

MISSION AVIATION FELLOWSHIP AND AFFILIATES

Consolidated Financial Statements
With Independent Auditor's Report

December 31, 2025 and 2024

MISSION AVIATION FELLOWSHIP AND AFFILIATES

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CAPINCROUSE
A DIVISION OF Carr, Riggs & Ingram

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Mission Aviation Fellowship and Affiliates
Nampa, Idaho

Opinion

We have audited the accompanying consolidated financial statements of Mission Aviation Fellowship and Affiliates, which comprise the consolidated statements of financial position as of December 31, 2025 and 2024, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Mission Aviation Fellowship and Affiliates as of December 31, 2025 and 2024, 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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are required to be independent of Mission Aviation Fellowship and Affiliates 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 these 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 Mission Aviation Fellowship and Affiliates' ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

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Board of Directors
Mission Aviation Fellowship and Affiliates
Nampa, Idaho

Auditor's 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 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 consolidated 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 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.
- 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 Mission Aviation Fellowship and Affiliates' 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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Mission Aviation Fellowship and Affiliates' ability to continue as a going concern for a reasonable period of time.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

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.

Capin Crouse LLC

Colorado Springs, Colorado
August 14, 2026

MISSION AVIATION FELLOWSHIP AND AFFILIATES

Consolidated Statements of Financial Position

	December 31, 2025	December 31, 2024
ASSETS:		
Current assets:		
Cash and cash equivalents	$ 15,407,326	$ 13,309,982
Accounts receivable	894,292	1,468,923
Grants receivable	766,171	-
Supplies and inventory–net	7,381,186	6,557,592
Prepaid expenses and other assets	770,585	936,651
	25,219,560	22,273,148
Non-current assets:		
Cash restricted for long-term purposes	999,338	951,669
Investments	7,632,033	9,291,446
Operating lease–right-of-use assets	817,390	753,034
Financing lease–right-of-use assets	248,687	139,552
Property and equipment–net	61,402,312	56,150,614
Investment in captive insurance arrangements	2,470,533	2,420,383
Assets held for gift annuities and trust agreements	12,132,859	11,926,628
Assets held for endowment fund	1,161,250	1,090,411
	86,864,402	82,723,737
Total Assets	$ 112,083,962	$ 104,996,885

(continued)

See notes to consolidated financial statements

MISSION AVIATION FELLOWSHIP AND AFFILIATES

Consolidated Statements of Financial Position
(continued)

	December 31, 2025	December 31, 2024
LIABILITIES AND NET ASSETS:		
Current liabilities:		
Accounts payable	$ 1,038,415	$ 1,368,180
Accrued expenses	3,623,963	4,010,332
Operating lease obligations	308,235	242,416
Financing lease obligations	78,996	40,704
Performance contract liabilities	540,533	390,505
Accrued post-retirement benefit obligation	268,000	270,000
	5,858,142	6,322,137
Non-current liabilities:		
Operating lease obligations, net of current portion	348,744	353,373
Financing lease obligations, net of current portion	177,297	102,965
Annuities payable	1,030,325	987,953
Revocable trust agreements	153,271	141,708
Irrevocable trust agreements	2,770,957	2,665,717
Trusts due to other remaindermen	1,204,247	1,075,716
Accrued post-retirement benefit obligation, net of current portion	2,181,778	2,138,071
	7,866,619	7,465,503
Total liabilities	13,724,761	13,787,640
Net assets:		
Without donor restrictions:		
Cumulative translation adjustment	(700,731)	(582,485)
Undesignated	84,776,741	82,717,849
	84,076,010	82,135,364
With donor restrictions:		
Restricted by purpose or time	13,339,202	8,129,892
Restricted in perpetuity	943,989	943,989
	14,283,191	9,073,881
Total net assets	98,359,201	91,209,245
Total Liabilities and Net Assets	$ 112,083,962	$ 104,996,885

See notes to consolidated financial statements

MISSION AVIATION FELLOWSHIP AND AFFILIATES

Consolidated Statements of Activities

	Year Ended December 31,					
	2025			2024		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE:						
Contributions	$ 49,822,834	$ 8,132,989	$ 57,955,823	$ 43,881,462	$ 2,954,053	$ 46,835,515
Contributions of nonfinancial assets	2,684,877	-	2,684,877	2,632,359	-	2,632,359
Global aviation ministries	7,707,692	-	7,707,692	8,587,747	-	8,587,747
Investment income	891,672	124,135	1,015,807	495,640	64,261	559,901
Change in value of split interest agreements	529,539	65,780	595,319	614,172	(364,265)	249,907
Gain in captive insurance arrangements	50,150	-	50,150	484,285	-	484,285
Gain on sale and disposal of assets	108,405	-	108,405	150,753	-	150,753
Other income	1,210,091	-	1,210,091	1,177,577	-	1,177,577
Total Support and Revenue	63,005,260	8,322,904	71,328,164	58,023,995	2,654,049	60,678,044
NET ASSETS RELEASED:						
Purpose restrictions	3,113,594	(3,113,594)	-	4,613,103	(4,613,103)	-
EXPENSES:						
Program services	49,008,906	-	49,008,906	48,574,725	-	48,574,725
Supporting activities:						
General and administrative	4,911,289	-	4,911,289	4,128,121	-	4,128,121
Fund-raising	10,647,531	-	10,647,531	10,315,192	-	10,315,192
	15,558,820	-	15,558,820	14,443,313	-	14,443,313
Total Expenses	64,567,726	-	64,567,726	63,018,038	-	63,018,038

(continued)

See notes to consolidated financial statements

MISSION AVIATION FELLOWSHIP AND AFFILIATES

Consolidated Statements of Activities
(continued)

	Year Ended December 31,					
	2025			2024		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Change in Net Assets from Operations	1,551,128	5,209,310	6,760,438	(380,940)	(1,959,054)	(2,339,994)
Post-retirement changes other than net periodic benefit costs	507,764	-	507,764	770,812	-	770,812
Foreign currency translation adjustment	(118,246)	-	(118,246)	(263,374)	-	(263,374)
Change in Net Assets	1,940,646	5,209,310	7,149,956	126,498	(1,959,054)	(1,832,556)
Net Assets, Beginning of Year	82,135,364	9,073,881	91,209,245	82,008,866	11,032,935	93,041,801
Net Assets, End of Year	$ 84,076,010	$ 14,283,191	$ 98,359,201	$ 82,135,364	$ 9,073,881	$ 91,209,245

See notes to consolidated financial statements

MISSION AVIATION FELLOWSHIP AND AFFILIATES

Consolidated Statement of Functional Expenses

For the Year Ended December 31, 2025

	Program Services	Supporting Activities: General and Administrative	Supporting Activities: Fund-raising	Supporting Activities: Total	Total
Salaries and benefits	$ 29,725,136	$ 3,567,985	$ 5,699,023	$ 9,267,008	$ 38,992,144
Office expenses	3,245,870	535,230	2,612,206	3,147,436	6,393,306
Repairs and maintenance	2,872,858	25,729	10,724	36,453	2,909,311
Depreciation	2,662,424	100,290	43,007	143,297	2,805,721
Travel	2,042,133	93,817	416,170	509,987	2,552,120
Contracted services-technology, accounting, legal, and consulting	1,439,275	193,389	815,908	1,009,297	2,448,572
Fuel and oil	2,071,651	2,657	1,111	3,768	2,075,419
Grants and scholarships	1,932,388	-	-	-	1,932,388
Public relations	117,347	1,641	720,631	722,272	839,619
Insurance	657,978	204,017	85,337	289,354	947,332
Licenses and permits	798,917	3,918	806	4,724	803,641
Small tools and equipment	605,559	84,031	41,391	125,422	730,981
Education and seminars	453,565	35,273	36,357	71,630	525,195
Business expenses	126,457	62,488	164,503	226,991	353,448
Taxes	257,348	824	357	1,181	258,529
Total expenses	$ 49,008,906	$ 4,911,289	$ 10,647,531	$ 15,558,820	$ 64,567,726
	75.9%	7.6%	16.5%	24.1%	100.0%

See notes to consolidated financial statements

MISSION AVIATION FELLOWSHIP AND AFFILIATES

Consolidated Statement of Functional Expenses

For the Year Ended December 31, 2024

	Program Services	Supporting Activities: General and Administrative	Supporting Activities: Fund-raising	Supporting Activities: Total	Total
Salaries and benefits	$ 29,097,257	$ 2,918,048	$ 5,323,378	$ 8,241,426	$ 37,338,683
Office expenses	3,218,870	538,510	2,684,600	3,223,110	6,441,980
Repairs and maintenance	2,910,696	26,008	11,123	37,131	2,947,827
Depreciation	2,582,080	88,601	38,817	127,418	2,709,498
Travel	2,060,963	78,579	385,386	463,965	2,524,928
Contracted services-technology, accounting, legal, and consulting	1,403,312	154,763	669,837	824,600	2,227,912
Fuel and oil	2,321,558	2,724	1,173	3,897	2,325,455
Grants and scholarships	1,721,656	-	-	-	1,721,656
Public relations	95,250	967	911,653	912,620	1,007,870
Insurance	708,345	174,390	75,086	249,476	957,821
Licenses and permits	923,887	4,893	749	5,642	929,529
Small tools and equipment	557,073	88,658	48,206	136,864	693,937
Education and seminars	539,656	18,912	24,610	43,522	583,178
Business expenses	205,791	32,466	140,245	172,711	378,502
Taxes	228,331	602	329	931	229,262
Total expenses	$ 48,574,725	$ 4,128,121	$ 10,315,192	$ 14,443,313	$ 63,018,038
	77.1%	6.6%	16.3%	22.9%	100.0%

See notes to consolidated financial statements

MISSION AVIATION FELLOWSHIP AND AFFILIATES

Consolidated Statements of Cash Flows

	December 31, 2025	December 31, 2024
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	$ 7,149,956	$ (1,832,556)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	2,805,721	2,709,498
Amortization of financing leases	62,085	64,662
Gain on sale and disposal of property and equipment	(108,405)	(150,753)
Contributions restricted for long-term purposes	(2,710,704)	(1,613,189)
Non-cash lease adjustment	(3,137)	(26,756)
Forgiveness of note receivable	-	136,000
Realized and unrealized gains on investments and assets held for endowment fund	(469,379)	(332,512)
Reinvested dividends	(41,687)	(41,467)
Gain in captive insurance arrangements	(50,150)	(484,285)
Change in value of split interest agreements	(595,319)	(249,907)
Change in operating assets and liabilities:		
Accounts receivable	574,631	76,876
Grants receivable	(766,171)	-
Supplies and inventory–net	(823,594)	(93,445)
Prepaid expenses and other assets	166,066	(99,538)
Accounts payable	(329,765)	163,315
Accrued expenses	(386,369)	497,591
Performance contract liabilities	150,028	6,479
Accrued post-retirement benefit obligation	41,707	(146,703)
Net Cash Provided (Used) by Operating Activities	4,665,514	(1,416,690)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale of property and equipment and property held for sale	1,231,465	281,559
Purchases of property and equipment	(9,180,479)	(2,852,927)
Purchases of investments	(500,400)	(3,275,154)
Proceeds from sale of investments	3,296,744	1,029,893
Proceeds from sale of assets held for gift annuities and trusts	756,588	1,291,141
Purchases of assets held for gift annuities and trusts	(224,036)	(107,557)
Net Cash Used by Investing Activities	(4,620,118)	(3,633,045)

(continued)

See notes to consolidated financial statements

MISSION AVIATION FELLOWSHIP AND AFFILIATES

Consolidated Statements of Cash Flows

(continued)

	December 31, 2025	December 31, 2024
CASH FLOWS FROM FINANCING ACTIVITIES:		
Contributions restricted for long-term purposes	2,710,704	1,613,189
Proceeds from sale of assets held for endowment fund	53,296	54,692
Payments on financing leases	(58,625)	(63,693)
New gift annuities and trusts	150,830	107,550
Annuitant and trustor payments	(756,588)	(1,291,141)
Net Cash Provided by Financing Activities	2,099,617	420,597
Change in Cash, Cash Equivalents, and Cash Restricted for Long-term Purposes	2,145,013	(4,629,138)
Cash, Cash Equivalents, and Cash Restricted for Long-Term Purposes, Beginning of Year	14,261,651	18,890,789
Cash, Cash Equivalents, and Cash Restricted for Long-Term Purposes, End of Year	$ 16,406,664	$ 14,261,651
CASH, CASH EQUIVALENTS, AND CASH RESTRICTED FOR LONG-TERM PURPOSES CONSIST OF:		
Cash and cash equivalents	$ 15,407,326	$ 13,309,982
Cash restricted for long-term purposes	999,338	951,669
	$ 16,406,664	$ 14,261,651
SUPPLEMENTAL DISCLOSURES AND NON-CASH TRANSACTIONS:		
Right-of-use assets obtained in exchange for operating lease obligations	$ 362,343	$ 482,314

See notes to consolidated financial statements

1. NATURE OF ORGANIZATION:

Mission Aviation Fellowship is an organization, exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code (IRC) and comparable state law. However, Mission Aviation Fellowship is subject to federal income tax on any unrelated business taxable income. In addition, Mission Aviation Fellowship is not classified as a private foundation within the meaning of Section 509(a) of the IRC.

Mission Aviation Fellowship's vision is to see isolated people changed by the love of Christ. Mission Aviation Fellowship pursues that vision through their mission of serving together to bring help, hope, and healing through aviation. Aircraft are used to transport people, food, equipment, medical supplies, and other goods. Aircraft are also used to conduct relief and emergency flights and to support local churches, schools, and hospitals. Mission Aviation Fellowship and its affiliates operate in many countries within Africa, Asia, and Latin America.

Mission Aviation Fellowship receives its income, excluding investment income and changes in gift annuities, primarily from charitable contributions and global aviation fees for services provided. Essentially all revenue for services is generated outside the United States, primarily in Africa, Asia, and Latin America.

PRINCIPLES OF CONSOLIDATION

The accompanying consolidated financial statements include the assets, liabilities, net assets, revenues, and expenses of Mission Aviation Fellowship, MAF Foundation, MAF Media, LLC, and other legal operating entities in the countries in which MAF operates, controlled by Mission Aviation Fellowship and its subsidiaries (collectively referred to as MAF). MAF dissolved MAF Media, LLC in May 2025. All intercompany transactions and balances have been eliminated within the consolidated financial statements.

MAF is associated with organizations carrying the MAF name (e.g. MAF International, MAF United Kingdom, MAF Canada, etc.) which are not included in these consolidated financial statements because they are not under common control. Accordingly, the assets, liabilities, net assets, revenues, and expenses of these national ministries are not included in the consolidated financial statements. Expenditures paid to these entities are treated as grants in the consolidated statements of activities and included within related party transactions in Note 17.

2. SIGNIFICANT ACCOUNTING POLICIES:

MAF maintains its accounts and prepares its consolidated financial statements on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America. The preparation of consolidated 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 and disclosures at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Estimates that are particularly susceptible to significant change in near term are related to allowance for slow moving inventory, depreciation of property and equipment, actuarial present value calculations for annuities and trusts, allocation of expenses on a functional basis, fair value of investments in marketable equity securities and the captive insurance, liabilities for deferred compensation benefits, estimate for medical claims incurred but not reported, and valuation of lease right-of-use assets and liabilities. Actual results could differ from those estimates. The significant accounting policies followed are described below to enhance the usefulness of the consolidated financial statements to the reader.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents, including cash restricted for long-term purposes, consist of cash held in checking and savings accounts, cash on hand, and money market funds. Cash and cash equivalents pending reinvestment as part of MAF's investment strategy are included within investments. As of December 31, 2025 and 2024, MAF has cash and cash equivalents on deposit with financial institutions that exceed federally insured balances (through the National Credit Union Share Insurance Fund and Federal Deposit Insurance Corporation) by approximately $13,000,000 and $11,500,000, respectively. Cash restricted for long-term purposes includes donor-restricted funds received but not expended for aircraft, other property and equipment, and other long-term projects.

ACCOUNTS RECEIVABLE

Accounts receivable are recorded at net realizable value and represent global aviation revenue earned and other miscellaneous amounts due to MAF that have not been received as of year end. Interest is not charged on delinquent receivables. Delinquent receivables are written off based on the individual credit evaluation and specific circumstances of the constituent. Management subsequently has received or expects to receive the full amount of the receivables; therefore, no allowance for credit losses has been recorded.

GRANTS RECEIVABLE

Grants receivable consist of amounts earned but not yet received under grant agreements. Amounts are earned as contractual flight-hour and operational performance requirements are satisfied. Management expects to receive the full amount of the receivable; therefore, no allowance has been recorded.

2. SIGNIFICANT ACCOUNTING POLICIES, continued:

SUPPLIES AND INVENTORY

Supplies and inventory include items held to be used in maintaining and operating aircraft and also some parts held for resale. Inventory held for resale is recorded at the lower of cost or net realizable value using the first-in, first-out method. Cost includes freight, shipping, customs, and taxes. Management has evaluated a reserve for obsolescence, based on historical and anticipated movement of the supplies and inventory, totaling $635,095 and $673,819 as of December 31, 2025 and 2024, respectively. Supplies are held at cost and are expensed as used unless they meet capitalization criteria in which case the cost is transferred to aircraft and equipment assets when placed in service.

INVESTMENTS AND ASSETS HELD FOR GIFT ANNUITIES AND TRUST AGREEMENTS

Investments consist primarily of exchange-traded funds, mutual funds, fixed income securities, cash surrender value of life insurance policies, and captive insurance arrangements. The investment in the captive insurance arrangement is accounted for using the equity method. Cash surrender value of life insurance policies is stated at contract value. All other investments, including assets held for gift annuities and trust agreements, are held primarily at fair value. Fair values are determined by quoted market prices or by yields currently available on comparable securities of issuers with similar credit ratings. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the value of investment securities will occur in the near term and that such changes could materially affect MAF's investment balances. Realized and unrealized gains and losses are reported in the consolidated statements of activities in the year in which they occur.

OPERATING AND FINANCING LEASE–RIGHT-OF-USE ASSETS AND LIABILITIES

Some of MAF's contracts contain the right to control the use of property or assets and are therefore considered leases. MAF has elected to exclude leases with terms of less than 12 months and to combine lease and nonlease components as a single lease component for all classes of underlying assets. The additional lease disclosures can be found in Note 6 and Note 7.

2. SIGNIFICANT ACCOUNTING POLICIES, continued:

PROPERTY AND EQUIPMENT

Property and equipment are recorded at cost or, if donated, at fair market value at the date of donation. Assets costing greater than $5,000 are capitalized. Repairs are expensed as incurred. Depreciation is provided over the estimated useful lives of the assets on a straight-line basis. Land and construction in progress are not depreciated. The estimated useful lives are as follows:

Buildings	40 years
Aircraft and engines	12 years
Vehicles	3 - 7 years
Furniture and equipment	5 years

ASSETS HELD FOR ENDOWMENT FUND

MAF's endowment fund consists of two individual funds established for scholarships and general ministries. Net assets associated with endowment funds are classified and reported based on the existence of donor-imposed restrictions.

The board of directors has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) 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, MAF classifies as net assets with donor restrictions held in perpetuity (a) the original value of gifts donated to the permanent endowment, and (b) the original value of subsequent gifts to the permanent endowment. The remaining portion of the donor-restricted endowment fund that is not classified in net assets restricted in perpetuity is classified as net assets with donor restrictions restricted by purpose or time until those amounts are appropriated for expenditure by the organization in a manner consistent with the standard of prudence prescribed by UPMIFA. In addition, absent explicit donor stipulations to the contrary, to the extent prudent, appropriations for expenditure are allowed even if the fair value of the donor restricted endowment fund falls below the original gift as of the gift date, in accordance with UPMIFA. MAF considered 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 organization 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 the appreciation of investments
6. Other resources of the organization
7. The investment policies of the organization

2. SIGNIFICANT ACCOUNTING POLICIES, continued:

ASSETS HELD FOR ENDOWMENT FUND, continued

Funds with deficiencies: From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or UPMIFA requires MAF to retain as a fund of perpetual duration. In accordance with accounting principles generally accepted in the United States of America, no deficiencies of this nature have been reported in net assets with donor restrictions as of December 31, 2025 and 2024.

Return objectives and strategies: To satisfy its long-term rate of return objectives, MAF relies on a total return strategy in which investment returns are achieved through both current yield and capital appreciation. MAF targets a diversified asset allocation to achieve its long-term return objectives within prudent risk restraints.

Spending policy: MAF has a policy of appropriating expenditures each year. To the extent prudent, it is expected that spending from the endowment funds will be managed with a long-term perspective to maintain long-term purchasing power of the endowment funds to meet the longer term needs of MAF, but that such long-term perspective would not prevent the funds from continuing to spend a prudent amount from the endowment funds despite a fund's balance falling below targeted levels. This is consistent with MAF's objective to maintain the purchasing power of donor-restricted assets held in perpetuity or for a specified term, as well as to provide additional real growth through new gifts and investment return.

ANNUITIES PAYABLE

MAF has established a gift annuity plan whereby donors may contribute assets to the organization in exchange for the right to receive a fixed dollar return during their lifetimes. This transaction provides for a portion of the transfer to be considered a charitable contribution for income tax purposes. The difference between the price of the annuity contract and the discounted liability for future payments, determined on an actuarial basis using a rate of 6% and the 2010 CNSMT life table, is recognized as contribution income at the date of the gift. Upon death of the annuitant, income distributions cease.

The actuarial liability for annuities payable is evaluated annually (giving effect to investment income and payments to annuitants). Any surplus or deficiency is recorded as a change in value of split interest agreements in the consolidated statements of activities.

MAF is required to maintain legally-mandated reserves and investment guidelines for certain states in which it issues gift annuities. As of December 31, 2025 and 2024, management believes that MAF is in compliance with each of the requirements by these states.

2. SIGNIFICANT ACCOUNTING POLICIES, continued:

TRUST LIABILITIES

As trustee, MAF administers irrevocable and revocable trusts. These trusts provide for the payment of lifetime distributions to the grantor or other designated beneficiaries. Included in the trust liability is the actuarially determined present value of future payments to beneficiaries. Certain trusts contain provisions to distribute assets to individuals or organizations other than MAF. The portion of future interest that is attributable to others is reflected as trusts due to other remaindermen on the consolidated statements of financial position. The remaining portion of the trust attributable to MAF's future interest is recorded within the consolidated statements of activities as donor restricted contributions in the period received. Gifts under revocable lifetime income trust agreements are recorded as assets and offsetting liabilities until termination upon the death of the donor. Upon the death of the donor, the trusts become the property of MAF and the related net asset classification is adjusted according to the donor's stipulated purpose, if any at that time.

NET ASSETS

The consolidated financial statements report amounts separately by class of net assets as follows:

Net assets without donor restrictions are those resources currently available to support current operations, including those resources invested in property and equipment–net.

Net assets with donor restrictions are those resources contributed with donor stipulations for specific projects and ministries and those resources for which the principal is stipulated by donors to be invested in perpetuity.

SUPPORT AND REVENUE

Contributions

Contributions are recorded when made, which may be when cash is received or unconditionally promised, or when ownership of donated assets is transferred to MAF. Contributions restricted by the donor for a specific purpose are recorded as support with donor restrictions until the purpose restriction is satisfied. Upon satisfaction of the restriction, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statements of activities as net assets released from restrictions. Conditional contributions with donor restrictions in which the conditions are met in the year received are treated as contributions without donor restrictions. Contributions for long-term purposes are released from restriction when the asset is placed in service. Donated assets are recorded as contributions at their estimated fair value on the date of donation.

2. SIGNIFICANT ACCOUNTING POLICIES, continued:

SUPPORT AND REVENUE, continued

Contributions of Nonfinancial Assets

The Not-for-Profit Topic of the Financial Accounting Standards Board (FASB) Accounting Standards Codification requires recording the value of donated in-kind assets and services that create or enhance nonfinancial assets or require specialized skills. MAF records seconded staff services from other organizations that meet these requirements as contributions of nonfinancial assets in the consolidated statements of activities. Contributed services are recorded at fair value based on estimated amounts paid to the seconded staff by their seconding organizations. Contributions of nonfinancial assets are recorded at estimated fair value based on similar assets using an exit price approach. All nonfinancial asset contributions are used within MAF's program activities and do not have donor restrictions.

Global Aviation Ministries Revenue

Global Aviation Ministries revenue consists of payments for flight services and is recognized at the point in time in which the flight occurs, which is when the performance obligation of providing the service is satisfied. Payments received for future flights are recognized as performance contract liabilities when received. Should any amount not be collected when the performance obligation is satisfied, accounts receivable is recorded for the outstanding amount. Accounts receivable related to global aviation ministries revenue totaled $894,292, $1,468,923, and $1,115,097 as of December 31, 2025, 2024, and 2023. Performance contract liabilities related to global aviation ministries revenue totaled $540,533, $390,505, and $384,026 as of December 31, 2025, 2024, and 2023 and were earned in the subsequent year.

Investment and Other Income

Investment income, including change in value of split interest agreements, and other income is recorded as earned.

FUNCTIONAL ALLOCATION OF EXPENSES

Expenses are recorded when incurred. The costs of providing program services and supporting activities have been summarized on a functional basis. Accordingly, certain costs related to more than one function, such as salaries and benefits, office expenses, and depreciation, have been allocated among the program services and supporting services benefited. These expenses require allocation on a reasonable basis that is consistently applied. Salaries and benefits are allocated based on average estimates of time and effort by employees. Depreciation and occupancy expenses are allocated based on square footage. Remaining expenses are allocated based on the underlying nature of the expense.

2. SIGNIFICANT ACCOUNTING POLICIES, continued:

FOREIGN OPERATIONS AND CURRENCY TRANSLATION

MAF has offices and activities outside of the United States. The account balances of foreign operations are included within the consolidated financial statements. All field offices have identified their local currency as their functional currency and the U.S. dollar as their reporting currency. The consolidated financial statements of these locations are remeasured to U.S. dollars using month end rates of exchange for all assets and liabilities, and average rates of exchange for the period for revenues and expenses. Net gains and losses resulting from foreign exchange transactions are included in the consolidated statements of activities. MAF recognized a net unrealized foreign exchange loss of ($118,246) and ($263,374) during the years ended December 31, 2025 and 2024, respectively, which is reported in the consolidated statements of activities as a foreign currency translation adjustment.

Management has reviewed the assets of its foreign subsidiaries and has determined that they are under the control and ownership of MAF. While such items are recognized as assets of the organization, it should be noted that the political situation in many countries is subject to rapid change. Therefore, while MAF believes the assets are properly stated at the date of this report, subsequent changes could occur that would adversely affect the realizable value of the assets in other countries. In addition, it should be understood that the carrying value of the assets in other countries may not be representative of the amount that would be realized.

3. INVESTMENTS, CAPTIVE INSURANCE ARRANGEMENTS, ASSETS HELD FOR GIFT ANNUITIES AND TRUST AGREEMENTS, AND ASSETS HELD FOR ENDOWMENT FUND:

Investments, captive insurance arrangements, and assets held for gift annuities, trusts, and endowment fund consist of:

	December 31, 2025	December 31, 2024
Investments:		
Cash and cash equivalents	$ 926,939	$ 383,469
Exchange-traded funds	5,265,082	5,154,903
Cash surrender value	800,117	771,137
Mutual funds	574,279	567,163
Fixed income securities	65,616	68,031
Certificates of deposit	-	2,346,743
	7,632,033	9,291,446
Captive insurance arrangements	2,470,533	2,420,383

3. INVESTMENTS, CAPTIVE INSURANCE ARRANGEMENTS, ASSETS HELD FOR GIFT ANNUITIES AND TRUST AGREEMENTS, AND ASSETS HELD FOR ENDOWMENT FUND, continued:

	December 31, 2025	December 31, 2024
Assets held for gift annuities and trust agreements:		
Cash and cash equivalents	433,248	383,802
Exchange-traded funds	2,767,776	2,529,999
Municipal bonds	421,378	422,396
Mutual funds	8,510,457	8,590,431
	12,132,859	11,926,628
Assets held for endowment fund:		
Cash and cash equivalents	33,497	30,707
Exchange-traded funds	236,073	197,576
Mutual funds	891,680	862,128
	1,161,250	1,090,411
	$ 23,396,675	$ 24,728,868

Investment income and gains consist of:

	Years Ended December 31, 2025	Years Ended December 31, 2024
Realized and unrealized gains	$ 974,340	$ 523,050
Interest and dividends	41,467	36,851
	1,015,807	559,901
Change in value of split interest agreements	595,319	249,907
Gain in captive insurance arrangements	50,150	484,285
	$ 1,661,276	$ 1,294,093

4. LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS:

The following table reflects MAF's financial assets reduced by amounts not available for general expenditure within one year. Financial assets are considered unavailable when illiquid or not convertible to cash within one year; held in trust; held in perpetual endowments and the accumulated earnings thereof, net of appropriations within one year; subject to donor purpose or time restrictions, net of spending pursuant to the restrictions within one year; or because funds are set aside for assets held for gift annuities and trusts.

	December 31,	
	2025	2024
Financial assets:		
Cash and cash equivalents	$ 15,407,326	$ 13,309,982
Accounts receivable	894,292	1,468,923
Grant receivable	766,171	-
Cash restricted for long-term purposes	999,338	951,669
Investments	7,632,033	9,291,446
Investment in captive insurance arrangements	2,470,533	2,420,383
Assets held for gift annuities and trust agreements	12,132,859	11,926,628
Assets held for endowment fund	1,161,250	1,090,411
Financial assets, year-end	41,463,802	40,459,442
Less those unavailable for general expenditure within one year, due to:		
Cash restricted for long-term purposes	(999,338)	(951,669)
Donor restricted amounts not expected to be used within one year	(1,410,389)	-
Investments held in captive insurance arrangements	(2,470,533)	(2,420,383)
State reserve requirements for assets held for gift annuities	(1,595,000)	(1,976,900)
Assets held for trusts	(7,171,732)	(6,841,617)
Assets held for endowment fund	(1,105,708)	(1,037,115)
	(14,752,700)	(13,227,684)
Financial assets available to meet cash needs for general expenditures within one year	$ 26,711,102	$ 27,231,758

4. LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS, continued:

MAF is substantially supported by contributions without donor restrictions. MAF has certain donor-restricted assets limited to use for programs or specific purposes which are ongoing, major, and central to its annual operations; therefore, funds of this nature totaling approximately $7,725,000 and $4,127,000 as of December 31, 2025 and 2024, respectively, are considered available for general expenditure. MAF structures its financial assets to be available as its general expenditures, liabilities, and other obligations come due. Operating cash in excess of daily requirements is invested in short-term low-risk investments. In the event of an extraordinary liquidity need beyond the combined capacity of the aforementioned reserves, MAF may also draw upon its $1,450,000 available line of credit, the balance of which is zero as of December 31, 2025 and 2024. (Note 16).

5. SUPPLIES AND INVENTORY:

Supplies and inventory consist of:

	December 31, 2025	December 31, 2024
Aircraft parts, engine cores, and other items	$ 7,418,197	$ 6,693,229
Shipping costs and customs	273,901	305,260
Aircraft fuel	150,180	125,424
Radio equipment	35,418	38,547
Other	138,585	68,951
	8,016,281	7,231,411
Reserve for obsolescence	(635,095)	(673,819)
	$ 7,381,186	$ 6,557,592

6. OPERATING LEASE–RIGHT-OF-USE ASSETS AND OBLIGATIONS:

MAF leases equipment, office and various other rental space under multiple noncancelable operating leases expiring at various times through 2041. The discount rate represents the risk-free discount rate using a period comparable with that of the individual lease term as of adoption date. Leases require varying monthly and annual payments. Discount rates range from 1.38%.-5.25%.

	December 31, 2025	December 31, 2024
Operating lease right-of-use assets	$ 817,390	$ 753,034
Operating lease liabilities	$ 656,979	$ 595,789
Operating lease costs	$ 357,466	$ 311,884
Cash paid for operating leases	$ 360,603	$ 338,640
Short-term lease costs	$ 358,874	$ 289,022
Weighted-average discount rate	4.16%	3.97%
Weighted-average remaining lease term	6.32 years	7.68 years

Future minimum lease payments required under the qualifying right-of-use operating leases are as follows:

Year Ending December 31,	
2026	$ 308,235
2027	116,752
2028	104,170
2029	75,031
2030	38,647
Thereafter	161,399
	804,234
Less imputed interest	(147,255)
	$ 656,979

7. FINANCING LEASE–RIGHT-OF-USE ASSETS AND OBLIGATIONS:

MAF leases equipment under two noncancelable financing leases expiring at various dates through 2030. The discount rate represents the risk-free discount rate using a period comparable with that of the individual lease terms. The leases require monthly payments ranging from $3,191 to $3,392 per month.

	December 31, 2025	December 31, 2024
Financing lease right-of-use assets	$ 248,687	$ 139,552
Financing lease liabilities	$ 256,293	$ 143,669
Lease costs:		
Amortization of assets	$ 62,085	$ 64,662
Interest on lease obligations	$ 10,798	$ 7,166
Weighted-average discount rate	4.32%	4.28%
Weighted-average remaining lease term	3.65 years	3.83 years

Future minimum lease payments required under the qualifying right-of-use financing leases are as follows:

Year Ending December 31,	
2026	$ 78,996
2027	78,996
2028	72,212
2029	38,302
2030	9,578
	278,084
Less imputed interest	(21,791)
	$ 256,293

8. PROPERTY AND EQUIPMENT–NET:

Property and equipment–net consist of:

	December 31, 2025	December 31, 2024
Land	$ 2,907,330	$ 2,690,134
Buildings and hangars	22,552,141	21,612,222
Aircraft	39,484,468	39,788,342
Equipment	4,957,092	5,884,115
Vehicles	2,898,524	3,019,711
Engines	13,100,553	11,771,692
	85,900,108	84,766,216
Less accumulated depreciation	(33,146,514)	(32,574,463)
	52,753,594	52,191,753
Construction in progress	8,648,718	3,958,861
	$ 61,402,312	$ 56,150,614

Construction in progress consists primarily of aircraft undergoing modification and outfitting and in-country staff housing.

9. MEDICAL CLAIMS RESERVE:

MAF has a self-insured employee group medical plan. Insurance policies in force with insurance providers as of December 31, 2025 and 2024, limit MAF's liability to $250,000 annually per insured. MAF records an accrual that represents its best estimate of claims and fees that were incurred but unpaid at the end of the year. This accrual was approximately $418,000 and $437,000 as of December 31, 2025 and 2024, respectively, and is included in accrued expenses on the consolidated statements of financial position.

10. GIFT ANNUITIES AND TRUST AGREEMENTS:

Change in value of split interest agreements consists of:

	December 31, 2025	December 31, 2024
Without donor restrictions:		
Interest and dividend income	$ 149,471	$ 152,052
Net realized and unrealized gains	476,116	352,997
Matured annuities	20,314	306,699
Actuarial change	85,607	75,615
Annuitant payments	(172,427)	(244,689)
Administrative expenses	(29,542)	(28,502)
Total Change in Value Without Donor Restrictions	$ 529,539	$ 614,172
With donor restrictions:		
Interest and dividend income	$ 228,656	$ 218,055
Net realized and unrealized gains	706,487	339,514
Actuarial change	(245,334)	166,362
Trustor payments	(584,161)	(1,046,452)
Administrative expenses	(39,868)	(41,744)
Total Change in Value With Donor Restrictions	$ 65,780	$ (364,265)

11. ACCRUED POST-RETIREMENT BENEFIT OBLIGATION:

MAF established a defined benefit pension plan (the Plan) covering eligible employees who chose to participate. The benefits are based on years of service and the employee's highest average compensation. The funding policy is to review the Plan's status annually and to fund payments from the Plan on a pay-as-you-go basis, therefore there are no segregated assets of the Plan. The Plan was frozen effective September 30, 2009. The following table sets forth the Plan's funded status and amounts recognized in MAF's consolidated statements of financial position as of December 31, 2025 and 2024, in accordance with the Accounting Standards Codification topic of Employer's Accounting for Defined Benefit Pension and Other Postretirement Plans:

	December 31, 2025	December 31, 2024
Funded Status:		
Retirees	$ (2,235,182)	$ (2,073,565)
Fully eligible active plan participants	(214,596)	(334,506)
Funded Status	$ (2,449,778)	$ (2,408,071)
Change in Benefit Obligation:		
Benefit obligation at beginning of year	$ 2,408,071	$ 2,554,774
Interest cost	125,710	123,395
Actuarial gain	(35,901)	(150,999)
Benefits paid	(48,102)	(119,099)
Unfunded Benefit Obligation at End of Year	$ 2,449,778	$ 2,408,071

	December 31, 2025	December 31, 2024
Net Periodic Benefit Cost:		
Interest cost	$ 125,710	$ 123,395
Amortization of net gain from earlier periods	(11,230)	(34,636)
Amortization of unrecognized prior service cost	(74,043)	(74,043)
Net Periodic Benefit Cost	$ 40,437	$ 14,716
Items not yet recognized as a component of Net Periodic Benefit Cost:		
Unrecognized prior service credit	$ (129,571)	$ (203,614)
Unrecognized net gain	(378,193)	(567,198)
Total	$ (507,764)	$ (770,812)

11. ACCRUED POST-RETIREMENT BENEFIT OBLIGATION, continued:

Weighted-average assumptions and methods disclosures include:

	December 31, 2025	December 31, 2024
Discount rate–postretirement benefit obligation	5.61%	4.83%
General inflation–postretirement benefit obligation	3.61%	2.83%
Discount rate–net periodic benefit cost	2.83%	2.83%
General inflation–net periodic benefit cost	0.83%	0.83%

The following benefit payments, which reflect expected future service, are expected to be paid:

Year Ending December 31,	
2026	$ 268,000
2027	267,000
2028	263,000
2029	256,000
2030	246,000
Thereafter	1,149,778
	$ 2,449,778

12. NET ASSETS WITH DONOR RESTRICTIONS:

Net assets with donor restrictions consist of:

	December 31, 2025	December 31, 2024
Restricted by purpose or time:		
Aircraft fund projects	$ 5,624,241	$ 72,392
Trust agreements	3,043,257	3,100,184
Headquarter projects	1,979,065	1,444,341
Africa projects	1,156,270	990,891
Eurasia projects	732,316	1,161,247
Asia projects	432,835	287,284
Endowment fund earnings	217,261	146,422
Latin America projects	153,957	927,131
	13,339,202	8,129,892
Restricted in perpetuity:		
General	129,317	129,317
Scholarships	814,672	814,672
	943,989	943,989
	$ 14,283,191	$ 9,073,881

13. ASSETS HELD FOR ENDOWMENT FUND:

Change in assets held for endowment fund for the year ended December 31, 2025, consists of:

	Accumulated Gains	Original Gift Amount	Total
Endowment net assets, beginning of year	$ 146,422	$ 943,989	$ 1,090,411
Dividend and interest income	41,687	-	41,687
Net realized and unrealized gains	82,448	-	82,448
Appropriations for expenditure	(53,296)	-	(53,296)
Endowment net assets, end of year	$ 217,261	$ 943,989	$ 1,161,250

13. ASSETS HELD FOR ENDOWMENT FUND, continued:

Change in assets held for endowment fund for the year ended December 31, 2024, consists of:

	Accumulated Gains	Original Gift Amount	Total
Endowment net assets, beginning of year	$ 136,853	$ 943,989	$ 1,080,842
Dividend and interest income	41,467	-	41,467
Net realized and unrealized gains	22,794	-	22,794
Appropriations for expenditure	(54,692)	-	(54,692)
Endowment net assets, end of year	$ 146,422	$ 943,989	$ 1,090,411

14. FAIR VALUE MEASUREMENTS:

Fair value is the exchange price that would be received for an asset or paid to transfer a liability (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. There are three levels of inputs that may be used to measure fair values.

Level 1: Quoted prices (unadjusted) for identical assets or liabilities in active markets that MAF has the ability to access as of the measurement date.

Level 2: Significant other observable inputs other than Level 1 prices, such as:

- 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; or
  - can be corroborated by observable market data.

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.

Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

Following is a description of the valuation methodologies used for assets measured at fair value.

Exchange-traded funds and mutual funds: Valued at the closing price reported on the active market on which the individual securities are traded.

Municipal bonds and fixed income securities: Values are based on quoted prices in active markets for the underlying assets which are publicly traded.

Cash surrender value: Valued at contract value as determined by the investment manager.

14. FAIR VALUE MEASUREMENTS, continued:

Changes in valuation techniques: None

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

The following tables display the fair value of investments and assets under gift annuities, trusts, and endowment fund measured on a recurring basis as of December 31, 2025 and 2024.

		Fair Value Measurements Using:		
	December 31, 2025	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Other Unobservable Inputs (Level 3)
Investments and assets under gift annuities, trusts, and endowment fund held at fair value:				
Exchange-traded funds	$ 8,268,931	$ 8,268,931	$ -	$ -
Municipal bonds	421,378	-	421,378	-
Fixed income securities	65,616	-	65,616	-
Mutual funds	9,976,416	9,976,416	-	-
	18,732,341	$ 18,245,347	$ 486,994	$ -
Investments and assets under gift annuities, trusts, and endowment fund held at other than fair value:				
Cash and cash equivalents	1,393,684			
Cash surrender value	800,117			
	$ 20,926,142			

14. FAIR VALUE MEASUREMENTS, continued:

	December 31, 2024	Fair Value Measurements Using: Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Other Unobservable Inputs (Level 3)
Investments and assets under gift annuities, trusts, and endowment fund held at fair value:				
Exchange-traded funds	$ 7,882,478	$ 7,882,478	$ -	$ -
Municipal bonds	422,396	-	422,396	-
Fixed income securities	68,031	-	68,031	-
Mutual funds	10,019,722	10,019,722	-	-
	18,392,627	$ 17,902,200	$ 490,427	$ -
Investments and assets under gift annuities, trusts, and endowment fund held at other than fair value:				
Cash and cash equivalents	797,978			
Cash surrender value	771,137			
Certificates of deposit	2,346,743			
	$ 22,308,485			

15. INVESTMENT IN CAPTIVE INSURANCE COMPANIES:

MAF and ten other not-for-profit organizations are members of two offshore captive insurance holding companies, Lucent Insurance, Ltd. (Lucent) and Lucent Reinsurance, Ltd. (LucentRe). MAF accounts for its investment in these captives based on the equity method of accounting.

Lucent insures claims related to domestic and foreign workers' compensation. Lucent reinsures the first $250,000 of any claim. LucentRe insures the following $250,000 of any claim related to domestic workers' compensation.

15. INVESTMENT IN CAPTIVE INSURANCE COMPANIES, continued:

MAF's investment in captive insurance companies of $2,470,533 and $2,420,383 as of December 31, 2025 and 2024, respectively, represents a 15.8% and 15.2% interest in Lucent. Gain on investment in captive insurance companies totaled $50,150 and $484,285 during the years ended December 31, 2025 and 2024, respectively. As noted within the independent auditor's report, the audited consolidated financial statements as of and for the years ended August 31, 2025 and 2024 of Lucent and LucentRe were audited by other auditors. Investment balances are measured as of November 30, 2025 and 2024, which represents the most recent unaudited information available. MAF is not aware of any material changes to these balances as of December 31, 2025 and 2024. MAF paid approximately $642,000 and $788,000 in premiums to the captives during the years ended December 31, 2025 and 2024, respectively. Additionally, MAF received dividend distributions of approximately $300,000 and $0 during the years ended December 31, 2025 and 2024, respectively.

Summary financial information of Lucent as of November 30, 2025 and 2024* is as follows:

	November 30, 2025	November 30, 2024
Total assets	$ 27,977,000	$ 27,467,000
Total liabilities	$ 12,371,000	$ 11,530,000
Comprehensive income, net of dividends	$ 458,000	$ 2,860,000

*Amounts represent unaudited balances and activities through the years ended November 30, 2025 and 2024

16. LINE OF CREDIT:

MAF has a revolving line of credit maturing September 2026 held by a financial institution in the amount of $1,450,000, with monthly interest payments due, calculated at a variable interest rate (effective rate of 7.25% as of December 31, 2025). MAF had no outstanding balance on the line of credit as of December 31, 2025 and 2024.

17. RELATED PARTY TRANSACTIONS:

MAF has affiliate agreements with international organizations that operate using a similar name. These organizations are not controlled by MAF nor consolidated within MAF's consolidated financial statements. During the years ended December 31, 2025 and 2024, MAF received approximately $575,000 and $1,015,000 from, and granted approximately $1,295,000 and $1,264,000 to, related party affiliate organizations, respectively. Amounts received are included within contributions on the consolidated statements of activities and amounts granted are included with grants and scholarships expense on the consolidated statements of functional expenses, respectively. Additionally, accounts receivable from related party affiliate organizations totaled approximately $146,000 and $472,000 as of December 31, 2025 and 2024, respectively. These amounts are included within accounts receivable on the consolidated statements of financial position.

17. RELATED PARTY TRANSACTIONS, continued:

MAF receives contributed services from the above-mentioned affiliate organizations. Amounts received totaled approximately $2,685,000 and $2,632,000 during the years ended December 31, 2025 and 2024, respectively. Amounts received are included within contributions of nonfinancial assets on the consolidated statements of activities and salaries and benefits expense on the consolidated statements of functional expenses, respectively.

18. JOINT COSTS:

MAF incurs joint costs for furloughing employees. These expenses have been allocated as follows:

	December 31, 2025	December 31, 2024
Program activities	$ 547,536	$ 565,547
Supporting activities:		
General and administrative	46,668	-
Fund-raising	231,751	241,188
	$ 825,955	$ 806,735

19. RETIREMENT PLAN:

MAF has a defined contribution plan covering substantially all salaried and hourly United States citizen employees. MAF matches employee contributions up to 5% of eligible compensation. MAF's contributions to the plan for the years ended December 31, 2025 and 2024 were approximately $1,036,000 and $966,000, respectively.

20. SUBSEQUENT EVENTS:

Management has evaluated subsequent events through the date that the financial statements were available to be issued, August 14, 2026, and determined there were no events that occurred that required disclosure. No events occurring after this date were evaluated for inclusion in these financial statements.