INTERNATIONAL LITERACY AND DEVELOPMENT

Consolidated Financial Statements
With Independent Auditor's Report

December 31, 2025 and 2024

INTERNATIONAL LITERACY AND DEVELOPMENT

Table of Contents

INDEPENDENT AUDITOR'S REPORT

Board of Directors
International Literacy and Development
Dallas, Texas

Opinion

We have audited the accompanying consolidated financial statements of International Literacy and Development, 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 consolidated financial position of International Literacy and Development as of December 31, 2025 and 2024, and the changes in its consolidated net assets and its consolidated 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 International Literacy and Development 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 International Literacy and Development's 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
International Literacy and Development
Dallas, Texas

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 International Literacy and Development's 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 International Literacy and Development'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.

Capin Crouse LLC

Irving, Texas
May 21, 2026

INTERNATIONAL LITERACY AND DEVELOPMENT

Consolidated Statements of Financial Position

	December 31, 2025		December 31, 2024	
ASSETS:				
Cash	$	379,544	$	454,138
Investments		890,386		845,897
Other receivables (no allowance for credit losses)		378,046		294,811
Other assets		51,443		93,685
Total Assets	$	1,699,419	$	1,688,531
LIABILITIES AND NET ASSETS:				
Current liabilities:				
Accounts payable and other liabilities	$	34,943	$	52,300
Total current liabilities		34,943		52,300
Net assets:				
Net assets without donor restrictions		663,282		704,613
Net assets with donor restrictions		1,001,194		931,618
Total net assets		1,664,476		1,636,231
Total Liabilities and Net Assets	$	1,699,419	$	1,688,531

See notes to the consolidated financial statements

INTERNATIONAL LITERACY AND DEVELOPMENT

Consolidated Statements of Activities

	Year Ended December 31,					
	2025			2024		
	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total
SUPPORT AND REVENUE:						
Contributions	$ 305,833	$ 2,534,748	$ 2,840,581	$ 342,251	$ 2,489,258	$ 2,831,509
Contributed services	82,500	-	82,500	102,500	-	102,500
Investment income	54,812	-	54,812	63,155	-	63,155
Program revenue	52,281	-	52,281	419,176	-	419,176
Contract revenue	174,166	-	174,166	-	-	-
Loss on sale of subsidiary	-	-	-	(77,437)	-	(77,437)
Other income	5,473	-	5,473	4,329	-	4,329
Total Support and Revenue	675,065	2,534,748	3,209,813	853,974	2,489,258	3,343,232
RECLASSIFICATIONS:						
Satisfaction of purpose restrictions	2,176,355	(2,176,355)	-	2,337,966	(2,337,966)	-
Assessment against restricted gifts	288,817	(288,817)	-	280,598	(280,598)	-
	2,465,172	(2,465,172)	-	2,618,564	(2,618,564)	-
EXPENSES:						
Program services:						
Language, literacy, and community development	2,634,033	-	2,634,033	2,868,827	-	2,868,827
Supporting activities:						
Management and general	184,827	-	184,827	404,896	-	404,896
Fundraising	362,708	-	362,708	369,244	-	369,244
	547,535	-	547,535	774,140	-	774,140
Total Expenses	3,181,568	-	3,181,568	3,642,967	-	3,642,967
Change in Net Assets	(41,331)	69,576	28,245	(170,429)	(129,306)	(299,735)
Net Assets, Beginning of Year	704,613	931,618	1,636,231	875,042	1,060,924	1,935,966
Net Assets, End of Year	$ 663,282	$ 1,001,194	$ 1,664,476	$ 704,613	$ 931,618	$ 1,636,231

See notes to the consolidated financial statements

INTERNATIONAL LITERACY AND DEVELOPMENT

Consolidated Statement of Functional Expenses

Year Ended December 31, 2025

	Program Services	Supporting Activities: Management and General	Supporting Activities: Fundraising	Total
Salaries and payroll taxes	$ 1,647,161	$ 104,451	$ 154,320	$ 1,905,932
Professional fees	270,788	45,943	154,333	471,064
Grant expense	338,312	-	-	338,312
Travel	145,028	6,965	30,973	182,966
Employee benefits	83,014	416	4,537	87,967
Office expenses	36,812	3,873	8,639	49,324
Professional development and training expenses	34,700	1,928	1,970	38,598
Communications	28,139	5,373	3,776	37,288
Occupancy and utilities	22,208	13,923	112	36,243
Other expenses	27,871	1,955	4,048	33,874
Total expenses	$ 2,634,033	$ 184,827	$ 362,708	$ 3,181,568
Percentage of total expenses	83%	6%	11%	100%

See notes to the consolidated financial statements

INTERNATIONAL LITERACY AND DEVELOPMENT

Consolidated Statement of Functional Expenses

Year Ended December 31, 2024

	Program Services	Supporting Activities: Management and General	Supporting Activities: Fundraising	Total
Salaries and payroll taxes	$ 1,776,170	$ 212,147	$ 200,338	$ 2,188,655
Professional fees	462,957	101,474	106,600	671,031
Grant expense	231,028	-	-	231,028
Travel	157,481	36,373	21,751	215,605
Employee benefits	107,198	310	11,016	118,524
Other expenses	37,652	7,590	12,534	57,776
Communications	33,573	9,307	3,309	46,189
Office expenses	33,075	8,414	4,407	45,896
Occupancy and utilities	10,915	27,296	6,864	45,075
Professional development and training expenses	18,778	1,985	2,425	23,188
Total expenses	$ 2,868,827	$ 404,896	$ 369,244	$ 3,642,967
Percentage of total expenses	79%	11%	10%	100%

See notes to the consolidated financial statements

INTERNATIONAL LITERACY AND DEVELOPMENT

Consolidated Statements of Cash Flows

	Year Ended December 31, 2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	$ 28,245	$ (299,735)
Adjustments to reconcile change in net assets net cash provided (used) by operating activities:		
Unrealized gains on investments	(26,136)	(21,612)
Loss on sale of subsidiary	-	77,437
Amortization of discount on other receivables	(12,175)	-
Change in operating assets and liabilities:		
Other receivables	(71,060)	-
Other assets	42,242	26,840
Accounts payable and other liabilities	(17,357)	(25,428)
Net Cash Used by Operating Activities	(56,241)	(242,498)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale of investments	867,104	499,243
Purchases of investments	(885,457)	(456,407)
Net cash outflow for sale of subsidiary	-	(372,248)
Net Cash Used by Investing Activities	(18,353)	(329,412)
Net Change in Cash and Cash Equivalents	(74,594)	(571,910)
Cash and Cash Equivalents, Beginning of Year	454,138	1,026,048
Cash and Cash Equivalents, End of Year	$ 379,544	$ 454,138

SUPPLEMENTAL INFORMATION:

International Literacy and Development sold a subsidiary during the year ended December 31, 2024. In conjunction with the sale, certain assets and liabilities were received/transferred as follows:

	2025	2024
Cash received	$ -	$ 50,000
Cash transferred	-	(417,592)
Accounts receivable transferred	-	(18,010)
Accounts payable and other liabilities transferred	-	13,354
Net cash outflow for sale of subsidiary	$ -	$ (372,248)

See notes to the consolidated financial statements

INTERNATIONAL LITERACY AND DEVELOPMENT

Notes to Consolidated Financial Statements

December 31, 2025 and 2024

1. NATURE OF ORGANIZATION:

International Literacy and Development (ILAD) is a Texas nonprofit organization formed on April 4, 2011, and classified as a 501(c)(3) organization by the United States Internal Revenue Code (the Code). As such, it is exempt from U.S. federal and state income tax, and contributions by the public are deductible for income tax purposes. ILAD has been classified as a publicly supported organization which is not a private foundation under section 509(a) of the Code. ILAD's primary source of revenue is contributions from donors.

ILAD is an international organization whose vision is to see lives changed in language communities worldwide through literacy and development.

ILAD's mission is to provide the skills, training, concepts, and access to materials needed to affect ongoing change with and within vulnerable communities. This mission is accomplished through minority group language development, and mother-tongue literacy programs, which provide training in reading and writing as well as helping to develop and provide written materials in the local language. Programs also include agricultural training, sustainable social business, microfinance, education, clean water, and medical initiatives. These facets of their programs provide mobile medical clinics, drilling of water wells, sponsorship programs for children's educational supplies (in rural villages), micro loans for local farmers, and creating local and regional markets to help provide sustainable business for local farmers.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The consolidated financial statements of ILAD have been prepared on the accrual basis of accounting. The significant accounting policies followed are described below to enhance the usefulness of the consolidated financial statements to the reader.

ESTIMATES

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 during the reporting period. Actual results could differ from those estimates. Significant estimates in these consolidated financial statements include the allowance for credit losses, fair value of investments, contributed services, and allocation of expenses on a functional basis.

PRINCIPLES OF CONSOLIDATION

The consolidated financial statements for the years ended December 31, 2025 and 2024 include the operations of ILAD and three sole member LLCs. All material balances and transactions between the consolidated entities has been eliminated in the consolidated financial statements.

PRINCIPLES OF REPORTING WORLD WIDE OPERATIONS

The consolidated financial statements report the worldwide operations of ILAD, including material assets, liabilities, net assets, revenues, and expenses of its fields of service around the world.

2. <u>SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:</u>

CASH

Cash consists of checking accounts. As of December 31, 2025 and 2024, ILAD had cash balances that exceeded federally insured limits by approximately $11,800 and $350, respectively.

INVESTMENTS

Investments consist of mutual funds, equities, certificates of deposit, and U.S. Treasury bills. Equities and mutual funds are recorded at fair market value with net gains and losses reported as investment income without donor restrictions in the consolidated statements of activities. Certificates of deposit have identifiable CUSIP numbers and are recorded at fair market value. U.S. Treasury bills are recorded at the original acquisition value, as adjusted for accrued interest and amortized discounts. Investment income and realized and unrealized gains and losses are included in investment income without donor restrictions unless a donor or law temporarily or permanently restricts their use.

OTHER RECEIVABLES

On April 18, 2024, ILAD entered into an agreement to sell one of its sole member LLCs. As part of the sale, ILAD transferred $435,602 of assets and $13,354 of liabilities to the buyer, and recognized an initial loss on sale totaling $77,437. Under the agreement, ILAD is to receive fixed annual payments from the buyer totaling $50,000 from September 1, 2024 through September 1, 2029. Such amounts are reported at net realizable value based upon estimated future cash flows at a discount rate of 3.73%. This amount totaled $182,656 and $220,481 as of December 31, 2025 and 2024, respectively.

Per the agreement, ILAD will also receive contingent payments of 10% of the buyer's adjusted gross revenue each calendar year commencing with calendar year 2024 and ending with calendar year 2029, up to a total not to exceed $1,950,000. As these future contingent payments are contingent upon the buyer generating revenue each year, they have not been factored into the initial receivable recorded by ILAD. As of December 31, 2025 and 2024, ILAD recorded a receivable totaling $161,991 and $74,330 related to the buyer's 2025 and 2024 adjusted gross revenue, respectively.

In addition to the receivables associated with the sale transaction, ILAD has immaterial receivables outstanding at December 31, 2025, related to translation services provided to customers. These receivables totaled $33,399 and are expected to be collected within the following fiscal year.

At December 31, 2025, all receivables are expected to be fully collectible. As such, no allowance for credit losses has been recorded.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

PROPERTY, EQUIPMENT, AND DEPRECIATION

Assets capitalized as property and equipment are recorded at cost or, if donated, at market value on the date of donation. ILAD capitalizes assets with a cost basis of $5,000 or greater. Depreciation is recorded on the straight-line basis over the assets useful life. ILAD's property and equipment consists of a vehicle and some equipment. Maintenance and repair costs that do not extend the useful lives are expensed as incurred. As the balance of property and equipment, net, is immaterial, it is included in the other assets line on the consolidated statements of financial position and additional disclosures have not been included.

OTHER ASSETS

Other assets are composed of property and equipment, as well as overseas programs related conditional deposits and advances.

NET ASSETS

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

Net assets without donor restrictions are currently available for operations under the direction of the board or resources invested in property and equipment.

Net assets with donor restrictions are contributed with donor stipulations for specific operating purposes or programs, with time restrictions, or not currently available for use until commitments regarding their use have been fulfilled.

SUPPORT, REVENUE, RECLASSIFICATIONS, AND EXPENSES

Contributions are recorded when made, which may be when cash and other assets are received or when unconditionally promised. Conditionally promised contributions, that is, those with a measurable performance or other barrier and a right of return, are not recognized until the conditions on which they depend have been met. ILAD reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the contributed amounts. When a stipulated time restriction ends or purpose restriction is satisfied, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statements of activities as a satisfaction of purpose restrictions. Contributions received for capital projects are recorded as contributions with donor restrictions. These contributions are released from restriction and recognized as net assets without donor restrictions when the associated project is completed. Contributions received for restricted use are charged 10% for general and administration costs. For the years ended December 31, 2025 and 2024, assessments of $288,817 and $280,598, respectively, have been included as net assets released from purpose restrictions.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

SUPPORT, REVENUE, RECLASSIFICATIONS, AND EXPENSES, continued
Gifts of property and equipment are classified as net assets without donor restrictions unless explicit donor stipulations specify how the donated assets must be used. Absent explicit donor stipulations about how long those long-lived assets must be maintained, expirations of donor restrictions are recognized when the donated or acquired long-lived assets are placed in service.

Program revenue consists of fees for human language technology consulting services performed by ILAD. Revenue is recorded when earned, which is when the performance obligation has been met over the duration of the service. Payment is generally required before services are rendered and are initially recorded as performance obligation liabilities. Consulting services usually occur in the same fiscal year, and the performance obligation liabilities are recognized when the services are rendered. There were no contract liabilities at the beginning or end of the years ended December 31, 2025 and 2024. Contract assets totaled $33,399, $0, and $0 at December 31, 2025, 2024, and January 1, 2024, respectively.

Contract revenue includes the earned portion of the contingent payments as decribed in the Other Receivables footnote above stemming from the sale of an LLC during the year ended December 31, 2024. Revenue is recognized when ILAD has an enforceable right to payment and the consideration is no longer subject to significant uncertainty. Amounts earned but not yet received are recorded in other receivables on the consolidated statements of financial position.

Other income consists primarily of fees and rental income, which is recorded when the performance obligation is met, either at a point in time or over a period of time as the services are delivered.

Expenses are recorded when costs are incurred.

CONTRIBUTED SERVICES
ILAD recognizes contributions of services if such services require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not contributed. ILAD received donated economic development services and donated investor brokerage services to support programmatic and supporting activities for the years ended December 31, 2025 and 2024. Services are valued at the fair market value of the labor based on prevailing market rates for similar services. The donated services are recorded in the consolidated statements of activities as contributions without donor restriction. ILAD does not receive any donated assets; however, if an asset is contributed that does not allow ILAD to utilize it in its normal course of business, the asset will be sold at its fair market value as determined by appraisal or by a specialist depending on the type of asset.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

ALLOCATION OF EXPENSES

The costs of providing the various program services and supporting activities have been summarized on a functional basis in the consolidated statements of activities. Accordingly, certain costs have been allocated among the program services and supporting activities benefited. Personnel related expenses are allocated based on an analysis of personnel time utilized for the related activities. Depreciation is allocated based on square footage. Costs of other categories were allocated based on program services and supporting activities benefited.

FOREIGN OPERATIONS

In connection with its international operations, ILAD maintains offices in various countries outside the United States of America. As of December 31, 2025 and 2024, current assets in other countries totaled $22,426 and $55,368, respectively.

Management has reviewed the assets in other countries and, in its opinion, has determined they are under the control of ILAD. For this reason such items are recognized as assets of ILAD. However, it should be noted that the political situation in many countries is subject to rapid change. Therefore, the reader should be aware that while management believes the assets are properly stated at the date of this report, subsequent changes could occur that would adversely affect the value of the assets in other countries.

3. LIQUIDITY AND FUNDS AVAILABLE:

ILAD had total financial assets of $1,647,976 and $1,594,846, respectively, as of December 31, 2025 and 2024. Of these financial assets, $1,515,320 and $1,424,365 are available to meet cash needs for general expenditures within one year. As part of ILAD’s liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. The portion of receivables due within one year are included in the amount available within one year. Net assets with donor restrictions are considered available to meet needs for general expenditures within one year.

4. OTHER RECEIVABLES:

Other receivables are reflected at the present value of estimated future cash flows and consist of:

	December 31,	
	2025	2024
Amounts due in:		
Less than one year	$ 245,390	$ 124,330
One to five years	150,000	200,000
	395,390	324,330
Less unamortized present value discount	(17,344)	(29,519)
	$ 378,046	$ 294,811

5. NET ASSETS WITH DONOR RESTRICTIONS:

As of December 31, 2025, net assets with donor restrictions consist of:

	Net Assets December 31, 2024	Contributions With Donor Restrictions	Amounts Released	Net Assets December 31, 2025
Work support balances	$ 699,161	$ 2,075,638	$ (2,002,254)	$ 772,545
Projects	232,457	459,110	(462,918)	228,649
	$ 931,618	$ 2,534,748	$ (2,465,172)	$ 1,001,194

As of December 31, 2024, net assets with donor restrictions consist of:

	Net Assets December 31, 2023	Contributions With Donor Restrictions	Amounts Released	Net Assets December 31, 2024
Work support balances	$ 796,634	$ 2,099,602	$ (2,197,075)	$ 699,161
Projects	264,290	389,656	(421,489)	232,457
	$ 1,060,924	$ 2,489,258	$ (2,618,564)	$ 931,618

6. 403(B) RETIREMENT PLAN:

ILAD offers a 403(b) retirement plan for employees. This plan is funded solely through salary reductions. Deferrals are not matched by ILAD.

7. INVESTMENTS:

Investments consist of:

	December 31, 2025	December 31, 2024
At fair value:		
Certificates of deposit	$ 50,336	$ 376,673
U.S. Treasury bills	708,991	356,180
Equities	120,361	103,965
Mutual funds	10,698	9,079
	$ 890,386	$ 845,897

8. FAIR VALUE DISCLOSURES:

ILAD uses appropriate valuation techniques to determine fair value based on inputs available. When available, ILAD measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. Level 1 inputs indicate there is a quoted market price available for identical assets. Level 2 inputs indicate there are observable inputs other than quoted market prices. Level 3 inputs are unobservable inputs and have the lowest priority and are only used when Level 1 or Level 2 inputs are not available and indicate there are not readily available market prices. Fair value of assets at December 31, 2025, measured on a recurring basis is as follows:

		Fair Value Measurements Using		
	Total	Level 1	Level 2	Level 3
Investments measured at fair market value:				
Certificates of deposit	$ 50,336	$ -	$ 50,336	$ -
U.S. Treasury bills	708,991	-	708,991	-
Equities	120,361	120,361	-	-
Mutual funds	10,698	10,698	-	-
	$ 890,386	$ 131,059	$ 759,327	$ -

Fair value of assets at December 31, 2024, measured on a recurring basis is as follows:

		Fair Value Measurements Using		
	Total	Level 1	Level 2	Level 3
Investments measured at fair market value:				
Certificates of deposit	$ 376,673	$ -	$ 376,673	$ -
U.S. Treasury bills	356,180	-	356,180	-
Equities	103,965	103,965	-	-
Mutual funds	9,079	9,079	-	-
	$ 845,897	$ 113,044	$ 732,853	$ -

Following is a description of the valuation methodologies used for instruments measured at fair value on a recurring basis and recognized in the accompanying consolidated statements of financial position, as well as the general classification of such instruments pursuant to the valuation hierarchy.

8. FAIR VALUE DISCLOSURES, continued:

The fair values of investments are based on the framework established in the standards which establishes a three-level hierarchy for determining fair value. The valuations for each of these levels are determined as follows:

Level 1 - Quoted market prices in active markets for identical assets or liabilities.

Level 2 - Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities; quoted prices in active markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.

Level 3 - Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities.

Valuation techniques: Fair values for equities, mutual funds, and certificates of deposit are determined by reference to quoted market prices and other relevant information generated by market transactions. Fair values for U.S. Treasury securities are determined based on yields currently available on securities of issuers with similar credit ratings.

Changes in valuation techniques: None.

9. COMMITMENTS AND CONTIGENCIES:

ILAD entered into a service agreement for technology and language business development for $571,500. As of December 31, 2025, $448,000 was outstanding.

10. RELATED PARTY TRANSACTIONS:

ILAD received approximately $102,500 and $160,000 of contributions from board members during the years ended December 31, 2025 and 2024, respectively.

11. SUBSEQUENT EVENTS:

Subsequent events have been evaluated through May 21, 2026, which represents the date the consolidated financial statements were available to be issued. Subsequent events after that date have not been evaluated.