

ROLANDO E. LEIVA, C.P.A., PA.

Monthly General Ledger & Payroll Bookkeeping
Personal/Corporate Income Tax Preparation
Compilations * Reviews * Audits

FACTOR-H INC

AN NON FOR PROFIT ORGANIZATION
ORGANIZED UNDER CALIFORNIA LAW

COMPILED FINANCIAL STATEMENTS

FOR THE YEAR

ENDED DECEMBER 31, 2021

FL LIC AD0015715 / rolando@leivacpa.com

Rolando E. Leiva, C.P.A., P.A.* 7400 S.W. 50 TERR., STE 302 * Miami, Florida 33155

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March 16, 2022

To the Management and Board of Directors
Factor-H, Inc.

Independent Accountants' Compilation Report – Income Tax Basis

Management is responsible for the accompanying financial statements of Factor-H, Inc. (the Organization) which comprise the balance sheet-income tax basis as of the year ended, December 31, 2021, and the related statements of revenue and expenses-income tax basis, and cash flows for the years then ended in accordance with the income tax basis of accounting. We have performed a **compilation engagement** in accordance with the Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements. We did not audit or review the compiled financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The Company's policy is to prepare its financial statements on the accounting basis used for Income Tax purposes (Cash Method), which is a basis of accounting other than accounting principles generally accepted in the United States of America. Consequently, certain revenues and the related assets are recognized when received rather than when earned, and certain expenses are recognized when paid rather than when the obligation is incurred. Accordingly, the accompanying financial statements are not intended to present financial position and results of operations in conformity with generally accepted accounting principles.

Management has elected to omit substantially all the disclosures/footnotes ordinarily included in financial statements prepared in accordance with the income tax basis of accounting. If the omitted disclosures/footnotes were included in the financial statements, they might influence the users' conclusions about the company's assets, liabilities, equity, revenue, and expenses. Accordingly, the financial statements are not designed for those who are not informed about such matters.

The board of directors have elected and obtained under Sec. 501 of the Internal Revenue Code for the entity to be taxed as a non-profit organization with an effective date of April 17, 2018. A 501c3 entity files form 990 or 990EZ depending on its revenue. The organization is tax exempt from federal and state corporate taxes on its net tax exempt function surplus or deficit.

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Factor-H
Balance Sheet Comparison
As of December 31, 2021

	<u>31-Dec-21</u>
ASSETS	
Current Assets	
Bank Accounts	
10000 FactorH (4156)	263,382.14
Total Bank Accounts	<u>\$ 263,382.14</u>
Total Current Assets	<u>\$ 263,382.14</u>
TOTAL ASSETS	<u>\$ 263,382.14</u>
LIABILITIES AND EQUITY	
Liabilities	
Total Liabilities	
Equity	
30000 Retained Earnings	323,677.77
Net Income	-60,295.63
Total Equity	<u>\$ 263,382.14</u>
TOTAL LIABILITIES AND EQUITY	<u>\$ 263,382.14</u>

Factor-H
Profit and Loss
January - December 2021

	Total
Income	
Restricted Funds	
DonorSee	1,533.93
Foundations/Youth	10,483.50
Global Giving	936.67
Griffin	75,000.00
Individuals	806.36
Individuals donations Youth	17,513.66
PTC Health	5,000.00
Roche	50,000.00
Special Aid	2,400.00
Ultragenyx	10,000.00
UniQure	5,000.00
Youth Venezuela	10,127.40
Youth/Abrazos - Colombia	9,604.31
Total Restricted Funds	\$ 198,405.83
Unrestricted Funds	
Amazon Smile	178.24
Corporate, Including Matching Gifts	46,274.50
Facebook Deposit	1,073.02
Foundations	19,844.64
Individuals	6,818.64
Total Unrestricted Funds	\$ 74,189.04
Total Income	\$ 272,594.87
Cost of Goods Sold	
Colombia	18,000.00
Areas of Focus	
Abrazos - Spaces for Personal Dev	1,488.67
Community Development	18,556.55
Data/Advocacy	9,402.31
Disease Management	1,912.98
Emergency Funds	500.73
Humanitarian Aid	4,601.95
Survey	1,079.14
Youth	14,161.44
Total Areas of Focus	\$ 51,703.77
Bank Fees	751.24
Fund Univ Antioquia	9,941.46
Other Admin	211.02
Personnel	
Alexis Garces	3,856.72
Arnel Arroyo	5,854.23
Leyla Mieles	6,108.17
Volunteer Bonuses	901.32
Zuleima Bonilla	6,108.17
Total Personnel	\$ 22,828.61
Travel & Meals, Logistics	75.05
Total Colombia	\$ 103,511.15

Consensus Latin America	33,600.00
Peru Projects	
Community Development Peru	9,675.44
Total Peru Projects	<u>\$ 9,675.44</u>
Venezuela	
Areas of Focus	
Clinic/Psychiatric	1,281.41
Community Development	40,544.69
Data Collection/Advocacy	4,979.07
Disease Management	5,833.99
Youth	18,492.37
Total Areas of Focus	<u>\$ 71,131.53</u>
AVEHUN	1,280.00
Other Admin	1,792.43
HL Representation/Admin Fees	2,785.29
Total Other Admin	<u>\$ 4,577.72</u>
Personnel	16,535.00
Total Venezuela	<u>\$ 93,524.25</u>
Total Cost of Goods Sold	<u>\$ 240,310.84</u>
Gross Profit	<u>\$ 32,284.03</u>
Expenses	
Administrative	
Accounting	2,200.00
Advertising/Promotional	900.00
Aligned Resources LLC	72,000.00
Bank Fees	740.00
Business Insurance	3,175.00
Consultant (other)	910.00
Gifts for Development/Donors	1,668.18
Legal Fees	150.00
License, Fees and Dues	130.00
Merchant Fees	700.58
Salsa (CRM)	4,555.83
Software	1,313.77
Travel (Domestic)	358.80
Website (Domain)	508.97
Website (Redesign)	3,268.53
Total Administrative	<u>\$ 92,579.66</u>
Total Expenses	<u>\$ 92,579.66</u>
Net Operating Income	<u>-\$ 60,295.63</u>
Net Income	<u>-\$ 60,295.63</u>

Factor-H
Statement of Cash Flows
January - December 2021

	<u>Total</u>
OPERATING ACTIVITIES	
Net Income	-60,295.63
Adjustments to reconcile Net Income to Net Cash provided by operations:	
Loans to Others	0.00
Uncategorized Asset	0.00
	<u>0.00</u>
Total Adjustments to reconcile Net Income to Net Cash provided by operations:	\$ 0.00
Net cash provided by operating activities	-\$ 60,295.63
Net cash increase for period	-\$ 60,295.63
Cash at beginning of period	323,677.77
Cash at end of period	\$ 263,382.14