ST. LUKE'S HEALTH CARE FOUNDATION

FINANCIAL STATEMENTS
AS OF DECEMBER 31, 2025 AND 2024

TOGETHER WITH AUDITOR'S REPORT

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
St. Luke's Health Care Foundation:

Opinion

We have audited the accompanying financial statements of St. Luke's Health Care Foundation (SLHCF) (a non-profit organization), which comprise the statement of financial position as of December 31, 2025 and the related statements of activities, cash flows and functional expenses 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 St. Luke's Health Care Foundation as of December 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 SLHCF, and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Prior Period Financial Statements

The financial statements of St. Luke's Health Care Foundation as of December 31, 2024 were audited by other auditors whose report dated May 12, 2025 expressed an unmodified opinion on those statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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, which raise substantial doubt about SLHCF's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

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, intentional omissions, misrepresentations, or the override of internal control. Misstatements 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 risk 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 its 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 judgement, there are conditions or events, considered in the aggregate, which raise substantial doubt about SLHCF's 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.

Dugan + Lopatka

DUGAN & LOPATKA

Warrenville, Illinois
July 31, 2026

EXHIBIT 1

ST. LUKE'S HEALTH CARE FOUNDATION
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2024 AND 2025

	2025	2024
A S S E T S		
CURRENT ASSETS:		
Cash and cash equivalents	$ 144,462	$ 96,350
Cash held for board designations	130,000	130,000
Accounts receivable	272,459	350,463
Investments	7,117,815	6,115,917
Total assets	$ 7,664,736	$ 6,692,730
LIABILITIES AND NET ASSETS		
LIABILITIES:		
Accounts payable	$ 96,515	$ 77,471
Accrued expenses	8,333	8,333
Total liabilities	104,848	85,804
COMMITMENTS		
NET ASSETS:		
Without donor restrictions:		
Undesignated	365,412	255,264
Board designated	130,000	130,000
Total without donor restrictions	495,412	385,264
With donor restrictions :		
Restricted by purposes	6,897,759	6,054,945
Restricted in perpetuity	166,717	166,717
Total with donor restrictions	7,064,476	6,221,662
Total net assets	7,559,888	6,606,926
Total liabilities and net assets	$ 7,664,736	$ 6,692,730

The accompanying notes are an integral part of this statement.

ST. LUKE'S HEALTH CARE FOUNDATION
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025			2024		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
PUBLIC SUPPORT AND REVENUE:						
Contributions	$ 494,605	$ 618,980	$ 1,113,585	$ 268,688	$ 862,674	$ 1,131,362
Grants	-	1,133,720	1,133,720	-	3,610,907	3,610,907
In kind donations	-	-	-	88,423	-	88,423
Investment return, net	253,502	6,506	260,008	195,800	8,101	203,901
Other income	2,182	-	2,182	691	-	691
Net assets released from restrictions	916,392	(916,392)	-	1,734,726	(1,734,726)	-
Total public support and revenue	1,666,681	842,814	2,509,495	2,288,328	2,746,956	5,035,284
EXPENSES:						
Program	1,399,954	-	1,399,954	2,146,810	-	2,146,810
Management and general	86,345	-	86,345	91,978	-	91,978
Fundraising	70,234	-	70,234	67,632	-	67,632
Total expenses	1,556,533	-	1,556,533	2,306,420	-	2,306,420
Change in net assets	110,148	842,814	952,962	(18,092)	2,746,956	2,728,864
NET ASSETS, beginning of year	385,264	6,221,662	6,606,926	403,356	3,474,706	3,878,062
NET ASSETS, end of year	$ 495,412	$ 7,064,476	$ 7,559,888	$ 385,264	$ 6,221,662	$ 6,606,926

The accompanying notes are an integral part of this statement.

ST. LUKE'S HEALTH CARE FOUNDATION
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

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	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	$ 952,962	$ 2,728,864
Adjustments to reconcile the change in net assets to net cash provided by operating activities:		
Unrealized and realized (gain) on investments	(1,181)	(8,250)
Change in assets and liabilities -		
Decrease (increase) in accounts receivable	78,004	(98)
Increase in accounts payable	19,044	22,107
Net cash provided by operating activities	1,048,829	2,742,623
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchases of investments	(1,006,091)	(3,168,133)
Proceeds from sales of securities	5,374	-
Net cash (used in) investing activities	(1,000,717)	(3,168,133)
NET CHANGE IN CASH, CASH EQUIVALENTS, AND DESIGNATED CASH	48,112	(425,510)
CASH, CASH EQUIVALENTS, AND DESIGNATED CASH, beginning of year	96,350	521,860
CASH, CASH EQUIVALENTS, AND DESIGNATED CASH, end of year	$ 144,462	$ 96,350

The accompanying notes are an integral part of this statement.

ST. LUKE'S HEALTH CARE FOUNDATION
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2025

	Program	Management and General	Fundraising	Total Expenses
Salaries	$ 30,000	$ 30,364	$ 39,670	$ 100,034
Project grants	745,170	27	350	745,547
Benevolence	157,057	-	-	157,057
Medical equipment	58,709	-	-	58,709
Supplies, doctor training and other	366,883	1,798	-	368,681
Professional fees and services	38,319	37,703	-	76,022
Travel and conferences	3,816	14,512	11,644	29,972
Bank charges and fees	-	1,181	8,418	9,599
Miscellaneous	-	760	10,152	10,912
Total functional expenses	$ 1,399,954	$ 86,345	$ 70,234	$ 1,556,533

The accompanying notes are an integral part of this statement.

ST. LUKE'S HEALTH CARE FOUNDATION
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2024

	Program	Management and General	Fundraising	Total Expenses
Salaries	$ 36,700	$ 30,050	$ 40,000	$ 106,750
Project grants	1,546,113	-	-	1,546,113
Benevolence	106,735	-	-	106,735
Medical equipment	210,506	-	-	210,506
Supplies, doctor training and other	212,302	2,324	-	214,626
Professional fees and services	27,034	35,443	-	62,477
Travel and conferences	7,420	19,594	13,194	40,208
Bank charges and fees	-	1,709	4,758	6,467
Miscellaneous	-	2,858	9,680	12,538
Total functional expenses	$ 2,146,810	$ 91,978	$ 67,632	$ 2,306,420

(1) NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

St. Luke's Health Care Foundation (SLHCF) was created to support faith based health care in Africa, primarily by supporting the operations of a hospital located in Soddo, Ethiopia.

SLHCF's revenues consist primarily of contributions from foundations, churches, and individuals.

The financial statements were available to be issued on July 31, 2026 with subsequent events being evaluated through this date.

The following summarizes the significant accounting policies and practices reflected in the accompanying financial statements:

Basis of Accounting -

SLHCF maintains its financial statements on the accrual basis of accounting which recognizes the support and revenue as it is earned and expenses as they are incurred.

Financial Statement Presentation -

The financial statements of SLHCF have been prepared in accordance with U.S. Generally Accepted Accounting Principles (GAAP). Under GAAP, SLHCF is required to report information regarding its financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions.

Without donor restrictions - Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of SLHCF. In addition, net assets without donor restrictions include funds which represent resources designated by the Board of Directors.

With donor restrictions - Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of SLHCF or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated that the funds be maintained in perpetuity.

Income Taxes -

SLHCF was incorporated on July 9, 2003, under the laws of the State of Illinois as a not-for-profit organization and is exempt from federal income taxes under section 501(c)(3) of the U.S. Internal Revenue Code (the Code) and comparable state law, and contributions to it are tax deductible within the limitations prescribed by the Code. It is classified as a publicly supported organization, which is not a private foundation under Section 509(a).

(1) NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

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 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. Accordingly, actual results may vary from those estimates.

Cash and Cash Equivalents -

For purposes of the statement of cash flows, cash is defined as amounts held at financial institutions, U.S. treasury bills, and certificates of deposit purchased with a maturity of three months or less to be cash equivalents.

Concentration of Credit Risk -

Financial instruments, which potentially subject the SLHCF to concentrations of credit risk, consist principally of cash. SLHCF places its cash with a high quality financial institution; however, deposits may exceed the federally insured limits from time to time.

Cash Held for Board Designations -

Cash held for board designations consists of cash designated by the board for specific purposes.

Accounts Receivable -

Accounts receivable consist of amounts due from Soddo Christian Hospital. SLHCF believes that all amounts are fully collectible; therefore, no allowance for credit losses has been recorded.

Investments -

Investments consist of certificates of deposit and U.S Treasury bills which are recorded at fair value with gains and losses reported in the statement of activities. Donated investments are recorded at fair value at the date of donation and liquidated immediately. Investment income and realized and unrealized gains and losses are included in investment income without donor restrictions unless a donor or law restricts their use.

Contributions and Grant Revenue -

SLHCF recognizes contributions and grants when cash, securities or other assets, an unconditional promise to give; or a notification of beneficial interest is received. SLHCF reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the assets, or if they are designated as support for future periods. When a donor 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.

(1) NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Donated Equipment and Services -

Donated equipment is recognized as contributions if provided to SLHCF at no cost. Donated services are recognized as revenue at their estimated fair value when they create or enhance nonfinancial assets, or they require specialized skills which would need to be purchased if they were not donated. These contributions are recognized at their estimated fair market value at the date of the donation. These amounts are included as "In-kind donations" revenue in the Statement of Activities and are included in program expenses in the Statement of Functional Expenses.

A substantial number of individuals regularly provide voluntary services to support SLHCF's programs and supporting services. These services have a significant impact on making SLHCF's program and supporting services effect. However, no amounts have been recognized for these services in the accompanying Statement of Activities because the criteria for recognition of such volunteer efforts have not been satisfied.

SLHCF received gift-in-kind contributions for the years ended December 31, 2025 and 2024 as follows:

	2025	2024
Medical equipment	$ -	$ 88,423

Fair value of in-kind contributions is determined as follows:

Medical Equipment: Contributions of medical equipment are unrestricted in nature and provided to the hospital in Soddo, Ethiopia. They are recognized in the In-kind program expenses in the year they are received. The equipment donated is normally used in operations and the fair market value is determined using third party retail sites.

Functional Allocation of Expenses -

The financial statements report certain categories of expenses that are attributed to a program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include salaries, project grants, professional fees and services, bank charges and fees, and miscellaneous which are allocated on the basis of time and effort.

Reclassification -

Prior year amounts have been reclassified to be consistent with current year presentation. This reclassification had no effect on the change in net assets.

(2) INVESTMENTS:

Investments consist of the following at December 31, 2025 and 2024:

	2025	2024
Certificates of deposit	$ 67,999	$ 24,895
U.S Treasury Bills	6,863,076	5,910,787
Certificates of deposit - endowment	186,740	180,234
Total investments	$ 7,117,815	$ 6,115,916

Investment return, net for the years ended December 31, 2025 and 2024 includes:

	2025	2024
Interest and dividends	$ 258,852	$ 195,676
Net realized and unrealized gain	1,181	8,250
Fees	(25)	(25)
Total investment return, net	$ 260,008	$ 203,901

(3) FAIR VALUE MEASUREMENTS:

The Accounting Standards Codification for *Fair Value Measurement* establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy are described as follows:

Level 1:

Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets.

Level 2:

Inputs to the valuation methodology include:

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- inputs other than quoted prices that are observable for the asset or liability;
- inputs that are derived principally from, or corroborated by, observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

(3) FAIR VALUE MEASUREMENTS: (Continued)

Level 3:

Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The following is a description of the valuation methodology used for assets measured at fair value. There have been no changes in the methodology used at December 31, 2025 and 2024.

Certificates of deposit: Estimated using the rates currently offered for deposits of similar remaining maturities.

U.S. Treasury bills: Estimated using the rates currently offered for deposits of similar remaining maturities.

The preceding method described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although SLHCF believes its valuation method is appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following table sets forth by level, within the fair value hierarchy, SLHCF's assets at fair value as of December 31, 2025 and 2024:

	Assets at Fair Value as of December 31, 2025			
Description	Level 1	Level 2	Level 3	Total
Certificates of deposit	$ -	$ 254,739	$ -	$ 254,739
U.S. Treasury bills	-	6,863,076	-	6,863,076
Total	$ -	$ 7,117,815	$ -	$ 7,117,815

	Assets at Fair Value as of December 31, 2024			
Description	Level 1	Level 2	Level 3	Total
Certificates of deposit	$ -	$ 205,129	$ -	$ 205,129
U.S. Treasury bills	-	5,910,787	-	5,910,787
Total	$ -	$ 6,115,916	$ -	$ 6,115,916

(4) NET ASSETS WITH DONOR RESTRICTIONS:

Net assets with donor restrictions are as follows at December 31:

	2025	2024
Restricted by purpose:		
Hope Center for Women and Children	$ 6,276,006	$ 5,527,874
Benevolence	310,274	217,847
Special projects	290,675	275,447
Doctor training	1,767	21,246
Permanent endowment earnings not yet expended	19,037	12,531
Restricted in perpetuity	166,717	166,717
Total net assets with donor restrictions	$ 7,064,476	$ 6,221,662

(5) INTERNATIONAL OPERATIONS:

One current member of the board of directors of SLHCF holds an investment interest in an entity which owns Soddo Christian Hospital in Soddo, Ethiopia, the hospital that is supported by SLHCF. The investment interest is held in a trust for the benefit of and under the direction of SLHCF, effectively offsetting any potential conflict of interest with and for these individuals, who receive no personal benefit from their investment.

The reason for this legal set up and structure is because the Ethiopian government, law and regulations do not permit a U.S. charitable organization to have direct ownership interest in real property. SLHCF is not a general or limited partner of and does not control or have a controlling financial interest of either the entity which owns the hospital or the hospital itself, and as such, the financial position and result of operations of Soddo Christian Hospital are not included in the financial statements of SLHCF.

(6) CONCENTRATIONS:

SLHCF received approximately 40% of its total contributions from one donor for the year ended December 31, 2025. SLHCF received approximately 45% of its total contributions from five donors for the year ended December 31, 2024.

(7) ENDOWMENT FUND:

SLHCF’s endowment consists of one account. The endowment includes one donor-restricted endowment fund to support the objectives of Soddo Christian Hospital. As required by accounting principles generally accepted in the United States of America, net assets associated with endowment funds, including funds designated by the Board of Directors to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

Interpretation of Relevant Law -

SLHCF has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as the gift date of the donor-restricted endowment funds, absent explicit donor stipulations to the contrary. As a result of this interpretation, SLHCF classifies as permanently restricted net assets (a) the original value of gifts donated (b) the original value of subsequent gifts, and (c) accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. Donor-restricted amounts not retained in perpetuity are subject to appropriation for expenditure by SLHCF in a manner consistent with the standard of prudence prescribed by UPMIFA.

(7) ENDOWMENT FUND: (Continued)

In accordance with UPMIFA, the endowment considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

1. The duration and preservation of the fund
2. The purposes of the SLHCF and the donor-restricted endowment fund
3. General economic conditions
4. The possible effect of inflation and deflation
5. The expected total return from income and appreciation of investments
6. Other resources of the SLHCF
7. The investment policies of the SLHCF

Return Objectives and Risk Parameters -

SLHCF has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that SLHCF must hold in perpetuity or for a donor-specified period.

Strategies Employed for Achieving Objectives -

To satisfy its long-term rate-of-return objectives, SLHCF relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends).

Changes in endowment net assets for the years ended December 31, 2025 and 2024 are as follows:

	2025		
	Accumulated Gains (Losses)	Original Gift Amount	Total
Endowment net assets, beginning of year	$ 12,531	$ 166,717	$ 179,248
Investment return, net	6,506	-	6,506
Contributions	-	-	-
Appropriations for expenditure	-	-	-
Endowment net assets, end of year	$ 19,037	$ 166,717	$ 185,754

	2024		
	Accumulated Gains (Losses)	Original Gift Amount	Total
Endowment net assets, beginning of year	$ 4,480	$ 166,717	$ 171,197
Investment return, net	8,051	-	8,051
Contributions	-	-	-
Appropriations for expenditure	-	-	-
Endowment net assets, end of year	$ 12,531	$ 166,717	$ 179,248

(8) AVAILABILITY AND LIQUIDITY:

The following table reflects SLHCF's financial assets as of December 31, 2025 and 2024, reduced by amounts not available for general expenditure within one year, if any. Financial assets are considered unavailable when illiquid or not convertible cash within one year, have contractual or donor-imposed restrictions, or because the governing board has set aside the funds for specific contingency reserves and projects. These board designations could be drawn upon if the board approves such action.

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the date of the statements of financial position, comprise the following:

	December 31, 2025	December 31, 2024
Financial Assets -		
Cash and cash equivalents	$ 144,462	$ 96,350
Cash held for board designations	130,000	130,000
Accounts receivable	272,459	350,463
Investments	7,117,815	6,115,917
Total financial assets	7,664,736	6,692,730
Less amounts not available to be used within one year -		
Board-designated	130,000	130,000
Restricted by purpose	6,897,759	6,054,945
Restricted in perpetuity	166,717	166,717
Financial assets not available to be used within one year	7,194,476	6,351,662
Financial assets available to meet cash needs for general expenditures within one year	$ 470,260	$ 341,068

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