THE LELT FOUNDATION INC.

FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

THE LELT FOUNDATION INC.
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YEAR ENDED DECEMBER 31, 2023

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Trustees of
The Lelt Organization Inc.
243 Riverside Drive #MZ2
New York, NY 10025

Dear Board Members:

I have reviewed the accompanying financial statements of The Lelt Foundation Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2023 and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of entity management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, I do not express such an opinion.

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.

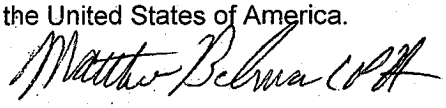
Accountant's Responsibility

My responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require me to perform procedures to obtain limited assurance as a basis for reporting whether I am aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. I believe that the results of my procedures provide a reasonable basis for my conclusion.

I am required to be independent of The Lelt Foundation Inc. and to meet my other ethical responsibilities, in accordance with the relevant ethical requirements related to my review.

Accountant's Conclusion

Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.



Matthew Bobman CPA
New York, NY

July 19, 2024

THE LELT FOUNDATION INC.
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2023

ASSETS	
Current Assets:	
Cash	$ 683,036
Loan Receivable-Current Portion	1,800
Total Current Assets	684,836
Loan Receivable-Long Term Portion	$ 14,564
TOTAL ASSETS	$ 699,400
LIABILITIES AND NET ASSETS	
Current Liabilities:	
Accrued Expenses	$ 463
Total Liabilities	463
Net Assets Without Donor Restrictions	698,937
Total Net Assets	698,937
TOTAL LIABILITIES AND NET ASSETS	$ 699,400

See accompanying notes to financial statements.

THE LELT FOUNDATION INC.
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2023

Support:	
Sponsorship	$ 89,787
Foundation Donations	20,000
Board Donations	74,800
General Donations	201,686
Noncash Donation	3,600
Interest Income	909
Total Support	390,782
Expenses:	
Management	16,007
Fundraising	1,832
Programming	270,714
Total Expenses	288,553
Change in Net Assets from Operations	102,229
Net Assets Beginning of Year	596,708
Net Assets End of Year	$ 698,937

See accompanying notes to financial statements.

THE LELT FOUNDATION INC.
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2023

	Total	Management	Fundraising	Aid to Lelt, Addis Ababa
Marketing Expenses:				
Travel	$ 981	$ -	$ 785	$ 196
Advertising/Web Site	757	-	568	189
Total	$ 1,738	$ -	$ 1,353	$ 385
Administrative Expenses:				
Office Expenses	$ 507	$ 380	$ -	$ 127
Postage	462	$ 254	$ 116	$ 92
Professional Fees	8,565	8,565	-	-
Bookkeeping	3,600	2,880	-	720
Bank Charges	3,883	3,883	-	-
Communication	453	45	363	45
Total	$ 17,470	$ 16,007	$ 479	$ 984
Operational Expenses:				
Programming Services	$ -	$ -	$ -	
Ethiopia Rent	-	-	-	
Programming Costs	269,345	-	-	269,345
Total	$ 269,345	$ -	$ -	$ 269,345
Grand Total	$ 288,553	$ 16,007	$ 1,832	$ 270,714

See accompanying notes to financial statements.

THE LELT FOUNDATION INC.
STATEMENT OF CASH FLOW
YEAR ENDED DECEMBER 31, 2023

Cash flows from Operating Activities	
Change in Net Assets	$ 102,229
Adjustments to Reconcile Change in Net Assets to Net Cash Provided from Operatiing Activities	-
Changes in Operating Assets and Liabilities	
Donations Receivable	
Loan Receivable-Current Portion	(1,800)
Accrued Expenses	(28)
Net Cash Provided By Operating Activities	100,401
Cash Used By Investing Activities:	
Increase in Loan Receivable-Long Term	14,564
Net Increase in Cash	85,837
Cash at Beginning of Year	597,199
Cash at End of Year	$ 683,036

See accompanying notes to financial statements.

Note 1- Organization:

The Lelt Foundation Inc. "The Organization" is a nonprofit organization under Section 501 (c)(3) of the Internal Revenue Code. It was originally founded in September 26th, 2011. It is dedicated to improving the safety and quality of life for disadvantaged families in Addis Ababa, Ethiopia. The aid is limited to the residents of Lelt, a neighborhood in Addis Ababa and Hosanna, which is a sister community. This is done through orphan care, education, entrepeneurship programs and child sponsorships.

Note 2- Summary of Significant Accounting Policies:

Accounting Method:

The Organization is reporting its financial statements on an accrual basis.

Basis of presentation:

The Organization is required to present its financial statements according to two classes of net assets, net assets with donor restrictions and net assets without donor restrictions. There are no net assets with donor restrictions at December 31, 2023.

Without Donor Restrictions:

Net assets available for use in general operations and not subject to donor restrictions. Grants and contributions gifted for recurring programs are generally considered "restricted" under GAAP, though for internal reporting, The Organization tracks such grants and contributions to verify that the disbursement matches the intent. Assets restricted solely through the actions of the Board are reported as net assets without donor restrictions, board designated.

With Donor Restrictions:

Net assets subject to donor-imposed stipulations that are more restrictive than The Organization's mission and purpose. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Donor-imposed restrictions are released when the restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both. Other donor-imposed restrictions are perpetual in nature, when the donor stipulates that resources be maintained in perpetuity.

Use of estimates:

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Note 2- Summary of Significant Accounting Policies:

Contributions:

All contributions are recognized as revenue when received or unconditionally promised. Gifts of cash and other assets are classified as restricted support if received with donor stipulations that limit the use of the contributions. When such restrictions expire, that is, when a stipulated time restrictions ends or a purpose restriction is accomplished, restricted net assets are reclassified to unrestricted net assets and reclassified to unrestricted net assets and reported as assets released from restrictions. Restricted contributions are reported as unrestricted support when the restriction is met in the same period as the contribution is received or when appropriated for expenditure by the Board. Conditional promises to give are not recognized as revenue until the conditions are substantially met. Investments received as gifts are initially recorded at estimated fair value at the date of the donation.

Cash and Cash Equivalents:

Cash and cash equivalents include bank accounts subject to immediate withdrawal, money market accounts and highly liquid investments with an original maturity of three months or less.

Concentration of Credit Risk:

The Organization places its temporary cash investments with high credit quality financial institutions. At times, such investments may exceed insured limits of $250,000 by the Federal Deposit Insurance Corporation. At December 31, 2023, the Organization's did exceed these limits. Management has stated that they will get the balance under $250,000 in 2024.

Restricted Funds:

Restricted funds are contributions restricted by a donor for a particular operating purpose. They are deemed to be restricted and are recognized as revenue when pledged. All net assets are without restrictions as of December 31, 2023.

Functional Allocation of Expenses:

The costs of providing the Organization's programs and other activities have been summarized on a functional basis in the statement of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefitted, based on management's analysis of costs.

Marketing expenses were allocated based on a time involved with the process. Administrative expenses were allocated based on purpose. Operational expenses were considered entirely for programming.

Note 2- Summary of Significant Accounting Policies:

Financial Statement Presentation:

The financial statements are presented in accordance with the Statement of Financial Accounting Standard No. ASU 2016-14, "Financial Statement of Not-for-Profit Organizations" which requires the Organization to report information regarding its financial position and activities according to two classes of net assets: net assets with donor restrictions and net assets without donor restrictions.

Effective July 1, 2019, the Organization retroactively changed its accounting methods for revenue recognition and financial instruments as a result of implementing the requirements in the Financial Accounting Standard Board's Accounting Standards Codification (ASC) 606, Revenue from Contracts with Customers, and ASC 825-10, Financial Instruments—Overall. The new revenue recognition guidance requires the recognition of revenue when promised goods or services are transferred to customers in an amount that reflects the consideration to which the Organization expects to be entitled in exchange for those goods or services. The Organization adopted the requirements of the new revenue recognition guidance as of July 1, 2019, utilizing the invoice expedient method.
The Organization applied the following five step process to recognize revenue:
Step 1: Identified the contract with a customer.
Step 2: Identified the performance obligations in the contract.
Step 3: Determined the transaction price.
Step 4: Allocated the transaction price to the performance obligations in the contract.
Step 5: Recognized revenue when (or as) the entity satisfies a performance obligation.

The Organization used the core principals in ASC 606 in prior years. Because these principals were consistent with the Organization's previous revenue process, the transition to the new guidance did not result in any change in earnings. Therefore, no retrospective modifications were needed. There were no contracts with customers at the beginning and end of the year, and there was no revenue from contract with customers for the year ended December 31, 2023.

Note 3- Donations in-Kind:

The Organization had donations in-kind in 2023 of $3,600 that were for bookkeeping services. The Organization has volunteers that donate significant time to The Organization's activities. This value does not meet the criteria of being recognized as revenue.

Note 4- Related Party Transactions:

The Organization has no related party transactions.

Note 5-Unconditional Promises to Give:

There were no promises to give and funds at December 31, 2023.

Note 6- Commitments:

The Organization has no commitments or contingent liabilities as of statement date of December 31, 2023 as well as through the report date of July 19, 2024.

Note 7-Significant Contribution:

The Organization had one contributor who had specific contributions that were in excess of 10% of its total contributions.

Note 8- Donations Receivable:

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions. Donations receivable are amounts received in early 2024 that were pledged in late 2023. There were no donations receivable at December 31, 2023.

Note 9-Available Resources and Liquidity:

The Organization has $684,836 of financial assets available within one year of the balance sheet date to meet cash needs for general expenditures consisting of $683,036 of cash and $1,800 of loan receivable. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditures within one year of the balance sheet date.

The Organization has a goal to maintain financial assets, which consist of cash and donations receivable, on hand to meet 60 days of normal operating expenses, which are on the average, approximately $48,100. The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due.

In addition to the financial assets available to meet general expenditures over the next 12 months, The Organization anticipates collecting sufficient revenue to cover general expenditures not covered by any donor-restricted resources. Refer to the statement of cash flows, which identifies the sources and uses of The Organization's cash and shows positive cash generated by operations for the fiscal year ended 2023.

Note 10- Aid to Ethiopia:

The Organization has a working relationship with several organizations in Ethiopia that provide aid. Approximately $269,000 of aid was provided by The Organization in 2023. See Note 11.

In addition, The Organization gave an interest free loan to Tekalign Demissie for $16,364 starting on September 4, 2023. Repayment commences March 1, 2024. Tekalign Demissie manages Lelt's programs at the Suki Mariam community center in Ethiopia. (See Note 11). The loan gets paid back at the rate of $200 per month. This will be shown as a reduction of his consulting fee. No cash was exchanged.

The loan was for a residence relocation for Mr. Demissie. The discounts on those amounts were computed using risk-free interest rates applicable to the years in which the loan was received. Amortization of the discounts will be included in general donations.

Note 11-Working Relationship:

The Organization has hired a consulting firm, EGA Management and Financial Solutions (EGA), in Addis Ababa, Ethiopia. EGA is overseeing the financial records and operations of Lelt's projects with NGO's Trees of Glory, Anchor Ethiopia and Salu Self-Help Blind and Handicapped Association. EGA provides oversight and reconciles disbursements of funds that these organizations receive from Lelt Foundation to ensure that no funds are missing and are being disbursed appropriately. EGA is sending reports to The Organization on a timely basis.

The Organization works with Salu Self-Help Blind and Handicapped Association, Anchor Ethiopia and Trees of Glory, three nongovernmental organizations in Ethiopia. These organizations are unrelated to The Lelt Organization.

Note 12- Evaluation of Subsequent Events:

The Organization has evaluated subsequent events through July 19, 2024 the financial statement issue date. The financial statements include all events or transactions, including estimates, required to be recognized in accordance with accounting principles generally accepted in the United States of America.