



educate girls

FINANCIAL STATEMENTS

MARCH 31, 2023 AND 2022

 **KatzAbosch**TM
CERTIFIED PUBLIC ACCOUNTANTS AND CONSULTANTS

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Educate Girls

Opinion

We have audited the accompanying financial statements of Educate Girls, which comprise the statements of financial position as of March 31, 2023 and 2022, and the related statements of activities, cash flows and functional expenses for the years 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 Educate Girls as of March 31, 2023 and 2022, 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 Financial Statements section of our report. We are required to be independent of Educate Girls 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.

Management's Responsibility for the Financial Statements

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

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

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Board of Directors
Educate Girls

Auditor's Responsibility for the Audit of the Financial Statements

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

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

- * Exercise professional judgment and maintain professional skepticism throughout the audit.
- * Identify and assess the 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 Educate Girls'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 financial statements.
- * Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Educate Girls'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.

Katz, Abosch, Windesheim, Gershman & Freedman, P.A.

Timonium, Maryland
September 13, 2023

**EDUCATE GIRLS
STATEMENTS OF FINANCIAL POSITION
MARCH 31, 2023 AND 2022**

ASSETS

	<u>2023</u>	<u>2022</u>
<u>CURRENT ASSETS</u>		
Cash and cash equivalents	\$ 16,996,897	\$ 13,484,241
Investments	29,082,387	29,476,229
Pledges receivable	<u>150,000</u>	<u>0</u>
TOTAL ASSETS	<u>\$ 46,229,284</u>	<u>\$ 42,960,470</u>

LIABILITIES AND NET ASSETS

<u>CURRENT LIABILITIES</u>		
Accounts payable	\$ 122,829	\$ 3,311
Accrued expenses	9,061	17,526
Grant payable - current portion	<u>9,502,271</u>	<u>0</u>
TOTAL CURRENT LIABILITIES	9,634,161	20,837
 <u>LONG-TERM LIABILITIES</u>		
Grant payable - long term	<u>11,480,939</u>	<u>0</u>
TOTAL LIABILITIES	<u>21,115,100</u>	<u>20,837</u>
 <u>NET ASSETS</u>		
Without donor restrictions	15,833,527	6,367,054
With donor restrictions	<u>9,280,657</u>	<u>36,572,579</u>
TOTAL NET ASSETS (See Note 3)	<u>25,114,184</u>	<u>42,939,633</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 46,229,284</u>	<u>\$ 42,960,470</u>

The Accompanying Notes are an Integral Part of the Financial Statements

**EDUCATE GIRLS
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED MARCH 31, 2023 AND 2022**

	2023		
	Without Donor Restrictions	With Donor Restrictions	Total
<u>REVENUES</u>			
Contributions	\$ 9,379,079	\$ 1,532,987	\$ 10,912,066
Net assets released from restrictions	<u>28,824,909</u>	<u>(28,824,909)</u>	<u>0</u>
TOTAL REVENUES	<u>38,203,988</u>	<u>(27,291,922)</u>	<u>10,912,066</u>
<u>EXPENSES</u>			
Functional expenses:			
Program services	<u>28,815,038</u>	<u>0</u>	<u>28,815,038</u>
Supporting services:			
Management and general	141,219	0	141,219
Fundraising	<u>146,705</u>	<u>0</u>	<u>146,705</u>
Total supporting services	<u>287,924</u>	<u>0</u>	<u>287,924</u>
TOTAL EXPENSES	<u>29,102,962</u>	<u>0</u>	<u>29,102,962</u>
<u>Non-operating items</u>			
Unrealized loss on investments (See Note 2)	(242,552)	0	(242,552)
Interest income	386,834	0	386,834
Dividend income	<u>221,165</u>	<u>0</u>	<u>221,165</u>
Total non-operating items	<u>365,447</u>	<u>0</u>	<u>365,447</u>
Change in Net Assets	9,466,473	(27,291,922)	(17,825,449)
Net Assets - Beginning of the Year	<u>6,367,054</u>	<u>36,572,579</u>	<u>42,939,633</u>
Net Assets - End of the Year	<u>\$ 15,833,527</u>	<u>\$ 9,280,657</u>	<u>\$ 25,114,184</u>

The Accompanying Notes are an Integral Part of the Financial Statements

**EDUCATE GIRLS
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED MARCH 31, 2023 AND 2022**

	2022		
	Without Donor Restrictions	With Donor Restrictions	Total
<u>REVENUES</u>			
Contributions	\$ 4,199,716	\$ 9,905,391	\$ 14,105,107
Net assets released from restrictions	<u>7,637,797</u>	<u>(7,637,797)</u>	<u>0</u>
TOTAL REVENUES	<u>11,837,513</u>	<u>2,267,594</u>	<u>14,105,107</u>
<u>EXPENSES</u>			
Functional expenses:			
Program services	<u>8,582,442</u>	<u>0</u>	<u>8,582,442</u>
Supporting services:			
Management and general	71,431	0	71,431
Fundraising	<u>140,995</u>	<u>0</u>	<u>140,995</u>
Total supporting services	<u>212,426</u>	<u>0</u>	<u>212,426</u>
TOTAL EXPENSES	<u>8,794,868</u>	<u>0</u>	<u>8,794,868</u>
<u>Non-operating items</u>			
Unrealized loss on investments (See Note 2)	(445,829)	0	(445,829)
Interest income	19,727	0	19,727
Dividend income	<u>1,690</u>	<u>0</u>	<u>1,690</u>
Total non-operating items	<u>(424,412)</u>	<u>0</u>	<u>(424,412)</u>
Change in Net Assets	2,618,233	2,267,594	4,885,827
Net Assets - Beginning of the Year	<u>3,748,821</u>	<u>34,304,985</u>	<u>38,053,806</u>
Net Assets - End of the Year	<u>\$ 6,367,054</u>	<u>\$ 36,572,579</u>	<u>\$ 42,939,633</u>

The Accompanying Notes are an Integral Part of the Financial Statements

**EDUCATE GIRLS
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED MARCH 31, 2023 AND 2022**

	<u>2023</u>	<u>2022</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Change in net assets	\$ (17,825,449)	\$ 4,885,827
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Unrealized loss on investments	242,552	445,829
Changes in operating assets and liabilities:		
Pledges receivable	(150,000)	250,000
Accounts payable	119,518	(299,645)
Accrued expenses	(8,465)	11,757
Grant payable	<u>20,983,210</u>	<u>0</u>
Net Cash Provided by Operating Activities	<u>3,361,366</u>	<u>5,293,768</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Proceeds from redemption of investments	9,913,166	0
Purchase of investments	<u>(9,761,876)</u>	<u>(29,922,058)</u>
Net Cash Provided by (Used in) Investing Activities	<u>151,290</u>	<u>(29,922,058)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	3,512,656	(24,628,290)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	<u>13,484,241</u>	<u>38,112,531</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	<u>\$ 16,996,897</u>	<u>\$ 13,484,241</u>

The Accompanying Notes are an Integral Part of the Financial Statements

**EDUCATE GIRLS
STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED MARCH 31, 2023 AND 2022**

	2023			
	Program	Management and General	Fundraising	Total
Accounting fees	\$ 0	\$ 16,775	\$ 0	\$ 16,775
Advertising	0	0	47,856	47,856
Bank charges	0	2,282	0	2,282
Business expense	0	1,669	0	1,669
Compensation	245,975	15,373	46,120	307,468
Contractual services	267,099	90,526	30,384	388,009
Dues and subscriptions	0	0	1,323	1,323
Fundraising	0	0	1,499	1,499
Grants	28,009,038	0	0	28,009,038
Insurance	0	8,587	0	8,587
Legal fees	0	0	0	0
Management fees	63,552	0	2,692	66,244
Miscellaneous	0	9	0	9
Payroll taxes	14,463	904	2,712	18,079
Program management software	167,078	0	0	167,078
State filing fees	0	775	0	775
Telephone	0	1,686	0	1,686
Travel	<u>47,833</u>	<u>2,633</u>	<u>14,119</u>	<u>64,585</u>
TOTAL	<u>\$ 28,815,038</u>	<u>\$ 141,219</u>	<u>\$ 146,705</u>	<u>\$ 29,102,962</u>

The Accompanying Notes are an Integral Part of the Financial Statements

**EDUCATE GIRLS
STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED MARCH 31, 2023 AND 2022**

	2022			
	<u>Program</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Accounting fees	\$ 0	\$ 13,299	\$ 0	\$ 13,299
Advertising	0	0	4,553	4,553
Bank charges	0	1,782	0	1,782
Business expense	0	0	0	0
Compensation	187,557	11,722	35,167	234,446
Contractual services	475,702	19,925	81,085	576,712
Dues and subscriptions	0	355	0	355
Fundraising	0	0	1,499	1,499
Grants	7,618,000	0	0	7,618,000
Insurance	0	10,230	0	10,230
Legal fees	0	7,113	0	7,113
Management fees	154,242	4,644	13,933	172,819
Miscellaneous	0	0	0	0
Payroll taxes	9,802	613	1,838	12,253
Program management software	121,566	0	0	121,566
State filing fees	0	775	0	775
Telephone	0	0	0	0
Travel	<u>15,573</u>	<u>973</u>	<u>2,920</u>	<u>19,466</u>
TOTAL	<u>\$ 8,582,442</u>	<u>\$ 71,431</u>	<u>\$ 140,995</u>	<u>\$ 8,794,868</u>

The Accompanying Notes are an Integral Part of the Financial Statements

**EDUCATE GIRLS
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of operations

Educate Girls (Organization) is a nonprofit organization, incorporated in 2013, which supports improving girls' enrollment, retention, and academic performance in school, and also engages and empowers adolescent girls and young women to have agency in their lives through livelihood skill-building and vocational training. Educate Girls works primarily in India, but also in developing countries worldwide. In furtherance of its mission, the Organization will solicit funds and award grant funds to other organizations that work to further the mission of the Organization. Grants are primarily, but not exclusively, made to nonprofit organizations in India.

Basis of accounting

The financial statements are prepared on the accrual basis of accounting.

Financial statement presentation

The Organization follows the Not-For-Profit Entities Presentation of Financial Statements Topic of the Financial Accounting Standards Board (FASB) Accounting Standards Codification which requires it to report information regarding its financial position and activities according to two classes of net assets: net assets with donor restrictions and net assets without donor restrictions.

Cash and cash equivalents

For purposes of financial statement presentation, the Organization considers all highly liquid debt instruments with maturities of three months or less when acquired to be cash equivalents.

Investments

Investments in marketable securities with readily determinable fair values are valued at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets. Fair value is determined by reference to quoted prices in active markets for identical assets.

Pledges receivable

Pledges which are, in substance, unconditional are recorded as receivables and recognized as revenue in the year made. The March 31, 2023 pledge receivable was collected subsequent to March 31, 2023.

Grant payable

Pledges to other organizations which are, in substance, unconditional are recorded as payables and recognized as expenses in the year made.

EDUCATE GIRLS
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income taxes

The Organization is exempt from federal and state taxation under Section 501(c)(3) of the Internal Revenue Code, and is classified as other than a private foundation.

Accounting for contributions

The Organization follows the Not-For-Profit Entities Revenue Recognition Topic of the FASB Accounting Standards Codification. Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions received are recorded as without donor restrictions or with donor restrictions.

The Organization's policy is to record restrictions released in the same year as the contributions were received as unrestricted revenues.

Subsequent events

The Organization has evaluated subsequent events through September 13, 2023, which is the date the financial statements were available to be issued.

Use of estimates

Management uses estimates and assumptions in preparing financial statements in accordance with accounting principles generally accepted in the United States of America. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities and the reported revenues and expenses. Actual results could differ from the estimates that were used.

Functional allocation of expenses

The statement of functional expenses present expenses by function and natural classification. Expenses directly attributable to a specific functional area of the Organization are reported as expenses of those functional areas. A portion of management and general costs that benefit multiple functional areas (indirect costs) have been allocated across program, management and general and fundraising based on allocation percentages estimated by management.

NOTE 2: INVESTMENTS

Cost and fair value of marketable securities are as follows at March 31, 2023 and 2022:

	2023		2022	
	Cost	Fair Value	Cost	Fair Value
Investments, at fair value				
U.S. government obligations	<u>\$29,740,896</u>	<u>\$29,082,387</u>	<u>\$29,922,058</u>	<u>\$29,476,229</u>

**EDUCATE GIRLS
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022**

NOTE 2: INVESTMENTS (Continued)

The Fair Value Measurements and Disclosures Topic of the FASB Accounting Standards Codification established a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three broad levels: Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets and have the highest priority, Level 2 inputs consist of observable inputs other than quoted prices for identical assets, and Level 3 inputs have the lowest priority. The Organization uses appropriate valuation techniques based on the available inputs to measure the fair value of its investments. When available, the Organization measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. Level 3 inputs are only used when Level 1 or Level 2 inputs are not available.

Level 1 Fair Value Measurements: The fair value of the U.S. government obligations is based on the quoted market price at the end of the fiscal year.

During the years ended March 31, 2023 and 2022, the Organization recorded an unrealized investment loss of \$242,552 and \$445,829, respectively. This loss represents the decrease in fair value from the cost of the investments. Realized gains or losses are recorded when the investments are sold. Investments were made conservatively in order to reduce risk during a volatile market and preserve the liquidity of the gift corpus for use as needed once the Covid-19 school closures were lifted and in-person programs were able to resume.

NOTE 3: NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are restricted for the following purposes or periods:

	<u>2023</u>	<u>2022</u>
Enrollment, retention and learning outcome programs	\$ 8,204,682	\$ 36,061,487
Ekatrit Project - SDG Outcomes for Girls	200,473	277,773
Educate Girls' Technology Transformation Project	75,515	233,319
Project Pragati	649,987	0
General support for future years	<u>150,000</u>	<u>0</u>
Total	<u>\$ 9,280,657</u>	<u>\$ 36,572,579</u>

The various purposes of the above donor restricted amounts are as follows:

Enrollment, retention and learning outcome programs (Audacious project) - to reach a certain number of out of school girls, enroll them into government schools, support their retention and improve learning outcomes for children. Given school closures during the Covid-19 pandemic, nearly two years of school enrollments were lost. As a result, the goals of the Audacious project (see Note 7) have been given an extension by the donor of an additional year to reach their target goals. Therefore, the Organization expects to fully utilize these restricted net assets by March 31, 2025, according to the extension noted above, and these funds must remain liquid to meet the needs associated with the continued, rapid scaling pace of program delivery.

**EDUCATE GIRLS
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022**

NOTE 3: NET ASSETS WITH DONOR RESTRICTIONS (Continued)

Ekatrit Project - SDG Outcomes for Girls - to ensure that marginalized girls are able to access quality education, healthcare, life-skills training, nutrition, menstrual hygiene and a safe environment

Educate Girls' Technology Transformation Project - building technology systems to support the identification of out of school girls and to enable the rapid provision of programs and services to support their education and empowerment

Project Pragati - to facilitate the attainment of Grade 10th credentials for its beneficiaries through the government-open school system while also providing them access to further opportunities in education, employment, and training

General support for future years - unconditional funds pledged but not yet received

NOTE 4: NET ASSETS RELEASED FROM DONOR RESTRICTIONS

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of the passage of time or other events specified by donors. In addition, the Organization's policy is to consider restrictions to be released upon its granting of funds to the organization administering the program. The net assets released from restrictions for the years ended March 31, 2023 and 2022 are as follows:

	<u>2023</u>	<u>2022</u>
Purpose or period restrictions accomplished:		
Enrollment, retention and learning outcome programs	\$ 28,439,805	\$ 6,798,889
Educate Girls' Strategic Engagement Project	227,300	155,405
Ekatrit Project - SDG Outcomes for Girls	0	222,227
COVID Relief	0	100,000
Educate Girls' Technology Transformation Project	157,804	111,276
General support for future years	<u>0</u>	<u>250,000</u>
Net assets released from restrictions	<u>\$ 28,824,909</u>	<u>\$ 7,637,797</u>

During the year ended March 31, 2022, the Organization received \$1,100,000 of COVID relief contributions all of which were expended for their restricted purpose by March 31, 2022. Since the Organization's policy is to record restrictions released in the same year as the contributions were received as unrestricted revenues, only the \$100,000 of COVID relief funds restricted at March 31, 2021 (which were spent during the year ended March 31, 2022) are reflected as released in the above table.

**EDUCATE GIRLS
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022**

NOTE 5: LIQUIDITY AND AVAILABILITY OF RESOURCES

The Organization's financial assets available within one year of the statement of financial position date for general expenditure are as follows:

	<u>2023</u>	<u>2022</u>
Financial assets available within one year:		
Cash and cash equivalents	\$ 16,996,897	\$ 13,484,241
Investments	29,082,387	29,476,229
Pledges receivable	<u>150,000</u>	<u>0</u>
Total financial assets available within one year	46,229,284	42,960,470
Less:		
Amounts unavailable for general expenditures within one year, due to:		
Restricted by donors with purpose restrictions	<u>(9,130,657)</u>	<u>(36,572,579)</u>
Total financial assets available to management for general expenditure within one year	<u>\$ 37,098,627</u>	<u>\$ 6,387,891</u>

Liquidity Management

The Organization maintains a policy of structuring its financial assets to be available as general expenditures, liabilities and other expenditures come due. Diligence is paid to the need to maintain the gift base assets with liquidity and distribute funds as needed to support growth at scale.

NOTE 6: SIGNIFICANT CONCENTRATIONS

During the year ended March 31, 2023, the Organization received approximately 33% of its revenues from one donor.

The Organization maintains cash and cash equivalent balances which significantly exceed federally insured limits. Cash and cash equivalents are maintained at large, high quality financial institutions to mitigate any risk.

NOTE 7: CONDITIONAL GRANTS

The Organization receives conditional grants from its donors. Such conditions generally relate to the donor's ability to terminate its agreement with the Organization at its discretion if it believes the Organization has violated or failed to carry out any provision of the agreement. The donor's remedies include refusing to make any future payments to the Organization otherwise due under the agreement and to demand return of unexpended funds. The Organization records contribution revenue only upon receipt of payment.

EDUCATE GIRLS
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022

NOTE 7: CONDITIONAL GRANTS (Continued)

As of March 31, 2023, the Organization had approximately \$3,684,000 in unrecorded grants that are anticipated to be received through the year ending March 31, 2024. These grants are restricted to programmatic outcomes and earmarked for a specific project in India to enroll out-of-school (OOSG) girls into schools, called the Audacious Project. These conditional grants are allocated towards its Indian grantees and when received in cash will not be available to be spent for other purposes.

In August 2022, the Organization entered into an agreement with an Indian nonprofit organization whereby the Organization will grant \$194,093 to this organization. No amounts have been paid through March 31, 2023. Based on the terms of this agreement, the grant is considered conditional and therefore has not been recorded in the accompanying financial statements.

NOTE 8: FUTURE PLANS

Extension of grant for core primary education program: Given the cessation of in-person schools during the Covid-19 pandemic, the Organization has been given a one-year extension of the Audacious grant to achieve its goal of 1.5 million enrolled 5-14 year old out of school girls by the end of fiscal year 2025, with increased retention and foundational literacy and numeracy objectives for both boys and girls. The Organization has resumed full operations post-Covid, and has entered into partnerships with local, highly credentialed nonprofit organizations in its target districts to help it reach the enrollment goals. These grant partnerships will continue through 2025 and may increase through the 2024-2025 fiscal year. The grant partnerships are generally called the "Maitri project." The Organization has 17 Maitri grant partners currently in place with conditional grants totaling \$4,291,301 that continue through fiscal year 2024. The Organization may add a third cohort and add additional grantees within the next six months to help it meet its Audacious goals

Development of the organization's next five year strategy: Concurrent with the primary school enrollment goal, the Organization will be launching its next five year strategy, including a goal of providing a "second chance" program for adolescent girls and young women who have not earned their critical 10th grade credential. This program will seek to support the attainment of Grade 10 credentialing through the government open school system and, following Grade 10, will seek to connect young women to further education, employment and vocational training. These opportunities will optimize their life-long potential and their agency in making choices for themselves and for the major decisions in their lives.

**EDUCATE GIRLS
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022**

NOTE 9: GRANT PAYABLE

During the year ended March 31, 2023, the Organization entered into an agreement with an Indian nonprofit organization in which the Organization is to provide grants to this organization totaling \$26,500,000 through the year ending March 31, 2025. During the year ended March 31, 2023, the Organization paid \$4,500,000 under this agreement. The Organization is expected to pay \$10,000,000 during the year ending March 31, 2024 and the final payment of \$12,000,000 during the year ending March 31, 2025. As of March 31, 2023, the Organization has included in its statement of financial position a liability of \$20,983,210, which represents the present value of the future payments using a discount rate of 4.43%. The Organization has also included grant expense of \$25,483,210 in its statement of activities for the year ended March 31, 2023. As of March 31, 2023, the Organization has included in its statement of financial position a liability of \$20,983,210, which represents the present value of the future payments using a discount rate of 4.43% which is the 52 week U.S. treasury bill rate as of March 31, 2023.