

SHARE AND CARE FOUNDATION FOR INDIA

FINANCIAL STATEMENTS

DECEMBER 31, 2019 AND 2018



SOBEL & CO. LLC

CERTIFIED PUBLIC ACCOUNTANTS & ADVISORS

SHARE AND CARE FOUNDATION FOR INDIA

DECEMBER 31, 2019 AND 2018

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INDEPENDENT AUDITORS' REPORT

To the Board of Trustees
Share and Care Foundation for India
Rochelle Park, New Jersey

Report on the Financial Statements

We have audited the accompanying financial statements of Share and Care Foundation for India ("Foundation"), which comprise the statement of financial position as of December 31, 2019, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the year then ended, and the related notes to 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 audit. We conducted our audit 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 auditors consider internal control relevant to the Foundation'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 Foundation'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.

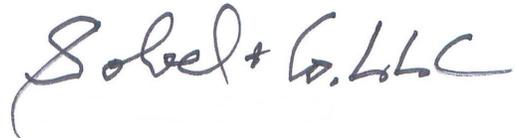
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Share and Care Foundation for India as of December 31, 2019, 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.

Report of Summarized, Comparative Information

We have previously audited the Foundation's 2018 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated May 28, 2019. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2018, is consistent, in all material respects, with the audited financial statements from which it has been derived.



Certified Public Accountants

Livingston, New Jersey
August 18, 2020

SHARE AND CARE FOUNDATION FOR INDIA**STATEMENT OF FINANCIAL POSITION****(With Summarized, Comparative Totals for the Year Ended December 31, 2018)**

	December 31, 2019			2018 Totals
	Without Donor Restrictions	With Donor Restrictions	Total	
ASSETS				
Cash and cash equivalents	\$ (380,156)	\$ 1,012,945	\$ 632,789	\$ 1,326,816
Investments, at fair value	2,506,200	-	2,506,200	1,542,340
Pledges receivable	-	24,800	24,800	156,550
Security deposit	4,600	-	4,600	-
Prepaid expenses	3,036	-	3,036	1,131
Office equipment, net	-	-	-	253
Total Assets	<u>\$ 2,133,680</u>	<u>\$ 1,037,745</u>	<u>\$ 3,171,425</u>	<u>\$ 3,027,090</u>
LIABILITIES AND NET ASSETS				
LIABILITIES:				
Grants and donations pledged	<u>\$ -</u>	<u>\$ 430,005</u>	<u>\$ 430,005</u>	<u>\$ 524,854</u>
COMMITMENTS AND CONTINGENCIES				
NET ASSETS	<u>2,133,680</u>	<u>607,740</u>	<u>2,741,420</u>	<u>2,502,236</u>
Total Liabilities and Net Assets	<u>\$ 2,133,680</u>	<u>\$ 1,037,745</u>	<u>\$ 3,171,425</u>	<u>\$ 3,027,090</u>

SHARE AND CARE FOUNDATION FOR INDIA
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED DECEMBER 31, 2019
(With Summarized, Comparative Totals for the Year Ended December 31, 2018)

	Year Ended December 31, 2019			2018 Totals
	Without Donor Restrictions	With Donor Restrictions	Total	
Revenue and Other Support:				
Contributions	\$ 194,888	\$ 927,525	\$ 1,122,413	\$ 830,137
Fundraising	467,205	150,484	617,689	718,017
Investment income	55,404	-	55,404	47,366
Net realized and unrealized gains (losses) on investments	148,533	-	148,533	(124,512)
Total revenue	866,030	1,078,009	1,944,039	1,471,008
Net Assets Released from Restrictions:				
Satisfaction of time and expense restrictions	1,205,721	(1,205,721)	-	-
Total Revenue and Other Support	2,071,751	(127,712)	1,944,039	1,471,008
Expenses:				
Program services	1,503,320	-	1,503,320	1,289,897
Support services:				
Management and general	84,855	-	84,855	78,861
Fundraising	116,680	-	116,680	145,433
Total Support Services	201,535	-	201,535	224,294
Total Expenses	1,704,855	-	1,704,855	1,514,191
Changes in Net Assets	366,896	(127,712)	239,184	(43,183)
NET ASSETS:				
Beginning of year	1,766,784	735,452	2,502,236	2,545,419
End of year	\$ 2,133,680	\$ 607,740	\$ 2,741,420	\$ 2,502,236

SHARE AND CARE FOUNDATION FOR INDIA
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2019

	Program Services				Total Program Services	Support Services		Total Program and Support Services
	Education	Healthcare	Welfare	Other		Management and General	Fundraising	
Funding grants - SCF	\$ 260,247	\$ -	\$ -	\$ 220,842	\$ 481,089	\$ -	\$ -	\$ 481,089
Funding grants - other organizations	532,665	231,875	16,000	68,500	849,040	-	-	849,040
Payroll, payroll taxes and benefits	59,938	17,528	1,209	21,872	100,547	28,326	-	128,873
Payroll processing	-	-	-	-	-	952	-	952
Accounting fees	-	-	-	-	-	14,600	-	14,600
Advertising	26,931	7,875	543	9,827	45,176	-	41,690	86,866
Telephone	-	-	-	-	-	2,662	-	2,662
Postage and shipping	-	-	-	-	-	621	-	621
Rent	6,976	2,040	141	2,546	11,703	3,297	-	15,000
Special event costs	-	-	-	-	-	-	72,358	72,358
Printing	9,398	2,748	190	3,429	15,765	4,441	-	20,206
Meals and entertainment	-	-	-	-	-	547	1,340	1,887
Insurance	-	-	-	-	-	3,399	1,292	4,691
Office expenses	-	-	-	-	-	3,868	-	3,868
Bank charges	-	-	-	-	-	6,435	-	6,435
Computer expenses	-	-	-	-	-	6,513	-	6,513
Bad debt	-	-	-	-	-	2,000	-	2,000
Miscellaneous	-	-	-	-	-	6,941	-	6,941
Total before Depreciation	896,155	262,066	18,083	327,016	1,503,320	84,602	116,680	1,704,602
Depreciation	-	-	-	-	-	253	-	253
Total Functional Expenses	\$ 896,155	\$ 262,066	\$ 18,083	\$ 327,016	\$ 1,503,320	\$ 84,855	\$ 116,680	\$ 1,704,855

The accompanying notes are an integral part of these financial statements.

SHARE AND CARE FOUNDATION FOR INDIA
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2018

	Program Services				Total Program Services	Support Services		Total Program and Support Services
	Education	Healthcare	Welfare	Other		Management and General	Fundraising	
Funding grants - SCF	\$ 341,653	\$ -	\$ 794	\$ 179,434	\$ 521,881	\$ -	\$ -	\$ 521,881
Funding grants - other organizations	436,359	111,532	27,000	30,833	605,724	-	-	605,724
Payroll, payroll taxes and benefits	70,231	10,068	2,509	18,981	101,789	23,127	-	124,916
Payroll processing	-	-	-	-	-	1,067	-	1,067
Accounting fees	-	-	-	-	-	14,600	-	14,600
Advertising	23,278	3,337	831	6,291	33,737	-	79,432	113,169
Telephone	-	-	-	-	-	2,108	-	2,108
Postage and shipping	-	-	-	-	-	998	-	998
Rent	8,045	1,153	287	2,174	11,659	3,941	-	15,600
Special event costs	-	-	-	-	-	-	64,224	64,224
Printing	10,424	1,494	372	2,817	15,107	4,839	-	19,946
Meals and entertainment	-	-	-	-	-	393	611	1,004
Insurance	-	-	-	-	-	3,269	1,166	4,435
Office expenses	-	-	-	-	-	3,827	-	3,827
Bank charges	-	-	-	-	-	5,855	-	5,855
Computer expenses	-	-	-	-	-	7,914	-	7,914
Miscellaneous	-	-	-	-	-	6,587	-	6,587
Total before Depreciation	889,990	127,584	31,793	240,530	1,289,897	78,525	145,433	1,513,855
Depreciation	-	-	-	-	-	336	-	336
Total Functional Expenses	\$ 889,990	\$ 127,584	\$ 31,793	\$ 240,530	\$ 1,289,897	\$ 78,861	\$ 145,433	\$ 1,514,191

SHARE AND CARE FOUNDATION FOR INDIA
STATEMENTS OF CASH FLOWS

	Year Ended December 31,	
	2019	2018
CASH FLOWS (USED FOR) PROVIDED BY:		
<u>OPERATING ACTIVITIES:</u>		
Changes in net assets	\$ 239,184	\$ (43,183)
Adjustments to reconcile changes in net assets to net cash provided by (used for) operating activities:		
Net realized and unrealized (gains) losses on investments	(148,533)	124,512
Bad debt	2,000	-
Donated securities	-	(941)
Depreciation	253	336
Changes in certain assets and liabilities:		
Pledges receivable	129,750	(143,399)
Security deposit	(4,600)	3,899
Prepaid expenses	(1,905)	(1,131)
Grants and donations pledged	(94,849)	(167,576)
Net Cash Provided by (Used for) Operating Activities	<u>121,300</u>	<u>(227,483)</u>
<u>INVESTING ACTIVITIES:</u>		
Proceeds from sale of investments	1,193,665	1,696,682
Purchase of investments	(2,008,992)	(1,558,932)
Net Cash (Used for) Provided by Investing Activities	<u>(815,327)</u>	<u>137,750</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(694,027)	(89,733)
CASH AND CASH EQUIVALENTS:		
Beginning of year	<u>1,326,816</u>	<u>1,416,549</u>
End of year	<u><u>\$ 632,789</u></u>	<u><u>\$ 1,326,816</u></u>

SHARE AND CARE FOUNDATION FOR INDIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019 AND 2018

NOTE 1 - NATURE OF ACTIVITIES:

Share and Care Foundation for India (“Foundation”), established in 1982, is a 501(c)(3) nonprofit, voluntary, charitable foundation. The primary purpose of the Foundation is to enhance the lives of underprivileged Indian women and children by supporting programs in the fields of primary healthcare and education. Our youth development and women empowerment programs will bring economic and social benefits to all strata of Indian society. Quality of education is a key aspect of our efforts. Our teaching initiatives would be ineffective without proper healthcare which, therefore, is a significant priority for us.

The Foundation also helps with in-kind donations to needy people by collecting and shipping used clothing, medical equipment, computers, and educational supplies for distribution to various hospitals and social welfare foundations in India, where they receive such donations.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Basis of Accounting:

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

Comparative Information:

The financial statements include certain prior-year summarized, comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Foundation’s financial statements for the year ended December 31, 2018, from which the summarized information was derived.

Financial Statement Presentation:

Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Foundation and changes therein are classified and reported as follows:

Net Assets without Donor Restrictions - Net assets not subject to donor-imposed stipulations.

SHARE AND CARE FOUNDATION FOR INDIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019 AND 2018

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Financial Statement Presentation: (continued)

Net Assets with Donor Restrictions - Net assets subject to donor-imposed stipulations that may or will be met, either by actions of the Foundation and/or the passage of time. Also, net assets can be subject to donor-imposed stipulations that they are to be maintained permanently by the Foundation. Generally, the donors of these assets permit the Foundation to use all or part of the income earned on any related investments for general or specific purposes. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities and changes in net assets as net assets released from restrictions.

Cash and Cash Equivalents:

For financial statement purposes, money market funds are considered to be cash equivalents as well as certificates of deposit maturing within three months or less.

Investments and Fair Value:

Fair value measurements are defined as the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. There are three defined hierarchical levels based on the quality of inputs used that directly relate to the amount of subjectivity associated with the determination of fair value.

The fair value hierarchy defines the three levels as follows:

- Level 1:** Valuations based on quoted prices (unadjusted) in an active market that are accessible at the measurement date for identical assets or liabilities. The fair value hierarchy gives the highest priority to Level 1 inputs.
- Level 2:** Valuations based on observable inputs other than Level 1 prices such as: quoted prices for similar assets or liabilities; quoted prices in inactive markets; or model-derived valuations in which all significant inputs are observable or can be derived principally from, or corroborated by, observable market data.
- Level 3:** Valuations based on unobservable inputs when little or no market is available. The fair value hierarchy gives lowest priority to Level 3 inputs.

Gains and losses, both realized and unrealized, resulting from increases or decreases in the fair value of investments are reflected in the statement of activities and changes in net assets as increases or decreases in net assets without donor restrictions unless the use was restricted by explicit donor stipulations or by law.

SHARE AND CARE FOUNDATION FOR INDIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019 AND 2018

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Investments and Fair Value: (continued)

The fair values of investments are as follows:

Certificates of deposit – Deposits are valued based on comparable certificates of deposit issued by the bank or similar institution or similar marketplaces. Certificates of deposit maturing within three months of year-end are classified as cash and cash equivalents as of year-end.

Mutual funds – Valued at the net asset value of shares held by the Foundation at year-end.

Exchange-traded funds – Shares in funds traded on national securities exchanges are valued at the closing price reported in the active market in which the individual securities are traded.

Office Equipment:

Purchased office equipment is capitalized at cost. Donated assets are capitalized at the estimated fair value at time of receipt. During the fiscal years ended December 31, 2019 and 2018, no assets were donated. Property and equipment are depreciated using the straight-line method over the estimated useful lives. In the absence of donor-imposed restrictions on the use of the asset, gifts or long-lived assets are reported as net assets without donor restrictions.

Contributions:

The Foundation recognizes contributions as revenue when they are received or unconditionally pledged and records these revenues as unrestricted or restricted support according to donor stipulations that limit the use of these assets due to time or purpose restrictions. When a donor restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities and changes in net assets as net assets released from restrictions. Contributions with restrictions that are released in the same reporting period as they are received are reported as net assets without donor restrictions.

Donated Goods and Services:

In the normal course of business, the Foundation may receive contributed services from volunteers, including officers and Trustees, who donate their services to support fundraising and administrative activities. The value of this contributed time is not reflected in these financial statements as it does not meet the requirements of recognition under accounting principles generally accepted in the United States of America. The Foundation received \$16,550 and \$18,050 in respect of advertisement services for the years ended December 31, 2019 and 2018, respectively. Noncash donations are recorded at their estimated fair values at the date of donation. The Foundation uses market value of similar goods and services or materials, to estimate fair value. There were no donated goods for the years ended December 31, 2019 and 2018. The items are distributed when they are expensed at the same value.

SHARE AND CARE FOUNDATION FOR INDIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019 AND 2018

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Advertising:

All advertising costs are expensed in the year they are incurred. During the years ended December 31, 2019 and 2018, the Foundation recorded approximately \$87,000 and \$113,000 of advertising expenses, respectively.

Income Taxes:

The Foundation is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and, accordingly, is not liable for federal or state income taxes. The Foundation follows standards that provide clarification on accounting for uncertainty in income taxes recognized in the Foundation's financial statements. The guidance prescribes a recognition threshold and measurement attribute for the recognition and measurement of a tax position taken, or expected to be taken, in a tax return, and also provides guidance on derecognition, classification, interest and penalties, disclosure and transition. The Foundation's policy is to recognize interest and penalties on unrecognized tax benefits in income tax expense. No interest and penalties were recorded during 2019 and 2018. At December 31, 2019 and 2018, there are no significant income tax uncertainties.

Use of Estimates:

In preparing financial statements in conformity with accounting principles generally accepted in the United States of America, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements, and revenues and expenses during the reporting period. Actual results could differ from those estimates.

Recent Accounting Pronouncements:

The Financial Accounting Standards Board issued an accounting pronouncement, *Leases*, which requires lessees to recognize a right-of-use asset and lease liability on the balance sheet for all leases with a term longer than 12 months. Under this pronouncement, a modified retrospective transition approach is required, and the new standard is applied to all leases existing at the date of initial application. The new standard is effective for annual periods beginning after December 15, 2021. The Organization is currently evaluating the effect the new standard will have on the financial statements.

Subsequent Events:

The Foundation has evaluated its subsequent events and transactions occurring after December 31, 2019 through August 18, 2020, the date that the financial statements were available to be issued.

SHARE AND CARE FOUNDATION FOR INDIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019 AND 2018

NOTE 3 - PLEDGES RECEIVABLE:

Pledges receivable as of December 31, 2019 and 2018, were \$24,800 and \$156,550, respectively. Pledges by members are due based on the terms of the pledge. Such pledges receivable are periodically reviewed by management for collectability. The Foundation determined that an allowance for doubtful accounts was not necessary for the years ended December 31, 2019 and 2018. All amounts are due within one year.

NOTE 4 - INVESTMENTS:

Investments at fair value are as follows:

	December 31, 2019	
	Cost	Fair Value
Certificates of deposit	\$ 1,661,868	\$ 1,679,593
Mutual funds	1,307	1,307
Exchange-traded funds	680,858	825,300
	\$ 2,344,033	\$ 2,506,200

	December 31, 2018	
	Cost	Fair Value
Certificates of deposit	\$ 817,000	\$ 826,191
Mutual funds	1,285	1,285
Exchange-traded funds	681,125	714,864
	\$ 1,499,410	\$ 1,542,340

The following tables set forth by level, within the fair value hierarchy, the Foundation's investments at fair value:

FAIR VALUE MEASUREMENTS
AS OF DECEMBER 31, 2019

	LEVEL 1	LEVEL 2	LEVEL 3	TOTAL
Certificates of deposit	\$ -	\$ 1,679,593	\$ -	\$ 1,679,593
Mutual funds	1,307	-	-	1,307
Exchange-traded funds	825,300	-	-	825,300
Investments at Fair Value	\$ 826,607	\$ 1,679,593	\$ -	\$ 2,506,200

SHARE AND CARE FOUNDATION FOR INDIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019 AND 2018

NOTE 4 - INVESTMENTS: (Continued)

	<u>FAIR VALUE MEASUREMENTS</u>			
	<u>AS OF DECEMBER 31, 2018</u>			
	<u>LEVEL 1</u>	<u>LEVEL 2</u>	<u>LEVEL 3</u>	<u>TOTAL</u>
Certificates of deposit	\$ -	\$ 826,191	\$ -	\$ 826,191
Mutual funds	1,285	-	-	1,285
Exchange-traded funds	714,864	-	-	714,864
Investments at Fair Value	<u>\$ 716,149</u>	<u>\$ 826,191</u>	<u>\$ -</u>	<u>\$ 1,542,340</u>

NOTE 5 - OFFICE EQUIPMENT:

Office equipment is comprised of the following:

	<u>Useful Life</u>	<u>December 31,</u>	
		<u>2019</u>	<u>2018</u>
Office equipment	5 Years	\$ 7,467	\$ 7,467
Less: Accumulated depreciation		<u>7,467</u>	<u>7,214</u>
Office Equipment, Net		<u>\$ -</u>	<u>\$ 253</u>

NOTE 6 - NET ASSETS WITH DONOR RESTRICTIONS:

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

	<u>December 31,</u>	
	<u>2019</u>	<u>2018</u>
Education	\$ 241,632	\$ 369,344
Disaster relief	225,200	225,200
Donor advisory	<u>140,908</u>	<u>140,908</u>
Total Net Assets with Donor Restrictions	<u>\$ 607,740</u>	<u>\$ 735,452</u>

Net assets released from time and use restrictions for the years ended December 31, 2019 and 2018, amounted to \$1,205,721 and \$1,095,147, respectively.

SHARE AND CARE FOUNDATION FOR INDIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019 AND 2018

NOTE 7 - FUNCTIONAL ALLOCATION OF EXPENSES:

Costs of providing the Foundation's program services, management and general, and fundraising activities are separately summarized in the statements of functional expenses. Accordingly, certain costs have been allocated among program services, management and general, and the fundraising activities benefited. Management and general costs include those expenses that are not directly identifiable with any other specific function but do provide for the overall support and direction of the Foundation. Salaries and benefits, advertising, rent, and printing are allocated based on time and effort. All other expenses are based on the direct-costing method.

NOTE 8 - COMMITMENTS AND CONTINGENCIES:

The Foundation rents office space under an operating lease expiring on October 31, 2024, with lease payments escalating from \$2,300 to \$2,350 over the lease term. Rent expense amounted to \$15,000 and \$15,600 for the years ended December 31, 2019 and 2018, respectively.

Future minimum lease payments due under existing lease agreements for office space as of December 31, 2019, are as follows:

<u>Year Ending December 31,</u>	
2020	\$ 27,600
2021	27,750
2022	28,200
2023	28,200
2024	21,150
	<u>\$ 132,900</u>

NOTE 9 - SIGNIFICANT RISKS AND UNCERTAINTIES:

The Foundation is actively monitoring the recent COVID-19 outbreak and its potential impact on the employees, volunteers, donors, clients, and operations. It is not known at this time how much effect the virus will have on operations and/or financial results. The potential impact of COVID-19 is not foreseeable due to various uncertainties, including the severity of the disease, the duration of the outbreak, and actions that may be taken by governmental authorities.

SHARE AND CARE FOUNDATION FOR INDIA
NOTES TO FINANCIAL STATEMENTS
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NOTE 10 - CONCENTRATIONS OF RISK:

Financial instruments that expose the Foundation to concentrations of credit risk consist primarily of cash and cash equivalents, and investments. The Foundation maintains its cash and cash equivalents in accounts with federally insured institutions. At times, the balances in these accounts may be in excess of federally insured limits.

Considerable balances of the Foundation's investments are concentrated in certificates of deposit and exchange-traded funds, which are exposed to various risks, such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the value of investment securities will occur in the near term and those changes could materially affect the amounts reported in the statement of financial position.

Grants and donations are made by members and other charitable foundations. As of December 31, 2019, three foundations contributed approximately 61% of net amounts outstanding, while as of December 31, 2018, one foundation contributed approximately 39% of net amounts outstanding.

NOTE 11 - LIQUIDITY AND AVAILABILITY:

The following represents the Foundation's financial assets, reduced by amounts not available for general use within one year of the statement of financial position date because of contractual or donor-imposed restrictions or internal designations. Amounts available include donor-restricted amounts that are available for general expenditure in the following year.

	December 31,	
	2019	2018
Cash and cash equivalents	\$ 632,789	\$ 1,326,816
Investments (level one)	826,607	716,149
Pledges receivable	24,800	156,550
Total financial assets	<u>1,484,196</u>	<u>2,199,515</u>
Less amounts not available to be used within one year:		
Net assets with donor restrictions	<u>(607,740)</u>	<u>(735,452)</u>
Financial assets available to meet general expenditures over the next 12 months	<u>\$ 876,456</u>	<u>\$ 1,464,063</u>

SHARE AND CARE FOUNDATION FOR INDIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019 AND 2018

NOTE 11 - LIQUIDITY AND AVAILABILITY: (Continued)

The Foundation has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. As part of its liquidity plan, excess cash is invested in short-term investments, such as money market accounts and level one investments. The Foundation also has Level 2 investments consisting of certificates of deposit that could be liquidated, if necessary. At December 31, 2019 and 2018, certificates of deposit were approximately \$1,680,000 and \$826,000, respectively.