

ORANGUTAN FOUNDATION INTERNATIONAL
AUDITED FINANCIAL STATEMENTS
DECEMBER 31, 2024 & 2023

CONTENT

	<u>Page</u>
Independent Auditors' Report.....	1-2
Statements of Financial Position.....	3
Statements of Activities.....	4
Statements of Changes in Net Assets.....	5
Statements of Functional Expenses.....	6
Statements of Cash Flows.....	7
Notes to Financial Statements.....	8 – 13

John M. Condie, CPA

Certified Public Accountant

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Orangutan Foundation International
Los Angeles, California

Report on the Financial Statements

We have audited the accompanying financial statements of Orangutan Foundation International (a nonprofit organization), which comprise the statements of financial position as of December 31, 2024 and 2023, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion

John M. Condie, CPA
Certified Public Accountant

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Orangutan Foundation International as of December 31, 2024 and 2023 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.

A handwritten signature in cursive script that reads "Black & Condie, LLP".

Black & Condie, LLP
Torrance, California
December 23, 2025

ORANGUTAN FOUNDATION INTERNATIONAL
STATEMENTS OF FINANCIAL POSITION
AT DECEMBER 31, 2024 AND 2023

	<u>2024</u>	<u>2023</u>
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 2,421,320	\$ 2,475,146
Investments	1,212,581	390,159
Inventory	35,299	35,648
Prepaid expenses	<u>3,543</u>	<u>3,543</u>
Total Current Assets	3,672,744	2,904,496
Property and equipment - net of accum. depr.	3,516,900	3,446,176
Investments, long term	658,914	510,442
Deposits	<u>2,163</u>	<u>2,163</u>
TOTAL ASSETS	<u><u>\$ 7,850,721</u></u>	<u><u>\$ 6,863,277</u></u>
LIABILITIES		
Current Liabilities		
Accounts Payable	<u>\$ 11,096</u>	<u>\$ 13,988</u>
Total Liabilities	<u>11,096</u>	<u>13,988</u>
NET ASSETS		
Without donor restrictions	7,607,594	6,486,053
With donor restrictions	<u>232,031</u>	<u>363,236</u>
Total net assets	<u>7,839,625</u>	<u>6,849,289</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 7,850,721</u></u>	<u><u>\$ 6,863,277</u></u>

See independent accountants' report and accompanying notes.

ORANGUTAN FOUNDATION INTERNATIONAL
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

	<u>Without</u> <u>Donor Restrictions</u>	<u>With</u> <u>Donor</u> <u>Restrictions</u>	<u>Total</u> <u>2024</u>	<u>Without</u> <u>Donor Restrictions</u>	<u>With</u> <u>Donor</u> <u>Restrictions</u>	<u>Total</u> <u>2023</u>
Support						
Individuals	\$ 2,047,999	\$ -	\$ 2,047,999	\$ 1,422,683	\$ -	\$ 1,422,683
Foundations	569,765	-	569,765	378,504	-	378,504
Government grants	-	-	-	-	-	-
Chapter donations	276,391	-	276,391	268,332	-	268,332
Corporations	15,101	-	15,101	67,951	-	67,951
Indirect support	42,335	-	42,335	31,655	-	31,655
Total Support	<u>2,951,591</u>	<u>-</u>	<u>2,951,591</u>	<u>2,169,125</u>	<u>-</u>	<u>2,169,125</u>
Other revenue and investment income (loss)						
Investment income (loss)	221,069	-	221,069	214,519	-	214,519
Merchandise sales	1,044	-	1,044	2,161	-	2,161
Total revenue	<u>222,113</u>	<u>-</u>	<u>222,113</u>	<u>216,680</u>	<u>-</u>	<u>216,680</u>
Net assets released from restrictions	<u>131,205</u>	<u>(131,205)</u>	<u>-</u>	<u>257,289</u>	<u>(257,289)</u>	<u>-</u>
Donated services, materials and equipment	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total support and revenue and reclassifications	<u>3,304,908</u>	<u>(131,205)</u>	<u>3,173,703</u>	<u>2,643,094</u>	<u>(257,289)</u>	<u>2,385,805</u>
Expenses						
Program services						
Care and conservation	1,833,311		1,833,311	2,070,026		2,070,026
Research	48,435		48,435	53,246		53,246
Education	53,322		53,322	52,152		52,152
Total program services	<u>1,935,068</u>	<u>-</u>	<u>1,935,068</u>	<u>2,175,424</u>	<u>-</u>	<u>2,175,424</u>
Supporting services						
Management and general	188,120		188,120	179,830		179,830
Fundraising	60,180		60,180	49,960		49,960
Total supporting services	<u>248,300</u>	<u>-</u>	<u>248,300</u>	<u>229,790</u>	<u>-</u>	<u>229,790</u>
Total Expenses	<u>2,183,368</u>	<u>-</u>	<u>2,183,368</u>	<u>2,405,214</u>	<u>-</u>	<u>2,405,214</u>
CHANGES IN NET ASSETS	<u>\$ 1,121,541</u>	<u>\$ (131,205)</u>	<u>\$ 990,336</u>	<u>\$ 237,880</u>	<u>\$ (257,289)</u>	<u>\$ (19,409)</u>

See independent accountants' report and accompanying notes.

ORANGUTAN FOUNDATION INTERNATIONAL
STATEMENTS OF CHANGES IN NET ASSETS
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

	Without	With	Total	
	<u>Donor Restrictions</u>	<u>Donor Restrictions</u>	<u>2024</u>	<u>2023</u>
Net assets, beginning of the year	\$ 6,486,053	\$ 363,236	\$ 6,849,289	\$ 6,868,698
Changes in net assets	<u>1,121,541</u>	<u>(131,205)</u>	<u>990,336</u>	<u>(19,409)</u>
Net assets, end of the year	<u><u>\$ 7,607,594</u></u>	<u><u>\$ 232,031</u></u>	<u><u>\$ 7,839,625</u></u>	<u><u>\$ 6,849,289</u></u>

See independent accountants' report and accompanying notes.

ORANGUTAN FOUNDATION INTERNATIONAL
STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

	Program Services				Supporting Services			Total	
	Care and Conservation	Research	Education	Total	Management and General	Fund Raising	Total	2024	2023
Salaries, payroll taxes and employee benefits, US	\$ 81,676	\$ 15,332	\$ 41,404	\$ 138,412	\$ 148,801	\$ 36,811	\$ 185,612	\$ 324,024	\$ 315,596
Salaries and wages, Indonesia care center	847,505	-	-	847,505	-	-	-	847,505	856,849
Foods and medical care	282,600	-	-	282,600	-	-	-	282,600	353,003
Travel and lodging	67,120	9,869	1,449	78,438	-	-	-	78,438	149,431
Outside services	11,659	1,666	833	14,158	1,666	833	2,499	16,657	19,097
Supplies	25,179	3,011	139	28,329	279	139	418	28,747	43,251
Occupancy	77,684	1,582	791	80,057	1,582	791	2,373	82,430	85,118
Telephone	10,704	1,506	753	12,963	1,506	753	2,259	15,222	18,347
Postage and delivery	1,082	155	77	1,314	155	76	231	1,545	1,419
Meals & entertainment	789	-	-	789	-	-	-	789	388
Miscellaneous	46,419	-	-	46,419	5,134	-	5,134	51,553	26,905
Printing	1,843	-	922	2,765	1,843	13,823	15,665	18,430	7,457
Depreciation	44,926	6,418	3,209	54,553	6,418	3,209	9,627	64,180 x	66,813
Insurance	52,426	7,489	3,745	63,660	7,489	3,745	11,234	74,894	51,766
Bank fees	-	-	-	-	9,641	-	9,641	9,641	9,649
Advertising & fundraising	-	-	-	-	-	-	-	-	1,270
Website	978	-	-	978	-	-	-	978	-
Equipment	280,295	-	-	280,295	3,606	-	3,606	283,901	379,091
Repairs and maintenance	426	1,407	-	1,833	-	-	-	1,833	19,764
Training	-	-	-	-	-	-	-	-	-
Expenses before donated services and materials	1,833,311	48,435	53,322	1,935,068	188,120	60,180	248,300	2,183,368	2,405,214
Donated services	-	-	-	-	-	-	-	-	-
Total Expenses	\$ 1,833,311	\$ 48,435	\$ 53,322	\$ 1,935,068	\$ 188,120	\$ 60,180	\$ 248,300	\$ 2,183,368	\$ 2,405,214

See independent accountants' report and accompanying notes.

**ORANGUTAN FOUNDATION INTERNATIONAL
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023**

	<u>2024</u>	<u>2023</u>
Cash flows from operating activities		
Changes in net assets	\$ 990,336	\$ (19,409)
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
Donation of stocks	-	-
Depreciation	64,180	66,813
Unrealized/realized (gain) loss on securities	(203,672)	(200,151)
Changes in operating assets and liabilities:		
Increase in prepaid expenses	-	-
Decrease (increase) in inventory	348	405
Increase (decrease) in accounts payable	(2,892)	(8,680)
Net cash provided by operating activities	848,300	(161,022)
Cash flows from investing activities		
Increase in investments & CD's	(767,222)	(9,635)
Capital expenditures	(134,904)	(273,479)
Net cash used for investing activities	(902,126)	(283,114)
Net increase (decrease) in cash and cash equivalents	(53,826)	(444,136)
Cash and cash equivalents, beginning of the year	<u>2,475,146</u>	<u>2,919,282</u>
Cash and cash equivalents, end of the year	<u><u>\$ 2,421,320</u></u>	<u><u>\$ 2,475,146</u></u>

See independent accountants' report and accompanying notes.

**ORANGUTAN FOUNDATION INTERNATIONAL
NOTES TO FINANCIAL STATEMENTS
FOR THE PERIODS ENDING DECEMBER 31, 2024 AND 2023**

NOTE 1 – NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

Orangutan Foundation International (the Organization) is a non-profit corporation incorporated in 1986 under the California Non-profit Public Benefit Corporation Law. The Organization's purpose is to further people's knowledge, conservation and appreciation of orangutans and their tropical rain forest habitat. The Organization operates the following programs:

Care and Conservation

The Organization provides rescue, repatriation and rehabilitation of orangutans in the wild and in captivity, as well as conservation of orangutan habitat.

Research

The Organization conducts research, the results of which are intended to increase scientific information about orangutans, their behavior and habitat requirements.

Education

The Organization sponsors the development of educational materials about orangutans, both for the public at large and academic audiences.

Support for these activities comes primarily from donations from individuals, foundations, and corporations.

The following summarizes significant accounting policies of the Organization is presented to assist in understanding the Organization's financial statements. The financial statements and notes are representations of the Organization's management who is responsible for their integrity and objectivity. These accounting policies conform to generally accepted accounting principles and have been consistently applied in the preparation of the financial statements.

Basis of Accounting

The financial statements of the Organization have been prepared using the accrual basis of accounting.

Cash and Cash Equivalents

For financial statement purposes, the Organization considers all liquid investment purchased with a maturity date of three months or less to be cash equivalents. The organization's cash balance in a single United States financial institution at December 31, 2024 was \$1,957,153 greater than the Federal Depository Insurance Corporation (FDIC) limit of \$250,000. At December 31, 2023 the cash balances at this financial institution exceeded the FDIC insured limit by \$1,863,789.

Restricted and Unrestricted Revenue and Support

The Organization accounts for contributions in accordance with FASB ASC, *Accounting for Contributions Received and Contributions Made*. Contributions received are recorded as unrestricted, or restricted support, 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),

ORANGUTAN FOUNDATION INTERNATIONAL
NOTES TO FINANCIAL STATEMENTS
FOR THE PERIODS ENDING DECEMBER 31, 2024 AND 2023

NOTE 1 – NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES (Continued)

restricted net assets are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Investments

The Organization has adopted SFAS No 124, "Accounting for Certain Investments Held by Not-for-Profit Organizations". Under SFAS No 124, investments in marketable securities with readily determinable fair market values and all investments in debt securities are valued at their fair market values in the statement of financial position. Unrealized gains and losses are included in the Statements of Changes in Net Assets.

Inventory

Inventory, consisting of books and other orangutan-related items, is stated at the lower of cost or market value.

Tax Status

The organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code, as amended, and is exempt from California Franchise Tax under Section 23701(d) of the State Revenue and Taxation Code. In addition, the Organization qualifies for the charitable deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a)(2)

Estimates

The preparation of financial statements in conformity with United States 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 and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Expenses Allocation

The costs of providing the programs and supporting services have been summarized on a functional basis in the Statement of Activities and in the Statement of Functional Expenses. Certain costs have been allocated among the programs and the supporting services bases on ratios determined by management.

Foreign Operations

The Organization helps operate and maintain an Orangutan preserve in Tanjung Puting Reserve in Central Borneo in Indonesia. To help fund this activity, the Organization maintains bank accounts in Indonesia which are used to fund operating expenses and is funded on as needed basis to cover expenses as incurred. Minimal cash balances are held which minimizes any foreign currency risk.

ORANGUTAN FOUNDATION INTERNATIONAL
NOTES TO FINANCIAL STATEMENTS
FOR THE PERIODS ENDING DECEMBER 31, 2024 AND 2023

NOTE 1 – NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES (Continued)

Donated Services, Materials and Equipment

Donated services are recognized as contributions in accordance with SFAS No 116, *Accounting for Contributions Received and Contributions Made*, if the services (a) create or enhance non-financial assets or (b) require specialized skills, and would otherwise be purchased by the Organization.

Donated materials are recorded as contributions and expenses at their estimated fair value at the date of donation.

Donations of equipment are recorded as contributions at their estimated fair value at the date of donation. Such donations are reported as increases in unrestricted net assets unless the donor has restricted the donated asset to a specific purpose.

New Accounting Pronouncements

In March 2023, the Financial Accounting Standards Board (FASB) issued ASU 2023-01, *Leases*, which amends the requirements for the identification and accounting for leases. The pronouncement is effective for annual periods in fiscal years beginning after December 15, 2023. Currently, the organization has no leases meeting the requirements for this change in accounting.

NOTE 2 – INVESTMENT INCOME

Current assets include certificates of deposits with terms greater than three months but less than one year of \$70,718 and \$67,681 at December 31, 2024 and 2023, respectively. Also, included in current assets are mutual funds with a value of \$391,091 and 322,477 at December 31, 2024 and 2023, respectively.

Long – term investments are presented in the financial statements at fair market value and consist of the following:

Corporate Stock:	Fair Market Value	Prior Year Value	Unrealized Gain (Loss)
December 31, 2024	\$658,914	\$510,442	\$ 203,672
December 31, 2023	\$510,442	\$356,403	\$ 200,151

Investment return is summarized as follows:

Investment Income:	2024	2023
Interest and dividends	\$ 15,860	\$ 14,140
Realized gain (loss) on investments	1,536	228
Unrealized gain/(loss) on investments	203,672	200,151
Total	<u>\$ 221,068</u>	<u>\$ 214,519</u>

See Independent auditor's report.

ORANGUTAN FOUNDATION INTERNATIONAL
NOTES TO FINANCIAL STATEMENTS
FOR THE PERIODS ENDING DECEMBER 31, 2024 AND 2023

NOTE 3 – PROPERTY AND EQUIPMENT

All acquisition of property and equipment in excess of \$1,000 and all expenditures for repairs, maintenance, renewals, and betterments that materially prolong the useful lives of the assets are capitalized. Property and equipment are carried at cost and are depreciated using the straight-line method over the estimated useful life of the asset.

	Method	Estimated Useful lives (Years)	2024	2023
Equipment	Straight-line	5-7	\$ 477,987	\$ 474,288
Software	Straight-line	5	20,551	20,551
Building	Straight-line	10-20	35,877	35,877
Vehicle	Straight-line	5	174,013	174,013
			<u>708,428</u>	<u>704,729</u>
Less accumulated depreciation			<u>(643,727)</u>	<u>(579,547)</u>
			64,701	125,182
Land			3,438,699	3,307,494
Art Collection			<u>13,500</u>	<u>13,500</u>
			<u><u>\$ 3,516,900</u></u>	<u><u>\$ 3,446,176</u></u>

Depreciation expense for the years ended December 31, 2024 and 2023 was \$64,180 and \$66,813, respectively.

The organization has funded land purchases, consisting of several parcels in close proximity to the care center and quarantine supported by the organization, is located on the island of Kalimantan, Indonesia. Because Indonesian law will allow only Indonesian citizens to own land there, Mr. Pak Bohap, a member of the board, holds title to five of the parcels. Dr. Birute Galdikas, President of the board, holds title to the other parcels. A memorandum of understanding exists between Mr. Bohap and the Organization and between Dr. Galdikas and the Organization that they and their heirs are holding land in trust for Orangutan Foundation International until such time as Indonesian law will allow foreign organizations to hold title. During 2008 through 2024, the Organization has been funding purchases of land adjacent to the care center to protect the current land usage from being converted to palm oil plantations or rubber plantations. In 2024, the organization expended \$131,205 for advances for such purchases.

ORANGUTAN FOUNDATION INTERNATIONAL
NOTES TO FINANCIAL STATEMENTS
FOR THE PERIODS ENDING DECEMBER 31, 2024 AND 2023

NOTE 4 –NET ASSETS WITH DONOR RESTRICTIONS

The net assets with donor restrictions of the Organization are available for the following purposes:

	<u>2024</u>	<u>2023</u>
Purpose restrictions		
Construction	\$ 21,937	\$ 21,937
Land purchases	<u>210,094</u>	<u>341,299</u>
 Total	 <u>\$232,031</u>	 <u>\$363,236</u>

NOTE 5 – NET ASSETS RELEASED FROM RESTRICTIONS

There were \$131,205 in net assets released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrences of other events specified by donors during 2024.

NOTE 6 – LIQUIDITY

As of December 31, 2024 the organization held \$4,331,658 in liquid cash and investments available to cover ongoing expenses. This represents approximately 1.9 years of operating expenses based on the fiscal year 2024 run rate. There are no long term debt obligations; therefore given prior year donation history and operating reserves, the organization does not anticipate any liquidity short falls within at least the current year.

NOTE 7 – COMMITMENTS

On June 1, 2010, the organization entered into an open-ended lease for its administrative offices. Rental payments under this lease were \$1,318 per month effective May 2019. This lease is subject to a two month notice of termination.

NOTE 8 – FAIR VALUE MEASUREMENTS

The Accounting Standard Codification requirement of Fair Value Measurements and Disclosures, applies to all financial instruments and all nonfinancial assets and liabilities that are being measured and reported on a fair value basis. It establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This 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 consists of observable inputs other than quoted prices for identical assets, such as quoted prices for similar assets or liabilities, or other inputs that can be corroborated by observable market data for substantially the full term of the assets or liabilities.

ORANGUTAN FOUNDATION INTERNATIONAL
NOTES TO FINANCIAL STATEMENTS
FOR THE PERIODS ENDING DECEMBER 31, 2024 AND 2023

NOTE 8 – FAIR VALUE MEASUREMENTS (continued)

Level 3 inputs are unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities. Level 3 assets and liabilities include financial instruments whose value is determined using pricing models, discounted cash flow methodologies, or other valuation techniques, as well as instruments for which the determination of fair value requires significant management judgment or estimation.

The following table represents assets and liabilities reported on the statement of financial position at their fair value as of December 31, 2024 and 2023 by level within the fair value measurement hierarchy.

		<u>Fair Value Measurements at Reporting Date Using</u>		
		<u>Quoted Prices in</u>	<u>Significant</u>	<u>Significant</u>
		<u>Active Markets</u>	<u>Other</u>	<u>Unobservable</u>
		<u>for Identical</u>	<u>Observable</u>	<u>inputs</u>
		<u>Assets</u>	<u>Inputs</u>	
<u>Description</u>	<u>Amount</u>	<u>(Level 1)</u>	<u>(Level 2)</u>	<u>(Level 3)</u>
2024				
Certificates of Deposit	\$ 70,718	-	70,718	-
Corporate Stock	<u>1,050,005</u>	<u>1,050,005</u>	-	-
Total	<u>\$ 1,120,723</u>			
2023				
Certificates of Deposit	\$ 67,681	-	67,681	-
Corporate Stock	<u>832,920</u>	<u>832,920</u>	-	-
Total	<u>\$ 900,601</u>			

For the remaining current assets and current liabilities, the carrying amounts approximate fair value because of the short maturity of these instruments.

NOTE 9 - SUBSEQUENT EVENTS

The Organization did not have any subsequent events through December 23, 2025, which is the date the financial statements were available to be issued for events requiring recording or disclosure in the financial statements for the years ended December 31, 2024 and 2023.

See Independent auditor's report.