MARINE RAIDER FOUNDATION

(A NON-PROFIT CORPORATION)

AUDITED FINANCIAL STATEMENTS

DECEMBER 31, 2025

Prudhomme Associates CPAs
A Professional Corporation

43460 Ridge Park Drive, Suite 220
Temecula, CA 92590

Member: AICPA, CSCPA

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Marine Raider Foundation
San Juan Capistrano, California

Opinion

We have audited the accompanying financial statements of Marine Raider Foundation, (a California nonprofit corporation), which comprise the statement of financial position as of December 31, 2025 and the related statement of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Marine Raider Foundation as of December 31, 2025 and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Marine Raider Foundation and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. 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 Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Marine Raider Foundation's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Marine Raider Foundation'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 evaluating the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Marine Raider Foundation'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.

Prudhomme Associates CPAs

Temecula, California
March 20, 2026

MARINE RAIDER FOUNDATION
(A NON-PROFIT CORPORATION)
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2025

ASSETS

CURRENT ASSETS:		
Cash	$	408,744
Deposits		12,614
TOTAL CURRENT ASSETS		421,358
OTHER ASSETS:		
Investments, at fair market value		890,471
TOTAL ASSETS	$	1,311,829

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES:		
Accrued expenses	$	33,683
TOTAL LIABILITIES		33,683
NET ASSETS:		
Without donor restrictions		1,278,146
With donor restrictions		-
TOTAL NET ASSETS		1,278,146
TOTAL LIABILITIES AND NET ASSETS	$	1,311,829

MARINE RAIDER FOUNDATION
(A NON-PROFIT CORPORATION)
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE:			
Contributions	$ 806,344	$ -	$ 806,344
Contributions - in-kind	92,866	-	92,866
Funds released from restrictions	-	-	-
Special events revenue	53,675	-	53,675
Interest income	4,363	-	4,363
Investment return, net	102,403	-	102,403
Miscellaneous Income	5,560	-	5,560
TOTAL SUPPORT AND REVENUE	1,065,211	-	1,065,211
PROGRAM SERVICE EXPENSES:			
Program expenses	877,145	-	877,145
SUPPORT SERVICE EXPENSES:			
Administrative Expense	101,700	-	101,700
Fundraising Expense	378,090	-	378,090
TOTAL SUPPORT SERVICE EXPENSES	479,790	-	479,790
TOTAL EXPENSES	1,356,935	-	1,356,935
CHANGE IN NET ASSETS	(291,724)	-	(291,724)
BEGINNING NET ASSETS	1,569,870	-	1,569,870
ENDING NET ASSETS	$ 1,278,146	$ -	$ 1,278,146

See notes to financial statements.

MARINE RAIDER FOUNDATION
(A NON-PROFIT CORPORATION)
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2025

CASH FLOWS FROM OPERATING ACTIVITIES:	
Change in net assets	$ (291,724)
Adjustments to reconcile change in net assets to	
Net cash provided by operating activities	
Net investment return	(102,403)
Decrease (Increase) in Operating Assets	
Promises to give	97,900
Prepaid expenses and deposits	36,371
Increase (Decrease) in Operating Liabilities	
Accrued expenses	(4,737)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	(264,593)
CASH FLOWS FROM INVESTING ACTIVITIES:	
Sale of marketable securities	222,343
Purchase of marketable securities	(140,888)
Reinvestments	484
Dividends and interest, net of fees	18,061
NET CASH FROM INVESTING ACTIVITIES	100,000
INCREASE (DECREASE) IN CASH	(164,593)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	573,337
CASH AND CASH EQUIVALENTS AT END OF YEAR	$ 408,744

SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION:

Contributions - in-kind received	$ 92,866
Contributions - in-kind utilized	(92,866)
	$ -

See notes to financial statements.

MARINE RAIDER FOUNDATION
(A NON-PROFIT CORPORATION)
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2025

	Program Services							
	Raider Support	Family Resiliency	Raider Legacy and Preservation	Tragedy Assistance Survivor Support	Total Program	General and Administrative	Fundraising	Total Expenses
Advertising and marketing	$ -	$ -	$ 52	$ -	$ 52	$ 28,935	$ 52,475	$ 81,462
Awards		-	-	-	-	-	472	472
Bank charges	-	-	-	-	-	423	677	1,100
Dues and subscriptions	168	158	159	149	634	1,947	14,025	16,606
Employee benefits	-	-	-	-	-	4,095	-	4,095
Fundraising expense	-	-	-	-	-	-	18,786	18,786
Insurance	-	-	-	-	-	3,090	-	3,090
Legal and professional	-	-	-	-	-	24,279	-	24,279
Office Supplies	-	-	-	-	-	542	-	542
Outside services	17	17	17	18	69	2,568	-	2,637
Payroll taxes	4,592	1,206	1,417	8,476	15,691	2,073	6,860	24,624
Postage and delivery	75	-	-	345	420	407	1,105	1,932
Printing and reproduction	-	-	-	420	420	467	-	887
Salaries	68,302	17,466	20,220	112,677	218,665	30,481	106,608	355,754
Specific Assistance	250,026	30,152	39,367	319,284	638,829	-	-	638,829
Special event expense	-	-	-	-	-	-	37,541	37,541
Special event costs of					-			
direct benefit to donors	-	-	-	-	-	-	96,762	96,762
Supplies	-	-	-	-	-	500	33,081	33,581
Taxes and licenses	-	-	-	-	-	828	-	828
Telephone and internet	52	53	52	55	212	1,065	213	1,490
Travel	-	-	748	1,405	2,153	-	9,485	11,638
TOTAL FUNCTIONAL EXPENSES	$ 323,232	$ 49,052	$ 62,032	$ 442,829	$ 877,145	$ 101,700	$ 378,090	$ 1,356,935

NOTE 1 – NATURE OF ACTIVITIES

Nature of Activities

The Marine Raider Foundation (the "Foundation") is a nonprofit public benefit Foundation, incorporated in April 2011. The primary purpose of the Foundation is to provide benevolent support to active duty and medically retired "MARSOC" personnel and their families, as well as to families of marines and sailors who have lost their lives in service to our nation.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The financial statements of the Foundation have been prepared on the accrual basis in accordance with accounting principles generally accepted in the United States of America. The financial statements are presented in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958 dated August 2016, and the provisions of the American Institute of Certified Public Accountants (AICPA) "Audit and Accounting Guide for Not-for-Profit Foundation" (the "Guide").

Under the provisions of the Guide, net assets and revenues, and gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Foundation and changes therein are classified as follows:

> Net Assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Foundation. The Foundation's board may designate assets without restrictions for specific operation purposes from time to time.
>
> Net Assets with donor restrictions: Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Foundation or the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity.

Contributions and Promises to Give

Unconditional contributions are recognized when pledged and recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Conditional promises to give are recognized when the conditions on which they depend are substantially met. Gifts of cash and other assets are reported with donor restricted support if they are received with donor stipulations that limit the use of the donated assets.

NOTE 2- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Contributions (Continued)

When a restriction expires, that is, when a stipulated time restriction ends or a purpose restriction is accomplished, net assets with donor restrictions are classified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as net assets without donor restriction support. There were no donor-restricted contributions for the year ended December 31, 2025.

Contributions - In-Kind

The Foundation receives donated services from unpaid volunteers assisting the Foundation in fundraising events. Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Foundation. Services have not been valued and have not been recognized in the accompanying statements of activities for the year ended December 31, 2025 as they do not meet the requirements for recognition.

The Foundation also received online marketing services through a corporate grant as well as donated supplies. The Foundation recognizes in-kind contribution revenue and a corresponding expense in an amount approximating the estimated fair value at the time of the donation. Fair value is provided by the grantor for marketing services and by the vendors providing supplies for fundraisers. The total amount recognized for marketing and other services as of December 31, 2025 was $92,866. The total amount recognized for donated supplies as of December 31, 2025 was $19,606. Contributions received in-kind were fully utilized during the year ended December 31, 2025, and were allocated to program and supporting services as applicable.

Concentration of Credit Risk

The Foundation’s principal financial instruments subject to credit risk are its cash, cash equivalents and investments. The Foundation maintains cash and cash equivalents at third party financial institutions. Accounts at these institutions are insured by the Federal Deposit Insurance Corporation (FDIC) or by the Securities Investor Protection Corporation (SIPC). From time to time total cash and cash equivalents and investments deposited with these institutions, by the Foundation, may exceed amounts covered by the FDIC and SIPC. It is the opinion of managements that the solvency of these financial institutions is not of concern at this time.

Investment securities are exposed to various risks, such as interest rate, market, and credit. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment in the near term could materially affect the assets reported in the financial statements. Historically, the Foundation has not incurred any significant credit-related losses and believes it is not exposed to any significant risk on its concentrations.

NOTE 2- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash Equivalents

The Foundation considers all short-term investments with maturity of three months or less when purchased to be cash equivalents.

Investment Valuation and Income Recognition

Investments consist of money market funds, fixed income and equity exchange traded funds (ETF). Investments are stated at fair value based on quoted market closing prices in active markets in which the investments are traded. The Foundation has all its investments in managed accounts.

Net appreciation (depreciation) in the fair value of investments, which consists of realized gains or losses and the unrealized appreciation (depreciation) on those investments, is presented in the statement of activities as investment return. Investment return is presented net of investment fees. The specific identification method is primarily used to determine the basis for computing realized gains or losses.

Fair Value Measurements

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability, otherwise known as the "exit price", in an orderly transaction between market participants at the measurement date. See Note 3 for a discussion of fair value measurement.

Income Taxes

The Foundation is a not-for-profit Foundation that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and did not conduct unrelated business activities. Therefore, the Foundation has made no provision for federal or state income taxes in the accompanying financial statements. The Foundation's tax returns are generally subject to examination by taxing authorities for a period of three years from the date they are filed.

Advertising

The Foundation expenses advertising costs as they are incurred. Advertising expenses amounted to $81,462 during the year ended December 31, 2025. $73,260 of these expenses were provided through in-kind contributions.

NOTE 2- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Accounting Estimates

Preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Functional Allocation of Expenses

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services based on specific identification, and certain costs have been allocated based on personnel time.

NOTE 3 – PROMISES TO GIVE

Promises to give consist of amounts from various donors for special fundraising events as well as a general contribution. Amounts are stated at the amount management expects to collect. Pledges receivable on December 31, 2025 were $0. Pledges receivable on January 1, 2025 were $97,900.

NOTE 4 – NET ASSETS – QUASI-ENDOWMENT FUND

The Foundation has a quasi-endowment fund which is classified and reported based on the funds designated by the Board of Trustees to function as endowment for unanticipated liquidity needs. The total board restricted quasi-endowment funds are $890,471 at December 31, 2025. The Foundation initially invested $500,000 in investments detailed in Note 7. The Foundation does not intend to spend from this quasi-endowment unless necessary to meet the cash needs for general expenditures. Its policy is to reinvest all interest, dividends and realized gains after management fees are paid. The fair value at December 31, 2025 was $890,471. In the current year, the net investment return was $102,403. There were $100,000 in appropriations for expenditures in the current year.

NOTE 5 – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The Marine Raider Foundation has $408,744 of financial assets available within one year of the statement of financial position date to meet cash needs for general expenditures consisting of cash and cash equivalents. None of the total financial assets are subject to donor restriction that make them unavailable for general expenditure within one year of the statement of financial position.

The Foundation has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due. As described in Note 4, the Foundation also has a quasi-endowment valued at $890,471 at December 31, 2025. Although the Foundation does not intend to spend from its quasi-endowment, amounts could be made available if necessary.

NOTE 6 - FAIR VALUE MEASUREMENTS

FASB ASC 820-10 regarding fair value measurements clarifies the definition of fair value for financial reporting and establishes a three-tier hierarchy as a framework for measuring fair value which requires an entity to give the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements) when measuring fair value. The three levels of the fair value hierarchy under this standard are as follows:

- Level 1 - Inputs are unadjusted quoted prices for identical instruments in active markets.

- Level 2 - Inputs are input other than quoted prices included within Level 1 that are directly or indirectly observable, such as quoted prices for similar instruments in active markets, or quoted prices for identical or similar instruments in inactive markets.

- Level 3 - Inputs are unobservable inputs in which little or no market data exists, therefore requiring an entity to develop its own assumptions, such as valuations derived from techniques which one or more significant value drivers are observable.

Financial assets and liabilities are classified in their entirety based on the lowest level of input that is significant to the fair value measurement. The assessment of the significance of a particular input to the fair value measurement requires judgment, and may affect the valuation of assets and liabilities and their placement within the fair value hierarchy levels.

NOTE 6 - FAIR VALUE MEASUREMENTS (CONTINUED)

The following table lists the Foundation's financial assets as of December 31, 2025. The assets have all been measured at fair value on a recurring basis using Level 1 inputs.

Exchange-traded funds:	
Equity	$ 533,401
Fixed income	236,908
Total mutual and exchange-traded funds	770,309
Money market funds	120,162
Total	$ 890,471

NOTE 7- EMPLOYEE BENEFIT PLANS

The Foundation contributes to an employee retirement plan at its discretion. Contributions made by the Foundation were $4,095 for the year ended December 31, 2025.

NOTE 8 – SPECIAL EVENTS

The Foundation hosts special fundraising events during the year. The revenue and related expenses from these events for the year ended December 31, 2025 were as follows:

2025 Events	Raider Golf	NYC Salute to Raiders	NorCal Event	Total
Contributions	$ 133,746	$ 134,815	$ 53,976	$ 322,537
Special event revenue	38,800	12,000	2,875	53,675
Cost of direct benefits	(52,175)	(40,486)	(4,101)	(96,762)
Special event expenses	(20,465)	(13,093)	(3,983)	(37,541)
Net Total	$ 99,906	$ 93,236	$ 48,767	$ 241,909

NOTE 9 -SUBSEQUENT EVENTS

The Foundation has evaluated subsequent events through March 20, 2026 the date which the Foundation's financial statements were available to be issued. During this period, management believes there were no material subsequent events.