

ORPHAN GRAIN TRAIN, INC.

CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED MAY 31, 2026 AND 2025
TOGETHER WITH INDEPENDENT AUDITORS' REPORT

ORPHAN GRAIN TRAIN, INC.

TABLE OF CONTENTS

MAY 31, 2026

	<u>PAGE</u>
INDEPENDENT AUDITORS' REPORT	
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION, MAY 31, 2026 AND 2025	3
CONSOLIDATED STATEMENTS OF ACTIVITIES, FOR THE YEARS ENDED MAY 31, 2026 AND 2025	4
CONSOLIDATED STATEMENTS OF CASH FLOWS, FOR THE YEARS ENDED MAY 31, 2026 AND 2025	5
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS, MAY 31, 2026	6-15
SUPPLEMENTARY INFORMATION	
CONSOLIDATED SCHEDULE OF FUNCTIONAL EXPENSES, FOR THE YEAR ENDED MAY 31, 2026	16-17
CONSOLIDATED SCHEDULE OF FUNCTIONAL EXPENSES, FOR THE YEAR ENDED MAY 31, 2025	18-19
STATEMENTS OF FINANCIAL POSITION, – OGT LOGISTICS, LLC, MAY 31, 2026 AND 2025	20
STATEMENTS OF ACTIVITIES – OGT LOGISTICS, LLC, FOR THE YEARS ENDED MAY 31, 2026 AND 2025	21
STATEMENTS OF FINANCIAL POSITION, – HOPE FOR THE STARVING, LLC, MAY 31, 2026 AND 2025	22
STATEMENTS OF ACTIVITIES – HOPE FOR THE STARVING, LLC, FOR THE YEARS ENDED MAY 31, 2026 AND 2025	23



INDEPENDENT AUDITORS' REPORT

**HERLEY & REINKE
ACCOUNTING, P.C.**

**CERTIFIED PUBLIC
ACCOUNTANTS &
BUSINESS CONSULTANTS**

Brock Herley
BrenDee Reinke

508 West Prospect Avenue
P.O. Box 368
Norfolk, NE 68702-0368
P: 402 379 2722
F: 402 379 2218

www.hra.cpa

MEMBERS

American Institute of
Certified Public Accountants

Nebraska Society of
Certified Public Accountants

To the Board of Directors of
Orphan Grain Train, Inc.

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of Orphan Grain Train, Inc. (a non-profit organization), which comprise the consolidated statements of financial position as of May 31, 2026 and 2025, and the related consolidated statements of activities and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of Orphan Grain Train, Inc. as of May 31, 2026 and 2025, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Orphan Grain Train, Inc. 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.

Responsibilities of Management for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Orphan Grain Train, Inc.'s ability to continue as a going concern for one year after the date that the consolidated financial statements are issued.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement

To the Board of Directors
Orphan Grain Train, Inc.

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 consolidated financial statements.

In performing an audit in accordance with GAAS, we:

- a) Exercise professional judgment and maintain professional skepticism throughout the audit.
- b) Identify and assess the risks of material misstatement of the consolidated 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 consolidated financial statements.
- c) 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 Orphan Grain Train, Inc.'s internal control. Accordingly, no such opinion is expressed.
- d) 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 consolidated financial statements.
- e) Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Orphan Grain Train, Inc.'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.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidated schedule of functional expenses for the current year, the consolidated schedule of functional expenses for the prior year, the statements of financial position and activities – OGT Logistics, LLC, and the statements of financial position and activities – Hope for the Starving, LLC are presented for purposes of additional analysis and are not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

HRA

HERLEY & REINKE ACCOUNTING, P.C.
Certified Public Accountants

Norfolk, Nebraska
September 1, 2026

ORPHAN GRAIN TRAIN, INC.

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

MAY 31, 2026 AND 2025

ASSETS	<u>2026</u>	<u>2025</u>
CURRENT ASSETS		
Cash and Cash Equivalents	\$ 10,293,017	\$ 8,688,979
Endowment Funds	54,556	37,255
Accounts Receivable	21,900	-
Campaign Pledge Receivable - Current Portion	331,719	325,022
Inventory	11,657,488	11,621,908
Prepaid Expenses	26,643	8,266
Investments	1,904,019	1,513,142
Total Current Assets	<u>\$ 24,289,342</u>	<u>\$ 22,194,572</u>
PROPERTY AND EQUIPMENT, NET	<u>\$ 15,794,469</u>	<u>\$ 15,188,090</u>
DONOR RESTRICTED ASSETS		
Endowment Funds	<u>\$ 567,260</u>	<u>\$ 476,691</u>
OTHER ASSETS		
Campaign Pledge Receivable - Net of Current Portion	<u>\$ 170,286</u>	<u>\$ 195,801</u>
TOTAL ASSETS	<u><u>\$ 40,821,357</u></u>	<u><u>\$ 38,055,154</u></u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable	\$ 58,157	\$ 18,358
Cash Overdraft	35,682	49,601
Accrued Payroll	262	4,540
Total Current Liabilities	<u>\$ 94,101</u>	<u>\$ 72,499</u>
NET ASSETS		
Without Donor Restrictions	\$ 36,598,306	\$ 33,643,255
With Donor Restrictions	4,128,950	4,339,400
Total Net Assets	<u>\$ 40,727,256</u>	<u>\$ 37,982,655</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 40,821,357</u></u>	<u><u>\$ 38,055,154</u></u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART
OF THE CONSOLIDATED FINANCIAL STATEMENTS

ORPHAN GRAIN TRAIN, INC.

CONSOLIDATED STATEMENTS OF ACTIVITIES

FOR THE YEARS ENDED MAY 31, 2026 AND 2025

	<u>2026</u>	<u>2025</u>
REVENUE		
Revenue Without Donor Restrictions		
Public Support - Cash Contributions	\$ 6,980,525	\$ 6,502,264
Donated Property and Equipment	37,615	25,500
Gifts-in-Kind	44,561,888	44,639,226
Public Support - Fish Feed/New Initiatives	25,052	42,230
Special Events Income	32,404	28,943
Convention Income	318	44,998
Hope for the Starving Income	665,257	466,519
Miscellaneous Income	47,447	37,048
Investment Income	140,738	86,752
Interest Income	273,861	275,944
Gain/(Loss) on Sale of Property and Equipment	(12,980)	-
Total Revenue Without Donor Restrictions	<u>\$ 52,752,125</u>	<u>\$ 52,149,424</u>
Net Assets Released from Restrictions		
or from Satisfaction of Donor Imposed Restrictions	<u>\$ 2,119,810</u>	<u>\$ 3,216,807</u>
Total Revenue and Other Support Without Donor Restrictions	<u>\$ 54,871,935</u>	<u>\$ 55,366,231</u>
EXPENSES		
Expenses Without Donor Restrictions		
Program Services		
Humanitarian Aid and Disaster Relief	\$ 50,777,142	\$ 48,491,090
Management and General	590,597	564,006
Fundraising	549,145	545,558
Total Expenses Without Donor Restrictions	<u>\$ 51,916,884</u>	<u>\$ 49,600,654</u>
NET CHANGE IN NET ASSETS WITHOUT DONOR RESTRICTIONS	<u>\$ 2,955,051</u>	<u>\$ 5,765,577</u>
CHANGES IN NET ASSETS WITH DONOR RESTRICTIONS		
Public Support - Cash Contributions	\$ 1,909,360	\$ 2,047,794
Net Assets Released from Restrictions		
or from Satisfaction of Donor Imposed Restrictions	<u>(2,119,810)</u>	<u>(3,216,807)</u>
NET CHANGE IN NET ASSETS WITH DONOR RESTRICTIONS	<u>\$ (210,450)</u>	<u>\$ (1,169,013)</u>
NET CHANGE IN NET ASSETS	\$ 2,744,601	\$ 4,596,564
NET ASSETS AT BEGINNING OF YEAR	<u>37,982,655</u>	<u>33,386,091</u>
NET ASSETS AT END OF YEAR	<u><u>\$ 40,727,256</u></u>	<u><u>\$ 37,982,655</u></u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART
OF THE CONSOLIDATED FINANCIAL STATEMENTS

ORPHAN GRAIN TRAIN, INC.

CONSOLIDATED STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED MAY 31, 2026 AND 2025

	<u>2026</u>	<u>2025</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 2,744,601	\$ 4,596,564
Adjustments to Reconcile Change in Net Assets to		
Net Cash Flows Provided (Used) by Operating Activities:		
Depreciation	571,860	421,271
Noncash Contributions of Property and Equipment	(37,615)	(25,500)
(Gain)/Loss on Sale of Property and Equipment	12,980	-
Change in Endowment Funds	(107,870)	(32,782)
Change in Accounts Receivable	(21,900)	10,538
Change in Prepaid Expenses	(18,377)	-
Change in Campaign Pledge Receivable	18,818	573,894
Change in Inventory	(35,580)	(1,733,355)
Change in Accounts Payable	39,799	3,080
Change in Accrued Payroll	(4,278)	1,682
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 3,162,438</u>	<u>\$ 3,815,392</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Net Change in Investments	\$ (390,877)	\$ 457,181
Purchase of Property and Equipment	(1,153,604)	(5,347,221)
NET CASH (USED) BY INVESTING ACTIVITIES	<u>\$ (1,544,481)</u>	<u>\$ (4,890,040)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Net Change in Cash Overdraft	<u>\$ (13,919)</u>	<u>\$ (16,056)</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	\$ 1,604,038	\$ (1,090,704)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>8,688,979</u>	<u>9,779,683</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 10,293,017</u>	<u>\$ 8,688,979</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART
OF THE CONSOLIDATED FINANCIAL STATEMENTS

ORPHAN GRAIN TRAIN, INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MAY 31, 2026

NOTE 1 – SUMMARY OF ACCOUNTING POLICIES

NATURE OF ENTITY: Orphan Grain Train, Inc., a nonprofit organization, began operations in May 1992. Orphan Grain Train, Inc. provides humanitarian aid and disaster relief to those in need in the United States and other countries around the world. The Organization receives donations of food, clothing, medical supplies and equipment, Christian literature and cash contributions from the general public and transports these items to partner organizations in the United States and around the world for people in need.

Orphan Grain Train, Inc. has separate branches and collection centers, throughout the United States, that are organized under one board and Orphan Grain Train, Inc.'s name. Headquartered in Norfolk, Nebraska, the branches are located in Arizona, Colorado, Connecticut, Indiana, Iowa, Kansas, Maryland, Michigan, Minnesota, Missouri, Nebraska, North Dakota, Pennsylvania, Texas and Wisconsin. Collection centers are located in Colorado, Kansas, Minnesota, Missouri, Ohio, South Dakota and Texas.

CONSOLIDATION: The accompanying consolidated financial statements include Orphan Grain Train, Inc. and its wholly-owned subsidiaries, OGT Logistics, LLC and Hope for the Starving, LLC. All significant intercompany accounts have been eliminated in consolidation. Revenues attributed to Orphan Grain Train, Inc. were \$525,641 and \$604,219 for OGT Logistics, LLC, including \$546,104 and \$608,892 that was eliminated in consolidation, which was 0.99% and 1.11% of total revenues in 2026 and 2025, respectively. Revenues attributed to Orphan Grain Train, Inc. were \$665,257 and \$466,519 for Hope for the Starving, LLC, which was 1.21% and 0.85% of total revenues in 2026 and 2025, respectively.

BASIS OF ACCOUNTING: The consolidated financial statements of Orphan Grain Train, Inc. have been prepared on the accrual basis of accounting in conformity with generally accepted accounting principles (GAAP). Thus, revenues are recognized when earned, and expenses are recognized when incurred.

NET ASSETS: Net assets are displayed in two components as follows:

Without Donor Restrictions – This component consists of net assets that do not meet the definition of “with donor restrictions.”

With Donor Restrictions – This component consists of net assets that are specifically restricted by outside parties or donors for specific purposes. However, if a restriction is fulfilled in the same time period in which the contribution is received, the Organization reports that support as without donor restrictions.

GIFTS-IN-KIND DONATIONS: Orphan Grain Train, Inc. records noncash donations used towards the program of providing relief as revenues when received and expenses when shipped. The valuation method is based on a method of average value per pound or per box and item set by the Board of Directors.

CONTRIBUTIONS: Contributions received are recorded as without donor restrictions or with donor restrictions depending on the existence or nature of any donor restrictions. If there is a question as to which restriction should be used, Orphan Grain Train, Inc. calls the donor to verify.

CASH AND CASH EQUIVALENTS: Orphan Grain Train, Inc. considers short-term investments with maturity of three months or less to be cash equivalents. Restricted cash and cash equivalents are limited in use by grant and donor imposed restrictions.

ORPHAN GRAIN TRAIN, INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS, CONTINUED

MAY 31, 2026

NOTE 1 – SUMMARY OF ACCOUNTING POLICIES, CONTINUED

PROPERTY AND EQUIPMENT: Equipment expenditures greater than \$1,500 are capitalized. Contributed property and equipment are recorded at fair value at the time of donation. Expenditures for maintenance and repairs are charged to operations as incurred.

Property and equipment are carried at cost or fair value, depending on the method of acquisition. Depreciation is computed using annual rates which are sufficient to amortize the cost of depreciable property and equipment under the straight-line method over the following estimated useful lives:

Furniture and Equipment	3 to 20 years
Vehicles	5 to 7 years
Buildings & Improvements	15 to 40 years

The Organization utilized a warehouse rent-free at the Minnesota branch. Gifts-in-kind rent of \$0 and \$0 has been recorded for the use of the warehouse for the fiscal years ended May 31, 2026 and 2025, respectively.

The Organization utilized a facility rent-free at the Castle Rock, Colorado collection center. Gifts-in-kind rent of \$0 and \$0 has been recorded for the use of the facility for the fiscal years ended May 31, 2026 and 2025, respectively.

DONATED SERVICES: The total value of non-professional services was \$2,690,522 and \$2,074,230 based on a \$15.00 and \$13.50 per hour wage rate for the years ended May 31, 2026 and 2025, respectively. Non-professional services were not recorded on the books in accordance with generally accepted accounting principles.

RISKS AND UNCERTAINTIES: Sources of revenue – A concentration of the Organization's revenue are from cash contributions from the general public. The Organization relies on these contributions to raise funds for operating costs. Cash contributions can fluctuate depending on the generosity of the public during times of need.

PERVASIVENESS OF ESTIMATES: The preparation of consolidated financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

ADVERTISING: The Organization expenses advertising costs as they are incurred. Advertising expenses were \$177,523 and \$126,893 for the years ending May 31, 2026 and 2025, respectively.

CONCENTRATION IN SHIPPING: The Organization primarily uses OGT Logistics, LLC, a wholly-owned subsidiary to ship products domestically. These shipments are at a reduced rate from fair value.

INVENTORY: Inventory consists primarily of donated items on hand to be later transported to partner organizations in the United States and around the world for people in need. The valuation method is based on a method of average value per unit set by the Board of Directors based on research for corresponding Goodwill, Salvation Army, and other values.

INCOME TAXES: The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code, except for taxes on net unrelated business income over \$1,000. Unrelated business income is earned through transportation hauling for outside parties.

ORPHAN GRAIN TRAIN, INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS, CONTINUED

MAY 31, 2026

NOTE 1 – SUMMARY OF ACCOUNTING POLICIES, CONTINUED

INCOME TAXES, CONTINUED: The Organization is not classified as a private foundation for income tax purposes. The Organization believes that it has appropriate support for any tax positions taken and, as such, does not have any uncertain tax positions that are material to the financial statements.

The Organization's federal Exempt Organization Business Income Tax Returns (Forms 990 and 990-T) for the years ended May 31, 2023, 2024, and 2025 are subject to examination by the IRS, generally for three years after they were filed.

FAIR VALUE OF CONSOLIDATED FINANCIAL STATEMENTS: The carrying amounts of cash and cash equivalents and endowment cash and cash equivalents are reasonable estimates of their fair values. Fair values for investments are based on quoted market prices.

FUNCTIONAL ALLOCATION OF EXPENSES: The costs of various programs and supporting activities have been summarized on a functional basis in the consolidated statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

RECLASSIFICATION: Certain reclassifications have been made to the May 31, 2025 financial statement presentation to correspond to the current year's format. Net assets and changes in net assets are unchanged due to these reclassifications.

SUBSEQUENT EVENTS: Subsequent events were evaluated through September 1, 2026, which is the date the consolidated financial statements were available to be issued.

NOTE 2 – CASH AND CASH EQUIVALENTS

Cash held at various banks consists of checking accounts, savings accounts and certificates of deposits.

For the years ending May 31, 2026 and 2025, the Organization had cash deposits and certificates in excess of the \$250,000 Federal Deposit Insurance Corporation (FDIC) or National Credit Union Share Insurance Fund (NCUSIF) limits were exposed to custodial credit risk as follows:

	<u>2026</u>	<u>2025</u>
Uninsured not collateralized by securities held by the pledging financial institution	\$ 1,112,389	\$ 1,238,130

NOTE 3 – INVESTMENTS

Stocks, certificates of deposit, treasury bills and cash are stated at fair value based on quoted prices in active markets. The investment in the Horst Living Trust is recorded using the equity method due to the lack of marketability. Investments consist of the following at May 31:

	<u>2026 Fair Value</u>	<u>2025 Fair Value</u>
Stocks	\$ 14,173	\$ 11,979
Treasury Bills	64,498	62,896
Certificates of Deposit	1,098,444	845,652
Horst Living Trust	726,904	592,615
Total	<u>\$ 1,904,019</u>	<u>\$ 1,513,142</u>

ORPHAN GRAIN TRAIN, INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS, CONTINUED

MAY 31, 2026

NOTE 3 – INVESTMENTS, CONTINUED

Investment income is reported net of investment expenses in the Consolidated Statement of Activities.

NOTE 4 – ACCOUNTS RECEIVABLE

Other accounts receivables consist of amounts due for the Hope for the Starving LLC for food and packaging materials sold to Mercy Meals not-for-profit organizations and other miscellaneous items due to Orphan Grain Train, Inc.

The amount of receivables due over 90 days was \$248, and \$0, as of May 31, 2026 and 2025, respectively. The amount of accounts receivable expected by management to be uncollectible is insignificant; therefore, Orphan Grain Train, Inc. does not maintain an allowance for doubtful accounts. The direct write-off method is used for uncollectible amounts.

NOTE 5 – PLEDGES RECEIVABLE

Pledges receivable reflect unconditional promises to give to the Norfolk, Nebraska collection center warehouse campaign and are recorded at net realizable value. There were pledges written off of \$0 and \$0 for the years ending of May 31, 2026 and 2025, respectively.

	<u>2026</u>	<u>2025</u>
Pledges Receivable, Current	\$ 128,700	\$ 128,840
Pledges Receivable, Noncurrent	51,075	111,500
Less Discount to Fair Value	<u>(2,573)</u>	<u>(6,961)</u>
Total Pledges Receivable	<u>\$ 177,202</u>	<u>\$ 233,379</u>

Estimated future cash flows of pledges receivable at May 31, 2026 are as follows:

Due	Estimated Cash Flows	Discount	Discounted Value
2027	\$ 128,700	\$ -	\$ 128,700
2028	37,925	(1,517)	36,408
2029	13,050	(1,044)	12,006
2030	100	(12)	88
Total	<u>\$ 179,775</u>	<u>\$ (2,573)</u>	<u>\$ 177,202</u>

Pledges receivable reflect unconditional promises to give to the Houston, Texas branch warehouse campaign and are recorded at net realizable value. There were pledges written off of \$0 and \$0 for the years ending of May 31, 2026 and 2025, respectively.

	<u>2026</u>	<u>2025</u>
Pledges Receivable, Current	\$ 162,019	\$ 191,182
Pledges Receivable, Noncurrent	9,050	77,275
Less Discount to Fair Value	<u>(426)</u>	<u>(4,013)</u>
Total Pledges Receivable	<u>\$ 170,643</u>	<u>\$ 264,444</u>

ORPHAN GRAIN TRAIN, INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS, CONTINUED

MAY 31, 2026

NOTE 5 – PLEDGES RECEIVABLE, CONTINUED

Estimated future cash flows of pledges receivable at May 31, 2026 are as follows:

Due	Estimated Cash Flows	Discount	Discounted Value
2027	\$ 162,019	\$ -	\$ 162,019
2028	7,450	(298)	7,152
2029	1,600	(128)	1,472
Total	<u>\$ 171,069</u>	<u>\$ (426)</u>	<u>\$ 170,643</u>

Pledges receivable reflect unconditional promises to give to the Lincoln, Nebraska branch warehouse campaign and are recorded at net realizable value. There were pledges written off of \$0 and \$0 for the years ending of May 31, 2026 and 2025, respectively.

	2026	2025
Pledges Receivable, Current	\$ 41,000	\$ 5,000
Pledges Receivable, Noncurrent	123,000	20,000
Less Discount to Fair Value	(9,840)	(2,000)
Total Pledges Receivable	<u>\$ 154,160</u>	<u>\$ 23,000</u>

Estimated future cash flows of pledges receivable at May 31, 2026 are as follows:

Due	Estimated Cash Flows	Discount	Discounted Value
2027	\$ 41,000	\$ -	\$ 41,000
2028	41,000	(1,640)	39,360
2029	41,000	(3,280)	37,720
2030	41,000	(4,920)	36,080
Total	<u>\$ 164,000</u>	<u>\$ (9,840)</u>	<u>\$ 154,160</u>

NOTE 6 – PROPERTY AND EQUIPMENT

Property and equipment for the Organization consists of the following at May 31:

	2026	2025
Land	\$ 679,565	\$ 660,423
Buildings	16,574,231	15,674,579
Warehouse Equipment	272,484	260,830
Bedroom and Kitchen Trailers	157,182	157,182
Domestic Disaster	766,240	725,077
Heavy Trucks and Trailers	424,125	354,225
Vehicles, Light Trucks, and Trailers	1,021,422	894,408
Equipment – Office and Program	232,823	232,823
	<u>\$ 20,128,072</u>	<u>\$ 18,959,547</u>
Less: Accumulated Depreciation	(4,333,603)	(3,771,457)
Property and Equipment, Net	<u>\$ 15,794,469</u>	<u>\$ 15,188,090</u>

ORPHAN GRAIN TRAIN, INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS, CONTINUED

MAY 31, 2026

NOTE 6 – PROPERTY AND EQUIPMENT, CONTINUED

Depreciation expense is \$571,860 and \$421,271 for the fiscal years ended May 31, 2026 and 2025, respectively.

The Organization had no capitalized interest in the current year.

NOTE 7 – ACCRUED VACATION AND SICK PAY

The cost of accrued vacation and sick pay are recorded when disbursed and not accrued. These are not expected to exceed a normal year's accumulation.

NOTE 8 – 403(b) RETIREMENT PLAN

Orphan Grain Train, Inc. has a 403(b) retirement plan with Thrivent. The only eligibility requirement is that the employee must be on Orphan Grain Train, Inc.'s payroll. Orphan Grain Train, Inc. contributes \$25 each semi-monthly pay period for each employee into the 403(b) plan. For the years ended May 31, 2026 and 2025, the employees can also contribute additional funds out of their paycheck up to a maximum contribution of \$24,500 and \$23,500, respectively. Orphan Grain Train, Inc. paid \$8,350 and \$8,275 to the employees, for the years ended May 31, 2026 and 2025, respectively.

NOTE 9 – LEASES

In December 2020, the Organization entered into an operating lease agreement for warehouse space at the Mid-Atlantic branch location. The lease term is 36 months, with monthly payments due of \$1,000. The lease was renewed in December 2023. The new lease term is 36 months, with monthly payments due of \$1,150. Amounts paid by the Organization in conjunction with the office space lease were \$13,800 and \$13,800 for the years ended May 31, 2026 and 2025, respectively.

In November 2024, the Organization entered into an operating lease agreement for a copier/printer. The lease term is 60 months, with monthly payments due of \$146. Amounts paid in conjunction with the copier lease were \$1,751 and \$875 for the years ended May 31, 2026 and 2025, respectively.

In May 2024, the Organization entered into an operating lease agreement for a postage meter. The lease term is 60 months, with monthly payments due of \$50. Amounts paid in conjunction with the postage meter lease were \$600 and \$600 for the years ended May 31, 2026 and 2025, respectively.

In November 2010, the Organization entered into an operating lease agreement for a parcel of land. The lease term is 99 years, with annual payments due of \$1. Amounts paid in conjunction with the land lease were \$1 and \$1 for the years ended May 31, 2026 and 2025, respectively.

ORPHAN GRAIN TRAIN, INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS, CONTINUED

MAY 31, 2026

NOTE 9 – LEASES, CONTINUED

Future minimum lease payments are as follows:

For Year Ending May 31:	<u>Postage Meter</u>	<u>Warehouse</u>	<u>Copier/Printer</u>	<u>Land</u>	<u>Amount</u>
2027	\$ 600	\$ 6,900	\$ 1,751	\$ 1	\$ 9,252
2028	600	-	1,751	1	2,352
2029	600	-	1,751	1	2,352
2030	-	-	875	1	876
2031	-	-	-	1	1
2032-2036	-	-	-	5	5
2037-2041	-	-	-	5	5
2042-2046	-	-	-	5	5
2047-2051	-	-	-	5	5
2052-2056	-	-	-	5	5
2057-2061	-	-	-	5	5
2062-2066	-	-	-	5	5
2067-2071	-	-	-	5	5
2072-2076	-	-	-	5	5
2077-2081	-	-	-	5	5
2082-2086	-	-	-	5	5
2087-2091	-	-	-	5	5
2092-2096	-	-	-	5	5
2097-2101	-	-	-	5	5
2102-2106	-	-	-	5	5
2107-2109	-	-	-	3	3
Total	<u>\$ 1,800</u>	<u>\$ 6,900</u>	<u>\$ 6,128</u>	<u>\$ 83</u>	<u>\$ 14,911</u>

NOTE 10 – RENTAL INCOME

The Organization entered into a 2 year rent agreement on October 20, 2021 for the building located at 605 West Madison Avenue, Norfolk, Nebraska, with rent payments of \$400 per month. The rent agreement was renewed for 2 years on July 11, 2024 with rent payments of \$400 per month. Total rental income from this lease for the years ending May 31, 2026 and 2025 was \$4,800 and \$4,800, respectively.

NOTE 11 – FAIR VALUE MEASUREMENTS

The Organization has adopted the provisions of Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) Section 820-10 which provides a framework for measuring fair value under generally accepted accounting principles. FASB ASC Section 820-10 defines fair value as the exchange price which would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. FASB ASC Section 820-10 requires valuation techniques to maximize the use of observable inputs and minimize the use of unobservable inputs and establishes a fair value hierarchy, which prioritizes the valuation inputs into three broad levels. The three levels of the fair value hierarchy are as follows:

Level 1: Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities which the Organization has the ability to access at the measurement date.

ORPHAN GRAIN TRAIN, INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS, CONTINUED

MAY 31, 2026

NOTE 11 – FAIR VALUE MEASUREMENTS, CONTINUED

Level 2: Level 2 inputs are inputs other than quoted prices included within Level 1 which are observable for an asset or liability, either directly or indirectly.

Level 3: Level 3 inputs are unobservable inputs for an asset or liability.

The estimated fair values for Orphan Grain Train, Inc.'s financial assets and liabilities measured on a recurring basis as of May 31, 2026 are as follows:

	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Investments				
Stocks	\$ 14,173	\$ 14,173	\$ -	\$ -
The Horst Living Trust	726,904	-	-	726,904
Certificates of Deposit	1,098,444	1,098,444	-	-
Treasury Bills	64,498	64,498	-	-
Total	<u>\$ 1,904,019</u>	<u>\$ 1,177,115</u>	<u>\$ -</u>	<u>\$ 726,904</u>

The estimated fair values for Orphan Grain Train, Inc.'s financial assets and liabilities measured on a recurring basis as of May 31, 2025 are as follows:

	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Investments				
Stocks	\$ 11,979	\$ 11,979	\$ -	\$ -
The Horst Living Trust	592,615	-	-	592,615
Certificates of Deposit	845,652	845,652	-	-
Treasury Bills	62,896	62,896	-	-
Total	<u>\$ 1,513,142</u>	<u>\$ 920,527</u>	<u>\$ -</u>	<u>\$ 592,615</u>

NOTE 12 – NET ASSETS WITH DONOR RESTRICTIONS

Substantially all of the restrictions in net assets as of May 31, 2026 and 2025, are related to funds received for humanitarian aid or other needs of the association.

Net assets with donor restrictions totaled \$4,128,950 and \$4,339,400 as of May 31, 2026 and 2025, respectively. Net assets with donor restrictions consisted of \$567,260 and \$476,691, respectively, in endowment certificate of deposits that earn interest which are restricted for assistance with the Adopt an Orphanage, Hanna House programs, and expanding the branches of the Organization.

NOTE 13 – SHIPPING COSTS

Shipping costs of \$87,674 and \$119,370 are included in program costs on the statement of activities for the years ended May 31, 2026 and 2025, respectively.

NOTE 14 – ENDOWMENT FUNDS

The Organization has five endowments. One endowment consists of a fund established for the Adopt an Orphanage program. Its endowment includes only donor restricted funds. The second endowment consists of a fund established for the operational needs of the Orphan Grain Train's Wisconsin branch. Its endowment includes only without donor restricted funds. The third

ORPHAN GRAIN TRAIN, INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS, CONTINUED

MAY 31, 2026

NOTE 14 – ENDOWMENT FUNDS, CONTINUED

endowment consists of a fund established for the Hanna House program. Its endowment includes only donor restricted funds. The fourth endowment consists of a fund established for expanding the branches of the Organization. Its endowment includes only donor restricted funds. The fifth endowment consists of a fund established for the operational needs of the Orphan Grain Train's Mid-Atlantic branch. Its endowment includes only without donor restricted funds. As required by generally accepted accounting principles, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions. The Organization has interpreted the Nebraska Uniform Prudent Management of Institutional Funds Act (NUPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Organization classifies as net assets with donor restrictions (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the perpetual endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. In accordance with NUPMIFA, the Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (1) the duration and preservation of the various funds, (2) the purposes of the donor-restricted endowment funds, (3) general economic conditions, (4) the possible effect of inflation and deflation, (5) the expected total return from income and the appreciation of investments, (6) other resources of the Organization, and (7) the Organization's investment policies.

A summary of the change in endowment net assets for the year ended May 31, 2026 is as follows:

Endowment Net Assets – With Donor Restrictions, Beginning of Year	\$ 476,691
Contributions	10,000
Distributions	(25,063)
Investment Return, Net	105,632
Endowment Net Assets – With Donor Restrictions, End of Year	<u>\$ 567,260</u>
Endowment Net Assets – Without Donor Restrictions, Beginning of Year	\$ 37,255
Contributions	10,000
Distributions	(1,963)
Investment Return, Net	9,264
Endowment Net Assets – Without Donor Restrictions, End of Year	<u>\$ 54,556</u>

Investment Return Objectives, Risk Parameters and Strategies: Endowment assets will be invested in 75% stocks and 25% bonds with income, up to 5%, benefiting Orphan Grain Train, Inc. Investment risk is measured in terms of the total endowment fund; investment assets and allocation between asset classes and strategies are managed to not expose the fund to unacceptable levels of risk.

Spending Policy: The Organization may appropriate income from the endowment of up to 5% for the benefit of the Organization.

ORPHAN GRAIN TRAIN, INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS, CONTINUED

MAY 31, 2026

NOTE 15 – RELATED PARTY TRANSACTIONS

The Organization receives generous contributions from various board members throughout the year. These donations are generally in the form of cash.

The Organization had transactions with a local law firm for legal services. A member of the board is a partner of the law firm. For the years ended May 31, 2026 and 2025, the Organization paid the law firm \$1,102 and \$0, respectively.

NOTE 16 – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

As part of the Organization's liquidity management plan, cash in excess of daily requirements is invested in short-term investments and savings accounts, and money market funds. As of May 31, 2026, the Organization had \$10,679,292 of financial assets available within one year of the balance sheet date to meet cash needs for operating expenditures, consisting of cash and cash equivalents of \$10,293,017, \$54,556 of funded endowments, and \$331,719 of campaign pledge receivables.

As of May 31, 2025, the Organization had \$9,051,256 of financial assets available within one year of the balance sheet date to meet cash needs for operating expenditures, consisting of cash and cash equivalents of \$8,688,979, \$37,255 of funded endowments, and \$325,022 of campaign pledge receivables.

NOTE 17 – REVENUE RECOGNITION

The Organization receives donations of cash and gifts-in-kind from the general public. The Organization will ship donated items to partner organization in the United States and around the world at a reduced rate from fair value. In addition, the Organization will sell food supplies to other non-profit organizations. Accounts receivable from customers were \$21,900 and \$0 as of May 31, 2026 and 2025, respectively. No allowance for doubtful accounts has been established.

NOTE 18 – COMMITMENTS

At May 31, 2026, the Organization had an unpaid balance of \$71,173 for the demolition of buildings, remove debris and back fill to level grade.

SUPPLEMENTARY INFORMATION

ORPHAN GRAIN TRAIN, INC.

CONSOLIDATED SCHEDULE OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED MAY 31, 2026

	Humanitarian Aid and Disaster Relief	Management and General	Fundraising	Total
EXPENSES				
Relief and Assistance				
Clothes	\$ 27,777,380	\$ -	\$ -	\$ 27,777,380
Medical Supplies	2,598,217	-	-	2,598,217
Medical Equipment	1,336,488	-	-	1,336,488
Food	8,185,645	-	-	8,185,645
Freight and Shipping	1,307,767	-	-	1,307,767
Miscellaneous	809,696	-	-	809,696
Disaster	355,168	-	-	355,168
Household	2,675,191	-	-	2,675,191
School	815,885	-	-	815,885
Support Missionaries	667,727	-	-	667,727
Purchased Inventory	843,274	-	-	843,274
Total Relief and Assistance	<u>\$ 47,372,438</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 47,372,438</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART
OF THE CONSOLIDATED FINANCIAL STATEMENTS

ORPHAN GRAIN TRAIN, INC.

CONSOLIDATED SCHEDULE OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED MAY 31, 2026

	Humanitarian Aid and Disaster Relief	Management and General	Fundraising	Total
OTHER EXPENSES				
Cost of Good Sold - Hope for the Starving	\$ 587,068	\$ -	\$ -	\$ 587,068
Salaries and Wages	406,088	314,317	146,043	866,448
Employee Benefits	45,783	202,827	99,439	348,049
Payroll Taxes	25,613	17,192	6,879	49,684
Repairs and Maintenance	225,362	8,990	-	234,352
Supplies	326,812	-	2,682	329,494
Transportation	234,907	-	-	234,907
Gas and Fuel	147,944	-	-	147,944
Insurance	289,487	5,400	1,892	296,779
Depreciation	571,860	-	-	571,860
Contract Services	46,679	1,015	30,580	78,274
Professional Fees	48,101	-	-	48,101
Advertising	12,166	-	165,357	177,523
Dues, Subscriptions, and Licenses	20,986	-	200	21,186
Convention Expense	3,101	-	421	3,522
Meetings and Conferences	7,363	1,424	183	8,970
Travel	49,192	24,764	64,023	137,979
Office Supplies	29,947	3,408	575	33,930
Postage	18,308	-	11	18,319
Fundraiser Expense	-	-	25,185	25,185
Special Events	23,303	-	4,308	27,611
Rent	56,767	-	-	56,767
Taxes	9,296	-	-	9,296
Utilities	153,321	10,055	-	163,376
Telephone	12,728	1,205	1,367	15,300
Miscellaneous	49,590	-	-	49,590
Bank Charges	2,932	-	-	2,932
Total Other Expenses	\$ 3,404,704	\$ 590,597	\$ 549,145	\$ 4,544,446
Total Expenses	\$ 50,777,142	\$ 590,597	\$ 549,145	\$ 51,916,884

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART
OF THE CONSOLIDATED FINANCIAL STATEMENTS

ORPHAN GRAIN TRAIN, INC.

CONSOLIDATED SCHEDULE OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED MAY 31, 2025

	Humanitarian Aid and Disaster Relief	Management and General	Fundraising	Total
EXPENSES				
Relief and Assistance				
Clothes	\$ 22,724,653	\$ -	\$ -	\$ 22,724,653
Medical Supplies	3,209,786	-	-	3,209,786
Medical Equipment	1,209,525	-	-	1,209,525
Food	10,994,418	-	-	10,994,418
Freight and Shipping	1,027,033	-	-	1,027,033
Miscellaneous	768,792	-	-	768,792
Disaster	490,655	-	-	490,655
Household	2,783,452	-	-	2,783,452
School	828,785	-	-	828,785
Support Missionaries	802,472	-	-	802,472
Purchased Inventory	846,992	-	-	846,992
Total Relief and Assistance	<u>\$ 45,686,563</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 45,686,563</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART
OF THE CONSOLIDATED FINANCIAL STATEMENTS

ORPHAN GRAIN TRAIN, INC.

CONSOLIDATED SCHEDULE OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED MAY 31, 2025

	Humanitarian Aid and Disaster Relief	Management and General	Fundraising	Total
OTHER EXPENSES				
Cost of Good Sold - Hope for the Starving	\$ 410,213	\$ -	\$ -	\$ 410,213
Salaries and Wages	340,689	322,174	177,077	839,940
Employee Benefits	62,386	179,697	113,907	355,990
Payroll Taxes	21,139	17,959	9,057	48,155
Repairs and Maintenance	183,661	1,310	-	184,971
Supplies	193,286	102	1,920	195,308
Transportation	217,687	-	-	217,687
Gas and Fuel	129,327	-	-	129,327
Insurance	265,562	5,238	(1,210)	269,590
Depreciation	421,271	-	-	421,271
Contract Services	39,637	5,266	27,757	72,660
Professional Fees	48,635	-	-	48,635
Advertising	26,028	-	100,865	126,893
Dues, Subscriptions, and Licenses	19,131	-	600	19,731
Convention expense	7,020	-	40,091	47,111
Meetings and Conferences	17,185	3,170	580	20,935
Travel	51,546	12,041	50,164	113,751
Office Supplies	32,388	6,138	-	38,526
Postage	16,732	7	512	17,251
Fundraiser Expense	-	-	19,522	19,522
Special Events	55,150	-	1,776	56,926
Rent	72,958	-	-	72,958
Taxes	7,973	-	-	7,973
Utilities	138,681	7,432	-	146,113
Telephone	10,221	1,339	2,490	14,050
Miscellaneous	14,922	2,133	450	17,505
Bank Charges	1,099	-	-	1,099
Total Other Expenses	\$ 2,804,527	\$ 564,006	\$ 545,558	\$ 3,914,091
Total Expenses	\$ 48,491,090	\$ 564,006	\$ 545,558	\$ 49,600,654

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART
OF THE CONSOLIDATED FINANCIAL STATEMENTS

ORPHAN GRAIN TRAIN, INC.

STATEMENTS OF FINANCIAL POSITION - OGT LOGISTICS, LLC

MAY 31, 2026 AND 2025

	<u>2026</u>	<u>2025</u>
ASSETS		
CURRENT ASSETS		
Cash and Cash Equivalents	\$ 177,150	\$ 291,643
Prepaid Expenses	-	8,266
TOTAL CURRENT ASSETS	<u>\$ 177,150</u>	<u>\$ 299,909</u>
PROPERTY AND EQUIPMENT, NET	<u>\$ 128,342</u>	<u>\$ 66,606</u>
TOTAL ASSETS	<u><u>\$ 305,492</u></u>	<u><u>\$ 366,515</u></u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable	\$ 26,450	\$ 14,217
Accrued Payroll	2,022	1,733
TOTAL CURRENT LIABILITIES	<u>\$ 28,472</u>	<u>\$ 15,950</u>
NET ASSETS		
Without Donor Restrictions	<u>\$ 277,020</u>	<u>\$ 350,565</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 305,492</u></u>	<u><u>\$ 366,515</u></u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART
OF THE CONSOLIDATED FINANCIAL STATEMENTS

ORPHAN GRAIN TRAIN, INC.

STATEMENTS OF ACTIVITIES - OGT LOGISTICS, LLC

FOR THE YEARS ENDED MAY 31, 2026 AND 2025

	<u>2026</u>	<u>2025</u>
REVENUE		
Inside Trip Income	\$ 525,641	\$ 604,219
Public Support - Cash Contributions	-	4,566
Total Revenue Without Donor Restrictions	<u>\$ 525,641</u>	<u>\$ 608,785</u>
EXPENSES		
Advertising	\$ -	\$ 860
Bank Charges	30	71
Contract Services	1,324	2,149
Depreciation	41,473	38,687
Dues, Subscriptions, and Licenses	14,108	10,520
Gas and Fuel	147,944	129,327
Insurance	18,068	80,542
Miscellaneous	2,133	8,056
Office Supplies	2,264	1,001
Payroll Taxes	9,606	10,961
Professional Fees	994	1,753
Rental	510	134
Repairs and Maintenance	51,765	49,320
Salaries and Wages	125,584	134,515
Supplies	87,508	9,551
Taxes	3,500	4,213
Telephone	2,433	2,547
Travel	5,222	3,185
Transportation	100,941	120,774
Utilities	4,242	2,831
Total Expenses Without Donor Restrictions	<u>\$ 619,649</u>	<u>\$ 610,997</u>
NET CHANGE IN NET ASSETS WITHOUT DONOR RESTRICTIONS FROM OPERATIONS	<u>\$ (94,008)</u>	<u>\$ (2,212)</u>
Other Increase (Decrease) in Net Assets Without Donor Restrictions		
Other Income	<u>\$ 20,463</u>	<u>\$ 107</u>
NET CHANGE IN NET ASSETS WITHOUT DONOR RESTRICTIONS	<u>\$ (73,545)</u>	<u>\$ (2,105)</u>
NET ASSETS WITHOUT DONOR RESTRICTIONS AT BEGINNING OF YEAR	<u>350,565</u>	<u>352,670</u>
NET ASSETS WITHOUT DONOR RESTRICTIONS AT END OF YEAR	<u><u>\$ 277,020</u></u>	<u><u>\$ 350,565</u></u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART
OF THE CONSOLIDATED FINANCIAL STATEMENTS

ORPHAN GRAIN TRAIN, INC.

STATEMENTS OF FINANCIAL POSITION - HOPE FOR THE STARVING, LLC

MAY 31, 2026 AND 2025

	<u>2026</u>	<u>2025</u>
ASSETS		
CURRENT ASSETS		
Cash and Cash Equivalents	\$ 125,310	\$ 151,298
Accounts Receivable	21,900	-
Inventory	184,071	156,709
Prepaid Expenses	26,643	-
TOTAL CURRENT ASSETS	<u>\$ 357,924</u>	<u>\$ 308,007</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable	<u>\$ 755</u>	<u>\$ 4,141</u>
NET ASSETS		
Without Donor Restrictions	<u>\$ 357,169</u>	<u>\$ 303,866</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 357,924</u>	<u>\$ 308,007</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART
OF THE CONSOLIDATED FINANCIAL STATEMENTS

ORPHAN GRAIN TRAIN, INC.

STATEMENTS OF ACTIVITIES - HOPE FOR THE STARVING, LLC

FOR THE YEARS ENDED MAY 31, 2026 AND 2025

	<u>2026</u>	<u>2025</u>
REVENUE		
Revenue Without Donor Restrictions		
Sales	\$ 665,257	\$ 466,519
Cost of Goods Sold	<u>587,068</u>	<u>410,213</u>
Net Profit Without Donor Restrictions	<u>\$ 78,189</u>	<u>\$ 56,306</u>
EXPENSES		
Expenses Without Donor Restrictions		
Shipping Costs	\$ 24,657	\$ 17,016
Office Supplies	229	189
Supplies	-	6,081
Total Expenses Without Donor Restrictions	<u>\$ 24,886</u>	<u>\$ 23,286</u>
NET CHANGE IN NET ASSETS WITHOUT DONOR RESTRICTIONS	\$ 53,303	\$ 33,020
NET ASSETS AT BEGINNING OF YEAR WITHOUT DONOR RESTRICTIONS	<u>303,866</u>	<u>270,846</u>
NET ASSETS AT END OF YEAR WITHOUT DONOR RESTRICTIONS	<u><u>\$ 357,169</u></u>	<u><u>\$ 303,866</u></u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART
OF THE CONSOLIDATED FINANCIAL STATEMENTS