JASMINE ROAD

AUDITED FINANCIAL STATEMENTS

JULY 31, 2025

JASMINE ROAD

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Jasmine Road
Greenville, South Carolina

Opinion

We have audited the accompanying financial statements of Jasmine Road (a not-for-profit organization), which comprise the statement of financial position as of July 31, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Jasmine Road as of July 31, 2025, 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.

Basis for Opinion

We conducted our audit in accordance with auditing standards 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 Jasmine Road and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management 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.

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 Jasmine Road ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

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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, internal omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, 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 Jasmine Road 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 Jasmine Road 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.

McKinley, Cooper & Co., LLC

Greenville, South Carolina
February 3, 2026

JASMINE ROAD

STATEMENT OF FINANCIAL POSITION
JULY 31, 2025

ASSETS		
Current Assets		
Cash and cash equivalents	$	1,047,245
Prepaid expenses		9,620
Total current assets		1,056,865
Property and Equipment		
Buildings		170,000
Equipment		182,736
Vehicles		68,956
Leasehold improvements		472,346
		894,038
Less: Accumulated Depreciation		(395,881)
Property and Equipment, net		498,157
Other assets		39,653
Total Assets	$	1,594,675
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts payable	$	8,860
Accrued expenses		13,549
Credit cards		34,104
Other liabilities		21,021
Total current liabilities		77,534
Total Liabilities		77,534
Net Assets		
Without Donor Restrictions		1,379,945
With Donor Restrictions		137,197
Total Net Assets		1,517,142
Total Liabilities and Net Assets	$	1,594,676

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

JASMINE ROAD

STATEMENT OF ACTIVITIES
YEAR ENDED JULY 31,2025

	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT, REVENUE, AND GAINS			
Contributions	$ 1,068,114	$ -	$ 1,068,114
Sales	708,083	-	708,083
Less cost of sales	(290,882)	-	(290,882)
Restricted tips	-	84,935	84,935
Program fees	700	-	700
Investment income	32,726	-	32,726
Total support, revenue, and gains	1,518,741	84,935	1,603,676
EXPENSES AND LOSSES			
Program services	1,379,575	-	1,379,575
Supporting services	97,861	-	97,861
Fundraising	130,309		130,309
Total expenses and losses	1,607,745	-	1,607,745
INCREASE (DECREASE) IN NET ASSETS	(89,004)	84,935	(4,069)
NET ASSETS, beginning of period	1,468,949	52,262	1,521,211
NET ASSETS, end of period	$ 1,379,945	$ 137,197	$ 1,517,142

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

JASMINE ROAD

STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JULY 31, 2025

	Program Services	Supporting Services	Fundraising	Total
Compensation/related expenses				
Compensation	$ 830,709	$ 36,486	$ 88,424	$ 955,619
Payroll taxes	67,152	2,792	6,724	76,668
Employee benefits	6,871	-	-	6,871
	904,732	39,278	95,148	1,039,158
Contract services	49,858	14,852	938	65,648
Business expenses/ licenses	2,067	-	-	2,067
Insurance	25,811	2,777	2,770	31,358
Depreciation	65,184	-	-	65,184
Volunteer training	1,200	-	-	1,200
Conferences and meetings	1,628	-	-	1,628
Special events	7,863	-	31,453	39,316
Facilities	117,571	-	-	117,571
IT expense	30,266	14,376	-	44,642
Office expense	59,145	26,578	-	85,723
Residential and social	114,250	-	-	114,250
Total expenses	$ 1,379,575	$ 97,861	$ 130,309	$ 1,607,745

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

JASMINE ROAD

STATEMENT OF CASH FLOWS
YEAR ENDED JULY 31, 2025

CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	$	(4,069)
Adjustments to reconcile change in net assets to net cash used in operating activities		
Depreciation		65,184
Decrease in deferred revenue		104,653
Decrease in accounts receivable		46,473
Decrease in prepaid expenses		23,338
Decrease in accounts payable		(913)
Decrease in accrued expenses		(35,837)
Increase in credit cards payable		17,818
Net Cash Provided By Operating Activities		216,647
NET INCREASE IN CASH		216,647
CASH, beginning of year		830,598
CASH, end of year	$	1,047,245

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of the Organization and Statement of Purpose
Jasmine Road, which is governed by an administrative board, is a not-for-profit organization exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code.

Jasmine Road was incorporated to offer adult women trapped in a cycle of sexual exploitation and addiction a path to freedom, a haven for healing, and the opportunity to flourish, leading to generational change and the betterment of the Greenville, South Carolina community. Jasmine Road provides direct-to- survivor services through a two-year transformational residential program.

Basis of Accounting
The accompanying financial statements have been prepared on the accrual basis of accounting, whereby revenues are recognized when earned and expenses are recognized when incurred.

Basis of Presentation
The financial statements are presented in accordance with Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 958-205, Not-for-Profit Entities, Presentation of Financial Statements and Accounting Standards Update ("ASU") 2016-14: Not-for-Profit Entities (Topic 958).

In accordance with ASU 2016-14, the Organization reports information regarding its financial position and activities depending on the existence of any donor restrictions. The classifications are as follows:

- Net assets without donor restrictions, and
- Net assets with donor restrictions.

ASU 2016-14 also requires not-for-profit entities to provide both qualitative and quantitative information on management of liquid available resources and ability to cover short-term cash needs within one year of the statement of financial position date.

Donor Imposed Restrictions
The Organization reports revenues and contributions as restricted or unrestricted depending on the existence and/or nature of any donor restrictions. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as restricted support. However, if a restriction is fulfilled in the same time period in which the contribution is received, the Organization reports the support as unrestricted.

Cash and Cash Equivalents
Jasmine Road considers all highly liquid investments with an original maturity of three months or less to be cash equivalents.

Fixed Assets
Fixed assets purchased are recorded at cost, and property, plant and equipment received as gifts are recorded at fair market value as of the date received. Jasmine Road capitalizes fixed assets costing or valued at $2,500 or more. Fixed assets are depreciated over their estimated useful economic lives, using the straight-line method. For assets retired or disposed of, cost and accumulated depreciation are removed from the accounts and any resulting gain or loss is reflected in income for the period. The cost of repairs and maintenance is charged to expense as incurred; significant improvements or renovations are capitalized.

Contributed Items
Contributed items are recorded at fair value at the date of donation. If donors stipulate how long the assets must be used, the contributions are recorded as restricted support. In the absence of such stipulations, contributions of property and equipment are recorded as unrestricted support.

Contributed Services
During the year ended July 31, 2025, volunteer hours were contributed by unpaid volunteers. No amounts have been recognized in the statement of activities because the criteria for recognition under FASB ASC 958-605 have not been satisfied.

Restricted and Unrestricted Revenue and Support
Contributions received are recorded as support with or without donor restrictions, 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), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statement of Activities as net assets released from restrictions. If a restriction is fulfilled in the same period in which the contribution is received, the Organization reports that support as unrestricted.

Income Tax Status
The Organization has obtained exemption from federal income taxes under Section 501(c)(3) of the Internal Revenue Code as an organization which is not a private foundation as well as eleemosynary corporation recognized in South Carolina. Therefore, no provision for income taxes has been included in the financial statements.

Financial Accounting Standards Board (FASB) ASC 740-10 prescribes a comprehensive model for how an organization should measure, recognize, present, and disclose in its financial statements uncertain tax positions that the Organization has taken or expects to be taken on a tax return. In accordance with FASB ASC 740-10, the Organization recognizes the tax benefits from uncertain tax positions only if it is more-likely-than-not that the tax position will be sustained on examination by the taxing authorities, based on the technical merits of the position. The Organization's income tax filings are subject to audit by various taxing authorities. Management believes there was no significant impact on the Organization's financial statements as a result of the adoption of ASC 740-10.

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

Fair Value of Financial Instruments
The carrying values of cash and cash equivalents, accounts payable, and accrued liabilities approximate fair value because of the terms and relative short maturity. The carrying values, which are the fair market values of investments, are based on values provided by an external investment manager.

NOTE 2 – LIQUIDITY AND AVAILABILITY OF FUNDS

The Organization's financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the date of the statement of financial position, are as follows:

Cash and cash equivalents	$	910,048
	$	910,048

As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures and other obligations come due.

NOTE 3 – CONCENTRATION OF CREDIT RISK

The Organization places its cash and cash equivalents with high quality financial institutions. Accounts at these institutions are insured by the Federal Deposit Insurance Corporation (FDIC) up to $250,000. At times, deposits with financial institutions may exceed Federal Depository Insurance Corporation insurance limits.

NOTE 4 – PROPERTY AND EQUIPMENT

Fixed assets at July 31, 2025 consist of the following:

			Estimated Useful Life
Building and leasehold improvements	$	642,346	15-25 years
Furniture and equipment		182,736	3-10 years
Vehicles		68,956	5 years
		894,038	
Less: accumulated depreciation		(395,881)	
Total fixed assets, net	$	498,157	

Depreciation expense for the year ended July 31, 2025 was $65,184.

NOTE 5 – FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

NOTE 6 – SUBSEQUENT EVENTS

Subsequent events have been evaluated through the date of the auditor’s report, which is the date the financial statements were available to be issued.