	799,123
Other losses (Note 17)	<u>80,213</u>	<u>-</u>	<u>80,213</u>
Total expenses and losses	<u>879,336</u>	<u>-</u>	<u>879,336</u>
<b>Increase in net assets</b>	1,443,442	-	1,443,442
<b>Net assets, beginning of year</b>	<u>15,673,026</u>	<u>8,779</u>	<u>15,681,805</u>
<b>Net assets, end of year</b>	<u>\$ 17,116,468</u>	<u>\$ 8,779</u>	<u>\$ 17,125,247</u>

See accompanying notes to the combined financial statements.

**EUGENE BELL FOUNDATION (KOREA), EUGENE BELL FOUNDATION, INC. (US) AND EUGENE BELL FOUNDATION, INC. (CANADA)**

**COMBINED STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS**

**FOR THE YEAR ENDED DECEMBER 31, 2023**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
<b>Revenue, gains and other support:</b>			
Contributions (Note 12)	\$ 1,130,129	\$ -	\$ 1,130,129
Other revenues (Note 13)	671,834	-	671,834
Net assets released from restrictions-satisfaction of donor restrictions	<u>-</u>	<u>-</u>	<u>-</u>
Total revenue, gains and other support	<u>1,801,963</u>	<u>-</u>	<u>1,801,963</u>
<b>Expenses and losses:</b>			
Program expenses (Note 14)	195,102	-	195,102
General and administrative expenses (Note 15)	200,828	-	200,828
Fund-raising expenses (Note 16)	<u>45,756</u>	<u>-</u>	<u>45,756</u>
Total expenses	441,686	-	441,686
Other losses (Note 17)	<u>4,846</u>	<u>-</u>	<u>4,846</u>
Total expenses and losses	<u>446,532</u>	<u>-</u>	<u>446,532</u>
<b>Increase in net assets</b>	1,355,431	-	1,355,431
<b>Net assets, beginning of year</b>	<u>14,317,595</u>	<u>8,779</u>	<u>14,326,374</u>
<b>Net assets, end of year</b>	<u>\$ 15,673,026</u>	<u>\$ 8,779</u>	<u>\$ 15,681,805</u>

See accompanying notes to the combined financial statements

**EUGENE BELL FOUNDATION (KOREA), EUGENE BELL FOUNDATION, INC. (US) AND EUGENE BELL FOUNDATION, INC. (CANADA)**

**COMBINED STATEMENTS OF FUNCTIONAL EXPENSES**

**FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023**

	2024				2023			
	Program services	General and administrative	Fund-raising	Total	Program services	General and administrative	Fund-raising	Total
Antituberculosis drug kits	\$ 437,072	\$ -	\$ -	\$ 437,072	\$ 17,583	\$ -	\$ -	\$ 17,583
Other support	1,731	-	-	1,731	47,380	-	-	47,380
Affirmation of usage	5,189	-	-	5,189	8,560	-	-	8,560
Salaries and benefits	104,538	95,175	39,473	239,186	112,468	99,407	27,120	238,995
Severance benefits	8,148	4,657	-	12,805	9,062	4,850	4,029	17,941
Insurance	-	647	-	647	-	709	-	709
Commissions	-	33,339	-	33,339	-	38,076	-	38,076
Depreciation and amortization	-	25,825	-	25,825	-	30,121	-	30,121
Taxes and dues	-	2,372	-	2,372	-	2,816	-	2,816
Other	285	27,912	12,760	40,957	49	24,849	14,607	39,505
Total expenses	<u>\$ 556,963</u>	<u>\$ 189,927</u>	<u>\$ 52,233</u>	<u>\$ 799,123</u>	<u>\$ 195,102</u>	<u>\$ 200,828</u>	<u>\$ 45,756</u>	<u>\$ 441,686</u>

See accompanying notes to the combined financial statements.



**EUGENE BELL FOUNDATION (KOREA), EUGENE BELL FOUNDATION, INC. (US)**  
**AND EUGENE BELL FOUNDATION, INC. (CANADA)**  
**COMBINED STATEMENTS OF CASH FLOWS**  
**FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023**

	<u>2024</u>	<u>2023</u>
<b>Cash flows from operating activities:</b>		
Increase in net assets	\$ 1,443,442	\$ 1,355,431
Adjustments to reconcile increase in net assets to net cash provided by operating activities:		
Depreciation and amortization	25,825	30,121
Loss on disposal of available-for-sale securities	80,213	-
Gain on disposal of available-for-sale securities	(6,713)	-
Gain on disposal of held-to-maturity securities	(38,290)	-
Net investment loss	-	4,818
Decrease (increase) in accrued income	13,071	(36,614)
Decrease in other receivables	744	6
Increase in income tax refundable	(9,136)	(8,847)
Decrease in inventories	60,898	73,631
Increase in other payable	284	335
Decrease in accrued expenses	(914)	(10,219)
Increase (decrease) in withholdings	(193)	514
Decrease in translation adjustments	<u>(707,221)</u>	<u>(90,172)</u>
Net cash provided by operating activities	<u>862,008</u>	<u>1,319,004</u>
<b>Cash flows from investing activities:</b>		
Cash inflows from investing activities:		
Disposal of short-term financial instruments	358,106	-
Disposal of investments	271,601	454,164
Disposal of long-term financial instruments	-	27
Disposal of held-to-maturity securities	3,165,999	-
Disposal of available-for-sale securities	<u>1,189,186</u>	<u>-</u>
	<u>4,984,892</u>	<u>454,191</u>
Cash outflows from investing activities:		
Acquisition of short-term financial instruments	-	(506,743)
Acquisition of investments	(250,000)	(410,082)
Acquisition of furniture and fixtures	(4,284)	-
Acquisition of held-to-maturity securities	(4,490,605)	(783,311)
Acquisition of available-for-sale securities	<u>(1,598,307)</u>	<u>-</u>
	<u>(6,343,196)</u>	<u>(1,700,136)</u>
Net cash used in investing activities	<u>(1,358,304)</u>	<u>(1,245,945)</u>
<b>Cash flows from financing activities</b>	<u>-</u>	<u>-</u>
<b>Net increase in cash and cash equivalents</b>	(496,296)	73,059
<b>Cash and cash equivalents at beginning of the year</b>	<u>1,420,853</u>	<u>1,347,794</u>
<b>Cash and cash equivalents at end of the year (Note 20)</b>	<u>\$ 924,557</u>	<u>\$ 1,420,853</u>

See accompanying notes to combined financial statements.

**EUGENE BELL FOUNDATION (KOREA), EUGENE BELL FOUNDATION, INC. (US)  
AND EUGENE BELL FOUNDATION, INC. (CANADA)**

**NOTES TO COMBINED FINANCIAL STATEMENTS**

DECEMBER 31, 2024 AND 2023

**1. ORGANIZATION AND COMBINED FINANCIAL STATEMENTS:**

These combined financial statements present the combined assets, liabilities, net assets and activities of Eugene Bell Foundation (Korea), Eugene Bell Foundation, Inc. (US) and Eugene Bell Foundation, Inc. (Canada) (collectively, the “Foundation”). The Foundation is combined due to common control and common mission. Eugene Bell Foundation (Korea) was established in February 2000 under the Civil Code and regulations of the Republic of Korea with approval by the Ministry of Health and Welfare of the Republic of Korea as a not-for-profit organization, and is exempt from income taxation. Eugene Bell Foundation, Inc. (US) was incorporated in the state of Maryland of the United States of America in 1998 and exempt from income taxation pursuant to Section 501(a) of the Internal Revenue Code (“IRC”) as an organization described in Section 501(c)(3) and classified as an organization that is not a private foundation within the meaning of Section 509(a) of the IRC. Eugene Bell Foundation, Inc. (Canada) was established in 2019 in Canada.

The principal mission of the Foundation is to promote and support tuberculosis and other infectious disease eradication programs in the Democratic People’s Republic of Korea (North Korea) by providing medicine, diagnostic equipment, nutritional supplements, agricultural assistance and other items related to the sustenance of life to the patients and the institutions that care for them.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:**

**Basis of Accounting**

The combined financial statements of the Foundation have been prepared on the accrual basis of accounting in accordance with the accounting principles generally accepted in the United States of America.

As required by the Accounting for Contributions Received and Contributions Made and Financial Statements of Not-for-profit Organizations Topics of the Financial Accounting Standards Boards (FASB) Accounting Standards Codification (ASC), the Foundation is to present information regarding its net assets and activities according to two classes of net assets and activities : net assets with donor restrictions and net assets without donor restrictions. Such classifications are determined upon grantor and donor-imposed restrictions.

Net assets with donor restrictions are subject to externally imposed restrictions that may or will be either satisfied by actions of the organization or the passage of the time; and, net assets without donor restrictions have not or are no longer restricted by donors.

**Principles of Combining**

The combined financial statements include the accounts of the operations of the Foundation. Inter-foundation balances and transactions have been eliminated in the combined financial statements.

**Use of Estimates**

The preparation of combined financial statements in accordance with accounting principles generally accepted in the United States of America requires management to provide periodic estimates and assumptions that affect the reported amounts of assets and liabilities as of the date of the combined financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

### Cash and Cash Equivalents

For financial reporting purposes, the Foundation considers all highly liquid investments with original maturities of three months or less to be cash and cash equivalents.

### Assets Held for Investments

Investments are presented at estimated fair value based upon quoted market prices provided by third party investment managers. Interest and dividend is recorded as such income is determinable. Realized and unrealized gains and losses are included in investment returns in the combined statements of activities and changes in net assets.

### Property and Equipment

Property and equipment are stated at cost, if purchased, or at fair market value at the date of donation, if donated, less accumulated depreciation. Routine maintenance and repairs are expensed as incurred. Expenditures that result in the enhancement of the value or extension of the useful life of the related assets are capitalized as additions to property and equipment. Depreciation is computed using the straight-line method based on estimated useful lives of assets as follows:

<u>Property and equipment</u>	<u>Estimated useful life</u>
Buildings	20 years
Vehicles	5 years
Furniture and fixtures	5 years
Equipment	5 years

### Defined Contribution Plans

The Foundation is operating contribution plans. Contributions to defined contribution plans are recognized as an expense when employees have rendered services entitling them to receive the benefits.

### Revenue Recognition

Contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Revenue is recorded as donor restricted or without donor restrictions, depending on the nature of any restriction. Upon the expiration or satisfaction of a restriction, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statements of Activities and Changes in Net Assets as net assets released from restrictions. Restricted contributions are reported as an increase in net assets without donor restrictions if the expiration or satisfaction of the restriction occurs in the same financial reporting period in which the revenues are recognized.

### Contributed Facilities, Equipment and Services

Certain facilities, equipment and services have been contributed to the organization. The estimated fair values of such contributions are reported as support and revenues and as expenses. The values of numerous volunteer services are not reflected in the combined financial statements as such amounts are generally not susceptible to objective measurement or valuation.

### Functional Expenses

The costs of providing programs and general and administrative services have been reflected on a functional basis in the combined statements of activities and changes in net assets.

### Foreign Currency Translation

The assets and liabilities of Eugene Bell Foundation (Korea) have been translated into U.S. dollars at the exchange rates in effect at the year-end dates (₩1,470.00 and ₩1,289.40 to USD 1.00 at December 31, 2024 and 2023, respectively); net asset accounts have been translated at historical rates; and revenues, expenses, and gains and losses have been translated at the average rates for the respective years (₩1,379.70 and ₩1,278.35 to USD 1.00 for 2024 and 2023, respectively). Resulting translation adjustments are accounted for as a separate component of net assets.

The combined statements of cash flows have been translated at the average rates for the respective years. Translation adjustments are accounted for as a separate component of net effect of exchange rate changes on cash and cash equivalents. Foreign currency transaction gains and losses are included in the combined statements of activities and changes in net assets.

#### Adoption of accounting pronouncements

In 2016, the FASB issued ASU 2016-14, Not-for Profit Entities (ASU 2016-14). ASU 2016-14 changed the classification of a not-for-profit organization's net assets within the financial statements from potentially three classes of net assets to two classes of net assets. ASU 2016-14 requires expenses to be presented by their natural and functional classification and present investment returns net of external and direct internal investment expenses. Not-for-profit organizations are also be required to provide additional information regarding their available resources and liquidity. ASU 2016-14 is effective for fiscal years beginning after December 15, 2017. As the Foundation has applied the ASU retrospectively, the combined financial statements for the year ended December 31, 2017 have been reclassified in order to conform to the current period combined financial statements presentation.

### 3. CASH AND CASH EQUIVALENTS:

Cash and cash equivalents as of December 31, 2024 and 2023, consist of the following:

Type	2024	2023
Passbook accounts	\$ 924,557	\$ 1,420,853

### 4. SHORT-TERM FINANCIAL INSTRUMENTS:

Short-term financial instruments as of December 31, 2024 and 2023, consist of the following:

Type	2024	2023
Time deposits and CMA	\$ 2,765,244	\$ 3,123,350

### 5. ASSETS HELD FOR INVESTMENT:

Assets held for investment as of December 31, 2024 and 2023, consist of the following:

Type	2024	2023
Time deposits and CMA	\$ 254,888	\$ 276,489

The following summarizes investment returns from all sources and its classification in the combined statements of activities and changes in net assets during 2023:

Investee company	Acquisition Cost	Book value
Net realized gains and losses	\$ -	\$ (674)
Dividend and interest income	13,999	6,615
Net unrealized gains and losses	-	(10,759)
	<u>\$ 13,999</u>	<u>\$ (4,818)</u>

As required by the Fair Value Measurements Topic of the FASB Accounting Standards Codification (ASU), a fair value hierarchy that prioritizes inputs to valuation techniques is to be used to measure fair value of financial instruments measured on a recurring basis. The hierarchy consists of three broad levels: Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets and have the highest priority; Level 2 inputs consist of observable inputs other than quoted prices for identical assets; and Level 3 inputs consist of unobservable inputs and provide the lowest priority. Level 3 inputs are used when Level 1 or Level 2 inputs were not available.

The fair value hierarchy of investments as of December 31, 2024, consists of the following:

Fair Value Measurements at Reporting Date using:				
Description	Fair Value	Quoted prices in Active Markets for Identical Assets (Level1)	Significant other observable Inputs (Level2)	Significant unobservable Inputs (Level3)
Investments :				
Certificates of deposits 4.76%, maturing April 26, 2025	\$ 254,888	-	-	254,888

The fair value hierarchy of investments as of December 31, 2023, consists of the following:

Fair Value Measurements at Reporting Date using:				
Description	Fair Value	Quoted prices in Active Markets for Identical Assets (Level1)	Significant other observable Inputs (Level2)	Significant unobservable Inputs (Level3)
Investments :				
Certificates of deposits 4.88%, maturing June 26, 2024	\$ 256,008	-	-	256,008
Certificates of deposits 4.88%, maturing June 26, 2024	20,481	-	-	20,481
Assets held for investments	\$ 276,489	-	-	276,489

## 6. INVENTORIES:

Inventories as of December 31, 2024 and 2023, consist of the following:

Type	2024	2023
Medical equipment and related parts to be delivered to North Korea	\$ 421,562	\$ 482,460

## 7. SECURITIES:

(1) Available-for-sale securities:

Details of available-for-sale securities as of December 31, 2024 are as follows.

Investee company	Acquisition Cost	Book value
VIP BUY CHEAP KOREA PRIVATE FUND C-d_1	\$ 6,931,973	\$ 6,702,096

Details of available-for-sale securities as of December 31, 2023 are as follows.

<u>Investee company</u>	<u>Acquisition Cost</u>	<u>Book value</u>
VIP BUY CHEAP KOREA PRVATE FUND C-d_1	\$ 6,351,792	\$ 6,614,251
TIME POLIO WITH TIME PRVATE FUND C	1,163,331	1,075,523
	<u>\$ 7,515,123</u>	<u>\$ 7,689,774</u>

(2) Held-to-maturity securities:

As of December 31, 2024, held-to-maturity securities held by the Foundation consist entirely of small and medium-sized business financial bonds, and their book amounts are as follows.

<u>Expiration date</u>	<u>Acquisition Cost</u>	<u>Book value</u>
Within 1 year	\$ 2,040,816	\$ 2,040,816
More than 1 year and within 5 years	6,803	6,803
	<u>\$ 2,047,619</u>	<u>\$ 2,047,619</u>

As of December 31, 2023, held-to-maturity securities held by the Foundation consist entirely of small and medium-sized business financial bonds, and their book amounts are as follows.

<u>Expiration date</u>	<u>Acquisition Cost</u>	<u>Book value</u>
Within 1 year	\$ 775,555	\$ 775,555
More than 1 year and within 5 years	7,756	7,756
	<u>\$ 783,311</u>	<u>\$ 783,311</u>

**8. GUARANTEE DEPOSITS FOR LEASES:**

Guarantee deposits for leases as of December 31, 2024 and 2023, consist of the following:

<u>Type</u>	<u>2024</u>	<u>2023</u>
Refundable lease deposits for office spaces	\$ 873	\$ 996

**9. PROPERTY AND EQUIPMENT:**

Property and equipment as of December 31, 2024 and 2023, consist of the following:

<u>Type</u>	<u>2024</u>	<u>2023</u>
Land	\$ 209,736	\$ 239,112
Building	321,499	366,530
Vehicles	25,935	29,567
Furniture and fixtures	72,900	78,226
Equipment	15,415	17,574
Subtotal	645,485	731,009
Less accumulated depreciation	(311,321)	(328,669)
	<u>\$ 334,164</u>	<u>\$ 402,340</u>

**10. DEFINED CONTRIBUTION PLANS:**

Retirement benefits related to defined contribution plans recognized as expenses are U.S.\$12,805 and U.S.\$17,941 for the years ended December 31, 2024 and 2023, respectively.

**11. NET ASSETS:**

The organizational components of net assets as of December 31, 2024 and 2023, are as follows:

Description	Amount		Percentage	
	2024	2023	2024	2023
Eugene Bell Foundation (Korea)	\$ 16,756,214	\$ 15,309,010	97.8	97.6
Eugene Bell Foundation, Inc. (US)	348,954	365,715	2.0	2.3
Eugene Bell Foundation, Inc. (Canada)	20,079	7,080	0.1	0.1
	<u>\$ 17,125,247</u>	<u>\$ 15,681,805</u>	<u>100.0</u>	<u>100.0</u>

The other portion of net assets as of December 31, 2024 is losses on valuation of available-for-sale securities amounting to \$229,877, and available-for-sale securities are owned by Eugene Bell Korea Foundation.

The other portion of net assets as of December 31, 2023 is gains on valuation of available-for-sale securities amounting to \$174,651, and available-for-sale securities are owned by Eugene Bell Korea Foundation.

**12. CONTRIBUTIONS:**

Sources of contributions for the years ended December 31, 2024 and 2023, are as follows:

Description	2024	2023
Eugene Bell Foundation (Korea)	\$ 603,810	\$ 949,225
Eugene Bell Foundation, Inc. (US)	115,281	168,428
Eugene Bell Foundation, Inc. (Canada)	14,305	12,476
	<u>\$ 733,396</u>	<u>\$ 1,130,129</u>

**13. OTHER REVENUES:**

Details of other revenues for the years ended December 31, 2024 and 2023, are as follows:

Account	2024	2023
Interest income	\$ 126,585	\$ 117,803
Dividend income	1,315,030	542,185
Gain on foreign currency transactions	-	37
Gain on foreign currency translation	102,764	11,809
Gain on disposal of available-for-sale securities	6,713	-
Gain on disposal of held-to-maturity securities	38,290	-
	<u>\$ 1,589,382</u>	<u>\$ 671,834</u>



**14. PROGRAM EXPENSES:**

Expenses for the programs for the years ended December 31, 2024 and 2023, consist of the following:

Description	2024	2023
Antituberculosis drug kits	\$ 437,072	\$ 17,583
Other support	1,731	47,380
Affirmation of usage	5,189	8,560
Salaries and benefits	104,538	112,468
Severance benefits	8,148	9,062
Other	285	49
	<u>\$ 556,963</u>	<u>\$ 195,102</u>

**15. GENERAL AND ADMINISTRATIVE EXPENSES:**

Details of general and administrative expenses for the years ended December 31, 2024 and 2023, are as follows:

Description	2024	2023
Salaries and benefits	\$ 95,175	\$ 99,407
Severance benefits	4,657	4,850
Insurance	647	709
Commissions	33,339	38,076
Depreciation and amortization	25,825	30,121
Taxes and dues	2,372	2,816
Other	27,912	24,849
	<u>\$ 189,927</u>	<u>\$ 200,828</u>

**16. FUND-RAISING EXPENSES:**

Details of fund-raising expenses for the years ended December 31, 2024 and 2023, are as follows:

Description	2024	2023
Salaries and benefit	\$ 39,473	\$ 27,120
Severance benefit	-	4,029
Other	12,760	14,607
	<u>\$ 52,233</u>	<u>\$ 45,756</u>

**17. OTHER LOSSES:**

Details of other losses for the years ended December 31, 2024 and 2023, are as follows:

Account	2024	2023
Investment loss	\$ -	\$ 4,818
Loss on disposal of available-for-sale securities	80,213	-
Other	-	28
	<u>\$ 80,213</u>	<u>\$ 4,846</u>

**18. TRANSLATION ADJUSTMENTS:**

The changes in cumulative translation adjustments for the years ended December 31, 2024 and 2023, are as follows:

Description	2024	2023
Beginning balance	\$ (1,619,609)	\$ (1,391,063)
Changes during the year	(1,772,718)	(228,546)
Ending balance	<u>\$ (3,392,327)</u>	<u>\$ (1,619,609)</u>

**19. RELATED-PARTY TRANSACTION:**

Amounts transferred from Eugene Bell Foundation, Inc. (US) and Eugene Bell Foundation, Inc. (Canada) to Eugene Bell Foundation (Korea) for medical grants and supplies, and resistant tuberculosis ward for the years ended December 31, 2024 and 2023, are as follows:

Description	2024	2023
Eugene Bell Foundation, Inc. (US)	US\$ 90,000	US\$ 185,000
Eugene Bell Foundation, Inc. (Canada)	-	CA\$ 20,000

**20. COMBINED STATEMENTS OF CASH FLOWS:**

(1) The cash and cash equivalents in the combined statements of cash flows are the same as the cash and cash equivalents in the combined statements of financial position.

(2) There are no significant non-cash transactions for the years ended December 31, 2024 and 2023.

**21. LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS:**

(1) The following reflects the Foundation's financial assets as of the combined statement of financial position date, reduced by amounts not available for general use due to donor-imposed restrictions, within one year of the combined statement of financial position date.

Description	2024	2023
Financial assets at December 31,	\$ 3,689,801	\$ 4,544,203
Less funds not available for general expenditures within one year due to donor-restricted funds held for the expenditure	<u>(8,779)</u>	<u>(8,779)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 3,681,022</u>	<u>\$ 4,535,424</u>

(2) As part of the Foundation's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. The Foundation invests cash in excess of daily requirements in short-term financial investments.